

# Fidelity® Variable Insurance Products:

## Strategic Income Portfolio

**Annual Report**  
**December 31, 2020**



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

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

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

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

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

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

**NOT FDIC INSURED •MAY LOSE VALUE •NO BANK GUARANTEE**

*Neither the Fund nor Fidelity Distributors Corporation is a bank.*

## Note to Shareholders:

Early in 2020, the outbreak and spread of a new coronavirus emerged as a public health emergency that had a major influence on financial markets, primarily based on its impact on the global economy and the outlook for corporate earnings. The virus causes a respiratory disease known as COVID-19. On March 11, the World Health Organization declared the COVID-19 outbreak a pandemic, citing sustained risk of further global spread.

In the weeks following, as the crisis worsened, we witnessed an escalating human tragedy with wide-scale social and economic consequences from coronavirus-containment measures. The outbreak of COVID-19 prompted a number of measures to limit the spread, 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. Amid the turmoil, global governments and central banks took unprecedented action to help support consumers, businesses, and the broader economies, and to limit disruption to financial systems.

The situation continues to unfold, and the extent and duration of its impact on financial markets and the economy remain highly uncertain. Extreme events such as the coronavirus 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’re taking extra steps to be responsive to customer needs. We encourage you to visit our websites, where we offer ongoing updates, commentary, and analysis on the markets and our funds.

# Performance: The Bottom Line

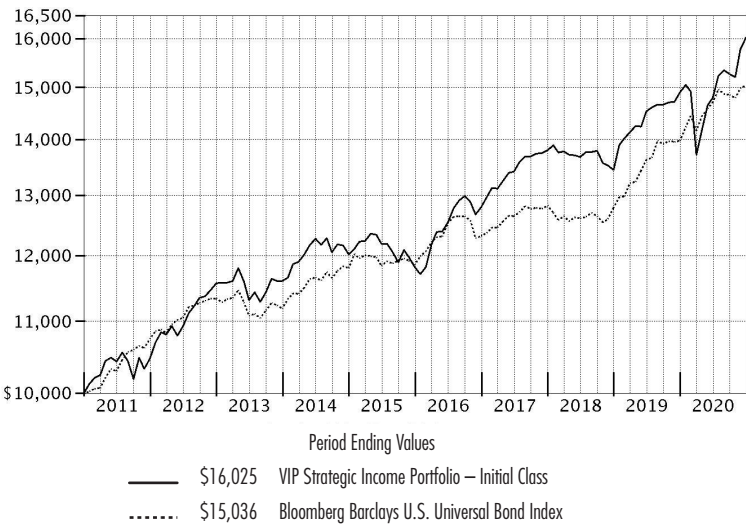
Average annual total return reflects the change in the value of an investment, assuming reinvestment of distributions from dividend income and capital gains (the profits earned upon the sale of securities that have grown in value, if any) and assuming a constant rate of performance each year. During 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, 2020	Past 1 year	Past 5 years	Past 10 years
Initial Class	7.52%	6.27%	4.83%
Service Class	7.56%	6.20%	4.74%
Service Class 2	7.25%	6.02%	4.58%
Investor Class	7.51%	6.24%	4.79%

## \$10,000 Over 10 Years

Let's say hypothetically that \$10,000 was invested in VIP Strategic Income Portfolio – Initial Class on December 31, 2010. The chart shows how the value of your investment would have changed, and also shows how the Bloomberg Barclays U.S. Universal Bond Index performed over the same period.



# Management's Discussion of Fund Performance

**Market Recap:** Financial markets experienced a highly volatile and unpredictable year that will be remembered by most investors for the impact of the coronavirus pandemic. The early-2020 outbreak and spread of COVID-19 resulted in high yield bonds suffering a swift decline through March 23, followed by a historic rebound through year-end. Declared a pandemic on March 11, the crisis and containment efforts caused broad economic contraction, along with extreme uncertainty, volatility and dislocation in financial markets. A historically rapid and expansive U.S. monetary/fiscal-policy response provided a partial offset to the economic disruption and fueled the market surge, as did resilient corporate earnings and potential for a COVID-19 vaccine breakthrough. Against this backdrop, the Fidelity Strategic Income Composite Index<sup>SM</sup> gained 6.63%. Within the index, high-yield bonds fared best, with the ICE BofA<sup>®</sup> U.S. High Yield Constrained Index, a proxy for the high-yield bond market, gaining 8.24%, as credit spreads narrowed from historically wide levels at the height of the pandemic in early 2020. U.S. government bonds, as measured by the Bloomberg Barclays U.S. Government Bond Index, rose 7.94%, compared with an advance of 4.87% for non-U.S. developed-markets debt, as measured by the Bloomberg Barclays Global Aggregate Developed Markets GDP Weighted Ex USD Index (Hedged). Elsewhere, floating-rate bonds, as measured by the S&P/LSTA<sup>®</sup> Leveraged Performing Loan Index, were up 3.50% in 2020.

**Comments from Co-Lead Portfolio Manager Adam Kramer:** For the year, the fund's share classes (excluding sales charges, if applicable) rose roughly 7% to 8%, outperforming the 6.63% gain of the Fidelity Strategic Income Composite Index. Favorable security selection was the main driver of the funds' relative outperformance, while asset allocation also contributed to a lesser extent. By far, security selection in the fund's high-yield bond subportfolio helped the most, while overweighting this outperforming asset class also added value. Much of the relative outperformance came from this subportfolio's out-of-benchmark equity allocation, as stocks notably outpaced corporate bonds during the year. In industry terms, security selection in the technology, telecommunications and gaming categories particularly helped, even as security selection and industry allocation in energy and air transportation hurt. Also contributing was security selection combined with a helpful overweighting in the fund's non-U.S. developed debt subportfolio. Here, defensive positioning contributed during the first-quarter sell-off in global financial markets, as did the manager's subsequent decision to tactically add back risk as asset prices recovered. Favorably timed asset class positioning in the fund's U.S. government bond subportfolio further helped. On the negative side, bond selection in the emerging-markets debt subportfolio detracted due to weak bond picks in Mexico and Ukraine, as well as an overweighting in the lagging Argentinian market. Security selection and an overweighting in the lagging floating-rate debt subportfolio also modestly detracted.

*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)

The information in the following tables is based on the combined investments of the Fund and its pro-rata share of the investments of Fidelity's Fixed-Income Central Funds.

## Top Five Holdings as of December 31, 2020

(by issuer, excluding cash equivalents)	% of fund's net assets
U.S. Treasury Obligations	16.8
German Federal Republic	4.3
CCO Holdings LLC/CCO Holdings Capital Corp.	1.9
Ally Financial, Inc.	1.6
JPMorgan Chase & Co.	1.3
	<u>25.9</u>

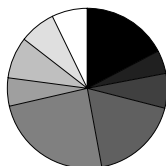
## Top Five Market Sectors as of December 31, 2020

	% of fund's net assets
Communication Services	10.2
Financials	9.8
Energy	8.8
Consumer Discretionary	6.3
Industrials	5.3

## Quality Diversification (% of fund's net assets)

As of December 31, 2020

■ U.S. Government and U.S. Government Agency Obligations*	17.3%
■ AAA,AA,A	4.7%
■ BBB	7.0%
■ BB	18.1%
■ B	24.3%
■ CCC,CC,C	5.7%
■ Not Rated	8.4%
■ Equities	7.3%
□ Short-Term Investments and Net Other Assets	7.2%
* Includes NCUA Guaranteed Notes	

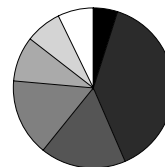


We have used ratings from Moody's Investors Service, Inc. Where Moody's® ratings are not available, we have used S&P® ratings. All ratings are as of the date indicated and do not reflect subsequent changes.

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

As of December 31, 2020\*, \*\*, \*\*\*, †

■ Preferred Securities	4.9%
■ Corporate Bonds	38.6%
■ U.S. Government and U.S. Government Agency Obligations††	17.3%
■ Foreign Government & Government Agency Obligations	15.6%
■ Bank Loan Obligations	9.1%
■ Stocks	7.3%
□ Short-Term Investments and Net Other Assets (Liabilities)	7.2%



\* Futures and Swaps — 3.6%

\*\* Written options — (0.5)%

\*\*\* Foreign investments — 28.6%

† Foreign Currency Contracts — (9.0)%

†† Includes NCUA Guaranteed Notes

An unaudited holdings listing for the Fund, which presents direct holdings as well as the pro-rata share of any securities and other investments held indirectly through its investment in underlying non-money market Fidelity Central Funds, is available at [fidelity.com](http://fidelity.com) and/or [institutional.fidelity.com](http://institutional.fidelity.com), as applicable.

# Schedule of Investments December 31, 2020

Showing Percentage of Net Assets

## Corporate Bonds – 38.3%

	Principal Amount(a)	Value
<b>Convertible Bonds – 0.1%</b>		
<b>ENERGY – 0.1%</b>		
<b>Energy Equipment &amp; Services – 0.1%</b>		
Forum Energy Technologies, Inc. 9% 8/4/25	\$ 718,113	\$ 459,592
<b>Oil, Gas &amp; Consumable Fuels – 0.0%</b>		
Mesquite Energy, Inc.:		
15% 7/15/23 (b) (c)	175,000	175,000
15% 7/15/23 (b) (c)	99,538	99,538
		<u>274,538</u>
<b>TOTAL ENERGY</b>		<u>734,130</u>

## Nonconvertible Bonds – 38.2%

<b>COMMUNICATION SERVICES – 7.8%</b>		
<b>Diversified Telecommunication Services – 2.4%</b>		
Axtel S.A.B. de CV 6.375% 11/14/24 (d)	100,000	104,219
C&W Senior Financing Designated Activity Co. 6.875% 9/15/27 (d)	1,435,000	1,548,178
Cablevision Lightpath LLC:		
3.875% 9/15/27 (d)	325,000	327,031
5.625% 9/15/28 (d)	260,000	272,025
Colombia Telecomunicaciones SA 4.95% 7/17/30 (d)	210,000	233,034
Frontier Communications Corp.:		
5% 5/1/28 (d)	1,165,000	1,214,513
5.875% 10/15/27 (d)	620,000	670,375
6.75% 5/1/29 (d)	745,000	797,150
Liquid Telecommunications Financing PLC 8.5% 7/13/22 (d)	350,000	356,563
Qtel International Finance Ltd.:		
3.25% 2/21/23 (d)	450,000	470,250
5% 10/19/25 (d)	230,000	268,453
Qwest Corp. 7.25% 9/15/25	35,000	41,388
Sable International Finance Ltd. 5.75% 9/7/27 (d)	1,395,000	1,483,931
SFR Group SA:		
5.5% 1/15/28 (d)	1,190,000	1,244,157
7.375% 5/1/26 (d)	5,100,000	5,367,750
8.125% 2/1/27 (d)	370,000	407,929
Sprint Capital Corp.:		
6.875% 11/15/28	8,522,000	11,236,087
8.75% 3/15/32	3,506,000	5,551,313
Telecom Argentina SA 8.5% 8/6/25 (d)	140,000	130,769
Telefonica Celular del Paraguay SA 5.875% 4/15/27 (d)	455,000	485,428
Telefonica del Peru SA 7.375% 4/10/27 (d)	PEN 1,630,000	470,539
Telenet Finance Luxembourg Notes SARL 5.5% 3/1/28 (d)	600,000	639,900
Virgin Media Finance PLC 5% 7/15/30 (d)	1,385,000	1,436,938
Windstream Escrow LLC 7.75% 8/15/28 (d)	1,915,000	1,928,405
Zayo Group Holdings, Inc. 4% 3/1/27 (d)	900,000	902,250
		<u>37,588,575</u>
<b>Entertainment – 0.5%</b>		
Allen Media LLC 10.5% 2/15/28 (d)	595,000	617,313
Lions Gate Entertainment Corp. 5.875% 11/1/24 (d)	215,000	218,225
Netflix, Inc.:		
4.375% 11/15/26	320,000	354,800
4.875% 4/15/28	1,465,000	1,652,081
5.375% 11/15/29 (d)	590,000	695,463

5.875% 11/15/28	\$ 3,265,000	\$ 3,913,919
Total Play Telecomunicaciones SA de CV 7.5% 11/12/25 (d)	585,000	581,527
		<u>8,033,328</u>
<b>Interactive Media &amp; Services – 0.1%</b>		
ANGI Homeservices, Inc. 3.875% 8/15/28 (d)	335,000	340,943
Baidu.com, Inc.:		
1.72% 4/9/26	285,000	288,580
2.375% 10/9/30	270,000	275,991
Tencent Holdings Ltd.:		
2.39% 6/3/30 (d)	295,000	302,098
3.975% 4/11/29 (d)	180,000	204,919
		<u>1,412,531</u>

## Media – 4.1%

Alice Financing SA 5% 1/15/28 (d)	2,250,000	2,305,429
Block Communications, Inc. 4.875% 3/1/28 (d)	410,000	422,300
Cable Onda SA 4.5% 1/30/30 (d)	515,000	568,109
CCO Holdings LLC/CCO Holdings Capital Corp.:		
4.25% 2/1/31 (d)	1,005,000	1,059,129
4.5% 8/15/30 (d)	4,690,000	4,977,263
4.5% 5/1/32 (d)	665,000	710,034
4.75% 3/1/30 (d)	4,810,000	5,189,990
5% 2/1/28 (d)	4,665,000	4,933,238
5.125% 5/1/27 (d)	3,500,000	3,714,165
5.375% 6/1/29 (d)	4,800,000	5,262,000
5.5% 5/1/26 (d)	2,450,000	2,538,813
5.75% 2/15/26 (d)	1,030,000	1,062,806
5.875% 5/1/27 (d)	855,000	888,131
Clear Channel International BV 6.625% 8/1/25 (d)	965,000	1,018,075
CSC Holdings LLC:		
3.375% 2/15/31 (d)	860,000	843,875
4.625% 12/1/30 (d)	1,430,000	1,492,563
5.375% 2/1/28 (d)	1,190,000	1,270,325
5.5% 5/15/26 (d)	2,555,000	2,657,200
5.75% 1/15/30 (d)	5,510,000	6,040,338
6.5% 2/1/29 (d)	1,320,000	1,490,346
7.5% 4/1/28 (d)	725,000	815,321
Diamond Sports Group LLC/Diamond Sports Finance Co.		
5.375% 8/15/26 (d)	1,325,000	1,076,563
LCPR Senior Secured Financing DAC 6.75% 10/15/27 (d)	605,000	651,131
Nexstar Broadcasting, Inc.:		
4.75% 11/1/28 (d)	1,335,000	1,396,744
5.625% 7/15/27 (d)	1,275,000	1,365,844
Quebecor Media, Inc. 5.75% 1/15/23	790,000	853,200
Radiate Holdco LLC/Radiate Financial Service Ltd.:		
4.5% 9/15/26 (d)	495,000	510,469
6.5% 9/15/28 (d)	1,325,000	1,391,250
Scripps Escrow II, Inc.:		
3.875% 1/15/29 (d)	165,000	172,012
5.375% 1/15/31 (d)	315,000	331,256
Sirius XM Radio, Inc.:		
5% 8/1/27 (d)	800,000	850,008
5.375% 7/15/26 (d)	620,000	646,350
Townsquare Media, Inc. 6.875% 2/1/26 (d) (e)	325,000	340,730
TV Azteca SA de CV 8.25% 8/9/24 (Reg. S)	2,300,000	1,288,713

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

## Schedule of Investments – continued

### Corporate Bonds – continued

#### Nonconvertible Bonds – continued

#### COMMUNICATION SERVICES – continued

##### Media – continued

	Principal Amount(a)	Value
Videotron Ltd. 5.125% 4/15/27 (d)	\$ 615,000	\$ 652,669
VTR Finance BV 6.375% 7/15/28 (d)	320,000	348,558
Ziggo Bond Co. BV:		
5.125% 2/28/30 (d)	315,000	332,420
6% 1/15/27 (d)	635,000	671,049
Ziggo BV:		
4.875% 1/15/30 (d)	430,000	452,038
5.5% 1/15/27 (d)	1,142,000	1,191,963
		<u>63,782,417</u>

##### Wireless Telecommunication Services – 0.7%

America Movil S.A.B. de CV 6.45% 12/5/22	MXN 18,930,000	965,252
Bharti Airtel International BV 5.35% 5/20/24 (d)	325,000	358,719
Digicel Group Ltd. 6.75% 3/1/23 (d)	270,000	203,850
Intelsat Jackson Holdings SA:		
5.5% 8/1/23 (f)	2,395,000	1,622,613
8% 2/15/24 (d)	1,285,000	1,315,519
8.5% 10/15/24 (d) (f)	1,150,000	822,250
9.75% 7/15/25 (d) (f)	1,950,000	1,404,000
Millicom International Cellular SA 4.5% 4/27/31 (d)	645,000	696,600
MTN (Mauritius) Investments Ltd. 6.5% 10/13/26 (d)	315,000	360,084
Silknet JSC 11% 4/2/24 (Reg. S)	200,000	217,000
Sprint Corp. 7.625% 3/1/26	540,000	670,245
TBG Global Pte. Ltd. 5.25% 2/10/22 (Reg. S)	400,000	400,832
VimpelCom Holdings BV:		
3.375% 11/25/27 (d)	410,000	422,300
7.25% 4/26/23 (d)	445,000	492,366
VTR Comunicaciones SpA 5.125% 1/15/28 (d)	410,000	436,394
		<u>10,388,024</u>
TOTAL COMMUNICATION SERVICES		<u>121,204,875</u>

#### CONSUMER DISCRETIONARY – 3.2%

##### Auto Components – 0.1%

Allison Transmission, Inc. 5.875% 6/1/29 (d)	420,000	465,150
Exide Technologies:		
11% 10/31/24 pay-in-kind (c) (d) (f) (g)	384,000	0
11% 10/31/24 pay-in-kind (c) (d) (f) (g)	185,848	83,632
Metalsa SA de CV 4.9% 4/24/23 (d)	945,000	987,525
		<u>1,536,307</u>

##### Automobiles – 0.0%

Tesla, Inc. 5.3% 8/15/25 (d)	80,000	83,400
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##### Diversified Consumer Services – 0.1%

GEMS MENASA Cayman Ltd. 7.125% 7/31/26 (d)	710,000	736,625
Sotheby's 7.375% 10/15/27 (d)	295,000	316,019
		<u>1,052,644</u>

##### Hotels, Restaurants & Leisure – 2.2%

1011778 BC Unlimited Liability Co./New Red Finance, Inc.:		
4% 10/15/30 (d)	2,320,000	2,337,400
4.375% 1/15/28 (d)	560,000	576,800
Affinity Gaming LLC 6.875% 12/15/27 (d)	250,000	261,563

##### Caesars Entertainment, Inc.:

6.25% 7/1/25 (d)	\$ 2,520,000	\$ 2,683,800
8.125% 7/1/27 (d)	3,360,000	3,719,596
Caesars Resort Collection LLC 5.75% 7/1/25 (d)	840,000	890,045
Carnival Corp.:		
7.625% 3/1/26 (d)	500,000	544,745
9.875% 8/1/27 (d)	1,000,000	1,150,000
10.5% 2/1/26 (d)	730,000	850,450
11.5% 4/1/23 (d)	1,990,000	2,301,873
Choice Hotels International, Inc. 5.75% 7/1/22	145,000	154,095
Hilton Domestic Operating Co., Inc.:		
3.75% 5/1/29 (d)	330,000	344,088
4% 5/1/31 (d)	500,000	527,555
4.875% 1/15/30	975,000	1,065,188
5.125% 5/1/26	925,000	955,063
Hilton Worldwide Finance LLC/Hilton Worldwide Finance Corp. 4.875% 4/1/27	435,000	460,415
MCE Finance Ltd.:		
4.875% 6/6/25 (d)	1,832,000	1,887,913
5.25% 4/26/26 (d)	640,000	669,120
5.375% 12/4/29 (d)	435,000	451,616
5.75% 7/21/28 (d)	335,000	356,943
Merlin Entertainments PLC 5.75% 6/15/26 (d)	395,000	414,632
MGM Resorts International:		
4.75% 10/15/28	665,000	712,794
6.75% 5/1/25	1,485,000	1,607,364
NagaCorp Ltd.:		
7.95% 7/6/24 (Reg. S)	400,000	416,625
9.375% 5/21/21 (d)	625,000	634,961
NCL Corp. Ltd.:		
5.875% 3/15/26 (d)	390,000	410,963
12.25% 5/15/24 (d)	905,000	1,086,000
Peninsula Pacific Entertainment LLC 8.5% 11/15/27 (d)	665,000	711,550
Royal Caribbean Cruises Ltd.:		
10.875% 6/1/23 (d)	845,000	961,509
11.5% 6/1/25 (d)	1,230,000	1,434,488
SeaWorld Parks & Entertainment, Inc. 9.5% 8/1/25 (d)	545,000	591,666
Vail Resorts, Inc. 6.25% 5/15/25 (d)	380,000	405,650
Viking Cruises Ltd.:		
5.875% 9/15/27 (d)	595,000	581,897
13% 5/15/25 (d)	570,000	681,150
Voc Escrow Ltd. 5% 2/15/28 (d)	545,000	540,913
Wynn Macau Ltd.:		
5.125% 12/15/29 (d)	890,000	908,913
5.5% 1/15/26 (d)	365,000	379,600
		<u>34,668,943</u>
Household Durables – 0.2%		
Brookfield Residential Properties, Inc./Brookfield Residential U.S. Corp. 4.875% 2/15/30 (d)	405,000	418,669
LGI Homes, Inc. 6.875% 7/15/26 (d)	605,000	635,250
Taylor Morrison Communities, Inc./Monarch Communities, Inc. 5.625% 3/1/24 (d)	65,000	69,794
TRI Pointe Group, Inc./TRI Pointe Holdings, Inc. 5.875% 6/15/24	780,000	851,370
TRI Pointe Homes, Inc. 5.7% 6/15/28	865,000	976,585
		<u>2,951,668</u>

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



## Corporate Bonds – continued

### Nonconvertible Bonds – continued

#### CONSUMER DISCRETIONARY – continued

##### Internet & Direct Marketing Retail – 0.3%

B2W Digital Lux SARL 4.375% 12/20/30 (d)	\$ 440,000	\$ 455,400
JD.com, Inc. 3.375% 1/14/30	450,000	488,284

##### Meituan:

2.125% 10/28/25 (d)	395,000	401,387
3.05% 10/28/30 (d)	335,000	349,028

##### Prosus NV:

2.031% 8/3/32 (Reg. S)	EUR 210,000	266,808
3.68% 1/21/30 (d)	205,000	222,553
4.027% 8/3/50 (d)	595,000	617,313

Terrier Media Buyer, Inc. 8.875% 12/15/27 (d)	2,160,000	2,381,400
		<u>5,182,173</u>

##### Specialty Retail – 0.3%

##### Asbury Automotive Group, Inc.:

4.5% 3/1/28	184,000	191,820
4.75% 3/1/30	184,000	197,340

Burlington Coat Factory Warehouse Corp. 6.25% 4/15/25 (d)	200,000	212,500
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##### L Brands, Inc.:

6.625% 10/1/30 (d)	330,000	364,650
6.75% 7/1/36	1,025,000	1,141,978
6.875% 11/1/35	335,000	376,038
7.5% 6/15/29	500,000	556,250

LBM Acquisition LLC 6.25% 1/15/29 (d)	270,000	280,889
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Penske Automotive Group, Inc. 5.5% 5/15/26	460,000	477,825
		<u>3,799,290</u>

##### Textiles, Apparel & Luxury Goods – 0.0%

Delta Merlin Dunia Tekstil PT 8.625% 3/12/24 (d) (f)	200,000	9,438
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TOTAL CONSUMER DISCRETIONARY		<u>49,283,863</u>
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#### CONSUMER STAPLES – 1.8%

##### Beverages – 0.0%

Central American Bottling Corp. 5.75% 1/31/27 (d)	325,000	344,297
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##### Food & Staples Retailing – 0.6%

##### Albertsons Companies LLC/Safeway, Inc./New Albertson's, Inc./Albertson's LLC:

3.5% 3/15/29 (d)	525,000	530,250
4.625% 1/15/27 (d)	865,000	920,144
4.875% 2/15/30 (d)	4,920,000	5,421,250

C&S Group Enterprises LLC 5% 12/15/28 (d)	510,000	508,689
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KeHE Distributors LLC / KeHE Finance Corp. 8.625% 10/15/26 (d)	525,000	589,313
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Performance Food Group, Inc. 5.5% 10/15/27 (d)	475,000	501,125
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SEG Holding LLC/SEG Finance Corp. 5.625% 10/15/28 (d)	665,000	701,575
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United Natural Foods, Inc. 6.75% 10/15/28 (d)	465,000	486,497
		<u>9,658,843</u>

##### Food Products – 1.2%

Composol SA 6% 2/3/27 (d)	225,000	236,742
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Chobani LLC/Finance Corp., Inc. 4.625% 11/15/28 (d)	375,000	380,625
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Del Monte Foods, Inc. 11.875% 5/15/25 (d)	380,000	431,300
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##### JBS Investments II GmbH:

5.75% 1/15/28 (d)	\$ 575,000	\$ 615,256
7% 1/15/26 (d)	760,000	820,572

##### JBS U.S.A. LLC/JBS U.S.A. Finance, Inc.:

5.75% 6/15/25 (d)	1,275,000	1,316,438
6.75% 2/15/28 (d)	925,000	1,039,238

##### JBS U.S.A. Lux SA / JBS Food Co.:

5.5% 1/15/30 (d)	1,085,000	1,246,405
6.5% 4/15/29 (d)	1,550,000	1,805,750

##### Lamb Weston Holdings, Inc.:

4.625% 11/1/24 (d)	425,000	443,063
4.875% 11/1/26 (d)	430,000	449,479

##### MHP SA 7.75% 5/10/24 (d)

	345,000	377,559
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##### Pilgrim's Pride Corp. 5.75% 3/15/25 (d)

	925,000	949,605
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##### Post Holdings, Inc.:

4.625% 4/15/30 (d)	3,850,000	4,050,046
5% 8/15/26 (d)	2,440,000	2,519,300

5.5% 12/15/29 (d)	810,000	883,913
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5.75% 3/1/27 (d)	405,000	428,794
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##### TreeHouse Foods, Inc. 4% 9/1/28

	220,000	227,563
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		<u>18,221,648</u>
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##### TOTAL CONSUMER STAPLES

		<u>28,224,788</u>
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#### ENERGY – 6.4%

##### Energy Equipment & Services – 0.4%

ADES International Holding Ltd. 8.625% 4/24/24 (d)	650,000	648,375
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Borets Finance DAC 6% 9/17/26 (d)	215,000	223,600
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##### Diamond Offshore Drilling, Inc.:

4.875% 11/1/43 (f)	25,000	3,063
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5.7% 10/15/39 (f)	145,000	17,763
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Exterran Energy Solutions LP 8.125% 5/1/25	575,000	480,125
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##### Nabors Industries Ltd.:

7.25% 1/15/26 (d)	595,000	417,196
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7.5% 1/15/28 (d)	510,000	349,197
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##### Nine Energy Service, Inc. 8.75% 11/1/23 (d)

	300,000	133,500
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##### NuStar Logistics LP 6% 6/1/26

	640,000	692,166
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##### Oleoducto Central SA 4% 7/14/27 (d)

	340,000	368,688
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##### SESI LLC 7.75% 9/15/24 (f)

	365,000	116,800
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##### Southern Gas Corridor CJSC 6.875% 3/24/26 (d)

	590,000	710,950
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##### State Oil Co. of Azerbaijan Republic 6.95% 3/18/30

(Reg. S)	200,000	255,773
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##### Summit Midstream Holdings LLC 5.75% 4/15/25

	285,000	182,400
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##### The Oil and Gas Holding Co.:

7.5% 10/25/27 (d)	505,000	575,700
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7.625% 11/7/24 (d)	855,000	956,264
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8.375% 11/7/28 (d)	180,000	211,950
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		<u>6,343,510</u>
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##### Oil, Gas & Consumable Fuels – 6.0%

##### Antero Midstream Partners LP/Antero Midstream Finance Corp. 5.75% 1/15/28 (d)

	955,000	916,991
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##### Antero Resources Corp. 5.625% 6/1/23 (Reg. S)

	115,000	112,700
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##### Callon Petroleum Co.:

6.125% 10/1/24	225,000	129,375
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6.25% 4/15/23	380,000	241,300
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Cheniere Energy, Inc. 4.625% 10/15/28 (d)	1,325,000	1,391,250
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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(a)	Value
<b>Nonconvertible Bonds – continued</b>		
<b>ENERGY – continued</b>		
<b>Oil, Gas &amp; Consumable Fuels – continued</b>		
Chesapeake Energy Corp.:		
7% 10/1/24 (f)	\$ 360,000	\$ 16,200
8% 1/15/25 (f)	180,000	8,100
8% 6/15/27 (f)	115,000	5,175
11.5% 1/1/25 (d) (f)	1,310,000	229,250
Citgo Holding, Inc. 9.25% 8/1/24 (d)	2,195,000	2,019,400
Citgo Petroleum Corp.:		
6.25% 8/15/22 (d)	1,850,000	1,813,000
7% 6/15/25 (d)	1,340,000	1,336,650
CNX Midstream Partners LP 6.5% 3/15/26 (d)	335,000	340,863
CNX Resources Corp. 6% 1/15/29 (d)	315,000	322,713
Comstock Resources, Inc.:		
7.5% 5/15/25 (d)	580,000	587,250
9.75% 8/15/26	3,060,000	3,281,850
9.75% 8/15/26	445,000	477,263
Continental Resources, Inc.:		
3.8% 6/1/24	1,165,000	1,199,950
4.375% 1/15/28	295,000	300,900
4.5% 4/15/23	33,000	34,026
4.9% 6/1/44	745,000	731,963
Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp.:		
5.625% 5/1/27 (d)	960,000	950,400
5.75% 4/1/25	250,000	254,375
6.25% 4/1/23	345,000	345,863
CVR Energy, Inc.:		
5.25% 2/15/25 (d)	895,000	863,675
5.75% 2/15/28 (d)	2,320,000	2,198,200
DCP Midstream Operating LP 5.85% 5/21/43 (d) (g)	885,000	761,100
Delek Overriding Royalty 7.494% 12/30/23 (Reg. S) (d)	590,000	592,950
DTEK Finance PLC 10.75% 12/31/24 pay-in-kind (g)	470,000	290,813
Ecopetrol SA:		
5.875% 5/28/45	185,000	223,041
6.875% 4/29/30	190,000	243,723
EG Global Finance PLC 8.5% 10/30/25 (d)	855,000	910,575
Endeavor Energy Resources LP/EER Finance, Inc.:		
5.5% 1/30/26 (d)	505,000	518,206
5.75% 1/30/28 (d)	880,000	949,256
6.625% 7/15/25 (d)	335,000	358,450
Energy Transfer Equity LP 5.5% 6/1/27	860,000	878,055
EQT Corp. 3.9% 10/1/27	1,413,000	1,403,745
Extraction Oil & Gas, Inc. 7.375% 5/15/24 (d) (f)	365,000	65,700
FEL Energy VI SARRL 5.75% 12/1/40 (d)	285,000	301,473
Galaxy Pipeline Assets BidCo Ltd. 2.625% 3/31/36 (d)	585,000	605,475
GeoPark Ltd. 6.5% 9/21/24 (d)	515,000	533,508
Georgian Oil & Gas Corp. 6.75% 4/26/21 (d)	390,000	392,072
Hess Midstream Partners LP:		
5.125% 6/15/28 (d)	595,000	621,959
5.625% 2/15/26 (d)	795,000	826,800
Hilcorp Energy I LP/Hilcorp Finance Co.:		
5% 12/1/24 (d)	510,000	506,175

	Principal Amount(a)	Value
5.75% 10/1/25 (d)	\$ 580,000	\$ 586,525
6.25% 11/1/28 (d)	590,000	603,275
Holly Energy Partners LP/Holly Energy Finance Corp. 5% 2/1/28 (d)	400,000	403,000
Indigo Natural Resources LLC 6.875% 2/15/26 (d)	1,135,000	1,160,538
Indika Energy Capital IV Pte Ltd. 8.25% 10/22/25 (d)	345,000	373,031
KazMunaiGaz National Co.:		
3.5% 4/14/33 (d)	335,000	364,313
4.75% 4/24/25 (d)	105,000	119,667
5.75% 4/19/47 (d)	170,000	227,534
Kosmos Energy Ltd. 7.125% 4/4/26 (d)	1,610,000	1,513,903
Laredo Petroleum, Inc. 10.125% 1/15/28	235,000	199,750
Leviathan Bond Ltd.:		
5.75% 6/30/23 (Reg. S) (d)	370,000	394,050
6.125% 6/30/25 (Reg. S) (d)	375,000	411,563
Medco Oak Tree Pte Ltd. 7.375% 5/14/26 (d)	105,000	112,416
Medco Platinum Road Pte Ltd. 6.75% 1/30/25 (d)	350,000	366,823
MEG Energy Corp. 7.125% 2/1/27 (d)	595,000	614,338
Murphy Oil U.S.A., Inc.:		
4.75% 9/15/29	370,000	393,588
5.625% 5/1/27	305,000	322,538
NAK Naftogaz Ukraine:		
7.375% 7/19/22 (Reg. S)	255,000	262,491
7.625% 11/8/26 (d)	230,000	237,475
New Fortress Energy LLC 6.75% 9/15/25 (d)	2,765,000	2,928,273
Newfield Exploration Co. 5.375% 1/1/26	475,000	509,642
NGL Energy Partners LP/NGL Energy Finance Corp.:		
6.125% 3/1/25	630,000	399,263
7.5% 4/15/26	860,000	533,200
NGPL PipeCo LLC:		
4.375% 8/15/22 (d)	150,000	156,273
4.875% 8/15/27 (d)	150,000	169,883
Nostrum Oil & Gas Finance BV 8% 7/25/22 (d) (f)	2,620,000	655,000
Occidental Petroleum Corp.:		
2.9% 8/15/24	815,000	784,438
3.2% 8/15/26	50,000	46,750
3.4% 4/15/26	65,000	61,971
4.4% 4/15/46	575,000	501,092
4.4% 8/15/49	1,455,000	1,226,274
4.625% 6/15/45	475,000	414,024
5.875% 9/1/25	670,000	713,550
6.2% 3/15/40	350,000	347,375
6.375% 9/1/28	670,000	706,850
6.45% 9/15/36	1,171,000	1,226,037
6.6% 3/15/46	940,000	954,100
6.625% 9/1/30	1,340,000	1,454,905
7.2% 3/15/29	240,000	244,800
7.5% 5/1/31	65,000	72,475
PBF Holding Co. LLC/PBF Finance Corp.:		
6% 2/15/28	1,445,000	825,456
7.25% 6/15/25	1,145,000	742,229
9.25% 5/15/25 (d)	1,330,000	1,304,331
PBF Logistics LP/PBF Logistics Finance, Inc. 6.875% 5/15/23	435,000	416,513

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

## Corporate Bonds – continued

### Nonconvertible Bonds – continued

#### ENERGY – continued

##### Oil, Gas & Consumable Fuels – continued

##### PDC Energy, Inc.:

6.125% 9/15/24	\$ 200,000	\$ 205,522
6.25% 12/1/25	380,000	375,250

##### Petrobras Global Finance BV:

5.75% 2/1/29	325,000	377,731
6.75% 6/3/50	590,000	730,678
6.875% 1/20/40	569,000	713,739
6.9% 3/19/49	215,000	272,781
7.375% 1/17/27	160,000	198,400
8.75% 5/23/26	735,000	952,514

##### Petroleos de Venezuela SA:

5.375% 4/12/27 (f)	480,000	15,360
6% 5/16/24 (d) (f)	585,000	18,720
6% 11/15/26 (d) (f)	930,000	30,225
12.75% 2/17/22 (d) (f)	110,000	3,520

##### Petroleos Mexicanos:

3 month U.S. LIBOR + 3.650% 3.8706%		
3/11/22 (g) (h)	410,000	414,920
3.5% 1/30/23	750,000	764,850
4.875% 1/24/22	760,000	781,508
4.875% 1/18/24	2,360,000	2,469,150
5.375% 3/13/22	290,000	298,791
6.375% 2/4/21	145,000	145,498
6.5% 6/2/41	170,000	157,808
6.625% 6/15/35	1,715,000	1,689,275
6.75% 9/21/47	798,000	748,125
6.875% 10/16/25 (d)	630,000	689,000
6.95% 1/28/60	145,000	136,104
7.69% 1/23/50	4,043,000	4,076,355
8.625% 2/1/22	140,000	149,844
8.625% 12/1/23 (g)	250,000	270,703

##### Petronas Capital Ltd. 3.5% 4/21/30 (d)

	230,000	265,021
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##### PT Adaro Indonesia 4.25% 10/31/24 (d)

	605,000	622,772
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##### Sanchez Energy Corp. 7.25% 2/15/23 (c) (d) (f)

	1,063,000	0
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##### Saudi Arabian Oil Co.:

1.625% 11/24/25 (d)	240,000	244,800
3.5% 4/16/29 (d)	2,350,000	2,604,828
4.25% 4/16/39 (d)	970,000	1,129,444
4.375% 4/16/49 (d)	520,000	628,388

##### Sibur Securities DAC 2.95% 7/8/25 (d)

	225,000	231,188
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##### Sinopec Group Overseas Development Ltd. 2.7%

5/13/30 (d)	220,000	228,181
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##### SM Energy Co.:

5.625% 6/1/25	330,000	267,300
6.625% 1/15/27	1,125,000	897,188
6.75% 9/15/26	250,000	202,500

##### Southwestern Energy Co.:

6.45% 1/23/25 (g)	100,000	104,000
7.5% 4/1/26	1,090,000	1,143,410
7.75% 10/1/27	680,000	734,196

##### Sunoco LP/Sunoco Finance Corp.:

4.5% 5/15/29 (d)	\$ 605,000	\$ 629,200
5.5% 2/15/26	595,000	609,875

##### Tallgrass Energy Partners LP / Tallgrass Energy Finance Corp.

7.5% 10/1/25 (d)	495,000	534,397
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##### Targa Resources Partners LP/Targa Resources Partners

Finance Corp. 4.875% 2/1/31 (d)	625,000	678,125
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##### Teine Energy Ltd. 6.875% 9/30/22 (d)

	590,000	588,525
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##### Tengizchevroil Finance Co. International Ltd. 3.25%

8/15/30 (d)	425,000	449,969
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##### Tennessee Gas Pipeline Co. 7.625% 4/1/37

	50,000	70,692
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##### Transportadora de Gas del Sur SA 6.75% 5/2/25 (d)

	575,000	525,406
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##### Tullow Oil PLC 6.25% 4/15/22 (d)

	2,615,000	2,085,463
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##### Ultra Resources, Inc. 11% 7/12/24 pay-in-kind (c) (f)

	543,409	27,170
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##### W&T Offshore, Inc. 9.75% 11/1/23 (d)

	2,005,000	1,418,538
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##### YPF SA:

8.5% 3/23/25 (d)	766,000	621,349
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8.75% 4/4/24 (d)	2,615,000	2,304,469
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93,686,045

##### TOTAL ENERGY

100,029,555

#### FINANCIALS – 4.6%

##### Banks – 0.7%

##### AIB Group PLC 2.875% 5/30/31 (Reg. S) (g)

EUR	1,441,000	1,876,686
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##### Banco de Reservas de La Republica Dominicana 7%

	90,000	93,741
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##### Banco Macro SA 6.75% 11/4/26 (d) (g)

	685,000	587,388
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##### Biz Finance PLC 9.625% 4/27/22 (d)

	252,500	263,610
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##### Citigroup, Inc. 1.25% 7/6/26 (Reg. S) (g)

EUR	733,000	942,213
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##### Commerzbank AG 4% 3/23/26 (Reg. S)

EUR	1,200,000	1,641,405
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##### Danske Bank A/S 2.5% 6/21/29 (Reg. S) (g)

EUR	1,005,000	1,298,845
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##### Development Bank of Mongolia 7.25% 10/23/23 (d)

	105,000	113,138
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##### Georgia Bank Joint Stock Co. 6% 7/26/23 (d)

	880,000	918,500
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##### JSC Halyk Bank of Kazakhstan 5.5% 12/21/22 (d)

	697,459	698,984
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##### Lloyds Banking Group PLC 4.5% 3/18/30 (Reg. S) (g)

EUR	787,000	1,099,451
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##### National Bank of Uzbekistan 4.85% 10/21/25 (Reg. S)

	225,000	232,875
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##### Oschadbank Via SSB #1 PLC 9.375% 3/10/23 (d)

	200,000	209,188
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##### T.C. Ziraat Bankasi A/S 5.125% 5/3/22 (d)

	485,000	486,213
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##### Turkiye Vakiflar Bankasi TAO 5.75% 1/30/23 (d)

	565,000	569,061
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11,031,298

#### Capital Markets – 0.1%

##### AssuredPartners, Inc.:

5.625% 1/15/29 (d)	390,000	407,063
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7% 8/15/25 (d)	245,000	253,930
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##### MSCI, Inc. 4% 11/15/29 (d)

	340,000	362,100
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##### UBS Group AG 0.25% 11/5/28 (Reg. S) (g)

EUR	933,000	1,143,748
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2,166,841

#### Consumer Finance – 2.5%

##### Ally Financial, Inc.:

8% 11/1/31	823,000	1,170,890
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8% 11/1/31	16,143,000	23,683,258
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##### Ford Motor Credit Co. LLC:

3.375% 11/13/25	1,585,000	1,623,135
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4% 11/13/30	2,525,000	2,656,123
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5.113% 5/3/29	610,000	679,357
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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(a)	Value
<b>Nonconvertible Bonds – continued</b>		
<b>FINANCIALS – continued</b>		
<b>Consumer Finance – continued</b>		
Springleaf Finance Corp.:		
4% 9/15/30	\$ 330,000	\$ 342,411
5.375% 11/15/29	500,000	562,500
6.625% 1/15/28	385,000	457,188
6.875% 3/15/25	2,580,000	2,996,025
7.125% 3/15/26	3,405,000	4,026,413
Unifin Financiera SAPI de CV:		
7% 1/15/25 (d)	200,000	190,875
7.25% 9/27/23 (d)	10,000	9,678
7.375% 2/12/26 (d)	170,000	162,403
		<u>38,560,256</u>
<b>Diversified Financial Services – 0.9%</b>		
TMDB Global Investments Ltd. 4.4% 3/9/23	4,000,000	4,048,875
Cimpor Financial Operations BV 5.75% 7/17/24 (d)	485,000	422,102
Enviva Partners LP / Enviva Partners Finance Corp. 6.5% 1/15/26 (d)	595,000	632,188
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:		
5.25% 5/15/27	1,570,000	1,683,040
6.25% 5/15/26	1,305,000	1,381,865
6.375% 12/15/25	2,785,000	2,881,083
6.75% 2/1/24	535,000	544,084
James Hardie International Finance Ltd.:		
4.75% 1/15/25 (d)	450,000	457,745
5% 1/15/28 (d)	455,000	483,287
MDC GMTN BV 2.875% 11/7/29 (d)	530,000	571,764
PTT Treasury Center Co. Ltd. 3.7% 7/16/70 (d)	230,000	241,859
Sasol Financing International PLC 4.5% 11/14/22	515,000	525,300
Shift4 Payments LLC / Shift4 Payments Finance Sub, Inc.:		
4.625% 11/1/26 (d)	225,000	234,000
Sparc Em Spc 0% 12/5/22 (d)	67,213	65,449
		<u>14,172,641</u>
<b>Insurance – 0.4%</b>		
Acrisure LLC / Acrisure Finance, Inc.:		
7% 11/15/25 (d)	1,805,000	1,879,095
8.125% 2/15/24 (d)	685,000	725,220
10.125% 8/1/26 (d)	605,000	694,238
Alliant Holdings Intermediate LLC:		
4.25% 10/15/27 (d)	665,000	679,963
6.75% 10/15/27 (d)	965,000	1,032,550
HUB International Ltd. 7% 5/1/26 (d)	595,000	622,245
		<u>5,633,311</u>
<b>Thriffs &amp; Mortgage Finance – 0.0%</b>		
MGIC Investment Corp. 5.25% 8/15/28	465,000	497,550
		<u>72,061,897</u>
<b>HEALTH CARE – 2.3%</b>		
<b>Health Care Equipment &amp; Supplies – 0.0%</b>		
Hologic, Inc. 4.625% 2/1/28 (d)	215,000	228,169
<b>Health Care Providers &amp; Services – 1.9%</b>		
Akumin, Inc. 7% 11/1/25 (d)	335,000	351,750

	Principal Amount(a)	Value
AMN Healthcare 4.625% 10/1/27 (d)	\$ 165,000	\$ 172,849
Centene Corp.:		
4.25% 12/15/27	615,000	651,900
4.625% 12/15/29	2,150,000	2,386,952
4.75% 1/15/25	490,000	502,853
5.375% 6/1/26 (d)	1,545,000	1,629,527
5.375% 8/15/26 (d)	385,000	406,656
Community Health Systems, Inc.:		
5.625% 3/15/27 (d)	330,000	354,833
6% 1/15/29 (d)	325,000	351,085
6.625% 2/15/25 (d)	685,000	720,949
8% 3/15/26 (d)	3,270,000	3,523,425
8.125% 6/30/24 (d)	2,162,000	2,237,670
9.875% 6/30/23 (d)	1,825,000	1,918,531
Encompass Health Corp. 5.125% 3/15/23	330,000	330,482
Horizon Pharma U.S.A., Inc. 5.5% 8/1/27 (d)	650,000	697,983
Jaguar Holding Co. II/Pharmaceutical Product Development LLC 5% 6/15/28 (d)	715,000	763,263
Molina Healthcare, Inc.:		
3.875% 11/15/30 (d)	640,000	686,400
4.375% 6/15/28 (d)	465,000	489,413
Providence Service Corp. 5.875% 11/15/25 (d)	485,000	512,888
Radiology Partners, Inc. 9.25% 2/1/28 (d)	2,690,000	3,027,057
RP Escrow Issuer LLC 5.25% 12/15/25 (d)	615,000	643,241
Tenet Healthcare Corp.:		
4.625% 7/15/24	305,000	312,631
4.625% 9/1/24 (d)	650,000	671,125
4.875% 1/1/26 (d)	1,625,000	1,699,929
5.125% 5/1/25	305,000	310,944
5.125% 11/1/27 (d)	975,000	1,032,281
6.125% 10/1/28 (d)	1,000,000	1,043,655
6.25% 2/1/27 (d)	955,000	1,012,300
U.S. Renal Care, Inc. 10.625% 7/15/27 (d)	1,147,000	1,267,435
Vizient, Inc. 6.25% 5/15/27 (d)	145,000	155,875
		<u>29,865,882</u>
<b>Health Care Technology – 0.0%</b>		
IMS Health, Inc. 5% 5/15/27 (d)	640,000	680,336
<b>Life Sciences Tools &amp; Services – 0.1%</b>		
Charles River Laboratories International, Inc. 4.25% 5/1/28 (d)	185,000	193,788
Syneos Health, Inc. 3.625% 1/15/29 (d)	500,000	501,383
		<u>695,171</u>
<b>Pharmaceuticals – 0.3%</b>		
Bausch Health Companies, Inc.:		
5% 2/15/29 (d)	500,000	514,100
5.25% 2/15/31 (d)	500,000	522,360
Catalent Pharma Solutions:		
4.875% 1/15/26 (d)	205,000	209,100
5% 7/15/27 (d)	205,000	216,509
Takeda Pharmaceutical Co. Ltd. 2% 7/9/40	EUR 1,100,000	1,525,499
Teva Pharmaceutical Finance Co. BV:		
2.95% 12/18/22	250,000	249,375
3.65% 11/10/21	75,000	75,938
Teva Pharmaceutical Finance IV BV 3.65% 11/10/21	45,000	45,563

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

## Corporate Bonds – continued

	Principal Amount(a)	Value
<b>Nonconvertible Bonds – continued</b>		
<b>HEALTH CARE – continued</b>		
<b>Pharmaceuticals – continued</b>		
Teva Pharmaceutical Finance Netherlands III BV 2.8% 7/21/23	\$ 235,000	\$ 232,674
Utah Acquisition Sub, Inc. 3.125% 11/22/28 (Reg. S)	EUR 1,059,000	1,538,927
		<u>5,130,045</u>
TOTAL HEALTH CARE		<u>36,599,603</u>
<b>INDUSTRIALS – 4.0%</b>		
<b>Aerospace &amp; Defense – 1.6%</b>		
BBA U.S. Holdings, Inc. 5.375% 5/1/26 (d)	225,000	230,625
<b>Bombardier, Inc.:</b>		
6.125% 1/15/23 (d)	650,000	635,375
7.5% 12/1/24 (d)	520,000	498,820
7.5% 3/15/25 (d)	895,000	830,113
7.875% 4/15/27 (d)	2,685,000	2,468,696
<b>BWX Technologies, Inc.:</b>		
4.125% 6/30/28 (d)	630,000	655,988
5.375% 7/15/26 (d)	430,000	446,663
Moog, Inc. 4.25% 12/15/27 (d)	185,000	191,938
Rolls-Royce PLC 5.75% 10/15/27 (d)	650,000	719,875
Spirit Aerosystems, Inc. 7.5% 4/15/25 (d)	905,000	970,613
TransDigm UK Holdings PLC 6.875% 5/15/26	1,805,000	1,907,073
<b>TransDigm, Inc.:</b>		
5.5% 11/15/27	6,745,000	7,099,113
6.25% 3/15/26 (d)	955,000	1,017,075
6.375% 6/15/26	3,145,000	3,255,075
6.5% 5/15/25	835,000	857,963
7.5% 3/15/27	960,000	1,024,800
<b>Wolverine Escrow LLC:</b>		
8.5% 11/15/24 (d)	1,215,000	1,159,146
9% 11/15/26 (d)	1,245,000	1,178,455
		<u>25,147,406</u>
<b>Air Freight &amp; Logistics – 0.2%</b>		
Cargo Aircraft Management, Inc. 4.75% 2/1/28 (d)	365,000	376,406
Rumo Luxembourg SARL 7.375% 2/9/24 (d)	1,682,000	1,751,908
XPO Logistics, Inc. 6.25% 5/1/25 (d)	1,140,000	1,226,800
		<u>3,355,114</u>
<b>Airlines – 0.7%</b>		
Aerovias de Mexico SA de CV 7% 2/5/25 (d) (f)	135,000	53,367
<b>Air Canada 2013-1 Pass Through Trust 5.375%</b>		
11/15/22 (d)	85,511	85,709
Azul Investments LLP 5.875% 10/26/24 (d)	765,000	713,602
Delta Air Lines, Inc. 7% 5/1/25 (d)	280,000	323,216
<b>Delta Air Lines, Inc. / SkyMiles IP Ltd.:</b>		
4.5% 10/20/25 (d)	2,860,000	3,056,469
4.75% 10/20/28 (d)	2,365,000	2,580,806
Delta Air Lines, Inc. pass-thru trust certificates 8.021% 2/10/24	66,356	64,820
Hawaiian Airlines pass-thru certificates Series 2013-1 Class B, 4.95% 7/15/23	172,211	156,988

	Principal Amount(a)	Value
Mileage Plus Holdings LLC 6.5% 6/20/27 (d)	\$ 2,045,000	\$ 2,198,375
Spirit Loyalty Cayman Ltd. / Spirit IP Cayman Ltd. 8% 9/20/25 (d)	770,000	862,400
		<u>10,095,752</u>
<b>Building Products – 0.1%</b>		
Advanced Drain Systems, Inc. 5% 9/30/27 (d)	125,000	131,298
CP Atlas Buyer, Inc. 7% 12/1/28 (d)	325,000	337,188
Elementia S.A.B. de CV 5.5% 1/15/25 (d)	427,000	432,338
Shea Homes Ltd. Partnership/Corp. 4.75% 4/1/29 (d)	475,000	488,063
		<u>1,388,887</u>
<b>Commercial Services &amp; Supplies – 0.2%</b>		
<b>Covanta Holding Corp.:</b>		
5% 9/1/30	670,000	716,858
5.875% 7/1/25	165,000	171,600
6% 1/1/27	585,000	614,453
IAA Spingo, Inc. 5.5% 6/15/27 (d)	250,000	265,000
KAR Auction Services, Inc. 5.125% 6/1/25 (d)	525,000	540,241
Ritchie Bros. Auctioneers, Inc. 5.375% 1/15/25 (d)	190,000	195,558
The Brink's Co. 4.625% 10/15/27 (d)	620,000	647,900
		<u>3,151,610</u>
<b>Construction &amp; Engineering – 0.1%</b>		
AECOM 5.125% 3/15/27	625,000	695,519
<b>Odebrecht Finance Ltd.:</b>		
4.375% 4/25/25 (d) (f)	1,530,000	62,156
5.25% 6/27/29 (d) (f)	580,000	24,469
7.125% 6/26/42 (d) (f)	1,406,000	62,391
Pike Corp. 5.5% 9/1/28 (d)	525,000	554,531
		<u>1,399,066</u>
<b>Electrical Equipment – 0.0%</b>		
Sensata Technologies BV 5% 10/1/25 (d)	575,000	639,688
<b>Industrial Conglomerates – 0.1%</b>		
Türk Sise ve Cam Fabrikalari A/S 6.95% 3/14/26 (d)	575,000	640,219
<b>Machinery – 0.0%</b>		
ATS Automation Tooling System, Inc. 4.125% 12/15/28 (d)	460,000	468,050
Stevens Holding Co., Inc. 6.125% 10/1/26 (d)	155,000	167,400
		<u>635,450</u>
<b>Marine – 0.0%</b>		
Navios South American Logistics, Inc./Navios Logistics Finance U.S., Inc. 10.75% 7/1/25 (d)	215,000	231,394
<b>Professional Services – 0.1%</b>		
ASGN, Inc. 4.625% 5/15/28 (d)	510,000	530,400
Booz Allen Hamilton, Inc. 3.875% 9/1/28 (d)	620,000	638,600
		<u>1,169,000</u>
<b>Road &amp; Rail – 0.6%</b>		
<b>Hertz Corp.:</b>		
5.5% 10/15/24 (d) (f)	590,000	318,600
6% 1/15/28 (d) (f)	340,000	183,600
6.25% 10/15/22 (f)	455,000	245,700
7.125% 8/1/26 (d) (f)	620,000	334,800
JSC Georgian Railway 7.75% 7/11/22 (d)	100,000	105,188
Kazakhstan Temir Zholy Finance BV 6.95% 7/10/42 (d)	120,000	178,238
<b>Uber Technologies, Inc.:</b>		
6.25% 1/15/28 (d)	545,000	592,688

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



## Schedule of Investments – continued

### Corporate Bonds – continued

	Principal Amount(a)	Value
<b>Nonconvertible Bonds – continued</b>		
<b>INDUSTRIALS – continued</b>		
<b>Road &amp; Rail – continued</b>		
Uber Technologies, Inc.: – continued		
7.5% 9/15/27 (d)	\$ 2,950,000	\$ 3,245,000
8% 11/1/26 (d)	4,260,000	4,638,075
		<u>9,841,889</u>
<b>Trading Companies &amp; Distributors – 0.1%</b>		
H&E Equipment Services, Inc. 3.875% 12/15/28 (d)	995,000	1,002,492
United Rentals North America, Inc.:		
3.875% 11/15/27	300,000	314,250
5.5% 5/15/27	405,000	433,856
		<u>1,750,598</u>
<b>Transportation Infrastructure – 0.2%</b>		
Aeropuertos Argentina 2000 SA:		
6.875% 2/1/27 (d)	15,625	10,938
9.375% 2/1/27 pay-in-kind (d) (g)	949,416	818,575
DP World Crescent Ltd.:		
3.7495% 1/30/30 (d)	765,000	831,938
3.875% 7/18/29 (Reg. S)	400,000	439,000
DP World Ltd. 5.625% 9/25/48 (d)	155,000	197,431
		<u>2,297,882</u>
<b>TOTAL INDUSTRIALS</b>		<u>61,743,955</u>
<b>INFORMATION TECHNOLOGY – 1.0%</b>		
<b>Communications Equipment – 0.1%</b>		
HTA Group Ltd. 7% 12/18/25 (d)	235,000	252,625
IHS Netherlands Holdco BV 7.125% 3/18/25 (d)	1,085,000	1,138,233
		<u>1,390,858</u>
<b>Electronic Equipment &amp; Components – 0.0%</b>		
MTS Systems Corp. 5.75% 8/15/27 (d)	170,000	184,484
<b>IT Services – 0.2%</b>		
Banff Merger Sub, Inc. 9.75% 9/1/26 (d)	490,000	529,274
Camelot Finance SA 4.5% 11/1/26 (d)	570,000	594,938
Gartner, Inc. 3.75% 10/1/30 (d)	685,000	719,250
Go Daddy Operating Co. LLC / GD Finance Co., Inc. 5.25% 12/1/27 (d)	500,000	526,250
GTT Communications, Inc. 7.875% 12/31/24 (d)	60,000	24,000
Northwest Fiber LLC/Northwest Fiber Finance Sub, Inc. 10.75% 6/1/28 (d)	365,000	416,100
Rackspace Hosting, Inc. 5.375% 12/1/28 (d)	380,000	398,126
RP Crown Parent, LLC 7.375% 10/15/24 (d)	225,000	228,938
Unisys Corp. 6.875% 11/1/27 (d)	365,000	398,763
		<u>3,835,639</u>
<b>Semiconductors &amp; Semiconductor Equipment – 0.0%</b>		
ON Semiconductor Corp. 3.875% 9/1/28 (d)	690,000	712,425
<b>Software – 0.5%</b>		
Ascend Learning LLC:		
6.875% 8/1/25 (d)	630,000	648,113
6.875% 8/1/25 (d)	210,000	216,038
Black Knight InfoServ LLC 3.625% 9/1/28 (d)	690,000	706,388
Boxer Parent Co., Inc. 7.125% 10/2/25 (d)	340,000	369,052
Fair Isaac Corp. 4% 6/15/28 (d)	580,000	610,450

	Principal Amount(a)	Value
NortonLifeLock, Inc. 5% 4/15/25 (d)	\$ 530,000	\$ 540,600
Open Text Corp.:		
3.875% 2/15/28 (d)	300,000	311,250
5.875% 6/1/26 (d)	465,000	483,019
Open Text Holdings, Inc. 4.125% 2/15/30 (d)	300,000	319,140
PTC, Inc.:		
3.625% 2/15/25 (d)	350,000	359,811
4% 2/15/28 (d)	345,000	361,603
Veritas U.S., Inc./Veritas Bermuda Ltd.:		
7.5% 2/1/23 (d)	875,000	877,100
7.5% 9/1/25 (d)	1,165,000	1,195,581
		<u>6,998,145</u>
<b>Technology Hardware, Storage &amp; Peripherals – 0.2%</b>		
Lenovo Group Ltd. 3.421% 11/2/30 (d)	485,000	511,053
NCR Corp.:		
5% 10/1/28 (d)	335,000	353,425
5.25% 10/1/30 (d)	335,000	359,288
5.75% 9/1/27 (d)	485,000	515,313
6.125% 9/1/29 (d)	485,000	537,138
8.125% 4/15/25 (d)	285,000	317,387
		<u>2,593,604</u>
<b>TOTAL INFORMATION TECHNOLOGY</b>		<u>15,715,155</u>
<b>MATERIALS – 3.5%</b>		
<b>Chemicals – 1.5%</b>		
Braskem Idesa SAPI 7.45% 11/15/29 (d)	125,000	116,133
CF Industries Holdings, Inc.:		
4.95% 6/1/43	3,610,000	4,431,275
5.15% 3/15/34	1,719,000	2,112,316
5.375% 3/15/44	3,080,000	3,898,525
Consolidated Energy Finance SA:		
3 month U.S. LIBOR + 3.750% 3.9665% 6/15/22 (d) (g) (h)	155,000	152,162
6.5% 5/15/26 (d)	2,795,000	2,795,000
6.875% 6/15/25 (d)	560,000	567,700
Ingevity Corp. 3.875% 11/1/28 (d)	665,000	669,988
Kraton Polymers LLC/Kraton Polymers Capital Corp. 4.25% 12/15/25 (d)	435,000	443,744
Kronos Acquisition Holdings, Inc. / KIK Custom Products, Inc.:		
5% 12/31/26 (d)	150,000	156,375
7% 12/31/27 (d)	190,000	198,934
LSB Industries, Inc. 9.625% 5/1/23 (d)	310,000	319,300
MEGlobal Canada, Inc. 5% 5/18/25 (d)	105,000	117,863
Neon Holdings, Inc. 10.125% 4/1/26 (d)	635,000	693,738
Nouryon Holding BV 8% 10/1/26 (d)	414,000	439,875
OCI NV 5.25% 11/1/24 (d)	895,000	929,681
OCP SA 6.875% 4/25/44 (d)	95,000	124,064
Petkim Petrokimya Holding A/S 5.875% 1/26/23 (d)	725,000	739,273
SABIC Capital II BV 4% 10/10/23 (d)	560,000	602,700
Sasol Financing U.S.A. LLC 5.875% 3/27/24	135,000	143,606
The Chemours Co. LLC:		
5.375% 5/15/27	1,700,000	1,810,500
5.75% 11/15/28 (d)	995,000	1,014,900

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

## Corporate Bonds – continued

### Nonconvertible Bonds – continued

#### MATERIALS – continued

##### Chemicals – continued

Tronox, Inc. 6.5% 5/1/25 (d)	\$ 530,000	\$ 567,100
Valvoline, Inc. 4.25% 2/15/30 (d)	435,000	461,100
		<u>23,505,852</u>

##### Construction Materials – 0.1%

CEMEX S.A.B. de CV 7.75% 4/16/26 (d)	215,000	226,556
Summit Materials LLC/Summit Materials Finance Corp.:		
5.125% 6/1/25 (d)	260,000	264,550
5.25% 1/15/29 (d)	645,000	677,250
U.S. Concrete, Inc.:		
5.125% 3/1/29 (d)	495,000	509,850
6.375% 6/1/24	100,000	102,500
		<u>1,780,706</u>

##### Containers & Packaging – 0.3%

ARD Finance SA 6.5% 6/30/27 pay-in-kind (d) (g)	595,000	635,163
Cascades, Inc.:		
5.125% 1/15/26 (d)	300,000	316,875
5.375% 1/15/28 (d)	300,000	318,844
Crown Cork & Seal, Inc.:		
7.375% 12/15/26	1,210,000	1,473,175
7.5% 12/15/96	160,000	177,200
Graham Packaging Co., Inc. 7.125% 8/15/28 (d)	365,000	403,325
Intelligent Packaging Ltd. Finco, Inc. 6% 9/15/28 (d)	255,000	262,013
Trivium Packaging Finance BV 5.5% 8/15/26 (d)	375,000	396,563
		<u>3,983,158</u>

##### Metals & Mining – 1.6%

Alcoa Nederland Holding BV:		
6.125% 5/15/28 (d)	200,000	218,500
6.75% 9/30/24 (d)	430,000	447,867
7% 9/30/26 (d)	355,000	378,075
Algoma Steel SCA 0% 12/31/23 (c)	102,200	0
Alrosa Finance SA 3.1% 6/25/27 (d)	225,000	230,625
Antofagasta PLC 2.375% 10/14/30 (d)	685,000	690,994
Arconic Rolled Products Corp.:		
6% 5/15/25 (d)	400,000	427,000
6.125% 2/15/28 (d)	875,000	943,359
Celtic Resources Holdings DAC 4.125% 10/9/24 (d)	200,000	210,500
Cleveland-Cliffs, Inc.:		
4.875% 1/15/24 (d)	620,000	630,850
5.75% 3/1/25	160,000	162,400
5.875% 6/1/27	960,000	978,835
Commercial Metals Co. 5.75% 4/15/26	460,000	474,950
Compass Minerals International, Inc. 6.75% 12/1/27 (d)	1,305,000	1,414,777
Corporacion Nacional del Cobre de Chile (Codelco):		
3% 9/30/29 (d)	105,000	113,761
3.15% 1/14/30 (d)	280,000	305,288
3.7% 1/30/50 (d)	650,000	714,188
CSN Resources SA 7.625% 2/13/23 (d)	1,515,000	1,569,919
First Quantum Minerals Ltd.:		
6.5% 3/1/24 (d)	610,000	625,822
6.875% 3/1/26 (d)	1,265,000	1,321,530
7.25% 4/1/23 (d)	2,140,000	2,194,185

7.5% 4/1/25 (d)	\$ 1,330,000	\$ 1,379,875
FMG Resources (August 2006) Pty Ltd.:		
4.5% 9/15/27 (d)	485,000	538,830
4.75% 5/15/22 (d)	405,000	416,644
5.125% 3/15/23 (d)	650,000	686,563
5.125% 5/15/24 (d)	495,000	537,075
Fresnillo PLC 4.25% 10/2/50 (d)	360,000	394,200
Gold Fields Orogen Holding BVI Ltd. 5.125% 5/15/24 (d)	160,000	175,750
Indonesia Asahan Aluminium Tbk PT 5.45% 5/15/30 (d)	170,000	204,531
Infrabuild Australia Pty Ltd. 12% 10/1/24 (d)	485,000	490,456
Kaiser Aluminum Corp. 4.625% 3/1/28 (d)	595,000	617,313
Metinvest BV 7.75% 4/23/23 (d)	1,004,000	1,069,260
Mineral Resources Ltd. 8.125% 5/1/27 (d)	960,000	1,062,000
Murray Energy Corp.:		
11.25% 4/15/21 (c) (d) (f)	490,000	5
12% 4/15/24 pay-in-kind (c) (d) (f) (g)	548,100	27
Stillwater Mining Co. 6.125% 6/27/22 (d)	1,385,000	1,403,178
TMK Capital SA 4.3% 2/12/27 (Reg. S)	400,000	396,375
United States Steel Corp. 6.25% 3/15/26	615,000	562,725
Usiminas International SARL 5.875% 7/18/26 (d)	400,000	433,875
Vedanta Resources PLC 6.375% 7/30/22 (d)	665,000	588,317
VM Holding SA 6.5% 1/18/28 (d)	285,000	336,300
		<u>25,346,724</u>
TOTAL MATERIALS		<u>54,616,440</u>

#### REAL ESTATE – 1.3%

##### Equity Real Estate Investment Trusts (REITs) – 1.0%

Crown Castle International Corp. 5.25% 1/15/23	1,530,000	1,674,116
Iron Mountain, Inc.:		
4.875% 9/15/29 (d)	1,300,000	1,371,500
5% 7/15/28 (d)	630,000	669,293
5.25% 7/15/30 (d)	585,000	631,800
5.625% 7/15/32 (d)	585,000	644,963
MGM Growth Properties Operating Partnership LP 3.875% 2/15/29 (d)	665,000	679,963
MPT Operating Partnership LP/MPT Finance Corp.:		
3.5% 3/15/31	665,000	686,613
4.625% 8/1/29	970,000	1,042,750
5% 10/15/27	1,295,000	1,377,556
SBA Communications Corp. 3.875% 2/15/27	890,000	934,500
The GEO Group, Inc.:		
5.125% 4/1/23	695,000	628,106
5.875% 10/15/24	810,000	672,300
6% 4/15/26	1,971,000	1,566,945
Uniti Group, Inc. 7.875% 2/15/25 (d)	920,000	988,273
VICI Properties, Inc.:		
4.25% 12/1/26 (d)	1,140,000	1,182,351
4.625% 12/1/29 (d)	650,000	695,500
		<u>15,446,529</u>
Real Estate Management & Development – 0.3%		
DITZ U.S. Borrower LLC 6.75% 5/15/28 (d)	650,000	716,625
Realogy Group LLC/Realogy Co-Issuer Corp. 7.625% 6/15/25 (d)	2,000,000	2,171,440

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

## Schedule of Investments – continued

### Corporate Bonds – continued

#### Nonconvertible Bonds – continued

##### REAL ESTATE – continued

##### Real Estate Management & Development – continued

Taylor Morrison Communities, Inc./Monarch Communities, Inc.:

5.125% 8/1/30 (d)	\$ 635,000	\$ 711,200
5.875% 6/15/27 (d)	495,000	560,993

Weekley Homes LLC/Weekley Finance Corp. 4.875% 9/15/28 (d)

300,000	313,500
	<u>4,473,758</u>

TOTAL REAL ESTATE

19,920,287

##### UTILITIES – 2.3%

##### Electric Utilities – 2.2%

Clearway Energy Operating LLC 4.75% 3/15/28 (d)

365,000	391,463
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Eskom Holdings SOC Ltd.:

5.75% 1/26/21 (d)	4,226,000	4,215,435
6.75% 8/6/23 (d)	755,000	766,561

NextEra Energy Partners LP:

4.25% 7/15/24 (d)	360,000	385,200
4.25% 9/15/24 (d)	23,000	24,610

NRG Energy, Inc.:

3.375% 2/15/29 (d)	305,000	312,259
3.625% 2/15/31 (d)	605,000	622,424
5.75% 1/15/28	1,740,000	1,900,950
6.625% 1/15/27	1,345,000	1,420,374

Pacific Gas & Electric Co.:

3.45% 7/1/25	151,500	164,142
3.75% 7/1/28	151,500	165,360
3.75% 8/15/42	555,000	557,253
3.95% 12/1/47	2,880,000	2,975,622
4% 12/1/46	1,315,000	1,363,481
4.25% 3/15/46	125,000	133,944
4.3% 3/15/45	315,000	335,841
4.55% 7/1/30	5,339,000	6,078,532
4.95% 7/1/50	5,339,000	6,351,814
Pampa Holding SA 7.5% 1/24/27 (d)	195,000	171,173

PG&E Corp.:

5% 7/1/28	1,345,000	1,432,425
5.25% 7/1/30	510,000	561,000

Vistra Operations Co. LLC:

5% 7/31/27 (d)	1,220,000	1,293,200
5.5% 9/1/26 (d)	820,000	854,604
5.625% 2/15/27 (d)	1,495,000	1,590,142
		<u>34,067,809</u>

##### Gas Utilities – 0.1%

Promigas SA ESP/Gases del Pacifico SAC 3.75% 10/16/29 (d)

335,000	356,461
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Southern Natural Gas Co. LLC:

7.35% 2/15/31	175,000	234,711
8% 3/1/32	335,000	479,948
		<u>1,071,120</u>

	Principal Amount(a)	Value
<b>Independent Power and Renewable Electricity Producers – 0.0%</b>		
EnfraGen Energia Sur SA 5.375% 12/30/30 (d)	\$ 440,000	\$ 455,950
Termocandelaria Power Ltd. 7.875% 1/30/29 (d)	305,000	335,500
		<u>791,450</u>
<b>Multi-Utilities – 0.0%</b>		
Abu Dhabi National Energy Co. PJSC:		
4% 10/3/49 (d)	143,000	171,108
4.875% 4/23/30 (d)	95,000	118,305
		<u>289,413</u>
TOTAL UTILITIES		<u>36,219,792</u>
TOTAL NONCONVERTIBLE BONDS		<u>595,620,210</u>

#### TOTAL CORPORATE BONDS

(Cost \$562,559,667)

**596,354,340**

### U.S. Government and Government Agency Obligations – 17.3%

#### U.S. Government Agency Obligations – 0.2%

Fannie Mae 0.625% 4/22/25	210,000	212,426
Federal Farm Credit Bank 0.375% 4/8/22	2,900,000	2,909,371
Tennessee Valley Authority:		
5.25% 9/15/39	126,000	189,041
5.375% 4/1/56	302,000	514,205
TOTAL U.S. GOVERNMENT AGENCY OBLIGATIONS		<u>3,825,043</u>

#### U.S. Treasury Obligations – 16.8%

##### U.S. Treasury Bonds:

1.375% 8/15/50	1,098,000	1,025,944
1.625% 11/15/50	9,058,000	9,004,218
2.5% 2/15/45 (i)	17,524,000	20,859,036
3% 5/15/45	1,800,000	2,331,141
3% 2/15/49	16,081,000	21,170,385
4.75% 2/15/37 (i) (j)	8,126,000	12,374,692
6.25% 8/15/23 (i)	2,249,000	2,608,489

##### U.S. Treasury Notes:

0.125% 5/31/22	7,475,000	7,476,460
0.125% 6/30/22	575,000	575,067
0.125% 8/31/22	5,100,000	5,100,199
0.125% 10/31/22	8,000,000	8,000,938
0.125% 11/30/22	4,000,000	4,000,312
0.125% 8/15/23	374,000	373,766
0.125% 10/15/23	280,000	279,781
0.125% 12/15/23	83,000	82,896
0.25% 7/31/25	1,221,000	1,217,184
0.25% 9/30/25	1,207,000	1,202,191
0.25% 10/31/25	1,700,000	1,692,297
0.375% 12/31/25	6,019,000	6,022,292
0.625% 11/30/27	20,148,000	20,135,408
0.625% 12/31/27	13,663,000	13,641,652
0.875% 11/15/30	7,415,000	7,386,035
1.375% 8/31/23	500,000	516,289
1.5% 8/31/21	2,000,000	2,018,438

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



## U.S. Government and Government Agency Obligations – continued

### U.S. Treasury Obligations – continued

#### U.S. Treasury Notes: – continued

	Principal Amount(a)	Value
1.5% 9/30/21	\$ 4,616,000	\$ 4,663,603
1.5% 9/30/24	1,995,000	2,088,827
1.5% 10/31/24	280,000	293,420
1.5% 1/31/27	5,095,000	5,398,511
1.625% 11/15/22	3,584,000	3,683,680
1.625% 5/31/23	760,000	787,045
1.625% 9/30/26	4,153,000	4,426,190
2.125% 3/31/24	5,843,000	6,207,275
2.125% 7/31/24	9,671,000	10,330,592
2.25% 3/31/21	700,000	703,504
2.25% 4/30/21	1,350,000	1,359,334
2.25% 7/31/21	1,379,000	1,395,914
2.25% 4/30/24	3,531,000	3,771,136
2.25% 3/31/26	3,329,000	3,650,197
2.375% 4/15/21	9,090,000	9,148,233
2.5% 1/31/21	2,753,000	2,757,763
2.5% 2/28/21	5,080,000	5,098,124
2.5% 1/15/22	22,856,000	23,415,760
2.5% 1/31/24	630,000	674,912
2.5% 2/28/26	7,215,000	7,996,813
2.625% 12/31/23	8,827,000	9,473,164
2.875% 11/30/25	3,162,000	3,549,469
3.125% 11/15/28	1,580,000	1,869,770
<b>TOTAL U.S. TREASURY OBLIGATIONS</b>		<b>261,838,346</b>

### Other Government Related – 0.3%

#### National Credit Union Administration Guaranteed Notes Master Trust

3.45% 6/12/21 (NCUA Guaranteed)	3,400,000	3,446,737
Private Export Funding Corp. Secured 1.75% 11/15/24	1,030,000	1,078,046

**TOTAL OTHER GOVERNMENT RELATED** **4,524,783**

### TOTAL U.S. GOVERNMENT AND GOVERNMENT AGENCY OBLIGATIONS

(Cost \$251,958,003) **270,188,172**

## Foreign Government and Government Agency Obligations – 15.6%

#### Angola Republic:

8.25% 5/9/28 (d)	270,000	259,116
9.375% 5/8/48 (d)	85,000	80,245
9.5% 11/12/25 (d)	590,000	613,784

#### Arab Republic of Egypt:

yield at date of purchase 12.451% to 13.619%

1/26/21 to 7/6/21	EGP	16,375,000	1,000,804
7.5% 1/31/27 (d)		2,850,000	3,287,297
7.6003% 3/1/29 (d)		500,000	574,219
7.903% 2/21/48 (d)		385,000	418,447
8.5% 1/31/47 (d)		580,000	657,575
8.7002% 3/1/49 (d)		200,000	231,188

#### Argentine Republic:

0.125% 7/9/30 (k)	8,200,308	3,333,425
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	Principal Amount(a)	Value
0.125% 7/9/35 (k)	\$ 2,607,241	\$ 954,250
0.125% 1/9/38 (k)	897,304	367,053
1% 7/9/29	738,798	321,377
Australian Commonwealth 1.75% 6/21/51 (Reg. S)	AUD 6,641,000	4,871,889
Barbados Government:		
6.5% 2/1/21 (d)	19,823	19,724
6.5% 10/1/29 (d)	859,000	868,127
Bermuda Government:		
2.375% 8/20/30 (d)	55,000	57,695
3.375% 8/20/50 (d)	165,000	177,736
3.717% 1/25/27 (d)	645,000	721,594
4.75% 2/15/29 (d)	360,000	439,200
Brazilian Federative Republic:		
2.875% 6/6/25	1,165,000	1,213,930
3.875% 6/12/30	570,000	601,350
4.75% 1/14/50	425,000	453,422
7.125% 1/20/37	390,000	529,059
8.25% 1/20/34	1,230,000	1,789,266
10% 1/1/27	BRL 2,780,000	631,763
Buoni del Tesoro Poliennali:		
1.65% 12/1/30 (Reg. S) (d)	EUR 1,750,000	2,371,623
1.7% 9/1/51 (Reg. S) (d)	EUR 723,000	939,304
Cameroon Republic 9.5% 11/19/25 (d)	1,345,000	1,488,327
Canadian Government:		
0.25% 11/1/22	CAD 18,910,000	14,869,063
2% 12/1/51	CAD 1,340,000	1,266,068
Chilean Republic 3.86% 6/21/47	195,000	237,717
Colombian Republic:		
3% 1/30/30	265,000	278,416
4.125% 5/15/51	220,000	244,420
5% 6/15/45	670,000	818,866
Costa Rican Republic:		
5.625% 4/30/43 (d)	200,000	166,938
7% 4/4/44 (d)	60,000	54,881
Democratic Socialist Republic of Sri Lanka:		
7.55% 3/28/30 (d)	155,000	87,963
7.85% 3/14/29 (d)	415,000	236,161
Dominican Republic:		
5.875% 1/30/60 (d)	270,000	295,988
5.95% 1/25/27 (d)	445,000	519,120
6% 7/19/28 (d)	360,000	428,063
6.4% 6/5/49 (d)	380,000	446,144
6.5% 2/15/48 (d)	65,000	76,598
6.5% 2/15/48 (Reg. S)	150,000	176,766
6.85% 1/27/45 (d)	300,000	364,969
6.875% 1/29/26 (d)	780,000	939,413
7.45% 4/30/44 (d)	690,000	889,669
Dutch Government 0% 7/15/30 (Reg. S) (d)	EUR 7,680,000	9,830,628
Ecuador Republic:		
0.5% 7/31/30 (d) (k)	890,000	571,825
0.5% 7/31/35 (d) (k)	580,000	314,650
El Salvador Republic:		
5.875% 1/30/25 (d)	80,000	75,350
7.1246% 1/20/50 (d)	220,000	195,938
7.625% 2/1/41 (d)	90,000	83,616

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

## Schedule of Investments – continued

### Foreign Government and Government Agency Obligations – continued

	Principal Amount(a)	Value
El Salvador Republic: – continued		
7.75% 1/24/23 (d)	\$ 730,000	\$ 720,419
9.5% 7/15/52 (d)	25,000	25,219
Emirate of Abu Dhabi:		
1.7% 3/2/31 (d)	570,000	568,575
2.5% 4/16/25 (d)	510,000	545,063
3.125% 4/16/30 (d)	915,000	1,033,378
3.125% 9/30/49 (d)	920,000	982,675
3.875% 4/16/50 (d)	620,000	753,106
Emirate of Dubai 3.9% 9/9/50 (Reg. S)	200,000	195,625
Gabonese Republic 6.375% 12/12/24 (d)	525,000	546,000
Georgia Republic 6.875% 4/12/21 (d)	230,000	232,659
German Federal Republic:		
0% 9/16/22 (Reg. S)	EUR 27,190,000	33,620,032
0% 2/15/30 (Reg. S)	EUR 13,910,000	17,949,262
0% 8/15/50	EUR 1,120,000	1,435,555
0.25% 2/15/29	EUR 9,664,575	12,698,112
Ghana Republic:		
8.125% 1/18/26 (d)	220,000	246,263
10.75% 10/14/30 (d)	360,000	480,713
Guatemalan Republic:		
4.9% 6/1/30 (d)	40,000	46,513
5.375% 4/24/32 (d)	380,000	462,175
6.125% 6/1/50 (d)	225,000	296,719
Indonesian Republic:		
3.85% 10/15/30	330,000	383,109
4.1% 4/24/28	665,000	772,231
4.35% 1/11/48	300,000	357,563
5.125% 1/15/45 (d)	825,000	1,061,672
5.25% 1/17/42 (d)	305,000	394,213
5.95% 1/8/46 (d)	350,000	503,672
6.625% 2/17/37 (d)	220,000	312,538
6.75% 1/15/44 (d)	330,000	506,138
7% 9/15/30	IDR 7,863,000,000	598,819
7.75% 1/17/38 (d)	730,000	1,144,731
8.5% 10/12/35 (Reg. S)	700,000	1,144,938
Islamic Republic of Pakistan:		
6.875% 12/5/27 (d)	230,000	238,769
8.25% 4/15/24 (d)	95,000	103,134
Israeli State:		
(guaranteed by U.S. Government through Agency for International Development):		
5.5% 9/18/23	5,395,000	6,141,945
5.5% 12/4/23	1,628,000	1,875,977
3.375% 1/15/50	595,000	657,784
Ivory Coast:		
4.875% 1/30/32 (d)	EUR 365,000	457,607
5.875% 10/17/31 (d)	EUR 500,000	674,771
6.125% 6/15/33 (d)	200,000	225,313
Jamaican Government:		
6.75% 4/28/28	255,000	310,223
7.875% 7/28/45	160,000	228,750
Japan Government:		
0.1% 9/20/29	JPY 659,350,000	6,457,358

	Principal Amount(a)	Value
0.4% 3/20/56	JPY 418,450,000	\$ 3,709,050
0.9% 6/20/22	JPY 764,100,000	7,509,130
Jordanian Kingdom:		
4.95% 7/7/25 (d)	\$ 575,000	609,500
7.375% 10/10/47 (d)	110,000	128,253
Kingdom of Saudi Arabia:		
2.9% 10/22/25 (d)	535,000	576,463
3.625% 3/4/28 (d)	315,000	353,588
3.75% 1/21/55 (d)	255,000	278,508
4.5% 4/22/60 (d)	425,000	533,375
4.625% 10/4/47 (d)	330,000	407,447
Korean Republic 1% 9/16/30	590,000	580,837
Lebanese Republic:		
5.8% 12/31/49 (f)	625,000	78,125
6.375% 12/31/49 (f)	810,000	101,250
Ministry of Finance of the Russian Federation:		
4.25% 6/23/27 (Reg. S)	600,000	685,500
4.375% 3/21/29 (Reg. S)	1,400,000	1,633,800
5.1% 3/28/35 (d)	1,200,000	1,514,625
5.1% 3/28/35 (Reg. S)	1,000,000	1,262,188
5.25% 6/23/47 (d)	600,000	828,000
5.25% 6/23/47 (Reg. S)	600,000	828,000
5.625% 4/4/42 (d)	200,000	278,063
7.6% 7/20/22	RUB 43,870,000	620,951
8.5% 9/17/31	RUB 37,155,000	601,695
Mongolia Government 5.125% 4/7/26 (d)	480,000	514,800
Moroccan Kingdom:		
2.375% 12/15/27 (d)	520,000	521,950
3% 12/15/32 (d)	200,000	202,500
4% 12/15/50 (d)	200,000	205,750
5.5% 12/11/42 (d)	70,000	87,216
Panamanian Republic:		
2.252% 9/29/32	315,000	324,135
3.87% 7/23/60	235,000	276,713
Peoples Republic of China 1.2% 10/21/30 (d)	430,000	428,884
Peruvian Republic:		
1.862% 12/1/32	235,000	237,233
2.78% 12/1/60	250,000	251,625
Province of Santa Fe 7% 3/23/23 (d)	1,190,000	892,500
Provincia de Cordoba:		
7.125% 6/10/21 (d)	1,500,000	984,375
7.45% 9/1/24 (d)	880,000	528,825
Republic of Benin 5.75% 3/26/26 (d)	EUR 245,000	315,672
Republic of Honduras 5.625% 6/24/30 (d)	230,000	261,194
Republic of Iraq 5.8% 1/15/28 (Reg. S)	515,625	478,887
Republic of Kenya:		
6.875% 6/24/24 (d)	540,000	591,131
7% 5/22/27 (d)	215,000	236,366
Republic of Montenegro 2.875% 12/16/27 (d)	EUR 275,000	328,815
Republic of Nigeria:		
6.375% 7/12/23 (d)	385,000	415,920
6.5% 11/28/27 (d)	225,000	242,367
7.143% 2/23/30 (d)	240,000	258,375
7.625% 11/21/25 (d)	1,575,000	1,807,805

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

## Foreign Government and Government Agency Obligations – continued

	Principal Amount(a)	Value
Republic of Paraguay:		
4.95% 4/28/31 (d)	\$ 480,000	\$ 579,600
5.4% 3/30/50 (d)	390,000	492,253
Republic of Serbia 2.125% 12/1/30 (d)	335,000	330,394
Republic of Uzbekistan:		
3.7% 11/25/30 (d)	270,000	284,175
4.75% 2/20/24 (d)	215,000	234,028
Romanian Republic:		
3% 2/14/31 (d)	500,000	535,156
4.375% 8/22/23 (d)	210,000	229,228
4.625% 4/3/49	EUR 190,000	313,353
Rwanda Republic 6.625% 5/2/23 (d)	910,000	961,756
State of Qatar:		
3.75% 4/16/30 (d)	1,755,000	2,060,480
4% 3/14/29 (d)	840,000	996,450
4.4% 4/16/50 (d)	520,000	676,000
4.817% 3/14/49 (d)	1,060,000	1,443,588
5.103% 4/23/48 (d)	70,000	98,350
9.75% 6/15/30 (d)	295,000	501,039
Sultanate of Oman:		
3.875% 3/8/22 (d)	575,000	577,336
4.125% 1/17/23 (d)	310,000	312,616
6.75% 1/17/48 (d)	750,000	740,859
The Third Pakistan International Sukuk Co. Ltd. 5.5% 10/13/21 (d)	340,000	343,719
Turkish Republic:		
3.25% 3/23/23	2,595,000	2,588,513
4.25% 3/13/25	845,000	846,320
4.25% 4/14/26	215,000	212,783
4.875% 10/9/26	400,000	404,250
4.875% 4/16/43	715,000	625,625
5.125% 3/25/22	1,615,000	1,650,328
5.125% 2/17/28	520,000	526,500
5.25% 3/13/30	835,000	837,870
5.75% 5/11/47	1,415,000	1,344,250
5.95% 1/15/31	455,000	474,338
6% 1/14/41	240,000	236,625
6.25% 9/26/22	1,205,000	1,261,108
6.35% 8/10/24	270,000	289,322
6.375% 10/14/25	585,000	631,617
Ukraine Government:		
1.471% 9/29/21	1,600,000	1,614,390
7.253% 3/15/33 (d)	585,000	637,650
7.375% 9/25/32 (d)	285,000	313,144
7.75% 9/1/21 (d)	4,783,000	4,959,971
7.75% 9/1/22 (d)	346,000	370,566
7.75% 9/1/23 (d)	545,000	599,500
7.75% 9/1/24 (d)	1,055,000	1,170,061
7.75% 9/1/26 (d)	200,000	225,750
7.75% 9/1/27 (d)	110,000	124,850
17% 5/11/22	UAH 15,070,000	569,912
United Kingdom, Great Britain and Northern Ireland 0.125% 1/31/23 (Reg. S)	GBP 3,420,000	4,695,541

	Principal Amount(a)	Value
United Kingdom, Great Britain and Northern Ireland Treasury GILT 2.5% 7/22/65 (Reg. S)	GBP 1,260,000	\$ 2,954,559
United Mexican States:		
3.25% 4/16/30	\$ 620,000	671,925
3.75% 1/11/28	590,000	664,672
3.9% 4/27/25	250,000	281,235
4.5% 4/22/29	345,000	404,513
5.75% 10/12/2110	955,000	1,267,763
6.05% 1/11/40	670,000	898,009
Uruguay Republic 5.1% 6/18/50	675,000	944,578
Venezuelan Republic:		
9.25% 9/15/27 (f)	2,395,000	215,550
11.95% 8/5/31 (Reg. S) (f)	1,090,000	98,100
12.75% 8/23/22 (f)	190,000	17,100
Vietnamese Socialist Republic 5.5% 3/12/28	1,892,000	1,888,453

## TOTAL FOREIGN GOVERNMENT AND GOVERNMENT AGENCY OBLIGATIONS

(Cost \$233,799,551)

**242,870,344**

## Common Stocks – 7.2%

	Shares	
<b>COMMUNICATION SERVICES – 0.9%</b>		
<b>Entertainment – 0.1%</b>		
New Cotai LLC/New Cotai Capital Corp. (b) (c)	247,075	948,768
<b>Interactive Media &amp; Services – 0.4%</b>		
Alphabet, Inc. Class A (I)	1,400	2,453,696
Facebook, Inc. Class A (I)	9,300	2,540,388
Tencent Holdings Ltd. sponsored ADR	11,900	855,491
		<u>5,849,575</u>
<b>Media – 0.2%</b>		
Altice U.S.A., Inc. Class A (I)	47,800	1,810,186
iHeartMedia, Inc. warrants 5/1/39 (I)	5,655	73,397
Nexstar Broadcasting Group, Inc. Class A	12,200	1,332,118
		<u>3,215,701</u>
<b>Wireless Telecommunication Services – 0.2%</b>		
T-Mobile U.S., Inc.	27,400	3,694,890
		<u>13,708,934</u>
<b>TOTAL COMMUNICATION SERVICES</b>		
		<u>13,708,934</u>
<b>CONSUMER DISCRETIONARY – 1.2%</b>		
<b>Auto Components – 0.0%</b>		
Exide Technologies (c)	84	54,600
Exide Technologies (c) (I)	2,115	2,115
Exide Technologies (c) (I)	124,905	1
UC Holdings, Inc. (c) (I)	33,750	354,713
		<u>411,429</u>
<b>Hotels, Restaurants &amp; Leisure – 0.7%</b>		
Boyd Gaming Corp.	41,400	1,776,888
Caesars Entertainment, Inc. (I)	67,500	5,013,225
MGM Resorts International	21,600	680,616
Penn National Gaming, Inc. (I)	44,100	3,808,917
Studio City International Holdings Ltd. ADR (I)	11,100	131,757
		<u>11,411,403</u>

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

## Schedule of Investments – continued

### Common Stocks – continued

	Shares	Value
<b>CONSUMER DISCRETIONARY – continued</b>		
<b>Household Durables – 0.2%</b>		
Tempur Sealy International, Inc. (I)	93,200	\$ 2,516,400
Whirlpool Corp.	5,300	956,597
		<u>3,472,997</u>
<b>Internet &amp; Direct Marketing Retail – 0.2%</b>		
Alibaba Group Holding Ltd. sponsored ADR (I)	4,000	930,920
Amazon.com, Inc. (I)	400	1,302,772
		<u>2,233,692</u>
<b>Specialty Retail – 0.1%</b>		
Lowe's Companies, Inc.	8,600	1,380,386
		<u>18,909,907</u>
<b>TOTAL CONSUMER DISCRETIONARY</b>		
<b>CONSUMER STAPLES – 0.3%</b>		
<b>Food &amp; Staples Retailing – 0.0%</b>		
Southeastern Grocers, Inc. (c) (I)	9,431	691,670
<b>Food Products – 0.3%</b>		
Darling Ingredients, Inc. (I)	40,100	2,312,968
JBS SA	447,600	2,038,854
Reddy Ice Holdings, Inc. (c) (I)	5,683	0
Reddy Ice Holdings, Inc. (c) (I)	2,286	126
		<u>4,351,948</u>
<b>TOTAL CONSUMER STAPLES</b>		
		<u>5,043,618</u>
<b>ENERGY – 1.0%</b>		
<b>Energy Equipment &amp; Services – 0.0%</b>		
Forbes Energy Services Ltd. (I)	6,562	591
Jonah Energy LLC (c)	15,708	235,620
		<u>236,211</u>
<b>Oil, Gas &amp; Consumable Fuels – 1.0%</b>		
California Resources Corp. (I)	281,680	6,644,831
California Resources Corp. (b)	124,259	2,931,270
California Resources Corp. warrants 10/27/24 (I)	3,099	12,396
Chaparral Energy, Inc.:		
Series A warrants 10/1/24 (c) (I)	13	22
Series B warrants 10/1/25 (c) (I)	13	22
Denbury, Inc. (I)	167,489	4,302,792
Denbury, Inc. warrants 9/18/25 (I)	22,930	114,650
EP Energy Corp. (c)	52,316	1,042,658
Goodrich Petroleum Corp. (I)	4,211	42,489
Harvest Oil & Gas Corp.	1,335	27,621
Mesquite Energy, Inc. (c)	15,322	245,145
Unit Corp. (c) (I)	1,943	15,706
Whiting Petroleum Corp. (I)	6,615	165,375
		<u>15,544,977</u>
<b>TOTAL ENERGY</b>		
		<u>15,781,188</u>
<b>FINANCIALS – 0.2%</b>		
<b>Capital Markets – 0.0%</b>		
Motors Liquidation Co. GUC Trust (I)	137	252
Person Worldwide, Inc. Class A (c) (I)	314,563	3
		<u>255</u>

	Shares	Value
<b>Consumer Finance – 0.1%</b>		
OneMain Holdings, Inc.	35,200	\$ 1,695,232
<b>Diversified Financial Services – 0.0%</b>		
ACNR Holdings, Inc. (c)	2,055	14,205
<b>Insurance – 0.1%</b>		
Arthur J. Gallagher & Co.	8,000	989,680
		<u>2,699,372</u>
<b>TOTAL FINANCIALS</b>		
		<u>2,699,372</u>
<b>HEALTH CARE – 0.6%</b>		
<b>Biotechnology – 0.0%</b>		
Regeneron Pharmaceuticals, Inc. (I)	100	48,311
<b>Health Care Providers &amp; Services – 0.3%</b>		
HCA Holdings, Inc.	10,300	1,693,938
Humana, Inc.	3,200	1,312,864
Rotech Healthcare, Inc. (c) (I)	6,069	63,178
UnitedHealth Group, Inc.	4,100	1,437,788
		<u>4,507,768</u>
<b>Life Sciences Tools &amp; Services – 0.3%</b>		
Charles River Laboratories International, Inc. (I)	4,800	1,199,328
IQVIA Holdings, Inc. (I)	13,900	2,490,463
Thermo Fisher Scientific, Inc.	3,500	1,630,230
		<u>5,320,021</u>
<b>TOTAL HEALTH CARE</b>		
		<u>9,876,100</u>
<b>INDUSTRIALS – 0.4%</b>		
<b>Air Freight &amp; Logistics – 0.1%</b>		
XPO Logistics, Inc. (I)	9,900	1,180,080
<b>Airlines – 0.0%</b>		
Air Canada (I)	21,800	389,965
<b>Building Products – 0.1%</b>		
Carrier Global Corp.	45,100	1,701,172
<b>Commercial Services &amp; Supplies – 0.0%</b>		
Novus Holdings Ltd. (I)	3,285	182
<b>Machinery – 0.1%</b>		
Allison Transmission Holdings, Inc.	12,900	556,377
Fortive Corp.	12,200	864,004
		<u>1,420,381</u>
<b>Marine – 0.0%</b>		
U.S. Shipping Partners Corp. (c) (I)	644	0
U.S. Shipping Partners Corp. warrants 12/31/29 (c) (I)	6,028	0
		<u>0</u>
<b>Professional Services – 0.0%</b>		
ASGN, Inc. (I)	9,200	768,476
<b>Trading Companies &amp; Distributors – 0.1%</b>		
Penhall Acquisition Co.:		
Class A (c) (I)	321	24,075
Class B (c) (I)	107	8,025
United Rentals, Inc. (I)	3,863	895,868
		<u>927,968</u>
<b>Transportation Infrastructure – 0.0%</b>		
<b>Tricer Holdco SCA:</b>		
Class A1 (b) (c) (I)	16,755	19
Class A2 (b) (c) (I)	16,755	19
Class A3 (b) (c) (I)	16,755	19

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

## Common Stocks – continued

	Shares	Value
<b>INDUSTRIALS – continued</b>		
<b>Transportation Infrastructure – continued</b>		
Tricer Holdco SCA: – continued		
Class A4 (b) (c) (I)	16,755	\$ 19
Class A5 (b) (c) (I)	16,755	19
Class A6 (b) (c) (I)	16,755	19
Class A7 (b) (c) (I)	16,755	19
Class A8 (b) (c) (I)	16,755	19
Class A9 (b) (c) (I)	16,755	19
		<u>171</u>
TOTAL INDUSTRIALS		<u>6,388,395</u>
<b>INFORMATION TECHNOLOGY – 2.0%</b>		
<b>Electronic Equipment &amp; Components – 0.3%</b>		
CDW Corp.	5,700	751,203
Vontier Corp. (I)	4,880	162,992
Zebra Technologies Corp. Class A (I)	9,700	3,728,001
		<u>4,642,196</u>
<b>IT Services – 0.7%</b>		
EPAM Systems, Inc. (I)	5,400	1,935,090
Global Payments, Inc.	11,200	2,412,704
GoDaddy, Inc. (I)	10,100	837,795
MasterCard, Inc. Class A	4,400	1,570,536
PayPal Holdings, Inc. (I)	11,500	2,693,300
Visa, Inc. Class A	7,100	1,552,983
		<u>11,002,408</u>
<b>Semiconductors &amp; Semiconductor Equipment – 0.4%</b>		
Array Technologies, Inc.	300	12,942
Lam Research Corp.	5,500	2,597,485
Microchip Technology, Inc.	6,800	939,148
Micron Technology, Inc. (I)	13,300	999,894
ON Semiconductor Corp. (I)	33,700	1,103,001
		<u>5,652,470</u>
<b>Software – 0.6%</b>		
Adobe, Inc. (I)	5,700	2,850,684
Microsoft Corp.	16,900	3,758,898
Palo Alto Networks, Inc. (I)	3,800	1,350,482
SS&C Technologies Holdings, Inc.	17,308	1,259,157
		<u>9,219,221</u>
TOTAL INFORMATION TECHNOLOGY		<u>30,516,295</u>
<b>MATERIALS – 0.4%</b>		
<b>Chemicals – 0.2%</b>		
Albemarle Corp. U.S.	7,400	1,091,648
CF Industries Holdings, Inc.	25,200	975,492
The Chemours Co. LLC	49,100	1,217,189
		<u>3,284,329</u>
<b>Containers &amp; Packaging – 0.1%</b>		
Berry Global Group, Inc. (I)	24,200	1,359,798
WestRock Co.	27,600	1,201,428
		<u>2,561,226</u>
<b>Metals &amp; Mining – 0.1%</b>		
Algoma Steel GP (c) (I)	10,220	0
Algoma Steel SCA (c) (I)	10,220	0

	Shares	Value
Elah Holdings, Inc. (I)	14	\$ 1,148
First Quantum Minerals Ltd.	63,200	1,134,512
		<u>1,135,660</u>
TOTAL MATERIALS		<u>6,981,215</u>
<b>UTILITIES – 0.2%</b>		
<b>Electric Utilities – 0.1%</b>		
NRG Energy, Inc.	27,900	1,047,645
PG&E Corp. (I)	88,466	1,102,286
Portland General Electric Co.	140	5,988
		<u>2,155,919</u>
<b>Independent Power and Renewable Electricity Producers – 0.1%</b>		
Vistra Corp.	44,500	874,870
		<u>3,030,789</u>
TOTAL UTILITIES		<u>3,030,789</u>
<b>TOTAL COMMON STOCKS</b>		
(Cost \$87,523,141)		<b>112,935,813</b>

## Nonconvertible Preferred Stocks – 0.0%

<b>CONSUMER DISCRETIONARY – 0.0%</b>		
<b>Auto Components – 0.0%</b>		
Exide Technologies (c)	187	174,050
<b>FINANCIALS – 0.0%</b>		
<b>Diversified Financial Services – 0.0%</b>		
ACNR Holdings, Inc. (c)	715	89,375
<b>INDUSTRIALS – 0.0%</b>		
<b>Transportation Infrastructure – 0.0%</b>		
Tricer Holdco SCA (b) (c) (I)	8,042,141	2,716
<b>TOTAL NONCONVERTIBLE PREFERRED STOCKS</b>		
(Cost \$550,179)		<b>266,141</b>

## Bank Loan Obligations – 1.5%

	Principal Amount	
<b>COMMUNICATION SERVICES – 0.2%</b>		
<b>Diversified Telecommunication Services – 0.1%</b>		
Connect Finco Sarl Tranche B 1LN, term loan 3 month U.S. LIBOR + 4.500% 5.5% 12/11/26 (g) (h) (m)	\$ 481,363	482,479
Frontier Communications Corp. 1LN, term loan 3 month U.S. LIBOR + 4.750% 5.75% 10/8/27 (g) (h) (m)	95,000	95,297
Securus Technologies Holdings Tranche B, term loan 3 month U.S. LIBOR + 4.500% 5.5% 11/1/24 (g) (h) (m)	420,000	392,440
Zayo Group Holdings, Inc. 1LN, term loan 3 month U.S. LIBOR + 3.000% 3.1468% 3/9/27 (g) (h) (m)	409,763	406,690
		<u>1,376,906</u>
<b>Entertainment – 0.1%</b>		
Allen Media LLC Tranche B 1LN, term loan 3 month U.S. LIBOR + 5.500% 5.7539% 2/10/27 (g) (h) (m)	441,592	439,199

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

## Schedule of Investments – continued

### Bank Loan Obligations – continued

	Principal Amount	Value
<b>COMMUNICATION SERVICES – continued</b>		
<b>Media – 0.0%</b>		
LCPR Loan Financing LLC Tranche B 1LN, term loan 3 month U.S. LIBOR + 5.000% 5.1586% 10/22/26 (g) (h) (m)	\$ 115,000	\$ 115,312
Nexstar Broadcasting, Inc. Tranche B, term loan 3 month U.S. LIBOR + 2.750% 2.9048% 9/19/26 (g) (h) (m)	207,059	205,429
		<u>320,741</u>
<b>Wireless Telecommunication Services – 0.0%</b>		
Intelsat Jackson Holdings SA Tranche DD 1LN, term loan 3 month U.S. LIBOR + 5.500% 6.5% 7/13/22 (g) (h) (m)	318,729	324,626
		<u>2,461,472</u>
<b>TOTAL COMMUNICATION SERVICES</b>		
<b>CONSUMER DISCRETIONARY – 0.2%</b>		
<b>Auto Components – 0.0%</b>		
Midas Intermediate Holdco II LLC Tranche B 1LN, term loan 3 month U.S. LIBOR + 6.750% 12/16/25 (h) (m) (n)	50,000	50,625
<b>Diversified Consumer Services – 0.1%</b>		
KUEHG Corp. Tranche B 2LN, term loan 3 month U.S. LIBOR + 8.250% 9.25% 8/22/25 (g) (h) (m)	305,000	289,369
Sotheby's 1LN, term loan 3 month U.S. LIBOR + 5.500% 6.5% 1/3/27 (g) (h) (m)	600,320	601,821
		<u>891,190</u>
<b>Hotels, Restaurants &amp; Leisure – 0.0%</b>		
Travelport Finance Luxembourg SARL 1LN, term loan 3 month U.S. LIBOR + 5.000% 5.2539% 5/30/26 (g) (h) (m)	488,775	329,821
<b>Specialty Retail – 0.1%</b>		
Wand NewCo 3, Inc. Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.000% 3.1468% 2/5/26 (g) (h) (m)	970,423	955,381
		<u>2,227,017</u>
<b>ENERGY – 0.4%</b>		
<b>Energy Equipment &amp; Services – 0.0%</b>		
Forbes Energy Services LLC Tranche B, term loan 18% 4/13/21 (c) (g) (m)	69,601	70,123
<b>Oil, Gas &amp; Consumable Fuels – 0.4%</b>		
California Resources Corp. 2LN, term loan 3 month U.S. LIBOR + 9.000% 10% 10/27/25 (g) (h) (m)	1,178,920	1,170,078
Chesapeake Energy Corp. term loan 3 month U.S. LIBOR + 8.000% 9% 6/9/24 (f) (g) (h) (m)	6,150,000	5,104,500
Citgo Holding, Inc. Tranche B 1LN, term loan 3 month U.S. LIBOR + 7.000% 8% 8/1/23 (g) (h) (m)	74,063	68,138
EG America LLC 2LN, term loan 3 month U.S. LIBOR + 8.000% 9% 3/23/26 (g) (h) (m)	302,000	292,028
<b>Sanchez Energy Corp.:</b>		
1LN, term loan 3 month U.S. LIBOR + 8.000% 0% 5/11/20 (c) (f) (h) (m)	283,417	0
term loan 3 month U.S. LIBOR + 0.000% 7.25% 5/11/20 (c) (f) (g) (h) (m)	122,000	0
		<u>6,634,744</u>
<b>TOTAL ENERGY</b>		
		<u>6,704,867</u>

	Principal Amount	Value
<b>FINANCIALS – 0.0%</b>		
<b>Capital Markets – 0.0%</b>		
Citadel Securities LP Tranche B 1LN, term loan 3 month U.S. LIBOR + 2.750% 2.8968% 2/27/26 (g) (h) (m)	\$ 191,862	\$ 191,781
<b>Diversified Financial Services – 0.0%</b>		
ACNR Holdings, Inc. term loan 17% 9/21/27 (c) (g) (m)	292,782	292,782
New Cotai LLC 1LN, term loan 3 month U.S. LIBOR + 12.000% 14% 9/9/25 (c) (g) (h) (m)	66,844	66,844
		<u>359,626</u>
<b>TOTAL FINANCIALS</b>		
		<u>551,407</u>
<b>HEALTH CARE – 0.2%</b>		
<b>Health Care Equipment &amp; Supplies – 0.0%</b>		
CPI Holdco LLC 1LN, term loan 3 month U.S. LIBOR + 4.250% 4.3968% 11/4/26 (g) (h) (m)	29,775	29,775
<b>Health Care Providers &amp; Services – 0.2%</b>		
Milano Acquisition Corp. Tranche B 1LN, term loan 3 month U.S. LIBOR + 4.000% 4.75% 10/1/27 (g) (h) (m)	370,000	369,382
U.S. Renal Care, Inc. Tranche B 1LN, term loan 3 month U.S. LIBOR + 5.000% 5.1875% 6/13/26 (g) (h) (m)	2,330,500	2,315,934
		<u>2,685,316</u>
<b>Pharmaceuticals – 0.0%</b>		
Valeant Pharmaceuticals International, Inc. Tranche B, term loan 3 month U.S. LIBOR + 3.000% 3.148% 6/1/25 (g) (h) (m)	86,691	86,312
<b>TOTAL HEALTH CARE</b>		
		<u>2,801,403</u>
<b>INDUSTRIALS – 0.1%</b>		
<b>Air Freight &amp; Logistics – 0.0%</b>		
<b>Dynasty Acquisition Co., Inc.:</b>		
Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.500% 3.7539% 4/8/26 (g) (h) (m)	138,262	131,349
Tranche B2 1LN, term loan 3 month U.S. LIBOR + 3.500% 3.7539% 4/4/26 (g) (h) (m)	74,335	70,618
		<u>201,967</u>
<b>Airlines – 0.0%</b>		
SkyMiles IP Ltd. Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.750% 4.75% 10/20/27 (g) (h) (m)	205,000	212,245
<b>Building Products – 0.0%</b>		
ACProducts, Inc. 1LN, term loan 3 month U.S. LIBOR + 6.500% 7.5% 8/13/25 (g) (h) (m)	240,406	246,416
<b>Commercial Services &amp; Supplies – 0.1%</b>		
Maverick Purchaser Sub LLC Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.500% 3.6468% 1/23/27 (g) (h) (m)	114,425	113,996
Sabert Corp. Tranche B 1LN, term loan 3 month U.S. LIBOR + 4.500% 5.5% 12/10/26 (g) (h) (m)	424,435	422,665
		<u>536,661</u>
<b>TOTAL INDUSTRIALS</b>		
		<u>1,197,289</u>
<b>INFORMATION TECHNOLOGY – 0.3%</b>		
<b>IT Services – 0.1%</b>		
Camelot Finance SA Tranche B, term loan 3 month U.S. LIBOR + 3.000% 3.1468% 10/31/26 (g) (h) (m)	59,400	59,078

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



## Bank Loan Obligations – continued

	Principal Amount	Value
<b>INFORMATION TECHNOLOGY – continued</b>		
<b>IT Services – continued</b>		
GTT Communications, Inc.:		
1LN, term loan 3 month U.S. LIBOR + 5.000% 8.5%		
12/31/21 (c) (g) (h) (m)	\$ 97,959	\$ 97,959
Tranche B, term loan 3 month U.S. LIBOR + 2.750% 3%		
5/31/25 (g) (h) (m)	1,477,179	1,149,866
Tranche DD 1LN, term loan 3 month U.S. LIBOR + 4.000%		
12/31/21 (c) (h) (m) (o)	171,429	171,429
Web.com Group, Inc.:		
2LN, term loan 3 month U.S. LIBOR + 7.750% 7.898%		
10/11/26 (g) (h) (m)	186,353	177,347
Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.750% 3.898%		
10/11/25 (g) (h) (m)	545,205	536,798
		<u>2,192,477</u>
<b>Software – 0.2%</b>		
Boxer Parent Co., Inc. Tranche B, term loan 3 month U.S. LIBOR + 4.250% 4.3968% 10/2/25 (g) (h) (m)	1,842,400	1,832,654
McAfee LLC Tranche B, term loan 3 month U.S. LIBOR + 3.750% 3.898% 9/29/24 (g) (h) (m)	211,246	211,088
Ultimate Software Group, Inc.:		
1LN, term loan 3 month U.S. LIBOR + 4.000% 4.75%		
5/3/26 (g) (h) (m)	668,325	671,286
2LN, term loan 3 month U.S. LIBOR + 6.750% 7.5%		
5/3/27 (g) (h) (m)	140,000	143,675
VS Buyer LLC Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.250% 3.3968% 2/28/27 (g) (h) (m)	124,063	123,287
		<u>2,981,990</u>
<b>TOTAL INFORMATION TECHNOLOGY</b>		<u>5,174,467</u>
<b>UTILITIES – 0.1%</b>		
<b>Electric Utilities – 0.1%</b>		
PG&E Corp. Tranche B 1LN, term loan 3 month U.S. LIBOR + 4.500% 5.5% 6/23/25 (g) (h) (m)	1,671,600	1,688,734
<b>TOTAL BANK LOAN OBLIGATIONS</b>		
(Cost \$22,799,829)		<u>22,806,656</u>

## Fixed-Income Funds – 8.5%

	Shares	
Fidelity Floating Rate Central Fund (p)	1,335,379	132,269,326
Fidelity Mortgage Backed Securities Central Fund (p)	68	7,573
<b>TOTAL FIXED-INCOME FUNDS</b>		
(Cost \$136,941,837)		<u>132,276,899</u>

## Preferred Securities – 4.9%

	Principal Amount	Value
<b>CONSUMER STAPLES – 0.2%</b>		
<b>Food Products – 0.2%</b>		
Cosan Overseas Ltd. 8.25% (q)	\$1,885,000	\$ 1,952,089
<b>ENERGY – 0.5%</b>		
<b>Oil, Gas &amp; Consumable Fuels – 0.5%</b>		
DCP Midstream Partners LP 7.375% (g) (q)	775,000	645,919
Energy Transfer Partners LP:		
6.25% (g) (q)	3,540,000	2,897,870
6.625% (g) (q)	1,370,000	1,192,618
Eni SpA 3.375% (Reg. S) (g) (q)	EUR 695,000	916,866
Gazprom PJSC Via Gaz Finance PLC 4.5985% (d) (g) (q)	550,000	575,917
MPLX LP 6.875% (g) (q)	1,550,000	1,535,417
Summit Midstream Partners LP 9.5% (g) (q)	148,000	48,017
		<u>7,812,624</u>
<b>FINANCIALS – 4.2%</b>		
<b>Banks – 3.6%</b>		
Alfa Bond Issuance PLC:		
6.95% (Reg. S) (g) (q)	200,000	209,567
8% (Reg. S) (g) (q)	475,000	497,866
Banco Do Brasil SA 6.25% (d) (g) (q)	560,000	580,975
Banco Mercantil del Norte SA:		
6.875% (d) (g) (q)	295,000	315,098
7.625% (d) (g) (q)	210,000	241,086
Bank of America Corp.:		
5.125% (g) (q)	1,950,000	2,064,956
5.2% (g) (q)	3,717,000	3,891,434
5.875% (g) (q)	5,125,000	5,881,079
6.25% (g) (q)	1,410,000	1,592,476
Citigroup, Inc.:		
4.7% (g) (q)	3,805,000	3,984,909
5% (g) (q)	3,245,000	3,421,623
5.9% (g) (q)	1,455,000	1,560,432
5.95% (g) (q)	2,675,000	2,874,364
6.3% (g) (q)	270,000	294,842
Emirates NBD Bank PJSC 6.125% (Reg. S) (g) (q)	425,000	460,032
Georgia Bank Joint Stock Co. 11.125% (Reg. S) (g) (q)	200,000	208,245
Huntington Bancshares, Inc. 5.7% (g) (q)	650,000	661,103
Itau Unibanco Holding SA 6.125% (d) (g) (q)	660,000	677,468
JPMorgan Chase & Co.:		
3 month U.S. LIBOR + 3.320% 3.5451% (g) (h) (q)	2,145,000	2,126,358
3 month U.S. LIBOR + 3.800% 4.0144% (g) (h) (q)	865,000	867,942
4% (g) (q)	4,805,000	4,931,659
4.6% (g) (q)	1,225,000	1,288,241
5% (g) (q)	1,660,000	1,780,871
6% (g) (q)	6,524,000	7,076,019
6.125% (g) (q)	850,000	935,511
6.75% (g) (q)	400,000	460,157
NBK Tier 1 Financing 2 Ltd. 4.5% (d) (g) (q)	455,000	465,369
Tinkoff Credit Systems 9.25% (Reg. S) (g) (q)	1,005,000	1,071,888
Wells Fargo & Co.:		
5.875% (g) (q)	2,600,000	2,954,878
5.9% (g) (q)	3,065,000	3,261,177
		<u>56,637,625</u>

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

## Schedule of Investments – continued

### Preferred Securities – continued

	Principal Amount	Value
<b>FINANCIALS – continued</b>		
<b>Capital Markets – 0.6%</b>		
Goldman Sachs Group, Inc.:		
3 month U.S. LIBOR + 3.920% 4.1279% (g) (h) (q)	\$3,165,000	\$ 3,177,068
4.4% (g) (q)	420,000	436,681
4.95% (g) (q)	710,000	764,876
5% (g) (q)	4,331,000	4,405,417
		<u>8,784,042</u>
TOTAL FINANCIALS		<u>65,421,667</u>
<b>INDUSTRIALS – 0.0%</b>		
<b>Construction &amp; Engineering – 0.0%</b>		
Odebrecht Finance Ltd. 7.5% (d) (f) (q)	1,975,000	87,641
<b>Marine – 0.0%</b>		
DP World Salaam 6% (Reg. S) (g) (q)	200,000	222,938
TOTAL INDUSTRIALS		<u>310,579</u>
<b>INFORMATION TECHNOLOGY – 0.0%</b>		
<b>IT Services – 0.0%</b>		
Network i2i Ltd. 5.65% (d) (g) (q)	255,000	275,061
<b>TOTAL PREFERRED SECURITIES</b>		
(Cost \$74,267,111)		<b><u>75,772,020</u></b>

### Money Market Funds – 5.9%

	Shares	
Fidelity Cash Central Fund 0.11% (r)		
(Cost \$91,904,004)	91,894,179	<b><u>91,912,557</u></b>

### Purchased Swaptions – 0.0%

	Expiration Date	Notional Amount	
<b>Put Options – 0.0%</b>			
Option on an interest rate swap with Bank of America N.A. to pay semi-annually a fixed rate of 1.7375% and receive quarterly a floating rate based on 3-month LIBOR, expiring September 2029	9/20/24	\$4,400,000	53,521
Option on an interest rate swap with Goldman Sachs Bank U.S.A. to pay semi-annually a fixed rate of 1.4025% and receive quarterly a floating rate based on 3-month LIBOR, expiring February 2030	2/26/25	1,900,000	40,206
Option on an interest rate swap with JPMorgan Chase Bank N.A. to pay semi-annually a fixed rate of 1.57125% and receive quarterly a floating rate based on 3-month LIBOR, expiring September 2029	9/5/24	2,600,000	<u>37,527</u>
TOTAL PUT OPTIONS			<u>131,254</u>
<b>Call Options – 0.0%</b>			
Option on an interest rate swap with Bank of America N.A. to receive semi-annually a fixed rate of 1.7375% and pay quarterly a floating rate based on 3-month LIBOR, expiring September 2029	9/20/24	4,400,000	163,157

	Expiration Date	Notional Amount	Value
Option on an interest rate swap with Goldman Sachs Bank U.S.A. to receive semi-annually a fixed rate of 1.4025% and pay quarterly a floating rate based on 3-month LIBOR, expiring February 2030	2/26/25	\$1,900,000	\$ 49,200
Option on an interest rate swap with JPMorgan Chase Bank N.A. to receive semi-annually a fixed rate of 1.57125% and pay quarterly a floating rate based on 3-month LIBOR, expiring September 2029	9/5/24	2,600,000	<u>82,355</u>
TOTAL CALL OPTIONS			<u>294,712</u>
<b>TOTAL PURCHASED SWAPTIONS</b>			
(Cost \$504,878)			<b><u>425,966</u></b>
<b>TOTAL INVESTMENT IN SECURITIES – 99.2%</b>			
(Cost \$1,462,808,200)			<b><u>1,545,808,908</u></b>
<b>NET OTHER ASSETS (LIABILITIES) – 0.8%</b>			<b><u>12,590,770</u></b>
<b>NET ASSETS – 100%</b>			<b><u>\$1,558,399,678</u></b>

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



## Written Swaps

	Expiration Date	Notional Amount	Value
<b>Put Swaps</b>			
Option on an interest rate swap with Goldman Sachs Bank U.S.A. to pay semi-annually a fixed rate of 1.27% and receive quarterly a floating rate based on 3-month LIBOR, expiring November 2030			
	11/25/25	\$3,700,000	\$ (110,595)
<b>Call Swaps</b>			
Option on an interest rate swap with Goldman Sachs Bank U.S.A. to receive semi-annually a fixed rate of 1.27% and pay quarterly a floating rate based on 3-month LIBOR, expiring November 2030			
	11/25/25	3,700,000	(82,860)
<b>TOTAL WRITTEN SWAPS</b>			<b><u><u>\$(193,455)</u></u></b>

## Futures Contracts

	Number of contracts	Expiration Date	Notional Amount	Value	Unrealized Appreciation/ (Depreciation)
<b>Purchased</b>					
<b>Treasury Contracts</b>					
CBOT 10-Year U.S. Treasury Note Contracts (United States)	157	March 2021	\$21,678,266	\$25,358	\$ 25,358
CBOT 2-Year U.S. Treasury Note Contracts (United States)	150	March 2021	33,146,484	28,876	28,876
CBOT 5-Year U.S. Treasury Note Contracts (United States)	2	March 2021	252,328	596	596
CBOT Long Term U.S. Treasury Bond Contracts (United States)	6	March 2021	1,039,125	(4,044)	(4,044)
<b>TOTAL FUTURES CONTRACTS</b>					<b><u><u>\$50,786</u></u></b>

The notional amount of futures purchased as a percentage of Net Assets is 3.6%

## Forward Foreign Currency Contracts

Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation/ (Depreciation)
AUD 246,000	USD 179,089	BNP Paribas	2/9/21	\$ 10,636
AUD 7,383,000	USD 5,351,959	JPMorgan Chase Bank, N.A.	2/9/21	342,088
CAD 1,272,000	USD 991,687	Morgan Stanley	2/9/21	7,740
EUR 125,000	USD 148,304	BNP Paribas	2/9/21	4,532
EUR 316,000	USD 384,281	Brown Brothers Harriman & Co.	2/9/21	2,087
EUR 1,269,000	USD 1,534,698	Hsbc Bank Plc	2/9/21	16,889
EUR 495,000	USD 601,478	JPMorgan Chase Bank, N.A.	2/9/21	3,751
EUR 6,240,000	USD 7,574,106	JPMorgan Chase Bank, N.A.	2/9/21	55,449
EUR 182,000	USD 223,282	JPMorgan Chase Bank, N.A.	2/9/21	(753)
EUR 1,143,000	USD 1,362,549	Morgan Stanley	2/9/21	34,980
GBP 2,426,000	USD 3,241,255	BNP Paribas	2/9/21	77,165
GBP 1,586,000	USD 2,102,960	State Street Bank	2/9/21	66,461
USD 9,877,234	AUD 13,830,000	JPMorgan Chase Bank, N.A.	2/9/21	(788,981)
USD 16,393,052	CAD 21,595,000	CIBC World Markets	2/9/21	(574,412)
USD 5,537,787	EUR 4,672,000	BNP Paribas	2/9/21	(174,597)
USD 185,886	EUR 157,000	BNP Paribas	2/9/21	(6,076)
USD 1,686,151	EUR 1,404,000	BNP Paribas	2/9/21	(30,499)
USD 3,557,217	EUR 2,931,000	BNP Paribas	2/9/21	(26,473)
USD 234,236	EUR 198,000	CIBC World Markets	2/9/21	(7,856)
USD 5,808,864	EUR 4,867,000	Citibank NA	2/9/21	(141,944)
USD 3,077,194	EUR 2,527,000	Citibank NA	2/9/21	(12,531)

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

## Schedule of Investments – continued

### Forward Foreign Currency Contracts – continued

Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation/ (Depreciation)
USD 3,077,194	EUR 2,527,000	Citibank NA	2/9/21	\$ (12,531)
USD 2,853,223	EUR 2,422,000	Hsbc Bank Plc	2/9/21	(108,120)
USD 437,586	EUR 368,000	Hsbc Bank Plc	2/9/21	(12,362)
USD 72,317,495	EUR 61,626,000	Hsbc Bank Plc	2/9/21	(3,031,692)
USD 303,604	EUR 255,000	JPMorgan Chase Bank, N.A.	2/9/21	(8,181)
USD 2,088,052	EUR 1,711,000	National Australia Bank	2/9/21	(3,962)
USD 1,197,872	EUR 1,012,000	State Street Bank	2/9/21	(39,485)
USD 8,988,859	GBP 6,924,000	Barclays Bank PLC	2/9/21	(482,180)
USD 3,280,962	GBP 2,483,000	Brown Brothers Harriman & Co.	2/9/21	(115,426)
USD 17,462,343	JPY 1,821,724,000	Hsbc Bank Plc	2/9/21	(188,144)
<b>TOTAL FORWARD FOREIGN CURRENCY CONTRACTS</b>				<b>\$ (5,144,427)</b>
Unrealized Appreciation				621,778
Unrealized Depreciation				(5,766,205)

For the period, the average contract value for forward foreign currency contracts was \$217,458,533. Contract value represents contract amount in United States dollars plus or minus unrealized appreciation or depreciation, respectively

### Swaps

Payment Received	Payment Frequency	Payment Paid	Payment Frequency	Clearinghouse / Counterparty <sup>(1)</sup>	Maturity Date	Notional Amount	Value	Upfront Premium Received/ (Paid) <sup>(2)</sup>	Unrealized Appreciation/ (Depreciation)
<b>Interest Rate Swaps</b>									
0.25%	Semi - annual	3-month LIBOR <sup>(3)</sup>	Quarterly	LCH	Mar. 2023	\$1,315,000	\$ 365	\$0	\$ 365
0.5%	Semi - annual	3-month LIBOR <sup>(3)</sup>	Quarterly	LCH	Mar. 2026	\$ 46,000	115	0	115
3-month LIBOR <sup>(3)</sup>	Quarterly	0.75%	Semi - annual	LCH	Mar. 2031	\$1,987,000	34,584	0	34,584
1%	Semi - annual	3-month LIBOR <sup>(3)</sup>	Quarterly	LCH	Mar. 2051	\$ 34,000	(2,960)	0	(2,960)
<b>TOTAL INTEREST RATE SWAPS</b>							<u>\$ 32,104</u>	<u>\$0</u>	<u>\$ 32,104</u>

(1) Swaps with LCH Clearnet Group (LCH) are centrally cleared over-the-counter (OTC) swaps.

(2) Any premiums for centrally cleared over-the-counter (OTC) swaps are recorded periodically throughout the term of the swap to variation margin and included in unrealized appreciation (depreciation).

(3) Represents floating rate.

### Currency Abbreviations

AUD	—	Australian dollar
BRL	—	Brazilian real
CAD	—	Canadian dollar
EGP	—	Egyptian pound
EUR	—	European Monetary Unit
GBP	—	British pound
IDR	—	Indonesian rupiah
JPY	—	Japanese yen
MXN	—	Mexican peso
PEN	—	Peruvian new sol
RUB	—	Russian ruble
UAH	—	Ukrainian hryvnia

### Legend

- Amount is stated in United States dollars unless otherwise noted.
- Restricted securities (including private placements) — Investment in securities not registered under the Securities Act of 1933 (excluding 144A issues). At the end of the period, the value of restricted securities (excluding 144A issues) amounted to \$4,157,459 or 0.3% of net assets.
- Level 3 security
- 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 \$454,954,496 or 29.2% of net assets.
- Security or a portion of the security purchased on a delayed delivery or when-issued basis.
- Non-income producing — Security is in default.
- Coupon rates for floating and adjustable rate securities reflect the rates in effect at period end.
- Coupon is indexed to a floating interest rate which may be multiplied by a specified factor and/or subject to caps or floors.
- Security or a portion of the security was pledged to cover margin requirements for futures contracts. At period end, the value of securities pledged amounted to \$317,286.

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

- (j) Security or a portion of the security was pledged to cover margin requirements for centrally cleared OTC swaps. At period end, the value of securities pledged amounted to \$129,443.
- (k) Security initially issued at one coupon which converts to a higher coupon at a specified date. The rate shown is the rate at period end.
- (l) Non-income producing
- (m) Remaining maturities of bank loan obligations may be less than the stated maturities shown as a result of contractual or optional prepayments by the borrower. Such prepayments cannot be predicted with certainty.
- (n) The coupon rate will be determined upon settlement of the loan after period end.
- (o) Position represents an unfunded loan commitment. At period end, the total principal amount and market value of unfunded commitments totaled \$171,429 and \$171,429, respectively.
- (p) Affiliated fund that is generally available only to investment companies and other accounts managed by Fidelity Investments. A complete unaudited schedule of portfolio holdings for each Fidelity Central Fund is filed with the SEC for the first and third quarters of each fiscal year on Form N-PORT and is available upon request or at the SEC's website at [www.sec.gov](http://www.sec.gov). An unaudited holdings listing for the Fund, which presents direct holdings as well as the pro-rata share of securities and other investments held indirectly through its investment in underlying non-money market Fidelity Central Funds, is available at [fidelity.com](http://fidelity.com) and/or [institutional.fidelity.com](http://institutional.fidelity.com), as applicable. 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.
- (q) Security is perpetual in nature with no stated maturity date.
- (r) 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
California Resources Corp.	10/27/20	\$ 1,368,874
Mesquite Energy, Inc. 15% 7/15/23	7/10/20 – 10/15/20	\$ 99,538
Mesquite Energy, Inc. 15% 7/15/23	11/5/20	\$ 175,000
New Cotai LLC/New Cotai Capital Corp.	9/11/20	\$ 1,223,948
Tricer Holdco SCA	10/16/09 – 12/30/17	\$ 286,754
Tricer Holdco SCA Class A1	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A2	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A3	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A4	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A5	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A6	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A7	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A8	10/16/09 – 10/29/09	\$ 45,666
Tricer Holdco SCA Class A9	10/16/09 – 10/29/09	\$ 45,706

## 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	\$ 547,584
Fidelity Floating Rate Central Fund	6,925,069
Fidelity Mortgage Backed Securities Central Fund	256,813
Fidelity Securities Lending Cash Central Fund	532
Total	<u>\$ 7,729,998</u>

Amounts in the income column in the above table include any capital gain distributions from underlying funds, which are presented in the corresponding line-item in the Statement of Operations, if applicable. Amount for Fidelity Securities Lending Cash Central Fund represents the income earned on investing cash collateral, less rebates paid to borrowers and any lending agent fees associated with the loan, plus any premium payments received for lending certain types of securities.

The value, beginning of period, for the Fidelity Cash Central Fund was \$131,470,128. Net realized gain (loss) and change in net unrealized appreciation (depreciation) on Fidelity Cash Central Fund was \$1,662 and \$0, respectively, during the period. Purchases and sales of the Fidelity Cash Central Fund were \$701,536,515 and \$741,095,748, respectively, during the period.

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

Fund	Value, beginning of period	Purchases <sup>(a)</sup>	Sales Proceeds	Realized Gain/Loss	Change in Unrealized appreciation (depreciation)	Value, end of period	% ownership, end of period
Fidelity Floating Rate Central Fund	\$137,478,893	\$19,246,463	\$22,008,820	\$ (891,072)	\$ (1,556,138)	\$132,269,326	7.1%
Fidelity Mortgage Backed Securities Central Fund	—	35,565,727	35,324,952	(233,205)	3	7,573	0.0%
Total	<u>\$137,478,893</u>	<u>\$54,812,190</u>	<u>\$57,333,772</u>	<u>\$ (1,124,277)</u>	<u>\$ (1,556,135)</u>	<u>\$132,276,899</u>	

(a) Includes the value of shares purchased or redeemed through in-kind transactions, if applicable.

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

## Schedule of Investments – continued

### Investment Valuation

The following is a summary of the inputs used, as of December 31, 2020, 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
<b>Investments in Securities:</b>				
<b>Equities:</b>				
Communication Services	\$ 13,708,934	\$ 12,686,769	\$ 73,397	\$ 948,768
Consumer Discretionary	19,083,957	18,498,478	—	585,479
Consumer Staples	5,043,618	4,351,822	—	691,796
Energy	15,781,188	14,242,015	—	1,539,173
Financials	2,788,747	2,685,164	—	103,583
Health Care	9,876,100	9,812,922	—	63,178
Industrials	6,391,111	6,355,942	182	34,987
Information Technology	30,516,295	30,516,295	—	—
Materials	6,981,215	6,981,215	—	—
Utilities	3,030,789	3,030,789	—	—
Corporate Bonds	596,354,340	—	595,968,968	385,372
U.S. Government and Government Agency Obligations	270,188,172	—	270,188,172	—
Foreign Government and Government Agency Obligations	242,870,344	—	242,870,344	—
Bank Loan Obligations	22,806,656	—	22,107,519	699,137
Fixed-Income Funds	132,276,899	132,276,899	—	—
Preferred Securities	75,772,020	—	75,772,020	—
Money Market Funds	91,912,557	91,912,557	—	—
Purchased Swaptions	425,966	—	425,966	—
<b>Total Investments in Securities:</b>	<b>\$1,545,808,908</b>	<b>\$333,350,867</b>	<b>\$1,207,406,568</b>	<b>\$5,051,473</b>
<b>Derivative Instruments:</b>				
<b>Assets</b>				
Futures Contracts	\$ 54,830	\$ 54,830	\$ —	\$ —
Forward Foreign Currency Contracts	621,778	—	621,778	—
Swaps	35,064	—	35,064	—
<b>Total Assets</b>	<b>\$ 711,672</b>	<b>\$ 54,830</b>	<b>\$ 656,842</b>	<b>\$ —</b>
<b>Liabilities</b>				
Futures Contracts	\$ (4,044)	\$ (4,044)	\$ —	\$ —
Forward Foreign Currency Contracts	(5,766,205)	—	(5,766,205)	—
Swaps	(2,960)	—	(2,960)	—
Written Swaptions	(193,455)	—	(193,455)	—
<b>Total Liabilities</b>	<b>\$ (5,966,664)</b>	<b>\$ (4,044)</b>	<b>\$ (5,962,620)</b>	<b>\$ —</b>
<b>Total Derivative Instruments:</b>	<b>\$ (5,254,992)</b>	<b>\$ 50,786</b>	<b>\$ (5,305,778)</b>	<b>\$ —</b>

### Value of Derivative Instruments

The following table is a summary of the Fund's value of derivative instruments by primary risk exposure as of December 31, 2020. For additional information on derivative instruments, please refer to the Derivative Instruments section in the accompanying Notes to Financial Statements.

#### Primary Risk Exposure / Derivative Type

	Value	
	Asset	Liability
<b>Foreign Exchange Risk</b>		
Forward Foreign Currency Contracts (a)	\$ 621,778	\$ (5,766,205)
<b>Total Foreign Exchange Risk</b>	<b>621,778</b>	<b>(5,766,205)</b>
<b>Interest Rate Risk</b>		
Futures Contracts (b)	54,830	(4,044)
Purchased Swaptions (c)	425,966	0
Swaps (d)	35,064	(2,960)

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

Primary Risk Exposure / Derivative Type

Written Swaptions <sup>(e)</sup>

**Total Interest Rate Risk**

**Total Value of Derivatives**

Value	
Asset	Liability
0	(193,455)
515,860	(200,459)
<u>\$1,137,638</u>	<u>\$ (5,966,664)</u>

- (a) Gross value is presented in the Statement of Assets and Liabilities in the unrealized appreciation/depreciation on forward foreign currency contracts line-items.
- (b) Reflects gross cumulative appreciation (depreciation) on futures contracts as presented in the Schedule of Investments. In the Statement of Assets and Liabilities, the period end daily variation margin is included in receivable or payable for daily variation margin on futures contracts, and the net cumulative appreciation (depreciation) is included in Total accumulated earnings (loss).
- (c) Gross value is included in the Statement of Assets and Liabilities in the investments, at value line-item.
- (d) For centrally cleared over-the-counter (OTC) swaps, reflects gross cumulative appreciation (depreciation) as presented in the Schedule of Investments. In the Statement of Assets and Liabilities, the period end daily variation margin for centrally cleared OTC swaps is included in receivable or payable for daily variation margin on centrally cleared OTC swaps, and the net cumulative appreciation (depreciation) for centrally cleared OTC swaps is included in Total accumulated earnings (loss).
- (e) Gross value is presented in the Statement of Assets and Liabilities in the written options, at value line-item.

## 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	71.4%
Germany	4.4%
Canada	2.4%
Luxembourg	2.3%
Netherlands	1.7%
Mexico	1.7%
Japan	1.2%
United Kingdom	1.1%
Cayman Islands	1.1%
Turkey	1.1%
Others (Individually Less Than 1%)	11.6%
	<u>100.0%</u>

The information in the above tables is based on the combined investments of the fund and its pro-rata share of the investments of Fidelity's Fixed-Income Central Funds

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

# Financial Statements

## Statement of Assets and Liabilities

December 31, 2020

### Assets

Investment in securities, at value — See accompanying schedule:

Unaffiliated issuers (cost \$1,233,962,359)	\$ 1,321,619,452	
Fidelity Central Funds (cost \$228,845,841)	<u>224,189,456</u>	
Total Investment in Securities (cost \$1,462,808,200)		\$ 1,545,808,908
Cash		8,303,467
Foreign currency held at value (cost \$130,104)		136,316
Receivable for investments sold		1,845,583
Receivable for premium on written options		184,815
Unrealized appreciation on forward foreign currency contracts		621,778
Receivable for fund shares sold		397,584
Dividends receivable		24,492
Interest receivable		12,558,796
Distributions receivable from Fidelity Central Funds		7,436
Receivable for daily variation margin on futures contracts		18,800
Receivable for daily variation margin on centrally cleared OTC swaps		2,022
Prepaid expenses		1,582
Other receivables		<u>641</u>
<b>Total assets</b>		<u><u>1,569,912,220</u></u>

### Liabilities

Payable for investments purchased		
Regular delivery	\$ 3,739,120	
Delayed delivery	325,000	
Unrealized depreciation on forward foreign currency contracts	5,766,205	
Payable for fund shares redeemed	393,223	
Accrued management fee	706,157	
Distribution and service plan fees payable	109,982	
Written options, at value (premium receivable \$184,815)	193,455	
Other affiliated payables	157,435	
Other payables and accrued expenses	<u>121,965</u>	
<b>Total liabilities</b>		<u><u>11,512,542</u></u>

**Net Assets** \$ 1,558,399,678

Net Assets consist of:

Paid in capital	\$ 1,474,866,811
Total accumulated earnings (loss)	83,532,867
<b>Net Assets</b>	<u><u>\$ 1,558,399,678</u></u>

### Net Asset Value and Maximum Offering Price

#### Initial Class:

**Net Asset Value**, offering price and redemption price per share (\$79,319,738 ÷ 6,714,311 shares) \$ 11.81

#### Service Class:

**Net Asset Value**, offering price and redemption price per share (\$426,327 ÷ 36,108 shares) \$ 11.81

#### Service Class 2:

**Net Asset Value**, offering price and redemption price per share (\$534,028,533 ÷ 45,699,787 shares) \$ 11.69

#### Investor Class:

**Net Asset Value**, offering price and redemption price per share (\$944,625,080 ÷ 80,261,010 shares) \$ 11.77

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

## Statement of Operations

		Year ended December 31, 2020
<b>Investment Income</b>		
Dividends		\$ 4,554,364
Interest		47,285,048
Income from Fidelity Central Funds (including \$532 from security lending)		<u>7,514,843</u>
<b>Total income</b>		<u>59,354,255</u>
<b>Expenses</b>		
Management fee	\$ 8,209,944	
Transfer agent fees	1,325,232	
Distribution and service plan fees	1,247,535	
Accounting fees	506,011	
Custodian fees and expenses	55,881	
Independent trustees' fees and expenses	4,868	
Registration fees	15	
Audit	117,171	
Legal	5,808	
Miscellaneous	14,198	
Total expenses before reductions	<u>11,486,663</u>	
Expense reductions	(25,849)	
Total expenses after reductions		<u>11,460,814</u>
<b>Net investment income (loss)</b>		<u>47,893,441</u>
<b>Realized and Unrealized Gain (Loss)</b>		
Net realized gain (loss) on:		
Investment securities:		
Unaffiliated issuers	17,229,997	
Affiliated in-kind	823,366	
Fidelity Central Funds	(1,122,615)	
Forward foreign currency contracts	(4,240,713)	
Foreign currency transactions	213,948	
Futures contracts	3,037,356	
Swaps	(752,094)	
Written options	(122,256)	
Capital gain distributions from Fidelity Central Funds	<u>215,155</u>	
Total net realized gain (loss)		15,282,144
Change in net unrealized appreciation (depreciation) on:		
Investment securities:		
Unaffiliated issuers	43,289,222	
Fidelity Central Funds	(1,556,136)	
Forward foreign currency contracts	(4,202,906)	
Assets and liabilities in foreign currencies	1,094	
Futures contracts	398,229	
Swaps	(90,784)	
Written options	(10,704)	
Delayed delivery commitments	<u>27,348</u>	
Total change in net unrealized appreciation (depreciation)		<u>37,855,363</u>
<b>Net gain (loss)</b>		<u>53,137,507</u>
<b>Net increase (decrease) in net assets resulting from operations</b>		<u>\$ 101,030,948</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, 2020	Year ended December 31, 2019
<b>Increase (Decrease) in Net Assets</b>		
Operations		
Net investment income (loss)	\$ 47,893,441	\$ 53,140,468
Net realized gain (loss)	15,282,144	13,109,968
Change in net unrealized appreciation (depreciation)	37,855,363	84,091,127
<b>Net increase (decrease) in net assets resulting from operations</b>	<u>101,030,948</u>	<u>150,341,563</u>
Distributions to shareholders	(61,920,679)	(60,335,625)
Share transactions — net increase (decrease)	(39,226,740)	78,995,652
<b>Total increase (decrease) in net assets</b>	<u>(116,471)</u>	<u>169,001,590</u>
<b>Net Assets</b>		
Beginning of period	1,558,516,149	1,389,514,559
End of period	<u>\$ 1,558,399,678</u>	<u>\$ 1,558,516,149</u>

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



# Financial Highlights

## VIP Strategic Income Portfolio Initial Class

Years ended December 31, Selected Per-Share Data	2020	2019	2018	2017	2016
Net asset value, beginning of period	\$ 11.45	\$ 10.75	\$ 11.50	\$ 11.07	\$ 10.60
Income from Investment Operations					
Net investment income (loss) <sup>A</sup>	.380	.421	.418 <sup>B</sup>	.399	.429
Net realized and unrealized gain (loss)	.477	.749	(.716) <sup>B</sup>	.462	.446
Total from investment operations	.857	1.170	(.298)	.861	.875
Distributions from net investment income	(.385)	(.385)	(.444)	(.371)	(.405)
Distributions from net realized gain	(.112)	(.085)	(.008)	(.060)	—
Total distributions	(.497)	(.470)	(.452)	(.431)	(.405)
Net asset value, end of period	\$ 11.81	\$ 11.45	\$ 10.75	\$ 11.50	\$ 11.07
Total Return <sup>C,D</sup>	7.52%	10.89%	(2.57)%	7.79%	8.27%
Ratios to Average Net Assets <sup>E,F</sup>					
Expenses before reductions	.67%	.67%	.66%	.67%	.68%
Expenses net of fee waivers, if any	.67%	.67%	.66%	.67%	.68%
Expenses net of all reductions	.66%	.66%	.66%	.67%	.68%
Net investment income (loss)	3.32%	3.67%	3.66%	3.45%	3.84%
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 79,320	\$ 83,769	\$ 82,529	\$ 96,952	\$ 91,630
Portfolio turnover rate <sup>G</sup>	116%	144%	118%	124%	81%

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

<sup>B</sup> The amounts shown reflect certain reclassifications related to book to tax differences that were made in the year shown.

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

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

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

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

<sup>G</sup> Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

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

## Financial Highlights – continued

### VIP Strategic Income Portfolio Service Class

Years ended December 31, Selected Per-Share Data	2020	2019	2018	2017	2016
Net asset value, beginning of period	\$ 11.42	\$ 10.72	\$ 11.47	\$ 11.05	\$ 10.59
Income from Investment Operations					
Net investment income (loss) <sup>A</sup>	.371	.409	.406 <sup>B</sup>	.389	.417
Net realized and unrealized gain (loss)	.489	.750	(.715) <sup>B</sup>	.461	.444
Total from investment operations	.860	1.159	(.309)	.850	.861
Distributions from net investment income	(.358)	(.374)	(.433)	(.370)	(.401)
Distributions from net realized gain	(.112)	(.085)	(.008)	(.060)	—
Total distributions	(.470)	(.459)	(.441)	(.430)	(.401)
Net asset value, end of period	\$ 11.81	\$ 11.42	\$ 10.72	\$ 11.47	\$ 11.05
Total Return <sup>C,D</sup>	7.56%	10.82%	(2.68)%	7.71%	8.14%
Ratios to Average Net Assets <sup>E,F</sup>					
Expenses before reductions	.77%	.77%	.76%	.77%	.78%
Expenses net of fee waivers, if any	.77%	.77%	.76%	.77%	.78%
Expenses net of all reductions	.77%	.76%	.76%	.77%	.78%
Net investment income (loss)	3.21%	3.57%	3.56%	3.35%	3.75%
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 426	\$ 1,945	\$ 1,745	\$ 1,899	\$ 526
Portfolio turnover rate <sup>G</sup>	116%	144%	118%	124%	81%

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

<sup>B</sup> The amounts shown reflect certain reclassifications related to book to tax differences that were made in the year shown.

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

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

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

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

<sup>G</sup> Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

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

## VIP Strategic Income Portfolio Service Class 2

Years ended December 31, Selected Per-Share Data	2020	2019	2018	2017	2016
Net asset value, beginning of period	\$ 11.34	\$ 10.65	\$ 11.40	\$ 10.98	\$ 10.52
Income from Investment Operations					
Net investment income (loss) <sup>A</sup>	.348	.389	.385 <sup>B</sup>	.368	.398
Net realized and unrealized gain (loss)	.471	.745	(.709) <sup>B</sup>	.459	.444
Total from investment operations	.819	1.134	(.324)	.827	.842
Distributions from net investment income	(.357)	(.359)	(.418)	(.347)	(.382)
Distributions from net realized gain	(.112)	(.085)	(.008)	(.060)	—
Total distributions	(.469)	(.444)	(.426)	(.407)	(.382)
Net asset value, end of period	\$ 11.69	\$ 11.34	\$ 10.65	\$ 11.40	\$ 10.98
Total Return <sup>C,D</sup>	7.25%	10.66%	(2.82)%	7.54%	8.02%
Ratios to Average Net Assets <sup>E,F</sup>					
Expenses before reductions	.92%	.92%	.91%	.92%	.93%
Expenses net of fee waivers, if any	.92%	.92%	.91%	.92%	.93%
Expenses net of all reductions	.91%	.91%	.91%	.92%	.93%
Net investment income (loss)	3.07%	3.42%	3.41%	3.20%	3.59%
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 534,029	\$ 502,859	\$ 397,785	\$ 374,227	\$ 260,789
Portfolio turnover rate <sup>G</sup>	116%	144%	118%	124%	81%

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

<sup>B</sup> The amounts shown reflect certain reclassifications related to book to tax differences that were made in the year shown.

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

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

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

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

<sup>G</sup> Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

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

## Financial Highlights – continued

### VIP Strategic Income Portfolio Investor Class

Years ended December 31, Selected Per-Share Data	2020	2019	2018	2017	2016
Net asset value, beginning of period	\$ 11.41	\$ 10.71	\$ 11.46	\$ 11.03	\$ 10.57
Income from Investment Operations					
Net investment income (loss) <sup>A</sup>	.375	.416	.413 <sup>B</sup>	.394	.424
Net realized and unrealized gain (loss)	.478	.750	(.715) <sup>B</sup>	.463	.438
Total from investment operations	.853	1.166	(.302)	.857	.862
Distributions from net investment income	(.381)	(.381)	(.440)	(.367)	(.402)
Distributions from net realized gain	(.112)	(.085)	(.008)	(.060)	—
Total distributions	(.493)	(.466)	(.448)	(.427)	(.402)
Net asset value, end of period	\$ 11.77	\$ 11.41	\$ 10.71	\$ 11.46	\$ 11.03
Total Return <sup>C,D</sup>	7.51%	10.89%	(2.62)%	7.78%	8.17%
Ratios to Average Net Assets <sup>E,F</sup>					
Expenses before reductions	.70%	.70%	.70%	.71%	.72%
Expenses net of fee waivers, if any	.70%	.70%	.70%	.71%	.72%
Expenses net of all reductions	.70%	.70%	.70%	.71%	.72%
Net investment income (loss)	3.28%	3.63%	3.63%	3.41%	3.81%
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 944,625	\$ 969,943	\$ 907,456	\$ 1,072,701	\$ 945,087
Portfolio turnover rate <sup>G</sup>	116%	144%	118%	124%	81%

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

<sup>B</sup> The amounts shown reflect certain reclassifications related to book to tax differences that were made in the year shown.

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

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

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

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

<sup>G</sup> Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

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

# Notes to Financial Statements

For the period ended December 31, 2020

## 1. Organization.

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

Effective January 1, 2020:

Investment advisers Fidelity Investments Money Management, Inc., FMR Co., Inc., and Fidelity SelectCo, LLC, merged with and into Fidelity Management & Research Company. In connection with the merger transactions, the resulting, merged investment adviser was then redomiciled from Massachusetts to Delaware, changed its corporate structure from a corporation to a limited liability company, and changed its name to "Fidelity Management & Research Company LLC".

Broker-dealer Fidelity Distributors Corporation merged with and into Fidelity Investments Institutional Services Company, Inc. ("FIISC"). FIISC was then redomiciled from Massachusetts to Delaware, changed its corporate structure from a corporation to a limited liability company, and changed its name to "Fidelity Distributors Company LLC".

Fidelity Investments Institutional Operations Company, Inc. converted from a Massachusetts corporation to a Massachusetts LLC, and changed its name to "Fidelity Investments Institutional Operations Company LLC".

## 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.

Based on its investment objective, each Fidelity Central Fund may invest or participate in various investment vehicles or strategies that are similar to those of the Fund. These strategies are consistent with the investment objectives of the Fund and may involve certain economic risks which may cause a decline in value of each of the Fidelity Central Funds and thus a decline in the value of the Fund. The Money Market Central Funds seek preservation of capital and current income and are managed by the investment adviser. Annualized expenses of the Money Market Central Funds as of their most recent shareholder report date ranged from less than .005% to .01%. The following summarizes the Fund's investment in each non-money market Fidelity Central Fund.

Fidelity Central Fund	Investment Manager	Investment Objective	Investment Practices	Expense Ratio <sup>(a)</sup>
Fidelity Floating Rate Central Fund	FMR	Seeks a high level of income by normally investing in floating rate loans and other floating rate securities.	Foreign Securities Loans & Direct Debt Instruments Restricted Securities	Less than .005%
Fidelity Mortgage Backed Securities Central Fund	FMR	Seeks a high level of income by normally investing in investment-grade mortgage-related securities and repurchase agreements for those securities.	Delayed Delivery & When Issued Securities Futures Options Restricted Securities Swaps	.01%

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

An unaudited holdings listing for the Fund, which presents direct holdings as well as the pro-rata share of any securities and other investments held indirectly through its investment in underlying non-money market Fidelity Central Funds, is available at [institutional.fidelity.com](http://institutional.fidelity.com). A complete unaudited list of holdings for each Fidelity Central Fund is available upon request or at the Securities and Exchange Commission (the SEC) website at [www.sec.gov](http://www.sec.gov). In addition, the financial statements of the Fidelity Central Funds which contain the significant accounting policies (including investment valuation policies) of those 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 — Investment Companies*. The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), which require management to make certain estimates and assumptions at the date of the financial statements. Actual results could differ from those estimates. Subsequent events, if any, through the date that the financial statements were issued have been evaluated in the preparation of the financial statements. The 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.

## Notes to Financial Statements – continued

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:

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, bank loan obligations, foreign government and government agency obligations, preferred securities and U.S. government and government agency 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. Swaps are marked-to-market daily based on valuations from third party pricing vendors, registered derivatives clearing organizations (clearinghouses) or broker-supplied valuations. These pricing sources may utilize inputs such as interest rate curves, credit spread curves, default possibilities and recovery rates. When independent prices are unavailable or unreliable, debt securities and swaps may be valued utilizing pricing methodologies which consider similar factors that would be used by third party pricing vendors. For foreign debt securities, when significant market or security specific events arise, valuations may be determined in good faith in accordance with procedures adopted by the Board. Debt securities and swaps are generally categorized as Level 2 in the hierarchy but may be Level 3 depending on the circumstances. The Fund invests a significant portion of its assets in below investment grade securities. The value of these securities can be more volatile due to changes in the credit quality of the issuer and is sensitive to changes in economic, market and regulatory conditions.

Equity securities, including restricted securities, for which market quotations are readily available, are valued at the last reported sale price or official closing price as reported by a third party pricing vendor on the primary market or exchange on which they are traded and are categorized as Level 1 in the hierarchy. In the event there were no sales during the day or closing prices are not available, securities are valued at the last quoted bid price or may be valued using the last available price and are generally categorized as Level 2 in the hierarchy. For 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. 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.

The U.S. dollar value of foreign currency contracts is determined using currency exchange rates supplied by a pricing service and are categorized as Level 2 in the hierarchy. Futures contracts are valued at the settlement price established each day by the board of trade or exchange on which they are traded and are categorized as Level 1 in the hierarchy. Options traded over-the-counter are valued using vendor or broker-supplied valuations and are categorized as Level 2 in the hierarchy. 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, 2020 is included at the end of the Fund's Schedule of Investments.

**Foreign Currency.** 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.

Realized gains and losses on foreign currency transactions arise from the disposition of foreign currency, realized changes in the value of foreign currency between the trade and settlement dates on security transactions, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on transaction date and the U.S. dollar equivalent of the amounts actually received or paid. Unrealized gains and losses on assets and liabilities in foreign currencies arise from changes in the value of foreign currency, and from assets and liabilities denominated in foreign currencies, other than investments, which are held at period end.

**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. Debt obligations may be placed on non-accrual status and related interest income may be reduced by ceasing current accruals and writing off interest receivables when the collection of all or a portion of interest has become doubtful based on consistently applied procedures. A debt obligation is removed from non-accrual status when the issuer resumes interest payments or when collectability of interest is reasonably assured.

**Class Allocations and Expenses.** Investment income, realized and unrealized capital gains and losses, common expenses of 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, 2020, 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 the short-term gain distributions from the Fidelity Central Funds, futures contracts, swaps, foreign currency transactions, market discount, partnerships, losses deferred due to wash sales, futures transactions, and excise tax regulations.

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	\$ 134,044,987
Gross unrealized depreciation	(51,952,281)
Net unrealized appreciation (depreciation)	<u>\$ 82,092,706</u>
Tax Cost	<u>\$1,457,989,990</u>

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

Undistributed ordinary income	\$ 964,412
Undistributed long-term capital gain	<u>\$ 847,216</u>
Net unrealized appreciation (depreciation) on securities and other investments	<u>\$76,576,815</u>

The tax character of distributions paid was as follows:

	December 31, 2020	December 31, 2019
Ordinary Income	\$55,710,999	\$53,895,816
Long-term Capital Gains	<u>6,209,680</u>	<u>6,439,809</u>
Total	<u>\$61,920,679</u>	<u>\$60,335,625</u>

**Delayed Delivery Transactions and When-Issued Securities.** During the period, certain Funds transacted in securities on a delayed delivery or when-issued basis. Payment and delivery may take place after the customary settlement period for that security. The price of the underlying securities and the date when the securities will be delivered and paid for are fixed at the time the transaction is negotiated. Securities purchased on a delayed delivery or when-issued basis are identified as such in the Schedule of Investments. Compensation for interest forgone in the purchase of a delayed delivery or when-issued debt security may be received. With respect to purchase commitments, each applicable Fund identifies securities as segregated in its records with a value at least equal to the amount of the commitment. Payables and receivables associated with the purchases and sales of delayed delivery securities having the same coupon, settlement date and broker are offset. Delayed delivery or when-issued securities that have been purchased from and sold to different brokers are reflected as both payables and receivables in the Statement of Assets and Liabilities under the caption "Delayed delivery", as applicable. Losses may arise due to changes in the value of the underlying securities or if the counterparty does not perform under the contract's terms, or if the issuer does not issue the securities due to political, economic, or other factors.

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



## Notes to Financial Statements – continued

### 4. Derivative Instruments.

**Risk Exposures and the Use of Derivative Instruments.** The Fund's investment objective allows the Fund to enter into various types of derivative contracts, including futures contracts, forward foreign currency contracts, options and swaps. Derivatives are investments whose value is primarily derived from underlying assets, indices or reference rates and may be transacted on an exchange or over-the-counter (OTC). Derivatives may involve a future commitment to buy or sell a specified asset based on specified terms, to exchange future cash flows at periodic intervals based on a notional principal amount, or for one party to make one or more payments upon the occurrence of specified events in exchange for periodic payments from the other party.

The Fund used derivatives to increase returns, to gain exposure to certain types of assets, to facilitate transactions in foreign-denominated securities and to manage exposure to certain risks as defined below. The success of any strategy involving derivatives depends on analysis of numerous economic factors, and if the strategies for investment do not work as intended, the Fund may not achieve its objectives.

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

#### Foreign Exchange Risk

Foreign exchange rate risk relates to fluctuations in the value of an asset or liability due to changes in currency exchange rates.

#### Interest Rate Risk

Interest rate risk relates to the fluctuations in the value of interest-bearing securities due to changes in the prevailing levels of market interest rates.

The Fund is also exposed to additional risks from investing in derivatives, such as liquidity risk and counterparty credit risk. Liquidity risk is the risk that the Fund will be unable to close out the derivative in the open market in a timely manner. Counterparty credit risk is the risk that the counterparty will not be able to fulfill its obligation to the Fund. Derivative counterparty credit risk is managed through formal evaluation of the creditworthiness of all potential counterparties. On certain OTC derivatives such as forward foreign currency contracts and options, the Fund attempts to reduce its exposure to counterparty credit risk by entering into an International Swaps and Derivatives Association, Inc. (ISDA) Master Agreement with each of its counterparties. The ISDA Master Agreement gives the Fund the right to terminate all transactions traded under such agreement upon the deterioration in the credit quality of the counterparty beyond specified levels. The ISDA Master Agreement gives each party the right, upon an event of default by the other party or a termination of the agreement, to close out all transactions traded under such agreement and to net amounts owed under each transaction to one net payable by one party to the other. To mitigate counterparty credit risk on bi-lateral OTC derivatives, the Fund receives collateral in the form of cash or securities once the Fund's net unrealized appreciation on outstanding derivative contracts under an ISDA Master Agreement exceeds certain applicable thresholds, subject to certain minimum transfer provisions. The collateral received is held in segregated accounts with the Fund's custodian bank in accordance with the collateral agreements entered into between the Fund, the counterparty and the Fund's custodian bank. The Fund could experience delays and costs in gaining access to the collateral even though it is held by the Fund's custodian bank. The Fund's maximum risk of loss from counterparty credit risk related to bi-lateral OTC derivatives is generally the aggregate unrealized appreciation and unpaid counterparty payments in excess of any collateral pledged by the counterparty to the Fund. For OTC written options with upfront premiums received, the Fund is obligated to perform and therefore does not have counterparty risk. For OTC written options with premiums to be received at a future date, the maximum risk of loss from counterparty credit risk is the amount of the premium in excess of any collateral pledged by the counterparty. The Fund may be required to pledge collateral for the benefit of the counterparties on bi-lateral OTC derivatives in an amount not less than each counterparty's unrealized appreciation on outstanding derivative contracts, subject to certain minimum transfer provisions, and any such pledged collateral is identified in the Schedule of Investments. Exchange-traded futures contracts are not covered by the ISDA Master Agreement; however counterparty credit risk related to exchange-traded futures contracts may be mitigated by the protection provided by the exchange on which they trade. Counterparty credit risk related to centrally cleared OTC swaps may be mitigated by the protection provided by the clearinghouse.

Investing in derivatives may involve greater risks than investing in the underlying assets directly and, to varying degrees, may involve risk of loss in excess of any initial investment and collateral received and amounts recognized in the Statement of Assets and Liabilities. In addition, there may be the risk that the change in value of the derivative contract does not correspond to the change in value of the underlying instrument.

**Net Realized Gain (Loss) and Change in Net Unrealized Appreciation (Depreciation) on Derivatives.** The table below, which reflects the impacts of derivatives on the financial performance of the Fund, summarizes the net realized gain (loss) and change in net unrealized appreciation (depreciation) for derivatives during the period as presented in the Statement of Operations.

Primary Risk Exposure / Derivative Type	Net Realized Gain (Loss)	Change in Net Unrealized Appreciation (Depreciation)
<b>Foreign Exchange Risk</b>		
Forward Foreign Currency Contracts	\$ (4,240,713)	\$ (4,202,906)
<b>Total Foreign Exchange Risk</b>	<u>(4,240,713)</u>	<u>(4,202,906)</u>
<b>Interest Rate Risk</b>		
Futures Contracts	3,037,356	398,229
Purchased Options	1,632,570	(101,058)
Swaps	(752,094)	(90,784)
Written Options	(122,256)	(10,704)
<b>Total Interest Rate Risk</b>	<u>3,795,576</u>	<u>195,683</u>
<b>Totals</b>	<u>\$ (445,137)</u>	<u>\$ (4,007,223)</u>

A summary of the value of derivatives by primary risk exposure as of period end is included at the end of the Schedule of Investments.



**Forward Foreign Currency Contracts.** Forward foreign currency contracts represent obligations to purchase or sell foreign currency on a specified future date at a price fixed at the time the contracts are entered into. The Fund used forward foreign currency contracts to facilitate transactions in foreign-denominated securities and to manage exposure to certain foreign currencies.

Forward foreign currency contracts are valued daily and fluctuations in exchange rates on open contracts are recorded as unrealized appreciation or (depreciation) and reflected in the Statement of Assets and Liabilities. When the contract is closed, the Fund realizes a gain or loss equal to the difference between the closing value and the value at the time it was opened. Non-deliverable forward foreign currency exchange contracts are settled with the counterparty in cash without the delivery of foreign currency. The net realized gain (loss) and change in net unrealized appreciation (depreciation) on forward foreign currency contracts during the period is presented in the Statement of Operations.

Any open forward foreign currency contracts at period end are presented in the Schedule of Investments under the caption "Forward Foreign Currency Contracts." The contract amount and unrealized appreciation (depreciation) reflects each contract's exposure to the underlying currency at period end.

**Futures Contracts.** A futures contract is an agreement between two parties to buy or sell a specified underlying instrument for a fixed price at a specified future date. The Fund used futures contracts to manage its exposure to the bond market and fluctuations in interest rates.

Upon entering into a futures contract, a fund is required to deposit either cash or securities (initial margin) with a clearing broker in an amount equal to a certain percentage of the face value of the contract. Futures contracts are marked-to-market daily and subsequent daily payments (variation margin) are made or received by a fund depending on the daily fluctuations in the value of the futures contracts and are recorded as unrealized appreciation or (depreciation). This receivable and/or payable, if any, is included in daily variation margin on futures contracts in the Statement of Assets and Liabilities. Realized gain or (loss) is recorded upon the expiration or closing of a futures contract. The net realized gain (loss) and change in net unrealized appreciation (depreciation) on futures contracts during the period is presented in the Statement of Operations.

Any open futures contracts at period end are presented in the Schedule of Investments under the caption "Futures Contracts". The notional amount at value reflects each contract's exposure to the underlying instrument or index at period end and is representative of volume of activity during the period. Securities deposited to meet initial margin requirements are identified in the Schedule of Investments.

**Options.** Options give the purchaser the right, but not the obligation, to buy (call) or sell (put) an underlying security or financial instrument at an agreed exercise or strike price between or on certain dates. Options obligate the seller (writer) to buy (put) or sell (call) an underlying instrument at the exercise or strike price or cash settle an underlying derivative instrument if the holder exercises the option on or before the expiration date. The Fund uses OTC options, such as swaptions, which are options where the underlying instrument is a swap, to manage its exposure to fluctuations in interest rates.

Upon entering into an options contract, a fund will pay or receive a premium. Premiums paid on purchased options are reflected as cost of investments and premiums received on written options are reflected as a liability on the Statement of Assets and Liabilities. Certain options may be purchased or written with premiums to be paid or received on a future date. Options are valued daily and any unrealized appreciation (depreciation) is reflected on the Statement of Assets and Liabilities. When an option is exercised, the cost or proceeds of the underlying instrument purchased or sold is adjusted by the amount of the premium. When an option is closed the Fund will realize a gain or loss depending on whether the proceeds or amount paid for the closing sale transaction is greater or less than the premium received or paid. When an option expires, gains and losses are realized to the extent of premiums received and paid, respectively. The net realized and unrealized gains (losses) on purchased options are included in the Statement of Operations in net realized gain (loss) and change in net unrealized appreciation (depreciation) on investment securities. The net realized gain (loss) and change in net unrealized appreciation (depreciation) on written options are presented in the Statement of Operations.

Any open options at period end are presented in the Schedule of Investments under the captions "Purchased Options," "Purchased Swaptions," "Written Options" and "Written Swaptions," as applicable, and are representative of volume of activity during the period.

Writing puts and buying calls tend to increase exposure to the underlying instrument while buying puts and writing calls tend to decrease exposure to the underlying instrument. For purchased options, risk of loss is limited to the premium paid, and for written options, risk of loss is the change in value in excess of the premium received.

**Swaps.** A swap is a contract between two parties to exchange future cash flows at periodic intervals based on a notional principal amount. A centrally cleared OTC swap is a transaction executed between a fund and a dealer counterparty, then cleared by a futures commission merchant (FCM) through a clearinghouse. Once cleared, the clearinghouse serves as a central counterparty, with whom a fund exchanges cash flows for the life of the transaction, similar to transactions in futures contracts.

Centrally cleared OTC swaps require a fund to deposit either cash or securities (initial margin) with the FCM, at the instruction of and for the benefit of the clearinghouse. Securities deposited to meet initial margin requirements are identified in the Schedule of Investments. Centrally cleared OTC swaps are marked-to-market daily and subsequent payments (variation margin) are made or received depending on the daily fluctuations in the value of the swaps and are recorded as unrealized appreciation or (depreciation). These daily payments, if any, are included in receivable or payable for daily variation margin on centrally cleared OTC swaps in the Statement of Assets and Liabilities. Any premiums for centrally cleared OTC swaps are recorded periodically throughout the term of the swap to variation margin and included in unrealized appreciation (depreciation) in the Statement of Assets and Liabilities. Any premiums are recognized as realized gain (loss) upon termination or maturity of the swap.

Payments are exchanged at specified intervals, accrued daily commencing with the effective date of the contract and recorded as realized gain or (loss). Some swaps may be terminated prior to the effective date and realize a gain or loss upon termination. The net realized gain (loss) and change in net unrealized appreciation (depreciation) on swaps during the period is presented in the Statement of Operations.

Any open swaps at period end are included in the Schedule of Investments under the caption "Swaps" and are representative of volume of activity during the period.

**Interest Rate Swaps.** Interest rate swaps are agreements between counterparties to exchange cash flows, one based on a fixed rate, and the other on a floating rate. The Fund entered into interest rate swaps to manage its exposure to interest rate changes. Changes in interest rates can have an effect on both the value of bond holdings as well as the amount of interest income earned. In general, the value of bonds can fall when interest rates rise and can rise when interest rates fall.

## Notes to Financial Statements – continued

### 5. Purchases and Sales of Investments.

Purchases and sales of securities, other than short-term securities and U.S. government securities, are noted in the table below.

	Purchases (\$)	Sales (\$)
VIP Strategic Income Portfolio	1,096,079,864	1,026,411,178

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

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

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

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

Service Class	\$ 745
Service Class 2	1,246,790
	<u>\$1,247,535</u>

**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
Initial Class	\$ 53,033	.07
Service Class	506	.07
Service Class 2	339,127	.07
Investor Class	932,566	.10
	<u>\$1,325,232</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 annual rates:

	% of Average Net Assets
VIP Strategic Income Portfolio	.03

**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 Strategic Income Portfolio	\$618

**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. Interfund trades are included within the respective purchases and sales amounts shown in the Purchases and Sales of Investments note, and amounted to \$592,513 and \$2,059,402, respectively.

**Affiliated Exchanges In-Kind.** During the period, the Fund completed an exchange in-kind with Fidelity Mortgage Backed Securities Central Fund. The Fund delivered investments, including accrued interest, and cash valued at \$33,308,914 in exchange for 294,144 shares of the Central Fund. The net realized gain of \$823,366 on investments delivered in-kind is included in the accompanying Statement of Operations. The Fund recognized net gains for federal income tax purposes.

## 7. Committed Line of Credit.

Certain Funds participate with other funds managed by the investment adviser or an affiliate in a \$4.25 billion credit facility (the “line of credit”) to be utilized for temporary or emergency purposes to fund shareholder redemptions or for other short-term liquidity purposes. The participating funds have agreed to pay commitment fees on their pro-rata portion of the line of credit, which are reflected in Miscellaneous expenses on the Statement of Operations, and are as follows:

	Amount
VIP Strategic Income Portfolio	\$3,520

During the period, there were no borrowings on this line of credit.

## 8. Security Lending.

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

	Total Security Lending Income Fees Paid to NFS	Security Lending Income From Securities Loaned to NFS	Value of Securities Loaned to NFS at Period End
VIP Strategic Income Portfolio	\$51	\$—	\$—

## 9. 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 \$1,980 for the period. In addition, through arrangements with the Fund’s custodian, credits realized as a result of certain uninvested cash balances were used to reduce the Fund’s expenses. During the period, custodian credits reduced the Fund’s expenses by \$20,779.

In addition, during the period the investment adviser or an affiliate reimbursed and/or waived a portion of fund-level operating expenses in the amount of \$3,090.

## 10. Distributions to Shareholders.

Distributions to shareholders of each class were as follows:

	Year ended December 31, 2020	Year ended December 31, 2019
Distributions to shareholders		
Initial Class	\$ 3,223,768	\$ 3,300,863
Service Class	18,054	75,615
Service Class 2	20,586,910	18,874,089
Investor Class	38,091,947	38,085,058
Total	<u>\$61,920,679</u>	<u>\$60,335,625</u>

## 11. Share Transactions.

Transactions for each class of shares were as follows:

## Notes to Financial Statements – continued

	Shares Year ended December 31, 2020	Shares Year ended December 31, 2019	Dollars Year ended December 31, 2020	Dollars Year ended December 31, 2019
<b>Initial Class</b>				
Shares sold	621,919	646,742	\$ 7,201,199	\$ 7,430,356
Reinvestment of distributions	274,674	288,789	3,223,768	3,300,863
Shares redeemed	(1,495,726)	(1,299,251)	(16,896,208)	(14,908,838)
Net increase (decrease)	<u>(599,133)</u>	<u>(363,720)</u>	<u>\$ (6,471,241)</u>	<u>\$ (4,177,619)</u>
<b>Service Class</b>				
Shares sold	11,015	13,557	\$ 121,592	\$ 154,777
Reinvestment of distributions	448	5,535	5,237	63,098
Shares redeemed	(145,627)	(11,610)	(1,451,012)	(131,118)
Net increase (decrease)	<u>(134,164)</u>	<u>7,482</u>	<u>\$ (1,324,183)</u>	<u>\$ 86,757</u>
<b>Service Class 2</b>				
Shares sold	6,290,432	8,160,489	\$ 71,388,158	\$ 92,979,352
Reinvestment of distributions	1,772,164	1,667,322	20,586,910	18,874,089
Shares redeemed	(6,717,654)	(2,834,317)	(74,651,617)	(31,977,779)
Net increase (decrease)	<u>1,344,942</u>	<u>6,993,494</u>	<u>\$ 17,323,451</u>	<u>\$ 79,875,662</u>
<b>Investor Class</b>				
Shares sold	3,035,320	3,055,170	\$ 34,858,018	\$ 35,020,378
Reinvestment of distributions	3,256,630	3,343,728	38,091,947	38,085,058
Shares redeemed	(11,014,938)	(6,123,366)	(121,704,732)	(69,894,584)
Net increase (decrease)	<u>(4,722,988)</u>	<u>275,532</u>	<u>\$ (48,754,767)</u>	<u>\$ 3,210,852</u>

### 12. 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 64% of the total outstanding shares of the Fund and two otherwise unaffiliated shareholder was the owner of record of 21% of the total outstanding shares of the Fund.

### 13. Credit Risk.

The Fund's relatively large investment in countries with limited or developing capital markets may involve greater risks than investments in more developed markets and the prices of such investments may be volatile. The yields of emerging market debt obligations reflect, among other things, perceived credit risk. The consequences of political, social or economic changes in these markets may have disruptive effects on the market prices of the Fund's investments and the income they generate, as well as the Fund's ability to repatriate such amounts.

### 14. Coronavirus (COVID-19) Pandemic.

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

# Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Variable Insurance Products Fund V and Shareholders of VIP Strategic Income Portfolio

## ***Opinion on the Financial Statements***

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of VIP Strategic Income Portfolio (one of the funds constituting Variable Insurance Products Fund V, referred to hereafter as the “Fund”) as of December 31, 2020, the related statement of operations for the year ended December 31, 2020, the statement of changes in net assets for each of the two years in the period ended December 31, 2020, including the related notes, and the financial highlights for each of the five years in the period ended December 31, 2020 (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, 2020, 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, 2020 and the financial highlights for each of the five years in the period ended December 31, 2020 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, 2020 by correspondence with the custodian, issuers of privately offered securities, agent banks 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.

/s/ PricewaterhouseCoopers LLP  
Boston, Massachusetts  
February 18, 2021

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. Each of the Trustees oversees 280 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.** Abigail P. Johnson 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. Arthur E. Johnson 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 investment-grade bond, money market, asset allocation and certain equity funds, and other Boards oversee Fidelity's high income and other equity funds. The asset allocation funds may invest in Fidelity® funds that are overseen by such other Boards. 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 and Audit Committees. In addition, an ad hoc Board committee of Independent Trustees has worked with FMR 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.

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

Abigail P. Johnson (1961)

Year of Election or Appointment: 2009

Trustee

Chairman of the Board of Trustees

Ms. Johnson also serves as Trustee of other Fidelity® funds. Ms. Johnson serves as Chairman (2016-present), Chief Executive Officer (2014-present), and Director (2007-present) of FMR LLC (diversified financial services company), President of Fidelity Financial Services (2012-present) and President of Personal, Workplace and Institutional Services (2005-present). Ms. Johnson is Chairman and Director of Fidelity Management & Research Company LLC (investment adviser firm, 2011-present). Previously, Ms. Johnson served as Chairman and Director of FMR Co., Inc. (investment adviser firm, 2011-2019), Vice Chairman (2007-2016) and President (2013-2016) of FMR LLC, President and a Director of Fidelity Management & Research Company (2001-2005), a Trustee of other investment companies advised by Fidelity Management & Research Company, Fidelity Investments Money Management, Inc. (investment adviser firm), and FMR Co., Inc. (2001-2005), Senior Vice President of the Fidelity® funds (2001-2005), and managed a number of Fidelity® funds. Ms. Abigail P. Johnson and Mr. Arthur E. Johnson are not related.

Jennifer Toolin McAuliffe (1959)

Year of Election or Appointment: 2016

Trustee

Ms. McAuliffe also serves as Trustee of other Fidelity® funds. Previously, Ms. McAuliffe served as Co-Head of Fixed Income of Fidelity Investments Limited (now known as FIL Limited (FIL)) (diversified financial services company), Director of Research for FIL's credit and quantitative teams in London, Hong Kong and Tokyo and Director of Research for taxable and municipal bonds at Fidelity Investments Money Management, Inc. Ms. McAuliffe previously served as a member of the Advisory Board of certain Fidelity® funds (2016). Ms. McAuliffe was previously a lawyer at Ropes & Gray LLP and currently serves as director or trustee of several not-for-profit entities.

\* 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+

Elizabeth S. Acton (1951)

Year of Election or Appointment: 2013

Trustee

Ms. Acton also serves as Trustee of other Fidelity® funds. Prior to her retirement, Ms. Acton served as Executive Vice President, Finance (2011-2012), Executive Vice President, Chief Financial Officer (2002-2011) and Treasurer (2004-2005) of Comerica Incorporated (financial services). Prior to joining Comerica, Ms. Acton held a variety of positions at Ford Motor Company (1983-2002), including Vice President and Treasurer (2000-2002) and Executive Vice President and Chief Financial Officer of Ford Motor Credit Company (1998-2000). Ms. Acton currently serves as a member of the Board and Audit and Finance Committees of Beazer Homes USA, Inc. (homebuilding, 2012-present). Ms. Acton previously served as a member of the Advisory Board of certain Fidelity® funds (2013-2016).

Ann E. Dunwoody (1953)

Year of Election or Appointment: 2018

Trustee

General Dunwoody also serves as Trustee of other Fidelity® funds. General Dunwoody (United States Army, Retired) was the first woman in U.S. military history to achieve the rank of four-star general and prior to her retirement in 2012 held a variety of positions within the U.S. Army, including Commanding General, U.S. Army Material Command (2008-2012). General Dunwoody currently serves as President of First to Four LLC (leadership and mentoring services, 2012-present), a member of the Board and Nomination and Corporate Governance Committees of Kforce Inc. (professional staffing services, 2016-present) and a member of the Board of Automatic Inc. (software engineering, 2018-present). Previously, General Dunwoody served as a member of the Advisory Board and Nominating and Corporate Governance Committee of L3 Technologies, Inc. (communication, electronic, sensor and aerospace systems, 2013-2019) and a member of the Board and Audit and Sustainability and Corporate Responsibility Committees of Republic Services, Inc. (waste collection, disposal and recycling, 2013-2016). Ms. Dunwoody also serves on several boards for non-profit organizations, including as a member of the Board, Chair of the Nomination and Governance Committee and a member of the Audit Committee of Logistics Management Institute (consulting non-profit, 2012-present), a member of the Council of Trustees for the Association of the United States Army (advocacy non-profit, 2013-present), a member of the Board of Florida Institute of Technology (2015-present) and a member of the Board of ThanksUSA (military family education non-profit, 2014-present). General Dunwoody previously served as a member of the Advisory Board of certain Fidelity® funds (2018).



## Trustees and Officers – continued

John Engler (1948)

Year of Election or Appointment: 2014

Trustee

Mr. Engler also serves as Trustee of other Fidelity® funds. Previously, Mr. Engler served as Governor of Michigan (1991-2003), President of the Business Roundtable (2011-2017) and interim President of Michigan State University (2018-2019). Mr. Engler currently serves as a member of the Board of K12 Inc. (technology-based education company, 2012-present). Previously, Mr. Engler served as a member of the Board of Universal Forest Products (manufacturer and distributor of wood and wood-alternative products, 2003-2019) and Trustee of The Munder Funds (2003-2014). Mr. Engler previously served as a member of the Advisory Board of certain Fidelity® funds (2014-2016).

Robert F. Gartland (1951)

Year of Election or Appointment: 2010

Trustee

Mr. Gartland also serves as Trustee of other Fidelity® funds. Prior to his retirement, Mr. Gartland held a variety of positions at Morgan Stanley (financial services, 1979-2007), including Managing Director (1987-2007) and Chase Manhattan Bank (1975-1978). Mr. Gartland previously served as Chairman and an investor in Gartland & Mellina Group Corp. (consulting, 2009-2019), as a member of the Board of National Securities Clearing Corporation (1993-1996) and as Chairman of TradeWeb (2003-2004).

Arthur E. Johnson (1947)

Year of Election or Appointment: 2008

Trustee

Chairman of the Independent Trustees

Mr. Johnson also serves as Trustee of other Fidelity® funds. Prior to his retirement, Mr. Johnson served as Senior Vice President of Corporate Strategic Development of Lockheed Martin Corporation (defense contractor, 1999-2009). Mr. Johnson currently serves as a member of the Board of Booz Allen Hamilton (management consulting, 2011-present). Mr. Johnson previously served as a member of the Board of Eaton Corporation plc (diversified power management, 2009-2019) and a member of the Board of AGL Resources, Inc. (holding company, 2002-2016). Mr. Johnson previously served as Vice Chairman (2015-2018) of the Independent Trustees of certain Fidelity® funds. Mr. Arthur E. Johnson is not related to Ms. Abigail P. Johnson.

Michael E. Kenneally (1954)

Year of Election or Appointment: 2009

Trustee

Vice Chairman of the Independent Trustees

Mr. Kenneally also serves as Trustee of other Fidelity® funds. Prior to his retirement, Mr. Kenneally served as Chairman and Global Chief Executive Officer of Credit Suisse Asset Management and Executive Vice President and Chief Investment Officer of Bank of America Corporation. Earlier roles at Bank of America included Director of Research, Senior Portfolio Manager for various institutional equity accounts and mutual funds and Portfolio Manager for a number of institutional fixed-income clients. Mr. Kenneally began his career as a Research Analyst in 1983 and was awarded the Chartered Financial Analyst (CFA) designation in 1991.

Marie L. Knowles (1946)

Year of Election or Appointment: 2001

Trustee

Ms. Knowles also serves as Trustee of other Fidelity® funds. Prior to her retirement, Ms. Knowles held several positions at Atlantic Richfield Company (diversified energy), including Executive Vice President and Chief Financial Officer (1996-2000), Senior Vice President (1993-1996) and President of ARCO Transportation Company (pipeline and tanker operations, 1993-1996). Ms. Knowles currently serves as a member of the Board of McKesson Corporation (healthcare service, since 2002), a member of the Board of the Santa Catalina Island Company (real estate, 2009-present), a member of the Investment Company Institute Board of Governors and a member of the Governing Council of the Independent Directors Council (2014-present). Ms. Knowles also serves as a member of the Advisory Board for the School of Engineering of the University of Southern California. Ms. Knowles previously served as Chairman (2015-2018) and Vice Chairman (2012-2015) of the Independent Trustees of certain Fidelity® funds.

Mark A. Murray (1954)

Year of Election or Appointment: 2016

Trustee

Mr. Murray also serves as Trustee of other Fidelity® funds. Previously, Mr. Murray served as Co-Chief Executive Officer (2013-2016), President (2006-2013) and Vice Chairman (2013-2020) of Meijer, Inc. Mr. Murray serves as a member of the Board and Nuclear Review and Public Policy and Responsibility Committees of DTE Energy Company (diversified energy company, 2009-present) and a member of the Board and Audit Committee and Chairman of the Nominating and Corporate Governance Committee of Universal Forest Products, Inc. (manufacturer and distributor of wood and wood-alternative products, 2004-2016). Mr. Murray previously served as a member of the Board of Spectrum Health (not-for-profit health system, 2015-2019). Mr. Murray also serves as a member of the Board of many community and professional organizations. Mr. Murray previously served as a member of the Advisory Board of certain Fidelity® funds (2016).

+ 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.

### Advisory Board Members and Officers:

Correspondence intended for an officer may be sent to Fidelity Investments, 245 Summer Street, Boston, Massachusetts 02210. Officers appear below in alphabetical order.

Name, Year of Birth; Principal Occupation

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).

David J. Carter (1973)

Year of Election or Appointment: 2020

Assistant Secretary

Mr. Carter also serves as Assistant Secretary of other funds. Mr. Carter serves as Vice President, Associate General Counsel (2010-present) and is an employee of Fidelity Investments (2005-present).

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).

Laura M. Del Prato (1964)

Year of Election or Appointment: 2018

President and Treasurer

Ms. Del Prato also serves as an officer of other funds. Ms. Del Prato is an employee of Fidelity Investments (2017-present). Previously, Ms. Del Prato served as President and Treasurer of The North Carolina Capital Management Trust: Cash Portfolio and Term Portfolio (2018-2020). 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

Assistant 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 Deputy Treasurer of certain Fidelity® funds (2016-2020) and Assistant Treasurer of certain Fidelity® funds (2016-2018).

Cynthia Lo Bessette (1969)

Year of Election or Appointment: 2019

Secretary and Chief Legal Officer (CLO)

Ms. Lo Bessette also serves as an officer of other funds. Ms. Lo Bessette serves as CLO, Secretary, and Senior Vice President of Fidelity Management & Research Company LLC (investment adviser firm, 2019-present); and CLO of Fidelity Management & Research (Hong Kong) Limited, FMR Investment Management (UK) Limited, and Fidelity Management & Research (Japan) Limited (investment adviser firms, 2019-present). She is a Senior Vice President and Deputy General Counsel of FMR LLC (diversified financial services company, 2019-present), and is an employee of Fidelity Investments. Previously, Ms. Lo Bessette served as CLO, Secretary, and Senior Vice President of FMR Co., Inc. (investment adviser firm, 2019); Secretary of Fidelity SelectCo, LLC and Fidelity Investments Money Management, Inc. (investment adviser firms, 2019). Prior to joining Fidelity Investments, Ms. Lo Bessette was Executive Vice President, General Counsel (2016-2019) and Senior Vice President, Deputy General Counsel (2015-2016) of OppenheimerFunds (investment management company) and Deputy Chief Legal Officer (2013-2015) of Jennison Associates LLC (investment adviser firm).

Chris Maher (1972)

Year of Election or Appointment: 2013

Assistant Treasurer

Mr. Maher also serves as an officer of other funds. Mr. Maher serves as Assistant Treasurer of FMR Capital, Inc. (2017-present), and is an employee of Fidelity Investments (2008-present). Previously, Mr. Maher served as Assistant Treasurer of certain funds (2013-2020); 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: 2020

Chief Compliance Officer

Mr. Robins also serves as an officer of other funds. Mr. Robins serves as Compliance Officer of Fidelity Management & Research Company LLC (investment adviser firm, 2016-present) and is an employee of Fidelity Investments (2004-present). Previously, Mr. Robins served as Compliance Officer of FMR Co., Inc. (investment adviser firm, 2016-2019), as Executive Vice President of Fidelity Investments Money Management, Inc. (investment adviser firm, 2013-2016) and served in other fund officer roles.

Brett Segaloff (1972)

Year of Election or Appointment: 2021

Anti-Money Laundering (AML) Officer

Mr. Segaloff also serves as an AML Officer of other funds and other related entities. He is Director, Anti-Money Laundering (2007-present) of FMR LLC (diversified financial services company) and is an employee of Fidelity Investments (1996-present).

Stacie M. Smith (1974)

Year of Election or Appointment: 2013

Assistant 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 (2013-2019) and Deputy Treasurer (2013-2016) of certain Fidelity® funds.

Marc L. Spector (1972)

Year of Election or Appointment: 2016

Deputy 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 LLP (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).

Vadim Zlotnikov (1962)

Year of Election or Appointment: 2019

Vice President

Mr. Zlotnikov also serves as Vice President of other funds. Mr. Zlotnikov serves as President of FIAM (Fidelity Institutional Asset Management) and is an employee of Fidelity Investments (2018-present). Previously, Mr. Zlotnikov served as President and Chief Investment Officer of Global Asset Allocation (2018-2020). Prior to joining Fidelity Investments, Mr. Zlotnikov served as Co-Head of Multi-Asset Solutions, Chief Market Strategist, and CIO of Systematic Strategies with AllianceBernstein (investment adviser firm, 2002-2018).

# Shareholder Expense Example

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

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (July 1, 2020 to December 31, 2020).

## 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.

	Annualized Expense Ratio- <sup>A</sup>	Beginning Account Value July 1, 2020	Ending Account Value December 31, 2020	Expenses Paid During Period: <sup>B</sup> July 1, 2020 to December 31, 2020
VIP Strategic Income Portfolio				
Initial Class	.66%			
Actual		\$1,000.00	\$1,083.80	\$3.46
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,021.82	\$3.35
Service Class	.75%			
Actual		\$1,000.00	\$1,084.30	\$3.93
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,021.37	\$3.81
Service Class 2	.91%			
Actual		\$1,000.00	\$1,083.10	\$4.76
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,020.56	\$4.62
Investor Class	.69%			
Actual		\$1,000.00	\$1,084.70	\$3.62
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,021.67	\$3.51

<sup>A</sup> Annualized expense ratio reflects expenses net of applicable fee waivers.

<sup>B</sup> Expenses are equal to the annualized expense ratio, multiplied by the average account value over the period, multiplied by 184/366 (to reflect the one-half year period). The fees and expenses of any Underlying Funds are not included in each annualized expense ratio.

<sup>C</sup> 5% return per year before expenses

# Distributions (Unaudited)

The Board of Trustees of VIP Strategic 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:

	Pay Date	Record Date	Capital Gains
VIP Strategic Income Portfolio			
Initial Class	02/12/21	02/12/21	\$0.015
Service Class	02/12/21	02/12/21	\$0.015
Service Class 2	02/12/21	02/12/21	\$0.014
Investor Class	02/12/21	02/12/21	\$0.015

The fund hereby designates as a capital gain dividend with respect to the taxable year ended December 31, 2020, \$5,841,629, or, if subsequently determined to be different, the net capital gain of such year.

A total of 7.56% of the dividends distributed during the fiscal year was derived from interest on U.S. Government securities which is generally exempt from state income tax.

Initial Class, Service Class, Service Class 2, and Investor Class designate 1% of the dividends distributed during the fiscal year as qualifying for the dividends—received deduction for corporate shareholders.

# Board Approval of Investment Advisory Contracts and Management Fees

## VIP Strategic Income Portfolio

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

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

At its September 2020 meeting, the Board unanimously determined to renew the fund's Advisory Contracts. In reaching its determination, the Board considered all factors it believed relevant, including (i) the nature, extent, and quality of the services provided to the fund and its shareholders (including the investment performance of the fund); (ii) the competitiveness of the fund's management fee and total expense ratio relative to peer funds; (iii) the total costs of the services provided by and the profits realized by Fidelity from its relationships with the fund; and (iv) the extent to which, if any, economies of scale exist and are realized as the fund grows, and whether any economies of scale are appropriately shared with fund shareholders.

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

**Nature, Extent, and Quality of Services Provided.** The Board considered Fidelity's staffing as it relates to the fund, including the backgrounds of investment personnel of Fidelity, and also considered the fund's investment objective, strategies, and related investment philosophy. The Independent Trustees also had discussions with senior management of Fidelity's investment operations and investment groups. The Board considered the structure of the investment personnel compensation program and whether this structure provides appropriate incentives to act in the best interests of the fund. Additionally, the Board considered the portfolio managers' investments, if any, in the funds that they manage.

**Resources Dedicated to Investment Management and Support Services.** The Board reviewed the general qualifications and capabilities of Fidelity's investment staff, including its size, education, experience, and resources, as well as Fidelity's approach to recruiting, managing, and compensating investment personnel. The Board noted that Fidelity has continued to increase the resources devoted to non-U.S. offices, including expansion of Fidelity's global investment organization. The Board also noted that Fidelity's analysts have extensive resources, tools and capabilities that allow them to conduct sophisticated quantitative and fundamental analysis, as well as credit analysis of issuers, counterparties and guarantors. Further, the Board considered that Fidelity's investment professionals have sufficient access to global information and data so as to provide competitive investment results over time, and that those professionals also have access to sophisticated tools that permit them to assess portfolio construction and risk and performance attribution characteristics continuously, as well as to transmit new information and research conclusions rapidly around the world. Additionally, in its deliberations, the Board considered Fidelity's trading, risk management, compliance, and technology and operations capabilities and resources, which are integral parts of the investment management process. The Board also considered Fidelity's investments in business continuity planning, and its success in continuously providing services to the fund notwithstanding the severe disruptions caused by the COVID-19 pandemic.

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

The Board noted that the growth of fund assets over time across the complex allows Fidelity to reinvest in the development of services designed to enhance the value and convenience of the Fidelity funds as investment vehicles. These services include 24-hour access to account information and market information over the Internet and through telephone representatives, investor education materials and asset allocation tools, and the expanded availability of Fidelity Investor Centers.

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

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improve services to the funds and shareholders, strengthen information security, and increase efficiency; and (x) continuing to implement enhancements to further strengthen Fidelity's product line to increase investors' probability of success in achieving their investment goals, including retirement income goals.

**Investment Performance.** The Board considered whether the fund has operated in accordance with its investment objective, as well as its record of compliance with its investment restrictions and its performance history. The Board noted that there were portfolio management changes for the fund in October 2019 and April 2020.

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 one or more appropriate securities market indices, including a customized blended index that reflects the respective weights of the fund's asset classes (each a benchmark index) and an appropriate peer group of funds with similar objectives (peer group). In its evaluation of fund investment performance at meetings throughout the year, the Board gave particular attention to information indicating underperformance of certain Fidelity funds for specific time periods and discussed with the Investment Advisers the reasons for such 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 gross performance (before fees and expenses but after transaction costs) compared to appropriate benchmark indices, over appropriate time periods that may include full market cycles, and on net performance (after fees and expenses) compared to appropriate peer groups, as applicable, over the same periods, taking into account relevant factors including the following: general market conditions; expectations for interest rate levels and credit conditions; issuer-specific information including credit quality; and fund cash flows and other factors. The Independent Trustees generally give greater weight to fund performance over longer time periods than over shorter time periods. Depending on the circumstances, the Independent Trustees may be satisfied with a fund's performance notwithstanding that it lags its benchmark index or peer group for certain periods.

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 calendar year total return information for the fund and an appropriate benchmark index and peer group for the most recent one-, three-, and five-year periods. The Independent Trustees recognize that shareholders who are not investing through a tax-advantaged retirement account also consider tax consequences in evaluating performance.

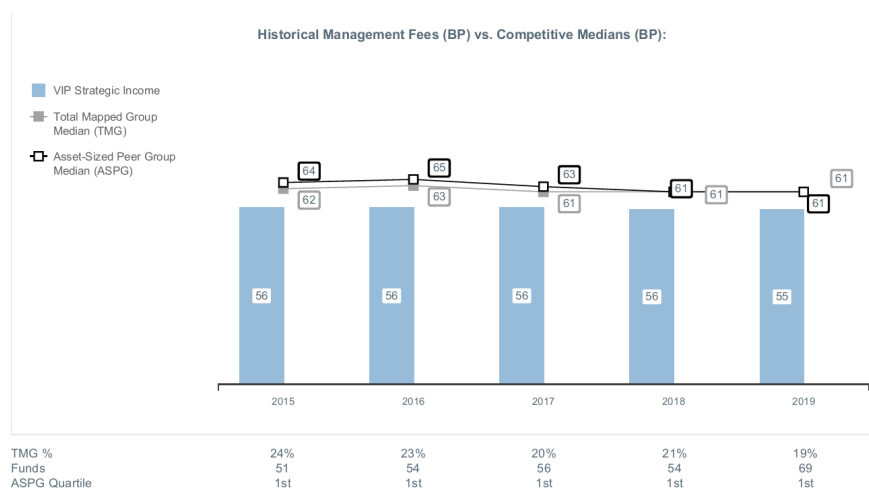
Based on its review, the Board concluded that the nature, extent, and quality of services provided to the fund under the Advisory Contracts should continue to benefit the shareholders of the fund.

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

**Management Fee.** The Board considered two proprietary management fee comparisons for the 12-month periods 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, regardless of whether their management fee structures also are comparable. Funds with comparable investment mandates offer exposure to similar types of securities. Funds with comparable management fee structures have similar management fee contractual arrangements (*e.g.*, flat rate charged for advisory services, all-inclusive fee rate, *etc.*). "TMG %" represents the percentage of funds in the Total Mapped Group that had management fees that were lower than the fund's. For example, a hypothetical TMG % of 20% would mean that 80% of the funds in the Total Mapped Group had higher, and 20% had lower, management fees than the fund. The fund's actual TMG %s and the number of funds in the Total Mapped Group are in the chart below. The "Asset-Sized Peer Group" (ASPG) comparison focuses on a fund's standing relative to a subset of non-Fidelity funds within the Total Mapped Group that are similar in size and management fee structure. For example, if a fund is in the first quartile of the ASPG, the fund's management fee ranks in the least expensive or lowest 25% of funds in the ASPG. The ASPG represents at least 15% of the funds in the Total Mapped Group with comparable asset size and management fee structures, subject to a minimum of 50 funds (or all funds in the Total Mapped Group if fewer than 50). Additional information, such as the ASPG quartile in which the fund's management fee rate ranked, is also included in the chart and was considered by the Board.



## VIP Strategic Income 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 2019.

The Board noted that it and the boards of other Fidelity funds formed an ad hoc Committee on Group Fee, which meets periodically, to conduct an in-depth review of the "group fee" component of the management fee of funds with such management fee structures. The Committee's focus included the mechanics of the group fee, the competitive landscape of group fee structures, Fidelity funds with no group fee component and investment products not included in group fee assets. 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 each class's total expense ratio, the Board considered the fund's management fee rate as well as other fund or class expenses, as applicable, such as transfer agent fees, pricing and bookkeeping fees, fund-paid 12b-1 fees, and custodial, legal, and audit fees. The Board also noted that Fidelity may agree to waive fees or reimburse expenses from time to time, and the extent to which, if any, it has done so for the fund. As part of its review, the Board also considered the current and historical total expense ratios of each class of the fund compared to competitive fund median expenses. Each class of the fund is compared to those funds and classes in the Total Mapped Group (used by the Board for management fee comparisons) that have a similar sales load structure.

The Board noted that the total expense ratio of each of Initial Class, Investor Class, and Service Class ranked below the competitive median for 2019 and the total expense ratio of Service Class 2 ranked above the competitive median for 2019. The Board considered that, in general, various factors can affect total expense ratios. The Board noted that the total expense ratio of Service Class 2 was above the competitive median because of its 12b-1 fees and that excluding 12b-1 fees of both the class and competitor classes, the total expense ratio of Service Class 2 ranked below the median. The Board noted that the fund offers multiple classes, each of which has a different 12b-1 fee structure, and that the multiple structures are intended to offer a range of pricing options for the intermediary market. The Board also noted that the total expense ratios of the classes vary primarily by the level of their 12b-1 fees, although differences in transfer agent fees may also cause expenses to vary from class to class.

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

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

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

On an annual basis, Fidelity presents to the Board information about the profitability of its relationships with the fund. Fidelity calculates profitability information for each fund, as well as aggregate profitability information for groups of Fidelity funds and all Fidelity funds, using a series of detailed revenue and cost allocation methodologies which originate with the books and records of Fidelity on which Fidelity's audited financial statements are based. The Audit Committee of the Board reviews any significant changes from the prior year's methodologies and the full Board approves such changes.

A public accounting firm has been engaged annually by the Board as part of the Board's assessment of Fidelity's profitability analysis. The engagement includes the review and assessment of the methodologies used by Fidelity in determining the revenues and expenses attributable to Fidelity's mutual fund business, and completion of agreed-upon procedures in respect of the mathematical

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accuracy of certain fund profitability information and its conformity to established allocation methodologies. After considering the reports issued under the engagement and information provided by Fidelity, the Board concluded that while other allocation methods may also be reasonable, Fidelity's profitability methodologies are reasonable in all material respects.

The Board also reviewed Fidelity's non-fund businesses and potential indirect benefits such businesses may have received as a result of their association with Fidelity's mutual fund business (i.e., fall-out benefits) as well as cases where Fidelity's affiliates may benefit from the funds' business. The Board considered areas where potential indirect benefits to the Fidelity funds from their relationships with Fidelity may exist. The Board also considered that in 2019 a joint ad hoc committee created by it and the boards of other Fidelity funds evaluated potential fall-out benefits (PFOB Committee). The Board noted that it considered the PFOB Committee's findings in connection with its consideration of the renewal of the Advisory Contracts.

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

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

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

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

**Additional Information Requested by the Board.** In order to develop fully the factual basis for consideration of the Fidelity funds' advisory contracts, the Board requested and received additional information on certain topics, including: (i) Fidelity's fund profitability methodology, profitability trends for certain funds, the allocation of various costs to different funds, and the impact of certain factors on fund profitability results; (ii) portfolio manager changes that have occurred during the past year and the amount of the investment that each portfolio manager has made in the Fidelity fund(s) that he or she manages; (iii) Fidelity's compensation structure for portfolio managers, research analysts, and other key personnel, including its effects on fund profitability, the rationale for the compensation structure, and the extent to which current market conditions have affected retention and recruitment; (iv) the arrangements with and compensation paid to certain fund sub-advisers on behalf of the Fidelity funds and the treatment of such compensation within Fidelity's fund profitability methodology; (v) the terms of the funds' various management fee structures, including the basic group fee and the terms of Fidelity's voluntary expense limitation agreements; (vi) Fidelity's transfer agent fee, expense, and service structures for different funds and classes relative to competitive trends; (vii) the impact on fund profitability of recent industry trends, such as the growth in passively managed funds and outflows from actively managed equity funds; and (viii) explanations regarding the relative total expense ratios of certain funds and classes, total expense competitive trends and methodologies for total expense competitive comparisons, and actions that might be taken by Fidelity to reduce total expense ratios for certain classes. In addition, the Board considered its discussions with Fidelity regarding Fidelity's efforts to maintain the continuous investment and shareholder services necessary for the funds during the current pandemic and economic circumstances.

Based on its evaluation of all of the conclusions noted above, and after considering all factors it believed relevant, the Board concluded that the advisory fee arrangements are fair and reasonable, and that the fund's Advisory Contracts should be renewed.







