

Fidelity® VIP Investment Grade Bond Portfolio — Service Class 2

Investment Strategy from investment's prospectus

The investment seeks as high a level of current income as is consistent with the preservation of capital. The fund normally invests at least 80% of assets in investment-grade debt securities (those of medium and high quality) of all types and repurchase agreements for those securities. The advisor manages the fund to have similar overall interest rate risk to the Bloomberg U.S. Aggregate Bond Index. The fund allocates assets across different market sectors and maturities.

Category Description: Intermediate Core Bond

Intermediate-term core bond portfolios invest primarily in investment-grade U.S. fixed-income issues including government, corporate, and securitized debt, and hold less than 5% in below-investment-grade exposures. Their durations (a measure of interest-rate sensitivity) typically range between 75% and 125% of the three-year average of the effective duration of the Morningstar Core Bond Index.

Operations

Fund Inception Date	01-12-00
Initial Share Class Inception Date	12-05-88
Advisor	Fidelity Management & Research Company LLC
Subadvisor	FMR Investment Management (U.K.) Limited Fidelity Management & Research (HK) Ltd Fidelity Management & Research (Japan) Limited

Fees and Expenses as of 04-30-22

Gross Prospectus Expense Ratio	0.64%
Net Prospectus Expense Ratio	0.64%

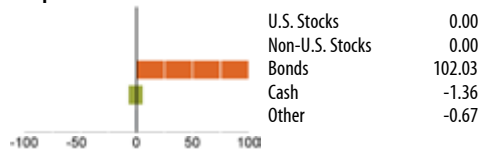
Waiver Data	Type	Exp.Date	%
—	—	—	—

Portfolio Manager(s)

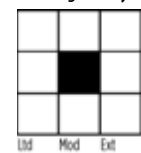
Ford E. O'Neil, M.B.A., University of Pennsylvania (Wharton), 1990. B.A., Harvard University, 1985. Since 2015.
 Celso Munoz, CFA, M.B.A., Harvard University. B.S., University of Pennsylvania. Since 2016.

Portfolio Analysis as of 12-31-22

Composition as of 12-31-22



Morningstar Style Box™ as of 12-31-22



Average Effective Duration	5.99
Average Effective Maturity	—

Top 20 Holdings as of 12-31-22

Security	% Assets
United States Treasury Notes 1.25% 05-31-28	5.20
Fidelity Reverse Str Tr	4.60
United States Treasury Bonds 2% 08-15-51	3.57
United States Treasury Notes 2.875% 05-15-32	2.64
United States Treasury Notes 0.75% 03-31-26	1.83
United States Treasury Notes 1.125% 08-31-28	1.64
United States Treasury Bonds 1.75% 08-15-41	1.50
United States Treasury Notes 1.625% 09-30-26	1.46
United States Treasury Notes 0.25% 07-31-25	1.43
United States Treasury Bonds 3.375% 08-15-42	1.41
United States Treasury Bonds 3% 02-15-47	1.23
United States Treasury Notes 2.75% 04-30-27	1.13
Federal National Mortgage Association 2% 02-01-53	0.97
United States Treasury Notes 2.625% 07-31-29	0.94
United States Treasury Bonds 1.875% 11-15-51	0.87
Federal National Mortgage Association 2.5% 02-01-53	0.86
United States Treasury Notes 1.125% 10-31-26	0.83
Federal National Mortgage Association 2% 01-01-53	0.74
United States Treasury Bonds 2.25% 02-15-52	0.73
Government National Mortgage Association 2% 02-01-53	0.70
Total Number of Stock Holdings	—
Total Number of Bond Holdings	2194
Annual Turnover Ratio %	183.00
Total Fund Assets (\$mil)	3,796.82

Risk Measures as of 03-31-23

Metric	Port Avg	BC Aggr	Category
3 Yr Std Dev	6.59	6.28	6.33
3 Yr Sharpe Ratio	-0.31	-0.60	-0.52
3 Yr Alpha	1.84	—	0.48
3 Yr Beta	1.04	—	0.99
3 Yr R-squared	97.15	—	96.19

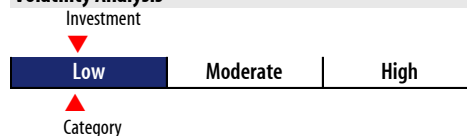
Morningstar Sectors as of 12-31-22

Sector	%Fund	%Category
Government	34.29	35.62
Corporate	37.00	25.90
Securitized	21.81	31.19
Municipal	0.85	0.95
Cash and Equivalents	6.05	3.91
Other	0.00	2.43

Credit Analysis as of 12-31-22

Credit Rating	%Bonds
AAA	55
AA	4
A	12
BBB	24
BB	2
B	0
Below B	0
NR/NA	3

Volatility Analysis



In the past, this investment has shown a relatively small range of fluctuations relative to other investments. Based on this measure, currently more than two thirds of all investments have shown higher levels of risk. Consequently, this investment may appeal to investors looking for a conservative investment strategy.

Notes

This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus, a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment professional and should be read carefully before investing or sending money.

NOT A DEPOSIT — NOT FDIC INSURED — NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY — NOT GUARANTEED BY THE INSTITUTION — MAY GO DOWN IN VALUE