

Release Date: 12-31-2018

Fidelity® VIP Balanced Portfolio — Service Class 2

Investment Strategy from investment's prospectus

The investment seeks income and capital growth consistent with reasonable risk. The fund invests approximately 60% of assets in stocks and other equity securities and the remainder in bonds and other debt securities, including lower-quality debt securities (those of less than investment-grade quality, also referred to as high yield debt securities or junk bonds), when its outlook is neutral. It invests at least 25% of total assets in fixed-income senior securities (including debt securities and preferred stock). The fund invests in domestic and foreign issuers.

Category Description: Allocation—50% to 70% Equity

Funds in allocation categories seek to provide both income and capital appreciation by investing in multiple asset classes, including stocks, bonds, and cash. These portfolios are dominated by domestic holdings and have equity exposures between 50% and 70%.

Operations

| | |
|------------------------------------|--|
| Fund Inception Date | 01-12-00 |
| Initial Share Class Inception Date | 01-03-95 |
| Advisor | Fidelity Management & Research Company |
| Subadvisor | FMR Co., Inc. (FMRC) |
| | FMR Investment Management (U.K.) Limited |
| | Fidelity Inv Money Mgmt Inc |
| | Fidelity Management & Research (HK) Ltd |
| | Fidelity Management & Research (Japan) Limited |

Fees and Expenses as of 04-30-18

| | |
|--------------------------------|-------|
| Gross Prospectus Expense Ratio | 0.75% |
| Net Prospectus Expense Ratio | 0.75% |

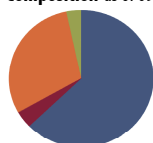
| Waiver Data | Type | Exp.Date | % |
|-------------|------|----------|---|
| — | — | — | — |

Portfolio Manager(s)

Douglas Simmons. M.B.A., Harvard Business School. Since 2014.
 Jonathan Kasen. B.S., Boston College, 2001. Since 2014.

Portfolio Analysis as of 09-30-18

Composition as of 09-30-18

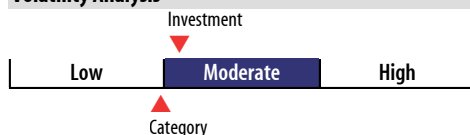


| | % Assets |
|-----------------|----------|
| U.S. Stocks | 62.82 |
| Non-U.S. Stocks | 3.93 |
| Bonds | 29.91 |
| Cash | 3.25 |
| Other | 0.11 |

Top 20 Holdings as of 09-30-18

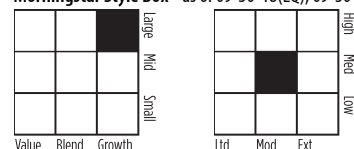
| | % Assets |
|---|----------|
| Apple Inc | 2.68 |
| Microsoft Corp | 2.57 |
| Amazon.com Inc | 2.26 |
| United States Treasury Notes 2% 12-31-21 | 2.22 |
| Alphabet Inc Class C | 2.03 |
| Facebook Inc A | 1.57 |
| S&P500 Emini Fut Dec18 Esz8 | 1.56 |
| United States Treasury Notes 1.25% 10-31-21 | 1.31 |
| UnitedHealth Group Inc | 1.24 |
| Bank of America Corporation | 1.23 |
| United States Treasury Notes 1.88% 03-31-22 | 1.16 |
| AT&T Inc | 1.06 |
| United States Treasury Notes 1.88% 07-31-22 | 1.01 |
| Citigroup Inc | 0.96 |
| Fannie Mae 4% 30 Year | 0.84 |
| Fannie Mae 3.5% 30 Year | 0.84 |
| Capital One Financial Corp | 0.82 |
| The Home Depot Inc | 0.79 |
| United States Treasury Notes 1.12% 02-28-19 | 0.73 |
| Boston Scientific Corp | 0.72 |
| Total Number of Stock Holdings | 298 |
| Total Number of Bond Holdings | 1038 |
| Annual Turnover Ratio % | 45.00 |
| Total Fund Assets (\$mil) | 3,865.38 |

Volatility Analysis



In the past, this investment has shown a relatively moderate range of price fluctuations relative to other investments. This investment may experience larger or smaller price declines or price increases depending on market conditions. Some of this risk may be offset by owning other investments with different portfolio makeups or investment strategies.

Morningstar Style Box™ as of 09-30-18(EQ); 09-30-18(F-I)



Statistics as of 09-30-18

| | Stk Port Avg | S&P 500 | Category |
|------------------|--------------|-----------|-----------|
| P/E Ratio | 17.48 | 14.35 | 15.75 |
| P/B Ratio | 2.75 | 2.73 | 2.40 |
| P/C Ratio | 11.61 | 11.79 | 9.60 |
| GeoAvgCap(\$mil) | 67,858.01 | 93,688.30 | 68,580.93 |

Risk Measures as of 12-31-18

| | Port Avg | S&P 500 | Category |
|-------------------|----------|---------|----------|
| 3 Yr Std Dev | 8.10 | 10.95 | 7.22 |
| 3 Yr Sharpe Ratio | 0.61 | 0.76 | 0.53 |
| 3 Yr Alpha | -0.92 | — | -1.31 |
| 3 Yr Beta | 1.23 | — | 1.06 |
| 3 Yr R-squared | 92.59 | — | 88.20 |

Morningstar Sectors as of 09-30-18

| | %Fund | S&P 500 % |
|------------------------|-------|-----------|
| Cyclical | 31.14 | 32.63 |
| Basic Materials | 2.96 | 2.56 |
| Consumer Cyclical | 12.36 | 11.82 |
| Financial Services | 13.83 | 15.83 |
| Real Estate | 1.99 | 2.42 |
| Sensitive | 44.04 | 40.71 |
| Communication Services | 3.83 | 3.58 |
| Energy | 6.19 | 5.32 |
| Industrials | 8.31 | 9.92 |
| Technology | 25.71 | 21.89 |
| Defensive | 24.83 | 26.65 |
| Consumer Defensive | 6.90 | 7.85 |
| Healthcare | 15.23 | 15.46 |
| Utilities | 2.70 | 3.34 |

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