

# Fidelity® VIP Equity-Income Portfolio — Service Class 2

## Investment Strategy from investment's prospectus

The investment seeks reasonable income with consideration of the potential for capital appreciation. The fund normally invests at least 80% of assets in equity securities. It primarily invests in income-producing equity securities, which the advisor tends to lead to investments in large cap "value" stocks. The fund potentially invests in other types of equity securities and 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).

## Category Description: Large Value

Large-value funds invest primarily in big U.S. companies that are less expensive or growing more slowly than other large-cap stocks. These funds often feature investments in energy, financial or manufacturing sectors.

## Operations

|                                    |  |
|------------------------------------|--|
| Fund Inception Date                | 01-12-00                                       |
| Initial Share Class Inception Date | 10-09-86                                       |
| Advisor                            | Fidelity Management & Research Company         |
| Subadvisor                         | FMR Co., Inc. (FMRC)                           |
|                                    | FMR Investment Management (U.K.) Limited       |
|                                    | Fidelity Management & Research (HK) Ltd        |
|                                    | Fidelity Management & Research (Japan) Limited |

## Fees and Expenses as of 04-30-18

|                                |       |
|--------------------------------|-------|
| Gross Prospectus Expense Ratio | 0.81% |
| Net Prospectus Expense Ratio   | 0.81% |

## Waiver Data

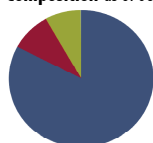
| Waiver Data | Type | Exp.Date | % |
|-------------|------|----------|---|
|             |      |          |   |

## Portfolio Manager(s)

Adam Kramer. Since 2011.  
 Ramona Persaud. M.B.A., University of Pennsylvania (Wharton), 2003.  
 B.S., Polytechnic University, 1997. Since 2017.

## Portfolio Analysis as of 06-30-18

### Composition as of 06-30-18

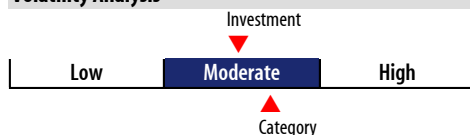


|                 | % Assets |
|-----------------|----------|
| U.S. Stocks     | 82.75    |
| Non-U.S. Stocks | 9.06     |
| Bonds           | 0.03     |
| Cash            | 8.00     |
| Other           | 0.17     |

### Top 20 Holdings as of 06-30-18

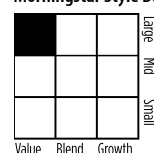
|                                | % Assets |
|--------------------------------|----------|
| JPMorgan Chase & Co            | 3.98     |
| Verizon Communications Inc     | 3.53     |
| Wells Fargo & Co               | 3.25     |
| Cisco Systems Inc              | 2.94     |
| Johnson & Johnson              | 2.89     |
| Bank of America Corporation    | 2.85     |
| Chevron Corp                   | 2.35     |
| United Technologies Corp       | 2.19     |
| Citigroup Inc                  | 2.19     |
| DowDuPont Inc                  | 2.14     |
| Amgen Inc                      | 2.04     |
| KKR & Co Inc                   | 2.02     |
| Blackstone Group LP            | 1.98     |
| Exelon Corp                    | 1.82     |
| Qualcomm Inc                   | 1.79     |
| Microsoft Corp                 | 1.78     |
| McDonald's Corp                | 1.70     |
| ConocoPhillips                 | 1.56     |
| Comcast Corp Class A           | 1.52     |
| British American Tobacco PLC   | 1.25     |
| Total Number of Stock Holdings | 120      |
| Total Number of Bond Holdings  | 3        |
| Annual Turnover Ratio %        | 36.00    |
| Total Fund Assets (\$mil)      | 5,381.22 |

## 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 06-30-18



|        | % Mkt Cap |
|--------|-----------|
| Giant  | 59.24     |
| Large  | 31.79     |
| Medium | 8.48      |
| Small  | 0.50      |
| Micro  | 0.00      |

## Statistics as of 06-30-18

|                  | Stk Port Avg | S&P 500    | Category   |
|------------------|--------------|------------|------------|
| P/E Ratio        | 13.95        | 17.98      | 15.03      |
| P/B Ratio        | 2.24         | 3.17       | 2.25       |
| P/C Ratio        | 11.68        | 13.67      | 9.56       |
| GeoAvgCap(\$mil) | 85,682.00    | 109,557.79 | 108,271.51 |

## Risk Measures as of 09-30-18

|                   | Port Avg | S&P 500 | Category |
|-------------------|----------|---------|----------|
| 3 Yr Std Dev      | 9.20     | 9.18    | 9.82     |
| 3 Yr Sharpe Ratio | 1.24     | 1.69    | 1.26     |
| 3 Yr Alpha        | -3.07    | —       | -2.52    |
| 3 Yr Beta         | 0.93     | —       | 0.95     |
| 3 Yr R-squared    | 86.21    | —       | 79.42    |

## Morningstar Sectors as of 06-30-18

|                        | %Fund | S&P 500 % |
|------------------------|-------|-----------|
| Cyclical               | 38.32 | 32.42     |
| Basic Materials        | 3.34  | 2.27      |
| Consumer Cyclical      | 9.62  | 12.18     |
| Financial Services     | 24.79 | 15.79     |
| Real Estate            | 0.57  | 2.18      |
| Sensitive              | 37.20 | 42.67     |
| Communication Services | 7.15  | 3.24      |
| Energy                 | 10.47 | 6.00      |
| Industrials            | 8.39  | 10.35     |
| Technology             | 11.19 | 23.08     |
| Defensive              | 24.48 | 24.92     |
| Consumer Defensive     | 8.75  | 7.13      |
| Healthcare             | 11.99 | 14.96     |
| Utilities              | 3.74  | 2.83      |

## 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