

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 managing the fund to have similar overall interest rate risk to the Bloomberg Barclays U.S. Aggregate Bond Index. The fund allocates assets across different market sectors and maturities.

Category Description: Intermediate-Term Bond

Intermediate-term bond funds have durations that are greater than 3.5 and less than six years. Most of the funds rotate among a variety of sectors in the bond market, based upon which appear to offer better values. Whatever types of bonds they hold, these funds are less sensitive to interest rates, and therefore less volatile, than funds that have longer durations.

Operations

Fund Inception Date	01-12-00
Initial Share Class Inception Date	12-05-88
Advisor	Fidelity Management & Research Company
Subadvisor	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	0.66%
Net Prospectus Expense Ratio	0.66%

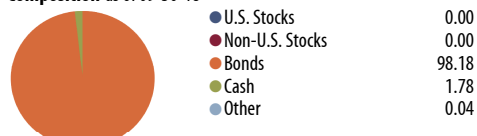
Waiver Data	Type	Exp.Date	%

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 09-30-18

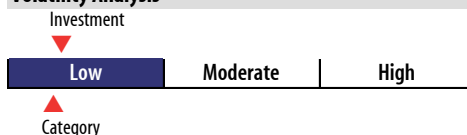
Composition as of 09-30-18



Top 20 Holdings as of 09-30-18

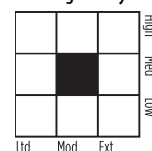
	% Assets
United States Treasury Notes 2% 12-31-21	7.48
United States Treasury Notes 1.25% 10-31-21	4.42
United States Treasury Notes 1.88% 03-31-22	3.90
United States Treasury Notes 1.88% 07-31-22	3.40
Fannie Mae 4% 30 Year	2.84
Fannie Mae 3.5% 30 Year	2.83
United States Treasury Notes 1.12% 02-28-19	2.45
Ginnie Mae 3.5% 30 Year	2.39
United States Treasury Bonds 3% 08-15-48	2.35
United States Treasury Notes 2.12% 07-31-24	2.05
Ginnie Mae 3% 30 Year	1.66
Freddie Mac 3% 30 Year	1.43
Fannie Mae 3% 30 Year	1.41
United States Treasury Notes 0.38% 07-15-27	1.40
United States Treasury Notes 2.12% 11-30-24	1.29
Freddie Mac 3.5% 20 Year	1.16
United States Treasury Notes 0.62% 01-15-26	1.10
United States Treasury Notes 0.12% 07-15-24	1.01
Freddie Mac 3.5% 30 Year	0.93
Freddie Mac 4% 30 Year	0.92
Total Number of Stock Holdings	—
Total Number of Bond Holdings	769
Annual Turnover Ratio %	6.00
Total Fund Assets (\$mil)	3,901.93

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.

Morningstar Style Box™ as of 09-30-18



Average Effective Duration	5.83
Average Effective Maturity	—

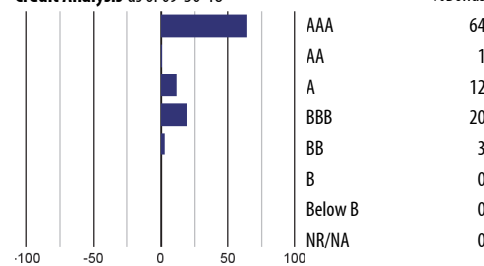
Risk Measures as of 12-31-18

	Port Avg	BC Aggr	Category
3 Yr Std Dev	2.83	2.88	2.68
3 Yr Sharpe Ratio	0.50	0.34	0.39
3 Yr Alpha	0.53	—	0.24
3 Yr Beta	0.93	—	0.85
3 Yr R-squared	88.28	—	84.68

Morningstar Sectors as of 09-30-18

	%Fund	%Category
Government	42.74	31.98
Corporate	30.98	26.13
Securitized	22.93	35.57
Municipal	1.58	0.54
Cash and Equivalents	1.78	5.31
Other	0.00	0.46

Credit Analysis as of 09-30-18



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