

Fidelity VIP Freedom Fund 2010 Portfolio - SC2

Investment Strategy from investment's prospectus

The investment seeks high total return with a secondary objective of principal preservation.

The fund primarily invests in a combination of underlying Fidelity VIP equity, fixed-income, and short-term funds. It allocates assets with an asset allocation strategy that becomes increasingly conservative until it reaches 40% in short-term funds, 35% in investment-grade fixed-income funds, 20% in domestic equity funds and 5% in high yield fixed-income funds (approximately 10 to 15 years after the year 2010).

Category Description: Target-Date 2000-2014

Target-date portfolios provide diversified exposure to stocks, bonds, and cash for those investors who have a specific date in mind (in this case, the years 2000-2014) for retirement or another goal. These portfolios aim to provide investors with an optimal level of return and risk, based solely on the target date. These portfolios get more conservative as the goal date approaches by investing more in bonds and cash. Investment managers structure these portfolios differently; two funds with the same goal year may have different allocations to equities and therefore different levels of return and risk.

Broad Asset Class: Asset Allocation

Asset Allocation is the apportioning of investment funds among categories of assets such as Domestic Equity, International Equity, Fixed Income and Cash Equivalents.

Notes

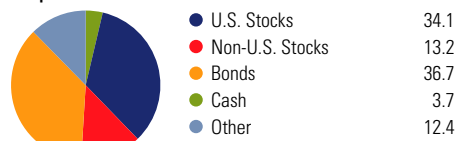
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NOT A DEPOSIT – NOT FDIC INSURED – NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY – NOT GUARANTEED BY THE INSTITUTION – MAY GO DOWN IN VALUE

The Broad Asset Class identifies a fund's investment style. The Broad Asset Class was developed by Nationwide in conjunction with Ibbotson Associates for asset allocation. Asset Allocation does not assure a profit or guarantee against a loss in a declining market.

Portfolio Analysis as of 08-31-08

Composition as of 08-31-08



Top 20 Holdings as of 08-31-08

Holdings	% Assets
Fidelity VIP Investment Grade Bond IC	35.78
Fidelity VIP Money Market IC	10.20
Fidelity VIP Overseas IC	9.51
Fidelity VIP Growth & Income IC	7.25
Fidelity VIP Growth IC	7.18
Fidelity VIP Equity-Income IC	7.13
Fidelity VIP Value IC	6.30
Fidelity VIP Contrafund IC	6.23
Fidelity VIP High Income IC	5.12
Fidelity VIP Mid Cap IC	2.67
Fidelity VIP Value Strategies IC	2.63
Total Number of Holdings	11
Annual Turnover Ratio %	21
Total Fund Assets (\$mil)	118.25

Risk Classification as of 09-30-08

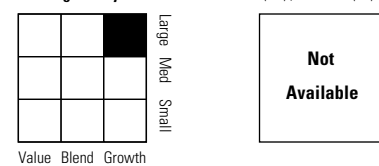
An investment's risk classification corresponds with the following ranges of standard deviation.

I	II	III	IV	V	VI
I	Lowest: Money Market and Stable Value Funds				
II	Very Low: 0.00-3.46				
III	Low: 3.47-5.21				
▶ IV	Moderate: 5.22-9.95				
V	High: 9.96-13.50				
VI	Very High: 13.51 and above				

Standard Deviation is a statistical measurement of dispersion about an average, which depicts how widely the returns varied over a certain period of time. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

Morningstar provides standard deviation and Nationwide provides the ranges.

Morningstar Style Box™ as of 08-31-08 (EQ) ; 09-30-08 (F-I)



Statistics as of 08-31-08

Statistics	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	14.24	1.15	1.06
P/B Ratio	1.86	0.95	0.97
P/C Ratio	7.26	0.99	0.94
GeoAvgCap (\$mil)	20,646.56	0.46	0.86

Risk Measures as of 09-30-08

Risk Measures	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	7.17	0.63	1.21
3 Yr Beta	0.84	—	1.25
3 Yr Sharpe Ratio	-0.32	1.14	0.64
3 Yr Alpha	-0.87	—	0.50
3 Yr R-squared	97.06	—	1.09

Morningstar Sectors as of 08-31-08

Sectors	Fund%	S&P 500%
Information	18.64	19.27
Software	3.41	4.02
Hardware	9.46	9.48
Media	1.96	2.72
Telecommunication	3.81	3.05
Service	40.58	40.95
Healthcare Service	10.95	13.10
Consumer Service	6.84	7.45
Business Service	5.07	4.74
Financial Service	17.72	15.66
Manufacturing	40.78	39.79
Consumer Goods	9.26	10.65
Industrial Materials	15.27	12.22
Energy	12.49	13.43
Utilities	3.76	3.49

Operations

Expense Ratio	0.25% of fund assets
Fund Inception Date	04-26-05
Initial Share Class	04-26-05
Inception Date	
Advisor	Strategic Advisers
Subadvisor	Fidelity Mgmt & Research Company (FMR)

Portfolio Manager(s)

Chris Sharpe. B.S., Brown U, 1990. Since 2005.
Jonathan Shelon. Since 2007.