Release Date: 09-30-2008

Fidelity VIP Mid Cap - Service Class 2

Investment Strategy from investment's prospectus

The investment seeks long-term growth of capital.

The fund normally invests at least 80% of assets in securities of companies with medium market capitalizations similar to companies in the Russell Midcap index or the Standard & Poor's MidCap 400 index. It potentially invests in companies with smaller or larger market capitalizations.

Category Description: Mid-Cap Growth

Some mid-cap growth funds invest in stocks of all sizes, thus leading to a mid-cap profile, but others focus on midsize companies. Mid-cap growth funds target firms that are projected to grow faster than other mid-cap stocks, therefore commanding relatively higher prices. Many of these stocks are found in the volatile technology, health-care, and services sectors.

Broad Asset Class: Mid Cap Stocks

Shares of ownership in mid-sized corporations.

Notes

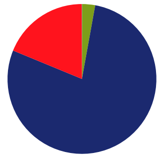
This material is authorized for client use only when preceded or accompanied by a Disclosure Statement, a product prospectus (variable annuity and variable life insurance only), a fund prospectus and/or informational brochure containing more complete information. These can be obtained from your investment 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

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.

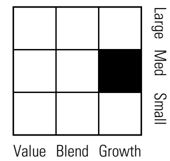
Portfolio Analysis as of 08-31-08

Composition as of 08-31-08



	% Assets
U.S. Stocks	78.3
Non-U.S. Stocks	18.8
Bonds	0.0
Cash	2.8
Other	0.0

Morningstar Style Box™ as of 08-31-08



	% Mkt Cap
Giant	6.48
Large	23.88
Medium	49.71
Small	17.30
Micro	2.62

Top 20 Holdings as of 08-31-08	% Assets
Newmont Mining	3.78
AGCO Corporation	3.49
Fidelity Revere Str Tr	2.75
Juniper Networks, Inc.	1.89
Thermo Fisher Scientific, Inc.	1.75
Wal-Mart Stores, Inc.	1.74
Barrick Gold Corporation	1.67
Weatherford International, Inc.	1.59
Priceline.com, Inc.	1.55
Accenture, Ltd.	1.50
Cooper Industries, Ltd.	1.36
Netflix, Inc.	1.35
Altera Corp.	1.31
Gamestop Corporation A	1.31
Kinetic Concepts, Inc.	1.26
Corn Products International, Inc.	1.17
Dresser-Rand Group, Inc.	1.16
Medtronic, Inc.	1.14
ENSCO International, Inc.	1.10
Molson Coors Brewing Company	1.10
Total Number of Stock Holdings	873
Total Number of Bond Holdings	0
Annual Turnover Ratio %	113
Total Fund Assets ($mil)	6,955.27

Statistics as of 08-31-08	Port Avg	Rel S&P 500	Rel Cat
P/E Ratio	15.60	1.26	0.88
P/B Ratio	2.28	1.17	0.81
P/C Ratio	9.03	1.24	0.93
GeoAvgCap ($mil)	5,243.79	0.12	0.87

Risk Measures as of 09-30-08	Port Avg	Rel S&P 500	Rel Cat
3 Yr Std Dev	14.75	1.29	0.90
3 Yr Beta	1.09	—	0.89
3 Yr Sharpe Ratio	-0.05	0.18	0.26
3 Yr Alpha	2.66	—	3.45
3 Yr R-squared	69.82	—	0.94

Morningstar Sectors as of 08-31-08	Fund%	S&P 500%
Information	15.78	19.27
Software	5.30	4.02
Hardware	9.59	9.48
Media	0.17	2.72
Telecommunication	0.72	3.05
Service	37.30	40.95
Healthcare Service	16.36	13.10
ConsumerService	10.70	7.45
Business Service	6.50	4.74
Financial Service	3.74	15.66
Manufacturing	46.91	39.79
Consumer Goods	11.28	10.65
Industrial Materials	24.53	12.22
Energy	10.93	13.43
Utilities	0.17	3.49

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.

Operations

Expense Ratio	0.90% of fund assets
Fund Inception Date	01-12-00
Initial Share Class Inception Date	12-28-98
Advisor	Fidelity Mgmt & Research Company (FMR)
Subadvisor	FMR Co., Inc. (FMRC) Fidelity Management & Research (UK) Inc. Fidelity Intl Investment Adv, Inc Fidelity Intl Invest Advisors (uk) Ltd Fidelity Investment Japan Ltd. Fidelity Research & Analysis Co.

Portfolio Manager(s)

Thomas Allen. B.A., Tufts U, 1983. M.B.A., Harvard U, 1995. Since 2001.