

MFS® Inflation-Adjusted Bond Portfolio



Objective

Seeks total return that exceeds the rate of inflation over the long-term, with an emphasis on current income, but also considering capital appreciation.

Investment team

Portfolio Managers

Annalisa Piazza

- 5 years with MFS
- 25 years in industry

Robert Spector, CFA

- 19 years with MFS
- 31 years in industry

Erik Weisman, Ph.D.

- 22 years with MFS
- 26 years in industry

Effective September 1, 2023, Annalisa Piazza will join the portfolio management team.

Portfolio benchmark

Bloomberg World Government Inflation-Linked Bond Index

Risk measures vs. benchmark

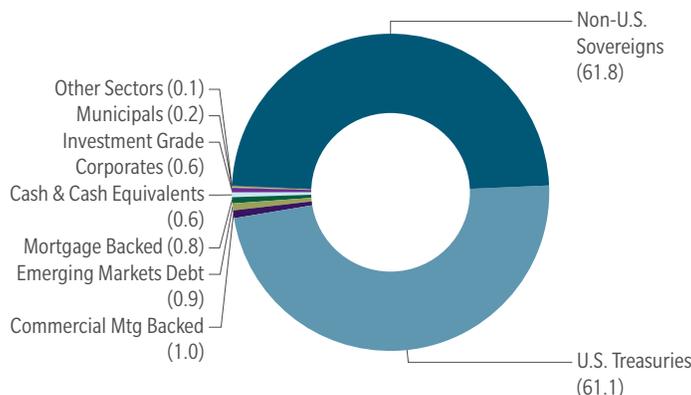
(Class IC)

Alpha	-0.54
Beta	1.00
Sharpe Ratio	-0.09
Standard Deviation	7.76

Risk measures are based on a trailing 10 year period.

The portfolio's manager seeks a total return for the fund ahead of the rate of inflation over the long-term through a portfolio of inflation-adjusted securities issued by the U.S. Treasury and foreign governments, U.S. Government agencies and instrumentalities other than the U.S. Treasury, and by other entities such as U.S. and foreign corporations and foreign governments. In addition, the portfolio may invest in other instruments with similar economic characteristics to these instruments, including derivatives and non-inflation-adjusted debt instruments.

Sectors (%)



Credit quality[‡]

(% of total net assets)

Credit Quality	Percentage
U.S. Government	44.8
Federal Agencies	0.8
AAA	5.9
AA	34.6
A	3.2
BBB	10.2
Other Not Rated	26.9

-27.0% Other. Other consists of: (i) currency derivatives and/or (ii) any derivative offsets. Derivatives, including futures and interest rate swaps, are categorized in the sector that MFS considers most closely aligned with the underlying asset.

Growth of \$10,000 Initial Class shares 12/31/13 – 12/31/23



Past performance is no guarantee of future results.

Average annual total returns (%)

	Inception Date	10 Year	5 Year	3 Year	1 Year
Initial Class	10/01/08	0.51	0.14	-6.44	2.74
Service Class	10/01/08	0.27	-0.11	-6.66	2.46
Bloomberg World Government Inflation-Linked Bond Index	N/A	1.06	0.69	-5.27	5.47

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value fluctuate so your units, when sold, may be worth more or less than the original cost; current performance may be lower or higher than quoted. For most recent month-end performance, please visit mfs.com

Performance results reflect any applicable expense subsidies and waivers in effect during the periods shown. Without such subsidies and waivers the series' performance results would be less favorable. All results assume the reinvestment of dividends and capital gains. It is not possible to invest directly in an index.

The returns for the portfolio shown do not reflect the deduction of expenses associated with variable products, such as mortality and expense risk charges, separate account charges, and sales charges imposed by insurance company separate accounts. Such expenses would reduce the overall returns shown. Please refer to the variable product's annual report for performance that reflects the deduction of the fees and charges imposed by insurance company separate accounts.

Initial Class and Service Class shares have no sales charge; however, Service Class shares carry 0.25% annual Rule 12b-1 fee.

- NOT FDIC INSURED
- MAY LOSE VALUE
- NO BANK GUARANTEE
- NOT A DEPOSIT
- NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY OR NCUA/NCUSIF

CALENDAR YEAR TOTAL RETURNS (%)

	'14	'15	'16	'17	'18	'19	'20	'21	'22	'23
Initial Class	3.71	-5.04	2.57	8.32	-4.47	8.26	13.55	1.63	-21.55	2.74
Service Class	3.43	-5.27	2.38	7.99	-4.70	8.05	13.21	1.32	-21.66	2.46

Past performance is no guarantee of future results.

PORTFOLIO CHARACTERISTICS

Avg. Eff. Maturity	10.9 years
Avg. Eff. Duration	10.3 years

PORTFOLIO STRUCTURE

Bonds	126.5
Cash & Cash Equivalents	0.6
Other	-27.0

FUND DATA

Inception Date	10/01/08
Net Assets	\$176.0 million
Number of Issues	82
Turnover Ratio	98%

Shares of each applicable Fund are offered at NAV and are available solely as an underlying investment option for variable life insurance and variable annuity products issued or administered by life insurance companies. These insurance companies actually own the shares of the applicable Funds. You do not buy, sell or exchange shares of the Funds-- you choose investment options through your variable annuity contract or variable life insurance policy. The insurance company then invests in the shares of the Fund according to the investment options you've chosen. Returns do not reflect fees and expenses of any variable annuity contract or variable life insurance policy, and would be lower if they did. Please refer to specific performance reporting from the issuing insurance company for returns that reflect such charges.

Withdrawals of taxable amounts from variable annuity contracts prior to age 59½ may be subject to an additional 10% federal tax penalty as well as income tax.

Amounts withdrawn from a variable insurance contract will reduce the death benefit and withdrawals of earnings will be subject to income tax.

No representation is made, and no assurance can be given, that any investment's results will be comparable to the investment results of any other product with similar investment objectives and policies, including products with the same investment professional or manager. Differences in portfolio size, investments held, contract and portfolio expenses, and other factors can be expected to affect performance.

Portfolio characteristics are based on equivalent exposure, which measures how a portfolio's value would change due to price changes in an asset held either directly or, in the case of a derivative contract, indirectly. The market value of the holding may differ. The portfolio is actively managed, and current holdings may be different.

Important risk considerations

The portfolio may not achieve its objective and/or you could lose money on your investment in the portfolio.

■ **Bond:** Investments in debt instruments may decline in value as the result of, or perception of, declines in the credit quality of the issuer, borrower, counterparty, or other entity responsible for payment, underlying collateral, or changes in economic, political, issuer-

specific, or other conditions. Certain types of debt instruments can be more sensitive to these factors and therefore more volatile. In addition, debt instruments entail interest rate risk (as interest rates rise, prices usually fall). Therefore, the portfolio's value may decline during rising rates. Portfolios that consist of debt instruments with longer durations are generally more sensitive to a rise in interest rates than those with shorter durations. At times, and particularly during periods of market turmoil, all or a large portion of segments of the market may not have an active trading market. As a result, it may be difficult to value these investments and it may not be possible to sell a particular investment or type of investment at any particular time or at an acceptable price. The price of an instrument trading at a negative interest rate responds to interest rate changes like other debt instruments; however, an instrument purchased at a negative interest rate is expected to produce a negative return if held to maturity. ■ **International:**

Investments in foreign markets can involve greater risk and volatility than U.S. investments because of adverse market, currency, economic, industry, political, regulatory, geopolitical, or other conditions. ■ **Derivatives:**

Investments in derivatives can be used to take both long and short positions, be highly volatile, involve leverage (which can magnify losses), and involve risks in addition to the risks of the underlying indicator(s) on which the derivative is based, such as counterparty and liquidity risk. ■ **Concentrated:** The portfolio's performance could be more volatile than the performance of more diversified portfolios. ■ **Inflation-Adjusted Debt:**

Interest payments on inflation-adjusted debt instruments can be unpredictable and vary based on the level of inflation. ■ **Government Credit:** Government securities not supported as to the payment of principal or interest by the full faith and credit of the government are subject to greater credit risk than are government securities supported by the full faith and credit of the government.

■ Please see the prospectus for further information on these and other risk considerations.

A word about variable products

Issued by insurance companies, variable annuity and variable life insurance contracts allow investors to accumulate money on a tax-deferred basis for long-term financial goals. Mortality and expense charges (which compensate the insurance company for insurance risks it assumes under the contract), surrender charges (typically levied if a contract holder cancels it within a certain period following initial purchase), and an annual maintenance charge are among the fees typically associated with these types of variable products.

Also keep in mind that any income guarantees are subject to the claims-paying ability of the issuing insurance company, and that contract owners have options when a contract's payout phase begins. Generally, investors may take their money in a lump sum, make discretionary or systematic distributions, or they can annuitize.

Please refer investors to your variable annuity or life insurance contract as well as the underlying fund prospectus(es) for more detailed information and other important considerations, which should be read carefully before investing.

‡ Important credit quality considerations

For all securities other than those described below, ratings are assigned utilizing ratings from Moody's, Fitch, and Standard & Poor's and applying the following hierarchy: If all three agencies provide a rating, the consensus rating is assigned if applicable or the middle rating if not; if two of the three agencies rate a security, the lower of the two is assigned. If none of the 3 Rating Agencies above assign a rating, but the security is rated by DBRS Morningstar, then the DBRS Morningstar rating is assigned. If none of the 4 rating agencies listed above rate the security, but the security is rated by the Kroll Bond Rating Agency (KBRA), then the KBRA rating is assigned. Other Not Rated includes other fixed income securities not rated by any rating agency. Ratings are shown in the S&P and Fitch scale (e.g., AAA). All ratings are subject to change. The portfolio itself has not been rated by any rating agency. The credit quality of a particular security or group of securities does not ensure the stability or safety of an overall portfolio. The quality ratings of individual issues/ issuers are provided to indicate the credit-worthiness of such issues/ issuer and generally range from AAA, Aaa, or AAA (highest) to D, C, or D (lowest) for S&P, Moody's, and Fitch respectively. The index rating methodology may differ.

Benchmark and vendor disclosures

Bloomberg World Government Inflation-Linked Bond Index - measures the performance of the major government inflation-linked bond markets.

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Before purchasing any variable product, consider the objectives, risks, charges, and expenses associated with the underlying investment option(s) and those of the product itself. For a prospectus, or summary prospectus if available, containing this and other information contact the issuing insurance company. Read the prospectus carefully before you invest.