



# Franklin Allocation VIP Fund

Financial Statements and Other Important Information

Annual | December 31, 2025

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## Financial Highlights

### Franklin Allocation VIP Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
<b>Class 1</b>					
<b>Per share operating performance</b>					
(for a share outstanding throughout the year)					
Net asset value, beginning of year . . . . .	\$5.29	\$4.95	\$4.46	\$6.02	\$5.49
Income from investment operations <sup>a</sup> :					
Net investment income <sup>b</sup> . . . . .	0.12	0.11	0.10	0.08	0.06
Net realized and unrealized gains (losses) . . . . .	0.54	0.35	0.55	(1.03)	0.58
Total from investment operations . . . . .	0.66	0.46	0.65	(0.95)	0.64
Less distributions from:					
Net investment income . . . . .	(0.12)	(0.12)	(0.08)	(0.10)	(0.11)
Net realized gains . . . . .	(0.23)	—	(0.08)	(0.51)	—
Total distributions . . . . .	(0.35)	(0.12)	(0.16)	(0.61)	(0.11)
Net asset value, end of year . . . . .	\$5.60	\$5.29	\$4.95	\$4.46	\$6.02
Total return <sup>c</sup> . . . . .	12.98%	9.33%	14.77%	(15.68)%	11.81%
<b>Ratios to average net assets</b>					
Expenses before waiver and payments by affiliates . . . . .	0.61%	0.59%	0.57%	0.58%	0.60%
Expenses net of waiver and payments by affiliates . . . . .	0.56%	0.56%	0.56% <sup>d</sup>	0.57% <sup>d</sup>	0.56% <sup>d</sup>
Net investment income . . . . .	2.18%	2.07%	2.08%	1.55%	1.04%
<b>Supplemental data</b>					
Net assets, end of year (000's) . . . . .	\$1,151	\$1,067	\$791	\$648	\$841
Portfolio turnover rate . . . . .	41.77%	53.38%	56.04%	107.31%	54.07%

<sup>a</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

<sup>b</sup>Based on average daily shares outstanding.

<sup>c</sup>Total return does not include fees, charges or expenses imposed by the variable annuity and life insurance contracts for which Franklin Templeton Variable Insurance Products Trust serves as an underlying investment vehicle.

<sup>d</sup>Benefit of expense reduction rounds to less than 0.01%.

Franklin Allocation VIP Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
<b>Class 2</b>					
<b>Per share operating performance</b>					
(for a share outstanding throughout the year)					
Net asset value, beginning of year . . . . .	\$5.24	\$4.90	\$4.41	\$5.96	\$5.43
Income from investment operations <sup>a</sup> :					
Net investment income <sup>b</sup> . . . . .	0.10	0.09	0.08	0.06	0.05
Net realized and unrealized gains (losses) . . . . .	0.54	0.36	0.56	(1.02)	0.58
Total from investment operations . . . . .	0.64	0.45	0.64	(0.96)	0.63
Less distributions from:					
Net investment income . . . . .	(0.11)	(0.11)	(0.07)	(0.08)	(0.10)
Net realized gains . . . . .	(0.23)	—	(0.08)	(0.51)	—
Total distributions . . . . .	(0.34)	(0.11)	(0.15)	(0.59)	(0.10)
Net asset value, end of year . . . . .	\$5.54	\$5.24	\$4.90	\$4.41	\$5.96
Total return <sup>c</sup> . . . . .	12.60%	9.15%	14.61%	(16.00)%	11.68%
<b>Ratios to average net assets</b>					
Expenses before waiver and payments by affiliates . . . . .	0.86%	0.84%	0.82%	0.83%	0.85%
Expenses net of waiver and payments by affiliates . . . . .	0.81%	0.81%	0.81% <sup>d</sup>	0.82% <sup>d</sup>	0.81% <sup>d</sup>
Net investment income . . . . .	1.94%	1.81%	1.81%	1.29%	0.80%
<b>Supplemental data</b>					
Net assets, end of year (000's) . . . . .	\$200,976	\$207,665	\$222,332	\$223,917	\$302,084
Portfolio turnover rate . . . . .	41.77%	53.38%	56.04%	107.31%	54.07%

<sup>a</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

<sup>b</sup>Based on average daily shares outstanding.

<sup>c</sup>Total return does not include fees, charges or expenses imposed by the variable annuity and life insurance contracts for which Franklin Templeton Variable Insurance Products Trust serves as an underlying investment vehicle.

<sup>d</sup>Benefit of expense reduction rounds to less than 0.01%.

**Franklin Allocation VIP Fund** (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
<b>Class 4</b>					
<b>Per share operating performance</b>					
(for a share outstanding throughout the year)					
Net asset value, beginning of year . . . . .	\$5.45	\$5.10	\$4.58	\$6.17	\$5.62
Income from investment operations <sup>a</sup> :					
Net investment income <sup>b</sup> . . . . .	0.10	0.09	0.08	0.06	0.04
Net realized and unrealized gains (losses) . . . . .	0.56	0.36	0.58	(1.06)	0.60
Total from investment operations . . . . .	0.66	0.45	0.66	(1.00)	0.64
Less distributions from:					
Net investment income . . . . .	(0.10)	(0.10)	(0.06)	(0.08)	(0.09)
Net realized gains . . . . .	(0.23)	—	(0.08)	(0.51)	—
Total distributions . . . . .	(0.33)	(0.10)	(0.14)	(0.59)	(0.09)
Net asset value, end of year . . . . .	\$5.78	\$5.45	\$5.10	\$4.58	\$6.17
Total return <sup>c</sup> . . . . .	12.53%	8.89%	14.62%	(16.19)%	11.54%
<b>Ratios to average net assets</b>					
Expenses before waiver and payments by affiliates . . . . .	0.96%	0.94%	0.92%	0.93%	0.95%
Expenses net of waiver and payments by affiliates . . . . .	0.91%	0.91%	0.91% <sup>d</sup>	0.92% <sup>d</sup>	0.91% <sup>d</sup>
Net investment income . . . . .	1.84%	1.71%	1.71%	1.20%	0.70%
<b>Supplemental data</b>					
Net assets, end of year (000's) . . . . .	\$349,785	\$344,151	\$355,128	\$328,741	\$418,751
Portfolio turnover rate . . . . .	41.77%	53.38%	56.04%	107.31%	54.07%

<sup>a</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

<sup>b</sup>Based on average daily shares outstanding.

<sup>c</sup>Total return does not include fees, charges or expenses imposed by the variable annuity and life insurance contracts for which Franklin Templeton Variable Insurance Products Trust serves as an underlying investment vehicle.

<sup>d</sup>Benefit of expense reduction rounds to less than 0.01%.

## Schedule of Investments, December 31, 2025

## Franklin Allocation VIP Fund

	Country	Shares	Value
<b>Common Stocks 57.4%</b>			
<b>Aerospace &amp; Defense 2.1%</b>			
Airbus SE, ADR	France	8,415	\$487,397
BAE Systems plc	United Kingdom	15,567	358,275
<sup>a</sup> Boeing Co. (The)	United States	4,100	890,192
BWX Technologies, Inc.	United States	2,718	469,779
Curtiss-Wright Corp.	United States	583	321,390
Dassault Aviation SA.	France	1,936	620,693
Exosens SAS	France	6,225	353,837
General Dynamics Corp.	United States	4,263	1,435,182
General Electric Co.	United States	3,671	1,130,778
Howmet Aerospace, Inc.	United States	387	79,343
L3Harris Technologies, Inc.	United States	248	72,805
Leonardo SpA.	Italy	1,809	103,476
Lockheed Martin Corp.	United States	154	74,485
MTU Aero Engines AG	Germany	1,900	787,603
Northrop Grumman Corp.	United States	1,274	726,448
Rolls-Royce Holdings plc	United Kingdom	8,088	125,087
RTX Corp.	United States	14,757	2,706,434
Safran SA.	France	2,378	828,298
			11,571,502
<b>Air Freight &amp; Logistics 0.3%</b>			
Deutsche Post AG	Germany	6,019	328,190
DSV A/S	Denmark	4,300	1,082,983
<sup>a</sup> InPost SA	Poland	18,820	231,274
			1,642,447
<b>Automobile Components 0.0%<sup>†</sup></b>			
Aisin Corp.	Japan	6,500	121,786
BorgWarner, Inc.	United States	341	15,366
Continental AG	Germany	1,464	116,187
			253,339
<b>Automobiles 1.1%</b>			
Ford Motor Co.	United States	49,656	651,487
General Motors Co.	United States	13,327	1,083,751
Mercedes-Benz Group AG	Germany	6,777	469,796
Subaru Corp.	Japan	14,400	310,050
Suzuki Motor Corp.	Japan	34,400	514,468
<sup>a</sup> Tesla, Inc.	United States	4,652	2,092,097
Toyota Motor Corp.	Japan	47,489	1,019,926
			6,141,575
<b>Banks 3.6%</b>			
AIB Group plc	Ireland	45,395	485,288
Banco BPM SpA.	Italy	14,107	214,214
Banco Santander SA.	Spain	18,172	213,893
Bank of America Corp.	United States	33,830	1,860,650
Barclays plc	United Kingdom	65,413	418,717
BNP Paribas SA	France	5,582	528,097
Citigroup, Inc.	United States	3,494	407,715
Commerzbank AG	Germany	1,806	76,222
Erste Group Bank AG	Austria	885	106,120
FincoBank Banca Fineco SpA.	Italy	27,500	712,513
HDFC Bank Ltd.	India	72,385	799,630
HSBC Holdings plc	United Kingdom	76,116	1,197,757
ING Groep NV	Netherlands	51,863	1,457,777
Intesa Sanpaolo SpA.	Italy	51,801	357,950
JPMorgan Chase & Co.	United States	13,198	4,252,660

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Banks</b> (continued)			
Mitsubishi UFJ Financial Group, Inc. ....	Japan	4,700	\$74,594
NatWest Group plc .....	United Kingdom	80,609	707,125
PNC Financial Services Group, Inc. (The) .....	United States	4,210	878,753
Societe Generale SA .....	France	8,452	680,420
Standard Chartered plc .....	United Kingdom	61,226	1,493,941
Sumitomo Mitsui Financial Group, Inc., ADR .....	Japan	43,480	840,468
UniCredit SpA .....	Italy	9,801	811,784
Wells Fargo & Co. ....	United States	12,194	1,136,481
			19,712,769
<b>Beverages 0.5%</b>			
Anheuser-Busch InBev SA/NV .....	Belgium	1,162	74,578
Coca-Cola HBC AG .....	Italy	2,228	115,262
Heineken Holding NV .....	Netherlands	1,037	75,936
Heineken NV .....	Netherlands	7,310	603,126
Kirin Holdings Co. Ltd. ....	Japan	11,400	170,647
<sup>a</sup> Monster Beverage Corp. ....	United States	14,441	1,107,192
PepsiCo, Inc. ....	United States	6,095	874,754
			3,021,495
<b>Biotechnology 1.1%</b>			
AbbVie, Inc. ....	United States	5,281	1,206,656
Amgen, Inc. ....	United States	2,902	949,853
<sup>a</sup> Argenx SE, ADR .....	Netherlands	1,040	874,588
<sup>a</sup> Biogen, Inc. ....	United States	1,283	225,795
<sup>a</sup> BioNTech SE, ADR .....	Germany	3,000	285,600
<sup>a</sup> Exelixis, Inc. ....	United States	2,561	112,249
<sup>a</sup> Genmab A/S .....	Denmark	1,373	425,608
Gilead Sciences, Inc. ....	United States	7,687	943,502
<sup>a</sup> Halozyne Therapeutics, Inc. ....	United States	1,450	97,585
<sup>a</sup> Incyte Corp. ....	United States	275	27,162
Regeneron Pharmaceuticals, Inc. ....	United States	138	106,518
<sup>a</sup> Vertex Pharmaceuticals, Inc. ....	United States	1,430	648,305
			5,903,421
<b>Broadline Retail 2.1%</b>			
<sup>b</sup> Alibaba Group Holding Ltd. ....	China	48,608	892,489
<sup>a</sup> Amazon.com, Inc. ....	United States	37,310	8,611,894
<sup>a</sup> Etsy, Inc. ....	United States	163	9,037
Macy's, Inc. ....	United States	3,155	69,568
<sup>a</sup> MercadoLibre, Inc. ....	Brazil	424	854,046
Next plc .....	United Kingdom	2,822	519,531
Prosus NV .....	China	6,811	421,730
Ryohin Keikaku Co. Ltd. ....	Japan	5,000	88,287
Wesfarmers Ltd. ....	Australia	1,649	88,837
			11,555,419
<b>Building Products 0.3%</b>			
Allegion plc .....	United States	26	4,140
Belimo Holding AG .....	Switzerland	54	52,761
Cie de Saint-Gobain SA .....	France	3,574	363,447
Geberit AG .....	Switzerland	171	132,803
Johnson Controls International plc. ....	United States	4,485	537,079
Trane Technologies plc .....	United States	1,566	609,487
			1,699,717

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Capital Markets 2.0%</b>			
3i Group plc	United Kingdom	10,087	\$442,303
Bank of New York Mellon Corp. (The)	United States	2,343	271,999
BlackRock, Inc.	United States	287	307,187
Blackstone, Inc.	United States	2,333	359,609
Charles Schwab Corp. (The)	United States	23,601	2,357,976
Deutsche Bank AG	Germany	17,442	672,200
<sup>c</sup> Euronext NV, 144A, Reg S	Netherlands	2,666	400,481
Goldman Sachs Group, Inc. (The)	United States	113	99,327
ICG plc	United Kingdom	32,300	890,711
Intercontinental Exchange, Inc.	United States	3,154	510,822
Macquarie Group Ltd.	Australia	3,700	499,982
Morgan Stanley	United States	1,845	327,543
<sup>a</sup> Robinhood Markets, Inc., A	United States	83	9,387
S&P Global, Inc.	United States	1,696	886,313
SEI Investments Co.	United States	1,196	98,096
Singapore Exchange Ltd.	Singapore	20,900	275,126
State Street Corp.	United States	3,567	460,179
Swissquote Group Holding SA	Switzerland	1,063	645,385
T Rowe Price Group, Inc.	United States	2,769	283,490
Tradeweb Markets, Inc., A	United States	2,111	227,017
UBS Group AG	Switzerland	22,191	1,024,661
XP, Inc., A	Brazil	6	98
			11,049,892
<b>Chemicals 1.4%</b>			
Air Products and Chemicals, Inc.	United States	7,119	1,758,535
Akzo Nobel NV	Netherlands	5,426	377,544
Asahi Kasei Corp.	Japan	12,300	109,332
CF Industries Holdings, Inc.	United States	5,382	416,244
Corteva, Inc.	United States	2,570	172,267
Ecolab, Inc.	United States	1,316	345,476
Givaudan SA	Switzerland	29	114,731
Linde plc	United States	4,697	2,002,754
Mitsubishi Chemical Group Corp.	Japan	16,200	94,829
Nitto Denko Corp.	Japan	16,300	388,098
Sherwin-Williams Co. (The)	United States	4,937	1,599,736
Sika AG	Switzerland	3,200	649,682
<sup>a</sup> Solstice Advanced Materials, Inc.	United States	86	4,178
			8,033,406
<b>Commercial Services &amp; Supplies 0.4%</b>			
Brambles Ltd.	Australia	9,597	146,549
Cintas Corp.	United States	832	156,474
Republic Services, Inc., A	United States	1,564	331,459
Securitas AB, B	Sweden	33,685	535,697
Veralto Corp.	United States	6,310	629,612
<sup>a</sup> Verisure plc	United Kingdom	23,901	393,238
			2,193,029
<b>Communications Equipment 0.4%</b>			
<sup>a</sup> Arista Networks, Inc.	United States	821	107,576
Cisco Systems, Inc.	United States	5,317	409,568
Motorola Solutions, Inc.	United States	3,315	1,270,706
Telefonaktiebolaget LM Ericsson, B	Sweden	17,599	171,274
Ubiquiti, Inc.	United States	52	28,774
			1,987,898

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Construction &amp; Engineering 0.1%</b>			
ACS Actividades de Construccion y Servicios SA.....	Spain	3,375	\$335,021
Eiffage SA.....	France	1,515	217,068
			552,089
<b>Construction Materials 0.5%</b>			
Holcim AG.....	United States	6,364	619,537
Martin Marietta Materials, Inc.....	United States	3,169	1,973,210
			2,592,747
<b>Consumer Finance 0.5%</b>			
American Express Co.....	United States	3,750	1,387,312
Capital One Financial Corp.....	United States	4,760	1,153,634
Synchrony Financial.....	United States	1,554	129,650
			2,670,596
<b>Consumer Staples Distribution &amp; Retail 0.6%</b>			
Albertsons Cos., Inc., A.....	United States	1,593	27,352
Carrefour SA.....	France	70,534	1,176,901
Costco Wholesale Corp.....	United States	538	463,939
Dollar General Corp.....	United States	2,697	358,081
*Dollar Tree, Inc.....	United States	2,446	300,882
Koninklijke Ahold Delhaize NV.....	Netherlands	12,893	528,702
Kroger Co. (The).....	United States	7,668	479,097
Tesco plc.....	United Kingdom	14,696	87,394
			3,422,348
<b>Containers &amp; Packaging 0.2%</b>			
Crown Holdings, Inc.....	United States	1,308	134,685
Smurfit WestRock plc, (GBP Traded).....	United States	16,843	646,126
Smurfit WestRock plc, (USD Traded).....	United States	4,556	176,180
			956,991
<b>Diversified Consumer Services 0.0%†</b>			
ADT, Inc.....	United States	620	5,003
<b>Diversified Telecommunication Services 0.3%</b>			
AT&T, Inc.....	United States	26,917	668,618
Deutsche Telekom AG.....	Germany	21,143	688,227
Singapore Telecommunications Ltd.....	Singapore	22,000	77,836
Telia Co. AB.....	Sweden	40,435	172,818
			1,607,499
<b>Electric Utilities 0.7%</b>			
Acciona SA.....	Spain	603	131,237
American Electric Power Co., Inc.....	United States	1,386	159,820
Duke Energy Corp.....	United States	635	74,428
Endesa SA.....	Spain	2,675	96,290
Enel SpA.....	Italy	11,526	119,840
Iberdrola SA.....	Spain	39,659	858,752
NextEra Energy, Inc.....	United States	6,079	488,022
NRG Energy, Inc.....	United States	3,390	539,824
Southern Co. (The).....	United States	1,276	111,267
SSE plc.....	United Kingdom	36,073	1,057,585
			3,637,065
<b>Electrical Equipment 0.5%</b>			
ABB Ltd.....	Switzerland	5,408	398,665
AMETEK, Inc.....	United States	1,778	365,041

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Electrical Equipment</b> (continued)			
Eaton Corp. plc . . . . .	United States	3,084	\$982,285
Fujikura Ltd. . . . .	Japan	3,400	377,044
Mitsubishi Electric Corp. . . . .	Japan	11,100	323,641
Vestas Wind Systems A/S . . . . .	Denmark	3,958	107,053
			2,553,729
<b>Electronic Equipment, Instruments &amp; Components 0.5%</b>			
Amphenol Corp., A . . . . .	United States	12,098	1,634,924
Halma plc . . . . .	United Kingdom	1,539	73,048
Inficon Holding AG . . . . .	Switzerland	2,900	358,825
Murata Manufacturing Co. Ltd. . . . .	Japan	7,500	155,010
TE Connectivity plc . . . . .	Switzerland	1,642	373,571
Yokogawa Electric Corp. . . . .	Japan	5,600	179,595
			2,774,973
<b>Entertainment 0.8%</b>			
CTS Eventim AG & Co. KGaA . . . . .	Germany	9,600	878,807
Electronic Arts, Inc. . . . .	United States	1,113	227,419
<sup>a</sup> Netflix, Inc. . . . .	United States	26,241	2,460,356
Nintendo Co. Ltd. . . . .	Japan	2,800	189,041
<sup>a</sup> Spotify Technology SA . . . . .	United States	306	177,697
Toho Co. Ltd. . . . .	Japan	2,500	127,362
Walt Disney Co. (The) . . . . .	United States	4,812	547,461
			4,608,143
<b>Financial Services 1.9%</b>			
<sup>a</sup> Berkshire Hathaway, Inc., B. . . . .	United States	4,650	2,337,322
Industrivarden AB, A . . . . .	Sweden	2,962	132,693
Investor AB, B. . . . .	Sweden	2,792	99,495
Mastercard, Inc., A . . . . .	United States	4,354	2,485,611
MGIC Investment Corp. . . . .	United States	9,850	287,817
ORIX Corp. . . . .	Japan	20,100	587,870
PayPal Holdings, Inc. . . . .	United States	13,911	812,124
Visa, Inc., A. . . . .	United States	10,963	3,844,834
Western Union Co. (The) . . . . .	United States	3,867	36,002
			10,623,768
<b>Food Products 0.4%</b>			
Archer-Daniels-Midland Co. . . . .	United States	6,024	346,320
Barry Callebaut AG . . . . .	Switzerland	396	647,425
Chocoladefabriken Lindt & Spruengli AG . . . . .	Switzerland	5	73,059
Ingredion, Inc. . . . .	United States	141	15,547
<sup>a</sup> Magnum Ice Cream Co. NV (The) . . . . .	Netherlands	2,565	40,712
Nestle SA . . . . .	United States	10,381	1,030,409
<sup>c</sup> WH Group Ltd., 144A, Reg S . . . . .	Hong Kong	202,500	225,588
			2,379,060
<b>Gas Utilities 0.1%</b>			
Tokyo Gas Co. Ltd. . . . .	Japan	7,100	281,476
UGI Corp. . . . .	United States	899	33,649
			315,125
<b>Ground Transportation 0.7%</b>			
Canadian Pacific Kansas City Ltd. . . . .	Canada	3,076	226,486
Central Japan Railway Co. . . . .	Japan	5,500	152,350
<sup>a</sup> Lyft, Inc., A . . . . .	United States	4,391	85,054
Old Dominion Freight Line, Inc. . . . .	United States	906	142,061

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Ground Transportation</b> (continued)			
Seibu Holdings, Inc. . . . .	Japan	1,700	\$46,710
<sup>a</sup> Uber Technologies, Inc. . . . .	United States	17,031	1,391,603
Union Pacific Corp. . . . .	United States	2,302	532,499
<sup>a</sup> XPO, Inc. . . . .	United States	10,260	1,394,436
			3,971,199
<b>Health Care Equipment &amp; Supplies 1.4%</b>			
Abbott Laboratories. . . . .	United States	5,388	675,062
Alcon AG . . . . .	United States	10,500	830,845
Becton Dickinson & Co. . . . .	United States	6,758	1,311,525
<sup>a</sup> Boston Scientific Corp. . . . .	United States	1,116	106,411
Cochlear Ltd. . . . .	Australia	5,401	937,718
EssilorLuxottica SA . . . . .	France	321	101,499
Fisher & Paykel Healthcare Corp. Ltd. . . . .	New Zealand	3,666	79,651
Hoya Corp. . . . .	Japan	3,400	515,677
<sup>a</sup> IDEXX Laboratories, Inc. . . . .	United States	853	577,080
<sup>a</sup> Intuitive Surgical, Inc. . . . .	United States	3,000	1,699,080
Medtronic plc . . . . .	United States	1,534	147,356
Stryker Corp. . . . .	United States	2,609	916,985
			7,898,889
<b>Health Care Providers &amp; Services 1.0%</b>			
Cardinal Health, Inc. . . . .	United States	2,993	615,062
Cencora, Inc. . . . .	United States	231	78,020
CVS Health Corp. . . . .	United States	17,700	1,404,672
Fresenius Medical Care AG. . . . .	Germany	1,509	72,078
HCA Healthcare, Inc. . . . .	United States	762	355,747
McKesson Corp. . . . .	United States	1,836	1,506,053
UnitedHealth Group, Inc. . . . .	United States	4,735	1,563,071
			5,594,703
<b>Health Care Technology 0.0%<sup>†</sup></b>			
Pro Medicus Ltd. . . . .	Australia	522	76,663
<b>Hotels, Restaurants &amp; Leisure 0.8%</b>			
<sup>a</sup> Airbnb, Inc., A . . . . .	United States	4,699	637,748
Amadeus IT Group SA . . . . .	Spain	8,200	606,890
Aristocrat Leisure Ltd. . . . .	Australia	4,066	157,413
Booking Holdings, Inc. . . . .	United States	233	1,247,792
Boyd Gaming Corp. . . . .	United States	676	57,622
<sup>a</sup> Chipotle Mexican Grill, Inc., A . . . . .	United States	14,080	520,960
Compass Group plc . . . . .	United Kingdom	4,202	133,141
<sup>c</sup> Evolution AB, 144A, Reg S . . . . .	Sweden	748	50,790
Expedia Group, Inc. . . . .	United States	1,367	387,285
InterContinental Hotels Group plc . . . . .	United Kingdom	1,915	269,113
Starbucks Corp. . . . .	United States	4,860	409,261
			4,478,015
<b>Household Durables 0.5%</b>			
Barratt Redrow plc . . . . .	United Kingdom	107,164	550,522
DR Horton, Inc. . . . .	United States	397	57,180
Persimmon plc . . . . .	United Kingdom	33,227	607,349
Sony Group Corp. . . . .	Japan	56,000	1,436,455
			2,651,506
<b>Household Products 0.2%</b>			
Colgate-Palmolive Co. . . . .	United States	2,972	234,848
Procter & Gamble Co. (The) . . . . .	United States	7,206	1,032,692

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Household Products</b> (continued)			
Reckitt Benckiser Group plc	United Kingdom	654	\$52,921
			1,320,461
<b>Independent Power and Renewable Electricity Producers 0.1%</b>			
RWE AG	Germany	4,987	264,245
Vistra Corp.	United States	1,103	177,947
			442,192
<b>Industrial Conglomerates 0.2%</b>			
Hitachi Ltd.	Japan	15,000	470,424
Honeywell International, Inc.	United States	325	63,404
Jardine Matheson Holdings Ltd.	Indonesia	1,100	75,070
Siemens AG	Germany	1,219	341,413
			950,311
<b>Industrial REITs 0.0%†</b>			
Prologis, Inc.	United States	1,760	224,682
<b>Insurance 1.5%</b>			
Aegon Ltd.	United States	9,401	73,105
AIA Group Ltd.	Hong Kong	71,787	738,910
Allianz SE	Germany	190	87,852
Allstate Corp. (The)	United States	346	72,020
American International Group, Inc.	United States	7,983	682,946
Assured Guaranty Ltd.	United States	176	15,817
AXA SA	France	12,641	606,528
Axis Capital Holdings Ltd.	United States	859	91,990
Hartford Insurance Group, Inc. (The)	United States	199	27,422
Japan Post Insurance Co. Ltd.	Japan	4,400	132,324
Marsh & McLennan Cos., Inc.	United States	8,073	1,497,703
Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen	Germany	457	300,746
Old Republic International Corp.	United States	3	137
Phoenix Financial Ltd.	Israel	2,075	85,820
Progressive Corp. (The)	United States	2,608	593,894
Prudential plc	Hong Kong	57,613	886,265
RenaissanceRe Holdings Ltd.	United States	470	132,145
Sompo Holdings, Inc.	Japan	13,100	444,643
Suncorp Group Ltd.	Australia	26,370	309,560
Travelers Cos., Inc. (The)	United States	5,587	1,620,565
Unum Group	United States	2	155
			8,400,547
<b>Interactive Media &amp; Services 2.9%</b>			
Alphabet, Inc., A	United States	21,711	6,795,543
Alphabet, Inc., C	United States	6,700	2,102,460
LY Corp.	Japan	41,500	110,429
Meta Platforms, Inc., A	United States	8,609	5,682,715
°Scout24 SE, 144A, Reg S	Germany	7,200	723,167
°Tencent Holdings Ltd.	China	7,137	547,719
			15,962,033
<b>IT Services 0.2%</b>			
Accenture plc, A	United States	3	805
Cognizant Technology Solutions Corp., A	United States	1	83
NEC Corp.	Japan	10,500	355,273
°Shopify, Inc., A	Canada	3,947	635,348
			991,509

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Leisure Products 0.0%†</b>			
Bandai Namco Holdings, Inc. . . . .	Japan	3,500	\$93,156
<b>Life Sciences Tools &amp; Services 1.1%</b>			
Agilent Technologies, Inc. . . . .	United States	2,384	324,391
Danaher Corp. . . . .	United States	2,712	620,831
Eurofins Scientific SE . . . . .	Luxembourg	1,726	126,219
<sup>1</sup> CON plc. . . . .	United States	2,792	508,758
Lonza Group AG . . . . .	Switzerland	1,200	809,064
<sup>2</sup> Medpace Holdings, Inc. . . . .	United States	875	491,444
<sup>3</sup> Mettler-Toledo International, Inc. . . . .	United States	342	476,813
Thermo Fisher Scientific, Inc. . . . .	United States	5,062	2,933,176
			6,290,696
<b>Machinery 1.9%</b>			
Allison Transmission Holdings, Inc. . . . .	United States	187	18,307
Atlas Copco AB, A. . . . .	Sweden	16,496	293,671
Caterpillar, Inc. . . . .	United States	470	269,249
CNH Industrial NV. . . . .	United States	84,188	776,213
Deere & Co. . . . .	United States	3,808	1,772,891
GEA Group AG . . . . .	Germany	2,966	200,449
Georg Fischer AG . . . . .	Switzerland	5,150	345,012
Illinois Tool Works, Inc. . . . .	United States	2,514	619,198
Ingersoll Rand, Inc. . . . .	United States	5,096	403,705
Interroll Holding AG. . . . .	Switzerland	240	664,058
Komatsu Ltd. . . . .	Japan	9,000	285,592
Kone OYJ, B. . . . .	Finland	2,369	167,827
Oshkosh Corp. . . . .	United States	2	251
Otis Worldwide Corp. . . . .	United States	7,419	648,050
Parker-Hannifin Corp. . . . .	United States	2,689	2,363,524
Sandvik AB . . . . .	Sweden	1,595	51,520
Schindler Holding AG . . . . .	Switzerland	555	196,382
Toro Co. (The) . . . . .	United States	1	79
<sup>4</sup> VAT Group AG, 144A, Reg S. . . . .	Switzerland	1,200	576,120
Wartsila OYJ Abp . . . . .	Finland	10,734	380,033
Xylem, Inc. . . . .	United States	2,838	386,479
Yangzijiang Shipbuilding Holdings Ltd. . . . .	China	57,100	154,255
			10,572,865
<b>Marine Transportation 0.0%†</b>			
AP Moller - Maersk A/S, B. . . . .	United States	26	59,658
SITC International Holdings Co. Ltd. . . . .	China	33,000	118,087
			177,745
<b>Media 0.2%</b>			
Comcast Corp., A . . . . .	United States	43,040	1,286,466
Fox Corp., A . . . . .	United States	480	35,073
Publicis Groupe SA. . . . .	France	493	51,197
			1,372,736
<b>Metals &amp; Mining 0.4%</b>			
BHP Group Ltd. . . . .	Australia	26,567	801,769
<sup>5</sup> Boliden AB . . . . .	Sweden	969	53,679
Fortescue Ltd. . . . .	Australia	37,563	549,265
Newmont Corp. . . . .	United States	7,595	758,361
			2,163,074
<b>Multi-Utilities 0.6%</b>			
Centrica plc . . . . .	United Kingdom	118,545	270,290

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Multi-Utilities</b> (continued)			
CMS Energy Corp. . . . .	United States	1,037	\$72,517
Consolidated Edison, Inc. . . . .	United States	715	71,014
Engie SA . . . . .	France	4,982	130,874
Sempra, Inc. . . . .	United States	13,304	1,174,610
WEC Energy Group, Inc. . . . .	United States	15,268	1,610,163
			3,329,468
<b>Oil, Gas &amp; Consumable Fuels 1.6%</b>			
APA Corp. . . . .	United States	29,360	718,146
BP plc. . . . .	United States	152,334	888,406
Cheniere Energy, Inc. . . . .	United States	1,677	325,992
Chevron Corp. . . . .	United States	8,371	1,275,824
ConocoPhillips . . . . .	United States	13,063	1,222,827
EOG Resources, Inc. . . . .	United States	1,465	153,840
Equinor ASA . . . . .	Norway	16,469	388,369
Exxon Mobil Corp. . . . .	United States	8,550	1,028,907
Galp Energia SGPS SA, B . . . . .	Portugal	29,030	499,906
Idemitsu Kosan Co. Ltd. . . . .	Japan	8,600	65,113
Inpex Corp. . . . .	Japan	13,300	266,007
Secure Waste Infrastructure Corp. . . . .	Canada	44,997	566,171
Shell plc . . . . .	United States	31,922	1,176,398
TotalEnergies SE . . . . .	France	1,872	122,051
Valero Energy Corp. . . . .	United States	425	69,186
			8,767,143
<b>Passenger Airlines 0.0%<sup>†</sup></b>			
Qantas Airways Ltd. . . . .	Australia	17,699	122,277
<sup>a</sup> United Airlines Holdings, Inc. . . . .	United States	690	77,156
			199,433
<b>Personal Care Products 0.3%</b>			
L'Oreal SA . . . . .	France	1,217	522,478
Unilever plc. . . . .	United Kingdom	16,534	1,080,285
			1,602,763
<b>Pharmaceuticals 2.9%</b>			
AstraZeneca plc . . . . .	United Kingdom	12,813	2,371,166
AstraZeneca plc, ADR . . . . .	United Kingdom	13,394	1,231,310
Bristol-Myers Squibb Co. . . . .	United States	17,286	932,407
Chugai Pharmaceutical Co. Ltd. . . . .	Japan	5,500	288,539
Eli Lilly & Co. . . . .	United States	1,452	1,560,435
GSK plc . . . . .	United States	30,834	755,964
Haleon plc, ADR . . . . .	United States	97,380	984,512
Ipsen SA. . . . .	France	920	128,367
Johnson & Johnson . . . . .	United States	11,431	2,365,645
Novartis AG . . . . .	United States	8,470	1,167,132
Novo Nordisk A/S, B . . . . .	Denmark	15,705	796,534
Pfizer, Inc. . . . .	United States	2,814	70,068
Roche Holding AG . . . . .	United States	541	228,457
Roche Holding AG . . . . .	United States	2,549	1,052,661
Roche Holding AG, ADR . . . . .	United States	13,870	715,276
Royalty Pharma plc, A. . . . .	United States	3	116
Sanofi SA . . . . .	United States	9,238	893,825
Shionogi & Co. Ltd. . . . .	Japan	15,700	284,167
			15,826,581

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Professional Services 0.5%</b>			
Adecco Group AG . . . . .	Switzerland	18,829	\$542,275
Automatic Data Processing, Inc. . . . .	United States	165	42,443
Experian plc . . . . .	United States	16,900	761,963
Genpact Ltd. . . . .	United States	2	94
ManpowerGroup, Inc. . . . .	United States	9,889	294,000
Recruit Holdings Co. Ltd. . . . .	Japan	8,300	466,390
RELX plc . . . . .	United Kingdom	4,668	188,059
Robert Half, Inc. . . . .	United States	1,185	32,185
Verisk Analytics, Inc., A . . . . .	United States	451	100,884
Wolters Kluwer NV . . . . .	Netherlands	1,048	108,548
			2,536,841
<b>Real Estate Management &amp; Development 0.1%</b>			
<sup>a</sup> CBRE Group, Inc., A . . . . .	United States	240	38,590
CK Asset Holdings Ltd. . . . .	Hong Kong	44,500	225,031
<sup>a</sup> Jones Lang LaSalle, Inc. . . . .	United States	159	53,499
Mitsubishi Estate Co. Ltd. . . . .	Japan	2,000	48,590
Sun Hung Kai Properties Ltd. . . . .	Hong Kong	11,500	140,027
			505,737
<b>Residential REITs 0.0%<sup>†</sup></b>			
Mid-America Apartment Communities, Inc. . . . .	United States	35	4,862
Sun Communities, Inc. . . . .	United States	1,476	182,891
			187,753
<b>Retail REITs 0.1%</b>			
Klepierre SA . . . . .	France	4,724	186,906
Simon Property Group, Inc. . . . .	United States	826	152,901
			339,807
<b>Semiconductors &amp; Semiconductor Equipment 6.7%</b>			
<sup>a</sup> Advanced Micro Devices, Inc. . . . .	United States	90	19,274
Advantest Corp. . . . .	Japan	5,000	632,240
<sup>a</sup> ARM Holdings plc, ADR . . . . .	United States	832	90,946
ASM International NV . . . . .	Netherlands	736	445,571
ASML Holding NV . . . . .	Netherlands	1,454	1,566,714
ASML Holding NV, ADR . . . . .	Netherlands	1,449	1,550,227
Broadcom, Inc. . . . .	United States	15,463	5,351,744
Disco Corp. . . . .	Japan	1,700	517,926
<sup>a</sup> Intel Corp. . . . .	United States	31,715	1,170,283
KLA Corp. . . . .	United States	588	714,467
Lam Research Corp. . . . .	United States	1,153	197,371
Marvell Technology, Inc. . . . .	United States	2,484	211,090
Microchip Technology, Inc. . . . .	United States	21,300	1,357,236
Micron Technology, Inc. . . . .	United States	3,512	1,002,360
Monolithic Power Systems, Inc. . . . .	United States	784	710,586
<sup>a</sup> Nova Ltd. . . . .	Israel	2,020	663,348
NVIDIA Corp. . . . .	United States	79,953	14,911,234
QUALCOMM, Inc. . . . .	United States	5,678	971,222
Skyworks Solutions, Inc. . . . .	United States	2	127
STMicroelectronics NV . . . . .	Singapore	24,731	646,348
Taiwan Semiconductor Manufacturing Co. Ltd. . . . .	Taiwan	25,819	1,269,192
Taiwan Semiconductor Manufacturing Co. Ltd., ADR . . . . .	Taiwan	6,846	2,080,431
Texas Instruments, Inc. . . . .	United States	1,863	323,212
Tokyo Electron Ltd. . . . .	Japan	1,900	423,182
			36,826,331

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Software 4.8%</b>			
<sup>a</sup> Adobe, Inc. . . . .	United States	4,634	\$1,621,854
<sup>a</sup> AppLovin Corp., A. . . . .	United States	717	483,129
<sup>a</sup> Autodesk, Inc. . . . .	United States	2,014	596,164
<sup>a</sup> Cadence Design Systems, Inc. . . . .	United States	97	30,320
<sup>a</sup> Check Point Software Technologies Ltd. . . . .	Israel	1,790	332,152
<sup>a</sup> CrowdStrike Holdings, Inc., A. . . . .	United States	314	147,191
<sup>a</sup> CyberArk Software Ltd. . . . .	United States	1,450	646,787
<sup>a</sup> Datadog, Inc., A. . . . .	United States	1,340	182,227
<sup>a</sup> DocuSign, Inc., A. . . . .	United States	2,243	153,421
<sup>a</sup> Dropbox, Inc., A. . . . .	United States	1,629	45,286
<sup>a</sup> Fair Isaac Corp. . . . .	United States	200	338,124
Intuit, Inc. . . . .	United States	3,194	2,115,770
<sup>a</sup> Kinaxis, Inc. . . . .	Canada	5,700	718,776
Microsoft Corp. . . . .	United States	24,220	11,713,276
Oracle Corp. . . . .	United States	4,649	906,137
<sup>a</sup> Palantir Technologies, Inc., A. . . . .	United States	1,639	291,332
<sup>a</sup> Palo Alto Networks, Inc. . . . .	United States	5,606	1,032,625
Pegasystems, Inc. . . . .	United States	1,014	60,556
<sup>a</sup> PTC, Inc. . . . .	United States	2,072	360,963
<sup>a</sup> RingCentral, Inc., A. . . . .	United States	959	27,696
Sage Group plc (The) . . . . .	United Kingdom	16,247	236,304
Salesforce, Inc. . . . .	United States	2,213	586,246
SAP SE . . . . .	Germany	6,041	1,467,773
<sup>a</sup> ServiceNow, Inc. . . . .	United States	4,792	734,087
<sup>a</sup> Synopsys, Inc. . . . .	United States	2,575	1,209,529
<sup>a</sup> Teradata Corp. . . . .	United States	1,141	34,732
<sup>a</sup> Tyler Technologies, Inc. . . . .	United States	323	146,626
<sup>a</sup> Zoom Communications, Inc., A. . . . .	United States	3,005	259,301
			26,478,384
<b>Specialized REITs 0.2%</b>			
American Tower Corp. . . . .	United States	3,926	689,288
Equinix, Inc. . . . .	United States	294	225,251
Rayonier, Inc. . . . .	United States	1,941	42,023
VICI Properties, Inc., A. . . . .	United States	13,310	374,277
			1,330,839
<b>Specialty Retail 1.0%</b>			
<sup>a</sup> AutoZone, Inc. . . . .	United States	23	78,005
Bath & Body Works, Inc. . . . .	United States	4	80
Best Buy Co., Inc. . . . .	United States	2,432	162,774
<sup>a</sup> Carvana Co., A. . . . .	United States	211	89,046
Fast Retailing Co. Ltd. . . . .	Japan	1,775	643,594
H & M Hennes & Mauritz AB, B. . . . .	Sweden	3,531	70,775
Home Depot, Inc. (The). . . . .	United States	3,033	1,043,655
Industria de Diseno Textil SA. . . . .	Spain	6,712	442,755
JD Sports Fashion plc. . . . .	United Kingdom	585,501	663,658
Lowe's Cos., Inc. . . . .	United States	1,887	455,069
<sup>a</sup> O'Reilly Automotive, Inc. . . . .	United States	11,411	1,040,797
TJX Cos., Inc. (The) . . . . .	United States	547	84,025
<sup>a</sup> Ulta Beauty, Inc. . . . .	United States	561	339,411
Williams-Sonoma, Inc. . . . .	United States	956	170,732
			5,284,376
<b>Technology Hardware, Storage &amp; Peripherals 1.9%</b>			
Apple, Inc. . . . .	United States	31,249	8,495,353
Canon, Inc. . . . .	Japan	2,700	79,889
Logitech International SA . . . . .	Switzerland	853	86,595

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Technology Hardware, Storage &amp; Peripherals</b> (continued)			
Samsung Electronics Co. Ltd. ....	South Korea	11,445	\$959,262
Western Digital Corp. ....	United States	3,747	645,496
			10,266,595
<b>Textiles, Apparel &amp; Luxury Goods 0.3%</b>			
adidas AG. ....	Germany	583	115,368
Asics Corp. ....	Japan	16,600	398,507
Kering SA. ....	France	776	271,164
LVMH Moet Hennessy Louis Vuitton SE. ....	France	616	464,301
Pandora A/S. ....	Denmark	1,871	206,907
Tapestry, Inc. ....	United States	1,977	252,601
			1,708,848
<b>Tobacco 0.2%</b>			
Altria Group, Inc. ....	United States	12,888	743,122
Imperial Brands plc. ....	United Kingdom	7,835	328,993
			1,072,115
<b>Trading Companies &amp; Distributors 0.5%</b>			
AerCap Holdings NV. ....	Ireland	3,365	483,752
Fastenal Co. ....	United States	16,355	656,326
RS Group plc. ....	United Kingdom	67,000	561,738
Toyota Tsusho Corp. ....	Japan	14,100	475,441
WW Grainger, Inc. ....	United States	625	630,656
			2,807,913
<b>Transportation Infrastructure 0.1%</b>			
*Aena SME SA, 144A, Reg S. ....	Spain	12,013	335,654
<b>Wireless Telecommunication Services 0.1%</b>			
Millicom International Cellular SA. ....	Guatemala	475	26,334
Vodafone Group plc. ....	United Kingdom	240,293	320,313
			346,647
<b>Total Common Stocks (Cost \$192,178,770)</b> .....			<b>316,851,255</b>
<b>Preferred Stocks 0.1%</b>			
<b>Household Products 0.0%†</b>			
*Henkel AG & Co. KGaA, 2.94%. ....	Germany	1,748	142,610
<b>Life Sciences Tools &amp; Services 0.1%</b>			
*Sartorius AG, 0.3%. ....	Germany	1,173	337,783
<b>Total Preferred Stocks (Cost \$518,678)</b> .....			<b>480,393</b>
		<b>Units</b>	
<b>Limited Partnerships 0.2%</b>			
<b>Oil, Gas &amp; Consumable Fuels 0.2%</b>			
Enterprise Products Partners LP. ....	United States	39,074	1,252,712
			1,252,712
<b>Total Limited Partnerships (Cost \$991,322)</b> .....			<b>1,252,712</b>

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>f</sup>	Value
<b>Corporate Bonds 12.8%</b>			
<b>Aerospace &amp; Defense 0.4%</b>			
<sup>b</sup> BAE Systems plc, Senior Bond, 144A, 5.5%, 3/26/54 . . . . .	United Kingdom	200,000	\$201,425
Boeing Co. (The),			
Senior Bond, 3.6%, 5/01/34 . . . . .	United States	200,000	182,079
Senior Bond, 3.5%, 3/01/39 . . . . .	United States	200,000	163,832
Senior Bond, 6.875%, 3/15/39 . . . . .	United States	100,000	112,846
Senior Bond, 5.705%, 5/01/40 . . . . .	United States	350,000	357,596
Senior Note, 6.528%, 5/01/34 . . . . .	United States	195,000	215,808
Howmet Aerospace, Inc.,			
Senior Bond, 5.95%, 2/01/37 . . . . .	United States	260,000	281,401
Senior Note, 4.85%, 10/15/31 . . . . .	United States	50,000	51,412
Lockheed Martin Corp., Senior Bond, 4.07%, 12/15/42 . . . . .	United States	130,000	111,128
Northrop Grumman Corp., Senior Bond, 4.95%, 3/15/53 . . . . .	United States	220,000	198,411
Spirit AeroSystems, Inc., Senior Bond, 4.6%, 6/15/28 . . . . .	United States	235,000	235,442
			2,111,380
<b>Automobiles 0.1%</b>			
<sup>c</sup> Hyundai Capital America,			
Senior Note, 144A, 5.35%, 3/19/29 . . . . .	United States	510,000	525,382
Senior Note, 144A, 4.5%, 9/18/30 . . . . .	United States	55,000	55,026
Senior Note, 144A, 5.4%, 1/08/31 . . . . .	United States	200,000	206,665
			787,073
<b>Banks 2.9%</b>			
Bank of America Corp.,			
Senior Bond, 3.974% to 2/06/29, FRN thereafter, 2/07/30 . . . . .	United States	200,000	198,978
Senior Bond, 1.922% to 10/23/30, FRN thereafter, 10/24/31 . . . . .	United States	200,000	178,932
Senior Bond, 2.687% to 4/21/31, FRN thereafter, 4/22/32 . . . . .	United States	200,000	183,582
Senior Bond, 5.468% to 1/22/34, FRN thereafter, 1/23/35 . . . . .	United States	225,000	234,463
Senior Note, 6.204% to 11/09/27, FRN thereafter, 11/10/28 . . . . .	United States	1,280,000	1,330,425
Senior Note, 5.162% to 1/23/30, FRN thereafter, 1/24/31 . . . . .	United States	825,000	851,868
Sub. Bond, 5.744% to 2/11/35, FRN thereafter, 2/12/36 . . . . .	United States	150,000	156,361
Sub. Bond, 3.846% to 3/07/32, FRN thereafter, 3/08/37 . . . . .	United States	58,000	54,636
Barclays plc, Senior Note, 5.086% to 2/24/28, FRN thereafter, 2/25/29 . . . . .	United Kingdom	230,000	234,418
<sup>b</sup> BPCE SA, Senior Non-Preferred Note, 144A, 2.045% to 10/18/26, FRN thereafter, 10/19/27 . . . . .	France	250,000	245,976
<sup>c</sup> CaixaBank SA, Senior Non-Preferred Note, 144A, 4.885% to 7/02/30, FRN thereafter, 7/03/31 . . . . .	Spain	200,000	203,041
Citibank NA, Senior Note, 4.914%, 5/29/30 . . . . .	United States	500,000	514,517
Citigroup, Inc.,			
<sup>e</sup> Junior Sub. Bond, 6.625% to 2/14/31, FRN thereafter, Perpetual . . . . .	United States	125,000	127,085
Senior Bond, 3.668% to 7/23/27, FRN thereafter, 7/24/28 . . . . .	United States	465,000	462,177
Senior Bond, 2.572% to 6/02/30, FRN thereafter, 6/03/31 . . . . .	United States	400,000	370,766
Senior Bond, 3.057% to 1/24/32, FRN thereafter, 1/25/33 . . . . .	United States	285,000	261,149
Senior Note, 5.174% to 2/12/29, FRN thereafter, 2/13/30 . . . . .	United States	360,000	369,503
Cooperatieve Rabobank UA, Senior Bond, 5.25%, 5/24/41 . . . . .	Netherlands	105,000	105,650
<sup>d</sup> Danske Bank A/S,			
Senior Non-Preferred Note, 144A, 5.705% to 2/28/29, FRN thereafter, 3/01/30 . . . . .	Denmark	200,000	207,867
Senior Preferred Note, 144A, 5.427% to 2/28/27, FRN thereafter, 3/01/28 . . . . .	Denmark	400,000	406,290

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Banks</b> (continued)			
Fifth Third Bancorp, Senior Note, 5.631% to 1/28/31, FRN thereafter, 1/29/32	United States	200,000	\$209,975
Huntington Bancshares, Inc., Senior Bond, 2.55%, 2/04/30	United States	200,000	186,741
Senior Note, 5.272% to 1/14/30, FRN thereafter, 1/15/31	United States	200,000	205,827
JPMorgan Chase & Co., Senior Bond, 3.54% to 4/30/27, FRN thereafter, 5/01/28	United States	1,030,000	1,024,530
Senior Bond, 1.953% to 2/03/31, FRN thereafter, 2/04/32	United States	150,000	133,818
Senior Bond, 5.35% to 5/31/33, FRN thereafter, 6/01/34	United States	535,000	556,048
Senior Bond, 5.336% to 1/22/34, FRN thereafter, 1/23/35	United States	100,000	103,677
Senior Note, 5.14% to 1/23/30, FRN thereafter, 1/24/31	United States	400,000	413,514
Sub. Bond, 2.956% to 5/12/30, FRN thereafter, 5/13/31	United States	200,000	188,734
Sub. Bond, 5.576% to 7/22/35, FRN thereafter, 7/23/36	United States	190,000	196,618
Mitsubishi UFJ Financial Group, Inc., Senior Note, 5.159% to 4/23/30, FRN thereafter, 4/24/31	Japan	200,000	206,182
Mizuho Financial Group, Inc., Senior Note, 5.778% to 7/05/28, FRN thereafter, 7/06/29	Japan	200,000	208,030
Senior Note, 5.098% to 5/12/30, FRN thereafter, 5/13/31	Japan	200,000	206,022
NatWest Group plc, Senior Note, 5.808% to 9/12/28, FRN thereafter, 9/13/29	United Kingdom	300,000	312,592
Senior Note, 4.964% to 8/14/29, FRN thereafter, 8/15/30	United Kingdom	200,000	204,194
PNC Financial Services Group, Inc. (The), <sup>e</sup> T, Junior Sub. Bond, 3.4% to 9/14/26, FRN thereafter, Perpetual	United States	230,000	225,655
Senior Bond, 5.676% to 1/21/34, FRN thereafter, 1/22/35	United States	50,000	52,736
Senior Bond, 5.373% to 7/20/35, FRN thereafter, 7/21/36	United States	175,000	180,061
Senior Note, 6.615% to 10/19/26, FRN thereafter, 10/20/27	United States	475,000	484,601
Senior Note, 5.222% to 1/28/30, FRN thereafter, 1/29/31	United States	210,000	217,440
Royal Bank of Canada, Senior Note, 4.97% to 5/01/30, FRN thereafter, 5/02/31	Canada	260,000	265,988
<sup>c</sup> Societe Generale SA, Senior Non-Preferred Note, 144A, 1.792% to 6/08/26, FRN thereafter, 6/09/27	France	200,000	197,893
Toronto-Dominion Bank (The), Senior Note, 4.568%, 12/17/26	Canada	200,000	201,289
Truist Financial Corp., Senior Note, 7.161% to 10/29/28, FRN thereafter, 10/30/29	United States	365,000	393,824
Senior Note, 5.153% to 8/04/31, FRN thereafter, 8/05/32	United States	200,000	206,734
<sup>c</sup> UniCredit SpA, Senior Preferred Note, 144A, 1.982% to 6/02/26, FRN thereafter, 6/03/27	Italy	300,000	297,296
US Bancorp, Senior Note, 5.1% to 7/22/29, FRN thereafter, 7/23/30	United States	500,000	515,015
Wells Fargo & Co., Senior Bond, 2.879% to 10/29/29, FRN thereafter, 10/30/30	United States	350,000	333,068
Senior Bond, 3.35% to 3/01/32, FRN thereafter, 3/02/33	United States	200,000	186,726
Senior Bond, 5.389% to 4/23/33, FRN thereafter, 4/24/34	United States	430,000	447,521
Senior Note, 4.808% to 7/24/27, FRN thereafter, 7/25/28	United States	550,000	556,218
Senior Note, 5.198% to 1/22/29, FRN thereafter, 1/23/30	United States	100,000	103,005
			15,919,256
<b>Beverages 0.1%</b>			
Anheuser-Busch InBev Worldwide, Inc., Senior Bond, 3.5%, 6/01/30	Belgium	350,000	341,929
Senior Bond, 5.8%, 1/23/59	Belgium	150,000	153,510
			495,439

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Biotechnology 0.4%</b>			
AbbVie, Inc., Senior Bond, 4.85%, 6/15/44	United States	430,000	\$398,526
Amgen, Inc.,			
Senior Bond, 2.45%, 2/21/30	United States	200,000	186,611
Senior Bond, 5.25%, 3/02/33	United States	100,000	103,546
Senior Bond, 5.6%, 3/02/43	United States	350,000	352,245
°CSL Finance plc,			
Senior Bond, 144A, 4.25%, 4/27/32	Australia	300,000	295,009
Senior Bond, 144A, 5.106%, 4/03/34	Australia	255,000	262,070
Regeneron Pharmaceuticals, Inc.,			
Senior Bond, 1.75%, 9/15/30	United States	200,000	178,543
Senior Bond, 2.8%, 9/15/50	United States	400,000	244,352
			2,020,902
<b>Broadline Retail 0.0%<sup>†</sup></b>			
Amazon.com, Inc., Senior Bond, 2.875%, 5/12/41	United States	230,000	174,621
<b>Building Products 0.1%</b>			
Carlisle Cos., Inc., Senior Bond, 5.25%, 9/15/35	United States	25,000	25,529
Owens Corning, Senior Bond, 5.7%, 6/15/34	United States	300,000	315,638
			341,167
<b>Capital Markets 1.0%</b>			
BlackRock Funding, Inc., Senior Bond, 5.25%, 3/14/54	United States	150,000	143,895
Goldman Sachs Group, Inc. (The),			
Senior Bond, 2.615% to 4/21/31, FRN thereafter, 4/22/32	United States	100,000	91,215
Senior Bond, 5.851% to 4/24/34, FRN thereafter, 4/25/35	United States	450,000	478,591
Senior Bond, 5.536% to 1/27/35, FRN thereafter, 1/28/36	United States	200,000	207,690
Senior Note, 5.727% to 4/24/29, FRN thereafter, 4/25/30	United States	540,000	564,267
Senior Note, 5.218% to 4/22/30, FRN thereafter, 4/23/31	United States	100,000	103,305
Jefferies Financial Group, Inc., Senior Bond, 2.625%, 10/15/31	United States	200,000	177,551
Morgan Stanley,			
Senior Bond, 3.591%, 7/22/28	United States	785,000	779,843
Senior Bond, 3.622% to 3/31/30, FRN thereafter, 4/01/31	United States	500,000	485,978
Senior Bond, 1.794% to 2/12/31, FRN thereafter, 2/13/32	United States	200,000	175,858
Senior Bond, 5.25% to 4/20/33, FRN thereafter, 4/21/34	United States	735,000	756,956
Senior Bond, 5.466% to 1/17/34, FRN thereafter, 1/18/35	United States	50,000	51,992
Senior Note, 4.654% to 10/17/29, FRN thereafter, 10/18/30	United States	260,000	263,203
Sub. Bond, 5.948% to 1/18/33, FRN thereafter, 1/19/38	United States	22,000	23,158
°MSCI, Inc., Senior Bond, 144A, 4%, 11/15/29	United States	200,000	195,643
°UBS Group AG,			
Senior Bond, 144A, 2.095% to 2/10/31, FRN thereafter, 2/11/32	Switzerland	425,000	377,195
Senior Note, 144A, 6.327% to 12/21/26, FRN thereafter, 12/22/27	Switzerland	300,000	306,322
Senior Note, 144A, 6.246% to 9/21/28, FRN thereafter, 9/22/29	Switzerland	200,000	210,583
			5,393,245
<b>Communications Equipment 0.1%</b>			
Cisco Systems, Inc., Senior Bond, 5.05%, 2/26/34	United States	330,000	339,696
Motorola Solutions, Inc.,			
Senior Bond, 4.6%, 5/23/29	United States	130,000	131,597
Senior Bond, 5.4%, 4/15/34	United States	150,000	154,949
Senior Note, 4.85%, 8/15/30	United States	70,000	71,445
			697,687

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Construction Materials 0.0%<sup>†</sup></b>			
Martin Marietta Materials, Inc., Senior Bond, 5.15%, 12/01/34 . . .	United States	175,000	\$178,773
<b>Consumer Finance 0.5%</b>			
AerCap Ireland Capital DAC / AerCap Global Aviation Trust, Senior Bond, 3.4%, 10/29/33 . . . . .	Ireland	150,000	135,493
Senior Note, 3%, 10/29/28 . . . . .	Ireland	450,000	436,392
American Express Co., Senior Bond, 4.804% to 10/23/35, FRN thereafter, 10/24/36 . . . . .	United States	125,000	123,478
Senior Note, 5.016% to 4/24/30, FRN thereafter, 4/25/31 . . . . .	United States	225,000	231,927
°Avolon Holdings Funding Ltd., Senior Note, 144A, 4.9%, 10/10/30 . . . . .	Ireland	100,000	100,574
Senior Note, 144A, 4.95%, 10/15/32 . . . . .	Ireland	200,000	198,225
Capital One Financial Corp., Senior Bond, 3.75%, 3/09/27 . . . . .	United States	135,000	134,636
Senior Note, 5.463% to 7/25/29, FRN thereafter, 7/26/30 . . . . .	United States	200,000	207,298
Sub. Bond, 6.183% to 1/29/35, FRN thereafter, 1/30/36 . . . . .	United States	200,000	208,849
General Motors Financial Co., Inc., Senior Bond, 5.45%, 9/06/34 . . . . .	United States	360,000	365,335
Senior Note, 5.4%, 4/06/26 . . . . .	United States	210,000	210,749
Senior Note, 4.2%, 10/27/28 . . . . .	United States	30,000	30,049
Toyota Motor Credit Corp., Senior Note, 4.45%, 5/18/26 . . . . .	United States	190,000	190,422
			2,573,427
<b>Consumer Staples Distribution &amp; Retail 0.1%</b>			
°7-Eleven, Inc., Senior Bond, 144A, 1.8%, 2/10/31 . . . . .	United States	44,000	38,574
Senior Note, 144A, 1.3%, 2/10/28 . . . . .	United States	346,000	326,853
			365,427
<b>Containers &amp; Packaging 0.0%<sup>†</sup></b>			
AptarGroup, Inc., Senior Note, 4.75%, 3/30/31 . . . . .	United States	55,000	55,490
<b>Diversified REITs 0.2%</b>			
Simon Property Group LP, Senior Bond, 2.2%, 2/01/31 . . . . .	United States	200,000	180,997
Senior Note, 3.375%, 12/01/27 . . . . .	United States	295,000	292,924
VICI Properties LP, Senior Note, 4.95%, 2/15/30 . . . . .	United States	200,000	202,454
°VICI Properties LP / VICI Note Co., Inc., Senior Bond, 144A, 4.125%, 8/15/30. . . . .	United States	225,000	218,292
			894,667
<b>Diversified Telecommunication Services 0.3%</b>			
AT&T, Inc., Senior Bond, 2.55%, 12/01/33 . . . . .	United States	500,000	426,884
Senior Bond, 4.5%, 5/15/35 . . . . .	United States	100,000	96,171
Senior Bond, 3.5%, 6/01/41 . . . . .	United States	740,000	582,675
Orange SA, Senior Bond, 9%, 3/01/31. . . . .	France	100,000	120,396
Verizon Communications, Inc., Senior Bond, 2.55%, 3/21/31 . . . . .	United States	100,000	91,355
Senior Bond, 3.4%, 3/22/41 . . . . .	United States	320,000	250,875
Senior Bond, 2.85%, 9/03/41 . . . . .	United States	200,000	144,266
Senior Note, 4.75%, 1/15/33 . . . . .	United States	175,000	174,915
			1,887,537

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Electric Utilities 1.1%</b>			
American Electric Power Co., Inc.,			
C, Junior Sub. Bond, 5.8% to 3/14/31, FRN thereafter, 3/15/56	United States	100,000	\$99,321
D, Junior Sub. Bond, 6.05% to 3/14/36, FRN thereafter, 3/15/56	United States	35,000	34,405
Baltimore Gas and Electric Co., Senior Bond, 4.55%, 6/01/52	United States	200,000	169,377
Commonwealth Edison Co., Senior Bond, 4%, 3/01/48	United States	225,000	179,497
DTE Electric Co., Senior Bond, 5.25%, 5/15/35	United States	25,000	25,709
Duke Energy Florida LLC, Senior Bond, 6.4%, 6/15/38	United States	200,000	223,330
Duke Energy Indiana LLC, Senior Bond, 5.4%, 4/01/53	United States	350,000	332,743
Duke Energy Ohio, Inc., Senior Bond, 5.25%, 4/01/33	United States	230,000	238,703
°Enel Finance International NV, Senior Bond, 144A, 2.5%, 7/12/31	Italy	200,000	180,022
Exelon Corp., Senior Bond, 4.05%, 4/15/30	United States	325,000	322,112
Georgia Power Co., Senior Bond, 4.3%, 3/15/42	United States	400,000	350,367
NextEra Energy Capital Holdings, Inc.,			
Senior Bond, 2.44%, 1/15/32	United States	300,000	267,349
Senior Bond, 5.9%, 3/15/55	United States	205,000	207,411
Senior Note, 5.3%, 3/15/32	United States	95,000	99,002
Pacific Gas and Electric Co.,			
Senior Note, 3.3%, 12/01/27	United States	350,000	344,837
Senior Secured Bond, 3.25%, 6/01/31	United States	300,000	279,626
PECO Energy Co., Senior Bond, 4.875%, 9/15/35	United States	240,000	242,401
Public Service Electric and Gas Co., Senior Bond, 5.45%, 3/01/54	United States	135,000	132,523
°RWE Finance US LLC, Senior Bond, 144A, 5.125%, 9/18/35	Germany	300,000	298,431
Virginia Electric and Power Co.,			
Senior Bond, 2.4%, 3/30/32	United States	725,000	645,925
Senior Bond, 5%, 4/01/33	United States	200,000	204,920
C, Senior Bond, 4.9%, 9/15/35	United States	250,000	248,919
°Vistra Operations Co. LLC,			
Senior Secured Bond, 144A, 4.3%, 7/15/29	United States	300,000	298,043
Senior Secured Note, 144A, 5.05%, 12/30/26	United States	75,000	75,574
Xcel Energy, Inc.,			
Senior Bond, 4.6%, 6/01/32	United States	200,000	199,014
Senior Bond, 5.45%, 8/15/33	United States	150,000	155,167
			5,854,728
<b>Electrical Equipment 0.0%<sup>†</sup></b>			
°Vertiv Group Corp., Senior Secured Note, 144A, 4.125%, 11/15/28	United States	50,000	49,415
<b>Electronic Equipment, Instruments &amp; Components 0.0%<sup>†</sup></b>			
Amphenol Corp., Senior Note, 4.4%, 2/15/33	United States	150,000	148,469
<b>Energy Equipment &amp; Services 0.0%<sup>†</sup></b>			
Baker Hughes Holdings LLC / Baker Hughes Co-Obligor, Inc., Senior Bond, 4.08%, 12/15/47	United States	285,000	227,050
<b>Entertainment 0.0%<sup>†</sup></b>			
°Netflix, Inc., Senior Bond, 144A, 5.375%, 11/15/29	United States	175,000	182,639

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Financial Services 0.1%</b>			
Corebridge Financial, Inc., Senior Note, 6.05%, 9/15/33 . . . . .	United States	150,000	\$159,257
°EDP Finance BV, Senior Note, 144A, 1.71%, 1/24/28 . . . . .	Portugal	200,000	190,550
Global Payments, Inc., Senior Note, 5.4%, 8/15/32 . . . . .	United States	135,000	137,377
			487,184
<b>Food Products 0.4%</b>			
Bunge Ltd. Finance Corp., Senior Note, 3.2%, 4/21/31 . . . . .	United States	20,000	18,857
JBS USA Holding Lux SARL / JBS USA Food Co. / JBS Lux Co. SARL, Senior Note, 3.625%, 1/15/32 . . . . .	United States	400,000	374,785
Senior Note, 5.75%, 4/01/33 . . . . .	United States	200,000	209,068
°JBS USA Holding Lux SARL / JBS USA Foods Group Holdings, Inc. / JBS USA Food Co., Senior Bond, 144A, 5.5%, 1/15/36 . . . . .	United States	120,000	122,014
Kellanova, Senior Bond, 4.5%, 4/01/46 . . . . .	United States	30,000	26,449
Kraft Heinz Foods Co., Senior Bond, 5%, 6/04/42 . . . . .	United States	175,000	160,683
Senior Bond, 4.375%, 6/01/46 . . . . .	United States	100,000	82,691
°Mars, Inc., Senior Bond, 144A, 3.2%, 4/01/30 . . . . .	United States	100,000	96,223
Senior Bond, 144A, 4.75%, 4/20/33 . . . . .	United States	210,000	212,437
Senior Bond, 144A, 5.7%, 5/01/55 . . . . .	United States	90,000	89,716
Senior Note, 144A, 5.2%, 3/01/35 . . . . .	United States	190,000	195,357
McCormick & Co., Inc., Senior Bond, 1.85%, 2/15/31 . . . . .	United States	300,000	265,499
Pilgrim's Pride Corp., Senior Note, 3.5%, 3/01/32 . . . . .	United States	140,000	129,450
			1,983,229
<b>Gas Utilities 0.0%<sup>†</sup></b>			
Southern California Gas Co., Senior Bond, 6.35%, 11/15/52 . . . . .	United States	200,000	217,196
<b>Ground Transportation 0.2%</b>			
°Ashtead Capital, Inc., Senior Bond, 144A, 5.8%, 4/15/34 . . . . .	United Kingdom	200,000	209,810
Burlington Northern Santa Fe LLC, Senior Bond, 5.75%, 5/01/40 . . . . .	United States	300,000	317,796
Senior Bond, 5.55%, 3/15/56 . . . . .	United States	45,000	44,392
CSX Corp., Senior Bond, 4.75%, 11/15/48 . . . . .	United States	215,000	191,735
°SMBC Aviation Capital Finance DAC, Senior Note, 144A, 5.1%, 4/01/30 . . . . .	Ireland	200,000	204,920
			968,653
<b>Health Care Equipment &amp; Supplies 0.1%</b>			
Baxter International, Inc., Senior Note, 2.539%, 2/01/32 . . . . .	United States	480,000	418,393
<b>Health Care Providers &amp; Services 0.6%</b>			
Ascension Health, Senior Bond, 3.945%, 11/15/46 . . . . .	United States	170,000	138,790
Cigna Group (The), Senior Bond, 2.375%, 3/15/31 . . . . .	United States	200,000	181,112
Senior Bond, 3.2%, 3/15/40 . . . . .	United States	250,000	198,187
CVS Health Corp., Senior Bond, 5.3%, 12/05/43 . . . . .	United States	435,000	406,677
Senior Bond, 5.125%, 7/20/45 . . . . .	United States	100,000	90,528
Senior Note, 5%, 9/15/32 . . . . .	United States	161,000	164,390
Elevance Health, Inc., Senior Bond, 5.1%, 1/15/44 . . . . .	United States	100,000	94,580
HCA, Inc., Senior Bond, 3.5%, 9/01/30 . . . . .	United States	365,000	351,135

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Health Care Providers &amp; Services</b> (continued)			
HCA, Inc., (continued)			
Senior Note, 3.625%, 3/15/32 . . . . .	United States	200,000	\$189,144
Senior Note, 4.6%, 11/15/32 . . . . .	United States	300,000	297,370
Icon Investments Six DAC, Senior Secured Bond, 6%, 5/08/34 . . . . .	United States	200,000	211,598
Kaiser Foundation Hospitals, Senior Bond, 4.15%, 5/01/47 . . . . .	United States	225,000	187,766
UnitedHealth Group, Inc.,			
Senior Bond, 3.05%, 5/15/41 . . . . .	United States	585,000	443,801
Senior Note, 5.15%, 7/15/34 . . . . .	United States	100,000	102,459
Senior Note, 5.3%, 6/15/35 . . . . .	United States	95,000	98,396
			3,155,933
<b>Health Care Technology 0.0%<sup>†</sup></b>			
IQVIA, Inc., Senior Secured Note, 6.25%, 2/01/29 . . . . .	United States	100,000	105,472
<b>Hotels, Restaurants &amp; Leisure 0.1%</b>			
°Carnival Corp.,			
Senior Note, 144A, 5.75%, 3/15/30 . . . . .	United States	120,000	123,511
Senior Secured Note, 144A, 4%, 8/01/28 . . . . .	United States	165,000	162,649
Marriott International, Inc., GG, Senior Bond, 3.5%, 10/15/32 . . . . .	United States	135,000	126,121
McDonald's Corp., Senior Bond, 3.625%, 9/01/49 . . . . .	United States	65,000	47,895
°Royal Caribbean Cruises Ltd., Senior Note, 144A, 5.5%, 4/01/28 . . . . .	United States	200,000	203,689
			663,865
<b>Independent Power and Renewable Electricity Producers 0.1%</b>			
Constellation Energy Generation LLC,			
Senior Bond, 5.8%, 3/01/33 . . . . .	United States	300,000	320,354
Senior Bond, 6.125%, 1/15/34 . . . . .	United States	350,000	379,621
Southern Power Co., B, Senior Bond, 4.9%, 10/01/35 . . . . .	United States	105,000	103,932
			803,907
<b>Industrial Conglomerates 0.0%<sup>†</sup></b>			
°Siemens Funding BV, Senior Bond, 144A, 5.8%, 5/28/55 . . . . .	Germany	200,000	209,533
<b>Insurance 0.4%</b>			
Allstate Corp. (The), Senior Bond, 4.2%, 12/15/46 . . . . .	United States	200,000	164,864
Aon North America, Inc., Senior Bond, 5.75%, 3/01/54 . . . . .	United States	70,000	69,697
Arch Capital Group Ltd., Senior Bond, 3.635%, 6/30/50 . . . . .	United States	155,000	115,263
Arthur J Gallagher & Co.,			
Senior Bond, 6.5%, 2/15/34 . . . . .	United States	150,000	165,618
Senior Bond, 5.45%, 7/15/34 . . . . .	United States	200,000	207,815
Senior Bond, 5.15%, 2/15/35 . . . . .	United States	260,000	262,889
°Athene Global Funding,			
Secured Bond, 144A, 2.673%, 6/07/31 . . . . .	United States	200,000	178,415
Senior Secured Bond, 144A, 5.543%, 8/22/35 . . . . .	United States	150,000	150,577
Athene Holding Ltd., Senior Bond, 6.25%, 4/01/54 . . . . .	United States	115,000	111,973
Berkshire Hathaway Finance Corp., Senior Bond, 3.85%, 3/15/52 . . . . .	United States	125,000	96,285
Brown & Brown, Inc.,			
Senior Bond, 2.375%, 3/15/31 . . . . .	United States	315,000	282,707
Senior Bond, 5.55%, 6/23/35 . . . . .	United States	30,000	30,780
Senior Note, 5.25%, 6/23/32 . . . . .	United States	20,000	20,498

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Insurance</b> (continued)			
Marsh & McLennan Cos., Inc., Senior Bond, 4.9%, 3/15/49 . . . .	United States	200,000	\$181,333
MetLife, Inc., Junior Sub. Bond, 6.4%, 12/15/36 . . . . .	United States	200,000	209,947
°Nippon Life Insurance Co., Sub. Bond, 144A, 6.5% to 4/29/35, FRN thereafter, 4/30/55 . . . . .	Japan	200,000	215,483
			2,464,144
<b>Interactive Media &amp; Services 0.0%<sup>†</sup></b>			
Alphabet, Inc., Senior Bond, 5.45%, 11/15/55 . . . . .	United States	200,000	196,336
<b>IT Services 0.0%<sup>†</sup></b>			
°Beignet Investor LLC, Senior Secured Bond, 144A, 6.581%, 5/30/49 . . . . .	United States	175,000	185,047
<b>Leisure Products 0.1%</b>			
Brunswick Corp., Senior Bond, 4.4%, 9/15/32 . . . . .	United States	200,000	191,237
Senior Note, 5.85%, 3/18/29 . . . . .	United States	200,000	207,146
			398,383
<b>Machinery 0.1%</b>			
Caterpillar, Inc., Senior Bond, 5.2%, 5/15/35 . . . . .	United States	200,000	207,424
Ingersoll Rand, Inc., Senior Note, 5.176%, 6/15/29 . . . . .	United States	140,000	144,758
Westinghouse Air Brake Technologies Corp., Senior Bond, 4.7%, 9/15/28 . . . . .	United States	200,000	202,570
			554,752
<b>Media 0.3%</b>			
Charter Communications Operating LLC / Charter Communications Operating Capital Corp.,			
Senior Secured Bond, 4.4%, 4/01/33 . . . . .	United States	100,000	94,235
Senior Secured Bond, 6.55%, 6/01/34 . . . . .	United States	400,000	420,851
Senior Secured Bond, 5.85%, 12/01/35 . . . . .	United States	50,000	49,901
Senior Secured Bond, 5.375%, 4/01/38 . . . . .	United States	385,000	355,271
Senior Secured Bond, 3.5%, 6/01/41 . . . . .	United States	45,000	32,048
Senior Secured Bond, 3.5%, 3/01/42 . . . . .	United States	100,000	69,506
Comcast Corp., Senior Bond, 4.049%, 11/01/52 . . . . .	United States	400,000	292,829
Fox Corp., Senior Bond, 6.5%, 10/13/33 . . . . .	United States	85,000	93,904
Paramount Global, Senior Bond, 4.95%, 1/15/31 . . . . .	United States	210,000	202,038
Senior Bond, 4.2%, 5/19/32 . . . . .	United States	200,000	180,779
			1,791,362
<b>Metals &amp; Mining 0.0%<sup>†</sup></b>			
Newmont Corp. / Newcrest Finance Pty. Ltd., Senior Note, 5.35%, 3/15/34 . . . . .	United States	40,000	41,834
<b>Multi-Utilities 0.1%</b>			
Berkshire Hathaway Energy Co., Senior Bond, 1.65%, 5/15/31 . . . . .	United States	300,000	261,644
Senior Bond, 5.15%, 11/15/43 . . . . .	United States	200,000	192,498
Public Service Enterprise Group, Inc., Senior Bond, 5.4%, 3/15/35	United States	50,000	51,530
Southern Co. Gas Capital Corp., Senior Bond, 4.95%, 9/15/34 .	United States	260,000	261,412
			767,084

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Oil, Gas &amp; Consumable Fuels 0.8%</b>			
°Aker BP ASA,			
Senior Bond, 144A, 3.75%, 1/15/30 . . . . .	Norway	200,000	\$193,617
Senior Bond, 144A, 5.8%, 10/01/54 . . . . .	Norway	150,000	136,529
Canadian Natural Resources Ltd., Senior Bond, 2.95%, 7/15/30	Canada	200,000	188,793
Cheniere Energy, Inc., Senior Note, 5.65%, 4/15/34 . . . . .	United States	50,000	51,892
°DT Midstream, Inc., Senior Bond, 144A, 5.8%, 12/15/34 . . . . .	United States	100,000	103,835
Eastern Energy Gas Holdings LLC, Senior Bond, 5.8%, 1/15/35	United States	290,000	306,407
Energy Transfer LP,			
Senior Bond, 5.55%, 5/15/34 . . . . .	United States	300,000	308,742
Senior Bond, 5.15%, 3/15/45 . . . . .	United States	525,000	464,534
Exxon Mobil Corp., Senior Bond, 3.567%, 3/06/45 . . . . .	United States	190,000	149,165
Hess Corp.,			
Senior Bond, 7.125%, 3/15/33 . . . . .	United States	150,000	173,754
Senior Bond, 5.6%, 2/15/41 . . . . .	United States	250,000	258,962
MPLX LP,			
Senior Bond, 5.4%, 4/01/35 . . . . .	United States	200,000	201,554
Senior Bond, 5.5%, 2/15/49 . . . . .	United States	145,000	133,317
Targa Resources Corp., Senior Bond, 6.5%, 2/15/53 . . . . .	United States	215,000	225,171
Targa Resources Partners LP / Targa Resources Partners			
Finance Corp., Senior Bond, 4%, 1/15/32 . . . . .	United States	300,000	286,384
TotalEnergies Capital SA, Senior Bond, 5.275%, 9/10/54 . . . . .	France	220,000	206,897
°Transcontinental Gas Pipe Line Co. LLC, Senior Bond, 144A, 5.1%, 3/15/36 . . . . .	United States	85,000	85,611
°Var Energi ASA, Senior Bond, 144A, 8%, 11/15/32 . . . . .	Norway	200,000	229,198
Viper Energy Partners LLC,			
Senior Bond, 5.7%, 8/01/35 . . . . .	United States	168,000	171,553
Senior Note, 4.9%, 8/01/30 . . . . .	United States	75,000	75,909
Williams Cos., Inc. (The),			
Senior Bond, 2.6%, 3/15/31 . . . . .	United States	200,000	182,691
Senior Bond, 5.1%, 9/15/45 . . . . .	United States	100,000	91,839
			4,226,354
<b>Personal Care Products 0.1%</b>			
Haleon US Capital LLC, Senior Note, 3.625%, 3/24/32 . . . . .	United States	800,000	762,173
<b>Pharmaceuticals 0.4%</b>			
°Bayer US Finance II LLC, Senior Bond, 144A, 4.375%, 12/15/28	Germany	400,000	400,512
Bristol-Myers Squibb Co., Senior Bond, 4.25%, 10/26/49 . . . . .	United States	150,000	122,697
Eli Lilly & Co.,			
Senior Bond, 4.95%, 2/27/63 . . . . .	United States	110,000	99,280
Senior Bond, 5.65%, 10/15/65 . . . . .	United States	90,000	90,760
Merck & Co., Inc.,			
Senior Bond, 4.75%, 12/04/35 . . . . .	United States	60,000	59,799
Senior Note, 4.45%, 12/04/32 . . . . .	United States	40,000	40,068
Novartis Capital Corp.,			
Senior Bond, 3.7%, 9/21/42 . . . . .	United States	195,000	161,933
Senior Note, 4.1%, 11/05/30 . . . . .	United States	285,000	284,787
Pfizer Investment Enterprises Pte. Ltd.,			
Senior Bond, 4.75%, 5/19/33 . . . . .	United States	290,000	293,163
Senior Bond, 5.3%, 5/19/53 . . . . .	United States	70,000	66,328
Royalty Pharma plc,			
Senior Bond, 2.15%, 9/02/31 . . . . .	United States	300,000	264,060
Senior Bond, 5.2%, 9/25/35 . . . . .	United States	65,000	65,383

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Pharmaceuticals</b> (continued)			
Royalty Pharma plc, (continued)			
Senior Bond, 3.35%, 9/02/51 . . . . .	United States	185,000	\$122,960
			2,071,730
<b>Residential REITs 0.1%</b>			
Essex Portfolio LP, Senior Bond, 2.65%, 3/15/32 . . . . .	United States	400,000	357,308
<b>Semiconductors &amp; Semiconductor Equipment 0.3%</b>			
Analog Devices, Inc., Senior Bond, 2.8%, 10/01/41 . . . . .	United States	185,000	136,556
Broadcom, Inc., Senior Note, 4.6%, 7/15/30 . . . . .	United States	285,000	289,803
°Foundry JV Holdco LLC,			
Senior Secured Bond, 144A, 6.25%, 1/25/35 . . . . .	United States	200,000	212,294
Senior Secured Note, 144A, 5.9%, 1/25/33 . . . . .	United States	400,000	418,894
Intel Corp.,			
Senior Bond, 4.15%, 8/05/32 . . . . .	United States	15,000	14,468
Senior Bond, 3.734%, 12/08/47 . . . . .	United States	260,000	185,709
Marvell Technology, Inc.,			
Senior Note, 4.75%, 7/15/30 . . . . .	United States	200,000	202,690
Senior Note, 5.95%, 9/15/33 . . . . .	United States	220,000	235,339
			1,695,753
<b>Software 0.4%</b>			
Intuit, Inc., Senior Bond, 5.5%, 9/15/53 . . . . .	United States	100,000	98,881
Microsoft Corp., Senior Bond, 2.921%, 3/17/52 . . . . .	United States	260,000	170,539
Oracle Corp.,			
Senior Bond, 2.875%, 3/25/31 . . . . .	United States	300,000	269,687
Senior Bond, 3.95%, 3/25/51 . . . . .	United States	200,000	131,720
Senior Note, 2.3%, 3/25/28 . . . . .	United States	390,000	371,981
Senior Note, 4.45%, 9/26/30 . . . . .	United States	135,000	132,106
Senior Note, 4.8%, 9/26/32 . . . . .	United States	35,000	33,799
Salesforce, Inc., Senior Bond, 1.95%, 7/15/31 . . . . .	United States	350,000	311,391
Synopsys, Inc.,			
Senior Bond, 5.7%, 4/01/55 . . . . .	United States	80,000	79,444
Senior Note, 5%, 4/01/32 . . . . .	United States	100,000	102,264
Workday, Inc., Senior Bond, 3.8%, 4/01/32 . . . . .	United States	225,000	215,355
			1,917,167
<b>Specialized REITs 0.1%</b>			
American Tower Corp.,			
Senior Bond, 5.35%, 3/15/35 . . . . .	United States	200,000	205,134
Senior Note, 4.7%, 12/15/32 . . . . .	United States	120,000	120,062
			325,196
<b>Specialty Retail 0.2%</b>			
Dick's Sporting Goods, Inc.,			
Senior Bond, 3.15%, 1/15/32 . . . . .	United States	200,000	183,926
Senior Bond, 4.1%, 1/15/52 . . . . .	United States	225,000	164,576
Home Depot, Inc. (The), Senior Bond, 3.625%, 4/15/52 . . . . .	United States	410,000	299,658
Lowe's Cos., Inc., Senior Bond, 5.75%, 7/01/53 . . . . .	United States	210,000	208,060
			856,220
<b>Technology Hardware, Storage &amp; Peripherals 0.1%</b>			
Apple, Inc., Senior Bond, 2.8%, 2/08/61 . . . . .	United States	500,000	294,574

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds (continued)</b>			
<b>Textiles, Apparel &amp; Luxury Goods 0.0%<sup>†</sup></b>			
Tapestry, Inc., Senior Bond, 5.5%, 3/11/35 . . . . .	United States	125,000	\$127,869
<b>Tobacco 0.2%</b>			
BAT Capital Corp.,			
Senior Bond, 4.39%, 8/15/37 . . . . .	United Kingdom	93,000	85,726
Senior Note, 4.625%, 3/22/33 . . . . .	United Kingdom	380,000	377,999
Philip Morris International, Inc., Senior Bond, 5.375%, 2/15/33 . .	United States	515,000	538,849
			1,002,574
<b>Wireless Telecommunication Services 0.2%</b>			
Rogers Communications, Inc., Senior Bond, 4.55%, 3/15/52 . . .	Canada	20,000	15,930
T-Mobile USA, Inc.,			
Senior Bond, 5.3%, 5/15/35 . . . . .	United States	325,000	333,362
Senior Bond, 3.3%, 2/15/51 . . . . .	United States	100,000	66,920
Senior Note, 3.375%, 4/15/29 . . . . .	United States	530,000	516,692
Senior Note, 2.55%, 2/15/31 . . . . .	United States	300,000	274,160
Vodafone Group plc,			
Senior Bond, 6.15%, 2/27/37 . . . . .	United Kingdom	36,000	39,168
Senior Bond, 5.75%, 6/28/54 . . . . .	United Kingdom	80,000	77,790
			1,324,022
<b>Total Corporate Bonds (Cost \$70,772,844)</b> . . . . .			<b>70,731,639</b>
<b>Foreign Government and Agency Securities 0.9%</b>			
Brazil Notas do Tesouro Nacional, 10%, 1/01/35 . . . . .	Brazil	5,120,000 BRL	769,709
Colombia Titulos de Tesoreria,			
B, 11.75%, 1/24/35 . . . . .	Colombia	180,000,000 COP	44,538
B, 11.5%, 7/25/46 . . . . .	Colombia	1,200,000,000 COP	285,825
B, 12%, 3/13/58 . . . . .	Colombia	180,000,000 COP	47,520
<sup>†</sup> Electricite de France SA, Senior Note, 144A, 5.7%, 5/23/28 . . .	France	200,000	206,716
Hungary Government Bond, 7%, 10/24/35 . . . . .	Hungary	37,000,000 HUF	114,726
Mexican Bonos Desarr Fixed Rate,			
M, 8%, 11/07/47 . . . . .	Mexico	4,330,000 <sup>†</sup> MXN	207,277
M, 8%, 7/31/53 . . . . .	Mexico	16,030,000 <sup>†</sup> MXN	760,264
M, 8%, 4/29/55 . . . . .	Mexico	2,800,000 <sup>†</sup> MXN	132,157
<sup>†</sup> United Kingdom Gilt,			
Reg S, 4.25%, 7/31/34 . . . . .	United Kingdom	280,000 GBP	372,945
Reg S, 4.5%, 3/07/35 . . . . .	United Kingdom	560,000 GBP	756,267
Reg S, 1.25%, 7/31/51 . . . . .	United Kingdom	880,000 GBP	526,370
Reg S, 4.375%, 7/31/54 . . . . .	United Kingdom	570,000 GBP	673,761
<b>Total Foreign Government and Agency Securities (Cost \$4,792,084)</b> . . . . .			<b>4,898,075</b>
<b>U.S. Government and Agency Securities 19.8%</b>			
FFCB, 2.1%, 2/25/36 . . . . .	United States	150,000	120,909
U.S. Treasury Bonds,			
1.125%, 5/15/40 . . . . .	United States	500,000	317,441
4.375%, 5/15/40 . . . . .	United States	500,000	491,719
1.125%, 8/15/40 . . . . .	United States	332,000	208,667
1.375%, 11/15/40 . . . . .	United States	1,771,000	1,150,251
2.75%, 8/15/42 . . . . .	United States	80,000	61,778
3.875%, 5/15/43 . . . . .	United States	2,000,000	1,794,766
4.75%, 11/15/43 . . . . .	United States	235,000	235,101
3.125%, 8/15/44 . . . . .	United States	725,000	574,053
4.625%, 11/15/45 . . . . .	United States	35,000	34,207

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>U.S. Government and Agency Securities</b> (continued)			
U.S. Treasury Bonds, (continued)			
2.5%, 5/15/46	United States	945,000	\$655,741
2.25%, 8/15/46	United States	1,623,000	1,068,581
2.75%, 11/15/47	United States	340,000	242,316
3.375%, 11/15/48	United States	2,690,000	2,129,093
3%, 2/15/49	United States	6,911,000	5,092,813
2.25%, 8/15/49	United States	255,000	159,992
1.25%, 5/15/50	United States	1,285,000	615,545
1.375%, 8/15/50	United States	1,705,000	838,747
2.375%, 5/15/51	United States	950,000	599,019
2%, 8/15/51	United States	1,350,000	773,771
1.875%, 11/15/51	United States	1,810,000	1,001,085
2.25%, 2/15/52	United States	710,000	431,020
3.625%, 2/15/53	United States	605,000	490,003
3.625%, 5/15/53	United States	1,755,000	1,420,282
4.125%, 8/15/53	United States	20,000	17,711
4.25%, 2/15/54	United States	175,000	158,266
4.75%, 8/15/55	United States	2,470,000	2,429,091
U.S. Treasury Notes,			
0.75%, 5/31/26	United States	320,000	316,349
0.875%, 6/30/26	United States	1,175,000	1,159,764
1.25%, 12/31/26	United States	9,075,000	8,874,867
2.375%, 5/15/27	United States	3,140,000	3,093,145
0.5%, 6/30/27	United States	9,935,000	9,508,105
3.25%, 6/30/27	United States	4,230,000	4,216,038
2.25%, 8/15/27	United States	730,000	715,913
0.375%, 9/30/27	United States	670,000	635,152
2.25%, 11/15/27	United States	3,500,000	3,422,891
1.125%, 2/29/28	United States	8,360,000	7,952,450
3.5%, 4/30/28	United States	223,000	222,991
3.125%, 11/15/28	United States	820,000	810,951
1.375%, 12/31/28	United States	150,000	140,851
3.75%, 12/31/28	United States	500,000	502,920
2.625%, 2/15/29	United States	4,000,000	3,889,922
<sup>g</sup> Index Linked, 2.125%, 4/15/29	United States	1,000,000	1,075,142
3.25%, 6/30/29	United States	1,500,000	1,483,096
3.125%, 8/31/29	United States	735,000	722,712
4%, 10/31/29	United States	1,725,000	1,747,809
<sup>g</sup> Index Linked, 1.625%, 4/15/30	United States	750,000	771,198
3.75%, 6/30/30	United States	600,000	601,547
0.625%, 8/15/30	United States	4,400,000	3,829,375
4.125%, 8/31/30	United States	3,105,000	3,160,187
3.625%, 10/31/30	United States	740,000	736,994
1.375%, 11/15/31	United States	7,400,000	6,447,250
4.125%, 11/15/32	United States	7,000,000	7,080,938
3.5%, 2/15/33	United States	500,000	485,986
3.375%, 5/15/33	United States	1,750,000	1,682,734
3.875%, 8/15/33	United States	1,500,000	1,487,871
4.375%, 5/15/34	United States	1,000,000	1,022,129
3.875%, 8/15/34	United States	1,850,000	1,821,925
4.25%, 5/15/35	United States	2,500,000	2,521,289
<sup>g</sup> Index Linked, 1.875%, 7/15/35	United States	445,000	450,176
4.25%, 8/15/35	United States	185,000	186,359
<sup>h</sup> FRN, 3.762%, (3-month U.S. Treasury Bill Rate + 0.16%), 4/30/27	United States	1,030,000	1,030,413
<sup>h</sup> FRN, 3.761%, (3-month U.S. Treasury Bill Rate + 0.159%), 7/31/27	United States	1,030,000	1,030,672

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>U.S. Government and Agency Securities (continued)</b>			
U.S. Treasury Notes, (continued)			
<sup>h</sup> FRN, 3.792%, (3-month U.S. Treasury Bill Rate + 0.19%), 10/31/27 .....	United States	1,120,000	\$1,120,882
<b>Total U.S. Government and Agency Securities (Cost \$114,322,566)</b> .....			<b>109,070,961</b>
<b>Asset-Backed Securities 0.2%</b>			
<b>Financial Services 0.1%</b>			
<sup>c</sup> Compass Datacenters Issuer II LLC,			
2024-1A, A1, 144A, 5.25%, 2/25/49 .....	United States	145,000	145,857
2025-2A, A1, 144A, 4.926%, 11/25/50 .....	United States	192,000	191,901
<sup>c</sup> New Economy Assets - Phase 1 Sponsor LLC, 2021-1, A1, 144A, 1.91%, 10/20/61 .....	United States	490,000	410,504
			748,262
<b>Passenger Airlines 0.1%</b>			
American Airlines Pass-Through Trust, 2016-3, A, 3.25%, 10/15/28 .....			
	United States	315,238	302,766
United Airlines Pass-Through Trust,			
2016-1, A, 3.45%, 7/07/28 .....	United States	57,788	56,394
2019-2, A, 2.9%, 5/01/28 .....	United States	72,528	69,545
2020-1, B, 4.875%, 7/15/27 .....	United States	68,738	68,740
			497,445
<b>Total Asset-Backed Securities (Cost \$1,296,522)</b> .....			<b>1,245,707</b>
<b>Commercial Mortgage-Backed Securities 0.6%</b>			
<b>Financial Services 0.6%</b>			
BANK, 2019-BN18, A2, 3.474%, 5/15/62 .....			
	United States	67,000	65,583
<sup>l</sup> BANK5 Trust,			
<sup>cj</sup> 2025-5YR13, XA, IO, 144A, FRN, 1.062%, 1/15/58 .....	United States	2,798,714	109,747
<sup>j</sup> 2025-5YR15, XA, IO, FRN, 1.221%, 7/15/58 .....	United States	625,655	30,530
2025-5YR17, AS, FRN, 5.626%, 11/15/58 .....	United States	80,000	82,577
Barclays Commercial Mortgage Trust, 2019-C3, A2, 3.438%, 5/15/52 .....			
	United States	31,279	30,901
<sup>l</sup> BBCMS Mortgage Trust,			
2023-C21, A3, FRN, 6.296%, 9/15/56 .....	United States	60,000	64,088
2025-5C37, AS, FRN, 5.382%, 9/15/58 .....	United States	127,000	129,743
Benchmark Mortgage Trust,			
2019-B13, A2, 2.889%, 8/15/57 .....	United States	193,585	187,282
2019-B14, A2, 2.915%, 12/15/62 .....	United States	49,390	47,927
2020-B17, A2, 2.211%, 3/15/53 .....	United States	87,652	83,091
<sup>cij</sup> 2025-V18, XA, IO, 144A, FRN, 1.258%, 10/15/58 .....	United States	999,887	52,797
BMO Mortgage Trust,			
<sup>i</sup> 2024-5C8, AS, FRN, 5.94%, 12/15/57 .....	United States	82,000	85,270
2025-5C11, AS, 5.938%, 7/15/58 .....	United States	103,000	107,276
<sup>ij</sup> 2025-5C11, XA, IO, FRN, 1.11%, 7/15/58 .....	United States	1,847,220	83,554
<sup>ck</sup> BX Commercial Mortgage Trust, 2022-LP2, A, 144A, FRN, 4.763%, (1-month SOFR + 1.013%), 2/15/39 .....			
	United States	34,011	33,977
<sup>ck</sup> BX Mortgage Trust, 2021-PAC, A, 144A, FRN, 4.554%, (1-month SOFR + 0.804%), 10/15/36 .....			
	United States	230,000	229,380
<sup>ck</sup> BX Trust,			
2022-IND, A, 144A, FRN, 5.241%, (1-month SOFR + 1.491%), 4/15/37 .....	United States	190,684	191,008
2025-VOLT, A, 144A, FRN, 5.45%, (1-month SOFR + 1.7%), 12/15/44 .....	United States	100,000	100,244

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Commercial Mortgage-Backed Securities</b> (continued)			
<b>Financial Services</b> (continued)			
CD Mortgage Trust, 2016-CD1, A4, 2.724%, 8/10/49 . . . . .	United States	137,000	\$134,949
CFCRE Commercial Mortgage Trust, 2016-C7, A3, 3.839%, 12/10/54 . . . . .	United States	70,000	69,562
Citigroup Commercial Mortgage Trust, 2016-P4, A2, 2.45%, 7/10/49 . . . . .	United States	43,618	43,523
2020-GC46, A2, 2.708%, 2/15/53 . . . . .	United States	54,834	52,747
CSAIL Commercial Mortgage Trust, 2017-CX10, A3, 3.398%, 11/15/50 . . . . .	United States	41,643	41,575
<sup>c</sup> CSTL Commercial Mortgage Trust, 2025-GATE2, A, 144A, FRN, 4.56%, 11/10/42 . . . . .	United States	140,000	139,706
GS Mortgage Securities Trust, 2016-GS2, A4, 3.05%, 5/10/49 . . . . .	United States	30,000	29,906
2019-GC42, A2, 2.933%, 9/10/52 . . . . .	United States	106,241	103,703
JPMBB Commercial Mortgage Securities Trust, 2016-C1, A5, 3.576%, 3/17/49 . . . . .	United States	30,725	30,669
JPMCC Commercial Mortgage Securities Trust, 2019-COR5, A2, 3.15%, 6/13/52 . . . . .	United States	49,030	48,718
JPMDB Commercial Mortgage Securities Trust, 2017-C5, A4, 3.414%, 3/15/50 . . . . .	United States	61,584	60,959
Morgan Stanley Bank of America Merrill Lynch Trust, 2015-C27, AS, 4.068%, 12/15/47 . . . . .	United States	5,692	5,651
<sup>i</sup> 2016-C32, AS, FRN, 3.994%, 12/15/49 . . . . .	United States	75,000	74,247
<sup>ij</sup> 2025-5C2, XA, IO, FRN, 1.25%, 11/15/58 . . . . .	United States	1,993,000	105,874
Morgan Stanley Capital I Trust, 2016-BNK2, A4, 3.049%, 11/15/49 . . . . .	United States	84,000	82,448
<sup>ij</sup> 2019-H7, XA, IO, FRN, 1.219%, 7/15/52 . . . . .	United States	2,876,493	102,917
<sup>ck</sup> SHRN Trust, 2025-MF18, A, 144A, FRN, 4.95%, (1-month SOFR + 1.2%), 10/15/40 . . . . .	United States	130,000	130,244
Wells Fargo Commercial Mortgage Trust, <sup>i</sup> 2016-C32, B, FRN, 4.684%, 1/15/59 . . . . .	United States	42,000	41,274
2016-LC24, AS, 3.367%, 10/15/49 . . . . .	United States	120,000	117,650
			3,131,297
<b>Total Commercial Mortgage-Backed Securities (Cost \$3,119,285)</b> . . . . .			<b>3,131,297</b>
<b>Mortgage-Backed Securities 4.1%</b>			
<b>Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 1.4%</b>			
FHLMC Gold Pool, 30 Year, 4.5%, 1/01/49 . . . . .	United States	263,115	262,455
FHLMC Pool, 15 Year, 1.5%, 12/01/36 . . . . .	United States	384,766	348,613
FHLMC Pool, 15 Year, 2%, 4/01/37 . . . . .	United States	157,476	145,976
FHLMC Pool, 15 Year, 3%, 8/01/34 . . . . .	United States	25,983	25,226
FHLMC Pool, 15 Year, 4.5%, 10/01/40 . . . . .	United States	96,233	96,319
FHLMC Pool, 30 Year, 2%, 10/01/51 - 8/01/52 . . . . .	United States	2,151,478	1,747,091
FHLMC Pool, 30 Year, 2.5%, 4/01/52 . . . . .	United States	425,555	364,078
FHLMC Pool, 30 Year, 3%, 3/01/50 - 5/01/52 . . . . .	United States	565,960	506,871
FHLMC Pool, 30 Year, 3.5%, 4/01/50 . . . . .	United States	991,561	929,878
FHLMC Pool, 30 Year, 4%, 5/01/47 - 1/01/54 . . . . .	United States	974,694	934,650
FHLMC Pool, 30 Year, 4.5%, 10/01/48 . . . . .	United States	275,386	273,865
FHLMC Pool, 30 Year, 5%, 10/01/52 - 2/01/53 . . . . .	United States	1,169,357	1,171,594
FHLMC Pool, 30 Year, 5.5%, 3/01/55 . . . . .	United States	1,023,582	1,047,701
			7,854,317
<b>Federal National Mortgage Association (FNMA) Fixed Rate 1.4%</b>			
FNMA, 15 Year, 2%, 8/01/36 - 12/01/36 . . . . .	United States	379,616	351,750
FNMA, 15 Year, 2.5%, 7/01/37 . . . . .	United States	185,784	176,343

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Mortgage-Backed Securities</b> (continued)			
<b>Federal National Mortgage Association (FNMA) Fixed Rate</b> (continued)			
FNMA, 15 Year, 5%, 8/01/39 . . . . .	United States	204,372	\$207,138
FNMA, 30 Year, 2%, 5/01/51 - 10/01/51 . . . . .	United States	2,020,777	1,644,818
FNMA, 30 Year, 2.5%, 10/01/51 - 3/01/52 . . . . .	United States	2,594,569	2,211,827
FNMA, 30 Year, 3%, 9/01/50 - 9/01/51 . . . . .	United States	1,016,638	907,186
FNMA, 30 Year, 3.5%, 6/01/49 . . . . .	United States	110,334	104,077
FNMA, 30 Year, 4%, 2/01/49 . . . . .	United States	45,014	43,752
FNMA, 30 Year, 4.5%, 2/01/50 - 11/01/52 . . . . .	United States	258,952	255,662
FNMA, 30 Year, 6%, 8/01/53 - 6/01/54 . . . . .	United States	1,279,782	1,326,540
FNMA, 30 Year, 6.5%, 8/01/55 . . . . .	United States	388,754	406,390
			7,635,483
<b>Government National Mortgage Association (GNMA) Fixed Rate 1.3%</b>			
GNMA II, Single-family, 30 Year, 2%, 10/20/50 - 8/20/51 . . . . .	United States	811,058	672,522
GNMA II, Single-family, 30 Year, 2.5%, 4/20/50 - 6/20/52 . . . . .	United States	870,408	751,855
GNMA II, Single-family, 30 Year, 3%, 8/20/47 - 11/20/51 . . . . .	United States	614,609	554,468
GNMA II, Single-family, 30 Year, 3.5%, 5/20/52 - 6/20/55 . . . . .	United States	606,527	555,248
GNMA II, Single-family, 30 Year, 4%, 11/20/52 . . . . .	United States	396,604	377,492
GNMA II, Single-family, 30 Year, 4.5%, 5/20/53 . . . . .	United States	437,101	428,353
GNMA II, Single-family, 30 Year, 5%, 7/20/53 - 10/20/54 . . . . .	United States	651,681	652,338
GNMA II, Single-family, 30 Year, 5.5%, 5/20/53 - 11/20/54 . . . . .	United States	684,675	693,747
GNMA II, Single-family, 30 Year, 6%, 8/20/53 - 7/20/55 . . . . .	United States	2,189,156	2,236,568
			6,922,591
<b>Total Mortgage-Backed Securities (Cost \$23,474,584)</b> . . . . .			<b>22,412,391</b>
<b>Municipal Bonds 0.1%</b>			
<b>California 0.1%</b>			
Golden State Tobacco Securitization Corp., Revenue, 2021 B-1, Refunding, 3.85%, 6/01/50 . . . . .	United States	310,000	283,483
San Bernardino Community College District, GO, 2021, Refunding, 2.856%, 8/01/49 . . . . .	United States	285,000	189,538
			473,021
<b>Ohio 0.0%<sup>†</sup></b>			
Greenville City School District, GO, 2019, Refunding, 3.541%, 1/01/51 . . . . .	United States	160,000	123,572
<b>Total Municipal Bonds (Cost \$742,267)</b> . . . . .			<b>596,593</b>
<b>Total Long Term Investments (Cost \$412,208,922)</b> . . . . .			<b>530,671,023</b>
<b>Short Term Investments 2.8%</b>			
	Country	Principal Amount <sup>†</sup>	Value
<b>Foreign Government and Agency Securities 0.0%<sup>†</sup></b>			
Egypt Treasury Bills, 21.16%, 2/03/26 . . . . .	Egypt	7,700,000 EGP	158,263
22.84%, 4/21/26 . . . . .	Egypt	10,200,000 EGP	199,767
			358,030
<b>Total Foreign Government and Agency Securities (Cost \$354,742)</b> . . . . .			<b>358,030</b>

**Franklin Allocation VIP Fund** (continued)

**Short Term Investments** (continued)

	Country	Shares	Value
<b>Money Market Funds 2.8%</b>			
<sup>m,n</sup> Franklin Institutional U.S. Government Money Market Fund, 3.681% .....	United States	10,913,142	\$10,913,142
<sup>n</sup> JPMorgan 100% U.S. Treasury Securities Money Market Fund, Class Institutional, 3.611% .....	United States	4,330,989	4,330,989
<b>Total Money Market Funds (Cost \$15,244,131)</b> .....			<b>15,244,131</b>
<b>Total Short Term Investments (Cost \$15,598,873)</b> .....			<b>15,602,161</b>
<b>Total Investments (Cost \$427,807,795) 99.0%</b> .....			<b>\$546,273,184</b>
<b>Other Assets, less Liabilities 1.0%</b> .....			<b>5,637,659</b>
<b>Net Assets 100.0%</b> .....			<b>\$551,910,843</b>

<sup>†</sup>The principal amount is stated in U.S. dollars unless otherwise indicated.

<sup>†</sup>Rounds to less than 0.1% of net assets.

<sup>a</sup>Non-income producing.

<sup>b</sup>Variable interest entity (VIE). See Note 6 regarding investments made through a VIE structure. At December 31, 2025, the aggregate value of these securities was \$1,440,208, representing 0.3% of net assets.

<sup>c</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At December 31, 2025, the aggregate value of these securities was \$17,273,970, representing 3.1% of net assets.

<sup>d</sup>Variable rate security. The rate shown represents the yield at period end.

<sup>e</sup>Perpetual security with no stated maturity date.

<sup>f</sup>Principal amount is stated in 100 Mexican Peso Units.

<sup>g</sup>Principal amount of security, redemption price at maturity, and/or coupon payments are adjusted for inflation. See Note 1(f).

<sup>h</sup>The coupon rate shown represents the rate at period end.

<sup>i</sup>Adjustable rate security with an interest rate that is not based on a published reference index and spread. The rate is based on the structure of the agreement and current market conditions. The coupon rate shown represents the rate at period end.

<sup>j</sup>Investment in an interest-only security entitles holders to receive only the interest payment on the underlying instruments. The principal amount shown is the notional amount of the underlying instruments.

<sup>k</sup>The coupon rate shown represents the rate inclusive of any caps or floors, if applicable, in effect at period end.

<sup>l</sup>The rate shown represents the yield at period end.

<sup>m</sup>See Note 3(e) regarding investments in affiliated management investment companies.

<sup>n</sup>The rate shown is the annualized seven-day effective yield at period end.

**Franklin Allocation VIP Fund** (continued)

At December 31, 2025, the Fund had the following futures contracts outstanding. See Note 1(d).

**Futures Contracts**

Description	Type	Number of Contracts	Notional Amount*	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
<b>Equity contracts</b>					
S&P 500 E-Mini Index . . . . .	Long	47	\$16,197,375	3/20/26	\$(1,419)
<b>Interest rate contracts</b>					
U.S. Treasury 10 Year Notes . . . . .	Short	110	12,368,125	3/20/26	89,197
U.S. Treasury 10 Year Notes . . . . .	Long	27	3,035,812	3/20/26	(13,491)
U.S. Treasury 10 Year Ultra Notes . . . . .	Long	23	2,645,359	3/20/26	(21,439)
U.S. Treasury 2 Year Notes . . . . .	Long	18	3,758,203	3/31/26	(1,197)
U.S. Treasury 5 Year Notes . . . . .	Long	22	2,404,703	3/31/26	(8,145)
U.S. Treasury Long Bonds . . . . .	Long	1	115,594	3/20/26	(1,572)
Total Futures Contracts . . . . .					\$41,934

\*As of period end.

**Franklin Allocation VIP Fund** (continued)

At December 31, 2025, the Fund had the following forward exchange contracts outstanding. See Note 1(d).

**Forward Exchange Contracts**

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b>							
British Pound . . . . .	HSBK	Buy	940,000	1,236,911	1/16/26	\$30,146	\$—
British Pound . . . . .	HSBK	Sell	1,960,000	2,631,874	1/16/26	—	(10,077)
British Pound . . . . .	MSCO	Sell	290,000	381,062	1/16/26	—	(9,838)
Japanese Yen . . . . .	CITI	Buy	409,000,000	2,795,979	1/16/26	—	(182,239)
Japanese Yen . . . . .	CITI	Sell	218,000,000	1,392,504	1/16/26	2,236	(2,875)
Japanese Yen . . . . .	JPHQ	Sell	33,000,000	215,027	1/16/26	4,139	—
South Korean Won . . . . .	CITI	Buy	790,000,000	560,602	1/21/26	—	(13,195)
South Korean Won . . . . .	CITI	Sell	230,000,000	157,399	1/21/26	—	(1,972)
Chilean Peso . . . . .	HSBK	Buy	330,000,000	347,954	1/22/26	18,680	—
Canadian Dollar . . . . .	CITI	Buy	1,530,000	1,098,038	1/23/26	17,615	—
Canadian Dollar . . . . .	GSCO	Buy	640,000	459,717	1/23/26	6,961	—
Canadian Dollar . . . . .	GSCO	Sell	790,000	567,696	1/23/26	—	(8,360)
Canadian Dollar . . . . .	WFLA	Sell	260,000	186,094	1/23/26	—	(3,494)
Euro . . . . .	CITI	Buy	490,000	567,932	2/06/26	8,813	—
Euro . . . . .	JPHQ	Buy	1,370,000	1,599,988	2/06/26	12,543	—
South Korean Won . . . . .	CITI	Buy	1,790,000,000	1,255,876	2/10/26	—	(14,726)
South Korean Won . . . . .	CITI	Sell	500,000,000	340,507	2/10/26	—	(6,183)
Mexican Peso . . . . .	CITI	Buy	6,300,000	338,690	2/13/26	9,828	—
Mexican Peso . . . . .	CITI	Sell	13,300,000	714,270	2/13/26	—	(21,490)
Chilean Peso . . . . .	HSBK	Buy	330,000,000	350,084	2/26/26	16,805	—
New Zealand Dollar . . . . .	GSCO	Buy	1,000,000	578,110	2/27/26	—	(1,175)
Australian Dollar . . . . .	UBSW	Buy	200,000	132,796	3/13/26	688	—
Norwegian Krone . . . . .	CITI	Buy	3,400,000	337,858	3/16/26	—	(631)
Columbian Peso . . . . .	BZWS	Sell	1,440,000,000	365,960	3/19/26	—	(5,944)
Egyptian Pound . . . . .	MSCO	Buy	12,100,000	223,515	6/02/26	17,528	—
Total Forward Exchange Contracts . . . . .						\$145,982	\$(282,199)
Net unrealized appreciation (depreciation) . . . . .							\$(136,217)

<sup>a</sup>May be comprised of multiple contracts with the same counterparty, currency and settlement date.

\*In U.S. dollars unless otherwise indicated.

See Note 7 regarding other derivative information.

See Abbreviations on page 52.

## Statement of Assets and Liabilities

December 31, 2025

**Franklin  
Allocation VIP  
Fund**

<b>Assets:</b>	
Investments in securities:	
Cost - Unaffiliated issuers . . . . .	\$416,894,653
Cost - Non-controlled affiliates (Note 3e) . . . . .	10,913,142
Value - Unaffiliated issuers . . . . .	\$535,360,042
Value - Non-controlled affiliates (Note 3e) . . . . .	10,913,142
Cash . . . . .	146,727
Receivables:	
Investment securities sold . . . . .	2,910,081
Capital shares sold . . . . .	92,577
Dividends and interest . . . . .	2,187,875
European Union tax reclaims (Note 1e) . . . . .	59,063
Deposits with brokers for:	
Futures contracts . . . . .	1,422,106
Unrealized appreciation on OTC forward exchange contracts . . . . .	145,982
<b>Total assets</b> . . . . .	<b>553,237,595</b>
<b>Liabilities:</b>	
Payables:	
Investment securities purchased . . . . .	176,848
Capital shares redeemed . . . . .	180,335
Management fees . . . . .	203,939
Distribution fees . . . . .	147,405
Professional fees . . . . .	112,839
Trustees' fees and expenses . . . . .	14
Variation margin on futures contracts . . . . .	114,037
Unrealized depreciation on OTC forward exchange contracts . . . . .	282,199
Deferred taxes on unrealized appreciation . . . . .	60,800
Accrued expenses and other liabilities . . . . .	48,336
<b>Total liabilities</b> . . . . .	<b>1,326,752</b>
<b>Net assets, at value</b> . . . . .	<b>\$551,910,843</b>
<b>Net assets consist of:</b>	
Paid-in capital . . . . .	\$407,816,862
Total distributable earnings (losses) . . . . .	144,093,981
<b>Net assets, at value</b> . . . . .	<b>\$551,910,843</b>

## Statement of Assets and Liabilities (continued)

December 31, 2025

	<b>Franklin Allocation VIP Fund</b>
<b>Class 1:</b>	
Net assets, at value .....	\$1,150,680
Shares outstanding .....	205,635
Net asset value and maximum offering price per share <sup>a</sup> .....	\$5.60
<b>Class 2:</b>	
Net assets, at value .....	\$200,975,649
Shares outstanding .....	36,306,170
Net asset value and maximum offering price per share <sup>a</sup> .....	\$5.54
<b>Class 4:</b>	
Net assets, at value .....	\$349,784,514
Shares outstanding .....	60,497,863
Net asset value and maximum offering price per share <sup>a</sup> .....	\$5.78

<sup>a</sup>Net asset value per share may not recalculate due to rounding.

## Statement of Operations

for the year ended December 31, 2025

**Franklin  
Allocation VIP  
Fund**

Investment income:	
Dividends: (net of foreign taxes of \$251,367)	
Unaffiliated issuers . . . . .	\$5,479,022
Non-controlled affiliates (Note 3e) . . . . .	515,588
Interest: (net of foreign taxes of \$6,612)	
Unaffiliated issuers . . . . .	9,173,578
Other income (Note 1e) . . . . .	1,576
Total investment income . . . . .	<u>15,169,764</u>
Expenses:	
Management fees (Note 3a) . . . . .	3,034,497
Distribution fees: (Note 3c)	
Class 2 . . . . .	507,777
Class 4 . . . . .	1,216,359
Custodian fees . . . . .	2,480
Reports to shareholders fees . . . . .	19,477
Professional fees . . . . .	177,185
Trustees' fees and expenses . . . . .	6,278
Other . . . . .	132,912
Total expenses . . . . .	<u>5,096,965</u>
Expenses waived/paid by affiliates (Note 3e and 3f) . . . . .	(274,234)
Net expenses . . . . .	<u>4,822,731</u>
Net investment income . . . . .	<u>10,347,033</u>
Realized and unrealized gains (losses):	
Net realized gain (loss) from:	
Investments: (net of foreign taxes of \$18,874)	
Unaffiliated issuers . . . . .	22,190,194
Foreign currency transactions . . . . .	(6,728)
Forward exchange contracts . . . . .	(59,489)
Futures contracts . . . . .	(1,330,292)
Swap contracts . . . . .	(4,015)
Net realized gain (loss) . . . . .	<u>20,789,670</u>
Net change in unrealized appreciation (depreciation) on:	
Investments:	
Unaffiliated issuers . . . . .	33,267,851
Translation of other assets and liabilities denominated in foreign currencies . . . . .	43,032
Forward exchange contracts . . . . .	190,517
Futures contracts . . . . .	356,206
Change in deferred taxes on unrealized appreciation . . . . .	(39,519)
Net change in unrealized appreciation (depreciation) . . . . .	<u>33,818,087</u>
Net realized and unrealized gain (loss) . . . . .	<u>54,607,757</u>
Net increase (decrease) in net assets resulting from operations . . . . .	<u>\$64,954,790</u>

## Statements of Changes in Net Assets

	<b>Franklin Allocation VIP Fund</b>	
	<b>Year Ended December 31, 2025</b>	<b>Year Ended December 31, 2024</b>
Increase (decrease) in net assets:		
Operations:		
Net investment income . . . . .	\$10,347,033	\$10,072,440
Net realized gain (loss) . . . . .	20,789,670	27,917,421
Net change in unrealized appreciation (depreciation) . . . . .	33,818,087	12,009,104
Net increase (decrease) in net assets resulting from operations . . . . .	64,954,790	49,998,965
Distributions to shareholders:		
Class 1 . . . . .	(66,881)	(24,453)
Class 2 . . . . .	(12,249,745)	(4,459,886)
Class 4 . . . . .	(19,802,794)	(6,636,366)
Total distributions to shareholders . . . . .	(32,119,420)	(11,120,705)
Capital share transactions: (Note 2)		
Class 1 . . . . .	18,367	203,661
Class 2 . . . . .	(18,457,859)	(29,429,959)
Class 4 . . . . .	(15,367,597)	(35,020,317)
Total capital share transactions . . . . .	(33,807,089)	(64,246,615)
Net increase (decrease) in net assets . . . . .	(971,719)	(25,368,355)
Net assets:		
Beginning of year . . . . .	552,882,562	578,250,917
End of year . . . . .	\$551,910,843	\$552,882,562

# Notes to Financial Statements

## Franklin Allocation VIP Fund

### 1. Organization and Significant Accounting Policies

Franklin Templeton Variable Insurance Products Trust (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of seventeen separate funds. The Trust follows the accounting and reporting guidance in Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946, Financial Services – Investment Companies (ASC 946) and applies the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP), including, but not limited to, ASC 946. Franklin Allocation VIP Fund (Fund) is included in this report. Shares of the Fund are generally sold only to insurance company separate accounts to fund the benefits of variable life insurance policies or variable annuity contracts. At December 31, 2025, 47.9% of the Fund's shares were held through one insurance company. Investment activities of these insurance company separate accounts could have a material impact on the Fund. The Fund offers three classes of shares: Class 1, Class 2 and Class 4. Each class of shares may differ by its distribution fees, voting rights on matters affecting a single class and its exchange privilege.

The following summarizes the Fund's significant accounting policies.

#### a. Financial Instrument Valuation

The Fund's investments in financial instruments are carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Fund calculates the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Board has designated the Fund's investment manager as the valuation designee and has responsibility for oversight of valuation. The investment manager is assisted by the Fund's administrator in performing this responsibility, including leading the cross-functional Valuation Committee (VC). The Fund may utilize independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Equity securities and derivative financial instruments listed on an exchange or on the NASDAQ National Market System are valued at the last quoted sale price or the official closing price of the day, respectively. Foreign equity securities are valued as of the close of trading on the foreign stock exchange on which the security is primarily traded, or as of 4 p.m. Eastern time. The value is then converted into its U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the day that the value of the security is determined. Over-the-counter (OTC) securities are valued within the range of the most recent quoted bid and ask prices. Securities that trade in multiple markets or on multiple exchanges are valued according to the broadest and most representative market. Certain equity securities are valued based upon fundamental characteristics or relationships to similar securities.

Debt securities generally trade in the OTC market rather than on a securities exchange. The Fund's pricing services use multiple valuation techniques to determine fair value. In instances where sufficient market activity exists, the pricing services may utilize a market-based approach through which quotes from market makers are used to determine fair value. In instances where sufficient market activity may not exist or is limited, the pricing services also utilize proprietary valuation models which may consider market characteristics such as benchmark yield curves, credit spreads, estimated default rates, anticipated market interest rate volatility, coupon rates, anticipated timing of principal repayments, underlying collateral, and other unique security features in order to estimate the relevant cash flows, which are then discounted to calculate the fair value. Securities denominated in a foreign currency are converted into their U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the date that the values of the foreign debt securities are determined.

Investments in open-end mutual funds are valued at the closing NAV.

Certain derivative financial instruments are centrally cleared or trade in the OTC market. The Fund's pricing services use various techniques including industry standard option pricing models and proprietary discounted cash flow models to determine the fair value of those instruments. The Fund's net benefit or obligation under the derivative contract, as measured by the fair value of the contract, is included in net assets.

## Franklin Allocation VIP Fund (continued)

### 1. Organization and Significant Accounting Policies

(continued)

#### a. Financial Instrument Valuation (continued)

The Fund has procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Fund primarily employs a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, and other relevant information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

Trading in securities on foreign securities stock exchanges and OTC markets may be completed before 4 p.m. Eastern time. In addition, trading in certain foreign markets may not take place on every Fund's business day. Events can occur between the time at which trading in a foreign security is completed and 4 p.m. Eastern time that might call into question the reliability of the value of a portfolio security held by the Fund. As a result, differences may arise between the value of the Fund's portfolio securities as determined at the foreign market close and the latest indications of value at 4 p.m. Eastern time. In order to minimize the potential for these differences, an independent pricing service may be used to adjust the value of the Fund's portfolio securities to the latest indications of fair value at 4 p.m. Eastern time. At December 31, 2025, certain securities may have been fair valued using these procedures, in which case the securities were categorized as Level 2 within the fair value hierarchy (referred to as "market level fair value"). See the Fair Value Measurements note for more information.

When the last day of the reporting period is a non-business day, certain foreign markets may be open on those days that the Fund's NAV is not calculated, which could result in differences between the value of the Fund's portfolio securities on the last business day and the last calendar day of the reporting period. Any security valuation changes due to an open foreign market are adjusted and reflected by the Fund for financial reporting purposes.

#### b. Foreign Currency Translation

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against U.S. dollars on the date of valuation. The Fund may enter into foreign currency exchange contracts to facilitate transactions denominated in a foreign currency. Purchases and sales of securities, income and expense items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date. Portfolio securities and assets and liabilities denominated in foreign currencies contain risks that those currencies will decline in value relative to the U.S. dollar. Occasionally, events may impact the availability or reliability of foreign exchange rates used to convert the U.S. dollar equivalent value. If such an event occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Board.

The Fund does not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized and unrealized gain or loss from investments in the Statement of Operations.

Realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in foreign exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period.

#### c. Securities Purchased on a When-Issued, Forward Commitment or Delayed Delivery Basis

The Fund may purchase securities on a when-issued, forward commitment or delayed delivery basis, with payment and delivery scheduled for a future date. These transactions are subject to market fluctuations and are subject to the risk that the value at delivery may be more or less than the trade date purchase price. Although the Fund will generally purchase these securities with the intention of holding the securities, it may sell the securities before the settlement date.

**Franklin Allocation VIP Fund** (continued)**1. Organization and Significant Accounting Policies**  
(continued)**d. Derivative Financial Instruments**

The Fund invested in derivative financial instruments in order to manage risk or gain exposure to various other investments or markets. Derivatives are financial contracts based on an underlying or notional amount, require no initial investment or an initial net investment that is smaller than would normally be required to have a similar response to changes in market factors, and require or permit net settlement. Derivatives contain various risks including the potential inability of the counterparty to fulfill their obligations under the terms of the contract, the potential for an illiquid secondary market, and/or the potential for market movements which expose the Fund to gains or losses in excess of the amounts shown in the Statement of Assets and Liabilities. Realized gain and loss and unrealized appreciation and depreciation on these contracts for the period are included in the Statement of Operations.

Derivative counterparty credit risk is managed through a formal evaluation of the creditworthiness of all potential counterparties. The Fund attempts to reduce its exposure to counterparty credit risk on OTC derivatives, whenever possible, by entering into International Swaps and Derivatives Association (ISDA) master agreements with certain counterparties. These agreements contain various provisions, including but not limited to collateral requirements, events of default, or early termination. Termination events applicable to the counterparty include certain deteriorations in the credit quality of the counterparty. Termination events applicable to the Fund include failure of the Fund to maintain certain net asset levels and/or limit the decline in net assets over various periods of time. In the event of default or early termination, the ISDA master agreement gives the non-defaulting party the right to net and close-out all transactions traded, whether or not arising under the ISDA agreement, to one net amount payable by one counterparty to the other. However, absent an event of default or early termination, OTC derivative assets and liabilities are presented gross and not offset in the Statement of Assets and Liabilities. Early termination by the counterparty may result in an immediate payment by the Fund of any net liability owed to that counterparty under the ISDA agreement. At December 31, 2025, the Fund had OTC derivatives in a net liability position of \$216,831.

Collateral requirements differ by type of derivative. Collateral or initial margin requirements are set by the broker or exchange clearing house for exchange traded and centrally cleared derivatives. Initial margin deposited is held at the exchange or at the broker and can be in the form of cash and/or securities. For OTC derivatives traded under an ISDA master agreement, posting of collateral is required by either the Fund or the applicable counterparty if the total net exposure of all OTC derivatives with the applicable counterparty exceeds the minimum transfer amount, which typically ranges from \$100,000 to \$250,000, and can vary depending on the counterparty and the type of agreement. Generally, collateral is determined at the close of Fund business each day and any additional collateral required due to changes in derivative values may be delivered by the Fund or the counterparty the next business day, or within a few business days. Collateral pledged and/or received by the Fund for OTC derivatives, if any, is held in segregated accounts with the Fund's custodian/counterparty broker and can be in the form of cash and/or securities. Unrestricted cash may be invested according to the Fund's investment objectives. To the extent that the amounts due to the Fund from its counterparties are not subject to collateralization or are not fully collateralized, the Fund bears the risk of loss from counterparty non-performance.

The Fund entered into exchange traded futures contracts primarily to manage and/or gain exposure to interest rate and equity price risk. A futures contract is an agreement between the Fund and a counterparty to buy or sell an asset at a specified price on a future date. Required initial margins are pledged by the Fund, and the daily change in fair value is accounted for as a variation margin payable or receivable in the Statement of Assets and Liabilities. Futures contracts outstanding at period end, if any, are listed in the Fund's Schedule of Investments.

The Fund entered into OTC forward exchange contracts primarily to manage and/or gain exposure to certain foreign currencies. A forward exchange contract is an agreement between the Fund and a counterparty to buy or sell a foreign currency at a specific exchange rate on a future date. Forward exchange contracts outstanding at period end, if any, are listed in the Fund's Schedule of Investments.

The Fund entered into credit default swap contracts primarily to manage and/or gain exposure to credit risk. A credit default swap is an agreement between the Fund and a counterparty whereby the buyer of the contract receives

## Franklin Allocation VIP Fund (continued)

### 1. Organization and Significant Accounting Policies (continued)

#### d. Derivative Financial Instruments (continued)

credit protection and the seller of the contract guarantees the credit worthiness of a referenced debt obligation. These agreements may be privately negotiated in the over-the-counter market (OTC credit default swaps) or may be executed in a multilateral trade facility platform, such as a registered exchange (centrally cleared credit default swaps). The underlying referenced debt obligation may be a single issuer of corporate or sovereign debt, a credit index, a basket of issuers or indices, or a tranche of a credit index or basket of issuers or indices. In the event of a default of the underlying referenced debt obligation, the buyer is entitled to receive the notional amount of the credit default swap contract from the seller in exchange for the referenced debt obligation, a net settlement amount equal to the notional amount of the credit default swap less the recovery value of the referenced debt obligation, or other agreed upon amount. For centrally cleared credit default swaps, required initial margins are pledged by the Fund, and the daily change in fair value is accounted for as a variation margin payable or receivable in the Statement of Assets and Liabilities. Over the term of the contract, the buyer pays the seller a periodic stream of payments, provided that no event of default has occurred. Such periodic payments are accrued daily as an unrealized appreciation or depreciation until the payments are made, at which time they are realized. Upfront payments and receipts are reflected in the Statement of Assets and Liabilities and represent compensating factors between stated terms of the credit default swap agreement and prevailing market conditions (credit spreads and other relevant factors). These upfront payments and receipts are amortized over the term of the contract as a realized gain or loss in the Statement of Operations. Credit default swap contracts outstanding at period end, if any, are listed in the Fund's Schedule of Investments.

See Note 7 regarding other derivative information.

#### e. Income and Deferred Taxes

It is the Fund's policy to qualify as a regulated investment company under the Internal Revenue Code. The Fund intends to distribute to shareholders substantially all of its taxable income and net realized gains to relieve it from federal income and if applicable, excise taxes. As a result, no provision for U.S. federal income taxes is required.

The Fund may be subject to foreign taxation related to income received, capital gains on the sale of securities and certain foreign currency transactions in the foreign jurisdictions in which it invests. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Fund invests. When a capital gain tax is determined to apply, the Fund records an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date.

As a result of several court cases, in certain countries across the European Union, the Fund filed additional tax reclaims for previously withheld taxes on dividends earned in those countries (EU reclaims). Income recognized, if any, for EU reclaims is reflected as other income in the Statement of Operations and any related receivable, if any, is reflected as European Union tax reclaims in the Statement of Assets and Liabilities. Any fees associated with these filings are reflected in other expenses in the Statement of Operations. When uncertainty exists as to the ultimate resolution of these proceedings, the likelihood of receipt of these EU reclaims, and the potential timing of payment, no amounts are reflected in the financial statements. For U.S. income tax purposes, when EU reclaims are received by the Fund and the Fund previously passed foreign tax credit on to its shareholders, the Fund will enter into a closing agreement with the Internal Revenue Service (IRS) in order to pay the associated tax liability on behalf of the Fund's shareholders.

The Fund may recognize an income tax liability related to its uncertain tax positions under U.S. GAAP when the uncertain tax position has a less than 50% probability that it will be sustained upon examination by the tax authorities based on its technical merits. As of December 31, 2025, the Fund has determined that no tax liability is required in its financial statements related to uncertain tax positions for any open tax years (or expected to be taken in future tax years). The Fund's federal and state income and federal excise tax returns for the prior three fiscal years are subject to examination by the Internal Revenue Service and state departments of revenue.

**Franklin Allocation VIP Fund** (continued)**1. Organization and Significant Accounting Policies**  
(continued)**f. Security Transactions, Investment Income, Expenses and Distributions**

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income (including interest income from payment-in-kind securities, if any) and estimated expenses are accrued daily. Amortization of premium and accretion of discount on debt securities are included in interest income. Paydown gains and losses are recorded as an adjustment to interest income. Dividend income and capital gain distributions are recorded on the ex-dividend date except for certain dividends from securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Fund. Distributions to shareholders are recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions by class are generally due to differences in class specific expenses.

Inflation-indexed bonds are adjusted for inflation through periodic increases or decreases in the security's interest accruals, face amount, or principal redemption value, by amounts corresponding to the rate of inflation as measured

by an index. Any increase or decrease in the face amount or principal redemption value will be included as interest income in the Statement of Operations.

**g. Accounting Estimates**

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

**h. Guarantees and Indemnifications**

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Fund, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

**Franklin Allocation VIP Fund** (continued)

**2. Shares of Beneficial Interest**

At December 31, 2025, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares were as follows:

	Year Ended December 31, 2025		Year Ended December 31, 2024	
	Shares	Amount	Shares	Amount
<b>Class 1 Shares:</b>				
Shares sold	6,035	\$32,606	63,490	\$318,346
Shares issued in reinvestment of distributions	12,911	66,881	4,748	24,453
Shares redeemed	(15,004)	(81,120)	(26,190)	(139,138)
Net increase (decrease)	3,942	\$18,367	42,048	\$203,661
<b>Class 2 Shares:</b>				
Shares sold	957,405	\$5,113,362	1,011,554	\$5,234,190
Shares issued in reinvestment of distributions	2,387,865	12,249,745	872,776	4,459,886
Shares redeemed	(6,693,564)	(35,820,966)	(7,591,966)	(39,124,035)
Net increase (decrease)	(3,348,294)	\$(18,457,859)	(5,707,636)	\$(29,429,959)
<b>Class 4 Shares:</b>				
Shares sold	3,179,491	\$17,697,232	2,535,598	\$13,685,761
Shares issued in reinvestment of distributions	3,687,671	19,802,794	1,247,437	6,636,366
Shares redeemed	(9,460,457)	(52,867,623)	(10,303,681)	(55,342,444)
Net increase (decrease)	(2,593,295)	\$(15,367,597)	(6,520,646)	\$(35,020,317)

**3. Transactions with Affiliates**

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Fund are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
Brandywine Global Investment Management, LLC (Brandywine)	Subadvisor
ClearBridge Investments, LLC (ClearBridge)	Subadvisor
Franklin Templeton Institutional, LLC (FT Institutional)	Subadvisor
Templeton Global Advisors Limited (Global Advisors)	Subadvisor
Western Asset Management Company, LLC (Western)	Subadvisor
Western Asset Management Company, Limited (Western London)	Subadvisor
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Distributors, LLC (Distributors)	Principal underwriter
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

**a. Management Fees**

The Fund pays an investment management fee, calculated daily and paid monthly, to Advisers of 0.55% per year of the average daily net assets of the Fund.

**Franklin Allocation VIP Fund** (continued)**3. Transactions with Affiliates** (continued)**a. Management Fees** (continued)

Under each subadvisory agreement, the below entities provide subadvisory services to the Fund. The subadvisory fees are paid by Advisers and are not an additional expense of the Fund. Each subadvisor is compensated for managing its respective portion of the Fund's average daily net assets. Effective December 8, 2025, the subadvisory agreement was terminated for Western and Western London.

**Subadvisors**


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 Brandywine
 

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 ClearBridge
 

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 FT Institutional
 

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 Global Advisors
 

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 Western
 

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 Western London
 

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**b. Administrative Fees**

Under an agreement with Advisers, FT Services provides administrative services to the Fund. The fee is paid by Advisers based on the Fund's average daily net assets, and is not an additional expense of the Fund.

**c. Distribution Fees**

The Board has adopted distribution plans for Class 2 and Class 4 shares pursuant to Rule 12b-1 under the 1940 Act. Under the Fund's compensation distribution plans, the Fund pays Distributors for costs incurred in connection with the servicing, sale and distribution of the Fund's shares up to 0.35% per year of its average daily net assets of each class. The Board has agreed to limit the current rate to 0.25% per year for Class 2. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31.

**d. Transfer Agent Fees**

Investor Services, under terms of an agreement, performs shareholder servicing for the Fund and is not paid by the Fund for the services.

**e. Investments in Affiliated Management Investment Companies**

The Fund invests in one or more affiliated management investment companies. As defined in the 1940 Act, an investment is deemed to be a "Controlled Affiliate" of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated fund's outstanding shares or has the power to exercise control over management or policies of such fund. The Fund does not invest for purposes of exercising a controlling influence over the management or policies. Management fees paid by the Fund are waived on assets invested in the affiliated management investment companies, as noted in the Statement of Operations, in an amount not to exceed the management and administrative fees, if applicable, paid directly or indirectly by each affiliate. During the year ended December 31, 2025, the Fund held investments in affiliated management investment companies as follows:

**Franklin Allocation VIP Fund** (continued)

**3. Transactions with Affiliates** (continued)

**e. Investments in Affiliated Management Investment Companies** (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Investment Income
<b>Franklin Allocation VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Franklin Institutional U.S. Government Money Market Fund, 3.681% . . . . .	\$11,584,327	\$84,432,518	\$(85,103,703)	\$—	\$—	\$10,913,142	10,913,142	\$515,588
<b>Total Affiliated Securities . . .</b>	<b>\$11,584,327</b>	<b>\$84,432,518</b>	<b>\$(85,103,703)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$10,913,142</b>		<b>\$515,588</b>

**f. Waiver and Expense Reimbursements**

Advisers has contractually agreed in advance to waive or limit its fees and to assume as its own expense certain expenses otherwise payable by the Fund so that the operating expenses (excluding interest expense, distribution fees, and certain non-routine expenses or costs, including those relating to litigation, indemnification, reorganizations, and liquidations) and acquired fund fees and expenses for each class of the Fund do not exceed 0.57% based on the average net assets of each class until April 30, 2026. Total expenses waived or paid are not subject to recapture subsequent to the Fund's fiscal year end.

**g. Interfund Transactions**

The Fund engaged in purchases and sales of investments with funds or other accounts that have common investment managers (or affiliated investment managers), directors, trustees or officers. During the year ended December 31, 2025, these purchase and sale transactions aggregated \$— and \$5,315, respectively, with net realized losses of \$4,310.

**4. Income Taxes**

The tax character of distributions paid during the years ended December 31, 2025 and 2024, was as follows:

	2025	2024
Distributions paid from:		
Ordinary income . . . . .	\$13,787,938	\$11,120,705
Long term capital gain . . . . .	18,331,482	—
	<b>\$32,119,420</b>	<b>\$11,120,705</b>

**Franklin Allocation VIP Fund** (continued)**4. Income Taxes** (continued)

At December 31, 2025, the cost of investments, net unrealized appreciation (depreciation), undistributed ordinary income and undistributed long term capital gains for income tax purposes were as follows:

Cost of investments	\$434,025,006
Unrealized appreciation	\$132,409,106
Unrealized depreciation	(20,255,211)
Net unrealized appreciation (depreciation)	\$112,153,895
Distributable earnings:	
Undistributed ordinary income	\$11,099,839
Undistributed long term capital gains	20,795,732
Total distributable earnings	\$31,895,571

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of wash sales, passive foreign investment company shares, pass-through entity income and bond discounts and premiums.

**5. Investment Transactions**

Purchases and sales of investments (excluding short term securities) for the year ended December 31, 2025, aggregated \$222,924,111 and \$284,283,128, respectively.

**6. Concentration of Risk**

Certain investments in Chinese companies are made through a special structure known as a VIE. In a VIE structure, foreign investors, such as the Fund, will only own stock in a shell company rather than directly in the VIE, which must be owned by Chinese nationals (and/or Chinese companies) to obtain the licenses and/or assets required to operate in a restricted or prohibited sector in China. The value of the shell company is derived from its ability to consolidate the VIE into its financials pursuant to contractual arrangements that allow the shell company to exert a degree of control over, and obtain economic benefits arising from, the VIE without formal legal ownership. While VIEs are a longstanding industry practice and are well known by Chinese officials and regulators, the structure historically has not been formally recognized under Chinese law and it is uncertain whether Chinese officials or regulators will withdraw their implicit acceptance of the structure. It is also uncertain whether the contractual arrangements, which may be subject to conflicts of interest between the legal owners of the VIE and foreign investors, would be enforced by Chinese courts or arbitration bodies. Prohibitions of these structures by the Chinese government, or the inability to enforce such contracts, from which the shell company derives its value, would likely cause the VIE-structured holding(s) to suffer significant, detrimental, and possibly permanent losses, and in turn, adversely affect the Fund's returns and net asset value.

**Franklin Allocation VIP Fund** (continued)

**7. Other Derivative Information**

At December 31, 2025, investments in derivative contracts are reflected in the Statement of Assets and Liabilities as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	Asset Derivatives		Liability Derivatives	
	Statement of Assets and Liabilities Location	Fair Value	Statement of Assets and Liabilities Location	Fair Value
<b>Franklin Allocation VIP Fund</b>				
Interest rate contracts . . . . .	Variation margin on futures contracts	\$89,197 <sup>a</sup>	Variation margin on futures contracts	\$45,844 <sup>a</sup>
Foreign exchange contracts . . .	Unrealized appreciation on OTC forward exchange contracts	145,982	Unrealized depreciation on OTC forward exchange contracts	282,199
Equity contracts . . . . .	Variation margin on futures contracts	—	Variation margin on futures contracts	1,419 <sup>a</sup>
Total . . . . .		<u>\$235,179</u>		<u>\$329,462</u>

<sup>a</sup>This amount reflects the cumulative appreciation (depreciation) of futures contracts as reported in the Schedule of Investments. Only the variation margin receivable/payable at year end is separately reported within the Statement of Assets and Liabilities. Prior variation margin movements were recorded to cash upon receipt or payment.

For the year ended December 31, 2025, the effect of derivative contracts in the Statement of Operations was as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	Statement of Operations Location	Net Realized Gain (Loss) for the Year	Statement of Operations Location	Net Change in Unrealized Appreciation (Depreciation) for the Year
<b>Franklin Allocation VIP Fund</b>				
	Net realized gain (loss) from:		Net change in unrealized appreciation (depreciation) on:	
Interest rate contracts . . . . .	Futures contracts	\$(144,007)	Futures contracts	\$(139,928)
Foreign exchange contracts . . . . .	Forward exchange contracts	(59,489)	Forward exchange contracts	190,517
Credit contracts . . . . .	Swap contracts	(4,015)	Swap contracts	—
Equity contracts . . . . .	Futures contracts	(1,186,285)	Futures contracts	496,134
Total . . . . .		<u>\$(1,393,796)</u>		<u>\$546,723</u>

For the year ended December 31, 2025, the average month end notional amount of futures contracts and swap contracts represented \$32,468,036 and \$68,462, respectively.

The average month end contract value of forward exchange contracts was \$17,821,975.

See Note 1(d) regarding derivative financial instruments.

**Franklin Allocation VIP Fund** (continued)

**8. Credit Facility**

The Fund, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling \$2.995 billion (Global Credit Facility) which matured on January 30, 2026. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests. Effective January 30, 2026, the Borrowers renewed the Global Credit Facility for a one-year term, maturing January 29, 2027, for a total of \$2.995 billion.

Under the terms of the Global Credit Facility, the Fund may, in addition to interest charged on any borrowings made by the Fund and other costs incurred by the Fund, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are reflected in other expenses in the Statement of Operations. During the year ended December 31, 2025, the Fund did not use the Global Credit Facility.

**9. Fair Value Measurements**

The Fund follows a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Fund's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Fund's financial instruments and are summarized in the following fair value hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of financial instruments)

The input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level.

A summary of inputs used as of December 31, 2025, in valuing the Fund's assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
<b>Franklin Allocation VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities: <sup>a</sup>				
Common Stocks:				
Aerospace & Defense . . . . .	\$8,394,233	\$3,177,269	\$—	\$11,571,502
Air Freight & Logistics . . . . .	—	1,642,447	—	1,642,447
Automobile Components . . . . .	15,366	237,973	—	253,339
Automobiles . . . . .	3,827,335	2,314,240	—	6,141,575
Banks . . . . .	9,376,727	10,336,042	—	19,712,769
Beverages . . . . .	1,981,946	1,039,549	—	3,021,495
Biotechnology . . . . .	5,477,813	425,608	—	5,903,421
Broadline Retail . . . . .	9,544,545	2,010,874	—	11,555,419
Building Products . . . . .	1,150,706	549,011	—	1,699,717
Capital Markets . . . . .	6,199,043	4,850,849	—	11,049,892
Chemicals . . . . .	6,299,190	1,734,216	—	8,033,406
Commercial Services & Supplies . . . . .	1,510,783	682,246	—	2,193,029
Communications Equipment . . . . .	1,816,624	171,274	—	1,987,898
Construction & Engineering . . . . .	—	552,089	—	552,089

**Franklin Allocation VIP Fund** (continued)

**9. Fair Value Measurements** (continued)

	Level 1	Level 2	Level 3	Total
<b>Franklin Allocation VIP Fund</b> (continued)				
<b>Assets:</b> (continued)				
Investments in Securities: <sup>a</sup> (continued)				
Common Stocks: (continued)				
Construction Materials . . . . .	\$1,973,210	\$619,537	\$—	\$2,592,747
Consumer Finance . . . . .	2,670,596	—	—	2,670,596
Consumer Staples Distribution & Retail . . . . .	1,629,351	1,792,997	—	3,422,348
Containers & Packaging . . . . .	310,865	646,126	—	956,991
Diversified Consumer Services . . . . .	5,003	—	—	5,003
Diversified Telecommunication Services . . . . .	668,618	938,881	—	1,607,499
Electric Utilities . . . . .	1,469,651	2,167,414	—	3,637,065
Electrical Equipment . . . . .	1,347,326	1,206,403	—	2,553,729
Electronic Equipment, Instruments & Components . . . . .	2,008,495	766,478	—	2,774,973
Entertainment . . . . .	3,540,295	1,067,848	—	4,608,143
Financial Services . . . . .	9,803,710	820,058	—	10,623,768
Food Products . . . . .	402,579	1,976,481	—	2,379,060
Gas Utilities . . . . .	33,649	281,476	—	315,125
Ground Transportation . . . . .	3,772,139	199,060	—	3,971,199
Health Care Equipment & Supplies . . . . .	5,433,499	2,465,390	—	7,898,889
Health Care Providers & Services . . . . .	5,522,625	72,078	—	5,594,703
Health Care Technology . . . . .	—	76,663	—	76,663
Hotels, Restaurants & Leisure . . . . .	3,260,668	1,217,347	—	4,478,015
Household Durables . . . . .	57,180	2,594,326	—	2,651,506
Household Products . . . . .	1,267,540	52,921	—	1,320,461
Independent Power and Renewable Electricity Producers . . . . .	177,947	264,245	—	442,192
Industrial Conglomerates . . . . .	63,404	886,907	—	950,311
Industrial REITs . . . . .	224,682	—	—	224,682
Insurance . . . . .	4,734,794	3,665,753	—	8,400,547
Interactive Media & Services . . . . .	14,580,718	1,381,315	—	15,962,033
IT Services . . . . .	636,236	355,273	—	991,509
Leisure Products . . . . .	—	93,156	—	93,156
Life Sciences Tools & Services . . . . .	5,355,413	935,283	—	6,290,696
Machinery . . . . .	7,257,946	3,314,919	—	10,572,865
Marine Transportation . . . . .	—	177,745	—	177,745
Media . . . . .	1,321,539	51,197	—	1,372,736
Metals & Mining . . . . .	758,361	1,404,713	—	2,163,074
Multi-Utilities . . . . .	2,928,304	401,164	—	3,329,468
Oil, Gas & Consumable Fuels . . . . .	5,360,893	3,406,250	—	8,767,143
Passenger Airlines . . . . .	77,156	122,277	—	199,433
Personal Care Products . . . . .	—	1,602,763	—	1,602,763
Pharmaceuticals . . . . .	7,859,769	7,966,812	—	15,826,581
Professional Services . . . . .	469,606	2,067,235	—	2,536,841
Real Estate Management & Development . . . . .	92,089	413,648	—	505,737
Residential REITs . . . . .	187,753	—	—	187,753
Retail REITs . . . . .	152,901	186,906	—	339,807
Semiconductors & Semiconductor Equipment . . . . .	31,325,158	5,501,173	—	36,826,331
Software . . . . .	24,774,307	1,704,077	—	26,478,384
Specialized REITs . . . . .	1,330,839	—	—	1,330,839
Specialty Retail . . . . .	3,463,594	1,820,782	—	5,284,376
Technology Hardware, Storage & Peripherals . . . . .	9,140,849	1,125,746	—	10,266,595
Textiles, Apparel & Luxury Goods . . . . .	252,601	1,456,247	—	1,708,848
Tobacco . . . . .	743,122	328,993	—	1,072,115
Trading Companies & Distributors . . . . .	1,770,734	1,037,179	—	2,807,913
Transportation Infrastructure . . . . .	—	335,654	—	335,654
Wireless Telecommunication Services . . . . .	26,334	320,313	—	346,647

**Franklin Allocation VIP Fund** (continued)

**9. Fair Value Measurements** (continued)

	Level 1	Level 2	Level 3	Total
<b>Franklin Allocation VIP Fund</b> (continued)				
<b>Assets:</b> (continued)				
Investments in Securities: <sup>a</sup> (continued)				
Preferred Stocks . . . . .	\$—	\$480,393	\$—	\$480,393
Limited Partnerships . . . . .	1,252,712	—	—	1,252,712
Corporate Bonds . . . . .	—	70,731,639	—	70,731,639
Foreign Government and Agency Securities . . . . .	—	4,898,075	—	4,898,075
U.S. Government and Agency Securities . . . . .	—	109,070,961	—	109,070,961
Asset-Backed Securities . . . . .	—	1,245,707	—	1,245,707
Commercial Mortgage-Backed Securities . . . . .	—	3,131,297	—	3,131,297
Mortgage-Backed Securities . . . . .	—	22,412,391	—	22,412,391
Municipal Bonds . . . . .	—	596,593	—	596,593
Short Term Investments . . . . .	15,244,131	358,030	—	15,602,161
Total Investments in Securities . . . . .	\$242,335,202	\$303,937,982 <sup>b</sup>	\$—	\$546,273,184
Other Financial Instruments:				
Forward Exchange Contracts . . . . .	\$—	\$145,982	\$—	\$145,982
Futures Contracts . . . . .	89,197	—	—	89,197
Total Other Financial Instruments . . . . .	\$89,197	\$145,982	\$—	\$235,179
<b>Liabilities:</b>				
Other Financial Instruments:				
Forward Exchange Contracts . . . . .	\$—	\$282,199	\$—	\$282,199
Futures Contracts . . . . .	47,263	—	—	47,263
Total Other Financial Instruments . . . . .	\$47,263	\$282,199	\$—	\$329,462

<sup>a</sup>For detailed categories, see the accompanying Schedule of Investments.

<sup>b</sup>Includes foreign securities valued at \$91,493,289, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

**10. Operating Segments**

The Fund operates as a single operating segment, which is an investment portfolio. The portfolio managers assigned to the Fund within the Fund's Investment manager serve as the Chief Operating Decision Maker ("CODM") and are responsible for evaluating the Fund's operating results and allocating resources in accordance with the Fund's investment strategy. Internal reporting provided to the CODM aligns with the accounting policies and measurement principles used in the financial statements.

For information regarding segment assets, segment profit or loss, and significant expenses, refer to the Statement of Assets and Liabilities and the Statement of Operations, along with the related notes to the financial statements. The Schedule of Investments provides details of the Fund's investments that generate returns such as interest, dividends, and realized and unrealized gains or losses. Performance metrics, including portfolio turnover and expense ratios, are disclosed in the Financial Highlights.

**11. Subsequent Events**

The Fund has evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure other than those already disclosed in the financial statements.

**Franklin Allocation VIP Fund** (continued)

**Abbreviations**

**Counterparty**

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<b>BZWS</b>	Barclays Bank plc
<b>CITI</b>	Citibank NA
<b>GSCO</b>	Goldman Sachs Group, Inc.
<b>HSBK</b>	HSBC Bank plc
<b>JPHQ</b>	JPMorgan Chase Bank NA
<b>MSCO</b>	Morgan Stanley
<b>UBSW</b>	UBS AG
<b>WFLA</b>	Wells Fargo Bank NA

**Currency**

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<b>AUD</b>	Australian Dollar
<b>BRL</b>	Brazilian Real
<b>COP</b>	Colombian Peso
<b>EGP</b>	Egyptian Pound
<b>EUR</b>	Euro
<b>GBP</b>	British Pound
<b>HUF</b>	Hungarian Forint
<b>JPY</b>	Japanese Yen
<b>MXN</b>	Mexican Peso
<b>NOK</b>	Norwegian Krone
<b>USD</b>	United States Dollar

**Selected Portfolio**

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<b>ADR</b>	American Depositary Receipt
<b>FFCB</b>	Federal Farm Credit Banks Funding Corp.
<b>FHLMC</b>	Federal Home Loan Mortgage Corp.
<b>FNMA</b>	Federal National Mortgage Association
<b>FRN</b>	Floating Rate Note
<b>GNMA</b>	Government National Mortgage Association
<b>GO</b>	General Obligation
<b>IO</b>	Interest Only
<b>REIT</b>	Real Estate Investment Trust
<b>SOFR</b>	Secured Overnight Financing Rate

## Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Franklin Templeton Variable Insurance Products Trust and Shareholders of Franklin Allocation VIP Fund

### ***Opinion on the Financial Statements***

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of Franklin Allocation VIP Fund (one of the funds constituting Franklin Templeton Variable Insurance Products Trust, referred to hereafter as the "Fund") as of December 31, 2025, the related statement of operations for the year ended December 31, 2025, the statements of changes in net assets for each of the two years in the period ended December 31, 2025, including the related notes, and the financial highlights for each of the five years in the period ended December 31, 2025 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2025, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended December 31, 2025 and the financial highlights for each of the five years in the period ended December 31, 2025 in conformity with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2025 by correspondence with the custodian, transfer agent and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

/s/PricewaterhouseCoopers LLP  
San Francisco, California  
February 19, 2026

We have served as the auditor of one or more investment companies in the Franklin Templeton Group of Funds since 1948.

## Tax Information (unaudited)

### Franklin Allocation VIP Fund

By mid-February, tax information related to a shareholder's proportionate share of distributions paid during the preceding calendar year will be received, if applicable. Please also refer to [www.franklintempleton.com](http://www.franklintempleton.com) for per share tax information related to any distributions paid during the preceding calendar year. Shareholders are advised to consult with their tax advisors for further information on the treatment of these amounts on their tax returns.

The following tax information for the Fund is required to be furnished to shareholders with respect to income earned and distributions paid during its fiscal year.

The Fund hereby reports the following amounts, or if subsequently determined to be different, the maximum allowable amounts, for the fiscal year ended December 31, 2025:

	<b>Pursuant to:</b>	<b>Amount Reported</b>
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	\$18,331,482
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$2,430,932
Interest Earned from Federal Obligations	Note (1)	\$3,947,224

Note (1) - The Law varies in each state as to whether and what percentage of dividend income attributable to Federal obligations is exempt from state income tax. Shareholders are advised to consult with their tax advisors to determine if any portion of the dividends received is exempt from state income taxes.

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**FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
SUPPLEMENT DATED JANUARY 28, 2025  
TO THE SUMMARY PROSPECTUS, PROSPECTUS AND  
STATEMENT OF ADDITIONAL INFORMATION (“SAI”)  
EACH DATED MAY 1, 2024, OF  
FRANKLIN ALLOCATION VIP FUND (THE “FUND”)**

- 1. Effective March 31, 2025, Wylie Tollette is anticipated to retire and step down as a member of the Fund’s portfolio management team.**
- 2. Effective January 31, 2025, the following changes are made to the Fund’s Summary Prospectus, Prospectus and SAI:**
  - a. The following is added to the section titled “Fund Summaries – Portfolio Managers” in the Fund’s Summary Prospectus and Prospectus:**

**Berkeley Belknap**

Portfolio Manager of Advisers and portfolio manager of the Fund since January 2025.

- b. The following is added to the section titled “Fund Details – Management” in the Fund’s Prospectus:**

**Berkeley Belknap Portfolio Manager of Advisers**

Ms. Belknap has been a co-lead portfolio manager of the Fund since January 2025. She joined Franklin Templeton in 2019.

- c. The following replaces the seventh and eighth paragraphs in the section titled “Fund Details – Management” in the Fund’s Prospectus:**

**Jacqueline Kenney, CFA Portfolio Manager of Advisers**

Ms. Kenney has been a co-lead portfolio manager of the Fund since January 2025 and portfolio manager of the Fund since 2022. She joined Franklin Templeton in 2010.

As co-lead portfolio managers of the Fund, Messrs. Nelson and Tollette and Meses. Belknap and Kenney are jointly and primarily responsible for the day-to-day management of the Fund’s portfolio. They have equal authority over all aspects of the Fund’s investment portfolio, including, but not limited to, the implementation of the Fund’s asset allocation strategy, purchases and sales of individual securities, portfolio risk assessment, and the management of daily cash balances in accordance with anticipated investment management requirements. The degree to which each portfolio manager may perform these functions, and the nature of these functions, may change from time to time.

**d. The following is added to the section titled “Management and Other Services – Portfolio managers” in the Fund’s SAI:**

<b>Name</b>	<b>Type of Account</b>	<b>Number of Accounts Managed</b>	<b>Total Assets Managed (x \$1 million)</b>	<b>Number of Accounts Managed for which Advisory Fee is Performance Based</b>	<b>Assets Managed for which Advisory Fee is Performance Based (x \$1 million)</b>
Berkeley Belknap*	Registered Investment Companies	14	5,513.8	None	None
	Other Pooled Investment Vehicles	41	7,215.2	None	None
	Other Accounts	13	2,839.1	None	None

\*Information is provided as of December 31, 2024.

**e. The following is added to the section titled “Management and Other Services – Portfolio managers – Ownership of Fund shares” in the Fund’s SAI:**

As of December 31, 2024, Berkeley Belknap did not own any shares of the Fund.

*Please retain this supplement for future reference.*

**Changes In and Disagreements with Accountants**

For the period covered by this report

Not applicable.

**Results of Meeting(s) of Shareholders**

For the period covered by this report

Not applicable.

**Remuneration Paid to Directors, Officers and Others**

For the period covered by this report

Refer to the financial statements included herein. Remuneration to officers is paid by the Fund's investment manager according to the terms of the agreement.

**Board Approval of Investment Management Agreements**

For the period covered by this report

Not applicable.

