

Franklin Allocation VIP Fund

Financial Statements and Other Important Information

Semi-Annual | June 30, 2025

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Financial Highlights

Franklin Allocation VIP Fund

	Six Months Ended June 30, 2025 (unaudited)	Year Ended December 31,				
		2024	2023	2022	2021	2020
Class 1						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$5.29	\$4.95	\$4.46	\$6.02	\$5.49	\$6.86
Income from investment operations ^a :						
Net investment income ^b	0.06	0.11	0.10	0.08	0.06	0.10
Net realized and unrealized gains (losses)	0.29	0.35	0.55	(1.03)	0.58	0.45
Total from investment operations	0.35	0.46	0.65	(0.95)	0.64	0.55
Less distributions from:						
Net investment income	(0.12)	(0.12)	(0.08)	(0.10)	(0.11)	(0.12)
Net realized gains	(0.23)	—	(0.08)	(0.51)	—	(1.80)
Total distributions	(0.35)	(0.12)	(0.16)	(0.61)	(0.11)	(1.92)
Net asset value, end of period	\$5.29	\$5.29	\$4.95	\$4.46	\$6.02	\$5.49
Total return ^c	6.72%	9.33%	14.77%	(15.68)%	11.81%	12.19%
Ratios to average net assets^d						
Expenses before waiver and payments by affiliates	0.59%	0.59%	0.57%	0.58%	0.60%	0.60%
Expenses net of waiver and payments by affiliates	0.56%	0.56%	0.56% ^e	0.57% ^e	0.56% ^e	0.55% ^e
Net investment income	2.44%	2.07%	2.08%	1.55%	1.04%	1.79%
Supplemental data						
Net assets, end of period (000's)	\$1,085	\$1,067	\$791	\$648	\$841	\$811
Portfolio turnover rate	20.58%	53.38%	56.04%	107.31%	54.07%	99.02%
Portfolio turnover rate excluding mortgage dollar rolls	20.58%	53.38%	56.04%	107.31%	54.07%	91.62% ^f

^aThe 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.

^bBased on average daily shares outstanding.

^cTotal 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. Total return is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

^fSee Note 1(e) regarding mortgage dollar rolls.

Franklin Allocation VIP Fund (continued)

	Six Months Ended June 30, 2025 (unaudited)	Year Ended December 31,				
		2024	2023	2022	2021	2020
Class 2						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$5.24	\$4.90	\$4.41	\$5.96	\$5.43	\$6.81
Income from investment operations ^a :						
Net investment income ^b	0.06	0.09	0.08	0.06	0.05	0.09
Net realized and unrealized gains (losses)	0.28	0.36	0.56	(1.02)	0.58	0.43
Total from investment operations	0.34	0.45	0.64	(0.96)	0.63	0.52
Less distributions from:						
Net investment income	(0.11)	(0.11)	(0.07)	(0.08)	(0.10)	(0.10)
Net realized gains	(0.23)	—	(0.08)	(0.51)	—	(1.80)
Total distributions	(0.34)	(0.11)	(0.15)	(0.59)	(0.10)	(1.90)
Net asset value, end of period	\$5.24	\$5.24	\$4.90	\$4.41	\$5.96	\$5.43
Total return ^c	6.50%	9.15%	14.61%	(16.00)%	11.68%	11.74%
Ratios to average net assets^d						
Expenses before waiver and payments by affiliates	0.84%	0.84%	0.82%	0.83%	0.85%	0.85%
Expenses net of waiver and payments by affiliates	0.81%	0.81%	0.81% ^e	0.82% ^e	0.81% ^e	0.80% ^e
Net investment income	2.19%	1.81%	1.81%	1.29%	0.80%	1.54%
Supplemental data						
Net assets, end of period (000's)	\$204,368	\$207,665	\$222,332	\$223,917	\$302,084	\$398,620
Portfolio turnover rate	20.58%	53.38%	56.04%	107.31%	54.07%	99.02%
Portfolio turnover rate excluding mortgage dollar rolls	20.58%	53.38%	56.04%	107.31%	54.07%	91.62% ^f

^aThe 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.

^bBased on average daily shares outstanding.

^cTotal 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. Total return is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

^fSee Note 1(e) regarding mortgage dollar rolls.

Franklin Allocation VIP Fund (continued)

	Six Months Ended June 30, 2025 (unaudited)	Year Ended December 31,				
		2024	2023	2022	2021	2020
Class 4						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$5.45	\$5.10	\$4.58	\$6.17	\$5.62	\$6.97
Income from investment operations ^a :						
Net investment income ^b	0.06	0.09	0.08	0.06	0.04	0.08
Net realized and unrealized gains (losses)	0.29	0.36	0.58	(1.06)	0.60	0.46
Total from investment operations	0.35	0.45	0.66	(1.00)	0.64	0.54
Less distributions from:						
Net investment income	(0.10)	(0.10)	(0.06)	(0.08)	(0.09)	(0.09)
Net realized gains	(0.23)	—	(0.08)	(0.51)	—	(1.80)
Total distributions	(0.33)	(0.10)	(0.14)	(0.59)	(0.09)	(1.89)
Net asset value, end of period	\$5.47	\$5.45	\$5.10	\$4.58	\$6.17	\$5.62
Total return ^c	6.49%	8.89%	14.62%	(16.19)%	11.54%	11.75%
Ratios to average net assets^d						
Expenses before waiver and payments by affiliates	0.94%	0.94%	0.92%	0.93%	0.95%	0.95%
Expenses net of waiver and payments by affiliates	0.91%	0.91%	0.91% ^e	0.92% ^e	0.91% ^e	0.90% ^e
Net investment income	2.10%	1.71%	1.71%	1.20%	0.70%	1.44%
Supplemental data						
Net assets, end of period (000's)	\$349,913	\$344,151	\$355,128	\$328,741	\$418,751	\$409,388
Portfolio turnover rate	20.58%	53.38%	56.04%	107.31%	54.07%	99.02%
Portfolio turnover rate excluding mortgage dollar rolls	20.58%	53.38%	56.04%	107.31%	54.07%	91.62% ^f

^aThe 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.

^bBased on average daily shares outstanding.

^cTotal 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. Total return is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

^fSee Note 1(e) regarding mortgage dollar rolls.

Schedule of Investments (unaudited), June 30, 2025

Franklin Allocation VIP Fund

	Country	Shares	Value
Common Stocks 57.8%			
Aerospace & Defense 1.9%			
Airbus SE, ADR	France	6,765	\$354,215
BAE Systems plc	United Kingdom	25,537	662,759
^a Boeing Co. (The)	United States	3,050	639,066
BWX Technologies, Inc.	United States	3,167	456,238
Curtiss-Wright Corp.	United States	680	332,214
Dassault Aviation SA.	France	1,941	686,283
General Electric Co.	United States	4,161	1,071,000
Howmet Aerospace, Inc.	United States	430	80,036
Leonardo SpA.	Italy	2,125	119,907
Lockheed Martin Corp.	United States	1,640	759,550
MTU Aero Engines AG	Germany	2,000	888,507
Northrop Grumman Corp.	United States	2,664	1,331,947
Rolls-Royce Holdings plc	United Kingdom	9,263	122,759
RTX Corp.	United States	15,433	2,253,527
Safran SA.	France	1,746	569,413
			10,327,421
Air Freight & Logistics 0.2%			
Deutsche Post AG.	Germany	1,237	57,298
DSV A/S	Denmark	5,085	1,219,659
			1,276,957
Automobile Components 0.1%			
^a Aptiv plc	Jersey	1,128	76,952
Cie Generale des Etablissements Michelin SCA	France	4,740	176,301
Continental AG	Germany	6,263	546,620
			799,873
Automobiles 0.7%			
Ferrari NV.	Italy	108	52,910
Ford Motor Co.	United States	6,856	74,388
General Motors Co.	United States	14,190	698,290
Isuzu Motors Ltd.	Japan	12,700	160,883
Stellantis NV.	United States	38,316	383,778
Subaru Corp.	Japan	16,800	291,251
Suzuki Motor Corp.	Japan	45,500	548,559
^a Tesla, Inc.	United States	5,025	1,596,242
Toyota Motor Corp.	Japan	18,500	318,625
			4,124,926
Banks 3.5%			
^a ABN AMRO Bank NV, CVA, 144A, Reg S	Netherlands	2,034	55,540
AIB Group plc.	Ireland	57,480	474,374
Bank of America Corp.	United States	33,938	1,605,946
Barclays plc	United Kingdom	77,642	358,766
BNP Paribas SA	France	5,709	512,107
Citigroup, Inc.	United States	3,371	286,940
Commonwealth Bank of Australia	Australia	3,572	434,742
DBS Group Holdings Ltd.	Singapore	2,300	81,195
Erste Group Bank AG	Austria	1,040	88,530
HDFC Bank Ltd.	India	37,751	881,315
HSBC Holdings plc	United Kingdom	96,069	1,162,069
ING Groep NV	Netherlands	68,066	1,491,849
Intesa Sanpaolo SpA.	Italy	65,374	376,581
JPMorgan Chase & Co.	United States	14,914	4,323,718
Lloyds Banking Group plc	United Kingdom	616,564	648,328
Mitsubishi UFJ Financial Group, Inc.	Japan	5,500	74,985
NatWest Group plc	United Kingdom	98,282	690,230

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Banks (continued)			
Standard Chartered plc	United Kingdom	90,700	\$1,500,953
Sumitomo Mitsui Financial Group, Inc.	Japan	14,500	365,124
Sumitomo Mitsui Financial Group, Inc., ADR	Japan	73,487	1,110,389
UniCredit SpA	Italy	12,257	822,241
US Bancorp	United States	18,880	854,320
Wells Fargo & Co.	United States	13,210	1,058,385
			<hr/> 19,258,627
Beverages 0.5%			
Asahi Group Holdings Ltd.	Japan	8,500	113,620
Coca-Cola Consolidated, Inc.	United States	783	87,422
Coca-Cola HBC AG	Italy	6,251	326,569
Kirin Holdings Co. Ltd.	Japan	13,500	189,184
Molson Coors Beverage Co., B	United States	1,331	64,008
^a Monster Beverage Corp.	United States	16,489	1,032,871
PepsiCo, Inc.	United States	6,226	822,081
			<hr/> 2,635,755
Biotechnology 1.0%			
AbbVie, Inc.	United States	6,900	1,280,778
Amgen, Inc.	United States	4,507	1,258,400
^a Argenx SE, ADR	Netherlands	1,400	771,708
^a Biogen, Inc.	United States	2,016	253,189
^a BioNTech SE, ADR	Germany	3,000	319,410
CSL Ltd.	United States	1,466	231,570
^a Exelixis, Inc.	United States	3,537	155,893
^a Genmab A/S	Denmark	263	54,617
Gilead Sciences, Inc.	United States	8,052	892,725
^a Incyte Corp.	United States	1,067	72,663
Regeneron Pharmaceuticals, Inc.	United States	145	76,125
^a United Therapeutics Corp.	United States	550	158,043
			<hr/> 5,525,121
Broadline Retail 1.7%			
^c Alibaba Group Holding Ltd.	China	54,615	773,127
^a Amazon.com, Inc.	United States	33,954	7,449,168
eBay, Inc.	United States	911	67,833
^a MercadoLibre, Inc.	Brazil	320	836,362
Next plc	United Kingdom	2,842	485,396
Wesfarmers Ltd.	Australia	1,937	108,099
			<hr/> 9,719,985
Building Products 0.4%			
Allegion plc	United States	508	73,213
Cie de Saint-Gobain SA	France	4,790	562,706
Geberit AG	Switzerland	69	54,341
Johnson Controls International plc	United States	4,382	462,827
Masco Corp.	United States	1,108	71,311
Trane Technologies plc	United States	1,851	809,646
			<hr/> 2,034,044
Capital Markets 1.8%			
3i Group plc	United Kingdom	12,084	683,860
Bank of New York Mellon Corp. (The)	United States	2,604	237,250
BlackRock, Inc.	United States	272	285,396
Blackstone, Inc.	United States	2,448	366,172
Charles Schwab Corp. (The)	United States	24,506	2,235,927

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Capital Markets (continued)			
CME Group, Inc.	United States	234	\$64,495
Deutsche Bank AG	Germany	24,474	725,542
Deutsche Boerse AG.	Germany	260	84,939
Goldman Sachs Group, Inc. (The)	United States	118	83,515
Intercontinental Exchange, Inc.	United States	3,310	607,286
Intermediate Capital Group plc	United Kingdom	33,500	888,618
Macquarie Group Ltd.	Australia	6,900	1,037,799
Morgan Stanley.	United States	1,213	170,863
S&P Global, Inc.	United States	1,818	958,613
SEI Investments Co.	United States	1,273	114,392
Singapore Exchange Ltd.	Singapore	24,600	288,047
State Street Corp.	United States	4,028	428,338
Swissquote Group Holding SA.	Switzerland	460	261,436
T Rowe Price Group, Inc.	United States	725	69,963
Tradeweb Markets, Inc., A.	United States	2,887	422,657
			10,015,108
Chemicals 1.6%			
Air Liquide SA.	France	252	51,963
Air Products and Chemicals, Inc.	United States	8,622	2,431,921
Akzo Nobel NV	Netherlands	7,598	533,104
Albemarle Corp.	United States	3,805	238,459
Asahi Kasei Corp.	Japan	14,500	103,222
BASF SE	Germany	1,715	84,823
CF Industries Holdings, Inc.	United States	2,413	221,996
Ecolab, Inc.	United States	1,642	442,421
Givaudan SA.	Switzerland	89	431,608
Linde plc.	United States	2,357	1,105,857
Mitsubishi Chemical Group Corp.	Japan	18,600	97,762
Nitto Denko Corp.	Japan	18,700	361,125
Sherwin-Williams Co. (The).	United States	5,137	1,763,840
Sika AG	Switzerland	3,300	897,877
			8,765,978
Commercial Services & Supplies 0.4%			
Brambles Ltd.	Australia	5,311	82,022
Cintas Corp.	United States	1,056	235,351
Republic Services, Inc., A	United States	1,756	433,047
Securitas AB, B.	Sweden	42,453	635,620
Veralto Corp.	United States	7,810	788,420
			2,174,460
Communications Equipment 0.5%			
Cisco Systems, Inc.	United States	15,861	1,100,436
*F5, Inc.	United States	845	248,700
Motorola Solutions, Inc.	United States	2,784	1,170,561
Telefonaktiebolaget LM Ericsson, B.	Sweden	20,697	176,863
			2,696,560
Construction & Engineering 0.1%			
ACS Actividades de Construcción y Servicios SA.	Spain	4,036	280,533
Eiffage SA.	France	1,784	250,676
EMCOR Group, Inc.	United States	179	95,745
			626,954
Construction Materials 0.4%			
*Amrize Ltd.	United States	2,023	100,914

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Construction Materials (continued)			
CRH plc	United States	3,783	\$349,208
Holcim AG	United States	2,023	150,226
Martin Marietta Materials, Inc.	United States	3,316	1,820,351
			2,420,699
Consumer Finance 0.4%			
American Express Co.	United States	3,920	1,250,401
Capital One Financial Corp.	United States	4,970	1,057,417
Synchrony Financial	United States	1,213	80,956
			2,388,774
Consumer Staples Distribution & Retail 0.8%			
Albertsons Cos., Inc., A.	United States	3,675	79,049
Carrefour SA	France	89,453	1,261,845
Costco Wholesale Corp.	United States	625	618,713
Koninklijke Ahold Delhaize NV	Netherlands	13,342	557,248
Kroger Co. (The)	United States	9,328	669,097
Tesco plc	United Kingdom	17,285	95,301
Walmart, Inc.	United States	10,931	1,068,833
			4,350,086
Containers & Packaging 0.3%			
Crown Holdings, Inc.	United States	939	96,698
SIG Group AG	Switzerland	35,000	647,397
Smurfit WestRock plc, (GBP Traded)	United States	18,452	798,085
Smurfit WestRock plc, (USD Traded)	United States	2,117	91,348
			1,633,528
Diversified Consumer Services 0.0%†			
Pearson plc	United Kingdom	3,842	56,597
Diversified Telecommunication Services 0.3%			
AT&T, Inc.	United States	22,134	640,558
Deutsche Telekom AG	Germany	23,982	877,828
Telenor ASA	Norway	5,254	81,816
Telia Co. AB	Sweden	60,387	217,201
			1,817,403
Electric Utilities 0.7%			
American Electric Power Co., Inc.	United States	1,759	182,514
Duke Energy Corp.	United States	606	71,508
Edison International	United States	13,225	682,410
Enel SpA	Italy	7,103	67,413
Entergy Corp.	United States	858	71,317
Evergy, Inc.	United States	1,080	74,444
Exelon Corp.	United States	1,641	71,252
Iberdrola SA	Spain	45,688	878,947
NextEra Energy, Inc.	United States	6,376	442,622
NRG Energy, Inc.	United States	2,880	462,470
PPL Corp.	United States	2,413	81,777
Southern Co. (The)	United States	1,364	125,256
SSE plc	United Kingdom	26,327	662,918
			3,874,848
Electrical Equipment 0.5%			
ABB Ltd.	Switzerland	6,503	389,717
AMETEK, Inc.	United States	1,866	337,671
Eaton Corp. plc	United States	3,201	1,142,725

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Electrical Equipment (continued)			
Fujikura Ltd.	Japan	4,700	\$247,246
GE Vernova, Inc.	United States	165	87,310
Mitsubishi Electric Corp.	Japan	13,700	294,673
Schneider Electric SE	United States	468	125,651
			2,624,993
Electronic Equipment, Instruments & Components 0.5%			
Amphenol Corp., A	United States	13,330	1,316,337
^a Arrow Electronics, Inc.	United States	585	74,547
Inficon Holding AG	Switzerland	2,400	322,337
Jabil, Inc.	United States	442	96,400
Keyence Corp.	Japan	200	79,966
TE Connectivity plc	Switzerland	4,020	678,053
Yokogawa Electric Corp.	Japan	6,500	173,640
			2,741,280
Entertainment 1.2%			
CTS Eventim AG & Co. KGaA	Germany	7,200	895,325
Electronic Arts, Inc.	United States	1,236	197,389
^a Netflix, Inc.	United States	2,591	3,469,686
Nintendo Co. Ltd.	Japan	3,400	326,501
^a Sea Ltd., ADR.	Singapore	2,900	463,826
^a Spotify Technology SA	United States	726	557,089
Walt Disney Co. (The)	United States	5,030	623,770
			6,533,586
Financial Services 2.3%			
^a Berkshire Hathaway, Inc., B.	United States	6,906	3,354,728
EXOR NV	Netherlands	2,608	263,271
Investor AB, B.	Sweden	11,761	348,518
Mastercard, Inc., A	United States	4,479	2,516,929
MGIC Investment Corp.	United States	3,177	88,448
ORIX Corp.	Japan	3,300	74,470
^a PayPal Holdings, Inc.	United States	18,321	1,361,617
Visa, Inc., A.	United States	12,986	4,610,679
			12,618,660
Food Products 0.3%			
Chocoladefabriken Lindt & Spruengli AG	Switzerland	6	101,122
Ingredion, Inc.	United States	848	115,006
MEIJI Holdings Co. Ltd.	Japan	5,100	112,780
Nestle SA	United States	11,782	1,171,442
^b WH Group Ltd., 144A, Reg S	Hong Kong	239,000	230,346
			1,730,696
Gas Utilities 0.1%			
Tokyo Gas Co. Ltd.	Japan	8,800	292,706
Ground Transportation 0.9%			
Canadian Pacific Kansas City Ltd.	Canada	3,240	256,835
^a Lyft, Inc., A	United States	4,600	72,496
Old Dominion Freight Line, Inc.	United States	951	154,347
Ryder System, Inc.	United States	464	73,776
^a Uber Technologies, Inc.	United States	14,900	1,390,170
Union Pacific Corp.	United States	6,209	1,428,567
^a XPO, Inc.	United States	10,720	1,353,829
			4,730,020

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Health Care Equipment & Supplies 1.5%			
Abbott Laboratories	United States	6,810	\$926,228
Alcon AG	United States	11,000	975,513
Becton Dickinson & Co.	United States	7,228	1,245,023
^a Boston Scientific Corp.	United States	3,527	378,835
Cochlear Ltd.	Australia	6,281	1,242,231
EssilorLuxottica SA	France	377	103,521
Fisher & Paykel Healthcare Corp. Ltd.	New Zealand	3,587	78,788
Hoya Corp.	Japan	2,900	344,410
^a IDEXX Laboratories, Inc.	United States	134	71,870
^a Insulet Corp.	United States	256	80,430
^a Intuitive Surgical, Inc.	United States	2,846	1,546,545
Medtronic plc	United States	1,687	147,056
Straumann Holding AG	Switzerland	405	53,010
Stryker Corp.	United States	2,721	1,076,509
			8,269,969
Health Care Providers & Services 1.0%			
Cardinal Health, Inc.	United States	437	73,416
Cencora, Inc.	United States	243	72,864
CVS Health Corp.	United States	18,500	1,276,130
Fresenius Medical Care AG	Germany	1,774	101,925
Humana, Inc.	United States	304	74,322
McKesson Corp.	United States	2,765	2,026,137
UnitedHealth Group, Inc.	United States	6,395	1,995,048
Universal Health Services, Inc., B	United States	372	67,388
			5,687,230
Health Care Technology 0.1%			
Pro Medicus Ltd.	Australia	613	114,714
^a Veeva Systems, Inc., A	United States	782	225,200
			339,914
Hotels, Restaurants & Leisure 0.9%			
^a Airbnb, Inc., A	United States	5,026	665,141
Amadeus IT Group SA	Spain	8,500	718,106
Aristocrat Leisure Ltd.	Australia	4,928	211,139
Booking Holdings, Inc.	United States	238	1,377,839
^a Chipotle Mexican Grill, Inc., A	United States	5,929	332,913
Compass Group plc	United Kingdom	4,940	167,328
Expedia Group, Inc.	United States	1,191	200,898
InterContinental Hotels Group plc	United Kingdom	3,399	388,625
Starbucks Corp.	United States	9,110	834,749
Yum! Brands, Inc.	United States	452	66,978
			4,963,716
Household Durables 0.3%			
Barratt Redrow plc	United Kingdom	92,191	577,300
Panasonic Holdings Corp.	Japan	29,400	314,560
Persimmon plc	United Kingdom	31,983	568,990
Sony Group Corp.	Japan	18,800	488,806
			1,949,656
Household Products 0.3%			
Colgate-Palmolive Co.	United States	7,763	705,657
Kimberly-Clark Corp.	United States	1,200	154,704
Procter & Gamble Co. (The)	United States	6,337	1,009,611

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Household Products (continued)			
Reckitt Benckiser Group plc	United Kingdom	768	\$52,321
			1,922,293
Independent Power and Renewable Electricity Producers 0.2%			
^{a,b} Orsted A/S, 144A, Reg S.	Denmark	17,497	753,747
RWE AG.	Germany	5,852	244,545
Vistra Corp.	United States	645	125,007
			1,123,299
Industrial Conglomerates 0.2%			
3M Co.	United States	2,539	386,537
Hitachi Ltd.	Japan	19,100	555,129
Siemens AG	Germany	1,474	378,609
			1,320,275
Industrial REITs 0.1%			
CapitaLand Ascendas REIT.	Singapore	68,700	144,968
First Industrial Realty Trust, Inc.	United States	1,421	68,393
Prologis, Inc.	United States	2,610	274,363
			487,724
Insurance 1.7%			
Aegon Ltd.	Netherlands	36,505	264,541
Aflac, Inc.	United States	683	72,029
Ageas SA/NV	Belgium	1,163	78,674
AIA Group Ltd.	Hong Kong	92,500	837,906
Allianz SE.	Germany	215	87,254
American International Group, Inc.	United States	797	68,215
AXA SA.	France	6,931	340,347
Axis Capital Holdings Ltd.	United States	956	99,252
Globe Life, Inc.	United States	583	72,461
Hartford Insurance Group, Inc. (The).	United States	2,635	334,303
Japan Post Insurance Co. Ltd.	Japan	5,200	117,730
Marsh & McLennan Cos., Inc.	United States	7,203	1,574,864
MS&AD Insurance Group Holdings, Inc.	Japan	6,200	138,605
Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen	Germany	548	355,835
Old Republic International Corp.	United States	2,961	113,821
Progressive Corp. (The)	United States	4,298	1,146,964
Prudential plc	Hong Kong	64,503	807,336
Sompo Holdings, Inc.	Japan	16,500	497,224
Suncorp Group Ltd.	Australia	25,770	367,265
Swiss Re AG.	United States	2,950	510,312
Travelers Cos., Inc. (The)	United States	5,837	1,561,631
Unum Group.	United States	2,175	175,653
			9,622,222
Interactive Media & Services 2.5%			
Alphabet, Inc., A	United States	23,979	4,225,819
Alphabet, Inc., C	United States	7,642	1,355,615
^b Auto Trader Group plc, 144A, Reg S	United Kingdom	21,094	238,927
Meta Platforms, Inc., A	United States	9,094	6,712,190
^b Scout24 SE, 144A, Reg S	Germany	6,400	883,513
^c Tencent Holdings Ltd.	China	10,321	665,040
			14,081,104
IT Services 0.4%			
Accenture plc, A	Ireland	1,399	418,147

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
IT Services (continued)			
Cognizant Technology Solutions Corp., A.	United States	880	\$68,666
^a GoDaddy, Inc., A.	United States	364	65,542
International Business Machines Corp.	United States	267	78,706
NEC Corp.	Japan	13,600	396,781
^a Shopify, Inc., A.	Canada	8,500	980,475
VeriSign, Inc.	United States	1,132	326,922
			<hr/> 2,335,239
Leisure Products 0.0%[†]			
Bandai Namco Holdings, Inc.	Japan	4,800	172,028
^a Mattel, Inc.	United States	4,243	83,672
			<hr/> 255,700
Life Sciences Tools & Services 0.7%			
Agilent Technologies, Inc.	United States	2,502	295,261
Danaher Corp.	United States	2,658	525,061
Eurofins Scientific SE	Luxembourg	3,407	242,801
Lonza Group AG.	Switzerland	680	486,311
^a Medpace Holdings, Inc.	United States	221	69,363
^a Mettler-Toledo International, Inc.	United States	418	491,033
Thermo Fisher Scientific, Inc.	United States	4,201	1,703,337
^a Waters Corp.	United States	191	66,667
			<hr/> 3,879,834
Machinery 2.0%			
Allison Transmission Holdings, Inc.	United States	1,120	106,389
Atlas Copco AB, A.	Sweden	19,792	319,958
CNH Industrial NV.	United States	79,800	1,034,208
Deere & Co.	United States	3,989	2,028,367
GEA Group AG.	Germany	4,165	291,967
Georg Fischer AG.	Switzerland	5,500	450,146
Illinois Tool Works, Inc.	United States	2,624	648,784
Ingersoll Rand, Inc.	United States	4,789	398,349
Interroll Holding AG.	Switzerland	300	748,676
Komatsu Ltd.	Japan	10,800	356,330
Kone OYJ, B.	Finland	2,784	183,412
Makita Corp.	Japan	5,900	181,708
Otis Worldwide Corp.	United States	7,749	767,306
Parker-Hannifin Corp.	United States	2,426	1,694,488
Schindler Holding AG.	Switzerland	655	237,953
Snap-on, Inc.	United States	220	68,459
^b VAT Group AG, 144A, Reg S.	Switzerland	1,350	572,038
Wartsila OYJ Abp.	Finland	13,037	308,121
Xylem, Inc.	United States	2,688	347,720
Yangzijiang Shipbuilding Holdings Ltd.	China	74,100	129,312
			<hr/> 10,873,691
Marine Transportation 0.0%[†]			
AP Moller - Maersk A/S, B.	Denmark	78	145,056
Media 0.3%			
Comcast Corp., A.	United States	42,539	1,518,217
Fox Corp., A.	United States	2,962	165,991
Publicis Groupe SA.	France	1,174	132,597
			<hr/> 1,816,805
Metals & Mining 0.4%			
BHP Group Ltd.	Australia	21,254	511,320

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Metals & Mining (continued)			
Fortescue Ltd.	Australia	44,180	\$444,108
Freeport-McMoRan, Inc.	United States	13,224	573,260
Newmont Corp.	United States	14,159	824,903
Northern Star Resources Ltd.	Australia	4,727	58,389
Reliance, Inc.	United States	226	70,941
			<hr/> 2,482,921
Multi-Utilities 0.8%			
Centrica plc	United Kingdom	141,595	314,167
Consolidated Edison, Inc.	United States	687	68,941
Engie SA	France	6,866	161,370
Sempra, Inc.	United States	34,164	2,588,606
WEC Energy Group, Inc.	United States	11,639	1,212,784
			<hr/> 4,345,868
Oil, Gas & Consumable Fuels 1.8%			
BP plc.	United States	235,597	1,173,814
Cheniere Energy, Inc.	United States	2,851	694,276
Chevron Corp.	United States	9,240	1,323,076
ConocoPhillips	United States	13,653	1,225,220
ENEOS Holdings, Inc.	Japan	47,400	234,954
EOG Resources, Inc.	United States	5,909	706,776
Equinor ASA	Norway	19,686	497,151
Exxon Mobil Corp.	United States	9,196	991,329
Galp Energia SGPS SA, B	Portugal	30,095	550,915
Idemitsu Kosan Co. Ltd.	Japan	23,800	144,332
Marathon Petroleum Corp.	United States	462	76,743
Ovintiv, Inc.	United States	1,926	73,284
Shell plc	United States	46,147	1,610,048
TotalEnergies SE	France	6,231	380,855
Valero Energy Corp.	United States	519	69,764
			<hr/> 9,752,537
Passenger Airlines 0.1%			
Qantas Airways Ltd.	Australia	22,864	161,524
^a United Airlines Holdings, Inc.	United States	4,422	352,124
			<hr/> 513,648
Personal Care Products 0.2%			
Beiersdorf AG	Germany	1,719	216,075
^a BellRing Brands, Inc.	United States	1,074	62,217
L'Oreal SA	France	940	402,652
Unilever plc.	United Kingdom	6,673	407,228
			<hr/> 1,088,172
Pharmaceuticals 2.6%			
AstraZeneca plc	United Kingdom	15,479	2,154,199
AstraZeneca plc, ADR.	United Kingdom	13,594	949,949
Bristol-Myers Squibb Co.	United States	13,815	639,496
Chugai Pharmaceutical Co. Ltd.	Japan	6,600	344,638
Eli Lilly & Co.	United States	2,041	1,591,021
GSK plc	United States	34,376	655,429
Haleon plc, ADR	United States	101,810	1,055,770
Ipsen SA.	France	1,089	129,719
^a Jazz Pharmaceuticals plc	United States	642	68,129
Johnson & Johnson	United States	9,332	1,425,463
Novartis AG	United States	9,905	1,202,240

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Pharmaceuticals (continued)			
Novo Nordisk A/S, ADR	Denmark	11,835	\$816,852
Novo Nordisk A/S, B	Denmark	14,013	971,017
Pfizer, Inc.	United States	2,778	67,339
Roche Holding AG	United States	878	305,132
Roche Holding AG	United States	2,776	906,142
Royalty Pharma plc, A	United States	2,010	72,420
Sanofi SA	United States	6,953	673,146
Shionogi & Co. Ltd.	Japan	18,800	338,443
UCB SA	Belgium	732	144,027
Zoetis, Inc., A	United States	933	145,501
			<hr/> 14,656,072
Professional Services 0.6%			
Adecco Group AG	Switzerland	21,285	634,249
Automatic Data Processing, Inc.	United States	393	121,201
Experian plc	United States	17,500	902,410
Genpact Ltd.	United States	2,197	96,690
ManpowerGroup, Inc.	United States	8,170	330,068
Recruit Holdings Co. Ltd.	Japan	8,300	488,095
RELX plc	United Kingdom	5,490	297,545
Teleperformance SE	France	522	50,701
Verisk Analytics, Inc., A	United States	474	147,651
Wolters Kluwer NV	Netherlands	1,223	204,532
			<hr/> 3,273,142
Real Estate Management & Development 0.1%			
CK Asset Holdings Ltd.	Hong Kong	55,000	243,035
^a Jones Lang LaSalle, Inc.	United States	306	78,269
Mitsubishi Estate Co. Ltd.	Japan	9,700	181,847
Sun Hung Kai Properties Ltd.	Hong Kong	5,000	57,615
			<hr/> 560,766
Residential REITs 0.0%[†]			
Mid-America Apartment Communities, Inc.	United States	462	68,381
Retail REITs 0.1%			
Klepierre SA	France	5,556	219,680
Simon Property Group, Inc.	United States	2,447	393,380
			<hr/> 613,060
Semiconductors & Semiconductor Equipment 6.1%			
Advantest Corp.	Japan	7,200	533,743
Applied Materials, Inc.	United States	3,330	609,623
^a ARM Holdings plc, ADR	United States	600	97,044
ASM International NV	Netherlands	707	453,525
ASML Holding NV	Netherlands	2,119	1,698,033
ASML Holding NV, ADR	Netherlands	1,755	1,406,439
Broadcom, Inc.	United States	15,447	4,257,966
Disco Corp.	Japan	3,100	918,355
Infineon Technologies AG	Germany	18,838	803,856
Intel Corp.	United States	67,135	1,503,824
KLA Corp.	United States	647	579,544
Lam Research Corp.	United States	1,206	117,392
Marvell Technology, Inc.	United States	2,360	182,664
Microchip Technology, Inc.	United States	27,340	1,923,916
Monolithic Power Systems, Inc.	United States	831	607,777
^a Nova Ltd.	Israel	2,800	770,560
NVIDIA Corp.	United States	83,171	13,140,186

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Semiconductors & Semiconductor Equipment (continued)			
QUALCOMM, Inc.	United States	6,169	\$982,475
Skyworks Solutions, Inc.	United States	986	73,477
STMicroelectronics NV	Singapore	20,173	618,544
Taiwan Semiconductor Manufacturing Co. Ltd.	Taiwan	31,390	1,147,912
Taiwan Semiconductor Manufacturing Co. Ltd., ADR	Taiwan	1,764	399,528
Texas Instruments, Inc.	United States	1,955	405,897
Tokyo Electron Ltd.	Japan	2,100	402,170
			33,634,450
Software 5.5%			
^a Adobe, Inc.	United States	2,276	880,539
^a AppLovin Corp., A.	United States	836	292,667
^a Autodesk, Inc.	United States	2,127	658,455
^a Check Point Software Technologies Ltd.	Israel	2,111	467,059
^a CrowdStrike Holdings, Inc., A.	United States	278	141,588
^a CyberArk Software Ltd.	United States	2,450	996,856
^a DocuSign, Inc., A	United States	2,600	202,514
^a Dropbox, Inc., A	United States	2,823	80,738
^a Fair Isaac Corp.	United States	274	500,861
^a Fortinet, Inc.	United States	6,590	696,695
Gen Digital, Inc.	United States	2,412	70,913
Intuit, Inc.	United States	2,535	1,996,642
^a Kinaxis, Inc.	Canada	5,900	877,450
Microsoft Corp.	United States	24,509	12,191,022
^a Monday.com Ltd.	United States	2,850	896,268
^a Nice Ltd., ADR	Israel	4,100	692,531
^a Palantir Technologies, Inc., A.	United States	1,923	262,143
^a Palo Alto Networks, Inc.	United States	5,360	1,096,870
^a PTC, Inc.	United States	2,586	445,671
Sage Group plc (The)	United Kingdom	21,440	368,185
Salesforce, Inc.	United States	3,868	1,054,765
SAP SE	Germany	5,997	1,833,760
^a ServiceNow, Inc.	United States	1,250	1,285,100
^a Synopsys, Inc.	United States	2,343	1,201,209
^a Tyler Technologies, Inc.	United States	340	201,566
^a Workday, Inc., A	United States	2,387	572,880
^a Xero Ltd.	New Zealand	2,982	352,858
^a Zoom Communications, Inc., A	United States	3,338	260,297
			30,578,102
Specialized REITs 0.3%			
American Tower Corp.	United States	4,106	907,508
Equinix, Inc.	United States	549	436,713
Gaming and Leisure Properties, Inc.	United States	1,431	66,799
VICI Properties, Inc., A	United States	13,989	456,042
			1,867,062
Specialty Retail 1.0%			
^a AutoZone, Inc.	United States	24	89,093
Bath & Body Works, Inc.	United States	2,680	80,293
Best Buy Co., Inc.	United States	2,704	181,519
Fast Retailing Co. Ltd.	Japan	1,600	548,583
Home Depot, Inc. (The).	United States	3,178	1,165,182
Industria de Diseno Textil SA.	Spain	8,285	432,202
JD Sports Fashion plc.	United Kingdom	668,698	815,461
Lowe's Cos., Inc.	United States	3,254	721,965
^a O'Reilly Automotive, Inc.	United States	12,027	1,083,993
TJX Cos., Inc. (The)	United States	574	70,883

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Specialty Retail (continued)			
^a Ulta Beauty, Inc.	United States	150	\$70,173
Williams-Sonoma, Inc.	United States	1,430	233,619
			5,492,966
Technology Hardware, Storage & Peripherals 1.6%			
Apple, Inc.	United States	36,586	7,506,350
Canon, Inc.	Japan	3,100	89,911
HP, Inc.	United States	5,136	125,626
Logitech International SA	Switzerland	818	74,180
Samsung Electronics Co. Ltd.	South Korea	20,064	887,263
			8,683,330
Textiles, Apparel & Luxury Goods 0.4%			
adidas AG.	Germany	904	211,021
Asics Corp.	Japan	16,200	413,106
^a Crocs, Inc.	United States	716	72,516
Hermes International SCA.	France	78	211,448
Kering SA	France	2,308	502,811
LVMH Moët Hennessy Louis Vuitton SE	France	415	217,203
Pandora A/S	Denmark	2,052	361,553
Tapestry, Inc.	United States	2,198	193,006
			2,182,664
Tobacco 0.2%			
Altria Group, Inc.	United States	13,375	784,176
Imperial Brands plc	United Kingdom	9,381	370,645
			1,154,821
Trading Companies & Distributors 0.5%			
AerCap Holdings NV.	Ireland	1,963	229,671
Fastenal Co.	United States	13,100	550,200
MonotaRO Co. Ltd.	Japan	7,100	139,770
Rexel SA	France	6,366	196,344
RS Group plc	United Kingdom	84,000	663,093
VW Grainger, Inc.	United States	850	884,204
			2,663,282
Transportation Infrastructure 0.1%			
^b Aena SME SA, 144A, Reg S	Spain	11,090	296,034
Wireless Telecommunication Services 0.1%			
KDDI Corp.	Japan	7,500	128,779
Vodafone Group plc	United Kingdom	263,053	281,586
			410,365
Total Common Stocks (Cost \$207,065,831)			321,187,015
Preferred Stocks 0.1%			
Household Products 0.0%[†]			
^d Henkel AG & Co. KGaA, 3.06%	Germany	3,334	261,997
Life Sciences Tools & Services 0.1%			
^d Sartorius AG, 0.34%	Germany	1,232	313,788
Total Preferred Stocks (Cost \$668,909)			575,785

Franklin Allocation VIP Fund (continued)

	Country	Units	Value
Limited Partnerships 0.2%			
Oil, Gas & Consumable Fuels 0.2%			
Enterprise Products Partners LP	United States	40,864	\$1,267,193
			1,267,193
Total Limited Partnerships (Cost \$1,036,735)			1,267,193
		Principal Amount[†]	
Corporate Bonds 12.9%			
Aerospace & Defense 0.3%			
^b BAE Systems plc, Senior Bond, 144A, 5.5%, 3/26/54.	United Kingdom	200,000	197,628
Boeing Co. (The),			
Senior Bond, 3.6%, 5/01/34	United States	200,000	176,364
Senior Bond, 3.5%, 3/01/39	United States	200,000	156,338
Senior Bond, 5.705%, 5/01/40	United States	350,000	346,018
Senior Note, 6.528%, 5/01/34	United States	175,000	190,257
Howmet Aerospace, Inc.,			
Senior Bond, 5.95%, 2/01/37	United States	250,000	265,638
Senior Note, 4.85%, 10/15/31	United States	50,000	50,699
Lockheed Martin Corp., Senior Bond, 4.07%, 12/15/42	United States	130,000	109,313
Northrop Grumman Corp.,			
Senior Bond, 5.25%, 5/01/50	United States	100,000	93,934
Senior Bond, 4.95%, 3/15/53	United States	220,000	197,931
			1,784,120
Air Freight & Logistics 0.0%[†]			
^b FedEx Corp., Senior Note, 144A, 2.4%, 5/15/31	United States	200,000	177,243
Automobiles 0.1%			
^b Hyundai Capital America,			
Senior Note, 144A, 5.35%, 3/19/29	United States	485,000	494,388
Senior Note, 144A, 5.4%, 1/08/31	United States	200,000	204,414
			698,802
Banks 2.8%			
^b ABN AMRO Bank NV, Senior Non-Preferred Note, 144A, 6.339% to 9/17/26, FRN thereafter, 9/18/27.	Netherlands	200,000	204,401
Bank of America Corp.,			
Senior Bond, 3.974% to 2/06/29, FRN thereafter, 2/07/30 . . .	United States	200,000	196,896
Senior Bond, 1.922% to 10/23/30, FRN thereafter, 10/24/31 . .	United States	200,000	174,466
Senior Bond, 2.687% to 4/21/31, FRN thereafter, 4/22/32 . . .	United States	200,000	179,541
Senior Bond, 5.468% to 1/22/34, FRN thereafter, 1/23/35 . . .	United States	225,000	231,238
Senior Note, 6.204% to 11/09/27, FRN thereafter, 11/10/28 . .	United States	1,280,000	1,332,369
Senior Note, 5.162% to 1/23/30, FRN thereafter, 1/24/31 . . .	United States	725,000	743,273
Sub. Bond, 5.744% to 2/11/35, FRN thereafter, 2/12/36	United States	150,000	152,495
Barclays plc, Senior Note, 5.086% to 2/24/28, FRN thereafter, 2/25/29	United Kingdom	230,000	232,900
^b BNP Paribas SA, Senior Preferred Note, 144A, 5.176% to 1/08/29, FRN thereafter, 1/09/30	France	250,000	255,276
^b BPCE SA, Senior Non-Preferred Note, 144A, 2.045% to 10/18/26, FRN thereafter, 10/19/27	France	250,000	241,802
^{b,e} CaixaBank SA, Senior Non-Preferred Note, 144A, 4.885% to 7/02/30, FRN thereafter, 7/03/31	Spain	200,000	200,868
Citibank NA,			
Senior Note, 5.438%, 4/30/26	United States	750,000	755,979
Senior Note, 4.914%, 5/29/30	United States	500,000	509,721

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Banks (continued)			
Citigroup, Inc.,			
Senior Bond, 2.572% to 6/02/30, FRN thereafter, 6/03/31	United States	400,000	\$362,867
Senior Note, 5.174% to 2/12/29, FRN thereafter, 2/13/30	United States	300,000	306,137
Cooperatieve Rabobank UA, Senior Bond, 5.25%, 5/24/41	Netherlands	100,000	98,487
^b Danske Bank A/S,			
Senior Non-Preferred Note, 144A, 5.705% to 2/28/29, FRN thereafter, 3/01/30	Denmark	200,000	207,562
Senior Preferred Note, 144A, 5.427% to 2/28/27, FRN thereafter, 3/01/28	Denmark	400,000	407,038
Fifth Third Bancorp, Senior Note, 5.631% to 1/28/31, FRN thereafter, 1/29/32	United States	200,000	208,195
Huntington Bancshares, Inc.,			
Senior Bond, 2.55%, 2/04/30	United States	200,000	182,963
Senior Note, 5.272% to 1/14/30, FRN thereafter, 1/15/31	United States	200,000	204,981
JPMorgan Chase & Co.,			
Senior Bond, 3.54% to 4/30/27, FRN thereafter, 5/01/28	United States	1,000,000	985,551
Senior Bond, 1.953% to 2/03/31, FRN thereafter, 2/04/32	United States	150,000	130,122
Senior Bond, 5.35% to 5/31/33, FRN thereafter, 6/01/34	United States	535,000	550,596
Senior Bond, 5.336% to 1/22/34, FRN thereafter, 1/23/35	United States	100,000	102,403
Senior Note, 5.14% to 1/23/30, FRN thereafter, 1/24/31	United States	350,000	359,005
Sub. Bond, 2.956% to 5/12/30, FRN thereafter, 5/13/31	United States	200,000	184,991
Mitsubishi UFJ Financial Group, Inc., Senior Note, 5.159% to 4/23/30, FRN thereafter, 4/24/31	Japan	200,000	204,844
Mizuho Financial Group, Inc.,			
Senior Note, 5.778% to 7/05/28, FRN thereafter, 7/06/29	Japan	200,000	207,715
Senior Note, 5.098% to 5/12/30, FRN thereafter, 5/13/31	Japan	200,000	203,848
NatWest Group plc,			
Senior Note, 5.808% to 9/12/28, FRN thereafter, 9/13/29	United Kingdom	300,000	311,630
Senior Note, 4.964% to 8/14/29, FRN thereafter, 8/15/30	United Kingdom	200,000	202,360
PNC Financial Services Group, Inc. (The),			
^f T, Junior Sub. Bond, 3.4% to 9/14/26, FRN thereafter, Perpetual	United States	230,000	222,696
Senior Bond, 5.676% to 1/21/34, FRN thereafter, 1/22/35	United States	50,000	51,969
Senior Note, 6.615% to 10/19/26, FRN thereafter, 10/20/27 . . .	United States	450,000	462,728
Senior Note, 5.222% to 1/28/30, FRN thereafter, 1/29/31	United States	200,000	205,300
Royal Bank of Canada, Senior Note, 4.97% to 5/01/30, FRN thereafter, 5/02/31	Canada	250,000	253,826
^b Societe Generale SA, Senior Non-Preferred Note, 144A, 1.792% to 6/08/26, FRN thereafter, 6/09/27	France	200,000	194,707
Toronto-Dominion Bank (The), Senior Note, 4.568%, 12/17/26 . .	Canada	200,000	200,826
Truist Financial Corp.,			
Senior Note, 7.161% to 10/29/28, FRN thereafter, 10/30/29 . .	United States	350,000	378,658
Senior Note, 5.153% to 8/04/31, FRN thereafter, 8/05/32	United States	200,000	203,954
^b UniCredit SpA, Senior Preferred Note, 144A, 1.982% to 6/02/26, FRN thereafter, 6/03/27	Italy	300,000	292,652
US Bancorp, Senior Note, 5.1% to 7/22/29, FRN thereafter, 7/23/30	United States	400,000	408,385
Wells Fargo & Co.,			
Senior Bond, 2.879% to 10/29/29, FRN thereafter, 10/30/30 . .	United States	350,000	327,096
Senior Bond, 3.35% to 3/01/32, FRN thereafter, 3/02/33	United States	200,000	182,705
Senior Bond, 5.389% to 4/23/33, FRN thereafter, 4/24/34	United States	410,000	419,683
Senior Note, 4.808% to 7/24/27, FRN thereafter, 7/25/28	United States	530,000	534,562
Senior Note, 5.198% to 1/22/29, FRN thereafter, 1/23/30	United States	100,000	102,451
			15,274,718

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Beverages 0.1%			
Anheuser-Busch InBev Worldwide, Inc.,			
Senior Bond, 3.5%, 6/01/30	Belgium	350,000	\$337,796
Senior Bond, 5.8%, 1/23/59	Belgium	150,000	153,764
			491,560
Biotechnology 0.4%			
AbbVie, Inc.,			
Senior Bond, 4.85%, 6/15/44	United States	530,000	488,364
Senior Note, 4.95%, 3/15/31	United States	150,000	154,042
Amgen, Inc.,			
Senior Bond, 2.45%, 2/21/30	United States	200,000	183,214
Senior Bond, 5.25%, 3/02/33	United States	100,000	102,437
Senior Bond, 5.6%, 3/02/43	United States	385,000	382,162
^b CSL Finance plc,			
Senior Bond, 144A, 4.25%, 4/27/32	Australia	300,000	293,068
Senior Bond, 144A, 5.106%, 4/03/34	Australia	255,000	259,316
Regeneron Pharmaceuticals, Inc.,			
Senior Bond, 1.75%, 9/15/30	United States	200,000	173,759
Senior Bond, 2.8%, 9/15/50	United States	400,000	239,020
			2,275,382
Broadline Retail 0.0%[†]			
Amazon.com, Inc., Senior Bond, 2.875%, 5/12/41	United States	325,000	242,703
Building Products 0.1%			
Owens Corning, Senior Bond, 5.7%, 6/15/34	United States	370,000	384,484
Capital Markets 1.0%			
BlackRock Funding, Inc., Senior Bond, 5.25%, 3/14/54	United States	135,000	129,594
Goldman Sachs Group, Inc. (The),			
Senior Bond, 2.615% to 4/21/31, FRN thereafter, 4/22/32 . . .	United States	100,000	88,912
Senior Bond, 5.851% to 4/24/34, FRN thereafter, 4/25/35 . . .	United States	320,000	335,730
Senior Bond, 5.536% to 1/27/35, FRN thereafter, 1/28/36 . . .	United States	200,000	205,176
Senior Note, 2.64% to 2/23/27, FRN thereafter, 2/24/28	United States	200,000	194,306
Senior Note, 5.727% to 4/24/29, FRN thereafter, 4/25/30 . . .	United States	540,000	562,230
Senior Note, 5.218% to 4/22/30, FRN thereafter, 4/23/31	United States	75,000	76,907
Jefferies Financial Group, Inc., Senior Bond, 2.625%, 10/15/31 .	United States	200,000	174,099
Morgan Stanley,			
Senior Bond, 3.591%, 7/22/28	United States	760,000	746,840
Senior Bond, 3.622% to 3/31/30, FRN thereafter, 4/01/31 . . .	United States	500,000	479,597
Senior Bond, 1.794% to 2/12/31, FRN thereafter, 2/13/32 . . .	United States	200,000	171,162
Senior Bond, 5.25% to 4/20/33, FRN thereafter, 4/21/34	United States	735,000	747,953
Senior Bond, 5.466% to 1/17/34, FRN thereafter, 1/18/35 . . .	United States	50,000	51,172
Senior Note, 4.654% to 10/17/29, FRN thereafter, 10/18/30 . .	United States	335,000	335,704
^b Prologis Targeted US Logistics Fund LP, Senior Note, 144A, 5.25%, 4/01/29	United States	100,000	102,776
^b UBS Group AG,			
Senior Bond, 144A, 2.095% to 2/10/31, FRN thereafter, 2/11/32	Switzerland	425,000	367,735
Senior Note, 144A, 6.327% to 12/21/26, FRN thereafter, 12/22/27	Switzerland	300,000	308,105
Senior Note, 144A, 6.246% to 9/21/28, FRN thereafter, 9/22/29	Switzerland	200,000	210,144
			5,288,142

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Chemicals 0.1%			
DuPont de Nemours, Inc., Senior Bond, 5.319%, 11/15/38	United States	100,000	\$103,600
Huntsman International LLC, Senior Bond, 4.5%, 5/01/29	United States	100,000	94,912
^b Syensqo Finance America LLC, Senior Note, 144A, 5.65%, 6/04/29	Belgium	400,000	415,171
Westlake Corp., Senior Bond, 3.125%, 8/15/51	United States	250,000	154,386
			768,069
Commercial Services & Supplies 0.1%			
Republic Services, Inc., Senior Bond, 5%, 4/01/34	United States	200,000	203,073
Veralto Corp., Senior Note, 5.5%, 9/18/26	United States	250,000	253,045
			456,118
Communications Equipment 0.1%			
Cisco Systems, Inc., Senior Bond, 5.05%, 2/26/34	United States	315,000	322,555
Motorola Solutions, Inc., Senior Bond, 4.6%, 5/23/29	United States	130,000	130,675
Senior Bond, 5.4%, 4/15/34	United States	150,000	153,044
Senior Note, 4.85%, 8/15/30	United States	55,000	55,608
			661,882
Construction Materials 0.0%[†]			
Martin Marietta Materials, Inc., Senior Bond, 5.15%, 12/01/34 . .	United States	240,000	241,280
Consumer Finance 0.4%			
AerCap Ireland Capital DAC / AerCap Global Aviation Trust, Senior Bond, 3.4%, 10/29/33	Ireland	150,000	132,358
Senior Note, 3%, 10/29/28	Ireland	450,000	428,843
American Express Co., Senior Note, 5.016% to 4/24/30, FRN thereafter, 4/25/31	United States	150,000	153,206
Capital One Financial Corp., Senior Bond, 3.75%, 3/09/27	United States	585,000	580,294
Senior Note, 5.463% to 7/25/29, FRN thereafter, 7/26/30	United States	200,000	205,853
Sub. Bond, 6.183% to 1/29/35, FRN thereafter, 1/30/36	United States	190,000	193,515
General Motors Financial Co., Inc., Senior Note, 5.4%, 4/06/26 .	United States	210,000	210,992
Toyota Motor Credit Corp., Senior Note, 4.45%, 5/18/26	United States	190,000	190,368
			2,095,429
Consumer Staples Distribution & Retail 0.1%			
^b 7-Eleven, Inc., Senior Note, 144A, 1.3%, 2/10/28	United States	410,000	378,242
Containers & Packaging 0.0%[†]			
^b Ancor Flexibles North America, Inc., Senior Note, 144A, 5.1%, 3/17/30	United States	75,000	76,312
WRKCo, Inc., Senior Bond, 3%, 6/15/33	United States	135,000	118,114
			194,426
Diversified REITs 0.2%			
Simon Property Group LP, Senior Bond, 2.2%, 2/01/31	United States	300,000	266,138
Senior Note, 3.375%, 12/01/27	United States	295,000	289,773

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Diversified REITs (continued)			
VICI Properties LP, Senior Note, 4.95%, 2/15/30	United States	200,000	\$201,257
^b VICI Properties LP / VICI Note Co., Inc., Senior Bond, 144A, 4.125%, 8/15/30	United States	225,000	216,055
			973,223
Diversified Telecommunication Services 0.3%			
AT&T, Inc.,			
Senior Bond, 2.55%, 12/01/33	United States	500,000	418,633
Senior Bond, 4.5%, 5/15/35	United States	100,000	95,335
Senior Bond, 3.5%, 6/01/41	United States	715,000	561,301
Orange SA, Senior Bond, 9%, 3/01/31	France	100,000	121,543
Verizon Communications, Inc.,			
Senior Bond, 2.55%, 3/21/31	United States	100,000	89,720
Senior Bond, 2.85%, 9/03/41	United States	200,000	141,765
Senior Note, 2.355%, 3/15/32	United States	550,000	474,295
			1,902,592
Electric Utilities 0.9%			
Baltimore Gas and Electric Co., Senior Bond, 4.55%, 6/01/52 . .	United States	200,000	168,165
Commonwealth Edison Co., Senior Bond, 4%, 3/01/48	United States	125,000	99,265
Duke Energy Florida LLC, Senior Bond, 6.4%, 6/15/38	United States	200,000	219,494
Duke Energy Indiana LLC, Senior Bond, 5.4%, 4/01/53	United States	350,000	333,912
Duke Energy Ohio, Inc., Senior Bond, 5.25%, 4/01/33	United States	230,000	237,344
^b Enel Finance International NV, Senior Bond, 144A, 2.5%, 7/12/31	Italy	200,000	175,534
Exelon Corp., Senior Bond, 4.05%, 4/15/30	United States	310,000	305,084
Georgia Power Co., Senior Bond, 4.3%, 3/15/42	United States	400,000	345,596
NextEra Energy Capital Holdings, Inc.,			
Senior Bond, 2.44%, 1/15/32	United States	300,000	260,737
Senior Bond, 5.9%, 3/15/55	United States	200,000	200,931
Senior Note, 5.3%, 3/15/32	United States	95,000	97,939
Pacific Gas and Electric Co.,			
Senior Note, 3.3%, 12/01/27	United States	350,000	338,742
Senior Secured Bond, 3.25%, 6/01/31	United States	300,000	269,400
Public Service Electric and Gas Co., Senior Bond, 5.45%, 3/01/54	United States	130,000	127,453
Southern Co. (The), A, Senior Bond, 3.7%, 4/30/30	United States	200,000	193,502
Virginia Electric and Power Co.,			
Senior Bond, 2.4%, 3/30/32	United States	705,000	611,655
Senior Bond, 5%, 4/01/33	United States	200,000	202,232
^b Vistra Operations Co. LLC,			
Senior Secured Bond, 144A, 4.3%, 7/15/29	United States	300,000	295,704
Senior Secured Note, 144A, 5.05%, 12/30/26	United States	75,000	75,414
Xcel Energy, Inc.,			
Senior Bond, 4.6%, 6/01/32	United States	200,000	195,725
Senior Bond, 5.45%, 8/15/33	United States	150,000	153,107
			4,906,935
Energy Equipment & Services 0.0%[†]			
Baker Hughes Holdings LLC / Baker Hughes Co-Obligor, Inc.,			
Senior Bond, 4.08%, 12/15/47	United States	285,000	222,710
Entertainment 0.1%			
Netflix, Inc.,			
Senior Bond, 5.4%, 8/15/54	United States	135,000	133,332

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Entertainment (continued)			
Netflix, Inc., (continued)			
^b Senior Bond, 144A, 5.375%, 11/15/29	United States	225,000	\$235,119
			368,451
Financial Services 0.1%			
Corebridge Financial, Inc., Senior Note, 6.05%, 9/15/33.	United States	150,000	157,985
^b EDP Finance BV, Senior Note, 144A, 1.71%, 1/24/28	Portugal	200,000	187,164
Global Payments, Inc., Senior Note, 5.4%, 8/15/32	United States	135,000	137,876
			483,025
Food Products 0.4%			
Conagra Brands, Inc., Senior Bond, 5.4%, 11/01/48.	United States	100,000	90,210
JBS USA Holding Lux SARL / JBS USA Food Co. / JBS Lux Co. SARL, Senior Note, 3.625%, 1/15/32	United States	400,000	366,232
Senior Note, 5.75%, 4/01/33	United States	200,000	205,709
^{b,e} 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	105,000	105,220
Kellanova, Senior Bond, 4.5%, 4/01/46	United States	30,000	25,718
^b Mars, Inc., Senior Bond, 144A, 3.2%, 4/01/30	United States	100,000	94,889
Senior Bond, 144A, 4.75%, 4/20/33	United States	200,000	199,053
Senior Bond, 144A, 5.7%, 5/01/55	United States	80,000	79,862
Senior Note, 144A, 5.2%, 3/01/35	United States	190,000	192,371
McCormick & Co., Inc., Senior Bond, 1.85%, 2/15/31.	United States	500,000	433,910
Pilgrim's Pride Corp., Senior Note, 3.5%, 3/01/32	United States	140,000	126,168
			1,919,342
Gas Utilities 0.1%			
Southern California Gas Co., Senior Bond, 6.35%, 11/15/52 . . .	United States	350,000	375,555
Ground Transportation 0.2%			
^b Ashtead Capital, Inc., Senior Bond, 144A, 5.8%, 4/15/34	United Kingdom	200,000	204,796
Burlington Northern Santa Fe LLC, Senior Bond, 5.75%, 5/01/40	United States	300,000	314,422
CSX Corp., Senior Bond, 4.75%, 11/15/48.	United States	365,000	324,507
^b SMBC Aviation Capital Finance DAC, Senior Note, 144A, 5.1%, 4/01/30	Ireland	200,000	203,118
			1,046,843
Health Care Equipment & Supplies 0.1%			
Baxter International, Inc., Senior Bond, 2.539%, 2/01/32	United States	580,000	505,742
Health Care Providers & Services 0.5%			
Ascension Health, Senior Bond, 3.945%, 11/15/46.	United States	270,000	215,029
Centene Corp., Senior Bond, 3%, 10/15/30	United States	140,000	125,183
Cigna Group (The), Senior Bond, 2.375%, 3/15/31	United States	400,000	355,733
Senior Bond, 3.2%, 3/15/40	United States	240,000	183,906
CVS Health Corp., Senior Bond, 5.3%, 12/05/43	United States	435,000	395,304
Senior Bond, 5.125%, 7/20/45	United States	100,000	88,637

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Health Care Providers & Services (continued)			
Elevance Health, Inc., Senior Bond, 5.1%, 1/15/44	United States	90,000	\$83,158
HCA, Inc.,			
Senior Bond, 4.5%, 2/15/27	United States	408,000	408,171
Senior Note, 3.625%, 3/15/32	United States	200,000	184,557
Icon Investments Six DAC, Senior Secured Bond, 6%, 5/08/34	United States	200,000	204,507
Kaiser Foundation Hospitals, Senior Bond, 4.15%, 5/01/47	United States	225,000	183,657
UnitedHealth Group, Inc.,			
Senior Bond, 3.05%, 5/15/41	United States	450,000	330,942
Senior Note, 5.15%, 7/15/34	United States	100,000	101,058
Senior Note, 5.3%, 6/15/35	United States	95,000	96,863
			2,956,705
Health Care REITs 0.0%[†]			
Alexandria Real Estate Equities, Inc.,			
Senior Bond, 2.95%, 3/15/34	United States	180,000	151,813
Senior Bond, 5.25%, 5/15/36	United States	50,000	49,097
			200,910
Health Care Technology 0.0%[†]			
IQVIA, Inc., Senior Secured Note, 6.25%, 2/01/29	United States	100,000	104,584
Hotels, Restaurants & Leisure 0.1%			
Marriott International, Inc., GG, Senior Bond, 3.5%, 10/15/32	United States	200,000	181,910
McDonald's Corp., Senior Bond, 3.625%, 9/01/49	United States	200,000	145,212
^b Royal Caribbean Cruises Ltd., Senior Note, 144A, 5.5%, 4/01/28	United States	200,000	202,614
			529,736
Household Durables 0.1%			
DR Horton, Inc., Senior Bond, 5%, 10/15/34	United States	150,000	148,396
Toll Brothers Finance Corp., Senior Bond, 3.8%, 11/01/29	United States	150,000	145,643
			294,039
Independent Power and Renewable Electricity Producers 0.1%			
Constellation Energy Generation LLC,			
Senior Bond, 5.8%, 3/01/33	United States	300,000	317,414
Senior Bond, 6.125%, 1/15/34	United States	325,000	350,228
			667,642
Industrial Conglomerates 0.0%[†]			
^b Siemens Funding BV, Senior Bond, 144A, 5.8%, 5/28/55	Germany	200,000	205,966
Insurance 0.4%			
Allstate Corp. (The), Senior Bond, 4.2%, 12/15/46	United States	200,000	163,392
Arch Capital Group Ltd., Senior Bond, 3.635%, 6/30/50	United States	155,000	113,107
Arthur J Gallagher & Co.,			
Senior Bond, 6.5%, 2/15/34	United States	150,000	164,864
Senior Bond, 5.45%, 7/15/34	United States	200,000	204,588
Senior Bond, 5.15%, 2/15/35	United States	245,000	245,257
^b Athene Global Funding, Secured Bond, 144A, 2.673%, 6/07/31	United States	200,000	175,716
Athene Holding Ltd., Senior Bond, 6.25%, 4/01/54	United States	115,000	113,621
Berkshire Hathaway Finance Corp., Senior Bond, 3.85%, 3/15/52	United States	125,000	96,810
Brown & Brown, Inc.,			
Senior Bond, 2.375%, 3/15/31	United States	305,000	268,686

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Insurance (continued)			
Brown & Brown, Inc., (continued)			
Senior Bond, 5.55%, 6/23/35	United States	30,000	\$30,604
Senior Note, 5.25%, 6/23/32	United States	20,000	20,410
Marsh & McLennan Cos., Inc., Senior Bond, 4.9%, 3/15/49	United States	200,000	180,891
MetLife, Inc., Junior Sub. Bond, 6.4%, 12/15/36	United States	200,000	209,819
^b RGAL Global Funding, Secured Note, 144A, 5.5%, 1/11/31	United States	150,000	154,821
^b Sammons Financial Group, Inc., Senior Bond, 144A, 6.875%, 4/15/34	United States	100,000	107,311
			<u>2,249,897</u>
Interactive Media & Services 0.0%[†]			
Meta Platforms, Inc., Senior Bond, 4.45%, 8/15/52	United States	290,000	244,679
Leisure Products 0.1%			
Brunswick Corp., Senior Bond, 4.4%, 9/15/32	United States	300,000	279,967
Life Sciences Tools & Services 0.0%[†]			
Thermo Fisher Scientific, Inc., Senior Bond, 5.404%, 8/10/43. . .	United States	100,000	99,108
Machinery 0.2%			
Caterpillar, Inc., Senior Bond, 5.2%, 5/15/35	United States	200,000	203,976
Ingersoll Rand, Inc.,			
Senior Note, 5.176%, 6/15/29	United States	140,000	143,777
Senior Note, 5.314%, 6/15/31	United States	300,000	311,198
Westinghouse Air Brake Technologies Corp., Senior Bond, 4.7%, 9/15/28	United States	480,000	482,878
			<u>1,141,829</u>
Media 0.4%			
Charter Communications Operating LLC / Charter Communications Operating Capital Corp.,			
Senior Secured Bond, 2.8%, 4/01/31	United States	320,000	285,454
Senior Secured Bond, 4.4%, 4/01/33	United States	100,000	94,194
Senior Secured Bond, 6.55%, 6/01/34	United States	200,000	213,474
Senior Secured Bond, 5.375%, 4/01/38	United States	360,000	339,466
Senior Secured Bond, 3.5%, 3/01/42	United States	100,000	71,348
Comcast Corp., Senior Bond, 4.049%, 11/01/52	United States	500,000	376,675
Fox Corp., Senior Bond, 6.5%, 10/13/33	United States	215,000	232,694
Paramount Global,			
Senior Bond, 4.95%, 1/15/31	United States	400,000	389,078
Senior Bond, 4.2%, 5/19/32	United States	300,000	273,926
			<u>2,276,309</u>
Metals & Mining 0.1%			
Newmont Corp. / Newcrest Finance Pty. Ltd., Senior Note, 5.35%, 3/15/34	United States	185,000	189,903
Rio Tinto Finance USA plc, Senior Note, 5%, 3/14/32.	Australia	200,000	203,602
			<u>393,505</u>
Multi-Utilities 0.2%			
Berkshire Hathaway Energy Co.,			
Senior Bond, 1.65%, 5/15/31	United States	300,000	255,702
Senior Bond, 5.15%, 11/15/43	United States	175,000	164,540

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Multi-Utilities (continued)			
DTE Energy Co., Senior Note, 4.875%, 6/01/28	United States	150,000	\$152,252
Public Service Enterprise Group, Inc., Senior Bond, 5.4%, 3/15/35	United States	50,000	50,613
Southern Co. Gas Capital Corp., Senior Bond, 4.95%, 9/15/34	United States	250,000	247,921
			871,028
Oil, Gas & Consumable Fuels 0.8%			
^b Aker BP ASA, Senior Bond, 144A, 3.75%, 1/15/30	Norway	400,000	381,013
BP Capital Markets America, Inc., Senior Bond, 4.812%, 2/13/33	United States	120,000	119,887
Canadian Natural Resources Ltd., Senior Bond, 2.95%, 7/15/30	Canada	350,000	321,170
Senior Bond, 6.25%, 3/15/38	Canada	140,000	145,306
Cheniere Energy, Inc., Senior Note, 5.65%, 4/15/34	United States	50,000	51,233
^b DT Midstream, Inc., Senior Secured Bond, 144A, 5.8%, 12/15/34	United States	225,000	229,334
Eastern Energy Gas Holdings LLC, Senior Bond, 5.8%, 1/15/35	United States	290,000	302,006
Energy Transfer LP, Senior Bond, 5.55%, 5/15/34	United States	300,000	303,873
Senior Bond, 5.15%, 3/15/45	United States	505,000	445,490
Enterprise Products Operating LLC, Senior Bond, 6.125%, 10/15/39	United States	160,000	170,519
Exxon Mobil Corp., Senior Bond, 3.567%, 3/06/45	United States	180,000	138,164
Hess Corp., Senior Bond, 7.125%, 3/15/33	United States	150,000	170,145
Senior Bond, 5.6%, 2/15/41	United States	135,000	134,180
MPLX LP, Senior Bond, 5.4%, 4/01/35	United States	200,000	198,639
Senior Bond, 5.5%, 2/15/49	United States	140,000	126,549
Targa Resources Corp., Senior Bond, 6.5%, 2/15/53	United States	210,000	215,774
Targa Resources Partners LP / Targa Resources Partners Finance Corp., Senior Bond, 4%, 1/15/32	United States	300,000	279,760
TotalEnergies Capital SA, Senior Bond, 4.724%, 9/10/34	France	100,000	99,407
Senior Bond, 5.275%, 9/10/54	France	210,000	196,789
^b Var Energi ASA, Senior Bond, 144A, 8%, 11/15/32	Norway	200,000	226,885
Senior Note, 144A, 7.5%, 1/15/28	Norway	200,000	211,863
Williams Cos., Inc. (The), Senior Bond, 2.6%, 3/15/31	United States	200,000	179,271
			4,647,257
Passenger Airlines 0.0%[†]			
^b Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.5%, 10/20/25	United States	37,251	37,165
^b Mileage Plus Holdings LLC / Mileage Plus Intellectual Property Assets Ltd., Senior Secured Note, 144A, 6.5%, 6/20/27	United States	40,000	40,078
			77,243
Personal Care Products 0.2%			
Haleon US Capital LLC, Senior Note, 3.625%, 3/24/32	United States	800,000	748,783
Kenvue, Inc., Senior Note, 4.85%, 5/22/32	United States	125,000	126,572
			875,355

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Pharmaceuticals 0.3%			
^b Bayer US Finance II LLC, Senior Bond, 144A, 4.375%, 12/15/28	Germany	400,000	\$396,373
Bristol-Myers Squibb Co., Senior Bond, 4.25%, 10/26/49	United States	150,000	121,709
Eli Lilly & Co., Senior Bond, 4.95%, 2/27/63	United States	215,000	195,506
Novartis Capital Corp., Senior Bond, 3.7%, 9/21/42	United States	185,000	151,980
Pfizer Investment Enterprises Pte. Ltd., Senior Bond, 4.75%, 5/19/33	United States	340,000	339,116
Senior Bond, 5.3%, 5/19/53	United States	70,000	66,133
Royalty Pharma plc, Senior Bond, 2.15%, 9/02/31	United States	300,000	257,874
Senior Bond, 3.35%, 9/02/51	United States	175,000	113,509
			1,642,200
Professional Services 0.0%[†]			
Paychex, Inc., Senior Note, 5.35%, 4/15/32	United States	185,000	190,049
Residential REITs 0.1%			
Essex Portfolio LP, Senior Bond, 2.65%, 3/15/32	United States	400,000	349,880
Semiconductors & Semiconductor Equipment 0.2%			
Analog Devices, Inc., Senior Bond, 2.8%, 10/01/41	United States	175,000	127,431
^b Foundry JV Holdco LLC, Senior Secured Bond, 144A, 6.25%, 1/25/35	United States	200,000	210,295
Senior Secured Note, 144A, 5.9%, 1/25/33	United States	400,000	415,044
Marvell Technology, Inc., Senior Note, 4.75%, 7/15/30	United States	200,000	200,945
Senior Note, 5.95%, 9/15/33	United States	220,000	232,439
			1,186,154
Software 0.4%			
Intuit, Inc., Senior Bond, 5.5%, 9/15/53	United States	100,000	99,367
Microsoft Corp., Senior Bond, 2.921%, 3/17/52	United States	335,000	222,358
Oracle Corp., Senior Bond, 2.875%, 3/25/31	United States	300,000	273,726
Senior Bond, 4.9%, 2/06/33	United States	150,000	150,453
Senior Bond, 3.95%, 3/25/51	United States	335,000	247,479
Senior Note, 2.3%, 3/25/28	United States	375,000	356,001
Salesforce, Inc., Senior Bond, 1.95%, 7/15/31	United States	350,000	307,050
Synopsys, Inc., Senior Bond, 5.7%, 4/01/55	United States	140,000	139,295
Senior Note, 5%, 4/01/32	United States	100,000	101,335
Workday, Inc., Senior Bond, 3.8%, 4/01/32	United States	225,000	211,506
			2,108,570
Specialized REITs 0.0%[†]			
American Tower Corp., Senior Bond, 5.35%, 3/15/35	United States	200,000	203,533
Specialty Retail 0.2%			
Dick's Sporting Goods, Inc., Senior Bond, 3.15%, 1/15/32	United States	200,000	179,370
Senior Bond, 4.1%, 1/15/52	United States	270,000	193,126
Home Depot, Inc. (The), Senior Bond, 3.625%, 4/15/52	United States	390,000	284,150
Lowe's Cos., Inc., Senior Bond, 5.75%, 7/01/53	United States	210,000	205,517
			862,163

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Technology Hardware, Storage & Peripherals 0.1%			
Apple, Inc., Senior Bond, 2.8%, 2/08/61	United States	500,000	\$295,941
Hewlett Packard Enterprise Co., Senior Note, 4.45%, 9/25/26 . .	United States	250,000	250,472
			546,413
Textiles, Apparel & Luxury Goods 0.0%[†]			
PVH Corp., Senior Note, 5.5%, 6/13/30	United States	100,000	100,750
Tapestry, Inc., Senior Bond, 5.5%, 3/11/35	United States	125,000	125,549
			226,299
Tobacco 0.1%			
Philip Morris International, Inc., Senior Bond, 5.375%, 2/15/33 . .	United States	500,000	516,562
Wireless Telecommunication Services 0.3%			
Rogers Communications, Inc., Senior Bond, 4.55%, 3/15/52 . . .	Canada	150,000	122,256
T-Mobile USA, Inc.,			
Senior Bond, 5.3%, 5/15/35	United States	250,000	253,229
Senior Bond, 3.3%, 2/15/51	United States	100,000	66,429
Senior Note, 3.375%, 4/15/29	United States	625,000	601,805
Senior Note, 2.55%, 2/15/31	United States	300,000	268,707
Vodafone Group plc,			
Senior Bond, 6.15%, 2/27/37	United Kingdom	36,000	38,659
Senior Bond, 4.25%, 9/17/50	United Kingdom	210,000	163,806
Senior Bond, 5.75%, 6/28/54	United Kingdom	60,000	57,527
			1,572,418
Total Corporate Bonds (Cost \$72,435,842)			71,637,018
Foreign Government and Agency Securities 0.8%			
Brazil Notas do Tesouro Nacional, 10%, 1/01/35	Brazil	3,680,000 BRL	551,132
China Government Bond, 2.27%, 5/25/34	China	2,360,000 CNY	345,233
^b Electricite de France SA, Senior Note, 144A, 5.7%, 5/23/28 . . .	France	200,000	206,109
Mexican Bonos Desarr Fixed Rate,			
M, 8%, 11/07/47	Mexico	4,430,000 ^g MXN	196,130
M, 8%, 7/31/53	Mexico	13,930,000 ^g MXN	611,038
M, Senior Bond, 8.5%, 11/18/38	Mexico	1,700,000 ^g MXN	83,357
M, Senior Bond, 7.75%, 11/13/42	Mexico	5,890,000 ^g MXN	260,345
Petroleos Mexicanos, Senior Bond, 6.95%, 1/28/60	Mexico	70,000	50,345
South Africa Government Bond, Senior Bond, 8.75%, 2/28/48 . .	South Africa	5,200,000 ZAR	236,059
^b United Kingdom Gilt,			
Reg S, 4.25%, 7/31/34	United Kingdom	850,000 GBP	1,151,351
Reg S, 1.25%, 7/31/51	United Kingdom	850,000 GBP	510,338
Reg S, 4.375%, 7/31/54	United Kingdom	470,000 GBP	559,019
Total Foreign Government and Agency Securities (Cost \$4,668,659)			4,760,456
U.S. Government and Agency Securities 19.3%			
FFCB, 2.1%, 2/25/36	United States	150,000	117,254
U.S. Treasury Bonds,			
1.125%, 5/15/40	United States	45,000	27,991
4.375%, 5/15/40	United States	500,000	488,848
1.125%, 8/15/40	United States	332,000	204,349
1.375%, 11/15/40	United States	1,771,000	1,128,805
2.75%, 8/15/42	United States	80,000	61,241
3.875%, 5/15/43	United States	2,000,000	1,787,031

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ¹	Value
U.S. Government and Agency Securities (continued)			
U.S. Treasury Bonds, (continued)			
4.75%, 11/15/43	United States	315,000	\$314,766
3.125%, 8/15/44	United States	725,000	571,872
3%, 11/15/44	United States	240,000	184,884
2.5%, 5/15/46	United States	945,000	653,010
2.25%, 8/15/46	United States	2,309,000	1,513,387
2.75%, 11/15/47	United States	340,000	241,878
3.375%, 11/15/48	United States	2,690,000	2,128,778
3%, 2/15/49	United States	6,911,000	5,094,163
2.25%, 8/15/49	United States	255,000	160,042
1.25%, 5/15/50	United States	1,875,000	901,465
1.375%, 8/15/50	United States	1,705,000	841,178
2.375%, 5/15/51	United States	950,000	602,693
2%, 8/15/51	United States	1,350,000	778,729
1.875%, 11/15/51	United States	1,810,000	1,007,661
2.25%, 2/15/52	United States	710,000	433,904
3.625%, 2/15/53	United States	605,000	494,068
3.625%, 5/15/53	United States	1,755,000	1,431,970
4.125%, 8/15/53	United States	20,000	17,871
4.25%, 2/15/54	United States	175,000	159,687
U.S. Treasury Notes,			
0.375%, 1/31/26	United States	4,000,000	3,912,137
3.75%, 4/15/26	United States	1,220,000	1,216,925
0.75%, 5/31/26	United States	320,000	310,603
0.875%, 6/30/26	United States	1,175,000	1,139,356
1.25%, 12/31/26	United States	9,075,000	8,737,169
2.375%, 5/15/27	United States	3,140,000	3,062,849
0.5%, 6/30/27	United States	9,935,000	9,324,347
3.25%, 6/30/27	United States	4,230,000	4,192,657
2.25%, 11/15/27	United States	3,500,000	3,385,020
1.125%, 2/29/28	United States	8,360,000	7,818,886
3.5%, 4/30/28	United States	223,000	221,824
3.125%, 11/15/28	United States	820,000	804,849
1.5%, 11/30/28	United States	250,000	232,402
1.375%, 12/31/28	United States	150,000	138,603
3.75%, 12/31/28	United States	500,000	500,566
2.625%, 2/15/29	United States	4,000,000	3,852,969
^h Index Linked, 2.125%, 4/15/29	United States	1,000,000	1,065,291
3.25%, 6/30/29	United States	1,500,000	1,472,900
3.125%, 8/31/29	United States	100,000	97,609
4%, 10/31/29	United States	1,725,000	1,741,846
^h Index Linked, 1.625%, 4/15/30	United States	750,000	761,488
3.75%, 6/30/30	United States	600,000	598,594
0.625%, 8/15/30	United States	4,400,000	3,753,492
4.125%, 8/31/30	United States	6,295,000	6,387,212
1.125%, 2/15/31	United States	800,000	692,375
1.375%, 11/15/31	United States	7,760,000	6,641,166
4.125%, 11/15/32	United States	3,500,000	3,524,883
3.5%, 2/15/33	United States	500,000	482,148
3.375%, 5/15/33	United States	1,750,000	1,668,721
3.875%, 8/15/33	United States	1,500,000	1,477,617
4.375%, 5/15/34	United States	1,000,000	1,015,898
3.875%, 8/15/34	United States	1,610,000	1,572,454
4.625%, 2/15/35	United States	1,270,000	1,310,680
4.25%, 5/15/35	United States	1,250,000	1,252,051
ⁱ FRN, 4.445%, (3-month U.S. Treasury Bill Rate + 0.205%), 10/31/26	United States	230,000	230,292

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
U.S. Government and Agency Securities (continued)			
U.S. Treasury Notes, (continued)			
ⁱ FRN, 4.338%, (3-month U.S. Treasury Bill Rate + 0.098%), 1/31/27	United States	500,000	\$499,805
ⁱ FRN, 4.4%, (3-month U.S. Treasury Bill Rate + 0.16%), 4/30/27	United States	600,000	600,065
Total U.S. Government and Agency Securities (Cost \$113,257,678)			107,045,274
Asset-Backed Securities 0.2%			
Financial Services 0.1%			
^b New Economy Assets - Phase 1 Sponsor LLC, 2021-1, A1, 144A, 1.91%, 10/20/61	United States	490,000	461,725
Passenger Airlines 0.1%			
American Airlines Pass-Through Trust, 2016-3, A, 3.25%, 10/15/28	United States	328,841	308,646
United Airlines Pass-Through Trust, 2016-1, A, 3.45%, 7/07/28	United States	60,426	57,815
2019-2, A, 2.9%, 5/01/28	United States	75,088	69,744
2020-1, B, 4.875%, 7/15/27	United States	99,713	99,597
			535,802
Total Asset-Backed Securities (Cost \$1,007,486)			997,527
Commercial Mortgage-Backed Securities 0.3%			
Financial Services 0.3%			
^{jk} BANK5, 2025-5YR15, XA, IO, FRN, 1.439%, 6/15/30	United States	626,000	35,490
^{jk} BMO Mortgage Trust, 2025-5C11, XA, IO, FRN, 1.11%, 7/15/58	United States	1,847,445	91,812
^{bl} BX Commercial Mortgage Trust, 2021-VOLT, B, 144A, FRN, 5.376%, (1-month SOFR + 1.064%), 9/15/36	United States	242,207	241,322
2022-LP2, A, 144A, FRN, 5.325%, (1-month SOFR + 1.013%), 2/15/39	United States	121,837	121,838
^{bl} BX Mortgage Trust, 2021-PAC, A, 144A, FRN, 5.116%, (1-month SOFR + 0.804%), 10/15/36	United States	230,000	229,567
^{bl} BX Trust, 2022-IND, A, 144A, FRN, 5.803%, (1-month SOFR + 1.491%), 4/15/37	United States	232,988	233,355
CFCRE Commercial Mortgage Trust, 2016-C7, A3, 3.839%, 12/10/54	United States	70,000	69,034
Citigroup Commercial Mortgage Trust, 2016-P4, A2, 2.45%, 7/10/49	United States	43,618	42,947
CSAIL Commercial Mortgage Trust, 2015-C2, AS, FRN, 3.849%, 6/15/57	United States	75,719	74,765
2015-C3, A4, 3.718%, 8/15/48	United States	45,120	44,944
GS Mortgage Securities Trust, 2016-GS2, A4, 3.05%, 5/10/49	United States	30,000	29,615
JPMBB Commercial Mortgage Securities Trust, 2014-C26, AS, 3.8%, 1/15/48	United States	7,389	7,318
2015-C31, A3, 3.801%, 8/15/48	United States	22,617	22,567
2016-C1, A5, 3.576%, 3/17/49	United States	102,000	101,164
JPMDB Commercial Mortgage Securities Trust, 2017-C5, A4, 3.414%, 3/15/50	United States	72,911	71,341
Morgan Stanley Bank of America Merrill Lynch Trust, 2015-C27, AS, 4.068%, 12/15/47	United States	49,000	48,676
^k 2016-C32, AS, FRN, 3.994%, 12/15/49	United States	75,000	73,731
^k Morgan Stanley Capital I Trust, 2015-MS1, AS, FRN, 4.152%, 5/15/48	United States	59,755	59,626
Wells Fargo Commercial Mortgage Trust, 2015-C31, A4, 3.695%, 11/15/48	United States	40,000	39,837

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [*]	Value
Commercial Mortgage-Backed Securities (continued)			
Financial Services (continued)			
Wells Fargo Commercial Mortgage Trust, (continued)			
^k 2016-C32, B, FRN, 4.858%, 1/15/59	United States	42,000	\$41,598
			1,680,547
Total Commercial Mortgage-Backed Securities (Cost \$1,666,158)			1,680,547
Mortgage-Backed Securities 4.8%			
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 2.1%			
FHLMC Gold Pool, 30 Year, 4.5%, 1/01/49	United States	278,615	271,922
FHLMC Pool, 15 Year, 3%, 8/01/34	United States	28,654	27,658
FHLMC Pool, 15 Year, 4%, 11/01/37	United States	131,479	128,841
FHLMC Pool, 30 Year, 2%, 10/01/51 - 8/01/52	United States	2,612,487	2,075,132
FHLMC Pool, 30 Year, 2.5%, 4/01/52	United States	961,939	801,840
FHLMC Pool, 30 Year, 3%, 3/01/50 - 5/01/52	United States	1,139,673	992,971
FHLMC Pool, 30 Year, 3.5%, 4/01/50 - 11/01/52	United States	1,808,155	1,649,316
FHLMC Pool, 30 Year, 4%, 5/01/47 - 1/01/54	United States	827,414	777,565
FHLMC Pool, 30 Year, 4.5%, 10/01/48 - 8/01/52	United States	430,195	416,801
FHLMC Pool, 30 Year, 5%, 10/01/52 - 2/01/53	United States	1,232,556	1,213,173
FHLMC Pool, 30 Year, 5.5%, 11/01/54 - 3/01/55	United States	2,816,574	2,823,832
FHLMC Pool, 30 Year, 6%, 1/01/55	United States	259,945	264,344
			11,443,395
Federal National Mortgage Association (FNMA) Fixed Rate 1.3%			
FNMA, 15 Year, 2%, 8/01/36 - 12/01/36	United States	407,771	372,966
FNMA, 30 Year, 1.5%, 9/01/51	United States	177,247	133,555
FNMA, 30 Year, 2%, 5/01/51 - 10/01/51	United States	2,094,128	1,666,325
FNMA, 30 Year, 2.5%, 10/01/51 - 3/01/52	United States	2,986,321	2,483,319
FNMA, 30 Year, 3%, 9/01/50 - 5/01/52	United States	1,192,635	1,040,424
FNMA, 30 Year, 3.5%, 6/01/49	United States	115,640	106,460
FNMA, 30 Year, 4%, 2/01/49	United States	47,476	45,202
FNMA, 30 Year, 4.5%, 2/01/50 - 11/01/52	United States	271,692	262,643
FNMA, 30 Year, 5%, 5/01/53	United States	103,807	102,096
FNMA, 30 Year, 5.5%, 5/01/53	United States	447,532	448,495
FNMA, 30 Year, 6%, 8/01/53	United States	429,045	436,991
			7,098,476
Government National Mortgage Association (GNMA) Fixed Rate 1.4%			
GNMA II, Single-family, 30 Year, 2%, 10/20/50 - 5/20/52	United States	1,383,883	1,128,186
GNMA II, Single-family, 30 Year, 2.5%, 12/20/51 - 6/20/52	United States	811,966	690,688
GNMA II, Single-family, 30 Year, 3%, 11/20/51	United States	509,275	450,981
GNMA II, Single-family, 30 Year, 3.5%, 5/20/52	United States	274,969	250,973
GNMA II, Single-family, 30 Year, 4.5%, 5/20/53	United States	193,834	186,685
GNMA II, Single-family, 30 Year, 5%, 7/20/53 - 10/20/54	United States	886,103	872,057
GNMA II, Single-family, 30 Year, 5.5%, 5/20/53 - 10/20/54	United States	580,367	582,312
GNMA II, Single-family, 30 Year, 6%, 10/20/53 - 2/20/55	United States	3,362,357	3,419,050
GNMA II, Single-family, 30 Year, 6.5%, 6/20/55	United States	330,000	339,415
			7,920,347
Total Mortgage-Backed Securities (Cost \$27,970,315)			26,462,218

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [*]	Value
Municipal Bonds 0.1%			
California 0.1%			
Golden State Tobacco Securitization Corp., Revenue, 2021 B-1, Refunding, 3.85%, 6/01/50	United States	315,000	\$286,790
San Bernardino Community College District, GO, 2021, Refunding, 2.856%, 8/01/49	United States	285,000	185,842
			472,632
Ohio 0.0%[†]			
Greenville City School District, GO, 2019, Refunding, 3.541%, 1/01/51	United States	160,000	120,845
Total Municipal Bonds (Cost \$747,161)			593,477
Total Long Term Investments (Cost \$430,524,774)			536,206,510
Short Term Investments 2.6%			
	Country	Principal Amount [*]	Value
Foreign Government and Agency Securities 0.1%			
^m Egypt Treasury Bills, 21.161%, 7/01/25	Egypt	14,000,000 EGP	282,258
27.31%, 10/14/25	Egypt	10,000,000 EGP	186,607
			468,865
Total Foreign Government and Agency Securities (Cost \$469,907)			468,865
		Shares	
Money Market Funds 2.5%			
^{n,o} Institutional Fiduciary Trust - Money Market Portfolio, 4.332%	United States	11,007,063	11,007,063
^o JPMorgan 100% U.S. Treasury Securities Money Market Fund, 4.94%	United States	3,070,875	3,070,875
Total Money Market Funds (Cost \$14,077,938)			14,077,938
Total Short Term Investments (Cost \$14,547,845)			14,546,803
Total Investments (Cost \$445,072,619) 99.1%			\$550,753,313
Other Assets, less Liabilities 0.9%			4,613,581
Net Assets 100.0%			\$555,366,894

Franklin Allocation VIP Fund (continued)

*The principal amount is stated in U.S. dollars unless otherwise indicated.

†Rounds to less than 0.1% of net assets.

‡Non-income producing.

§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 June 30, 2025, the aggregate value of these securities was \$17,492,394, representing 3.1% of net assets.

¶Variable interest entity (VIE). See Note 6 regarding investments made through a VIE structure. At June 30, 2025, the aggregate value of these securities was \$1,438,167, representing 0.3% of net assets.

‡Variable rate security. The rate shown represents the yield at period end.

¶A portion or all of the security purchased on a delayed delivery basis. See Note 1(c).

†Perpetual security with no stated maturity date.

‡Principal amount is stated in 100 Mexican Peso Units.

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

†The coupon rate shown represents the rate at period end.

‡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.

¶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.

†The coupon rate shown represents the rate inclusive of any caps or floors, if applicable, in effect at period end.

‡The rate shown represents the yield at period end.

¶See Note 3(e) regarding investments in affiliated management investment companies.

‡The rate shown is the annualized seven-day effective yield at period end.

At June 30, 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)
Equity contracts					
S&P 500 E-Mini Index	Long	13	\$4,064,938	9/19/25	\$77,480
Interest rate contracts					
U.S. Treasury 10 Year Notes	Short	49	5,494,125	9/19/25	(62,863)
U.S. Treasury 10 Year Notes	Long	28	3,139,500	9/19/25	25,656
U.S. Treasury 10 Year Ultra Notes	Long	16	1,828,250	9/19/25	28,055
U.S. Treasury 2 Year Notes	Long	8	1,664,188	9/30/25	5,209
U.S. Treasury 5 Year Notes	Long	21	2,289,000	9/30/25	20,973
U.S. Treasury Long Bonds	Long	1	115,469	9/19/25	748
U.S. Treasury Ultra Bonds	Short	3	357,375	9/19/25	(9,473)
U.S. Treasury Ultra Bonds	Long	6	714,750	9/19/25	30,364
Total Futures Contracts					\$116,149

*As of period end.

Franklin Allocation VIP Fund (continued)

At June 30, 2025, the Fund had the following forward exchange contracts outstanding. See Note 1(d).

Forward Exchange Contracts

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts							
South Korean Won . . .	CITI	Buy	1,320,000,000	922,733	7/08/25	\$53,507	\$—
South Korean Won . . .	CITI	Sell	1,320,000,000	964,312	7/08/25	—	(11,927)
Brazilian Real	HSBK	Buy	2,880,000	496,721	7/18/25	31,200	—
Brazilian Real	HSBK	Sell	2,880,000	477,937	7/18/25	—	(49,984)
Canadian Dollar	CITI	Buy	1,110,000	807,338	7/28/25	8,986	—
Canadian Dollar	MSCO	Sell	90,000	65,360	7/28/25	—	(829)
Mexican Peso	CITI	Sell	22,000,000	1,114,065	7/29/25	—	(54,768)
Mexican Peso	HSBK	Buy	1,700,000	85,593	7/29/25	4,726	—
Mexican Peso	UBSW	Sell	1,300,000	65,534	7/29/25	—	(3,533)
Columbian Peso	JPHQ	Buy	170,000,000	40,796	7/30/25	651	—
Columbian Peso	JPHQ	Sell	170,000,000	39,225	7/30/25	—	(2,222)
Euro	JPHQ	Buy	3,620,000	4,143,033	8/05/25	131,544	—
Euro	JPHQ	Sell	160,000	181,509	8/05/25	—	(7,422)
Euro	WFLA	Sell	300,000	340,523	8/05/25	—	(13,724)
South African Rand . .	HSBK	Buy	4,200,000	236,143	8/07/25	418	—
South African Rand . .	HSBK	Sell	7,500,000	408,650	8/07/25	—	(13,781)
South Korean Won . . .	CITI	Buy	590,000,000	436,197	8/14/25	1,071	—
Chinese Yuan	JPHQ	Sell	2,280,000	318,445	8/27/25	—	(1,505)
Australian Dollar	MSCO	Buy	510,000	332,108	9/12/25	4,059	—
Japanese Yen	CITI	Buy	235,000,000	1,644,507	9/26/25	3,505	—
British Pound	HSBK	Sell	1,580,000	2,147,444	9/30/25	—	(22,637)
Total Forward Exchange Contracts						\$239,667	\$(182,332)
Net unrealized appreciation (depreciation)						\$57,335	

^aMay 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 51.

Statement of Assets and Liabilities

June 30, 2025 (unaudited)

	Franklin Allocation VIP Fund
Assets:	
Investments in securities:	
Cost - Unaffiliated issuers	\$434,065,556
Cost - Non-controlled affiliates (Note 3e)	11,007,063
Value - Unaffiliated issuers	\$539,746,250
Value - Non-controlled affiliates (Note 3e)	11,007,063
Cash	159,239
Foreign currency, at value (cost \$11,015)	8,568
Receivables:	
Investment securities sold	2,669,788
Capital shares sold	266,868
Dividends and interest	2,330,815
European Union tax reclaims (Note 1f)	57,905
Deposits with brokers for:	
Futures contracts	494,586
Unrealized appreciation on OTC forward exchange contracts	239,667
Other assets	5,487
Total assets	556,986,236
Liabilities:	
Payables:	
Investment securities purchased	641,568
Capital shares redeemed	216,378
Management fees	234,823
Distribution fees	140,129
Trustees' fees and expenses	636
Variation margin on futures contracts	143,549
Unrealized depreciation on OTC forward exchange contracts	182,332
Deferred taxes on unrealized appreciation	35,372
Accrued expenses and other liabilities	24,555
Total liabilities	1,619,342
Net assets, at value	\$555,366,894
Net assets consist of:	
Paid-in capital	\$442,164,301
Total distributable earnings (losses)	113,202,593
Net assets, at value	\$555,366,894

Statement of Assets and Liabilities (continued)

June 30, 2025 (unaudited)

**Franklin
Allocation VIP
Fund**

Class 1:

Net assets, at value	\$1,085,429
Shares outstanding	205,322
Net asset value and maximum offering price per share ^a	\$5.29

Class 2:

Net assets, at value	\$204,368,448
Shares outstanding	39,030,144
Net asset value and maximum offering price per share ^a	\$5.24

Class 4:

Net assets, at value	\$349,913,017
Shares outstanding	63,948,459
Net asset value and maximum offering price per share ^a	\$5.47

^aNet asset value per share may not recalculate due to rounding.

Statement of Operations

for the six months ended June 30, 2025 (unaudited)

	Franklin Allocation VIP Fund
Investment income:	
Dividends: (net of foreign taxes of \$189,201)	
Unaffiliated issuers	\$3,300,407
Non-controlled affiliates (Note 3e)	242,713
Interest: (net of foreign taxes of \$143)	
Unaffiliated issuers	4,586,863
Other income (Note 1f)	293
Total investment income	<u>8,130,276</u>
Expenses:	
Management fees (Note 3a)	1,487,426
Distribution fees: (Note 3c)	
Class 2	250,713
Class 4	593,728
Custodian fees	3,740
Reports to shareholders fees	7,246
Professional fees	44,546
Trustees' fees and expenses	3,606
Other	41,133
Total expenses	<u>2,432,138</u>
Expenses waived/paid by affiliates (Note 3e and 3f)	<u>(68,049)</u>
Net expenses	<u>2,364,089</u>
Net investment income	<u>5,766,187</u>
Realized and unrealized gains (losses):	
Net realized gain (loss) from:	
Investments: (net of foreign taxes of \$9,384)	
Unaffiliated issuers	8,923,895
Foreign currency transactions	(8,018)
Forward exchange contracts	70,107
Futures contracts	(2,014,895)
Swap contracts	(4,437)
Net realized gain (loss)	<u>6,966,652</u>
Net change in unrealized appreciation (depreciation) on:	
Investments:	
Unaffiliated issuers	20,483,156
Translation of other assets and liabilities denominated in foreign currencies	47,294
Forward exchange contracts	384,069
Futures contracts	430,421
Change in deferred taxes on unrealized appreciation	(14,091)
Net change in unrealized appreciation (depreciation)	<u>21,330,849</u>
Net realized and unrealized gain (loss)	<u>28,297,501</u>
Net increase (decrease) in net assets resulting from operations	<u>\$34,063,688</u>

Statements of Changes in Net Assets

	Franklin Allocation VIP Fund	
	Six Months Ended June 30, 2025 (unaudited)	Year Ended December 31, 2024
Increase (decrease) in net assets:		
Operations:		
Net investment income	\$5,766,187	\$10,072,440
Net realized gain (loss)	6,966,652	27,917,421
Net change in unrealized appreciation (depreciation)	21,330,849	12,009,104
Net increase (decrease) in net assets resulting from operations	34,063,688	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	16,702	203,661
Class 2	(3,705,873)	(29,429,959)
Class 4	4,229,235	(35,020,317)
Total capital share transactions	540,064	(64,246,615)
Net increase (decrease) in net assets	2,484,332	(25,368,355)
Net assets:		
Beginning of period	552,882,562	578,250,917
End of period	\$555,366,894	\$552,882,562

Notes to Financial Statements (unaudited)

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 eighteen 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 June 30, 2025, 47.6% 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 June 30, 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 June 30, 2025, the Fund had OTC derivatives in a net liability position of \$67,315.

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 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.

The Fund entered into interest rate swap contracts primarily to manage interest rate risk. An interest rate swap is an agreement between the Fund and a counterparty to exchange cash flows based on the difference between two interest rates, applied to a notional amount. These agreements may be privately negotiated in the over-the-counter market (OTC interest rate swaps) or may be executed on a registered exchange (centrally cleared interest rate swaps). For centrally cleared interest rate 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, contractually required payments to be paid and to be received are accrued daily and recorded as unrealized appreciation or depreciation until the payments are made, at which time they are realized. Interest rate 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. Mortgage Dollar Rolls

The Fund enters into mortgage dollar rolls, typically on a TBA basis. Mortgage dollar rolls are agreements between the Fund and a financial institution where the Fund sells (or buys) mortgage-backed securities for delivery on a specified date and simultaneously contracts to repurchase (or sell) substantially similar (same type, coupon, and maturity) securities at a future date and at a predetermined price. Gains or losses are realized on the initial sale, and the difference between the repurchase price and the sale price is recorded as an unrealized gain or loss to the Fund upon entering into the mortgage dollar roll. In addition, the Fund may invest the cash proceeds that are received from the initial sale. During the period between the sale and repurchase, the Fund is not entitled to principal and interest paid on the mortgage backed securities. Transactions in mortgage dollar rolls are accounted for as purchases and sales and may result in an increase to the Fund's portfolio turnover rate. The risks of mortgage dollar roll transactions include the potential inability of the counterparty to fulfill its obligations.

f. 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

Franklin Allocation VIP Fund (continued)

1. Organization and Significant Accounting Policies (continued)

f. Income and Deferred Taxes (continued)

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 June 30, 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). Open tax years are those that remain subject to examination and are based on the statute of limitations in each jurisdiction in which the Fund invests.

g. 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.

h. 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.

Franklin Allocation VIP Fund (continued)

1. Organization and Significant Accounting Policies
(continued)

i. 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.

2. Shares of Beneficial Interest

At June 30, 2025, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares were as follows:

	Six Months Ended June 30, 2025		Year Ended December 31, 2024	
	Shares	Amount	Shares	Amount
Class 1 Shares:				
Shares sold	2,904	\$15,584	63,490	\$318,346
Shares issued in reinvestment of distributions	12,912	66,881	4,748	24,453
Shares redeemed	(12,187)	(65,763)	(26,190)	(139,138)
Net increase (decrease)	3,629	\$16,702	42,048	\$203,661
Class 2 Shares:				
Shares sold	391,169	\$2,063,657	1,011,554	\$5,234,190
Shares issued in reinvestment of distributions	2,387,864	12,249,745	872,776	4,459,886
Shares redeemed	(3,403,353)	(18,019,275)	(7,591,966)	(39,124,035)
Net increase (decrease)	(624,320)	\$(3,705,873)	(5,707,636)	\$(29,429,959)
Class 4 Shares:				
Shares sold	1,328,140	\$7,356,037	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	(4,158,510)	(22,929,596)	(10,303,681)	(55,342,444)
Net increase (decrease)	857,301	\$4,229,235	(6,520,646)	\$(35,020,317)

Franklin Allocation VIP Fund (continued)

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.

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.

Subadvisors

Brandywine
ClearBridge
FT Institutional
Global Advisors
Western
Western London

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.

Franklin Allocation VIP Fund (continued)

3. Transactions with Affiliates (continued)

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 period ended June 30, 2025, the Fund held investments in affiliated management investment companies as follows:

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Franklin Allocation VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 4.332%	\$11,584,327	\$47,242,919	\$(47,820,183)	\$—	\$—	\$11,007,063	11,007,063	\$242,713
Total Affiliated Securities . . .	\$11,584,327	\$47,242,919	\$(47,820,183)	\$—	\$—	\$11,007,063		\$242,713

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.

4. Income Taxes

At June 30, 2025, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments	\$449,843,822
Unrealized appreciation.	\$124,286,225
Unrealized depreciation.	(23,203,250)
Net unrealized appreciation (depreciation).	\$101,082,975

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

5. Investment Transactions

Purchases and sales of investments (excluding short term securities) for the period ended June 30, 2025, aggregated \$109,125,307 and \$138,215,227, respectively.

Franklin Allocation VIP Fund (continued)

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.

7. Other Derivative Information

At June 30, 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
Franklin Allocation VIP Fund				
Interest rate contracts				
	Variation margin on futures contracts	\$111,005 ^a	Variation margin on futures contracts	\$72,336 ^a
Foreign exchange contracts . .				
	Unrealized appreciation on OTC forward exchange contracts	239,667	Unrealized depreciation on OTC forward exchange contracts	182,332
Equity contracts				
	Variation margin on futures contracts	77,480 ^a	Variation margin on futures contracts	—
Total		<u>\$428,152</u>		<u>\$254,668</u>

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

Franklin Allocation VIP Fund (continued)

7. Other Derivative Information (continued)

For the period ended June 30, 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 Period	Statement of Operations Location	Net Change in Unrealized Appreciation (Depreciation) for the Period
Franklin Allocation VIP Fund				
	Net realized gain (loss) from:		Net change in unrealized appreciation (depreciation) on:	
Interest rate contracts				
	Futures contracts	\$(90,874)	Futures contracts	\$(144,612)
Foreign exchange contracts				
	Forward exchange contracts	70,107	Forward exchange contracts	384,069
Credit contracts				
	Swap contracts	(4,437)	Swap contracts	—
Equity contracts				
	Futures contracts	(1,924,021)	Futures contracts	575,033
Total		<u>\$(1,949,225)</u>		<u>\$814,490</u>

For the period ended June 30, 2025, the average month end notional amount of futures contracts and swap contracts represented \$29,307,692 and \$127,143, respectively. The average month end contract value of forward exchange contracts was \$17,155,335.

See Note 1(d) regarding derivative financial instruments.

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 matures 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.

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 period ended June 30, 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

Franklin Allocation VIP Fund (continued)

9. Fair Value Measurements (continued)

- 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 June 30, 2025, in valuing the Fund's assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Franklin Allocation VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$7,277,793	\$3,049,628	\$—	\$10,327,421
Air Freight & Logistics	—	1,276,957	—	1,276,957
Automobile Components	76,952	722,921	—	799,873
Automobiles	2,368,920	1,756,006	—	4,124,926
Banks	9,239,698	10,018,929	—	19,258,627
Beverages	2,006,382	629,373	—	2,635,755
Biotechnology	5,238,934	286,187	—	5,525,121
Broadline Retail	8,353,363	1,366,622	—	9,719,985
Building Products	1,416,997	617,047	—	2,034,044
Capital Markets	6,044,867	3,970,241	—	10,015,108
Chemicals	6,204,494	2,561,484	—	8,765,978
Commercial Services & Supplies	1,456,818	717,642	—	2,174,460
Communications Equipment	2,519,697	176,863	—	2,696,560
Construction & Engineering	95,745	531,209	—	626,954
Construction Materials	1,921,265	499,434	—	2,420,699
Consumer Finance	2,388,774	—	—	2,388,774
Consumer Staples Distribution & Retail	2,435,692	1,914,394	—	4,350,086
Containers & Packaging	188,046	1,445,482	—	1,633,528
Diversified Consumer Services	—	56,597	—	56,597
Diversified Telecommunication Services	640,558	1,176,845	—	1,817,403
Electric Utilities	2,265,570	1,609,278	—	3,874,848
Electrical Equipment	1,567,706	1,057,287	—	2,624,993
Electronic Equipment, Instruments & Components	2,165,337	575,943	—	2,741,280
Entertainment	5,311,760	1,221,826	—	6,533,586
Financial Services	11,932,401	686,259	—	12,618,660
Food Products	115,006	1,615,690	—	1,730,696
Gas Utilities	—	292,706	—	292,706
Ground Transportation	4,730,020	—	—	4,730,020
Health Care Equipment & Supplies	5,472,496	2,797,473	—	8,269,969
Health Care Providers & Services	5,585,305	101,925	—	5,687,230
Health Care Technology	225,200	114,714	—	339,914
Hotels, Restaurants & Leisure	3,478,518	1,485,198	—	4,963,716
Household Durables	—	1,949,656	—	1,949,656
Household Products	1,869,972	52,321	—	1,922,293
Independent Power and Renewable Electricity Producers	125,007	998,292	—	1,123,299
Industrial Conglomerates	386,537	933,738	—	1,320,275
Industrial REITs	342,756	144,968	—	487,724
Insurance	5,219,193	4,403,029	—	9,622,222
Interactive Media & Services	12,293,624	1,787,480	—	14,081,104
IT Services	1,938,458	396,781	—	2,335,239

Franklin Allocation VIP Fund (continued)

9. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Allocation VIP Fund (continued)				
Assets: (continued)				
Investments in Securities: (continued)				
Common Stocks: (continued)				
Leisure Products	\$83,672	\$172,028	\$—	\$255,700
Life Sciences Tools & Services	3,150,722	729,112	—	3,879,834
Machinery	7,094,070	3,779,621	—	10,873,691
Marine Transportation	—	145,056	—	145,056
Media	1,684,208	132,597	—	1,816,805
Metals & Mining	1,469,104	1,013,817	—	2,482,921
Multi-Utilities	3,870,331	475,537	—	4,345,868
Oil, Gas & Consumable Fuels	5,160,468	4,592,069	—	9,752,537
Passenger Airlines	352,124	161,524	—	513,648
Personal Care Products	62,217	1,025,955	—	1,088,172
Pharmaceuticals	6,831,940	7,824,132	—	14,656,072
Professional Services	695,610	2,577,532	—	3,273,142
Real Estate Management & Development	78,269	482,497	—	560,766
Residential REITs	68,381	—	—	68,381
Retail REITs	393,380	219,680	—	613,060
Semiconductors & Semiconductor Equipment	27,058,312	6,576,138	—	33,634,450
Software	28,023,299	2,554,803	—	30,578,102
Specialized REITs	1,867,062	—	—	1,867,062
Specialty Retail	3,696,720	1,796,246	—	5,492,966
Technology Hardware, Storage & Peripherals	7,631,976	1,051,354	—	8,683,330
Textiles, Apparel & Luxury Goods	265,522	1,917,142	—	2,182,664
Tobacco	784,176	370,645	—	1,154,821
Trading Companies & Distributors	1,664,075	999,207	—	2,663,282
Transportation Infrastructure	—	296,034	—	296,034
Wireless Telecommunication Services	—	410,365	—	410,365
Preferred Stocks	—	575,785	—	575,785
Limited Partnerships	1,267,193	—	—	1,267,193
Corporate Bonds	—	71,637,018	—	71,637,018
Foreign Government and Agency Securities	—	4,760,456	—	4,760,456
U.S. Government and Agency Securities	—	107,045,274	—	107,045,274
Asset-Backed Securities	—	997,527	—	997,527
Commercial Mortgage-Backed Securities	—	1,680,547	—	1,680,547
Mortgage-Backed Securities	—	26,462,218	—	26,462,218
Municipal Bonds	—	593,477	—	593,477
Short Term Investments	14,077,938	468,865	—	14,546,803
Total Investments in Securities	\$242,230,630	\$308,522,683 ^a	\$—	\$550,753,313
Other Financial Instruments:				
Forward Exchange Contracts	\$—	\$239,667	\$—	\$239,667
Futures Contracts	188,485	—	—	188,485
Total Other Financial Instruments	\$188,485	\$239,667	\$—	\$428,152
Liabilities:				
Other Financial Instruments:				
Forward Exchange Contracts	\$—	\$182,332	\$—	\$182,332
Futures Contracts	72,336	—	—	72,336
Total Other Financial Instruments	\$72,336	\$182,332	\$—	\$254,668

^aIncludes foreign securities valued at \$94,877,301, 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.

Franklin Allocation VIP Fund (continued)

10. Operating Segments

The Fund has adopted the FASB Accounting Standards Update (ASU) 2023-07, *Segment Reporting (Topic 280) - Improvements to Reportable Segment Disclosures*. The update is limited to disclosure requirements and does not impact the Fund's financial position or results of operations.

The Fund operates as a single operating segment, which is an investment portfolio. The Fund's Investment manager serves as the Chief Operating Decision Maker (CODM), evaluating fund-wide results and performance under a unified investment strategy. The CODM uses these measures to assess fund performance and allocate resources effectively. 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. New Accounting Pronouncements

In December 2023, the FASB issued ASU No. 2023-09, *Income Taxes (Topic 740) – Improvements to Income Tax Disclosures*. The amendments enhance income tax disclosures by requiring greater disaggregation in the rate reconciliation and income taxes paid by jurisdiction, while removing certain disclosure requirements. The ASU is effective for annual periods beginning after December 15, 2024, with early adoption permitted. Management is currently evaluating the impact and believes that the adoption of the ASU will not have a material impact on the financial statements.

12. 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.

Franklin Allocation VIP Fund (continued)

Abbreviations

Counterparty

CITI	Citibank NA
HSBK	HSBC Bank plc
JPHQ	JPMorgan Chase Bank NA
MSCO	Morgan Stanley
UBSW	UBS AG
WFLA	Wells Fargo Bank NA

Currency

BRL	Brazilian Real
CNY	Chinese Yuan
EGP	Egyptian Pound
GBP	British Pound
MXN	Mexican Peso
USD	United States Dollar
ZAR	South African Rand

Selected Portfolio

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

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

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST

Franklin Allocation VIP Fund
(Fund)

At an in-person meeting held on April 15, 2025 (Meeting), the Board of Trustees (Board) of Franklin Templeton Variable Insurance Products Trust (Trust), including a majority of the trustees who are not "interested persons" as defined in the Investment Company Act of 1940 (Independent Trustees), reviewed and approved the continuance of the (i) investment management agreement between Franklin Advisers, Inc. (FAV) and the Trust, on behalf of the Fund, (ii) the investment sub-advisory agreement between FAV and Franklin Templeton Institutional, LLC (FTIL), an affiliate of FAV, on behalf of the Fund; (iii) the investment sub-advisory agreement between FAV and Templeton Global Advisors Limited (TGAL), an affiliate of FAV, on behalf of the Fund; (iv) the investment sub-advisory agreement between FAV and Brandywine Global Investment Management, LLC (BGIM), an affiliate of FAV, on behalf of the Fund; (v) the investment sub-advisory agreement between FAV and ClearBridge Investments, LLC (CIL), an affiliate of FAV, on behalf of the Fund; (vi) the investment sub-advisory agreement between FAV and Western Asset Management Company, LLC (WAMC), an affiliate of FAV, on behalf of the Fund; and (vii) the investment sub-advisory agreement between FAV and Western Asset Management Company Limited (WAMCL), an affiliate of FAV, on behalf of the Fund (each a Management Agreement) for an additional one-year period. The Independent Trustees received advice from and met separately with Independent Trustee counsel to consider the renewal of each Management Agreement. BGIM, CIL, FAV, FTIL, TGAL, WAMC and WAMCL are each referred to herein as a Manager.

In considering the continuance of each Management Agreement, the Board reviewed and considered information provided by each Manager at the Meeting and throughout the year at meetings of the Board and its committees. The Board also reviewed and considered information provided in response to a detailed set of requests for information submitted to each Manager by Independent Trustee counsel on behalf of the Independent Trustees in connection with the annual contract renewal process. In addition, prior to the Meeting, the Independent Trustees held a virtual contract renewal meeting at which the Independent Trustees first conferred amongst themselves and Independent Trustee counsel about contract renewal matters, and then met with management to request additional information that the Independent Trustees also considered prior to and at the

Meeting. The Board further considered all of the factors it deemed relevant in approving the continuance of each Management Agreement, including, but not limited to: (i) the nature, extent and quality of the services provided by each Manager; (ii) the investment performance of the Fund; (iii) the costs of the services provided and profits realized by each Manager and its affiliates from the relationship with the Fund; (iv) the extent to which economies of scale are realized as the Fund grows; and (v) whether fee levels reflect these economies of scale for the benefit of Fund investors.

In approving the continuance of each Management Agreement, the Board, including a majority of the Independent Trustees, determined, through the exercise of its business judgment, that the terms of each Management Agreement are fair and reasonable and that the continuance of the Management Agreement is in the best interests of the Fund and its shareholders. While attention was given to all information furnished, the following discusses some primary factors relevant to the Board's determination.

Nature, Extent and Quality of Services

The Board reviewed the information it received regarding the nature, extent and quality of investment management services provided by each Manager and its affiliates to the Fund and its shareholders. This information included, among other things, the qualifications, background and experience of the senior management and investment personnel of each Manager, as well as information on succession planning where appropriate; the structure of investment personnel compensation; oversight of third-party service providers; investment performance reports and related financial information for the Fund; reports on expenses and shareholder services; legal and compliance matters; risk controls; pricing and other services provided by each Manager and its affiliates; and management fees charged by each Manager and its affiliates to US funds and other accounts, including management's explanation of differences among accounts where relevant. The Board also reviewed and considered an annual report on payments made by Franklin Templeton (FT) or the Fund to financial intermediaries, as well as a memorandum relating to third-party servicing arrangements. The Board acknowledged the ongoing integration of acquired third-party fund families into the FT family of funds and management's continued development of strategies to address evolving changes in domestic policy and continuing geopolitical concerns.

The Board also reviewed and considered the benefits provided to Fund shareholders of investing in a fund that is part of the FT family of funds. The Board noted the financial position of Franklin Resources, Inc. (FRI), the Managers' parent, and its commitment to the mutual fund business as evidenced by its continued reassessment of the fund offerings in response to FT acquisitions and the market environment, as well as its evaluation of ways to incorporate private assets into more traditional investment vehicles. The Board specifically noted FT's commitment to technological innovation and advancement, including its continued focus on developing potential use cases for tokenization and the blockchain and the use of artificial intelligence tools to help streamline day-to-day tasks.

Following consideration of such information, the Board was satisfied with the nature, extent and quality of services provided by each Manager and its affiliates to the Fund and its shareholders.

Fund Performance

The Board reviewed and considered the performance results of the Fund over various time periods ended December 31, 2024. The Board considered the performance returns for the Fund in comparison to the performance returns of mutual funds deemed comparable to the Fund included in a universe (Performance Universe) selected by Broadridge Financial Solutions, Inc. (Broadridge), an independent provider of investment company data. The Board received a description of the methodology used by Broadridge to select the mutual funds included in a Performance Universe. The Board also reviewed and considered Fund performance reports provided and discussions that occurred with portfolio managers at Board meetings throughout the year. A summary of the Fund's performance results is below.

The Performance Universe for the Fund included the Fund and all mixed-asset target allocation growth funds underlying variable insurance products (VIPs). The Board noted that the Fund's annualized total return for the one-, three-, five- and 10-year periods was below the median of its Performance Universe. The Board discussed the Fund's performance with management and management explained that the peers in the Fund's Performance Universe had equity exposures that ranged between 60% - 80%, while the Fund maintains a strategic asset allocation of 60% equities, which adversely impacted

the Fund's relative performance in risk-on market environments. Management also explained that the Fund's equity manager selection was the primary driver of relative underperformance for all periods. Management further explained that for the one-year period, the leading detractors from performance were the International Core Equity strategy and the ClearBridge Large Cap Value strategy, which underperformed their respective style benchmarks due to their style factor weightings. Management discussed with the Board the actions that are being taken/have been taken in an effort to improve the overall performance of the Fund, including ongoing review of manager holdings. The Board noted that the annualized total return was positive for all periods and 9.33% for the one-year period. The Board concluded that the Fund's Management Agreement should be continued for an additional one-year period, while management's efforts continue to be closely monitored.

Comparative Fees and Expenses

The Board reviewed and considered information regarding the Fund's actual total expense ratio and its various components, including, as applicable, management fees; transfer agent expenses; underlying fund expenses; Rule 12b-1 and non-Rule 12b-1 service fees; and other non-management fees. The Board also noted the quarterly and annual reports it receives on all marketing support payments made by FT to financial intermediaries. The Board considered the actual total expense ratio and, separately, the contractual management fee rate, without the effect of fee waivers, if any (Management Rate) of the Fund in comparison to the median expense ratio and median Management Rate, respectively, of other mutual funds deemed comparable to and with a similar expense structure to the Fund selected by Broadridge (Expense Group). Broadridge fee and expense data is based upon information taken from each fund's most recent annual or semi-annual report, which reflects historical asset levels that may be quite different from those currently existing, particularly in a period of market volatility. While recognizing such inherent limitation and the fact that expense ratios and Management Rates generally increase as assets decline and decrease as assets grow, the Board believed the independent analysis conducted by Broadridge to be an appropriate measure of comparative fees and expenses. The Broadridge Management Rate includes administrative charges. The Board received a description of the methodology used by Broadridge to select the mutual funds included in an Expense Group.

The Expense Group for the Fund included the Fund and eight other mixed-asset target allocation growth funds underlying VIPs. The Board noted that the Management Rate and actual total expense ratio for the Fund were below the medians and in the first (least expensive) quintile of its Expense Group. The Board also noted that the Fund's actual total expense ratio reflected an expense cap on operating expenses. The Board further noted that the Fund's sub-advisers are paid by FAV out of the management fee FAV receives from the Fund and that the allocation of the fee between FAV and each sub-adviser reflected the services provided by each to the Fund. The Board concluded that the Management Rate charged to the Fund and the sub-advisory fee paid to each sub-adviser of the Fund are reasonable.

Profitability

The Board reviewed and considered information regarding the profits realized by each Manager and its affiliates in connection with the operation of the Fund. In this respect, the Board considered the Fund profitability analysis that addresses the overall profitability of FT's US fund business, as well as its profits in providing investment management and other services to each of the individual funds during the 12-month period ended September 30, 2024, being the most recent fiscal year-end for FRI. The Board noted that although management continually makes refinements to its methodologies used in calculating profitability in response to organizational and product-related changes, the overall methodology has remained consistent with that used in the Fund's profitability report presentations from prior years. The Board also noted that an independent registered public accounting firm has been engaged to periodically review and assess the allocation methodologies to be used solely by the Fund's Board with respect to the profitability analysis.

The Board noted management's belief that costs incurred in establishing the infrastructure necessary for the type of mutual fund operations conducted by each Manager and its affiliates may not be fully reflected in the expenses allocated to the Fund in determining its profitability, as well as the fact that the level of profits, to a certain extent, reflected operational cost savings and efficiencies initiated by management. As part of this evaluation, the Board considered management's outsourcing of

certain operations, which effort has required considerable up-front expenditures by the Managers, but over the long run is expected to result in greater efficiencies. The Board also noted management's expenditures in improving shareholder services provided to the Fund, as well as the need to implement systems and meet additional regulatory and compliance requirements resulting from recent US Securities and Exchange Commission and other regulatory requirements.

The Board also considered the extent to which each Manager and its affiliates might derive ancillary benefits from fund operations, including revenues generated from transfer agent services, potential benefits resulting from personnel and systems enhancements necessitated by fund growth, as well as increased leverage with service providers and counterparties. Based upon its consideration of all these factors, the Board concluded that the level of profits realized by each Manager and its affiliates from providing services to the Fund was not excessive in view of the nature, extent and quality of services provided to the Fund.

Economies of Scale

The Board reviewed and considered the extent to which each Manager may realize economies of scale, if any, as the Fund grows larger and whether the Fund's management fee structure reflects any economies of scale for the benefit of shareholders. The Board considered management's view that any analyses of potential economies of scale in managing a particular fund are inherently limited in light of the joint and common costs and investments each Manager incurs across the FT family of funds as a whole. The Board concluded that to the extent economies of scale may be realized by each Manager and its affiliates, the Fund's management fee structure provided a sharing of benefits with the Fund and its shareholders as the Fund grows.

Conclusion

Based on its review, consideration and evaluation of all factors it believed relevant, including the above-described factors and conclusions, the Board unanimously approved the continuance of each Management Agreement for an additional one-year period.

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