Templeton Foreign VIP Fund

Class 2

Annual Shareholder Report | December 31, 2025

This annual shareholder report contains important information about Templeton Foreign VIP Fund for the period January 1, 2025, to December 31, 2025.
You can find additional information about the Fund at https://www.franklintempleton.com/regulatory-fund-documents. You can also request this information by contacting us at (800) 362-6243.

This report describes changes to the Fund that occurred during the reporting period.

WHAT WERE THE FUND COSTS FOR THE LAST YEAR? (based on a hypothetical $10,000 investment)

Class Name	Costs of a $10,000 investment	Costs paid as a percentage of a $10,000 investment*
Class 2[1]	$123	1.07%

* Reflects fee waivers and/or expense reimbursements, without which expenses would have been higher.
[1] Does not reflect expenses incurred from investing through variable annuity or variable life insurance products.

HOW DID THE FUND PERFORM LAST YEAR AND WHAT AFFECTED ITS PERFORMANCE?

For the twelve months ended December 31, 2025, Class 2 shares of Templeton Foreign VIP Fund returned 29.19%. The Fund compares its performance to the MSCI All Country World ex-U.S. Index-NR, which returned 32.39% for the same period.

PERFORMANCE HIGHLIGHTS

Top contributors to performance:

- ↑ Stock selection in the consumer discretionary, financials and industrials sectors contributed to relative performance for the year.
- ↑ Geographically, stock selection in the Asia ex-Japan region contributed to relative results.
- ↑ Standard Chartered (U.K.), Samsung Electronics (South Korea), Lloyds Banking Group (U.K.), ING Groep (Netherlands) and Alibaba Group (China).

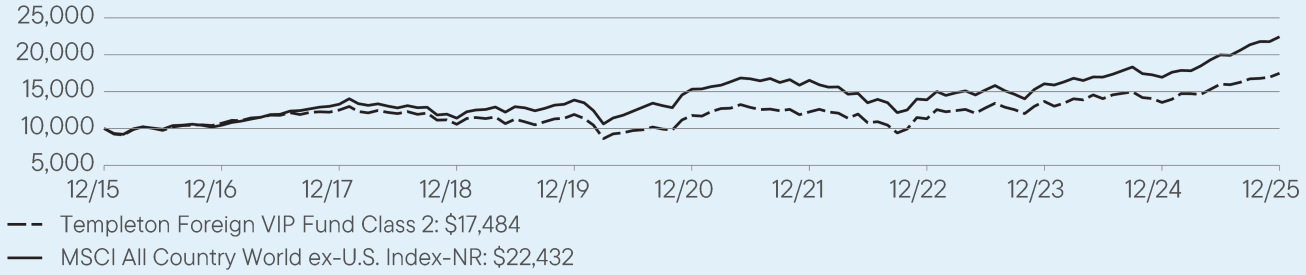
Top detractors from performance:

- ↓ Stock selection in the materials, utilities and communication services sectors detracted from relative performance for the year.
- ↓ Geographically, stock selection in the eurozone, particularly Germany, Ireland and France, detracted from relative results.
- ↓ Smurfit Westrock (Ireland), CNH Industrial (U.K.), Orsted (Denmark; not held at period end), Deustche Telekom (Germany) and BNP Paribas (France; not held at period-end).

HOW DID THE FUND PERFORM OVER THE LAST 10 YEARS?

The Fund's past performance is not necessarily an indication of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

VALUE OF A $10,000 INVESTMENT – CLASS 2 12/31/2015 — 12/31/2025



AVERAGE ANNUAL TOTAL RETURNS (%) Period Ended December 31, 2025

	1 Year	5 Year	10 Year
Class 2	29.19	8.25	5.75
MSCI All Country World ex-U.S. Index-NR	32.39	7.91	8.41

Performance does not reflect expenses incurred from investing through variable annuity or variable life insurance products, which if reflected, would reduce performance of the Fund.

Fund performance figures may reflect fee waivers and/or expense reimbursements, without which the performance would have been lower.

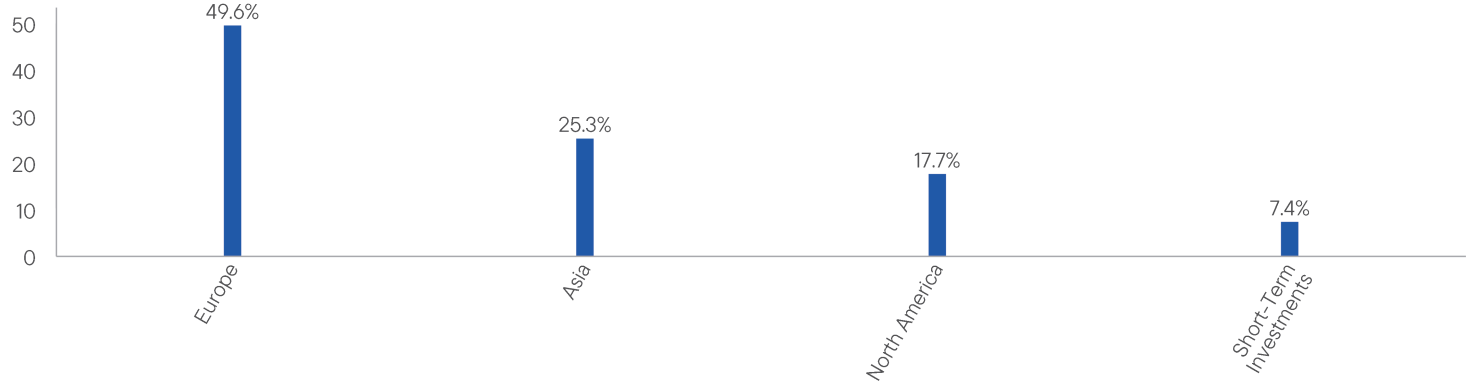
Important data provider notices and terms available at www.franklintempletondatasources.com.

KEY FUND STATISTICS (as of December 31, 2025)

Total Net Assets	$892,292,690
Total Number of Portfolio Holdings	53
Total Management Fee Paid	$6,704,203
Portfolio Turnover Rate	65.93%

WHAT DID THE FUND INVEST IN? (as of December 31, 2025)

Portfolio Composition* (% of Total Investments)



* Does not include derivatives, except purchased options, if any.

HOW HAS THE FUND CHANGED?

Effective December 15, 2025, Matthew R. Nagle, CFA no longer serves as a portfolio manager of the Fund.

This is a summary of a certain change to the Fund since January 1, 2025. For more complete information, you may review the Fund's current prospectus and any applicable supplements and the Fund's next prospectus, which we expect to be available by May 1, 2026, at https://www.franklintempleton.com/regulatory-fund-documents or upon request at (800) 362-6243 or prospectus.us.franklintempleton@fisglobal.com.



WHERE CAN I FIND ADDITIONAL INFORMATION ABOUT THE FUND?

Additional information is available on https://www.franklintempleton.com/regulatory-fund-documents, including its:

• prospectus • proxy voting information • financial information • holdings • tax information