

Franklin Fund Allocator Series

Financial Statements and Other Important Information

Annual | December 31, 2025

Franklin LifeSmart™ Retirement Income Fund

Franklin LifeSmart™ 2020 Retirement Target Fund

Franklin LifeSmart™ 2025 Retirement Target Fund

Franklin LifeSmart™ 2030 Retirement Target Fund

Franklin LifeSmart™ 2035 Retirement Target Fund

Franklin LifeSmart™ 2040 Retirement Target Fund

Franklin LifeSmart™ 2045 Retirement Target Fund

Franklin LifeSmart™ 2050 Retirement Target Fund

Franklin LifeSmart™ 2055 Retirement Target Fund

Franklin LifeSmart™ 2060 Retirement Target Fund

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Financial Highlights

Franklin LifeSmart™ Retirement Income Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$10.45	\$10.15	\$9.59	\$11.50	\$11.62
Income from investment operations ^a :					
Net investment income ^{b,c}	0.50	0.52	0.52	0.53	0.36
Net realized and unrealized gains (losses)	0.51	0.31	0.57	(1.88)	0.25
Total from investment operations	1.01	0.83	1.09	(1.35)	0.61
Less distributions from:					
Net investment income	(0.53)	(0.53)	(0.53)	(0.47)	(0.43)
Net realized gains	—	—	—	(0.09)	(0.30)
Total distributions	(0.53)	(0.53)	(0.53)	(0.56)	(0.73)
Net asset value, end of year	\$10.93	\$10.45	\$10.15	\$9.59	\$11.50
Total return ^d	9.91%	8.32%	11.61%	(11.83)%	5.41%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.99%	0.99%	0.94%	0.98%	0.95%
Expenses net of waiver and payments by affiliates ^e	0.30%	0.30%	0.30% ^f	0.30% ^f	0.30% ^f
Net investment income ^c	4.71%	4.97%	5.32%	5.20%	3.05%
Supplemental data					
Net assets, end of year (000's)	\$37,981	\$37,045	\$38,172	\$36,999	\$46,058
Portfolio turnover rate	32.82%	38.32%	26.44%	35.25%	121.26%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ Retirement Income Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$10.32	\$10.03	\$9.48	\$11.36	\$11.48
Income from investment operations ^a :					
Net investment income ^{b,c}	0.41	0.43	0.44	0.44	0.25
Net realized and unrealized gains (losses)	0.51	0.31	0.56	(1.86)	0.27
Total from investment operations	0.92	0.74	1.00	(1.42)	0.52
Less distributions from:					
Net investment income	(0.45)	(0.45)	(0.45)	(0.37)	(0.34)
Net realized gains	—	—	—	(0.09)	(0.30)
Total distributions	(0.45)	(0.45)	(0.45)	(0.46)	(0.64)
Net asset value, end of year	\$10.79	\$10.32	\$10.03	\$9.48	\$11.36
Total return ^d	9.08%	7.48%	10.88%	(12.53)%	4.56%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.74%	1.74%	1.69%	1.73%	1.70%
Expenses net of waiver and payments by affiliates ^e	1.05%	1.05%	1.05% ^f	1.05% ^f	1.05% ^f
Net investment income ^e	3.94%	4.21%	4.52%	4.29%	2.20%
Supplemental data					
Net assets, end of year (000's)	\$2,830	\$2,928	\$3,415	\$4,145	\$6,803
Portfolio turnover rate	32.82%	38.32%	26.44%	35.25%	121.26%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ Retirement Income Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$10.42	\$10.12	\$9.56	\$11.47	\$11.59
Income from investment operations ^a :					
Net investment income ^{b,c}	0.48	0.49	0.50	0.50	0.33
Net realized and unrealized gains (losses)	0.50	0.32	0.56	(1.88)	0.26
Total from investment operations	0.98	0.81	1.06	(1.38)	0.59
Less distributions from:					
Net investment income	(0.51)	(0.51)	(0.50)	(0.44)	(0.41)
Net realized gains	—	—	—	(0.09)	(0.30)
Total distributions	(0.51)	(0.51)	(0.50)	(0.53)	(0.71)
Net asset value, end of year	\$10.89	\$10.42	\$10.12	\$9.56	\$11.47
Total return	9.66%	7.97%	11.36%	(12.03)%	5.15%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.24%	1.25%	1.19%	1.23%	1.19%
Expenses net of waiver and payments by affiliates ^d	0.55%	0.55%	0.55% ^e	0.55% ^e	0.54% ^e
Net investment income ^c	4.47%	4.69%	5.06%	4.96%	2.80%
Supplemental data					
Net assets, end of year (000's)	\$1,205	\$1,444	\$1,643	\$1,748	\$2,197
Portfolio turnover rate	32.82%	38.32%	26.44%	35.25%	121.26%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ Retirement Income Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$10.51	\$10.21	\$9.64	\$11.55	\$11.67
Income from investment operations ^a :					
Net investment income ^{b,c}	0.54	0.55	0.56	0.55	0.34
Net realized and unrealized gains (losses)	0.51	0.32	0.57	(1.87)	0.31
Total from investment operations	1.05	0.87	1.13	(1.32)	0.65
Less distributions from:					
Net investment income	(0.57)	(0.57)	(0.56)	(0.50)	(0.47)
Net realized gains	—	—	—	(0.09)	(0.30)
Total distributions	(0.57)	(0.57)	(0.56)	(0.59)	(0.77)
Net asset value, end of year	\$10.99	\$10.51	\$10.21	\$9.64	\$11.55
Total return	10.20%	8.73%	12.00%	(11.56)%	5.63%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.80%	0.82%	0.63%	0.64%	0.57%
Expenses net of waiver and payments by affiliates ^d	—%	—%	—% ^e	—% ^e	—% ^e
Net investment income ^c	5.06%	5.27%	5.65%	5.43%	2.88%
Supplemental data					
Net assets, end of year (000's)	\$120	\$103	\$104	\$67	\$56
Portfolio turnover rate	32.82%	38.32%	26.44%	35.25%	121.26%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ Retirement Income Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$10.50	\$10.19	\$9.63	\$11.55	\$11.66
Income from investment operations ^a :					
Net investment income ^{b,c}	0.52	0.54	0.56	0.56	0.39
Net realized and unrealized gains (losses)	0.52	0.33	0.55	(1.89)	0.26
Total from investment operations	1.04	0.87	1.11	(1.33)	0.65
Less distributions from:					
Net investment income	(0.56)	(0.56)	(0.55)	(0.50)	(0.46)
Net realized gains	—	—	—	(0.09)	(0.30)
Total distributions	(0.56)	(0.56)	(0.55)	(0.59)	(0.76)
Net asset value, end of year	\$10.98	\$10.50	\$10.19	\$9.63	\$11.55
Total return	10.25%	8.57%	11.96%	(11.62)%	5.58%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.74%	0.74%	0.67%	0.73%	0.70%
Expenses net of waiver and payments by affiliates ^d	0.05%	0.05%	0.05% ^e	0.05% ^e	0.05% ^e
Net investment income ^c	4.89%	5.20%	5.67%	5.45%	3.34%
Supplemental data					
Net assets, end of year (000's)	\$2,480	\$3,331	\$3,638	\$2,414	\$2,837
Portfolio turnover rate	32.82%	38.32%	26.44%	35.25%	121.26%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ Retirement Income Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
92.2%		
Domestic Equity 24.5%		
^a ClearBridge Tactical Dividend Income Fund, Class IS	134,029	\$3,349,386
^a Franklin U.S. Core Equity (IU) Fund	121,266	2,392,582
JPMorgan Equity Premium Income ETF	58,400	3,342,816
JPMorgan Nasdaq Equity Premium Income ETF	31,400	1,824,968
		10,909,752
Domestic Fixed Income 36.0%		
^a Franklin Investment Grade Corporate ETF	160,254	3,469,499
^a Franklin U.S. Core Bond ETF	401,844	8,689,876
^a Franklin U.S. Treasury Bond ETF	189,375	3,885,975
		16,045,350
Foreign Equity 10.2%		
^a Franklin International Core Dividend Tilt Index ETF	84,775	3,296,900
^a Templeton Developing Markets Trust, Class R6	48,132	1,259,607
		4,556,507
Foreign Fixed Income 21.5%		
^a BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	196,270	1,750,729
^a BrandywineGLOBAL High Yield Fund, Class IS	437,554	4,441,171
^a Franklin High Yield Corporate ETF	141,355	3,451,182
		9,643,082
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$39,497,871)		41,154,691
	Units	
^bIndex-Linked Notes 5.7%		
Capital Markets 5.7%		
^{c,d} UBS AG into S&P 500 Index, Senior Note, 6.22%, 5/07/27	1,999	2,538,077
Total Index-Linked Notes (Cost \$2,099,709)		2,538,077
Total Long Term Investments (Cost \$41,597,580)		43,692,768
Short Term Investments 2.1%		
	Shares	
Money Market Funds 2.1%		
^{a,e} Franklin Institutional U.S. Government Money Market Fund, 3.681%	952,400	952,400
Total Money Market Funds (Cost \$952,400)		952,400
Total Short Term Investments (Cost \$952,400)		952,400
Total Investments (Cost \$42,549,980) 100.0%		\$44,645,168
Other Assets, less Liabilities (0.0)%[†]		(29,543)
Net Assets 100.0%		\$44,615,625

See Abbreviations on page 105.

Franklin LifeSmart™ Retirement Income Fund (continued)

[†] Rounds to less than 0.1% of net assets.

^a See Note 3(f) regarding investments in FT Underlying Funds.

^b See Note 1(b) regarding index-linked notes.

^c Fair valued using significant unobservable inputs. See Note 7 regarding fair value measurements.

^d Security pays variable interest based on the distributions of the strategy index and proceeds earned from related equity derivatives. The coupon rate shown represents the combined rate at period end. Cash payment at maturity or upon early redemption is based on the performance of the strategy index.

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

Financial Highlights

Franklin LifeSmart™ 2020 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.16	\$11.59	\$10.58	\$13.00	\$12.99
Income from investment operations ^a :					
Net investment income ^{b,c}	0.35	0.31	0.27	0.25	0.22
Net realized and unrealized gains (losses)	1.24	0.61	1.03	(2.27)	1.02
Total from investment operations	1.59	0.92	1.30	(2.02)	1.24
Less distributions from:					
Net investment income	(0.48)	(0.35)	(0.29)	(0.16)	(0.34)
Net realized gains	(0.27)	—	—	(0.24)	(0.89)
Total distributions	(0.75)	(0.35)	(0.29)	(0.40)	(1.23)
Net asset value, end of year	\$13.00	\$12.16	\$11.59	\$10.58	\$13.00
Total return ^d	13.25%	8.00%	12.47%	(15.58)%	9.62%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.19%	1.20%	0.99%	0.98%	0.98%
Expenses net of waiver and payments by affiliates ^e	0.48%	0.49%	0.48%	0.47% ^f	0.46%
Net investment income ^c	2.79%	2.55%	2.42%	2.19%	1.63%
Supplemental data					
Net assets, end of year (000's)	\$22,783	\$22,170	\$26,265	\$27,491	\$36,698
Portfolio turnover rate	20.07%	38.80%	17.72%	35.46%	79.95%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2020 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.06	\$11.49	\$10.50	\$12.91	\$12.91
Income from investment operations ^a :					
Net investment income ^{b,c}	0.25	0.21	0.13	0.15	0.11
Net realized and unrealized gains (losses)	1.23	0.62	1.07	(2.24)	1.02
Total from investment operations	1.48	0.83	1.20	(2.09)	1.13
Less distributions from:					
Net investment income	(0.37)	(0.26)	(0.21)	(0.08)	(0.24)
Net realized gains	(0.27)	—	—	(0.24)	(0.89)
Total distributions	(0.64)	(0.26)	(0.21)	(0.32)	(1.13)
Net asset value, end of year	\$12.90	\$12.06	\$11.49	\$10.50	\$12.91
Total return ^d	12.48%	7.22%	11.52%	(16.23)%	8.85%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.94%	1.94%	1.74%	1.73%	1.72%
Expenses net of waiver and payments by affiliates ^e	1.23%	1.24%	1.23%	1.22% ^f	1.21%
Net investment income ^e	1.98%	1.76%	1.20%	1.36%	0.79%
Supplemental data					
Net assets, end of year (000's)	\$1,931	\$2,357	\$3,412	\$3,796	\$6,235
Portfolio turnover rate	20.07%	38.80%	17.72%	35.46%	79.95%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2020 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.16	\$11.59	\$10.57	\$13.00	\$12.98
Income from investment operations ^a :					
Net investment income ^{b,c}	0.31	0.28	0.19	0.23	0.17
Net realized and unrealized gains (losses)	1.25	0.61	1.08	(2.29)	1.03
Total from investment operations	1.56	0.89	1.27	(2.06)	1.20
Less distributions from:					
Net investment income	(0.44)	(0.32)	(0.25)	(0.13)	(0.29)
Net realized gains	(0.27)	—	—	(0.24)	(0.89)
Total distributions	(0.71)	(0.32)	(0.25)	(0.37)	(1.18)
Net asset value, end of year	\$13.01	\$12.16	\$11.59	\$10.57	\$13.00
Total return	13.07%	7.74%	12.16%	(15.86)%	9.37%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.43%	1.45%	1.24%	1.23%	1.22%
Expenses net of waiver and payments by affiliates ^d	0.73%	0.74%	0.73%	0.72% ^e	0.71%
Net investment income ^c	2.48%	2.32%	1.72%	2.01%	1.23%
Supplemental data					
Net assets, end of year (000's)	\$298	\$360	\$392	\$650	\$758
Portfolio turnover rate	20.07%	38.80%	17.72%	35.46%	79.95%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2020 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.50	\$11.91	\$10.86	\$13.04	\$13.03
Income from investment operations ^a :					
Net investment income ^{b,c}	0.34	0.33	0.16	0.29	0.19
Net realized and unrealized gains (losses)	1.33	0.65	1.21	(2.29)	1.09
Total from investment operations	1.67	0.98	1.37	(2.00)	1.28
Less distributions from:					
Net investment income	(0.51)	(0.39)	(0.32)	(0.19)	(0.38)
Net realized gains	(0.27)	—	—	(0.24)	(0.89)
Total distributions	(0.78)	(0.39)	(0.32)	(0.43)	(1.27)
Capital contributions	—	—	—	0.25	—
Net asset value, end of year	\$13.39	\$12.50	\$11.91	\$10.86	\$13.04
Total return	13.60%	8.37%	12.75%	(13.38)% ^d	9.93%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	4.50%	1.53%	1.24%	1.31%	0.59%
Expenses net of waiver and payments by affiliates ^e	0.18%	0.19%	0.18%	0.16% ^f	0.16%
Net investment income ^e	2.50%	2.67%	1.38%	2.54%	1.40%
Supplemental data					
Net assets, end of year (000's)	\$5	\$9	\$18	\$4	\$5
Portfolio turnover rate	20.07%	38.80%	17.72%	35.46%	79.95%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dIncludes the effect of a capital contribution. Absent the capital contribution, the total return would have been (15.38)%.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2020 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.20	\$11.63	\$10.62	\$13.05	\$13.03
Income from investment operations ^a :					
Net investment income ^{b,c}	0.40	0.33	0.30	0.28	0.26
Net realized and unrealized gains (losses)	1.24	0.62	1.03	(2.28)	1.02
Total from investment operations	1.64	0.95	1.33	(2.00)	1.28
Less distributions from:					
Net investment income	(0.51)	(0.38)	(0.32)	(0.19)	(0.37)
Net realized gains	(0.27)	—	—	(0.24)	(0.89)
Total distributions	(0.78)	(0.38)	(0.32)	(0.43)	(1.26)
Net asset value, end of year	\$13.06	\$12.20	\$11.63	\$10.62	\$13.05
Total return	13.65%	8.25%	12.70%	(15.37)%	9.95%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.94%	0.95%	0.74%	0.73%	0.73%
Expenses net of waiver and payments by affiliates ^d	0.23%	0.24%	0.23%	0.22% ^e	0.21%
Net investment income ^c	3.11%	2.76%	2.73%	2.44%	1.88%
Supplemental data					
Net assets, end of year (000's)	\$710	\$535	\$729	\$620	\$826
Portfolio turnover rate	20.07%	38.80%	17.72%	35.46%	79.95%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2020 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
99.1%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	9,735	\$261,969
Domestic Equity 29.9%		
^a Franklin Growth Fund, Class R6	8,841	1,202,443
^a Franklin U.S. Core Equity (IU) Fund	190,804	3,764,567
^a Franklin U.S. Equity Index ETF	6,750	403,515
^a Franklin U.S. Large Cap Multifactor Index ETF	12,778	885,899
^{a,b} Putnam Large Cap Growth Fund, Class R6	5,221	432,497
^a Putnam Large Cap Value Fund, Class R6	25,472	1,000,278
		7,689,199
Domestic Fixed Income 43.9%		
^a Franklin Investment Grade Corporate ETF	127,453	2,759,357
^a Franklin U.S. Core Bond ETF	261,863	5,662,787
^a Franklin U.S. Treasury Bond ETF	139,873	2,870,194
		11,292,338
Foreign Equity 15.0%		
^a ClearBridge International Growth Fund, Class IS	3,316	245,880
^a Franklin Emerging Market Core Equity (IU) Fund	61,791	813,782
^a Franklin International Core Equity (IU) Fund	120,260	1,634,337
iShares Core MSCI EAFE ETF	2,679	239,663
^a Templeton Developing Markets Trust, Class R6	20,357	532,747
^a Templeton Foreign Fund, Class R6	40,934	378,636
		3,845,045
Foreign Fixed Income 9.3%		
^a BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	109,941	980,673
^a Franklin High Yield Corporate ETF	41,488	1,012,930
Vanguard Total International Bond ETF	8,325	402,264
		2,395,867
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$21,656,037)		25,484,418
Short Term Investments 1.1%		
Money Market Funds 1.1%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	290,235	290,235
Total Money Market Funds (Cost \$290,235)		290,235
Total Short Term Investments (Cost \$290,235)		290,235
Total Investments (Cost \$21,946,272) 100.2%		\$25,774,653
Other Assets, less Liabilities (0.2)%		(46,951)
Net Assets 100.0%		\$25,727,702

See Abbreviations on page 105.

^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2025 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.92	\$12.21	\$11.04	\$13.67	\$13.80
Income from investment operations ^a :					
Net investment income ^{b,c}	0.35	0.30	0.27	0.23	0.23
Net realized and unrealized gains (losses)	1.53	0.85	1.23	(2.43)	1.31
Total from investment operations	1.88	1.15	1.50	(2.20)	1.54
Less distributions from:					
Net investment income	(0.39)	(0.38)	(0.32)	(0.14)	(0.37)
Net realized gains	(0.77)	(0.06)	(0.01)	(0.29)	(1.30)
Total distributions	(1.16)	(0.44)	(0.33)	(0.43)	(1.67)
Net asset value, end of year	\$13.64	\$12.92	\$12.21	\$11.04	\$13.67
Total return ^d	14.82%	9.41%	13.70%	(16.06)%	11.21%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.75%	0.78%	0.75%	0.76%	0.76%
Expenses net of waiver and payments by affiliates ^e	0.49%	0.50%	0.49%	0.48% ^f	0.47%
Net investment income ^c	2.55%	2.31%	2.32%	1.97%	1.57%
Supplemental data					
Net assets, end of year (000's)	\$95,874	\$92,992	\$96,649	\$97,043	\$118,521
Portfolio turnover rate	20.97%	37.51%	20.95%	33.70%	69.35%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2025 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.63	\$11.94	\$10.81	\$13.40	\$13.56
Income from investment operations ^a :					
Net investment income ^{b,c}	0.23	0.20	0.18	0.13	0.10
Net realized and unrealized gains (losses)	1.49	0.83	1.19	(2.36)	1.30
Total from investment operations	1.72	1.03	1.37	(2.23)	1.40
Less distributions from:					
Net investment income	(0.28)	(0.28)	(0.23)	(0.07)	(0.26)
Net realized gains	(0.77)	(0.06)	(0.01)	(0.29)	(1.30)
Total distributions	(1.05)	(0.34)	(0.24)	(0.36)	(1.56)
Net asset value, end of year	\$13.30	\$12.63	\$11.94	\$10.81	\$13.40
Total return ^d	13.93%	8.64%	12.79%	(16.66)%	10.40%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.50%	1.53%	1.50%	1.51%	1.50%
Expenses net of waiver and payments by affiliates ^e	1.24%	1.25%	1.24%	1.23% ^f	1.21%
Net investment income ^e	1.77%	1.56%	1.56%	1.16%	0.70%
Supplemental data					
Net assets, end of year (000's)	\$10,287	\$11,299	\$11,928	\$12,140	\$17,778
Portfolio turnover rate	20.97%	37.51%	20.95%	33.70%	69.35%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2025 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.87	\$12.16	\$11.00	\$13.61	\$13.75
Income from investment operations ^a :					
Net investment income ^{b,c}	0.31	0.27	0.24	0.19	0.18
Net realized and unrealized gains (losses)	1.51	0.85	1.22	(2.40)	1.31
Total from investment operations	1.82	1.12	1.46	(2.21)	1.49
Less distributions from:					
Net investment income	(0.35)	(0.35)	(0.29)	(0.11)	(0.33)
Net realized gains	(0.77)	(0.06)	(0.01)	(0.29)	(1.30)
Total distributions	(1.12)	(0.41)	(0.30)	(0.40)	(1.63)
Net asset value, end of year	\$13.57	\$12.87	\$12.16	\$11.00	\$13.61
Total return	14.43%	9.19%	13.37%	(16.21)%	10.89%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.00%	1.03%	1.00%	1.01%	1.01%
Expenses net of waiver and payments by affiliates ^d	0.74%	0.75%	0.74%	0.73% ^e	0.72%
Net investment income ^c	2.28%	2.09%	2.06%	1.61%	1.26%
Supplemental data					
Net assets, end of year (000's)	\$1,592	\$1,707	\$1,778	\$1,954	\$3,069
Portfolio turnover rate	20.97%	37.51%	20.95%	33.70%	69.35%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2025 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.98	\$12.26	\$11.09	\$13.72	\$13.85
Income from investment operations ^a :					
Net investment income ^{b,c}	0.45	0.30	0.30	0.29	0.19
Net realized and unrealized gains (losses)	1.48	0.90	1.23	(2.45)	1.39
Total from investment operations	1.93	1.20	1.53	(2.16)	1.58
Less distributions from:					
Net investment income	(0.43)	(0.42)	(0.35)	(0.18)	(0.41)
Net realized gains	(0.77)	(0.06)	(0.01)	(0.29)	(1.30)
Total distributions	(1.20)	(0.48)	(0.36)	(0.47)	(1.71)
Net asset value, end of year	\$13.71	\$12.98	\$12.26	\$11.09	\$13.72
Total return	15.15%	9.79%	13.99%	(15.71)%	11.49%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.97%	0.47%	0.41%	0.38%	0.39%
Expenses net of waiver and payments by affiliates ^d	0.19%	0.19%	0.17%	0.14% ^e	0.15%
Net investment income ^c	3.28%	2.39%	2.61%	2.48%	1.34%
Supplemental data					
Net assets, end of year (000's)	\$99	\$27	\$566	\$670	\$544
Portfolio turnover rate	20.97%	37.51%	20.95%	33.70%	69.35%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2025 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$12.96	\$12.25	\$11.08	\$13.71	\$13.83
Income from investment operations ^a :					
Net investment income ^{b,c}	0.38	0.33	0.30	0.27	0.26
Net realized and unrealized gains (losses)	1.53	0.85	1.23	(2.44)	1.32
Total from investment operations	1.91	1.18	1.53	(2.17)	1.58
Less distributions from:					
Net investment income	(0.42)	(0.41)	(0.35)	(0.17)	(0.40)
Net realized gains	(0.77)	(0.06)	(0.01)	(0.29)	(1.30)
Total distributions	(1.19)	(0.47)	(0.36)	(0.46)	(1.70)
Net asset value, end of year	\$13.68	\$12.96	\$12.25	\$11.08	\$13.71
Total return	15.04%	9.65%	13.94%	(15.79)%	11.53%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.50%	0.53%	0.50%	0.51%	0.51%
Expenses net of waiver and payments by affiliates ^d	0.24%	0.25%	0.24%	0.23% ^e	0.22%
Net investment income ^c	2.81%	2.53%	2.61%	2.25%	1.80%
Supplemental data					
Net assets, end of year (000's)	\$2,642	\$2,465	\$2,910	\$2,572	\$3,055
Portfolio turnover rate	20.97%	37.51%	20.95%	33.70%	69.35%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2025 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
99.3%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	41,833	\$1,125,726
Domestic Equity 35.9%		
^a Franklin Growth Fund, Class R6	45,628	6,205,806
^a Franklin U.S. Core Equity (IU) Fund	984,126	19,416,811
^a Franklin U.S. Equity Index ETF	34,925	2,087,817
^a Franklin U.S. Large Cap Multifactor Index ETF	65,936	4,571,343
^{a,b} Putnam Large Cap Growth Fund, Class R6	26,927	2,230,614
^a Putnam Large Cap Value Fund, Class R6	131,277	5,155,236
		39,667,627
Domestic Fixed Income 36.7%		
^a Franklin Investment Grade Corporate ETF	456,690	9,887,338
^a Franklin U.S. Core Bond ETF	938,133	20,287,126
^a Franklin U.S. Treasury Bond ETF	501,138	10,283,352
		40,457,816
Foreign Equity 17.9%		
^a ClearBridge International Growth Fund, Class IS	17,096	1,267,464
^a Franklin Emerging Market Core Equity (IU) Fund	318,792	4,198,495
^a Franklin International Core Equity (IU) Fund	619,926	8,424,800
iShares Core MSCI EAFE ETF	13,892	1,242,778
^a Templeton Developing Markets Trust, Class R6	105,027	2,748,553
^a Templeton Foreign Fund, Class R6	211,017	1,951,911
		19,834,001
Foreign Fixed Income 7.8%		
^a BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	393,876	3,513,375
^a Franklin High Yield Corporate ETF	148,653	3,629,363
Vanguard Total International Bond ETF	29,850	1,442,352
		8,585,090
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$88,098,615)		109,670,260
Short Term Investments 0.8%		
Money Market Funds 0.8%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	930,755	930,755
Total Money Market Funds (Cost \$930,755)		930,755
Total Short Term Investments (Cost \$930,755)		930,755
Total Investments (Cost \$89,029,370) 100.1%		\$110,601,015
Other Assets, less Liabilities (0.1%)		(106,641)
Net Assets 100.0%		\$110,494,374

See Abbreviations on page 105.

^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2030 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.90	\$12.85	\$11.42	\$14.21	\$14.40
Income from investment operations ^a :					
Net investment income ^{b,c}	0.35	0.29	0.27	0.22	0.24
Net realized and unrealized gains (losses)	1.87	1.10	1.42	(2.58)	1.61
Total from investment operations	2.22	1.39	1.69	(2.36)	1.85
Less distributions from:					
Net investment income	(0.45)	(0.34)	(0.26)	(0.13)	(0.41)
Net realized gains	(0.39)	—	—	(0.30)	(1.63)
Total distributions	(0.84)	(0.34)	(0.26)	(0.43)	(2.04)
Net asset value, end of year	\$15.28	\$13.90	\$12.85	\$11.42	\$14.21
Total return ^d	16.18%	10.88%	14.97%	(16.57)%	12.91%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.83%	0.89%	0.87%	0.94%	0.93%
Expenses net of waiver and payments by affiliates ^e	0.48%	0.50%	0.50%	0.48% ^f	0.46%
Net investment income ^c	2.36%	2.14%	2.25%	1.78%	1.57%
Supplemental data					
Net assets, end of year (000's)	\$67,559	\$56,797	\$51,566	\$44,099	\$49,835
Portfolio turnover rate	23.91%	37.55%	22.74%	48.44%	82.69%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2030 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.65	\$12.63	\$11.23	\$14.00	\$14.22
Income from investment operations ^a :					
Net investment income ^{b,c}	0.23	0.19	0.17	0.12	0.11
Net realized and unrealized gains (losses)	1.83	1.07	1.40	(2.53)	1.61
Total from investment operations	2.06	1.26	1.57	(2.41)	1.72
Less distributions from:					
Net investment income	(0.34)	(0.24)	(0.17)	(0.06)	(0.31)
Net realized gains	(0.39)	—	—	(0.30)	(1.63)
Total distributions	(0.73)	(0.24)	(0.17)	(0.36)	(1.94)
Net asset value, end of year	\$14.98	\$13.65	\$12.63	\$11.23	\$14.00
Total return ^d	15.26%	10.01%	14.11%	(17.18)%	12.13%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.58%	1.64%	1.62%	1.69%	1.68%
Expenses net of waiver and payments by affiliates ^e	1.23%	1.25%	1.25%	1.23% ^f	1.21%
Net investment income ^e	1.57%	1.40%	1.47%	0.99%	0.74%
Supplemental data					
Net assets, end of year (000's)	\$10,925	\$11,084	\$10,343	\$9,642	\$12,281
Portfolio turnover rate	23.91%	37.55%	22.74%	48.44%	82.69%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2030 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.86	\$12.82	\$11.39	\$14.19	\$14.38
Income from investment operations ^a :					
Net investment income ^{b,c}	0.30	0.27	0.24	0.18	0.20
Net realized and unrealized gains (losses)	1.86	1.08	1.42	(2.58)	1.61
Total from investment operations	2.16	1.35	1.66	(2.40)	1.81
Less distributions from:					
Net investment income	(0.41)	(0.31)	(0.23)	(0.10)	(0.37)
Net realized gains	(0.39)	—	—	(0.30)	(1.63)
Total distributions	(0.80)	(0.31)	(0.23)	(0.40)	(2.00)
Net asset value, end of year	\$15.22	\$13.86	\$12.82	\$11.39	\$14.19
Total return	15.79%	10.58%	14.73%	(16.84)%	12.65%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.08%	1.14%	1.11%	1.19%	1.18%
Expenses net of waiver and payments by affiliates ^d	0.73%	0.75%	0.75%	0.74% ^e	0.71%
Net investment income ^c	2.07%	1.95%	2.00%	1.51%	1.29%
Supplemental data					
Net assets, end of year (000's)	\$2,171	\$2,133	\$1,613	\$1,295	\$1,512
Portfolio turnover rate	23.91%	37.55%	22.74%	48.44%	82.69%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2030 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.10	\$13.03	\$11.57	\$14.28	\$14.46
Income from investment operations ^a :					
Net investment income ^{b,c}	0.39	0.31	0.38	0.36	0.18
Net realized and unrealized gains (losses)	1.90	1.14	1.38	(2.67)	1.72
Total from investment operations	2.29	1.45	1.76	(2.31)	1.90
Less distributions from:					
Net investment income	(0.49)	(0.38)	(0.30)	(0.16)	(0.45)
Net realized gains	(0.39)	—	—	(0.30)	(1.63)
Total distributions	(0.88)	(0.38)	(0.30)	(0.46)	(2.08)
Capital contributions	—	—	—	0.06	—
Net asset value, end of year	\$15.51	\$14.10	\$13.03	\$11.57	\$14.28
Total return	16.46%	11.21%	15.37%	(15.68)% ^d	13.24%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.83%	0.69%	0.61%	1.18%	0.45%
Expenses net of waiver and payments by affiliates ^e	0.18%	0.20%	0.20%	0.15% ^f	0.15%
Net investment income ^e	2.61%	2.29%	3.08%	3.02%	1.20%
Supplemental data					
Net assets, end of year (000's)	\$88	\$99	\$245	\$51	\$40
Portfolio turnover rate	23.91%	37.55%	22.74%	48.44%	82.69%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dIncludes the effect of a capital contribution. Absent the capital contribution, the total return would have been (16.08)%.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2030 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.97	\$12.92	\$11.48	\$14.27	\$14.44
Income from investment operations ^a :					
Net investment income ^{b,c}	0.40	0.33	0.30	0.25	0.28
Net realized and unrealized gains (losses)	1.87	1.10	1.43	(2.59)	1.62
Total from investment operations	2.27	1.43	1.73	(2.34)	1.90
Less distributions from:					
Net investment income	(0.49)	(0.38)	(0.29)	(0.15)	(0.44)
Net realized gains	(0.39)	—	—	(0.30)	(1.63)
Total distributions	(0.88)	(0.38)	(0.29)	(0.45)	(2.07)
Net asset value, end of year	\$15.36	\$13.97	\$12.92	\$11.48	\$14.27
Total return	16.42%	11.09%	15.26%	(16.34)%	13.28%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.58%	0.64%	0.61%	0.69%	0.68%
Expenses net of waiver and payments by affiliates ^d	0.23%	0.25%	0.25%	0.23% ^e	0.21%
Net investment income ^c	2.66%	2.41%	2.47%	2.05%	1.81%
Supplemental data					
Net assets, end of year (000's)	\$3,689	\$2,163	\$1,936	\$1,770	\$1,937
Portfolio turnover rate	23.91%	37.55%	22.74%	48.44%	82.69%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2030 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
98.8%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	31,186	\$839,215
Domestic Equity 41.6%		
^a Franklin Growth Fund, Class R6	40,384	5,492,575
^a Franklin U.S. Core Equity (IU) Fund	870,941	17,183,657
^a Franklin U.S. Equity Index ETF	30,871	1,845,468
^a Franklin U.S. Large Cap Multifactor Index ETF	58,370	4,046,792
^{a,b} Putnam Large Cap Growth Fund, Class R6	23,831	1,974,185
^a Putnam Large Cap Value Fund, Class R6	116,149	4,561,156
		35,103,833
Domestic Fixed Income 29.3%		
^a Franklin Investment Grade Corporate ETF	278,954	6,039,354
^a Franklin U.S. Core Bond ETF	573,050	12,392,206
^a Franklin U.S. Treasury Bond ETF	306,093	6,281,028
		24,712,588
Foreign Equity 20.8%		
^a ClearBridge International Growth Fund, Class IS	15,137	1,122,260
^a Franklin Emerging Market Core Equity (IU) Fund	281,890	3,712,493
^a Franklin International Core Equity (IU) Fund	548,891	7,459,430
iShares Core MSCI EAFE ETF	12,282	1,098,748
^a Templeton Developing Markets Trust, Class R6	92,861	2,430,183
^a Templeton Foreign Fund, Class R6	186,885	1,728,683
		17,551,797
Foreign Fixed Income 6.1%		
^a BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	240,654	2,146,634
^a Franklin High Yield Corporate ETF	90,789	2,216,614
Vanguard Total International Bond ETF	18,250	881,840
		5,245,088
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$65,795,410)		83,452,521
Short Term Investments 1.2%		
Money Market Funds 1.2%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	1,045,377	1,045,377
Total Money Market Funds (Cost \$1,045,377)		1,045,377
Total Short Term Investments (Cost \$1,045,377)		1,045,377
Total Investments (Cost \$66,840,787) 100.0%		\$84,497,898
Other Assets, less Liabilities (0.0)%[†]		(65,591)
Net Assets 100.0%		\$84,432,307

See Abbreviations on page 105.

[†] Rounds to less than 0.1% of net assets.^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2035 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.50	\$13.28	\$11.75	\$14.67	\$15.18
Income from investment operations ^a :					
Net investment income ^{b,c}	0.32	0.27	0.26	0.20	0.24
Net realized and unrealized gains (losses)	2.17	1.36	1.62	(2.66)	1.90
Total from investment operations	2.49	1.63	1.88	(2.46)	2.14
Less distributions from:					
Net investment income	(0.37)	(0.34)	(0.31)	(0.11)	(0.42)
Net realized gains	(0.79)	(0.07)	(0.04)	(0.35)	(2.23)
Total distributions	(1.16)	(0.41)	(0.35)	(0.46)	(2.65)
Net asset value, end of year	\$15.83	\$14.50	\$13.28	\$11.75	\$14.67
Total return ^d	17.54%	12.27%	16.17%	(16.69)%	14.20%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.73%	0.77%	0.79%	0.77%	0.81%
Expenses net of waiver and payments by affiliates ^e	0.52%	0.52%	0.50%	0.49% ^f	0.47%
Net investment income ^c	2.09%	1.92%	2.12%	1.60%	1.45%
Supplemental data					
Net assets, end of year (000's)	\$128,099	\$112,783	\$102,932	\$91,064	\$104,174
Portfolio turnover rate	22.89%	33.89%	23.54%	29.56%	69.46%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2035 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.00	\$12.83	\$11.36	\$14.23	\$14.79
Income from investment operations ^a :					
Net investment income ^{b,c}	0.19	0.16	0.16	0.10	0.09
Net realized and unrealized gains (losses)	2.08	1.31	1.57	(2.57)	1.88
Total from investment operations	2.27	1.47	1.73	(2.47)	1.97
Less distributions from:					
Net investment income	(0.26)	(0.23)	(0.22)	(0.05)	(0.30)
Net realized gains	(0.79)	(0.07)	(0.04)	(0.35)	(2.23)
Total distributions	(1.05)	(0.30)	(0.26)	(0.40)	(2.53)
Net asset value, end of year	\$15.22	\$14.00	\$12.83	\$11.36	\$14.23
Total return ^d	16.58%	11.48%	15.36%	(17.36)%	13.36%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.48%	1.52%	1.54%	1.53%	1.55%
Expenses net of waiver and payments by affiliates ^e	1.27%	1.27%	1.25%	1.24% ^f	1.21%
Net investment income ^e	1.32%	1.14%	1.36%	0.81%	0.60%
Supplemental data					
Net assets, end of year (000's)	\$16,289	\$15,892	\$16,352	\$14,549	\$18,502
Portfolio turnover rate	22.89%	33.89%	23.54%	29.56%	69.46%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2035 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.48	\$13.26	\$11.73	\$14.66	\$15.17
Income from investment operations ^a :					
Net investment income ^{b,c}	0.28	0.25	0.23	0.17	0.18
Net realized and unrealized gains (losses)	2.16	1.35	1.62	(2.66)	1.91
Total from investment operations	2.44	1.60	1.85	(2.49)	2.09
Less distributions from:					
Net investment income	(0.34)	(0.31)	(0.28)	(0.09)	(0.37)
Net realized gains	(0.79)	(0.07)	(0.04)	(0.35)	(2.23)
Total distributions	(1.13)	(0.38)	(0.32)	(0.44)	(2.60)
Net asset value, end of year	\$15.79	\$14.48	\$13.26	\$11.73	\$14.66
Total return	17.19%	12.03%	15.90%	(16.93)%	13.87%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.98%	1.02%	1.04%	1.02%	1.05%
Expenses net of waiver and payments by affiliates ^d	0.77%	0.77%	0.75%	0.74% ^e	0.71%
Net investment income ^c	1.86%	1.72%	1.85%	1.38%	1.08%
Supplemental data					
Net assets, end of year (000's)	\$6,908	\$5,604	\$4,150	\$3,881	\$4,113
Portfolio turnover rate	22.89%	33.89%	23.54%	29.56%	69.46%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2035 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.68	\$13.43	\$11.88	\$14.81	\$15.31
Income from investment operations ^a :					
Net investment income ^{b,c}	0.39	0.34	0.32	0.25	0.18
Net realized and unrealized gains (losses)	2.18	1.37	1.62	(2.68)	2.02
Total from investment operations	2.57	1.71	1.94	(2.43)	2.20
Less distributions from:					
Net investment income	(0.42)	(0.39)	(0.35)	(0.15)	(0.47)
Net realized gains	(0.79)	(0.07)	(0.04)	(0.35)	(2.23)
Total distributions	(1.21)	(0.46)	(0.39)	(0.50)	(2.70)
Net asset value, end of year	\$16.04	\$14.68	\$13.43	\$11.88	\$14.81
Total return	17.87%	12.71%	16.50%	(16.38)%	14.46%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.77%	0.68%	0.73%	0.79%	0.38%
Expenses net of waiver and payments by affiliates ^d	0.17%	0.18%	0.19%	0.15% ^e	0.14%
Net investment income ^e	2.52%	2.32%	2.54%	1.98%	1.10%
Supplemental data					
Net assets, end of year (000's)	\$349	\$222	\$160	\$91	\$93
Portfolio turnover rate	22.89%	33.89%	23.54%	29.56%	69.46%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2035 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.69	\$13.45	\$11.89	\$14.84	\$15.33
Income from investment operations ^a :					
Net investment income ^{b,c}	0.37	0.32	0.30	0.23	0.27
Net realized and unrealized gains (losses)	2.20	1.36	1.64	(2.69)	1.93
Total from investment operations	2.57	1.68	1.94	(2.46)	2.20
Less distributions from:					
Net investment income	(0.41)	(0.37)	(0.34)	(0.14)	(0.46)
Net realized gains	(0.79)	(0.07)	(0.04)	(0.35)	(2.23)
Total distributions	(1.20)	(0.44)	(0.38)	(0.49)	(2.69)
Net asset value, end of year	\$16.06	\$14.69	\$13.45	\$11.89	\$14.84
Total return	17.85%	12.53%	16.51%	(16.54)%	14.46%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.48%	0.52%	0.54%	0.52%	0.56%
Expenses net of waiver and payments by affiliates ^d	0.26%	0.27%	0.25%	0.24% ^e	0.21%
Net investment income ^c	2.40%	2.19%	2.36%	1.85%	1.67%
Supplemental data					
Net assets, end of year (000's)	\$6,313	\$4,776	\$3,932	\$3,496	\$3,911
Portfolio turnover rate	22.89%	33.89%	23.54%	29.56%	69.46%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2035 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
99.2%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	58,925	\$1,585,672
Domestic Equity 47.6%		
^a Franklin Growth Fund, Class R6	86,301	11,737,775
^a Franklin U.S. Core Equity (IU) Fund	1,862,521	36,747,533
^a Franklin U.S. Equity Index ETF	66,112	3,952,175
^a Franklin U.S. Large Cap Multifactor Index ETF	124,849	8,655,781
^{a,b} Putnam Large Cap Growth Fund, Class R6	50,963	4,221,770
^a Putnam Large Cap Value Fund, Class R6	248,391	9,754,323
		75,069,357
Domestic Fixed Income 22.2%		
^a Franklin Investment Grade Corporate ETF	395,896	8,571,148
^a Franklin U.S. Core Bond ETF	813,259	17,586,726
^a Franklin U.S. Treasury Bond ETF	434,418	8,914,257
		35,072,131
Foreign Equity 23.7%		
^a ClearBridge International Growth Fund, Class IS	32,389	2,401,312
^a Franklin Emerging Market Core Equity (IU) Fund	603,190	7,944,009
^a Franklin International Core Equity (IU) Fund	1,174,488	15,961,293
iShares Core MSCI EAFE ETF	26,324	2,354,945
^a Templeton Developing Markets Trust, Class R6	198,723	5,200,572
^a Templeton Foreign Fund, Class R6	399,779	3,697,952
		37,560,083
Foreign Fixed Income 4.7%		
^a BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	341,445	3,045,691
^a Franklin High Yield Corporate ETF	128,862	3,146,166
Vanguard Total International Bond ETF	25,900	1,251,488
		7,443,345
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$117,329,446)		156,730,588
Short Term Investments 0.8%		
Money Market Funds 0.8%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	1,323,896	1,323,896
Total Money Market Funds (Cost \$1,323,896)		1,323,896
Total Short Term Investments (Cost \$1,323,896)		1,323,896
Total Investments (Cost \$118,653,342) 100.0%		\$158,054,484
Other Assets, less Liabilities (0.0)%[†]		(95,320)
Net Assets 100.0%		\$157,959,164

See Abbreviations on page 105.

[†]Rounds to less than 0.1% of net assets.^aSee Note 3(f) regarding investments in FT Underlying Funds.^bNon-income producing.^cThe rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2040 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.49	\$13.15	\$11.50	\$14.42	\$15.30
Income from investment operations ^a :					
Net investment income ^{b,c}	0.29	0.25	0.26	0.16	0.24
Net realized and unrealized gains (losses)	2.35	1.53	1.71	(2.63)	2.19
Total from investment operations	2.64	1.78	1.97	(2.47)	2.43
Less distributions from:					
Net investment income	(0.34)	(0.30)	(0.28)	(0.10)	(0.43)
Net realized gains	(0.64)	(0.14)	(0.04)	(0.35)	(2.88)
Total distributions	(0.98)	(0.44)	(0.32)	(0.45)	(3.31)
Net asset value, end of year	\$16.15	\$14.49	\$13.15	\$11.50	\$14.42
Total return ^d	18.59%	13.58%	17.32%	(17.06)%	15.99%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.87%	0.96%	0.99%	1.10%	1.11%
Expenses net of waiver and payments by affiliates ^e	0.49%	0.52%	0.52%	0.50% ^f	0.46%
Net investment income ^c	1.92%	1.76%	2.09%	1.31%	1.43%
Supplemental data					
Net assets, end of year (000's)	\$60,297	\$50,894	\$43,076	\$32,112	\$35,193
Portfolio turnover rate	24.11%	31.39%	26.09%	30.11%	86.92%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2040 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.12	\$12.83	\$11.23	\$14.10	\$15.02
Income from investment operations ^a :					
Net investment income ^{b,c}	0.17	0.14	0.15	0.06	0.10
Net realized and unrealized gains (losses)	2.28	1.48	1.68	(2.56)	2.18
Total from investment operations	2.45	1.62	1.83	(2.50)	2.28
Less distributions from:					
Net investment income	(0.23)	(0.19)	(0.19)	(0.02)	(0.32)
Net realized gains	(0.64)	(0.14)	(0.04)	(0.35)	(2.88)
Total distributions	(0.87)	(0.33)	(0.23)	(0.37)	(3.20)
Net asset value, end of year	\$15.70	\$14.12	\$12.83	\$11.23	\$14.10
Total return ^d	17.73%	12.69%	16.44%	(17.70)%	15.25%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.62%	1.71%	1.75%	1.85%	1.85%
Expenses net of waiver and payments by affiliates ^e	1.24%	1.27%	1.27%	1.25% ^f	1.21%
Net investment income ^e	1.15%	0.98%	1.29%	0.53%	0.62%
Supplemental data					
Net assets, end of year (000's)	\$9,070	\$8,041	\$7,737	\$6,697	\$7,989
Portfolio turnover rate	24.11%	31.39%	26.09%	30.11%	86.92%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2040 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.48	\$13.15	\$11.50	\$14.41	\$15.28
Income from investment operations ^a :					
Net investment income ^{b,c}	0.28	0.22	0.21	0.12	0.18
Net realized and unrealized gains (losses)	2.32	1.51	1.73	(2.62)	2.21
Total from investment operations	2.60	1.73	1.94	(2.50)	2.39
Less distributions from:					
Net investment income	(0.31)	(0.26)	(0.25)	(0.06)	(0.38)
Net realized gains	(0.64)	(0.14)	(0.04)	(0.35)	(2.88)
Total distributions	(0.95)	(0.40)	(0.29)	(0.41)	(3.26)
Net asset value, end of year	\$16.13	\$14.48	\$13.15	\$11.50	\$14.41
Total return	18.35%	13.22%	17.00%	(17.29)%	15.78%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.12%	1.21%	1.24%	1.35%	1.35%
Expenses net of waiver and payments by affiliates ^d	0.74%	0.77%	0.77%	0.75% ^e	0.71%
Net investment income ^c	1.80%	1.51%	1.75%	0.96%	1.09%
Supplemental data					
Net assets, end of year (000's)	\$2,395	\$1,260	\$1,121	\$1,114	\$1,806
Portfolio turnover rate	24.11%	31.39%	26.09%	30.11%	86.92%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2040 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.63	\$13.28	\$11.60	\$14.54	\$15.40
Income from investment operations ^a :					
Net investment income ^{b,c}	0.35	0.30	0.30	0.19	0.17
Net realized and unrealized gains (losses)	2.37	1.53	1.74	(2.64)	2.33
Total from investment operations	2.72	1.83	2.04	(2.45)	2.50
Less distributions from:					
Net investment income	(0.38)	(0.34)	(0.32)	(0.14)	(0.48)
Net realized gains	(0.64)	(0.14)	(0.04)	(0.35)	(2.88)
Total distributions	(1.02)	(0.48)	(0.36)	(0.49)	(3.36)
Net asset value, end of year	\$16.33	\$14.63	\$13.28	\$11.60	\$14.54
Total return	18.99%	13.85%	17.76%	(16.86)%	16.42%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.65%	0.59%	0.59%	0.57%	0.49%
Expenses net of waiver and payments by affiliates ^d	0.19%	0.22%	0.22%	0.20% ^e	0.14%
Net investment income ^e	2.24%	2.08%	2.40%	1.54%	1.01%
Supplemental data					
Net assets, end of year (000's)	\$462	\$339	\$272	\$213	\$310
Portfolio turnover rate	24.11%	31.39%	26.09%	30.11%	86.92%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2040 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.59	\$13.25	\$11.58	\$14.52	\$15.37
Income from investment operations ^a :					
Net investment income ^{b,c}	0.36	0.29	0.29	0.19	0.29
Net realized and unrealized gains (losses)	2.35	1.53	1.73	(2.65)	2.21
Total from investment operations	2.71	1.82	2.02	(2.46)	2.50
Less distributions from:					
Net investment income	(0.38)	(0.34)	(0.31)	(0.13)	(0.47)
Net realized gains	(0.64)	(0.14)	(0.04)	(0.35)	(2.88)
Total distributions	(1.02)	(0.48)	(0.35)	(0.48)	(3.35)
Net asset value, end of year	\$16.28	\$14.59	\$13.25	\$11.58	\$14.52
Total return	18.93%	13.75%	17.65%	(16.87)%	16.40%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.62%	0.71%	0.74%	0.85%	0.86%
Expenses net of waiver and payments by affiliates ^d	0.24%	0.27%	0.27%	0.25% ^e	0.22%
Net investment income ^c	2.29%	2.02%	2.35%	1.54%	1.75%
Supplemental data					
Net assets, end of year (000's)	\$2,685	\$1,649	\$1,430	\$1,156	\$937
Portfolio turnover rate	24.11%	31.39%	26.09%	30.11%	86.92%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2040 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
98.7%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	27,337	\$735,639
Domestic Equity 52.5%		
^a Franklin Growth Fund, Class R6	45,292	6,160,129
^a Franklin U.S. Core Equity (IU) Fund	752,351	14,843,878
^a Franklin U.S. Equity Index ETF	108,300	6,474,174
^a Franklin U.S. Large Cap Multifactor Index ETF	65,492	4,540,560
^{a,b} Putnam Large Cap Growth Fund, Class R6	26,745	2,215,565
^a Putnam Large Cap Value Fund, Class R6	130,364	5,119,378
		39,353,684
Domestic Fixed Income 17.3%		
^a Franklin Investment Grade Corporate ETF	146,253	3,166,378
^a Franklin U.S. Core Bond ETF	300,452	6,497,275
^a Franklin U.S. Treasury Bond ETF	160,521	3,293,891
		12,957,544
Foreign Equity 26.3%		
^a ClearBridge International Growth Fund, Class IS	16,992	1,259,790
^a Franklin Emerging Market Core Equity (IU) Fund	316,769	4,171,842
^a Franklin International Core Equity (IU) Fund	616,221	8,374,445
iShares Core MSCI EAFE ETF	13,759	1,230,880
^a Templeton Developing Markets Trust, Class R6	104,369	2,731,336
^a Templeton Foreign Fund, Class R6	209,868	1,941,276
		19,709,569
Foreign Fixed Income 1.6%		
^a Franklin High Yield Corporate ETF	47,598	1,162,105
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$54,774,620)		73,918,541
Short Term Investments 1.4%		
Money Market Funds 1.4%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	1,023,690	1,023,690
Total Money Market Funds (Cost \$1,023,690)		1,023,690
Total Short Term Investments (Cost \$1,023,690)		1,023,690
Total Investments (Cost \$55,798,310) 100.1%		\$74,942,231
Other Assets, less Liabilities (0.1%)		(32,973)
Net Assets 100.0%		\$74,909,258

See Abbreviations on page 105.

^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2045 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.48	\$13.90	\$12.00	\$15.19	\$15.80
Income from investment operations ^a :					
Net investment income ^{b,c}	0.27	0.23	0.25	0.14	0.23
Net realized and unrealized gains (losses)	2.78	1.81	1.97	(2.84)	2.45
Total from investment operations	3.05	2.04	2.22	(2.70)	2.68
Less distributions from:					
Net investment income	(0.33)	(0.32)	(0.25)	(0.08)	(0.45)
Net realized gains	(0.82)	(0.14)	(0.07)	(0.41)	(2.84)
Total distributions	(1.15)	(0.46)	(0.32)	(0.49)	(3.29)
Net asset value, end of year	\$17.38	\$15.48	\$13.90	\$12.00	\$15.19
Total return ^d	20.16%	14.69%	18.65%	(17.67)%	17.06%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.79%	0.84%	0.89%	0.91%	0.91%
Expenses net of waiver and payments by affiliates ^e	0.50%	0.52%	0.51%	0.50% ^f	0.46%
Net investment income ^c	1.64%	1.52%	1.93%	1.13%	1.32%
Supplemental data					
Net assets, end of year (000's)	\$103,545	\$87,733	\$75,190	\$62,061	\$72,764
Portfolio turnover rate	22.67%	30.84%	28.98%	26.96%	70.40%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2045 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.81	\$13.31	\$11.51	\$14.61	\$15.33
Income from investment operations ^a :					
Net investment income ^{b,c}	0.14	0.11	0.14	0.04	0.08
Net realized and unrealized gains (losses)	2.64	1.74	1.89	(2.71)	2.38
Total from investment operations	2.78	1.85	2.03	(2.67)	2.46
Less distributions from:					
Net investment income	(0.21)	(0.21)	(0.16)	(0.02)	(0.34)
Net realized gains	(0.82)	(0.14)	(0.07)	(0.41)	(2.84)
Total distributions	(1.03)	(0.35)	(0.23)	(0.43)	(3.18)
Net asset value, end of year	\$16.56	\$14.81	\$13.31	\$11.51	\$14.61
Total return ^d	19.29%	13.89%	17.71%	(18.25)%	16.10%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.54%	1.59%	1.64%	1.66%	1.66%
Expenses net of waiver and payments by affiliates ^e	1.25%	1.28%	1.26%	1.25% ^f	1.21%
Net investment income ^e	0.88%	0.74%	1.14%	0.36%	0.48%
Supplemental data					
Net assets, end of year (000's)	\$12,693	\$11,573	\$11,414	\$10,537	\$13,509
Portfolio turnover rate	22.67%	30.84%	28.98%	26.96%	70.40%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2045 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.38	\$13.82	\$11.93	\$15.11	\$15.74
Income from investment operations ^a :					
Net investment income ^{b,c}	0.24	0.18	0.21	0.10	0.19
Net realized and unrealized gains (losses)	2.74	1.80	1.97	(2.81)	2.43
Total from investment operations	2.98	1.98	2.18	(2.71)	2.62
Less distributions from:					
Net investment income	(0.29)	(0.28)	(0.22)	(0.06)	(0.41)
Net realized gains	(0.82)	(0.14)	(0.07)	(0.41)	(2.84)
Total distributions	(1.11)	(0.42)	(0.29)	(0.47)	(3.25)
Net asset value, end of year	\$17.25	\$15.38	\$13.82	\$11.93	\$15.11
Total return	19.88%	14.35%	18.39%	(17.87)%	16.73%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.04%	1.09%	1.14%	1.16%	1.16%
Expenses net of waiver and payments by affiliates ^d	0.75%	0.77%	0.76%	0.75% ^e	0.71%
Net investment income ^c	1.44%	1.20%	1.63%	0.81%	1.08%
Supplemental data					
Net assets, end of year (000's)	\$2,111	\$1,574	\$2,009	\$2,178	\$3,348
Portfolio turnover rate	22.67%	30.84%	28.98%	26.96%	70.40%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2045 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$16.22	\$14.54	\$12.55	\$15.34	\$15.93
Income from investment operations ^a :					
Net investment income ^{b,c}	0.35	0.31	0.34	0.24	0.15
Net realized and unrealized gains (losses)	2.90	1.87	2.01	(2.81)	2.60
Total from investment operations	3.25	2.18	2.35	(2.57)	2.75
Less distributions from:					
Net investment income	(0.37)	(0.36)	(0.29)	(0.11)	(0.50)
Net realized gains	(0.82)	(0.14)	(0.07)	(0.41)	(2.84)
Total distributions	(1.19)	(0.50)	(0.36)	(0.52)	(3.34)
Capital contributions	—	—	—	0.30	—
Net asset value, end of year	\$18.28	\$16.22	\$14.54	\$12.55	\$15.34
Total return	20.52%	15.05%	18.88%	(14.60)% ^d	17.37%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.49%	0.50%	0.67%	1.25%	0.41%
Expenses net of waiver and payments by affiliates ^e	0.20%	0.23%	0.21%	0.19%	0.14%
Net investment income ^e	2.02%	1.93%	2.50%	1.85%	0.87%
Supplemental data					
Net assets, end of year (000's)	\$1,333	\$798	\$140	\$15	\$4
Portfolio turnover rate	22.67%	30.84%	28.98%	26.96%	70.40%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dIncludes the effect of a capital contribution. Absent the capital contribution, the total return would have been (16.64)%.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

Franklin LifeSmart™ 2045 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.67	\$14.06	\$12.14	\$15.34	\$15.93
Income from investment operations ^a :					
Net investment income ^{b,c}	0.32	0.27	0.28	0.18	0.28
Net realized and unrealized gains (losses)	2.80	1.84	1.99	(2.86)	2.46
Total from investment operations	3.12	2.11	2.27	(2.68)	2.74
Less distributions from:					
Net investment income	(0.36)	(0.36)	(0.28)	(0.11)	(0.49)
Net realized gains	(0.82)	(0.14)	(0.07)	(0.41)	(2.84)
Total distributions	(1.18)	(0.50)	(0.35)	(0.52)	(3.33)
Net asset value, end of year	\$17.61	\$15.67	\$14.06	\$12.14	\$15.34
Total return	20.43%	15.01%	18.88%	(17.40)%	17.32%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.54%	0.59%	0.64%	0.66%	0.67%
Expenses net of waiver and payments by affiliates ^d	0.25%	0.27%	0.26%	0.25% ^e	0.22%
Net investment income ^c	1.93%	1.77%	2.17%	1.37%	1.63%
Supplemental data					
Net assets, end of year (000's)	\$2,608	\$1,895	\$1,574	\$1,279	\$1,584
Portfolio turnover rate	22.67%	30.84%	28.98%	26.96%	70.40%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2045 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
99.1%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	44,934	\$1,209,174
Domestic Equity 58.5%		
^a Franklin Growth Fund, Class R6	82,395	11,206,557
^a Franklin U.S. Core Equity (IU) Fund	1,368,614	27,002,752
^a Franklin U.S. Equity Index ETF	197,050	11,779,649
^a Franklin U.S. Large Cap Multifactor Index ETF	119,167	8,261,848
^{a,b} Putnam Large Cap Growth Fund, Class R6	48,655	4,030,573
^a Putnam Large Cap Value Fund, Class R6	237,184	9,314,202
		71,595,581
Domestic Fixed Income 10.2%		
^a Franklin U.S. Core Bond ETF	580,136	12,545,441
Foreign Equity 29.4%		
^a ClearBridge International Growth Fund, Class IS	30,918	2,292,237
^a Franklin Emerging Market Core Equity (IU) Fund	575,710	7,582,107
^a Franklin International Core Equity (IU) Fund	1,121,153	15,236,472
iShares Core MSCI EAFE ETF	25,102	2,245,625
^a Templeton Developing Markets Trust, Class R6	189,678	4,963,871
^a Templeton Foreign Fund, Class R6	381,698	3,530,708
		35,851,020
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$84,685,272)		121,201,216
Short Term Investments 1.0%		
Money Market Funds 1.0%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	1,181,507	1,181,507
Total Money Market Funds (Cost \$1,181,507)		1,181,507
Total Short Term Investments (Cost \$1,181,507)		1,181,507
Total Investments (Cost \$85,866,779) 100.1%		\$122,382,723
Other Assets, less Liabilities (0.1%)		(92,487)
Net Assets 100.0%		\$122,290,236

See Abbreviations on page 105.

^aSee Note 3(f) regarding investments in FT Underlying Funds.^bNon-income producing.^cThe rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2050 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.25	\$13.52	\$11.55	\$14.60	\$15.76
Income from investment operations ^a :					
Net investment income ^{b,c}	0.25	0.22	0.23	0.14	0.24
Net realized and unrealized gains (losses)	2.90	1.88	1.97	(2.71)	2.51
Total from investment operations	3.15	2.10	2.20	(2.57)	2.75
Less distributions from:					
Net investment income	(0.31)	(0.33)	(0.19)	(0.08)	(0.43)
Net realized gains	(0.76)	(0.04)	(0.04)	(0.40)	(3.48)
Total distributions	(1.07)	(0.37)	(0.23)	(0.48)	(3.91)
Net asset value, end of year	\$17.33	\$15.25	\$13.52	\$11.55	\$14.60
Total return ^d	21.17%	15.53%	19.28%	(17.52)%	17.58%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.97%	1.06%	1.16%	1.31%	1.28%
Expenses net of waiver and payments by affiliates ^e	0.49%	0.52%	0.50%	0.49% ^f	0.45%
Net investment income ^c	1.51%	1.46%	1.89%	1.11%	1.42%
Supplemental data					
Net assets, end of year (000's)	\$52,763	\$43,472	\$31,778	\$24,594	\$30,413
Portfolio turnover rate	25.54%	25.21%	27.46%	43.95%	85.61%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2050 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.98	\$13.30	\$11.37	\$14.40	\$15.61
Income from investment operations ^a :					
Net investment income ^{b,c}	0.11	0.09	0.13	0.04	0.10
Net realized and unrealized gains (losses)	2.84	1.86	1.94	(2.66)	2.49
Total from investment operations	2.95	1.95	2.07	(2.62)	2.59
Less distributions from:					
Net investment income	(0.18)	(0.23)	(0.10)	(0.01)	(0.32)
Net realized gains	(0.76)	(0.04)	(0.04)	(0.40)	(3.48)
Total distributions	(0.94)	(0.27)	(0.14)	(0.41)	(3.80)
Net asset value, end of year	\$16.99	\$14.98	\$13.30	\$11.37	\$14.40
Total return ^d	20.25%	14.70%	18.38%	(18.13)%	16.66%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.72%	1.81%	1.91%	2.06%	2.02%
Expenses net of waiver and payments by affiliates ^e	1.24%	1.27%	1.25%	1.24% ^f	1.20%
Net investment income ^e	0.72%	0.64%	1.10%	0.36%	0.57%
Supplemental data					
Net assets, end of year (000's)	\$9,176	\$8,609	\$7,947	\$6,564	\$8,038
Portfolio turnover rate	25.54%	25.21%	27.46%	43.95%	85.61%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2050 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.28	\$13.54	\$11.57	\$14.61	\$15.76
Income from investment operations ^a :					
Net investment income ^{b,c}	0.20	0.17	0.20	0.10	0.17
Net realized and unrealized gains (losses)	2.90	1.90	1.97	(2.68)	2.54
Total from investment operations	3.10	2.07	2.17	(2.58)	2.71
Less distributions from:					
Net investment income	(0.26)	(0.29)	(0.16)	(0.06)	(0.38)
Net realized gains	(0.76)	(0.04)	(0.04)	(0.40)	(3.48)
Total distributions	(1.02)	(0.33)	(0.20)	(0.46)	(3.86)
Net asset value, end of year	\$17.36	\$15.28	\$13.54	\$11.57	\$14.61
Total return	20.84%	15.29%	18.96%	(17.64)%	17.23%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.22%	1.31%	1.41%	1.56%	1.51%
Expenses net of waiver and payments by affiliates ^d	0.74%	0.77%	0.75%	0.74% ^e	0.70%
Net investment income ^c	1.23%	1.17%	1.60%	0.84%	0.97%
Supplemental data					
Net assets, end of year (000's)	\$2,473	\$2,261	\$1,868	\$1,608	\$1,857
Portfolio turnover rate	25.54%	25.21%	27.46%	43.95%	85.61%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2050 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.41	\$13.65	\$11.66	\$14.72	\$15.87
Income from investment operations ^a :					
Net investment income ^{b,c}	0.31	0.31	0.34	0.20	0.14
Net realized and unrealized gains (losses)	2.92	1.86	1.92	(2.76)	2.68
Total from investment operations	3.23	2.17	2.26	(2.56)	2.82
Less distributions from:					
Net investment income	(0.35)	(0.37)	(0.23)	(0.12)	(0.49)
Net realized gains	(0.76)	(0.04)	(0.04)	(0.40)	(3.48)
Total distributions	(1.11)	(0.41)	(0.27)	(0.52)	(3.97)
Capital contributions	—	—	—	0.02	—
Net asset value, end of year	\$17.53	\$15.41	\$13.65	\$11.66	\$14.72
Total return	21.51%	15.92%	19.60%	(17.18)% ^d	17.84%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.96%	0.92%	0.78%	0.43%	0.51%
Expenses net of waiver and payments by affiliates ^e	0.19%	0.21%	0.21%	0.19% ^f	0.14%
Net investment income ^e	1.87%	2.05%	2.69%	1.66%	0.85%
Supplemental data					
Net assets, end of year (000's)	\$345	\$222	\$91	\$5	\$2
Portfolio turnover rate	25.54%	25.21%	27.46%	43.95%	85.61%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dIncludes the effect of a capital contribution. Absent the capital contribution, the total return would have been (17.32)%.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2050 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$15.40	\$13.64	\$11.65	\$14.72	\$15.87
Income from investment operations ^a :					
Net investment income ^{b,c}	0.29	0.25	0.27	0.17	0.28
Net realized and unrealized gains (losses)	2.92	1.91	1.98	(2.73)	2.53
Total from investment operations	3.21	2.16	2.25	(2.56)	2.81
Less distributions from:					
Net investment income	(0.34)	(0.36)	(0.22)	(0.11)	(0.48)
Net realized gains	(0.76)	(0.04)	(0.04)	(0.40)	(3.48)
Total distributions	(1.10)	(0.40)	(0.26)	(0.51)	(3.96)
Net asset value, end of year	\$17.51	\$15.40	\$13.64	\$11.65	\$14.72
Total return	21.48%	15.87%	19.56%	(17.30)%	17.77%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.72%	0.81%	0.91%	1.06%	1.03%
Expenses net of waiver and payments by affiliates ^d	0.24%	0.27%	0.25%	0.25% ^e	0.20%
Net investment income ^c	1.75%	1.68%	2.16%	1.41%	1.62%
Supplemental data					
Net assets, end of year (000's)	\$1,531	\$1,655	\$1,330	\$978	\$942
Portfolio turnover rate	25.54%	25.21%	27.46%	43.95%	85.61%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2050 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
98.8%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	24,163	\$650,226
Domestic Equity 62.4%		
^a Franklin Growth Fund, Class R6	47,603	6,474,499
^a Franklin U.S. Core Equity (IU) Fund	790,687	15,600,256
^a Franklin U.S. Equity Index ETF	113,830	6,804,758
^a Franklin U.S. Large Cap Multifactor Index ETF	68,837	4,772,469
^{a,b} Putnam Large Cap Growth Fund, Class R6	28,111	2,328,682
^a Putnam Large Cap Value Fund, Class R6	137,038	5,381,482
		41,362,146
Domestic Fixed Income 4.1%		
^a Franklin U.S. Core Bond ETF	126,784	2,741,704
Foreign Equity 31.3%		
^a ClearBridge International Growth Fund, Class IS	17,861	1,324,187
^a Franklin Emerging Market Core Equity (IU) Fund	332,682	4,381,427
^a Franklin International Core Equity (IU) Fund	647,646	8,801,507
iShares Core MSCI EAFE ETF	14,507	1,297,796
^a Templeton Developing Markets Trust, Class R6	109,595	2,868,098
^a Templeton Foreign Fund, Class R6	220,534	2,039,942
		20,712,957
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$45,904,995)		65,467,033
Short Term Investments 1.3%		
Money Market Funds 1.3%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	877,395	877,395
Total Money Market Funds (Cost \$877,395)		877,395
Total Short Term Investments (Cost \$877,395)		877,395
Total Investments (Cost \$46,782,390) 100.1%		\$66,344,428
Other Assets, less Liabilities (0.1%)		(55,634)
Net Assets 100.0%		\$66,288,794

See Abbreviations on page 105.

^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2055 Retirement Target Fund

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.81	\$12.23	\$10.48	\$13.21	\$13.41
Income from investment operations ^a :					
Net investment income ^{b,c}	0.22	0.19	0.21	0.13	0.20
Net realized and unrealized gains (losses)	2.68	1.73	1.79	(2.46)	2.12
Total from investment operations	2.90	1.92	2.00	(2.33)	2.32
Less distributions from:					
Net investment income	(0.27)	(0.29)	(0.17)	(0.07)	(0.40)
Net realized gains	(0.63)	(0.05)	(0.08)	(0.33)	(2.12)
Total distributions	(0.90)	(0.34)	(0.25)	(0.40)	(2.52)
Net asset value, end of year	\$15.81	\$13.81	\$12.23	\$10.48	\$13.21
Total return ^d	21.49%	15.73%	19.32%	(17.54)%	17.34%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.12%	1.23%	1.43%	1.65%	1.79%
Expenses net of waiver and payments by affiliates ^e	0.49%	0.52%	0.50% ^f	0.49% ^f	0.46% ^f
Net investment income ^c	1.49%	1.40%	1.90%	1.16%	1.38%
Supplemental data					
Net assets, end of year (000's)	\$41,843	\$30,422	\$24,201	\$17,210	\$17,727
Portfolio turnover rate	22.11%	27.08%	29.62%	28.43%	87.74%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2055 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.43	\$11.92	\$10.22	\$12.92	\$13.18
Income from investment operations ^a :					
Net investment income ^{b,c}	0.10	0.08	0.12	0.05	0.09
Net realized and unrealized gains (losses)	2.60	1.69	1.75	(2.41)	2.08
Total from investment operations	2.70	1.77	1.87	(2.36)	2.17
Less distributions from:					
Net investment income	(0.16)	(0.21)	(0.09)	(0.01)	(0.31)
Net realized gains	(0.63)	(0.05)	(0.08)	(0.33)	(2.12)
Total distributions	(0.79)	(0.26)	(0.17)	(0.34)	(2.43)
Net asset value, end of year	\$15.34	\$13.43	\$11.92	\$10.22	\$12.92
Total return ^d	20.61%	14.86%	18.48%	(18.19)%	16.49%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.86%	1.98%	2.19%	2.40%	2.54%
Expenses net of waiver and payments by affiliates ^e	1.24%	1.27%	1.25% ^f	1.24% ^f	1.21% ^f
Net investment income ^e	0.70%	0.62%	1.12%	0.42%	0.60%
Supplemental data					
Net assets, end of year (000's)	\$8,774	\$7,828	\$7,243	\$5,880	\$6,236
Portfolio turnover rate	22.11%	27.08%	29.62%	28.43%	87.74%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2055 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.73	\$12.16	\$10.42	\$13.15	\$13.36
Income from investment operations ^a :					
Net investment income ^{b,c}	0.18	0.16	0.18	0.10	0.17
Net realized and unrealized gains (losses)	2.66	1.72	1.79	(2.45)	2.10
Total from investment operations	2.84	1.88	1.97	(2.35)	2.27
Less distributions from:					
Net investment income	(0.23)	(0.26)	(0.15)	(0.05)	(0.36)
Net realized gains	(0.63)	(0.05)	(0.08)	(0.33)	(2.12)
Total distributions	(0.86)	(0.31)	(0.23)	(0.38)	(2.48)
Net asset value, end of year	\$15.71	\$13.73	\$12.16	\$10.42	\$13.15
Total return	21.19%	15.47%	19.07%	(17.79)%	17.07%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.36%	1.47%	1.68%	1.89%	2.04%
Expenses net of waiver and payments by affiliates ^d	0.74%	0.77%	0.75% ^e	0.74% ^e	0.71% ^e
Net investment income ^c	1.22%	1.17%	1.64%	0.94%	1.16%
Supplemental data					
Net assets, end of year (000's)	\$2,108	\$1,684	\$1,321	\$996	\$936
Portfolio turnover rate	22.11%	27.08%	29.62%	28.43%	87.74%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2055 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$14.12	\$12.49	\$10.69	\$13.24	\$13.43
Income from investment operations ^a :					
Net investment income ^{b,c}	0.29	0.27	0.31	0.15	0.13
Net realized and unrealized gains (losses)	2.72	1.74	1.77	(2.44)	2.24
Total from investment operations	3.01	2.01	2.08	(2.29)	2.37
Less distributions from:					
Net investment income	(0.31)	(0.33)	(0.20)	(0.09)	(0.44)
Net realized gains	(0.63)	(0.05)	(0.08)	(0.33)	(2.12)
Total distributions	(0.94)	(0.38)	(0.28)	(0.42)	(2.56)
Capital contributions	—	—	—	0.16	—
Net asset value, end of year	\$16.19	\$14.12	\$12.49	\$10.69	\$13.24
Total return	21.79%	16.13%	19.74%	(15.90)% ^d	17.72%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.97%	1.90%	2.37%	0.59%	0.67%
Expenses net of waiver and payments by affiliates ^e	0.19%	0.22%	0.20% ^f	0.15% ^f	0.12% ^f
Net investment income ^e	1.91%	1.96%	2.64%	1.29%	0.87%
Supplemental data					
Net assets, end of year (000's)	\$188	\$76	\$27	\$4	\$8
Portfolio turnover rate	22.11%	27.08%	29.62%	28.43%	87.74%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dIncludes the effect of a capital contribution. Absent the capital contribution, the total return would have been (17.14)%.

^eDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2055 Retirement Target Fund (continued)

	Year Ended December 31,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.84	\$12.25	\$10.50	\$13.22	\$13.42
Income from investment operations ^a :					
Net investment income ^{b,c}	0.26	0.23	0.23	0.16	0.24
Net realized and unrealized gains (losses)	2.69	1.73	1.80	(2.46)	2.11
Total from investment operations	2.95	1.96	2.03	(2.30)	2.35
Less distributions from:					
Net investment income	(0.30)	(0.32)	(0.20)	(0.09)	(0.43)
Net realized gains	(0.63)	(0.05)	(0.08)	(0.33)	(2.12)
Total distributions	(0.93)	(0.37)	(0.28)	(0.42)	(2.55)
Net asset value, end of year	\$15.86	\$13.84	\$12.25	\$10.50	\$13.22
Total return	21.83%	16.07%	19.56%	(17.30)%	17.60%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.87%	0.98%	1.21%	1.39%	1.54%
Expenses net of waiver and payments by affiliates ^d	0.24%	0.27%	0.25% ^e	0.24% ^e	0.21% ^e
Net investment income ^c	1.76%	1.68%	2.05%	1.43%	1.61%
Supplemental data					
Net assets, end of year (000's)	\$1,120	\$809	\$579	\$519	\$505
Portfolio turnover rate	22.11%	27.08%	29.62%	28.43%	87.74%

^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.

^cRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^dDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2055 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
98.9%		
Alternative Strategies 1.0%		
^a Franklin Systematic Style Premia ETF	19,613	\$527,786
Domestic Equity 64.1%		
^a Franklin Growth Fund, Class R6	39,883	5,424,458
^a Franklin U.S. Core Equity (IU) Fund	662,505	13,071,220
^a Franklin U.S. Equity Index ETF	95,375	5,701,518
^a Franklin U.S. Large Cap Multifactor Index ETF	57,649	3,996,805
^{a,b} Putnam Large Cap Growth Fund, Class R6	23,551	1,950,954
^a Putnam Large Cap Value Fund, Class R6	114,795	4,507,982
		34,652,937
Domestic Fixed Income 1.6%		
^a Franklin U.S. Core Bond ETF	40,871	883,835
Foreign Equity 32.2%		
^a ClearBridge International Growth Fund, Class IS	14,960	1,109,154
^a Franklin Emerging Market Core Equity (IU) Fund	278,742	3,671,031
^a Franklin International Core Equity (IU) Fund	542,539	7,373,102
iShares Core MSCI EAFE ETF	12,130	1,085,150
^a Templeton Developing Markets Trust, Class R6	91,816	2,402,814
^a Templeton Foreign Fund, Class R6	184,788	1,709,290
		17,350,541
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$38,870,006)		53,415,099
Short Term Investments 1.3%		
Money Market Funds 1.3%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	678,389	678,389
Total Money Market Funds (Cost \$678,389)		678,389
Total Short Term Investments (Cost \$678,389)		678,389
Total Investments (Cost \$39,548,395) 100.2%		\$54,093,488
Other Assets, less Liabilities (0.2)%		(60,902)
Net Assets 100.0%		\$54,032,586

See Abbreviations on page 105.

^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin LifeSmart™ 2060 Retirement Target Fund

	Year Ended December 31,				Year Ended December 31, 2021 ^a
	2025	2024	2023	2022	
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$11.88	\$10.48	\$9.00	\$11.26	\$10.00
Income from investment operations ^b :					
Net investment income ^{c,d}	0.20	0.17	0.19	0.14	0.27
Net realized and unrealized gains (losses)	2.28	1.48	1.49	(2.15)	1.58
Total from investment operations	2.48	1.65	1.68	(2.01)	1.85
Less distributions from:					
Net investment income	(0.22)	(0.22)	(0.17)	(0.07)	(0.32)
Net realized gains	(0.43)	(0.03)	(0.03)	(0.18)	(0.27)
Total distributions	(0.65)	(0.25)	(0.20)	(0.25)	(0.59)
Net asset value, end of year	\$13.71	\$11.88	\$10.48	\$9.00	\$11.26
Total return ^e	21.30%	15.71%	18.80%	(17.81)%	18.52%
Ratios to average net assets^f					
Expenses before waiver and payments by affiliates	2.54%	2.63%	4.63%	7.64%	13.83%
Expenses net of waiver and payments by affiliates ^g	0.49%	0.52%	0.51% ^h	0.44% ^h	0.21%
Net investment income ^d	1.54%	1.49%	1.93%	1.47%	2.34%
Supplemental data					
Net assets, end of year (000's)	\$9,584	\$5,929	\$3,364	\$1,631	\$325
Portfolio turnover rate	19.70%	27.48%	31.87%	34.77%	77.89%

^aFor the period January 29, 2021 (commencement of operations) to December 31, 2021.

^bThe 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.

^cBased on average daily shares outstanding.

^dRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^eTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

^fRatios are annualized for periods less than one year, except for non-recurring expenses, if any.

^gDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2060 Retirement Target Fund (continued)

	Year Ended December 31,				Year Ended December 31, 2021 ^a
	2025	2024	2023	2022	
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$11.82	\$10.45	\$8.99	\$11.25	\$10.00
Income from investment operations ^b :					
Net investment income ^{c,d}	0.10	0.08	0.13	0.07	0.28
Net realized and unrealized gains (losses)	2.28	1.47	1.47	(2.13)	1.56
Total from investment operations	2.38	1.55	1.60	(2.06)	1.84
Less distributions from:					
Net investment income	(0.14)	(0.15)	(0.11)	(0.02)	(0.32)
Net realized gains	(0.43)	(0.03)	(0.03)	(0.18)	(0.27)
Total distributions	(0.57)	(0.18)	(0.14)	(0.20)	(0.59)
Net asset value, end of year	\$13.63	\$11.82	\$10.45	\$8.99	\$11.25
Total return ^e	20.52%	14.79%	17.90%	(18.23)%	18.43%
Ratios to average net assets^f					
Expenses before waiver and payments by affiliates	3.29%	3.39%	5.05%	8.76%	14.00%
Expenses net of waiver and payments by affiliates ^g	1.24%	1.27%	1.27% ^h	1.10% ^h	0.21%
Net investment income ^d	0.77%	0.73%	1.32%	0.80%	2.49%
Supplemental data					
Net assets, end of year (000's)	\$1,139	\$767	\$475	\$176	\$68
Portfolio turnover rate	19.70%	27.48%	31.87%	34.77%	77.89%

^aFor the period January 29, 2021 (commencement of operations) to December 31, 2021.

^bThe 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.

^cBased on average daily shares outstanding.

^dRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

^eTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

^fRatios are annualized for periods less than one year, except for non-recurring expenses, if any.

^gDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2060 Retirement Target Fund (continued)

	Year Ended December 31,				Year Ended December 31, 2021 ^a
	2025	2024	2023	2022	
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$11.86	\$10.48	\$9.00	\$11.25	\$10.00
Income from investment operations ^b :					
Net investment income ^{c,d}	0.17	0.17	0.16	0.09	0.23
Net realized and unrealized gains (losses)	2.29	1.43	1.49	(2.11)	1.61
Total from investment operations	2.46	1.60	1.65	(2.02)	1.84
Less distributions from:					
Net investment income	(0.20)	(0.19)	(0.14)	(0.05)	(0.32)
Net realized gains	(0.43)	(0.03)	(0.03)	(0.18)	(0.27)
Total distributions	(0.63)	(0.22)	(0.17)	(0.23)	(0.59)
Net asset value, end of year	\$13.69	\$11.86	\$10.48	\$9.00	\$11.25
Total return ^e	21.15%	15.29%	18.54%	(17.91)%	18.42%
Ratios to average net assets^f					
Expenses before waiver and payments by affiliates	2.79%	2.67%	4.79%	7.79%	12.86%
Expenses net of waiver and payments by affiliates ^g	0.74%	0.77%	0.76% ^h	0.61% ^h	0.21%
Net investment income ^d	1.33%	1.45%	1.68%	1.00%	2.02%
Supplemental data					
Net assets, end of year (000's)	\$226	\$121	\$54	\$32	\$37
Portfolio turnover rate	19.70%	27.48%	31.87%	34.77%	77.89%

^aFor the period January 29, 2021 (commencement of operations) to December 31, 2021.

^bThe 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.

^cBased on average daily shares outstanding.

^dRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

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

^fRatios are annualized for periods less than one year, except for non-recurring expenses, if any.

^gDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Franklin LifeSmart™ 2060 Retirement Target Fund (continued)

	Year Ended December 31,				Year Ended December 31, 2021 ^a
	2025	2024	2023	2022	
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$11.91	\$10.50	\$9.02	\$11.26	\$10.00
Income from investment operations ^b :					
Net investment income ^{c,d}	0.27	0.20	0.20	0.13	0.16
Net realized and unrealized gains (losses)	2.26	1.49	1.50	(2.13)	1.69
Total from investment operations	2.53	1.69	1.70	(2.00)	1.85
Less distributions from:					
Net investment income	(0.25)	(0.25)	(0.19)	(0.08)	(0.32)
Net realized gains	(0.43)	(0.03)	(0.03)	(0.18)	(0.27)
Total distributions	(0.68)	(0.28)	(0.22)	(0.26)	(0.59)
Capital contributions	—	—	—	0.02	—
Net asset value, end of year	\$13.76	\$11.91	\$10.50	\$9.02	\$11.26
Total return ^e	21.68%	16.08%	19.08%	(17.45)% ^f	18.56%
Ratios to average net assets^g					
Expenses before waiver and payments by affiliates	3.15%	2.52%	4.35%	6.87%	13.90%
Expenses net of waiver and payments by affiliates ^h	0.19%	0.22%	0.21%	0.20% ⁱ	0.15%
Net investment income ^d	2.03%	1.75%	2.10%	1.39%	1.38%
Supplemental data					
Net assets, end of year (000's)	\$79	\$16	\$11	\$9	\$11
Portfolio turnover rate	19.70%	27.48%	31.87%	34.77%	77.89%

^aFor the period January 29, 2021 (commencement of operations) to December 31, 2021.

^bThe 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.

^cBased on average daily shares outstanding.

^dRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

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

^fIncludes the effect of a capital contribution. Absent the capital contribution, the total return would have been (17.62)%.

^gRatios are annualized for periods less than one year, except for non-recurring expenses, if any.

^hDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

Benefit of expense reduction rounds to less than 0.01%.

Franklin LifeSmart™ 2060 Retirement Target Fund (continued)

	Year Ended December 31,				Year Ended December 31, 2021 ^a
	2025	2024	2023	2022	
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$11.88	\$10.48	\$9.00	\$11.25	\$10.00
Income from investment operations ^b :					
Net investment income ^{c,d}	0.22	0.19	0.20	0.13	0.20
Net realized and unrealized gains (losses)	2.30	1.48	1.50	(2.12)	1.64
Total from investment operations	2.52	1.67	1.70	(1.99)	1.84
Less distributions from:					
Net investment income	(0.25)	(0.24)	(0.19)	(0.08)	(0.32)
Net realized gains	(0.43)	(0.03)	(0.03)	(0.18)	(0.27)
Total distributions	(0.68)	(0.27)	(0.22)	(0.26)	(0.59)
Net asset value, end of year	\$13.72	\$11.88	\$10.48	\$9.00	\$11.25
Total return ^e	21.60%	15.96%	19.07%	(17.59)%	18.41%
Ratios to average net assets^f					
Expenses before waiver and payments by affiliates	2.30%	2.50%	4.51%	7.40%	14.59%
Expenses net of waiver and payments by affiliates ^g	0.24%	0.27%	0.25% ^h	0.25% ^h	0.20%
Net investment income ^d	1.74%	1.63%	2.06%	1.35%	1.75%
Supplemental data					
Net assets, end of year (000's)	\$1,642	\$1,239	\$1,054	\$888	\$1,096
Portfolio turnover rate	19.70%	27.48%	31.87%	34.77%	77.89%

^aFor the period January 29, 2021 (commencement of operations) to December 31, 2021.

^bThe 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.

^cBased on average daily shares outstanding.

^dRecognition of net investment income by the Fund is affected by the timing of declaration of dividends by the Underlying Funds and exchange traded funds in which the Fund invests.

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

^fRatios are annualized for periods less than one year, except for non-recurring expenses, if any.

^gDoes not include fees and expenses of the Underlying Funds and exchange traded funds in which the Fund invests.

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

Schedule of Investments, December 31, 2025

Franklin LifeSmart™ 2060 Retirement Target Fund

	Shares	Value
Investments In Underlying Funds and Exchange Traded Funds		
98.7%		
Alternative Strategies 0.9%		
^a Franklin Systematic Style Premia ETF	4,269	\$114,879
Domestic Equity 64.0%		
^a Franklin Growth Fund, Class R6	9,346	1,271,157
^a Franklin U.S. Core Equity (IU) Fund	155,294	3,063,945
^a Franklin U.S. Equity Index ETF	22,275	1,331,600
^a Franklin U.S. Large Cap Multifactor Index ETF	13,430	931,102
^{a,b} Putnam Large Cap Growth Fund, Class R6	5,518	457,102
^a Putnam Large Cap Value Fund, Class R6	26,893	1,056,107
		8,111,013
Domestic Fixed Income 1.6%		
^a Franklin U.S. Core Bond ETF	9,575	207,059
Foreign Equity 32.2%		
^a ClearBridge International Growth Fund, Class IS	3,506	259,932
^a Franklin Emerging Market Core Equity (IU) Fund	65,468	862,216
^a Franklin International Core Equity (IU) Fund	127,202	1,728,679
iShares Core MSCI EAFE ETF	2,864	256,214
^a Templeton Developing Markets Trust, Class R6	21,518	563,116
^a Templeton Foreign Fund, Class R6	43,508	402,445
		4,072,602
Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$10,308,459)		12,505,553
Short Term Investments 1.0%		
Money Market Funds 1.0%		
^{a,c} Franklin Institutional U.S. Government Money Market Fund, 3.681%	127,274	127,274
Total Money Market Funds (Cost \$127,274)		127,274
Total Short Term Investments (Cost \$127,274)		127,274
Total Investments (Cost \$10,435,733) 99.7%		\$12,632,827
Other Assets, less Liabilities 0.3%		38,338
Net Assets 100.0%		\$12,671,165

See Abbreviations on page 105.

^a See Note 3(f) regarding investments in FT Underlying Funds.^b Non-income producing.^c The rate shown is the annualized seven-day effective yield at period end.

Statements of Assets and Liabilities

December 31, 2025

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund
Assets:				
Investments in securities:				
Cost - Unaffiliated issuers	\$6,542,023	\$579,200	\$2,297,192	\$1,629,182
Cost - Non-controlled affiliates (Note 3f)	36,007,957	21,367,072	86,732,178	65,211,605
Value - Unaffiliated issuers	\$7,705,861	\$641,927	\$2,685,130	\$1,980,588
Value - Non-controlled affiliates (Note 3f)	36,939,307	25,132,726	107,915,885	82,517,310
Receivables:				
Capital shares sold	83	3,592	9,722	24,965
Dividends	41,351	—	—	—
Affiliates	14,272	—	—	—
Total assets	44,700,874	25,778,245	110,610,737	84,522,863
Liabilities:				
Payables:				
Capital shares redeemed	19,111	504	7,616	620
Management & Asset allocation fees	—	3,277	13,630	6,389
Distribution fees	11,055	6,591	29,807	24,458
Transfer agent fees	10,984	5,091	27,715	22,233
Registration and filing fees	5,275	5,074	4,631	4,863
Professional fees	33,571	26,213	25,733	25,696
Trustees' fees and expenses	35	36	48	23
Accrued expenses and other liabilities	5,218	3,757	7,183	6,274
Total liabilities	85,249	50,543	116,363	90,556
Net assets, at value	\$44,615,625	\$25,727,702	\$110,494,374	\$84,432,307
Net assets consist of:				
Paid-in capital	\$46,690,092	\$22,118,798	\$89,782,662	\$66,346,532
Total distributable earnings (losses)	(2,074,467)	3,608,904	20,711,712	18,085,775
Net assets, at value	\$44,615,625	\$25,727,702	\$110,494,374	\$84,432,307

Statements of Assets and Liabilities (continued)

December 31, 2025

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund
Class A:				
Net assets, at value	\$37,980,689	\$22,783,135	\$95,874,478	\$67,558,813
Shares outstanding	3,474,505	1,752,039	7,031,210	4,422,527
Net asset value per share ^{a,b}	\$10.93	\$13.00	\$13.64	\$15.28
Maximum offering price per share (net asset value per share + 94.50%) ^b	\$11.57	\$13.76	\$14.43	\$16.17
Class C:				
Net assets, at value	\$2,829,553	\$1,931,054	\$10,286,915	\$10,924,655
Shares outstanding	262,164	149,717	773,451	729,201
Net asset value and maximum offering price per share ^{a,b}	\$10.79	\$12.90	\$13.30	\$14.98
Class R:				
Net assets, at value	\$1,205,254	\$298,299	\$1,592,040	\$2,171,114
Shares outstanding	110,680	22,928	117,297	142,618
Net asset value and maximum offering price per share ^a	\$10.89	\$13.01	\$13.57	\$15.22
Class R6:				
Net assets, at value	\$120,331	\$5,494	\$98,813	\$88,481
Shares outstanding	10,948	410	7,208	5,705
Net asset value and maximum offering price per share ^a	\$10.99	\$13.39	\$13.71	\$15.51
Advisor Class:				
Net assets, at value	\$2,479,798	\$709,720	\$2,642,128	\$3,689,244
Shares outstanding	225,938	54,356	193,083	240,135
Net asset value and maximum offering price per share ^a	\$10.98	\$13.06	\$13.68	\$15.36

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

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

Statements of Assets and Liabilities (continued)

December 31, 2025

	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
Assets:				
Investments in securities:				
Cost - Unaffiliated issuers	\$2,838,837	\$852,548	\$1,593,399	\$915,443
Cost - Non-controlled affiliates (Note 3f)	115,814,505	54,945,762	84,273,380	45,866,947
Value - Unaffiliated issuers	\$3,606,433	\$1,230,880	\$2,245,625	\$1,297,796
Value - Non-controlled affiliates (Note 3f)	154,448,051	73,711,351	120,137,098	65,046,632
Receivables:				
Capital shares sold	49,306	63,348	71,501	22,629
Total assets	158,103,790	75,005,579	122,454,224	66,367,057
Liabilities:				
Payables:				
Capital shares redeemed	1,690	13,519	54,665	2,570
Management & Asset allocation fees	17,029	4,973	7,145	291
Distribution fees	43,905	21,400	33,506	19,985
Transfer agent fees	45,193	19,513	31,201	19,244
Registration and filing fees	4,568	4,991	4,617	4,993
Professional fees	25,676	25,662	25,671	25,774
Trustees' fees and expenses	23	23	17	23
Accrued expenses and other liabilities	6,542	6,240	7,166	5,383
Total liabilities	144,626	96,321	163,988	78,263
Net assets, at value	\$157,959,164	\$74,909,258	\$122,290,236	\$66,288,794
Net assets consist of:				
Paid-in capital	\$116,528,907	\$54,396,113	\$82,608,038	\$45,009,904
Total distributable earnings (losses)	41,430,257	20,513,145	39,682,198	21,278,890
Net assets, at value	\$157,959,164	\$74,909,258	\$122,290,236	\$66,288,794

Statements of Assets and Liabilities (continued)

December 31, 2025

	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
Class A:				
Net assets, at value	\$128,099,435	\$60,297,184	\$103,544,705	\$52,763,359
Shares outstanding	8,094,063	3,732,937	5,957,698	3,045,264
Net asset value per share ^{a,b}	\$15.83	\$16.15	\$17.38	\$17.33
Maximum offering price per share (net asset value per share + 94.50%) ^b	\$16.75	\$17.09	\$18.39	\$18.34
Class C:				
Net assets, at value	\$16,289,329	\$9,069,835	\$12,693,378	\$9,175,997
Shares outstanding	1,070,156	577,564	766,700	539,984
Net asset value and maximum offering price per share ^{a,b}	\$15.22	\$15.70	\$16.56	\$16.99
Class R:				
Net assets, at value	\$6,908,316	\$2,394,850	\$2,110,872	\$2,472,917
Shares outstanding	437,407	148,449	122,362	142,434
Net asset value and maximum offering price per share ^a	\$15.79	\$16.13	\$17.25	\$17.36
Class R6:				
Net assets, at value	\$349,088	\$462,214	\$1,332,965	\$345,259
Shares outstanding	21,761	28,309	72,922	19,698
Net asset value and maximum offering price per share ^a	\$16.04	\$16.33	\$18.28	\$17.53
Advisor Class:				
Net assets, at value	\$6,312,996	\$2,685,175	\$2,608,316	\$1,531,262
Shares outstanding	393,164	164,905	148,096	87,426
Net asset value and maximum offering price per share ^a	\$16.06	\$16.28	\$17.61	\$17.51

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

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

Statements of Assets and Liabilities (continued)

December 31, 2025

	Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Assets:		
Investments in securities:		
Cost - Unaffiliated issuers	\$788,170	\$200,899
Cost - Non-controlled affiliates (Note 3f)	38,760,225	10,234,834
Value - Unaffiliated issuers	\$1,085,150	\$256,214
Value - Non-controlled affiliates (Note 3f)	53,008,338	12,376,613
Receivables:		
Capital shares sold	24,707	26,232
Affiliates	6,599	51,606
Total assets	54,124,794	12,710,665
Liabilities:		
Payables:		
Capital shares redeemed	19,430	100
Distribution fees	17,101	3,043
Transfer agent fees	18,941	6,987
Reports to shareholders fees	4,437	2,246
Registration and filing fees	4,915	—
Professional fees	25,711	25,391
Trustees' fees and expenses	23	29
Accrued expenses and other liabilities	1,650	1,704
Total liabilities	92,208	39,500
Net assets, at value	\$54,032,586	\$12,671,165
Net assets consist of:		
Paid-in capital	\$38,199,692	\$10,226,635
Total distributable earnings (losses)	15,832,894	2,444,530
Net assets, at value	\$54,032,586	\$12,671,165

Statements of Assets and Liabilities (continued)

December 31, 2025

	Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Class A:		
Net assets, at value	\$41,843,417	\$9,584,082
Shares outstanding	2,646,709	698,857
Net asset value per share ^{a,b}	\$15.81	\$13.71
Maximum offering price per share (net asset value per share ÷ 94.50%) ^b	\$16.73	\$14.51
Class C:		
Net assets, at value	\$8,773,786	\$1,139,100
Shares outstanding	572,104	83,592
Net asset value and maximum offering price per share ^{a,b}	\$15.34	\$13.63
Class R:		
Net assets, at value	\$2,107,648	\$226,304
Shares outstanding	134,185	16,536
Net asset value and maximum offering price per share ^b	\$15.71	\$13.69
Class R6:		
Net assets, at value	\$188,141	\$79,373
Shares outstanding	11,621	5,768
Net asset value and maximum offering price per share ^b	\$16.19	\$13.76
Advisor Class:		
Net assets, at value	\$1,119,594	\$1,642,306
Shares outstanding	70,614	119,669
Net asset value and maximum offering price per share ^b	\$15.86	\$13.72

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

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

Statements of Operations

for the year ended December 31, 2025

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund
Investment income:				
Dividends:				
Unaffiliated issuers	\$559,334	\$21,712	\$94,567	\$69,732
Non-controlled affiliates (Note 3f)	1,710,386	803,109	3,200,693	2,133,477
Interest:				
Unaffiliated issuers	—	698	2,607	1,361
Total investment income.	2,269,720	825,519	3,297,867	2,204,570
Expenses:				
Management & Asset allocation fees (Note 3a)	113,395	63,249	271,642	193,993
Distribution fees: (Note 3c)				
Class A	95,690	55,862	234,746	154,052
Class C	29,558	20,662	105,867	109,131
Class R	6,863	1,467	8,188	10,459
Transfer agent fees: (Note 3e)				
Class A	44,545	21,497	99,904	79,543
Class C	3,437	1,985	11,271	14,008
Class R	1,606	290	1,743	2,691
Class R6	187	292	274	323
Advisor Class	3,100	578	2,654	3,753
Custodian fees	86	299	1,363	837
Reports to shareholders fees	10,381	7,047	13,682	10,667
Registration and filing fees	85,226	77,830	78,845	78,459
Professional fees	57,462	48,986	49,085	49,142
Trustees' fees and expenses	752	534	1,425	1,068
Other	15,302	15,124	16,319	15,807
Total expenses	467,590	315,702	897,008	723,933
Expenses waived/paid by affiliates (Note 3f and 3g).	(312,851)	(179,891)	(291,457)	(270,026)
Net expenses	154,739	135,811	605,551	453,907
Net investment income	2,114,981	689,708	2,692,316	1,750,663
Realized and unrealized gains (losses):				
Net realized gain (loss) from:				
Investments:				
Unaffiliated issuers	285,441	40,004	212,781	154,668
Non-controlled affiliates (Note 3f)	(208,079)	513,199	2,829,766	763,432
Capital gain distributions from Underlying Funds:				
Non-controlled affiliates (Note 3f)	106,425	464,802	2,397,338	2,121,667
Net realized gain (loss)	183,787	1,018,005	5,439,885	3,039,767
Net change in unrealized appreciation (depreciation) on:				
Investments:				
Unaffiliated issuers	103,983	3,396	29,175	56,293
Non-controlled affiliates (Note 3f)	1,851,956	1,430,993	6,727,830	6,721,116
Net change in unrealized appreciation (depreciation)	1,955,939	1,434,389	6,757,005	6,777,409
Net realized and unrealized gain (loss)	2,139,726	2,452,394	12,196,890	9,817,176
Net increase (decrease) in net assets resulting from operations.	\$4,254,707	\$3,142,102	\$14,889,206	\$11,567,839

Statements of Operations (continued)

for the year ended December 31, 2025

	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
Investment income:				
Dividends:				
Unaffiliated issuers	\$136,505	\$49,571	\$90,249	\$52,568
Non-controlled affiliates (Note 3f)	3,719,884	1,584,502	2,289,588	1,151,965
Interest:				
Unaffiliated issuers	2,487	1,769	2,229	1,545
Total investment income.	3,858,876	1,635,842	2,382,066	1,206,078
Expenses:				
Management & Asset allocation fees (Note 3a)	369,837	169,588	278,705	151,381
Distribution fees: (Note 3c)				
Class A	300,281	137,557	236,484	119,224
Class C	158,889	85,147	118,873	88,704
Class R	31,143	9,591	9,012	11,741
Transfer agent fees: (Note 3e)				
Class A	146,619	79,745	136,716	95,806
Class C	19,381	12,331	17,165	17,725
Class R	7,609	2,787	2,611	4,695
Class R6	1,118	673	924	1,187
Advisor Class	6,655	2,920	3,166	2,766
Custodian fees	1,411	781	1,503	835
Reports to shareholders fees	11,985	10,945	13,682	11,536
Registration and filing fees	78,737	78,113	83,911	85,049
Professional fees	49,132	49,179	49,097	49,351
Trustees' fees and expenses	1,811	969	1,422	904
Other	16,380	15,253	15,469	14,771
Total expenses	1,200,988	655,579	968,740	655,675
Expenses waived/paid by affiliates (Note 3f and 3g)	(318,238)	(261,740)	(328,754)	(291,012)
Net expenses	882,750	393,839	639,986	364,663
Net investment income	2,976,126	1,242,003	1,742,080	841,415
Realized and unrealized gains (losses):				
Net realized gain (loss) from:				
Investments:				
Unaffiliated issuers	317,273	147,800	288,491	146,360
Non-controlled affiliates (Note 3f)	2,319,907	437,289	1,550,379	441,097
Capital gain distributions from Underlying Funds:				
Non-controlled affiliates (Note 3f)	4,537,617	2,281,290	4,150,445	2,398,166
Net realized gain (loss)	7,174,797	2,866,379	5,989,315	2,985,623
Net change in unrealized appreciation (depreciation) on:				
Investments:				
Unaffiliated issuers	174,930	117,097	197,408	133,943
Non-controlled affiliates (Note 3f)	13,669,515	7,438,243	12,615,353	7,700,172
Net change in unrealized appreciation (depreciation)	13,844,445	7,555,340	12,812,761	7,834,115
Net realized and unrealized gain (loss)	21,019,242	10,421,719	18,802,076	10,819,738
Net increase (decrease) in net assets resulting from operations.	\$23,995,368	\$11,663,722	\$20,544,156	\$11,661,153

Statements of Operations (continued)

for the year ended December 31, 2025

	Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Investment income:		
Dividends:		
Unaffiliated issuers	\$42,398	\$9,429
Non-controlled affiliates (Note 3f)	878,442	195,163
Total investment income.	920,840	204,592
Expenses:		
Management & Asset allocation fees (Note 3a)	116,629	25,290
Distribution fees: (Note 3c)		
Class A	88,794	18,909
Class C	82,182	9,504
Class R	9,473	828
Transfer agent fees: (Note 3e)		
Class A	94,252	45,100
Class C	21,612	5,687
Class R	4,992	984
Class R6	1,745	608
Advisor Class	2,373	8,365
Custodian fees	617	1,466
Reports to shareholders fees	12,147	8,367
Registration and filing fees	86,431	71,282
Professional fees	49,196	50,535
Trustees' fees and expenses	744	370
Other	14,565	14,080
Total expenses	585,752	261,375
Expenses waived/paid by affiliates (Note 3f and 3g)	(294,033)	(207,997)
Net expenses	291,719	53,378
Net investment income	629,121	151,214
Realized and unrealized gains (losses):		
Net realized gain (loss) from:		
Investments:		
Unaffiliated issuers	112,086	15,105
Non-controlled affiliates (Note 3f)	135,494	(7,607)
Capital gain distributions from Underlying Funds:		
Non-controlled affiliates (Note 3f)	2,008,753	468,237
Net realized gain (loss)	2,256,333	475,735
Net change in unrealized appreciation (depreciation) on:		
Investments:		
Unaffiliated issuers	102,860	30,583
Non-controlled affiliates (Note 3f)	6,157,192	1,350,291
Net change in unrealized appreciation (depreciation)	6,260,052	1,380,874
Net realized and unrealized gain (loss)	8,516,385	1,856,609
Net increase (decrease) in net assets resulting from operations	\$9,145,506	\$2,007,823

Statements of Changes in Net Assets

	Franklin LifeSmart™ Retirement Income Fund		Franklin LifeSmart™ 2020 Retirement Target Fund	
	Year Ended December 31, 2025	Year Ended December 31, 2024	Year Ended December 31, 2025	Year Ended December 31, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$2,114,981	\$2,231,694	\$689,708	\$682,966
Net realized gain (loss)	183,787	(516,959)	1,018,005	908,663
Net change in unrealized appreciation (depreciation)	1,955,939	1,870,194	1,434,389	533,415
Net increase (decrease) in net assets resulting from operations.	4,254,707	3,584,929	3,142,102	2,125,044
Distributions to shareholders:				
Class A.	(1,898,234)	(1,905,349)	(1,279,612)	(690,697)
Class C.	(124,377)	(133,213)	(98,697)	(56,591)
Class R.	(62,818)	(66,791)	(14,848)	(9,696)
Class R6.	(5,707)	(5,531)	(242)	(246)
Advisor Class	(135,532)	(163,095)	(37,931)	(17,717)
Total distributions to shareholders	(2,226,668)	(2,273,979)	(1,431,330)	(774,947)
Capital share transactions: (Note 2)				
Class A.	(782,996)	(2,230,836)	(907,916)	(5,265,482)
Class C.	(229,075)	(582,119)	(563,064)	(1,190,939)
Class R.	(299,949)	(233,898)	(79,111)	(46,260)
Class R6.	13,011	(4,140)	(4,141)	(9,805)
Advisor Class	(963,510)	(381,854)	140,146	(222,270)
Total capital share transactions	(2,262,519)	(3,432,847)	(1,414,086)	(6,734,756)
Net increase (decrease) in net assets	(234,480)	(2,121,897)	296,686	(5,384,659)
Net assets:				
Beginning of year	44,850,105	46,972,002	25,431,016	30,815,675
End of year	\$44,615,625	\$44,850,105	\$25,727,702	\$25,431,016

Statements of Changes in Net Assets (continued)

	Franklin LifeSmart™ 2025 Retirement Target Fund		Franklin LifeSmart™ 2030 Retirement Target Fund	
	Year Ended December 31, 2025	Year Ended December 31, 2024	Year Ended December 31, 2025	Year Ended December 31, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$2,692,316	\$2,529,379	\$1,750,663	\$1,439,094
Net realized gain (loss)	5,439,885	4,433,973	3,039,767	2,575,780
Net change in unrealized appreciation (depreciation)	6,757,005	3,160,731	6,777,409	3,082,274
Net increase (decrease) in net assets resulting from operations.	14,889,206	10,124,083	11,567,839	7,097,148
Distributions to shareholders:				
Class A.	(7,854,828)	(3,186,835)	(3,558,073)	(1,382,415)
Class C.	(808,768)	(306,056)	(525,881)	(200,470)
Class R.	(130,705)	(53,349)	(112,376)	(46,815)
Class R6.	(6,228)	(8,582)	(4,821)	(5,112)
Advisor Class	(215,380)	(96,504)	(190,897)	(57,714)
Total distributions to shareholders	(9,015,909)	(3,651,326)	(4,392,048)	(1,692,526)
Capital share transactions: (Note 2)				
Class A.	(2,256,019)	(9,171,472)	5,049,742	1,016,986
Class C.	(1,545,530)	(1,287,961)	(1,169,588)	(130,280)
Class R.	(200,767)	(156,278)	(154,654)	380,496
Class R6.	71,557	(570,013)	(19,256)	(162,531)
Advisor Class	61,242	(627,860)	1,273,213	65,138
Total capital share transactions	(3,869,517)	(11,813,584)	4,979,457	1,169,809
Net increase (decrease) in net assets	2,003,780	(5,340,827)	12,155,248	6,574,431
Net assets:				
Beginning of year	108,490,594	113,831,421	72,277,059	65,702,628
End of year	\$110,494,374	\$108,490,594	\$84,432,307	\$72,277,059

Statements of Changes in Net Assets (continued)

	Franklin LifeSmart™ 2035 Retirement Target Fund		Franklin LifeSmart™ 2040 Retirement Target Fund	
	Year Ended December 31, 2025	Year Ended December 31, 2024	Year Ended December 31, 2025	Year Ended December 31, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$2,976,126	\$2,503,630	\$1,242,003	\$976,774
Net realized gain (loss)	7,174,797	6,132,004	2,866,379	2,728,323
Net change in unrealized appreciation (depreciation)	13,844,445	6,862,482	7,555,340	3,432,608
Net increase (decrease) in net assets resulting from operations.	23,995,368	15,498,116	11,663,722	7,137,705
Distributions to shareholders:				
Class A.	(9,002,452)	(3,130,673)	(3,505,201)	(1,496,476)
Class C.	(1,100,534)	(343,708)	(489,032)	(189,699)
Class R.	(465,252)	(138,931)	(129,038)	(34,731)
Class R6.	(22,341)	(6,304)	(26,685)	(10,637)
Advisor Class	(432,172)	(136,989)	(152,027)	(53,374)
Total distributions to shareholders	(11,022,751)	(3,756,605)	(4,301,983)	(1,784,917)
Capital share transactions: (Note 2)				
Class A.	4,733,544	325,122	3,403,629	3,503,497
Class C.	(931,513)	(1,899,153)	132,781	(447,766)
Class R.	766,528	1,046,435	929,609	28,794
Class R6.	103,328	47,651	81,347	39,736
Advisor Class	1,037,285	489,343	816,827	69,999
Total capital share transactions	5,709,172	9,398	5,364,193	3,194,260
Net increase (decrease) in net assets	18,681,789	11,750,909	12,725,932	8,547,048
Net assets:				
Beginning of year.	139,277,375	127,526,466	62,183,326	53,636,278
End of year	\$157,959,164	\$139,277,375	\$74,909,258	\$62,183,326

Statements of Changes in Net Assets (continued)

	Franklin LifeSmart™ 2045 Retirement Target Fund		Franklin LifeSmart™ 2050 Retirement Target Fund	
	Year Ended December 31, 2025	Year Ended December 31, 2024	Year Ended December 31, 2025	Year Ended December 31, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$1,742,080	\$1,418,610	\$841,415	\$681,812
Net realized gain (loss)	5,989,315	5,495,609	2,985,623	2,654,429
Net change in unrealized appreciation (depreciation)	12,812,761	6,255,792	7,834,115	3,630,892
Net increase (decrease) in net assets resulting from operations.	20,544,156	13,170,011	11,661,153	6,967,133
Distributions to shareholders:				
Class A.	(6,517,959)	(2,530,504)	(3,121,292)	(986,261)
Class C.	(773,525)	(272,032)	(522,275)	(156,345)
Class R.	(130,216)	(42,933)	(145,821)	(47,290)
Class R6.	(73,113)	(24,180)	(18,555)	(4,386)
Advisor Class	(158,956)	(57,444)	(91,478)	(41,947)
Total distributions to shareholders	(7,653,769)	(2,927,093)	(3,899,421)	(1,236,229)
Capital share transactions: (Note 2)				
Class A.	4,834,670	4,000,159	3,163,265	7,396,617
Class C.	(212,323)	(1,138,997)	(560,793)	(337,740)
Class R.	325,080	(591,754)	(85,412)	147,665
Class R6.	416,062	588,876	87,920	124,093
Advisor Class	464,099	144,270	(297,214)	144,102
Total capital share transactions	5,827,588	3,002,554	2,307,766	7,474,737
Net increase (decrease) in net assets	18,717,975	13,245,472	10,069,498	13,205,641
Net assets:				
Beginning of year	103,572,261	90,326,789	56,219,296	43,013,655
End of year	\$122,290,236	\$103,572,261	\$66,288,794	\$56,219,296

Statements of Changes in Net Assets (continued)

	Franklin LifeSmart™ 2055 Retirement Target Fund		Franklin LifeSmart™ 2060 Retirement Target Fund	
	Year Ended December 31, 2025	Year Ended December 31, 2024	Year Ended December 31, 2025	Year Ended December 31, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$629,121	\$473,701	\$151,214	\$95,470
Net realized gain (loss)	2,256,333	1,977,328	475,735	321,453
Net change in unrealized appreciation (depreciation)	6,260,052	2,865,574	1,380,874	445,234
Net increase (decrease) in net assets resulting from operations.	9,145,506	5,316,603	2,007,823	862,157
Distributions to shareholders:				
Class A.	(2,152,917)	(721,918)	(405,060)	(110,189)
Class C.	(451,317)	(149,574)	(44,272)	(10,383)
Class R.	(112,008)	(36,454)	(8,749)	(1,943)
Class R6.	(8,204)	(1,691)	(2,395)	(330)
Advisor Class	(58,051)	(20,004)	(76,019)	(27,802)
Total distributions to shareholders	(2,782,497)	(929,641)	(536,495)	(150,647)
Capital share transactions: (Note 2)				
Class A.	6,547,884	2,990,907	2,548,523	2,068,674
Class C.	(149,537)	(312,039)	235,711	226,134
Class R.	163,952	181,382	81,573	58,905
Class R6.	94,872	45,344	57,653	3,820
Advisor Class	193,011	156,708	204,843	45,013
Total capital share transactions	6,850,182	3,062,302	3,128,303	2,402,546
Net increase (decrease) in net assets	13,213,191	7,449,264	4,599,631	3,114,056
Net assets:				
Beginning of year.	40,819,395	33,370,131	8,071,534	4,957,478
End of year	\$54,032,586	\$40,819,395	\$12,671,165	\$8,071,534

Notes to Financial Statements

1. Organization and Significant Accounting Policies

Franklin Fund Allocator Series (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of eighteen separate funds, ten of which are included in this report (Funds). The Funds follow the accounting and reporting guidance in Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946, Financial Services – Investment Companies (ASC 946) and apply the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP), including, but not limited to, ASC 946. Certain or all Funds invest primarily in mutual funds (Underlying Funds) and exchange traded funds (ETFs), including affiliated funds managed by Franklin Templeton (FT Underlying Funds). The Funds offer five classes of shares: Class A, Class C, Class R, Class R6 and Advisor Class. Class C shares automatically convert to Class A shares on a monthly basis, after they have been held for 8 years. Each class of shares may differ by its initial sales load, contingent deferred sales charges, voting rights on matters affecting a single class, its exchange privilege and fees due to differing arrangements for distribution and transfer agent fees.

The accounting policies of the Underlying Funds are outlined in their respective shareholder reports. A copy of the Underlying Funds' shareholder reports is available on the U.S. Securities and Exchange Commission (SEC) website at sec.gov. The Underlying Funds' shareholder reports are not covered by this report.

The following summarizes the Funds' significant accounting policies.

a. Financial Instrument Valuation

The Funds' 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 Funds calculate 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 Funds' investment manager as the valuation designee and has responsibility for oversight of valuation. The investment manager is assisted by the Funds' administrator in

performing this responsibility, including leading the cross-functional Valuation Committee (VC). The Funds may utilize independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Investments in the Underlying Funds are valued at their closing NAV each trading day. ETFs 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.

Debt securities generally trade in the over-the-counter (OTC) market rather than on a securities exchange. The Funds' 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.

The Funds have procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Funds primarily employ 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.

b. Index-Linked Notes

Certain or all Funds invest in index-linked notes. Index-linked notes are senior, unsecured, subordinated debt securities issued by a financial institution, and the value is based on

1. Organization and Significant Accounting Policies

(continued)

b. Index-Linked Notes (continued)

the price movements of the underlying index. Index-linked notes are designed to provide investors access to the returns of various market benchmarks and intended to replicate the economic effects that would apply had the Fund directly purchased the underlying referenced asset or basket of assets. The risks of investing in index-linked notes include unfavorable price movements in the underlying index and the credit risk of the issuing financial institution. There may be no guarantee of a return of principal with index-linked notes and the appreciation potential may be limited. Index-linked notes may be more volatile and less liquid than other investments held by the Funds.

c. Income Taxes

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

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

d. 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. Dividend income and realized capital gain distributions are recorded on the ex-dividend date. Distributions to shareholders are recorded on the ex-dividend date. The Franklin LifeSmart™

Retirement Income Fund employs a managed distribution policy. Under this policy, the Fund will distribute level monthly distributions in any given year regardless of the performance of the Fund; however, the twelfth monthly payment may be greater than the initially anticipated amount if additional income or capital gains are required to be distributed. These distributions may include income and capital gains generated by the Underlying Funds, as well as a possible return of capital component, if necessary, to meet the annual distribution rate. The annual payout rate may be adjusted higher or lower from year to year in response to market conditions. 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.

The Funds indirectly bear their proportionate share of expenses from the Underlying Funds and ETFs. Since the Underlying Funds and ETFs have varied expense levels and the Funds may own different proportions of the Underlying Funds and ETFs at different times, the amount of expenses incurred indirectly by the Funds will vary.

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.

e. 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

1. Organization and Significant Accounting Policies

(continued)

e. Accounting Estimates (continued)

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.

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

	Franklin LifeSmart™ Retirement Income Fund		Franklin LifeSmart™ 2020 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended December 31, 2025				
Shares sold ^a	465,543	\$4,956,123	167,883	\$2,113,551
Shares issued in reinvestment of distributions	173,811	1,863,220	100,052	1,278,527
Shares redeemed	(708,309)	(7,602,339)	(339,752)	(4,299,994)
Net increase (decrease)	(68,955)	\$(782,996)	(71,817)	\$(907,916)
Year ended December 31, 2024				
Shares sold ^a	331,077	\$3,459,146	307,385	\$3,687,346
Shares issued in reinvestment of distributions	178,817	1,865,598	56,868	689,303
Shares redeemed	(726,012)	(7,555,580)	(807,167)	(9,642,131)
Net increase (decrease)	(216,118)	\$(2,230,836)	(442,914)	\$(5,265,482)
Class C Shares:				
Year ended December 31, 2025				
Shares sold	39,015	\$409,436	15,768	\$196,229
Shares issued in reinvestment of distributions	11,695	123,898	7,835	98,697
Shares redeemed ^a	(72,106)	(762,409)	(69,318)	(857,990)
Net increase (decrease)	(21,396)	\$(229,075)	(45,715)	\$(563,064)
Year ended December 31, 2024				
Shares sold	40,039	\$410,612	22,509	\$268,364
Shares issued in reinvestment of distributions	12,879	132,712	4,713	56,591
Shares redeemed ^a	(109,857)	(1,125,443)	(128,596)	(1,515,894)
Net increase (decrease)	(56,939)	\$(582,119)	(101,374)	\$(1,190,939)

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ Retirement Income Fund		Franklin LifeSmart™ 2020 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class R Shares:				
Year ended December 31, 2025				
Shares sold	6,942	\$73,401	7,278	\$92,778
Shares issued in reinvestment of distributions	5,883	62,818	1,160	14,848
Shares redeemed	(40,767)	(436,168)	(15,129)	(186,737)
Net increase (decrease)	(27,942)	\$(299,949)	(6,691)	\$(79,111)
Year ended December 31, 2024				
Shares sold	27,766	\$286,143	13,604	\$160,399
Shares issued in reinvestment of distributions	6,419	66,791	800	9,696
Shares redeemed	(57,887)	(586,832)	(18,592)	(216,355)
Net increase (decrease)	(23,702)	\$(233,898)	(4,188)	\$(46,260)
Class R6 Shares:				
Year ended December 31, 2025				
Shares sold	1,018	\$11,260	1,648	\$22,036
Shares issued in reinvestment of distributions	529	5,707	18	242
Shares redeemed	(367)	(3,956)	(1,965)	(26,419)
Net increase (decrease)	1,180	\$13,011	(299)	\$(4,141)
Year ended December 31, 2024				
Shares sold	—	\$—	310	\$3,873
Shares issued in reinvestment of distributions	526	5,515	20	246
Shares redeemed	(931)	(9,655)	(1,158)	(13,924)
Net increase (decrease)	(405)	\$(4,140)	(828)	\$(9,805)
Advisor Class Shares:				
Year ended December 31, 2025				
Shares sold	13,188	\$143,305	16,443	\$215,450
Shares issued in reinvestment of distributions	12,290	132,099	2,945	37,931
Shares redeemed	(116,919)	(1,238,914)	(8,882)	(113,235)
Net increase (decrease)	(91,441)	\$(963,510)	10,506	\$140,146
Year ended December 31, 2024				
Shares sold	105,270	\$1,125,024	3,537	\$41,749
Shares issued in reinvestment of distributions	15,075	157,886	1,456	17,717
Shares redeemed	(159,943)	(1,664,764)	(23,785)	(281,736)
Net increase (decrease)	(39,598)	\$(381,854)	(18,792)	\$(222,270)

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2025 Retirement Target Fund		Franklin LifeSmart™ 2030 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended December 31, 2025				
Shares sold ^a	570,321	\$7,623,950	794,871	\$11,696,538
Shares issued in reinvestment of distributions	579,916	7,833,416	236,078	3,550,343
Shares redeemed	(1,314,742)	(17,713,385)	(693,698)	(10,197,139)
Net increase (decrease)	(164,505)	\$(2,256,019)	337,251	\$5,049,742
Year ended December 31, 2024				
Shares sold ^a	793,798	\$10,179,063	663,169	\$9,025,455
Shares issued in reinvestment of distributions	245,068	3,177,790	100,024	1,381,171
Shares redeemed	(1,758,678)	(22,528,325)	(690,146)	(9,389,640)
Net increase (decrease)	(719,812)	\$(9,171,472)	73,047	\$1,016,986
Class C Shares:				
Year ended December 31, 2025				
Shares sold	101,067	\$1,331,978	167,466	\$2,404,750
Shares issued in reinvestment of distributions	61,477	807,747	35,835	525,881
Shares redeemed ^a	(283,563)	(3,685,255)	(286,021)	(4,100,219)
Net increase (decrease)	(121,019)	\$(1,545,530)	(82,720)	\$(1,169,588)
Year ended December 31, 2024				
Shares sold	138,478	\$1,741,384	153,773	\$2,051,583
Shares issued in reinvestment of distributions	24,141	305,745	14,813	200,386
Shares redeemed ^a	(266,797)	(3,335,090)	(175,813)	(2,382,249)
Net increase (decrease)	(104,178)	\$(1,287,961)	(7,227)	\$(130,280)
Class R Shares:				
Year ended December 31, 2025				
Shares sold	14,773	\$197,654	33,429	\$499,455
Shares issued in reinvestment of distributions	9,733	130,705	7,514	112,376
Shares redeemed	(39,904)	(529,126)	(52,266)	(766,485)
Net increase (decrease)	(15,398)	\$(200,767)	(11,323)	\$(154,654)
Year ended December 31, 2024				
Shares sold	30,244	\$392,755	56,056	\$755,329
Shares issued in reinvestment of distributions	4,137	53,349	3,403	46,815
Shares redeemed	(47,938)	(602,382)	(31,387)	(421,648)
Net increase (decrease)	(13,557)	\$(156,278)	28,072	\$380,496

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2025 Retirement Target Fund		Franklin LifeSmart™ 2030 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class R6 Shares:				
Year ended December 31, 2025				
Shares sold	6,401	\$89,185	2,362	\$34,377
Shares issued in reinvestment of distributions	455	6,228	316	4,821
Shares redeemed	(1,735)	(23,856)	(4,001)	(58,454)
Net increase (decrease)	5,121	\$71,557	(1,323)	\$(19,256)
Year ended December 31, 2024				
Shares sold	310	\$7,789	3,570	\$50,956
Shares issued in reinvestment of distributions	667	8,582	369	5,112
Shares redeemed	(45,083)	(586,384)	(15,698)	(218,599)
Net increase (decrease)	(44,106)	\$(570,013)	(11,759)	\$(162,531)
Advisor Class Shares:				
Year ended December 31, 2025				
Shares sold	55,731	\$764,441	88,390	\$1,312,826
Shares issued in reinvestment of distributions	14,312	194,306	12,533	190,216
Shares redeemed	(67,122)	(897,505)	(15,580)	(229,829)
Net increase (decrease)	2,921	\$61,242	85,343	\$1,273,213
Year ended December 31, 2024				
Shares sold	50,892	\$656,810	38,290	\$523,974
Shares issued in reinvestment of distributions	6,805	88,598	4,133	57,448
Shares redeemed	(105,137)	(1,373,268)	(37,513)	(516,284)
Net increase (decrease)	(47,440)	\$(627,860)	4,910	\$65,138
	Franklin LifeSmart™ 2035 Retirement Target Fund		Franklin LifeSmart™ 2040 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended December 31, 2025				
Shares sold ^a	1,009,539	\$15,348,303	576,879	\$8,720,046
Shares issued in reinvestment of distributions	581,356	8,958,144	225,572	3,505,021
Shares redeemed	(1,273,945)	(19,572,903)	(582,919)	(8,821,438)
Net increase (decrease)	316,950	\$4,733,544	219,532	\$3,403,629
Year ended December 31, 2024				
Shares sold ^a	1,052,543	\$15,059,271	596,372	\$8,552,544
Shares issued in reinvestment of distributions	214,224	3,112,782	103,177	1,496,384
Shares redeemed	(1,241,143)	(17,846,931)	(460,826)	(6,545,431)
Net increase (decrease)	25,624	\$325,122	238,723	\$3,503,497

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2035 Retirement Target Fund		Franklin LifeSmart™ 2040 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class C Shares:				
Year ended December 31, 2025				
Shares sold	136,277	\$2,000,917	79,923	\$1,184,525
Shares issued in reinvestment of distributions	74,604	1,100,364	32,590	489,032
Shares redeemed ^a	(276,262)	(4,032,794)	(104,456)	(1,540,776)
Net increase (decrease)	(65,381)	\$(931,513)	8,057	\$132,781
Year ended December 31, 2024				
Shares sold	203,586	\$2,780,766	77,400	\$1,070,589
Shares issued in reinvestment of distributions	24,499	343,515	13,423	189,699
Shares redeemed ^a	(367,193)	(5,023,434)	(124,298)	(1,708,054)
Net increase (decrease)	(139,108)	\$(1,899,153)	(33,475)	\$(447,766)
Class R Shares:				
Year ended December 31, 2025				
Shares sold	91,018	\$1,361,208	63,160	\$949,139
Shares issued in reinvestment of distributions	30,275	465,252	8,307	129,038
Shares redeemed	(70,865)	(1,059,932)	(10,011)	(148,568)
Net increase (decrease)	50,428	\$766,528	61,456	\$929,609
Year ended December 31, 2024				
Shares sold	91,912	\$1,302,455	20,540	\$292,949
Shares issued in reinvestment of distributions	9,573	138,931	2,397	34,731
Shares redeemed	(27,442)	(394,951)	(21,153)	(298,886)
Net increase (decrease)	74,043	\$1,046,435	1,784	\$28,794
Class R6 Shares:				
Year ended December 31, 2025				
Shares sold	6,152	\$96,237	4,460	\$71,342
Shares issued in reinvestment of distributions	1,424	22,341	1,692	26,685
Shares redeemed	(961)	(15,250)	(1,043)	(16,680)
Net increase (decrease)	6,615	\$103,328	5,109	\$81,347
Year ended December 31, 2024				
Shares sold	3,025	\$44,663	2,080	\$30,883
Shares issued in reinvestment of distributions	429	6,304	726	10,637
Shares redeemed	(224)	(3,316)	(119)	(1,784)
Net increase (decrease)	3,230	\$47,651	2,687	\$39,736

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2035 Retirement Target Fund		Franklin LifeSmart™ 2040 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Advisor Class Shares:				
Year ended December 31, 2025				
Shares sold	75,449	\$1,133,472	75,842	\$1,175,789
Shares issued in reinvestment of distributions	27,060	424,203	9,664	152,027
Shares redeemed	(34,402)	(520,390)	(33,633)	(510,989)
Net increase (decrease)	68,107	\$1,037,285	51,873	\$816,827
Year ended December 31, 2024				
Shares sold	56,540	\$829,117	21,702	\$310,310
Shares issued in reinvestment of distributions	9,071	133,564	3,653	53,374
Shares redeemed	(32,880)	(473,338)	(20,271)	(293,685)
Net increase (decrease)	32,731	\$489,343	5,084	\$69,999
	Franklin LifeSmart™ 2045 Retirement Target Fund		Franklin LifeSmart™ 2050 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended December 31, 2025				
Shares sold ^a	773,892	\$12,642,815	444,760	\$7,182,966
Shares issued in reinvestment of distributions	388,280	6,451,954	190,228	3,119,308
Shares redeemed	(872,493)	(14,260,099)	(439,716)	(7,139,009)
Net increase (decrease)	289,679	\$4,834,670	195,272	\$3,163,265
Year ended December 31, 2024				
Shares sold ^a	936,906	\$14,324,401	918,879	\$13,714,472
Shares issued in reinvestment of distributions	162,028	2,509,138	65,002	985,848
Shares redeemed	(840,118)	(12,833,380)	(484,335)	(7,303,703)
Net increase (decrease)	258,816	\$4,000,159	499,546	\$7,396,617
Class C Shares:				
Year ended December 31, 2025				
Shares sold	94,003	\$1,460,189	101,666	\$1,609,561
Shares issued in reinvestment of distributions	49,145	772,371	32,847	522,275
Shares redeemed ^a	(158,074)	(2,444,883)	(169,070)	(2,692,629)
Net increase (decrease)	(14,926)	\$(212,323)	(34,557)	\$(560,793)
Year ended December 31, 2024				
Shares sold	126,729	\$1,826,699	95,059	\$1,373,778
Shares issued in reinvestment of distributions	18,392	271,953	10,550	156,343
Shares redeemed ^a	(220,736)	(3,237,649)	(128,432)	(1,867,861)
Net increase (decrease)	(75,615)	\$(1,138,997)	(22,823)	\$(337,740)

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2045 Retirement Target Fund		Franklin LifeSmart™ 2050 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class R Shares:				
Year ended December 31, 2025				
Shares sold	33,800	\$547,245	16,994	\$270,045
Shares issued in reinvestment of distributions	7,910	130,216	8,914	145,821
Shares redeemed	(21,677)	(352,381)	(31,413)	(501,278)
Net increase (decrease)	20,033	\$325,080	(5,505)	\$(85,412)
Year ended December 31, 2024				
Shares sold	38,035	\$574,744	20,693	\$302,044
Shares issued in reinvestment of distributions	2,793	42,933	3,119	47,290
Shares redeemed	(83,923)	(1,209,431)	(13,821)	(201,669)
Net increase (decrease)	(43,095)	\$(591,754)	9,991	\$147,665
Class R6 Shares:				
Year ended December 31, 2025				
Shares sold	24,216	\$424,209	6,232	\$104,803
Shares issued in reinvestment of distributions	4,151	73,113	1,108	18,555
Shares redeemed	(4,637)	(81,260)	(2,076)	(35,438)
Net increase (decrease)	23,730	\$416,062	5,264	\$87,920
Year ended December 31, 2024				
Shares sold	39,406	\$585,100	8,229	\$130,275
Shares issued in reinvestment of distributions	1,490	24,180	285	4,386
Shares redeemed	(1,303)	(20,404)	(717)	(10,568)
Net increase (decrease)	39,593	\$588,876	7,797	\$124,093
Advisor Class Shares:				
Year ended December 31, 2025				
Shares sold	32,466	\$541,292	37,899	\$592,440
Shares issued in reinvestment of distributions	9,398	158,956	5,502	91,478
Shares redeemed	(14,712)	(236,149)	(63,418)	(981,132)
Net increase (decrease)	27,152	\$464,099	(20,017)	\$(297,214)
Year ended December 31, 2024				
Shares sold	20,429	\$316,149	42,164	\$655,452
Shares issued in reinvestment of distributions	3,662	57,444	2,734	41,863
Shares redeemed	(15,085)	(229,323)	(34,910)	(553,213)
Net increase (decrease)	9,006	\$144,270	9,988	\$144,102

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2055 Retirement Target Fund		Franklin LifeSmart™ 2060 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended December 31, 2025				
Shares sold ^a	656,721	\$9,653,163	241,139	\$3,063,079
Shares issued in reinvestment of distributions	144,532	2,152,806	31,267	405,060
Shares redeemed	(356,787)	(5,258,085)	(72,719)	(919,616)
Net increase (decrease)	444,466	\$6,547,884	199,687	\$2,548,523
Year ended December 31, 2024				
Shares sold ^a	558,090	\$7,458,291	211,735	\$2,449,876
Shares issued in reinvestment of distributions	52,557	721,865	9,293	110,189
Shares redeemed	(387,248)	(5,189,249)	(42,794)	(491,391)
Net increase (decrease)	223,399	\$2,990,907	178,234	\$2,068,674
Class C Shares:				
Year ended December 31, 2025				
Shares sold	94,623	\$1,348,830	30,966	\$391,009
Shares issued in reinvestment of distributions	31,669	451,224	3,485	44,272
Shares redeemed ^a	(136,933)	(1,949,591)	(15,746)	(199,570)
Net increase (decrease)	(10,641)	\$(149,537)	18,705	\$235,711
Year ended December 31, 2024				
Shares sold	111,393	\$1,444,771	27,650	\$318,959
Shares issued in reinvestment of distributions	11,242	149,565	882	10,383
Shares redeemed ^a	(147,567)	(1,906,375)	(9,111)	(103,208)
Net increase (decrease)	(24,932)	\$(312,039)	19,421	\$226,134
Class R Shares:				
Year ended December 31, 2025				
Shares sold	35,529	\$520,593	6,627	\$84,831
Shares issued in reinvestment of distributions	7,616	112,008	677	8,749
Shares redeemed	(31,609)	(468,649)	(941)	(12,007)
Net increase (decrease)	11,536	\$163,952	6,363	\$81,573
Year ended December 31, 2024				
Shares sold	41,759	\$553,696	7,289	\$85,313
Shares issued in reinvestment of distributions	2,671	36,453	164	1,943
Shares redeemed	(30,399)	(408,767)	(2,451)	(28,351)
Net increase (decrease)	14,031	\$181,382	5,002	\$58,905

2. Shares of Beneficial Interest (continued)

	Franklin LifeSmart™ 2055 Retirement Target Fund		Franklin LifeSmart™ 2060 Retirement Target Fund	
	Shares	Amount	Shares	Amount
Class R6 Shares:				
Year ended December 31, 2025				
Shares sold	8,966	\$136,882	5,029	\$65,661
Shares issued in reinvestment of distributions	506	7,826	127	1,712
Shares redeemed	(3,222)	(49,836)	(706)	(9,720)
Net increase (decrease)	6,250	\$94,872	4,450	\$57,653
Year ended December 31, 2024				
Shares sold	3,695	\$51,908	314	\$3,764
Shares issued in reinvestment of distributions	109	1,538	4	56
Shares redeemed	(566)	(8,102)	—	—
Net increase (decrease)	3,238	\$45,344	318	\$3,820
Advisor Class Shares:				
Year ended December 31, 2025				
Shares sold	16,216	\$249,785	14,907	\$199,610
Shares issued in reinvestment of distributions	3,871	58,051	838	11,056
Shares redeemed	(7,938)	(114,825)	(444)	(5,823)
Net increase (decrease)	12,149	\$193,011	15,301	\$204,843
Year ended December 31, 2024				
Shares sold	17,903	\$250,755	3,997	\$47,272
Shares issued in reinvestment of distributions	1,452	20,004	162	1,920
Shares redeemed	(8,161)	(114,051)	(348)	(4,179)
Net increase (decrease)	11,194	\$156,708	3,811	\$45,013

^aMay include a portion of Class C shares that were automatically converted to Class A.

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 Funds are also officers, directors, and/or trustees of certain of the FT Underlying Funds and of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
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 and Asset Allocation Fees

The Funds, except Franklin LifeSmart™ Retirement Income Fund, pay an asset allocation fee, calculated daily and paid monthly, to Advisers of 0.25% per year of the average daily net assets of each of the Funds for investment advisory services, consisting principally of determining the allocation of assets of the Funds among the Underlying Funds and ETFs.

3. Transactions with Affiliates (continued)

a. Management and Asset Allocation Fees (continued)

Franklin LifeSmart™ Retirement Income Fund pays an investment management fee, calculated daily and paid monthly, to Advisers of 0.25% per year of the average daily net assets of the Fund.

b. Administrative Fees

Under an agreement with Advisers, FT Services provides administrative services to the Funds and is not paid by the Funds for the services.

c. Distribution Fees

The Board has adopted distribution plans for each share class, with the exception of Class R6 and Advisor Class shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Funds' Class A reimbursement distribution plans, the Funds reimburse Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund's shares up to the maximum annual plan rate. Under the Class A reimbursement distribution plans, costs exceeding the maximum for the current plan year cannot be reimbursed in subsequent periods. In addition, under the Funds' Class C and R compensation distribution plans, the Funds pay Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund's shares up to the maximum annual plan rate for each class. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31 for each Fund.

The maximum annual plan rates, based on the average daily net assets, for each class, are as follows:

Class A	0.35%
Class C	1.00%
Class R	0.50%

The Board has set the current rate at 0.25% per year for Class A shares until further notice and approval by the Board.

d. Sales Charges/Underwriting Agreements

Front-end sales charges and contingent deferred sales charges (CDSC) do not represent expenses of the Funds. These charges are deducted from the proceeds of sales of fund shares prior to investment or from redemption proceeds prior to remittance, as applicable. Distributors has advised the Funds of the following commission transactions related to the sales and redemptions of the Funds' shares for the year:

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund
Sales charges retained net of commissions paid to unaffiliated brokers/dealers	\$4,870	\$473	\$7,306	\$11,345
CDSC retained	\$204	\$337	\$599	\$5,615
	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
Sales charges retained net of commissions paid to unaffiliated brokers/dealers	\$17,597	\$13,007	\$23,679	\$16,529

3. Transactions with Affiliates (continued)

d. Sales Charges/Underwriting Agreements (continued)

	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
CDSC retained	\$1,195	\$491	\$1,520	\$1,610
			Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Sales charges retained net of commissions paid to unaffiliated brokers/dealers			\$18,545	\$10,639
CDSC retained			\$1,436	\$365

e. Transfer Agent Fees

Each class of shares pays transfer agent fees, calculated monthly and paid monthly, to Investor Services for its performance of shareholder servicing obligations. The fees are based on a fixed margin earned by Investor Services and are allocated to the Funds based upon relative assets and relative transactions. In addition, each class reimburses Investor Services for out of pocket expenses incurred and, except for Class R6, reimburses shareholder servicing fees paid to third parties. These fees paid to third parties are accrued and allocated daily based upon their relative proportion of such classes' aggregate net assets. Class R6 pays Investor Services transfer agent fees allocated specifically to that class based upon its relative assets and relative transactions.

For the year ended December 31, 2025, the Funds paid transfer agent fees as noted in the Statements of Operations of which the following amounts were retained by Investor Services:

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund
Transfer agent fees	\$29,442	\$15,877	\$63,452	\$59,027
	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
Transfer agent fees	\$97,368	\$67,646	\$105,381	\$90,188
			Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Transfer agent fees			\$95,596	\$49,451

3. Transactions with Affiliates (continued)

f. Investments in FT Underlying Funds

The Funds invest in FT Underlying Funds which are managed by Advisers (or an affiliate of Advisers). 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 Underlying Fund’s outstanding shares or has the power to exercise control over management or policies of such Underlying Fund. The Funds do not invest in FT Underlying Funds for the purpose of exercising a controlling influence over the management or policies. Management fees and asset allocation fees paid by the Funds are waived on assets invested in the Underlying Funds, as noted in the Statements of Operations, in an amount not to exceed the management and administrative fees, if applicable, paid directly or indirectly by the Underlying Funds.

Investments in FT Underlying Funds for the year ended December 31, 2025, were as follows:

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ Retirement Income Fund								
Non-Controlled Affiliates								
BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	\$2,022,702	\$145,000	\$(596,911)	\$(148,816)	\$328,754	\$1,750,729	196,270	\$83,873
BrandywineGLOBAL High Yield Fund, Class IS	8,372,835	716,166	(4,497,979)	(98,861)	(50,990)	4,441,171	437,554	469,654
ClearBridge Tactical Dividend Income Fund, Class IS	4,967,756	327,552	(1,924,866)	212,124	(233,180)	3,349,386	134,029	183,440 ^a
Franklin High Yield Corporate ETF	1,965,814	1,734,200	(308,906)	(26,770)	86,844	3,451,182	141,355	182,956
Franklin Institutional U.S. Government Money Market Fund, 3.681%	1,066,597	7,895,769	(8,009,966)	—	—	952,400	952,400	41,090
Franklin International Core Dividend Tilt Index ETF	1,227,409	1,804,955	(266,952)	12,983	518,505	3,296,900	84,775	94,523
Franklin Investment Grade Corporate ETF	3,455,370	289,686	(370,965)	(94,768)	190,176	3,469,499	160,254	164,299
Franklin U.S. Core Bond ETF	6,317,383	2,993,475	(830,983)	(139,054)	349,055	8,689,876	401,844	325,044
Franklin U.S. Core Equity (IU) Fund	958,533	1,378,152	(190,484)	9,648	236,733	2,392,582	121,266	78,057 ^a
Franklin U.S. Government Securities Fund, Class R6	3,953,901	190,649	(4,177,057)	(262,002)	294,509	—	—	74,218
Franklin U.S. Treasury Bond ETF	—	4,098,585	(261,092)	3,979	44,503	3,885,975	189,375	82,918
Templeton Developing Markets Trust, Class R6	418,046	678,142	(96,563)	6,985	252,997	1,259,607	48,132	36,739 ^a
Templeton Foreign Fund, Class R6	810,980	26,609	(988,112)	316,473	(165,950)	—	—	—
Total Non-Controlled Affiliates	\$35,537,326	\$22,278,940	\$(22,520,836)	\$(208,079)	\$1,851,956	\$36,939,307		\$1,816,811
Total Affiliated Securities	\$35,537,326	\$22,278,940	\$(22,520,836)	\$(208,079)	\$1,851,956	\$36,939,307		\$1,816,811

Franklin LifeSmart™ 2020 Retirement Target Fund

Non-Controlled Affiliates

BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	918,807	141,655	(158,883)	(44,685)	123,779	980,673	109,941	40,947
ClearBridge International Growth Fund, Class IS	269,385	50,109	(114,011)	18,033	22,364	245,880	3,316	17,050 ^a

3. Transactions with Affiliates (continued)**f. Investments in FT Underlying Funds** (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2020 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Franklin Emerging Market Core Equity (IU) Fund	\$645,141	\$222,787	\$(225,161)	\$9,122	\$161,893	\$813,782	61,791	\$25,632
Franklin Growth Fund, Class R6 .	1,675,891	274,286	(805,079)	256,757	(199,412)	1,202,443	8,841	152,677 ^a
Franklin High Yield Corporate ETF	1,064,912	93,306	(166,523)	(6,050)	27,285	1,012,930	41,488	66,381
Franklin Institutional U.S. Government Money Market Fund, 3.681%	20,292	3,710,042	(3,440,099)	—	—	290,235	290,235	12,869
Franklin International Aggregate Bond ETF	398,421	32,126	(433,203)	(24,690)	27,346	—	—	1,072
Franklin International Core Equity (IU) Fund	1,781,603	356,870	(789,005)	146,100	138,769	1,634,337	120,260	208,355 ^a
Franklin Investment Grade Corporate ETF	2,661,381	354,278	(327,441)	(16,306)	87,445	2,759,357	127,453	125,606
Franklin Systematic Style Premia ETF	263,249	6,104	(37,973)	3,819	26,770	261,969	9,735	6,943
Franklin U.S. Core Bond ETF . . .	5,569,089	676,390	(721,393)	(125,403)	264,104	5,662,787	261,863	235,097
Franklin U.S. Core Equity (IU) Fund	3,782,224	484,009	(964,976)	160,348	302,962	3,764,567	190,804	138,410 ^a
Franklin U.S. Equity Index ETF .	382,516	411,809	(432,492)	67,142	(25,460)	403,515	6,750	4,547
Franklin U.S. Large Cap Multifactor Index ETF	879,776	120,324	(254,714)	61,147	79,366	885,899	12,778	10,278
Franklin U.S. Treasury Bond ETF	2,795,131	402,824	(381,515)	(27,049)	80,803	2,870,194	139,873	115,213
Putnam Large Cap Growth Fund, Class R6	—	448,858	(6,573)	8	(9,796)	432,497	5,221	21,208 ^a
Putnam Large Cap Value Fund, Class R6	972,028	150,597	(242,410)	(11,258)	131,321	1,000,278	25,472	55,087 ^a
Templeton Developing Markets Trust, Class R6	417,074	170,295	(204,098)	4,861	144,615	532,747	20,357	15,525 ^a
Templeton Foreign Fund, Class R6	410,420	42,845	(162,771)	41,303	46,839	378,636	40,934	15,014
Total Non-Controlled Affiliates	\$24,907,340	\$8,149,514	\$(9,868,320)	\$513,199	\$1,430,993	\$25,132,726		\$1,267,911
Total Affiliated Securities	\$24,907,340	\$8,149,514	\$(9,868,320)	\$513,199	\$1,430,993	\$25,132,726		\$1,267,911

Franklin LifeSmart™ 2025 Retirement Target Fund**Non-Controlled Affiliates**

BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	3,278,382	548,793	(595,880)	(182,999)	465,079	3,513,375	393,876	146,006
ClearBridge International Growth Fund, Class IS	1,377,313	260,226	(577,354)	87,694	119,585	1,267,464	17,096	88,096 ^a
Franklin Emerging Market Core Equity (IU) Fund	3,299,462	1,146,183	(1,131,052)	50,402	833,500	4,198,495	318,792	132,142
Franklin Growth Fund, Class R6 .	8,577,095	1,313,473	(4,012,002)	1,754,772	(1,427,532)	6,205,806	45,628	787,962 ^a

3. Transactions with Affiliates (continued)

f. Investments in FT Underlying Funds (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2025 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Franklin High Yield Corporate ETF	\$3,799,579	\$336,757	\$(584,582)	\$(21,077)	\$98,686	\$3,629,363	148,653	\$237,762
Franklin Institutional U.S. Government Money Market Fund, 3.681%	3,765	14,411,456	(13,484,466)	—	—	930,755	930,755	53,855
Franklin International Aggregate Bond ETF	1,422,804	124,190	(1,556,928)	(134,326)	144,260	—	—	3,881
Franklin International Core Equity (IU) Fund	9,108,851	1,839,495	(3,982,302)	679,370	779,386	8,424,800	619,926	1,073,825 ^a
Franklin Investment Grade Corporate ETF	9,497,342	1,467,584	(1,331,267)	(75,687)	329,366	9,887,338	456,690	450,008
Franklin Systematic Style Premia ETF	1,125,755	24,917	(156,776)	16,068	115,762	1,125,726	41,833	29,835
Franklin U.S. Core Bond ETF. . .	19,872,748	2,793,107	(2,869,258)	(513,878)	1,004,407	20,287,126	938,133	842,102
Franklin U.S. Core Equity (IU) Fund	19,356,229	2,177,153	(4,578,171)	685,124	1,776,476	19,416,811	984,126	713,110 ^a
Franklin U.S. Equity Index ETF .	1,965,211	1,869,846	(1,981,007)	285,478	(51,711)	2,087,817	34,925	23,478
Franklin U.S. Large Cap Multifactor Index ETF	4,502,731	545,567	(1,218,549)	189,767	551,827	4,571,343	65,936	52,942
Franklin U.S. Treasury Bond ETF	9,974,752	1,610,514	(1,491,442)	(185,270)	374,798	10,283,352	501,138	412,718
Putnam Large Cap Growth Fund, Class R6	—	2,319,651	(38,284)	(542)	(50,211)	2,230,614	26,927	109,379 ^a
Putnam Large Cap Value Fund, Class R6	4,973,056	729,481	(1,177,234)	(45,493)	675,426	5,155,236	131,277	283,441 ^a
Templeton Developing Markets Trust, Class R6	2,132,981	875,731	(1,036,012)	27,869	747,984	2,748,553	105,027	80,088 ^a
Templeton Foreign Fund, Class R6	2,098,352	213,102	(812,779)	212,494	240,742	1,951,911	211,017	77,401
Total Non-Controlled Affiliates	\$106,366,408	\$34,607,226	\$(42,615,345)	\$2,829,766	\$6,727,830	\$107,915,885		\$5,598,031
Total Affiliated Securities	\$106,366,408	\$34,607,226	\$(42,615,345)	\$2,829,766	\$6,727,830	\$107,915,885		\$5,598,031

Franklin LifeSmart™ 2030 Retirement Target Fund

Non-Controlled Affiliates

BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	1,725,932	488,877	(220,277)	(68,320)	220,422	2,146,634	240,654	84,691
ClearBridge International Growth Fund, Class IS	1,061,794	298,236	(401,075)	49,423	113,882	1,122,260	15,137	77,603 ^a
Franklin Emerging Market Core Equity (IU) Fund	2,541,869	1,175,125	(737,613)	41,355	691,757	3,712,493	281,890	112,388
Franklin Growth Fund, Class R6.	6,610,430	1,514,206	(2,862,938)	609,928	(379,051)	5,492,575	40,384	697,402 ^a
Franklin High Yield Corporate ETF	2,000,043	371,244	(198,445)	(3,340)	47,112	2,216,614	90,789	136,452
Franklin Institutional U.S. Government Money Market Fund, 3.681%	2,084	13,132,396	(12,089,103)	—	—	1,045,377	1,045,377	43,043

3. Transactions with Affiliates (continued)**f. Investments in FT Underlying Funds** (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2030 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Franklin International Aggregate Bond ETF	\$749,001	\$129,661	\$(883,889)	\$(61,297)	\$66,524	\$—	—	\$2,196
Franklin International Core Equity (IU) Fund	7,022,113	2,093,606	(2,802,034)	352,459	793,286	7,459,430	548,891	934,943 ^a
Franklin Investment Grade Corporate ETF	4,999,546	1,378,864	(481,204)	(29,633)	171,781	6,039,354	278,954	258,843
Franklin Systematic Style Premia ETF	749,842	57,599	(62,112)	741	93,145	839,215	31,186	22,242
Franklin U.S. Core Bond ETF	10,461,695	2,743,656	(1,089,948)	(189,789)	466,592	12,392,206	573,050	483,868
Franklin U.S. Core Equity (IU) Fund	14,910,025	2,857,640	(2,657,984)	(25,123)	2,099,099	17,183,657	870,941	615,438 ^a
Franklin U.S. Equity Index ETF	1,513,174	1,468,699	(1,347,951)	112,181	99,365	1,845,468	30,871	19,902
Franklin U.S. Large Cap Multifactor Index ETF	3,468,263	683,338	(722,907)	(4,293)	622,391	4,046,792	58,370	44,880
Franklin U.S. Treasury Bond ETF	5,251,179	1,500,154	(574,332)	(83,335)	187,362	6,281,028	306,093	237,250
Putnam Large Cap Growth Fund, Class R6	—	2,034,306	(14,041)	(110)	(45,970)	1,974,185	23,831	96,805 ^a
Putnam Large Cap Value Fund, Class R6	3,830,736	875,082	(665,616)	(29,251)	550,205	4,561,156	116,149	247,868 ^a
Templeton Developing Markets Trust, Class R6	1,643,183	873,531	(733,146)	23,460	623,155	2,430,183	92,861	70,781 ^a
Templeton Foreign Fund, Class R6	1,617,683	296,756	(554,191)	68,376	300,059	1,728,683	186,885	68,549
Total Non-Controlled Affiliates	\$70,158,592	\$33,972,976	\$(29,098,806)	\$763,432	\$6,721,116	\$82,517,310		\$4,255,144
Total Affiliated Securities	\$70,158,592	\$33,972,976	\$(29,098,806)	\$763,432	\$6,721,116	\$82,517,310		\$4,255,144

Franklin LifeSmart™ 2035 Retirement Target Fund**Non-Controlled Affiliates**

BrandywineGLOBAL - Global Opportunities Bond Fund, Class IS	2,494,370	623,311	(293,098)	(91,749)	312,857	3,045,691	341,445	120,341
ClearBridge International Growth Fund, Class IS	2,334,167	508,827	(802,682)	117,146	243,854	2,401,312	32,389	166,633 ^a
Franklin Emerging Market Core Equity (IU) Fund	5,595,906	2,172,112	(1,428,976)	54,490	1,550,477	7,944,009	603,190	243,244
Franklin Growth Fund, Class R6	14,531,587	2,388,957	(5,738,897)	1,604,637	(1,048,509)	11,737,775	86,301	1,490,366 ^a
Franklin High Yield Corporate ETF	2,890,347	455,163	(263,741)	(10,061)	74,458	3,146,166	128,862	195,848
Franklin Institutional U.S. Government Money Market Fund, 3.681%	4,644	14,807,924	(13,488,672)	—	—	1,323,896	1,323,896	79,820
Franklin International Aggregate Bond ETF	1,081,979	147,253	(1,237,027)	(86,713)	94,508	—	—	3,185
Franklin International Core Equity (IU) Fund	15,436,666	3,608,038	(5,618,958)	778,200	1,757,347	15,961,293	1,174,488	2,008,930 ^a

3. Transactions with Affiliates (continued)

f. Investments in FT Underlying Funds (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2035 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Franklin Investment Grade Corporate ETF	\$7,225,226	\$1,781,565	\$(644,402)	\$(38,990)	\$247,749	\$8,571,148	395,896	\$371,450
Franklin Systematic Style Premia ETF	1,445,360	125,407	(165,204)	3,766	176,343	1,585,672	58,925	42,025
Franklin U.S. Core Bond ETF . . .	15,118,556	3,544,865	(1,476,171)	(255,149)	654,625	17,586,726	813,259	694,470
Franklin U.S. Core Equity (IU) Fund	32,785,330	4,078,541	(4,681,704)	18,781	4,546,585	36,747,533	1,862,521	1,323,483 ^a
Franklin U.S. Equity Index ETF .	3,327,740	2,674,391	(2,545,120)	170,418	324,746	3,952,175	66,112	43,070
Franklin U.S. Large Cap Multifactor Index ETF	7,627,539	1,005,854	(1,337,959)	12,393	1,347,954	8,655,781	124,849	97,100
Franklin U.S. Treasury Bond ETF	7,588,620	1,955,258	(779,107)	(128,920)	278,406	8,914,257	434,418	340,524
Putnam Large Cap Growth Fund, Class R6	—	4,372,520	(52,542)	497	(98,705)	4,221,770	50,963	207,017 ^a
Putnam Large Cap Value Fund, Class R6	8,423,320	1,370,686	(1,186,601)	(48,765)	1,195,683	9,754,323	248,391	531,857 ^a
Templeton Developing Markets Trust, Class R6	3,617,465	1,636,975	(1,473,716)	45,682	1,374,166	5,200,572	198,723	151,499 ^a
Templeton Foreign Fund, Class R6	3,556,166	419,839	(1,089,268)	174,244	636,971	3,697,952	399,779	146,639
Total Non-Controlled Affiliates	\$135,084,988	\$47,677,486	\$(44,303,845)	\$2,319,907	\$13,669,515	\$154,448,051		\$8,257,501
Total Affiliated Securities	\$135,084,988	\$47,677,486	\$(44,303,845)	\$2,319,907	\$13,669,515	\$154,448,051		\$8,257,501

Franklin LifeSmart™ 2040 Retirement Target Fund

Non-Controlled Affiliates

ClearBridge International Growth Fund, Class IS	1,159,418	336,037	(414,374)	47,843	130,866	1,259,790	16,992	86,783 ^a
Franklin Emerging Market Core Equity (IU) Fund	2,780,521	1,330,928	(755,068)	19,049	796,412	4,171,842	316,769	125,870
Franklin Growth Fund, Class R6 .	7,218,172	1,685,364	(3,000,713)	353,422	(96,116)	6,160,129	45,292	782,162 ^a
Franklin High Yield Corporate ETF	982,203	297,030	(139,818)	(2,047)	24,737	1,162,105	47,598	70,002
Franklin Institutional U.S. Government Money Market Fund, 3.681%	2,091	9,492,882	(8,471,283)	—	—	1,023,690	1,023,690	38,004
Franklin International Core Equity (IU) Fund	7,667,478	2,357,804	(2,904,169)	286,691	966,641	8,374,445	616,221	1,048,339 ^a
Franklin Investment Grade Corporate ETF	2,455,772	973,918	(335,949)	(16,759)	89,396	3,166,378	146,253	132,951
Franklin Systematic Style Premia ETF	646,455	68,486	(61,617)	612	81,703	735,639	27,337	19,497
Franklin U.S. Core Bond ETF . . .	5,139,148	1,966,650	(746,390)	(129,303)	267,170	6,497,275	300,452	248,384
Franklin U.S. Core Equity (IU) Fund	12,567,362	2,251,798	(1,773,767)	(35,774)	1,834,259	14,843,878	752,351	530,724 ^a
Franklin U.S. Equity Index ETF .	5,368,067	1,876,078	(1,625,199)	(63,313)	918,541	6,474,174	108,300	68,303

3. Transactions with Affiliates (continued)**f. Investments in FT Underlying Funds** (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2040 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Franklin U.S. Large Cap Multifactor Index ETF	\$3,789,141	\$738,294	\$(677,966)	\$(13,623)	\$704,714	\$4,540,560	65,492	\$49,949
Franklin U.S. Treasury Bond ETF	2,579,304	1,055,025	(390,431)	(45,651)	95,644	3,293,891	160,521	121,846
Putnam Large Cap Growth Fund, Class R6	—	2,285,988	(17,588)	(204)	(52,631)	2,215,565	26,745	108,641 ^a
Putnam Large Cap Value Fund, Class R6	4,184,970	996,632	(642,842)	(34,704)	615,322	5,119,378	130,364	277,827 ^a
Templeton Developing Markets Trust, Class R6	1,797,269	989,593	(779,745)	24,160	700,059	2,731,336	104,369	79,531 ^a
Templeton Foreign Fund, Class R6	1,766,373	334,361	(567,874)	46,890	361,526	1,941,276	209,868	76,979
Total Non-Controlled Affiliates	\$60,103,744	\$29,036,868	\$(23,304,793)	\$437,289	\$7,438,243	\$73,711,351		\$3,865,792
Total Affiliated Securities	\$60,103,744	\$29,036,868	\$(23,304,793)	\$437,289	\$7,438,243	\$73,711,351		\$3,865,792

Franklin LifeSmart™ 2045 Retirement Target Fund**Non-Controlled Affiliates**

ClearBridge International Growth Fund, Class IS	2,145,437	498,250	(679,941)	88,107	240,384	2,292,237	30,918	158,112 ^a
Franklin Emerging Market Core Equity (IU) Fund	5,141,151	2,154,015	(1,202,802)	34,506	1,455,237	7,582,107	575,710	228,182
Franklin Growth Fund, Class R6 .	13,352,489	2,309,883	(4,931,487)	1,014,461	(538,789)	11,206,557	82,395	1,422,917 ^a
Franklin Institutional U.S. Government Money Market Fund, 3.681%	3,409	11,548,729	(10,370,631)	—	—	1,181,507	1,181,507	60,967
Franklin International Core Equity (IU) Fund	14,188,351	3,574,783	(4,830,525)	513,389	1,790,474	15,236,472	1,121,153	1,904,654 ^a
Franklin Systematic Style Premia ETF	1,076,165	109,609	(111,919)	1,252	134,067	1,209,174	44,934	32,047
Franklin U.S. Core Bond ETF . .	9,431,153	4,625,253	(1,758,566)	(85,432)	333,033	12,545,441	580,136	466,564
Franklin U.S. Core Equity (IU) Fund	23,247,645	2,737,878	(2,280,546)	(4,742)	3,302,517	27,002,752	1,368,614	963,268 ^a
Franklin U.S. Equity Index ETF .	9,930,026	2,985,163	(2,713,894)	(84,172)	1,662,526	11,779,649	197,050	124,644
Franklin U.S. Large Cap Multifactor Index ETF	7,009,943	945,153	(960,238)	(11,741)	1,278,731	8,261,848	119,167	91,057
Putnam Large Cap Growth Fund, Class R6	—	4,146,535	(19,318)	(766)	(95,878)	4,030,573	48,655	197,641 ^a
Putnam Large Cap Value Fund, Class R6	7,741,603	1,411,232	(905,039)	(39,338)	1,105,744	9,314,202	237,184	505,410 ^a
Templeton Developing Markets Trust, Class R6	3,323,480	1,583,387	(1,266,400)	35,479	1,287,925	4,963,871	189,678	144,563 ^a

3. Transactions with Affiliates (continued)

f. Investments in FT Underlying Funds (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2045 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Templeton Foreign Fund, Class R6	\$3,268,624	\$445,965	\$(932,639)	\$89,376	\$659,382	\$3,530,708	381,698	\$140,007
Total Non-Controlled Affiliates	\$99,859,476	\$39,075,835	\$(32,963,945)	\$1,550,379	\$12,615,353	\$120,137,098		\$6,440,033
Total Affiliated Securities	\$99,859,476	\$39,075,835	\$(32,963,945)	\$1,550,379	\$12,615,353	\$120,137,098		\$6,440,033

Franklin LifeSmart™ 2050 Retirement Target Fund

Non-Controlled Affiliates

ClearBridge International Growth Fund, Class IS	1,244,154	304,050	(413,098)	43,753	145,328	1,324,187	17,861	91,862 ^a
Franklin Emerging Market Core Equity (IU) Fund	2,981,930	1,318,849	(782,937)	20,923	842,662	4,381,427	332,682	132,519
Franklin Growth Fund, Class R6 .	7,746,621	1,347,436	(2,903,129)	216,574	66,997	6,474,499	47,603	822,079 ^a
Franklin Institutional U.S. Government Money Market Fund, 3.681%	1,844	8,420,427	(7,544,876)	—	—	877,395	877,395	33,143
Franklin International Core Equity (IU) Fund	8,228,200	2,142,311	(2,903,272)	193,959	1,140,309	8,801,507	647,646	1,102,092 ^a
Franklin Systematic Style Premia ETF	587,301	63,104	(73,482)	888	72,415	650,226	24,163	17,233
Franklin U.S. Core Bond ETF . . .	1,729,570	2,024,355	(1,064,982)	(29,998)	82,759	2,741,704	126,784	98,000
Franklin U.S. Core Equity (IU) Fund	13,487,178	1,598,634	(1,407,625)	703	1,921,366	15,600,256	790,687	557,233 ^a
Franklin U.S. Equity Index ETF .	5,761,110	1,843,204	(1,717,088)	(47,378)	964,910	6,804,758	113,830	72,159
Franklin U.S. Large Cap Multifactor Index ETF	4,065,922	557,015	(587,790)	(4,373)	741,695	4,772,469	68,837	52,718
Putnam Large Cap Growth Fund, Class R6	—	2,407,998	(23,522)	135	(55,929)	2,328,682	28,111	114,188 ^a
Putnam Large Cap Value Fund, Class R6	4,492,188	896,000	(628,244)	(20,654)	642,192	5,381,482	137,038	292,499 ^a
Templeton Developing Markets Trust, Class R6	1,927,623	943,402	(770,235)	23,807	743,501	2,868,098	109,595	83,514 ^a
Templeton Foreign Fund, Class R6	1,895,517	285,167	(575,467)	42,758	391,967	2,039,942	220,534	80,892
Total Non-Controlled Affiliates	\$54,149,158	\$24,151,952	\$(21,395,747)	\$441,097	\$7,700,172	\$65,046,632		\$3,550,131
Total Affiliated Securities	\$54,149,158	\$24,151,952	\$(21,395,747)	\$441,097	\$7,700,172	\$65,046,632		\$3,550,131

Franklin LifeSmart™ 2055 Retirement Target Fund

Non-Controlled Affiliates

ClearBridge International Growth Fund, Class IS	916,277	329,440	(277,901)	16,231	125,107	1,109,154	14,960	76,477 ^a
Franklin Emerging Market Core Equity (IU) Fund	2,198,072	1,298,040	(504,483)	9,352	670,050	3,671,031	278,742	106,463
Franklin Growth Fund, Class R6 .	5,705,557	1,513,781	(1,978,482)	103,627	79,975	5,424,458	39,883	688,752 ^a

3. Transactions with Affiliates (continued)**f. Investments in FT Underlying Funds** (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2055 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Franklin Institutional U.S. Government Money Market Fund, 3.681%	\$1,420	\$7,495,193	\$(6,818,224)	\$—	\$—	\$678,389	678,389	\$26,846
Franklin International Core Equity (IU) Fund	6,059,827	2,235,663	(1,910,556)	64,214	923,954	7,373,102	542,539	907,850 ^a
Franklin Systematic Style Premia ETF.	423,518	84,588	(37,419)	99	57,000	527,786	19,613	13,988
Franklin U.S. Core Bond ETF. . .	626,816	1,314,315	(1,081,841)	3,124	21,421	883,835	40,871	35,357
Franklin U.S. Core Equity (IU) Fund	9,933,899	2,217,561	(612,139)	(11,870)	1,543,769	13,071,220	662,505	455,818 ^a
Franklin U.S. Equity Index ETF .	4,241,056	1,901,051	(1,169,761)	(57,624)	786,796	5,701,518	95,375	57,932
Franklin U.S. Large Cap Multifactor Index ETF	2,993,513	722,134	(301,410)	(10,617)	593,185	3,996,805	57,649	42,320
Putnam Large Cap Growth Fund, Class R6	—	2,012,420	(13,552)	32	(47,946)	1,950,954	23,551	95,666 ^a
Putnam Large Cap Value Fund, Class R6	3,308,306	1,044,549	(330,046)	(12,446)	497,619	4,507,982	114,795	241,999 ^a
Templeton Developing Markets Trust, Class R6	1,421,049	916,347	(538,047)	13,402	590,063	2,402,814	91,816	69,947 ^a
Templeton Foreign Fund, Class R6	1,396,537	367,338	(388,754)	17,970	316,199	1,709,290	184,788	67,780
Total Non-Controlled Affiliates	\$39,225,847	\$23,452,420	\$(15,962,615)	\$135,494	\$6,157,192	\$53,008,338		\$2,887,195
Total Affiliated Securities	\$39,225,847	\$23,452,420	\$(15,962,615)	\$135,494	\$6,157,192	\$53,008,338		\$2,887,195

Franklin LifeSmart™ 2060 Retirement Target Fund**Non-Controlled Affiliates**

ClearBridge International Growth Fund, Class IS	180,502	103,129	(52,225)	1,926	26,600	259,932	3,506	17,670 ^a
Franklin Emerging Market Core Equity (IU) Fund	434,220	381,468	(99,489)	(3,202)	149,219	862,216	65,468	23,725
Franklin Growth Fund, Class R6.	1,125,755	510,748	(397,903)	2,963	29,594	1,271,157	9,346	160,569 ^a
Franklin Institutional U.S. Government Money Market Fund, 3.681%	345	2,511,428	(2,384,499)	—	—	127,274	127,274	6,465
Franklin International Core Equity (IU) Fund	1,195,263	711,043	(375,199)	8,430	189,142	1,728,679	127,202	208,294 ^a
Franklin Systematic Style Premia ETF.	81,748	22,741	(1,825)	(1)	12,216	114,879	4,269	3,045
Franklin U.S. Core Bond ETF. . .	123,377	307,118	(228,548)	749	4,363	207,059	9,575	7,677
Franklin U.S. Core Equity (IU) Fund	1,958,206	856,561	(89,428)	(3,025)	341,631	3,063,945	155,294	103,785 ^a
Franklin U.S. Equity Index ETF .	834,348	549,327	(213,952)	(15,688)	177,565	1,331,600	22,275	12,780
Franklin U.S. Large Cap Multifactor Index ETF	588,159	251,327	(36,096)	(1,462)	129,174	931,102	13,430	9,310

3. Transactions with Affiliates (continued)

f. Investments in FT Underlying Funds (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
Franklin LifeSmart™ 2060 Retirement Target Fund (continued)								
Non-Controlled Affiliates (continued)								
Putnam Large Cap Growth Fund, Class R6	\$—	\$470,973	\$(1,712)	\$(34)	\$(12,125)	\$457,102	5,518	\$22,304 ^a
Putnam Large Cap Value Fund, Class R6	652,646	355,471	(56,775)	(2,590)	107,355	1,056,107	26,893	55,637 ^a
Templeton Developing Markets Trust, Class R6	281,047	253,355	(100,622)	1,514	127,822	563,116	21,518	16,281 ^a
Templeton Foreign Fund, Class R6	276,020	135,927	(80,050)	2,813	67,735	402,445	43,508	15,858
Total Non-Controlled Affiliates	\$7,731,636	\$7,420,616	\$(4,118,323)	\$(7,607)	\$1,350,291	\$12,376,613		\$663,400
Total Affiliated Securities	\$7,731,636	\$7,420,616	\$(4,118,323)	\$(7,607)	\$1,350,291	\$12,376,613		\$663,400

^aDividend income includes capital gain distributions received, if any, from underlying funds, and are presented in corresponding line item in the Statement of Operations.

g. 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 Franklin LifeSmart™ Retirement Income Fund so that the operating expenses (excluding interest expense, distribution fees, acquired fund fees and expenses and certain non-routine expenses or costs, including those relating to litigation, indemnification, reorganizations, and liquidations) for each class of the Fund do not exceed 0.05% and for Class R6 do not exceed 0.00% 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.

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 Funds, except Franklin LifeSmart™ Retirement Income 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 Funds do not exceed 0.45% and for Class R6 do not exceed 0.40% 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 Funds' fiscal year end.

Transfer agent fees on Class R6 shares of the Funds have been capped so that transfer agent fees for that class do not exceed 0.00% based on the average net assets of the class until April 30, 2026.

h. Other Affiliated Transactions

At December 31, 2025, Templeton International Inc. owned 10.5% of Franklin LifeSmart™ 2060 Retirement Target Fund's outstanding shares.

4. Income Taxes

For tax purposes, capital losses may be carried over to offset future capital gains.

At December 31, 2025, the capital loss carryforwards were as follows:

	Franklin LifeSmart™ Retirement Income Fund
Capital loss carryforwards not subject to expiration:	
Short term	\$695,856
Long term	3,337,481
Total capital loss carryforwards	<u>\$4,033,337</u>

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

	Franklin LifeSmart™ Retirement Income Fund		Franklin LifeSmart™ 2020 Retirement Target Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$2,226,668	\$2,273,979	\$899,407	\$774,947
Long term capital gain	—	—	531,923	—
	<u>\$2,226,668</u>	<u>\$2,273,979</u>	<u>\$1,431,330</u>	<u>\$774,947</u>
	Franklin LifeSmart™ 2025 Retirement Target Fund		Franklin LifeSmart™ 2030 Retirement Target Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$2,913,363	\$3,615,421	\$2,383,977	\$1,692,526
Long term capital gain	6,102,546	35,905	2,008,071	—
	<u>\$9,015,909</u>	<u>\$3,651,326</u>	<u>\$4,392,048</u>	<u>\$1,692,526</u>
	Franklin LifeSmart™ 2035 Retirement Target Fund		Franklin LifeSmart™ 2040 Retirement Target Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$3,848,898	\$3,746,968	\$1,675,777	\$1,615,293
Long term capital gain	7,173,853	9,637	2,626,206	169,624
	<u>\$11,022,751</u>	<u>\$3,756,605</u>	<u>\$4,301,983</u>	<u>\$1,784,917</u>
	Franklin LifeSmart™ 2045 Retirement Target Fund		Franklin LifeSmart™ 2050 Retirement Target Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$2,382,940	\$2,571,496	\$1,262,704	\$1,201,149
Long term capital gain	5,270,829	355,597	2,636,717	35,080
	<u>\$7,653,769</u>	<u>\$2,927,093</u>	<u>\$3,899,421</u>	<u>\$1,236,229</u>

4. Income Taxes (continued)

	Franklin LifeSmart™ 2055 Retirement Target Fund		Franklin LifeSmart™ 2060 Retirement Target Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$1,022,428	\$929,641	\$230,233	\$150,028
Long term capital gain	1,760,069	—	306,262	619
	\$2,782,497	\$929,641	\$536,495	\$150,647

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

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund
Cost of investments	\$43,146,826	\$23,077,222	\$92,287,727	\$68,411,744
Unrealized appreciation.	\$3,217,927	\$4,175,426	\$22,742,107	\$18,159,123
Unrealized depreciation.	(1,719,585)	(1,477,995)	(4,428,819)	(2,072,969)
Net unrealized appreciation (depreciation).	\$1,498,342	\$2,697,431	\$18,313,288	\$16,086,154

Distributable earnings:				
Undistributed ordinary income.	\$460,527	\$946	\$38,903	\$10,634
Undistributed long term capital gains.	—	910,529	2,359,519	1,988,991
Total distributable earnings	\$460,527	\$911,475	\$2,398,422	\$1,999,625

	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund
Cost of investments	\$120,986,994	\$56,670,545	\$86,772,668	\$47,304,930
Unrealized appreciation.	\$40,343,251	\$19,232,232	\$36,622,040	\$19,617,967
Unrealized depreciation.	(3,275,761)	(960,546)	(1,011,985)	(578,469)
Net unrealized appreciation (depreciation).	\$37,067,490	\$18,271,686	\$35,610,055	\$19,039,498

Distributable earnings:				
Undistributed ordinary income.	\$39,097	\$28,483	\$22,445	\$10,391
Undistributed long term capital gains.	4,323,671	2,212,975	4,049,699	2,229,001
Total distributable earnings	\$4,362,768	\$2,241,458	\$4,072,144	\$2,239,392

4. Income Taxes (continued)

	Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Cost of investments	\$40,101,385	\$10,612,009
Unrealized appreciation.	\$14,593,039	\$2,209,219
Unrealized depreciation.	(600,936)	(188,401)
Net unrealized appreciation (depreciation).	\$13,992,103	\$2,020,818
Distributable earnings:		
Undistributed ordinary income.	\$13,111	\$4,058
Undistributed long term capital gains.	1,827,680	419,653
Total distributable earnings	\$1,840,791	\$423,711

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of wash sales, regulated investment companies and complex securities.

The Funds utilized a tax accounting practice to treat a portion of the proceeds from capital shares redeemed as a distribution from net investment income and realized capital gains.

5. Investment Transactions

Purchases and sales of investments (excluding short term securities) for the year ended December 31, 2025, were as follows:

	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Purchases	\$14,576,595	\$5,036,579	\$22,603,581	\$22,483,373
Sales	\$16,505,593	\$6,806,384	\$31,040,897	\$18,380,103
Purchases	\$35,432,442	\$20,235,062	\$28,721,556	\$16,455,430
Sales	\$33,558,255	\$16,197,333	\$25,057,323	\$15,316,027
Purchases			\$16,618,715	\$5,104,396
Sales			\$10,230,080	\$1,969,118

6. Credit Facility

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

Under the terms of the Global Credit Facility, the Funds may, in addition to interest charged on any borrowings made by the Funds and other costs incurred by the Funds, pay their share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon their 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 Statements of Operations. During the year ended December 31, 2025, the Funds did not use the Global Credit Facility.

7. Fair Value Measurements

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

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

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

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

	Level 1	Level 2	Level 3	Total
Franklin LifeSmart™ Retirement Income Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	\$41,154,691	\$—	\$—	\$41,154,691
Index-Linked Notes:				
Capital Markets	—	—	2,538,077	2,538,077
Short Term Investments	952,400	—	—	952,400
Total Investments in Securities	\$42,107,091	\$—	\$2,538,077	\$44,645,168
Franklin LifeSmart™ 2020 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	25,484,418	—	—	25,484,418
Short Term Investments	290,235	—	—	290,235
Total Investments in Securities	\$25,774,653	\$—	\$—	\$25,774,653

7. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin LifeSmart™ 2025 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	\$109,670,260	\$—	\$—	\$109,670,260
Short Term Investments	930,755	—	—	930,755
Total Investments in Securities	\$110,601,015	\$—	\$—	\$110,601,015
Franklin LifeSmart™ 2030 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	83,452,521	—	—	83,452,521
Short Term Investments	1,045,377	—	—	1,045,377
Total Investments in Securities	\$84,497,898	\$—	\$—	\$84,497,898
Franklin LifeSmart™ 2035 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	156,730,588	—	—	156,730,588
Short Term Investments	1,323,896	—	—	1,323,896
Total Investments in Securities	\$158,054,484	\$—	\$—	\$158,054,484
Franklin LifeSmart™ 2040 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	73,918,541	—	—	73,918,541
Short Term Investments	1,023,690	—	—	1,023,690
Total Investments in Securities	\$74,942,231	\$—	\$—	\$74,942,231
Franklin LifeSmart™ 2045 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	121,201,216	—	—	121,201,216
Short Term Investments	1,181,507	—	—	1,181,507
Total Investments in Securities	\$122,382,723	\$—	\$—	\$122,382,723
Franklin LifeSmart™ 2050 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	65,467,033	—	—	65,467,033
Short Term Investments	877,395	—	—	877,395
Total Investments in Securities	\$66,344,428	\$—	\$—	\$66,344,428
Franklin LifeSmart™ 2055 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange Traded Funds	53,415,099	—	—	53,415,099
Short Term Investments	678,389	—	—	678,389
Total Investments in Securities	\$54,093,488	\$—	\$—	\$54,093,488

7. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin LifeSmart™ 2060 Retirement Target Fund				
Assets:				
Investments in Securities: ^a				
Investments in Underlying Funds and Exchange				
Traded Funds	\$12,505,553	\$—	\$—	\$12,505,553
Short Term Investments	127,274	—	—	127,274
Total Investments in Securities	\$12,632,827	\$—	\$—	\$12,632,827

^aFor detailed categories, see the accompanying Schedule of Investments.

A reconciliation in which Level 3 inputs are used in determining fair value is presented when there are significant Level 3 assets and/or liabilities at the beginning and/or end of the year. At December 31, 2025, the reconciliation is as follows:

	Balance at Beginning of Year	Purchases	Sales	Transfer Into Level 3	Transfer Out of Level 3	Net Accretion (Amortiza- tion)	Net Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Balance at End of Year	Net Change in Unrealized Appreciation (Depreciation) on Assets Held at Year End
Franklin LifeSmart™ Retirement Income Fund										
Assets:										
Investments in Securities:										
Index-Linked Notes:										
Capital Markets	\$2,335,071	\$—	\$—	\$—	\$—	\$—	\$—	\$203,006	\$2,538,077	\$203,006
Total Investments in Securities	\$2,335,071	\$—	\$—	\$—	\$—	\$—	\$—	\$203,006	\$2,538,077	\$203,006

Level 3 financial instruments, for the Franklin LifeSmart™ Retirement Income Fund, include the fair value of assets and/or liabilities derived from recent transactions, private transaction prices, or non-public third-party pricing information that is unobservable.

8. Operating Segments

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

For information regarding segment assets, segment profit or loss, and significant expenses, refer to the Statements of Assets and Liabilities and the Statements of Operations, along with the related notes to the financial statements. The Schedules of Investments provides details of the Funds' 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.

9. Subsequent Events

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

Abbreviations

Selected Portfolio

ETF	Exchange-Traded Fund
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Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Franklin Fund Allocator Series and Shareholders of Franklin LifeSmart Retirement Income Fund, Franklin LifeSmart 2020 Retirement Target Fund, Franklin LifeSmart 2025 Retirement Target Fund, Franklin LifeSmart 2030 Retirement Target Fund, Franklin LifeSmart 2035 Retirement Target Fund, Franklin LifeSmart 2040 Retirement Target Fund, Franklin LifeSmart 2045 Retirement Target Fund, Franklin LifeSmart 2050 Retirement Target Fund, Franklin LifeSmart 2055 Retirement Target Fund and Franklin LifeSmart 2060 Retirement Target Fund

Opinions on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of each of the funds listed in the table below (ten of the funds constituting Franklin Fund Allocator Series, hereafter collectively referred to as the "Funds") as of December 31, 2025, the related statements of operations for the year ended December 31, 2025, the statements of changes in net assets for each of the two years in the period ended December 31, 2025, including the related notes, and the financial highlights for each of the periods indicated in the table below (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of December 31, 2025, the results of each of their operations for the year then ended, the changes in each of their net assets for each of the two years in the period ended December 31, 2025 and each of the financial highlights for each of the periods indicated in the table below in conformity with accounting principles generally accepted in the United States of America.

Franklin LifeSmart Retirement Income Fund ^(a)
Franklin LifeSmart 2020 Retirement Target Fund ^(a)
Franklin LifeSmart 2025 Retirement Target Fund ^(a)
Franklin LifeSmart 2030 Retirement Target Fund ^(a)
Franklin LifeSmart 2035 Retirement Target Fund ^(a)
Franklin LifeSmart 2040 Retirement Target Fund ^(a)
Franklin LifeSmart 2045 Retirement Target Fund ^(a)
Franklin LifeSmart 2050 Retirement Target Fund ^(a)
Franklin LifeSmart 2055 Retirement Target Fund ^(a)
Franklin LifeSmart 2060 Retirement Target Fund ^(b)

(a) The financial highlights for each of the five years in the period ended December 31, 2025

(b) The financial highlights for each of the four years in the period ended December 31, 2025 and for the period January 29, 2021 (commencement of operations) through December 31, 2021

Basis for Opinions

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

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

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2025 by correspondence with the custodian and transfer agents. We believe that our audits provide a reasonable basis for our opinions.

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

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

Tax Information (unaudited)

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

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

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

	Pursuant to:	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	—	\$590,747	\$6,400,018
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$180,753	\$64,398	\$332,110
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	\$271,439	\$139,671	\$719,216
Short-Term Capital Gain Dividends Distributed	§871(k)(2)(C)	—	—	\$3,112
Section 163(j) Interest Dividends Earned	§163(j)	\$38,427	\$11,807	\$46,914

	Pursuant to:	Franklin LifeSmart™ 2030 Retirement Target Fund	Franklin LifeSmart™ 2035 Retirement Target Fund	Franklin LifeSmart™ 2040 Retirement Target Fund
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	\$2,158,195	\$7,402,886	\$2,711,002
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$279,193	\$603,936	\$319,555
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	\$606,936	\$1,314,993	\$684,936
Short-Term Capital Gain Dividends Distributed	§871(k)(2)(C)	\$70,017	\$401,659	\$208,856
Section 163(j) Interest Dividends Earned	§163(j)	\$37,438	\$67,325	\$32,423

	Pursuant to:	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund	Franklin LifeSmart™ 2055 Retirement Target Fund
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	\$5,376,046	\$2,687,571	\$1,799,441
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$582,037	\$336,916	\$269,632
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	\$1,251,813	\$725,362	\$581,323
Short-Term Capital Gain Dividends Distributed	§871(k)(2)(C)	\$230,010	\$182,937	\$190,369
Section 163(j) Interest Dividends Earned	§163(j)	\$50,297	\$27,213	\$21,124

	Pursuant to:	Franklin LifeSmart™ 2060 Retirement Target Fund
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	\$311,667
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$59,347
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	\$127,720
Short-Term Capital Gain Dividends Distributed	§871(k)(2)(C)	\$32,747
Section 163(j) Interest Dividends Earned	§163(j)	\$5,300

Under Section 853 of the Internal Revenue Code, the Funds below intend to elect to pass through to their shareholders the following amounts, or amounts as finally determined, of foreign taxes paid and foreign source income earned by the Funds during the fiscal year ended December 31, 2025:

	Franklin LifeSmart™ Retirement Income Fund	Franklin LifeSmart™ 2020 Retirement Target Fund	Franklin LifeSmart™ 2025 Retirement Target Fund	Franklin LifeSmart™ 2030 Retirement Target Fund	Franklin LifeSmart™ 2035 Retirement Target Fund
Foreign Taxes Paid	\$6,578	\$12,073	\$62,231	\$55,023	\$117,716
Foreign Source Income Earned	\$64,725	\$80,292	\$412,414	\$348,352	\$752,699
	Franklin LifeSmart™ 2040 Retirement Target Fund	Franklin LifeSmart™ 2045 Retirement Target Fund	Franklin LifeSmart™ 2050 Retirement Target Fund	Franklin LifeSmart™ 2055 Retirement Target Fund	Franklin LifeSmart™ 2060 Retirement Target Fund
Foreign Taxes Paid	\$61,744	\$112,274	\$64,879	\$54,345	\$12,679
Foreign Source Income Earned	\$387,786	\$702,801	\$407,996	\$326,456	\$72,676

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 Funds' investment manager according to the terms of the agreement.

Board Approval of Management and Subadvisory Agreements

For the period covered by this report

Not applicable.

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