

Statements of Investments (unaudited)

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Not FDIC Insured	May Lose Value	No Bank Guarantee
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Statement of Investments (unaudited), March 31, 2021

Franklin Allocation VIP Fund

	Country	Shares	Value
Common Stocks 58.6%			
Aerospace & Defense 1.4%			
BAE Systems plc	United Kingdom	82,587	\$575,059
BWX Technologies, Inc.	United States	7,533	496,726
Dassault Aviation SA	France	349	388,074
General Dynamics Corp.	United States	4,400	798,864
Huntington Ingalls Industries, Inc.	United States	2,071	426,315
Lockheed Martin Corp.	United States	5,904	2,181,528
^a Mercury Systems, Inc.	United States	4,300	303,795
MTU Aero Engines AG	Germany	6,700	1,578,161
Northrop Grumman Corp.	United States	6,103	1,975,175
Raytheon Technologies Corp.	United States	32,811	2,535,306
			11,259,003
Air Freight & Logistics 0.7%			
CH Robinson Worldwide, Inc.	United States	1,288	122,914
Deutsche Post AG	Germany	13,974	766,560
DSV PANALPINA A/S	Denmark	9,200	1,804,465
Expeditors International of Washington, Inc.	United States	1,567	168,750
FedEx Corp.	United States	351	99,698
United Parcel Service, Inc., B	United States	13,959	2,372,890
			5,335,277
Airlines 0.1%			
^a International Consolidated Airlines Group SA	United Kingdom	153,849	420,548
Auto Components 0.2%			
^a Aptiv plc	United States	3,300	455,070
Continental AG	Germany	3,572	472,801
Gentex Corp.	United States	2,418	86,250
Toyota Industries Corp.	Japan	3,875	346,268
Valeo SA	France	9,679	328,355
			1,688,744
Automobiles 0.6%			
Bayerische Motoren Werke AG	Germany	8,169	847,679
Daimler AG	Germany	8,112	723,932
Honda Motor Co. Ltd.	Japan	24,400	735,551
Isuzu Motors Ltd.	Japan	57,000	612,169
Stellantis NV	United States	36,189	640,093
^a Tesla, Inc.	United States	1,248	833,577
Toyota Motor Corp.	Japan	9,700	754,854
			5,147,855
Banks 1.8%			
Associated Banc-Corp.	United States	299	6,381
Bank of America Corp.	United States	4,198	162,421
Barclays plc	United Kingdom	164,265	420,609
^a BNP Paribas SA	France	18,023	1,098,035
Citigroup, Inc.	United States	1,366	99,377
Citizens Financial Group, Inc.	United States	19,245	849,667
Commonwealth Bank of Australia	Australia	9,451	620,125
DBS Group Holdings Ltd.	Singapore	2,700	57,894
Fifth Third Bancorp.	United States	2,630	98,493
^a FinecoBank Banca Fineco SpA	Italy	95,071	1,555,208
ING Groep NV	Netherlands	127,746	1,560,168
JPMorgan Chase & Co.	United States	7,762	1,181,609
Kasikornbank PCL	Thailand	122,592	570,445
KB Financial Group, Inc.	South Korea	18,347	907,426
KeyCorp.	United States	31,236	624,095

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Banks (continued)			
People's United Financial, Inc.	United States	6,489	\$116,153
Regions Financial Corp.	United States	33,113	684,115
Shinhan Financial Group Co. Ltd.	South Korea	20,704	690,015
Standard Chartered plc	United Kingdom	139,109	957,702
Sumitomo Mitsui Financial Group, Inc.	Japan	26,700	967,803
Sumitomo Mitsui Financial Group, Inc., ADR	Japan	96,000	696,000
Truist Financial Corp.	United States	1,706	99,494
US Bancorp	United States	1,758	97,235
Wells Fargo & Co.	United States	7,356	287,399
Zions Bancorp NA.	United States	1,815	99,752
			14,507,621
Beverages 0.9%			
Anheuser-Busch InBev SA/NV	Belgium	8,587	539,757
^a Boston Beer Co., Inc. (The), A.	United States	32	38,601
Brown-Forman Corp., A.	United States	446	28,397
Brown-Forman Corp., B	United States	9,499	655,146
^b Budweiser Brewing Co. APAC Ltd., 144A, Reg S	China	26,100	78,127
Coca-Cola Co. (The)	United States	9,781	515,557
Constellation Brands, Inc., A	United States	3,419	779,532
Kirin Holdings Co. Ltd.	Japan	13,943	267,540
^a Monster Beverage Corp.	United States	28,929	2,635,143
PepsiCo, Inc.	United States	13,913	1,967,994
			7,505,794
Biotechnology 1.4%			
AbbVie, Inc.	United States	18,444	1,996,010
^a Alexion Pharmaceuticals, Inc.	United States	3,033	463,776
Amgen, Inc.	United States	8,678	2,159,173
^a Biogen, Inc.	United States	1,768	494,598
CSL Ltd.	Australia	9,507	1,921,402
^a Deciphera Pharmaceuticals, Inc.	United States	3,100	139,004
^a Exelixis, Inc.	United States	2,296	51,867
^a Galapagos NV	Belgium	2,393	184,639
^a Genmab A/S	Denmark	3,400	1,118,203
Gilead Sciences, Inc.	United States	8,803	568,938
^a Iovance Biotherapeutics, Inc.	United States	2,100	66,486
^a Mirati Therapeutics, Inc.	United States	1,500	256,950
^a Neurocrine Biosciences, Inc.	United States	2,009	195,375
^a Olink Holding AB, ADR	Sweden	400	14,400
^a PTC Therapeutics, Inc.	United States	2,000	94,700
^a Regeneron Pharmaceuticals, Inc.	United States	1,244	588,586
^a Vertex Pharmaceuticals, Inc.	United States	3,607	775,108
			11,089,215
Building Products 0.6%			
A O Smith Corp.	United States	3,454	233,525
Allegion plc	United States	4,093	514,163
Cie de Saint-Gobain	France	8,893	525,101
Geberit AG	Switzerland	1,259	801,369
Johnson Controls International plc	United States	18,600	1,109,862
Lennox International, Inc.	United States	212	66,057
Masco Corp.	United States	1,626	97,397
Trane Technologies plc	United States	6,241	1,033,260
^a Trex Co., Inc.	United States	434	39,728
Xinyi Glass Holdings Ltd.	Hong Kong	36,800	120,892
			4,541,354

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Capital Markets 2.7%			
3i Group plc	United Kingdom	49,567	\$787,629
Ameriprise Financial, Inc.	United States	426	99,024
Bank of New York Mellon Corp. (The)	United States	3,948	186,701
BlackRock, Inc.	United States	1,394	1,051,020
Charles Schwab Corp. (The)	United States	17,657	1,150,883
Deutsche Boerse AG.	Germany	7,200	1,196,314
EQT AB	Sweden	1,814	59,719
Evercore, Inc., A	United States	137	18,048
FactSet Research Systems, Inc.	United States	369	113,870
Goldman Sachs Group, Inc. (The)	United States	6,536	2,137,272
Hargreaves Lansdown plc	United Kingdom	12,600	267,682
Hong Kong Exchanges & Clearing Ltd.	Hong Kong	13,200	783,107
Intercontinental Exchange, Inc.	United States	7,355	821,406
Intermediate Capital Group plc	United Kingdom	62,000	1,573,912
Invesco Ltd.	United States	19,433	490,100
Lazard Ltd., A	United States	962	41,857
Magellan Financial Group Ltd.	Australia	3,851	132,920
MarketAxess Holdings, Inc.	United States	845	420,743
Moody's Corp.	United States	3,571	1,066,336
Morgan Stanley	United States	1,257	97,619
Morningstar, Inc.	United States	165	37,132
MSCI, Inc.	United States	1,650	691,812
Nasdaq, Inc.	United States	4,500	663,570
Nomura Holdings, Inc.	Japan	73,100	387,317
Partners Group Holding AG	Switzerland	839	1,072,293
Raymond James Financial, Inc.	United States	806	98,783
S&P Global, Inc.	United States	7,130	2,515,963
SEI Investments Co.	United States	918	55,934
Singapore Exchange Ltd.	Singapore	41,800	310,031
State Street Corp.	United States	3,125	262,531
T Rowe Price Group, Inc.	United States	9,036	1,550,578
Tradeweb Markets, Inc., A	United States	5,100	377,400
UBS Group AG	Switzerland	58,020	897,751
			<hr/> 21,417,257 <hr/>
Chemicals 2.4%			
Air Products and Chemicals, Inc.	United States	10,945	3,079,266
Albemarle Corp.	United States	9,030	1,319,373
BASF SE	Germany	1,961	162,951
Celanese Corp.	United States	1,346	201,644
^b Covestro AG, 144A, Reg S	Germany	9,690	651,896
^a Danimer Scientific, Inc.	United States	1,200	45,300
Eastman Chemical Co.	United States	968	106,596
Ecolab, Inc.	United States	8,321	1,781,276
EMS-Chemie Holding AG	Switzerland	289	258,196
Huntsman Corp.	United States	745	21,478
Koninklijke DSM NV	Netherlands	9,400	1,589,012
Linde plc.	United Kingdom	11,885	3,329,464
LyondellBasell Industries NV, A	United States	14,205	1,478,030
Mosaic Co. (The)	United States	14,976	473,391
NewMarket Corp.	United States	67	25,471
Nitto Denko Corp.	Japan	5,400	462,892
Sherwin-Williams Co. (The)	United States	1,005	741,700
Symrise AG	Germany	11,000	1,334,533
Tosoh Corp.	Japan	28,525	546,324
Umicore SA	Belgium	28,500	1,511,923

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Chemicals (continued)			
Valvoline, Inc.	United States	1,065	\$27,765
			19,148,481
Commercial Services & Supplies 0.3%			
Cintas Corp.	United States	3,941	1,345,103
^a Copart, Inc.	United States	1,813	196,910
Downer EDI Ltd.	Australia	55,555	217,415
Republic Services, Inc.	United States	3,500	347,725
Rollins, Inc.	United States	10,667	367,158
			2,474,311
Communications Equipment 0.1%			
^a Arista Networks, Inc.	United States	215	64,906
Cisco Systems, Inc.	United States	13,773	712,202
^a F5 Networks, Inc.	United States	562	117,245
Motorola Solutions, Inc.	United States	1,407	264,586
			1,158,939
Construction & Engineering 0.2%			
Obayashi Corp.	Japan	8,100	74,350
Quanta Services, Inc.	United States	3,187	280,392
Sinopec Engineering Group Co. Ltd., H.	China	540,500	299,164
Taisei Corp.	Japan	16,800	648,166
			1,302,072
Construction Materials 0.1%			
Martin Marietta Materials, Inc.	United States	2,163	726,379
Taiheiyō Cement Corp.	Japan	5,100	134,382
			860,761
Consumer Finance 0.2%			
Capital One Financial Corp.	United States	6,233	793,024
Santander Consumer USA Holdings, Inc.	United States	750	20,295
Synchrony Financial	United States	10,559	429,329
			1,242,648
Containers & Packaging 0.0%[†]			
Ardagh Group SA	United States	36	915
Avery Dennison Corp.	United States	306	56,197
International Paper Co.	United States	837	45,256
Packaging Corp. of America	United States	747	100,456
Sonoco Products Co.	United States	862	54,565
			257,389
Distributors 0.0%[†]			
Pool Corp.	United States	675	233,037
Diversified Consumer Services 0.2%			
^a Grand Canyon Education, Inc.	United States	163	17,457
H&R Block, Inc.	United States	28,768	627,143
^a TAL Education Group, ADR.	China	22,000	1,184,700
			1,829,300
Diversified Financial Services 0.3%			
^a Berkshire Hathaway, Inc., B.	United States	3,238	827,212
EXOR NV	Netherlands	3,336	281,344
Jefferies Financial Group, Inc.	United States	797	23,990

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Diversified Financial Services (continued)			
^a Kinnevik AB, B	Sweden	8,486	\$412,406
M&G plc	United Kingdom	90,998	260,004
ORIX Corp.	Japan	40,600	686,659
			2,491,615
Diversified Telecommunication Services 0.5%			
AT&T, Inc.	United States	17,791	538,534
^a BT Group plc	United Kingdom	78,067	166,517
^b Cellnex Telecom SA, 144A, Reg S.	Spain	28,041	1,616,376
Deutsche Telekom AG	Germany	29,166	587,745
Lumen Technologies, Inc.	United States	2,292	30,598
Nippon Telegraph & Telephone Corp.	Japan	17,900	461,854
Verizon Communications, Inc.	United States	10,147	590,048
			3,991,672
Electric Utilities 0.4%			
Alliant Energy Corp.	United States	1,979	107,182
American Electric Power Co., Inc.	United States	2,307	195,403
Evergy, Inc.	United States	1,495	88,997
Eversource Energy	United States	2,554	221,151
Exelon Corp.	United States	3,512	153,615
Hawaiian Electric Industries, Inc.	United States	916	40,698
NextEra Energy, Inc.	United States	18,117	1,369,826
NRG Energy, Inc.	United States	10,549	398,014
PPL Corp.	United States	8,451	243,727
Southern Co. (The)	United States	8,545	531,157
Xcel Energy, Inc.	United States	2,523	167,805
			3,517,575
Electrical Equipment 0.3%			
AMETEK, Inc.	United States	3,518	449,354
Eaton Corp. plc	United States	806	111,454
Emerson Electric Co.	United States	6,305	568,837
^a Generac Holdings, Inc.	United States	525	171,911
GrafTech International Ltd.	United States	377	4,611
Hubbell, Inc.	United States	106	19,810
Mitsubishi Electric Corp.	Japan	53,000	810,002
nVent Electric plc	United States	13,100	365,621
Rockwell Automation, Inc.	United States	1,081	286,941
			2,788,541
Electronic Equipment, Instruments & Components 0.6%			
Amphenol Corp., A	United States	15,466	1,020,292
Avnet, Inc.	United States	6,506	270,064
Cognex Corp.	United States	1,987	164,901
Hitachi Ltd.	Japan	26,646	1,207,820
Keyence Corp.	Japan	400	182,303
^a Keysight Technologies, Inc.	United States	3,762	539,471
Murata Manufacturing Co. Ltd.	Japan	1,600	128,793
TE Connectivity Ltd.	United States	9,849	1,271,604
^a Vontier Corp.	United States	2,534	76,704
			4,861,952
Energy Equipment & Services 0.1%			
Halliburton Co.	United States	5,635	120,927
SBM Offshore NV	Netherlands	35,185	643,548

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Energy Equipment & Services (continued)			
^a Tecnicas Reunidas SA	Spain	14,605	\$213,894
			978,369
Entertainment 0.7%			
Activision Blizzard, Inc.	United States	4,880	453,840
CTS Eventim AG & Co. KGaA	Germany	24,000	1,393,619
Electronic Arts, Inc.	United States	3,637	492,341
^a Netflix, Inc.	United States	716	373,509
Nintendo Co. Ltd.	Japan	1,300	732,726
^a Take-Two Interactive Software, Inc.	United States	1,311	231,654
^a Walt Disney Co. (The)	United States	11,625	2,145,045
			5,822,734
Equity Real Estate Investment Trusts (REITs) 0.8%			
Apartment Income REIT Corp.	United States	2,198	93,986
CoreSite Realty Corp.	United States	138	16,539
Crown Castle International Corp.	United States	6,085	1,047,411
EPR Properties.	United States	655	30,516
Extra Space Storage, Inc.	United States	991	131,357
Gaming and Leisure Properties, Inc.	United States	18	764
Goodman Group.	Australia	46,071	636,164
Highwoods Properties, Inc.	United States	2,242	96,271
Iron Mountain, Inc.	United States	2,665	98,632
Kimco Realty Corp.	United States	20,029	375,544
Lamar Advertising Co., A.	United States	1,066	100,119
National Retail Properties, Inc.	United States	1,507	66,414
Omega Healthcare Investors, Inc.	United States	470	17,216
Public Storage	United States	7,639	1,885,000
Realty Income Corp.	United States	2,806	178,181
Simon Property Group, Inc.	United States	9,591	1,091,168
Spirit Realty Capital, Inc.	United States	937	39,823
STORE Capital Corp.	United States	1,782	59,697
VICI Properties, Inc.	United States	1,122	31,685
Weyerhaeuser Co.	United States	9,550	339,980
WP Carey, Inc.	United States	1,288	91,139
			6,427,606
Food & Staples Retailing 0.6%			
Casey's General Stores, Inc.	United States	307	66,370
Cosmos Pharmaceutical Corp.	Japan	200	31,200
Costco Wholesale Corp.	United States	1,327	467,741
Koninklijke Ahold Delhaize NV.	Netherlands	8,895	248,086
Kroger Co. (The)	United States	33,252	1,196,739
Lawson, Inc.	Japan	2,600	127,582
^a Sprouts Farmers Market, Inc.	United States	869	23,133
Sundrug Co. Ltd.	Japan	11,643	426,559
Walgreens Boots Alliance, Inc.	United States	6,023	330,663
Walmart, Inc.	United States	16,722	2,271,349
			5,189,422
Food Products 0.4%			
Campbell Soup Co.	United States	699	35,139
Flowers Foods, Inc.	United States	1,647	39,199
General Mills, Inc.	United States	5,663	347,255
Hershey Co. (The)	United States	1,529	241,827
Hormel Foods Corp.	United States	2,654	126,808
Ingredion, Inc.	United States	562	50,535
J M Smucker Co. (The)	United States	818	103,502

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Food Products (continued)			
Kellogg Co.	United States	1,704	\$107,863
Lamb Weston Holdings, Inc.	United States	2,732	211,675
McCormick & Co., Inc.	United States	9,800	873,768
Mondelez International, Inc., A.	United States	7,769	454,720
Nestle SA	Switzerland	2,678	298,565
Tyson Foods, Inc., A	United States	2,473	183,744
^b WH Group Ltd., 144A, Reg S	Hong Kong	63,000	51,183
			3,125,783
Gas Utilities 0.1%			
Atmos Energy Corp.	United States	978	96,675
Osaka Gas Co. Ltd.	Japan	19,200	374,683
Toho Gas Co. Ltd.	Japan	3,700	228,322
Tokyo Gas Co. Ltd.	Japan	19,200	427,752
			1,127,432
Health Care Equipment & Supplies 3.4%			
Abbott Laboratories.	United States	20,468	2,452,885
^a ABIOMED, Inc.	United States	588	187,413
^a Alcon, Inc.	Switzerland	21,000	1,473,839
^a Align Technology, Inc.	United States	514	278,346
Becton Dickinson and Co.	United States	6,400	1,556,160
Cochlear Ltd.	Australia	9,600	1,544,208
Coloplast A/S, B	Denmark	2,848	428,175
Danaher Corp.	United States	8,919	2,007,489
DiaSorin SpA	Italy	910	145,993
^a Edwards Lifesciences Corp.	United States	6,521	545,416
Fisher & Paykel Healthcare Corp. Ltd.	New Zealand	10,662	239,406
GN Store Nord A/S	Denmark	20,000	1,574,127
^a Haemonetics Corp.	United States	5,124	568,815
^a Hologic, Inc.	United States	10,065	748,635
Hoya Corp.	Japan	6,100	717,951
^a IDEXX Laboratories, Inc.	United States	3,946	1,930,817
^a Intuitive Surgical, Inc.	United States	2,322	1,715,819
^a Koninklijke Philips NV	Netherlands	3,598	205,160
Medtronic plc	United States	14,700	1,736,511
^a Quidel Corp.	United States	82	10,490
ResMed, Inc.	United States	1,808	350,788
^b Siemens Healthineers AG, 144A, Reg S	Germany	2,394	129,748
^a Sonova Holding AG.	Switzerland	1,630	432,118
Stryker Corp.	United States	11,792	2,872,295
Teleflex, Inc.	United States	2,884	1,198,187
West Pharmaceutical Services, Inc.	United States	6,582	1,854,676
			26,905,467
Health Care Providers & Services 0.7%			
Chemed Corp.	United States	331	152,200
CVS Health Corp.	United States	6,553	492,982
Fresenius Medical Care AG & Co. KGaA	Germany	10,416	767,193
Fresenius SE & Co. KGaA.	Germany	2,238	99,718
^a Guardant Health, Inc.	United States	900	137,385
HCA Healthcare, Inc.	United States	523	98,502
Humana, Inc.	United States	452	189,501
^a Laboratory Corp. of America Holdings	United States	3,099	790,338
McKesson Corp.	United States	499	97,325
Premier, Inc., A	United States	440	14,894
Quest Diagnostics, Inc.	United States	268	34,395
Sinopharm Group Co. Ltd., H	China	86,800	210,292

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Health Care Providers & Services (continued)			
UnitedHealth Group, Inc.	United States	5,489	\$2,042,292
Universal Health Services, Inc., B	United States	724	96,574
			5,223,591
Health Care Technology 0.2%			
^a American Well Corp., A	United States	2,100	36,477
Cerner Corp.	United States	14,375	1,033,275
^a Certara, Inc.	United States	1,400	38,220
M3, Inc.	Japan	800	54,919
^a Veeva Systems, Inc., A	United States	1,985	518,561
			1,681,452
Hotels, Restaurants & Leisure 0.5%			
^a Airbnb, Inc., A	United States	600	112,764
^a Chipotle Mexican Grill, Inc.	United States	69	98,036
Domino's Pizza, Inc.	United States	1,414	520,055
Genting Singapore Ltd.	Singapore	174,400	119,494
^a Las Vegas Sands Corp.	United States	8,438	512,693
McDonald's Corp.	United States	7,671	1,719,378
Starbucks Corp.	United States	896	97,906
Yum! Brands, Inc.	United States	4,037	436,723
			3,617,049
Household Durables 0.5%			
^a Barratt Developments plc	United Kingdom	35,482	364,916
DR Horton, Inc.	United States	2,733	243,565
Garmin Ltd.	United States	1,299	171,273
Iida Group Holdings Co. Ltd.	Japan	7,600	184,153
Lennar Corp., A.	United States	2,951	298,730
^a NVR, Inc.	United States	30	141,328
Persimmon plc	United Kingdom	10,013	405,524
PulteGroup, Inc.	United States	3,522	184,694
Sekisui House Ltd.	Japan	22,000	473,223
Sony Group Corp.	Japan	9,522	1,007,746
^a Taylor Wimpey plc.	United Kingdom	62,615	155,657
			3,630,809
Household Products 0.7%			
Church & Dwight Co., Inc.	United States	2,251	196,625
Clorox Co. (The)	United States	1,838	354,514
Colgate-Palmolive Co.	United States	39,793	3,136,882
Procter & Gamble Co. (The)	United States	15,996	2,166,338
			5,854,359
Industrial Conglomerates 1.0%			
3M Co.	United States	6,048	1,165,329
Carlisle Cos., Inc.	United States	3,000	493,740
CK Hutchison Holdings Ltd.	United Kingdom	135,500	1,082,559
Honeywell International, Inc.	United States	10,647	2,311,144
Roper Technologies, Inc.	United States	6,900	2,783,046
^a Siemens AG	Germany	756	124,144
			7,959,962
Insurance 0.6%			
Admiral Group plc	United Kingdom	10,152	433,843
Aflac, Inc.	United States	10,287	526,489
AIA Group Ltd.	Hong Kong	65,046	795,958

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Insurance (continued)			
American National Group, Inc.	United States	67	\$7,227
CNP Assurances	France	8,731	165,586
Erie Indemnity Co., A.	United States	2,595	573,261
Japan Post Insurance Co. Ltd.	Japan	7,900	162,287
MetLife, Inc.	United States	2,929	178,054
NN Group NV	Netherlands	6,163	300,614
Progressive Corp. (The)	United States	2,135	204,127
Prudential Financial, Inc.	United States	1,079	98,297
Prudential plc	United Kingdom	22,947	488,759
T&D Holdings, Inc.	Japan	27,900	359,007
Travelers Cos., Inc. (The)	United States	635	95,504
Unum Group	United States	5,447	151,590
			<hr/> 4,540,603
Interactive Media & Services 2.1%			
^a Alphabet, Inc., A	United States	2,831	5,838,994
^a Alphabet, Inc., C	United States	1,838	3,802,142
^{a,b} Auto Trader Group plc, 144A, Reg S	United Kingdom	28,610	218,721
^a Baidu, Inc., ADR	China	1,885	410,082
^a Facebook, Inc., A	United States	16,320	4,806,730
^a IAC/InterActiveCorp	United States	1,507	325,979
Kakaku.com, Inc.	Japan	4,400	120,439
^{a,b} Kuaishou Technology, 144A, Reg S	China	5,200	180,601
^a Match Group, Inc.	United States	4,101	563,395
REA Group Ltd.	Australia	2,700	292,177
			<hr/> 16,559,260
Internet & Direct Marketing Retail 1.9%			
^a Alibaba Group Holding Ltd.	China	25,393	721,486
^a Alibaba Group Holding Ltd., ADR	China	2,945	667,720
^a Amazon.com, Inc.	United States	2,826	8,743,870
^a boohoo Group plc	United Kingdom	337,000	1,577,745
^a Booking Holdings, Inc.	United States	192	447,329
eBay, Inc.	United States	3,019	184,884
^a Etsy, Inc.	United States	499	100,633
^a HelloFresh SE	Germany	1,590	118,458
^{a,b} Just Eat Takeaway.com NV, 144A, Reg S	Germany	7,118	654,913
^a MercadoLibre, Inc.	Argentina	970	1,427,976
^a Prosus NV	China	2,215	246,462
Qurate Retail, Inc., A.	United States	808	9,502
^{a,b} Zalando SE, 144A, Reg S	Germany	1,361	133,350
ZOZO, Inc.	Japan	3,900	115,535
			<hr/> 15,149,863
IT Services 2.9%			
Accenture plc, A	United States	14,506	4,007,282
^{a,b} Adyen NV, 144A, Reg S	Netherlands	1,096	2,445,412
^a Akamai Technologies, Inc.	United States	571	58,185
^a Amadeus IT Group SA	Spain	26,457	1,884,321
Amdocs Ltd.	United States	1,213	85,092
Automatic Data Processing, Inc.	United States	4,923	927,838
Broadridge Financial Solutions, Inc.	United States	1,092	167,185
Cognizant Technology Solutions Corp., A.	United States	5,238	409,193
Fujitsu Ltd.	Japan	5,100	742,120
International Business Machines Corp.	United States	4,109	547,565
Jack Henry & Associates, Inc.	United States	728	110,452
^a Keywords Studios plc	Ireland	44,000	1,561,121
Mastercard, Inc., A	United States	9,000	3,204,450

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
IT Services (continued)			
^a Okta, Inc.	United States	1,000	\$220,430
Paychex, Inc.	United States	3,211	314,742
^a PayPal Holdings, Inc.	United States	4,100	995,644
^a Shopify, Inc., A	Canada	1,000	1,106,500
^a Snowflake, Inc., A	United States	1,600	366,848
^a Twilio, Inc., A	United States	2,362	804,875
Visa, Inc., A	United States	17,196	3,640,909
Western Union Co. (The).	United States	924	22,786
			23,622,950
Life Sciences Tools & Services 1.1%			
^a 10X Genomics, Inc., A	United States	1,700	307,700
Agilent Technologies, Inc.	United States	7,526	956,856
^a Bio-Rad Laboratories, Inc., A	United States	46	26,274
^a Illumina, Inc.	United States	3,246	1,246,659
^a Maravai LifeSciences Holdings, Inc., A	United States	2,700	96,228
^a Mettler-Toledo International, Inc.	United States	3,201	3,699,364
PerkinElmer, Inc.	United States	761	97,629
Sartorius Stedim Biotech.	France	920	378,592
^a Seer, Inc.	United States	300	15,006
Thermo Fisher Scientific, Inc.	United States	2,083	950,639
^a Waters Corp.	United States	2,382	676,893
^{a,b} Wuxi Biologics Cayman, Inc., 144A, Reg S	China	49,500	624,236
			9,076,076
Machinery 1.6%			
Allison Transmission Holdings, Inc.	United States	786	32,092
Amada Co. Ltd.	Japan	6,700	74,823
Atlas Copco AB, A	Sweden	12,610	768,740
Atlas Copco AB, B	Sweden	5,676	295,796
Caterpillar, Inc.	United States	3,471	804,821
CNH Industrial NV.	United Kingdom	12,026	186,149
Cummins, Inc.	United States	1,374	356,017
Deere & Co.	United States	3,924	1,468,125
Donaldson Co., Inc.	United States	7,100	412,936
Dover Corp.	United States	7,300	1,001,049
Epiroc AB, A	Sweden	22,599	511,924
Epiroc AB, B	Sweden	13,425	279,643
Fortive Corp.	United States	5,817	410,913
Graco, Inc.	United States	1,450	103,849
Illinois Tool Works, Inc.	United States	7,362	1,630,830
^a Ingersoll Rand, Inc.	United States	5,026	247,330
Komatsu Ltd.	Japan	21,426	663,977
Kurita Water Industries Ltd.	Japan	1,700	73,040
Lincoln Electric Holdings, Inc.	United States	205	25,203
Makita Corp.	Japan	3,200	137,446
Otis Worldwide Corp.	United States	4,018	275,032
PACCAR, Inc.	United States	1,996	185,468
Pentair plc	United States	11,500	716,680
Schindler Holding AG	Switzerland	523	150,078
Snap-on, Inc.	United States	1,386	319,806
Stanley Black & Decker, Inc.	United States	4,252	848,997
Techtronic Industries Co. Ltd.	Hong Kong	22,500	385,738
Toro Co. (The)	United States	1,018	104,997
Xylem, Inc.	United States	2,800	294,504
			12,766,003

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Marine 0.0%[†]			
AP Moller - Maersk A/S, A	Denmark	100	\$217,600
Media 0.8%			
^{a,b} Ascential plc, 144A, Reg S	United Kingdom	290,000	1,346,125
Cable One, Inc.	United States	361	660,038
Comcast Corp., A	United States	17,333	937,889
CyberAgent, Inc.	Japan	92,000	1,660,649
Fox Corp., A	United States	3,197	115,444
Fox Corp., B	United States	6,770	236,476
^a Informa plc	United Kingdom	48,833	376,993
Interpublic Group of Cos., Inc. (The)	United States	6,337	185,040
Nippon Television Holdings, Inc.	Japan	12,600	165,594
Omnicom Group, Inc.	United States	1,916	142,071
TBS Holdings, Inc.	Japan	13,200	259,630
			6,085,949
Metals & Mining 0.8%			
Anglo American plc	South Africa	4,076	159,625
ArcelorMittal SA	Luxembourg	32,985	949,275
BHP Group Ltd.	Australia	9,864	342,176
BHP Group plc	Australia	4,929	141,895
Evrast plc	Russia	27,067	215,525
Fortescue Metals Group Ltd.	Australia	28,876	440,088
^a Freeport-McMoRan, Inc.	United States	3,046	100,305
Newmont Corp.	United States	2,850	171,769
Norsk Hydro ASA	Norway	9,180	58,958
Nucor Corp.	United States	14,902	1,196,184
Reliance Steel & Aluminum Co.	United States	316	48,124
Rio Tinto Ltd.	Australia	6,732	568,969
Rio Tinto plc	Australia	8,383	639,431
Southern Copper Corp.	Peru	162	10,995
Steel Dynamics, Inc.	United States	1,392	70,658
Sumitomo Metal Mining Co. Ltd.	Japan	18,190	788,268
voestalpine AG	Austria	3,052	126,381
Wheaton Precious Metals Corp.	Brazil	18,217	695,748
			6,724,374
Multiline Retail 0.5%			
Dollar General Corp.	United States	2,139	433,404
^a Next plc	United Kingdom	4,619	500,545
Seria Co. Ltd.	Japan	11,268	394,054
Target Corp.	United States	15,017	2,974,417
			4,302,420
Multi-Utilities 0.3%			
Ameren Corp.	United States	1,667	135,627
Consolidated Edison, Inc.	United States	2,726	203,905
Dominion Energy, Inc.	United States	4,824	366,431
DTE Energy Co.	United States	3,349	445,886
E.ON SE.	Germany	61,243	713,663
Public Service Enterprise Group, Inc.	United States	6,070	365,475
WEC Energy Group, Inc.	United States	1,129	105,663
			2,336,650
Oil, Gas & Consumable Fuels 1.1%			
BP plc.	United Kingdom	411,619	1,671,736
Cabot Oil & Gas Corp.	United States	2,705	50,800
Cenovus Energy, Inc.	Canada	51,120	383,970

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Oil, Gas & Consumable Fuels (continued)			
Chevron Corp.	United States	5,800	\$607,782
EOG Resources, Inc.	United States	30,686	2,225,656
Equinor ASA	Norway	55,306	1,079,477
Exxon Mobil Corp.	United States	24,171	1,349,467
Galp Energia SGPS SA, B	Portugal	41,553	481,652
Lundin Energy AB	Sweden	9,665	303,962
Neste OYJ	Finland	3,344	177,570
TOTAL SE	France	15,715	732,567
			9,064,639
Personal Products 0.3%			
Estee Lauder Cos., Inc. (The), A	United States	2,362	686,988
Kose Corp.	Japan	800	113,384
L'Oreal SA	France	2,020	773,758
Nu Skin Enterprises, Inc., A.	United States	424	22,425
Unilever plc.	United Kingdom	13,002	725,404
			2,321,959
Pharmaceuticals 2.5%			
Astellas Pharma, Inc.	Japan	10,100	155,583
AstraZeneca plc	United Kingdom	562	56,084
AstraZeneca plc, ADR.	United Kingdom	10,914	542,644
Bayer AG	Germany	19,583	1,240,927
Bristol-Myers Squibb Co.	United States	9,822	620,063
^a Catalent, Inc.	United States	16,489	1,736,457
Eli Lilly and Co.	United States	11,154	2,083,790
Hikma Pharmaceuticals plc.	Jordan	42,000	1,317,341
^a Horizon Therapeutics plc.	United States	711	65,440
Ipsen SA.	France	1,987	170,320
Johnson & Johnson	United States	24,394	4,009,154
Merck & Co., Inc.	United States	22,063	1,700,837
Novo Nordisk A/S, B	Denmark	15,579	1,049,737
Orion OYJ, B	Finland	2,459	98,516
Otsuka Holdings Co. Ltd.	Japan	7,100	301,103
Pfizer, Inc.	United States	29,420	1,065,887
Roche Holding AG	Switzerland	5,106	1,654,230
Sanofi.	France	5,603	554,001
Sumitomo Dainippon Pharma Co. Ltd.	Japan	5,200	90,709
Takeda Pharmaceutical Co. Ltd., ADR.	Japan	63,804	1,165,061
Zoetis, Inc.	United States	1,718	270,551
			19,948,435
Professional Services 1.2%			
Adecco Group AG.	Switzerland	8,025	541,359
Booz Allen Hamilton Holding Corp.	United States	860	69,256
^a Clarivate plc	United Kingdom	53,000	1,398,670
CoreLogic, Inc.	United States	156	12,363
^a CoStar Group, Inc.	United States	500	410,945
Equifax, Inc.	United States	2,590	469,127
Experian plc	United Kingdom	40,000	1,377,840
^a FTI Consulting, Inc.	United States	120	16,813
IHS Markit Ltd.	United States	5,009	484,771
ManpowerGroup, Inc.	United States	6,766	669,157
Nihon M&A Center, Inc.	Japan	1,800	48,822
Persol Holdings Co. Ltd.	Japan	4,500	88,454
Randstad NV	Netherlands	6,150	431,662
Recruit Holdings Co. Ltd.	Japan	7,200	353,565
Robert Half International, Inc.	United States	6,184	482,785

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Professional Services (continued)			
SGS SA	Switzerland	214	\$608,124
Verisk Analytics, Inc.	United States	8,629	1,524,658
Wolters Kluwer NV	Netherlands	5,084	441,532
			9,429,903
Real Estate Management & Development 0.4%			
^a CBRE Group, Inc., A	United States	2,555	202,126
China Overseas Land & Investment Ltd.	China	145,500	380,336
CK Asset Holdings Ltd.	Hong Kong	120,330	732,523
Daito Trust Construction Co. Ltd.	Japan	2,400	278,864
LEG Immobilien SE	Germany	3,064	402,994
Mitsui Fudosan Co. Ltd.	Japan	17,500	398,921
Sun Hung Kai Properties Ltd.	Hong Kong	43,000	651,104
Swire Pacific Ltd., A	Hong Kong	54,000	406,784
			3,453,652
Road & Rail 0.9%			
Canadian National Railway Co.	Canada	5,114	593,122
Canadian Pacific Railway Ltd.	Canada	2,172	823,818
JB Hunt Transport Services, Inc.	United States	3,242	544,883
Kansas City Southern	United States	3,095	816,832
Landstar System, Inc.	United States	345	56,946
Nippon Express Co. Ltd.	Japan	3,100	231,235
Norfolk Southern Corp.	United States	3,500	939,820
Old Dominion Freight Line, Inc.	United States	1,367	328,640
Schneider National, Inc., B	United States	213	5,319
^a Uber Technologies, Inc.	United States	5,338	290,974
Union Pacific Corp.	United States	13,412	2,956,139
			7,587,728
Semiconductors & Semiconductor Equipment 3.6%			
Analog Devices, Inc.	United States	13,500	2,093,580
Applied Materials, Inc.	United States	9,795	1,308,612
ASML Holding NV	Netherlands	3,237	1,985,954
ASML Holding NV, NYRS	Netherlands	2,222	1,371,774
Broadcom, Inc.	United States	207	95,978
^a Cirrus Logic, Inc.	United States	196	16,619
Intel Corp.	United States	32,620	2,087,680
KLA Corp.	United States	1,748	577,539
Lam Research Corp.	United States	1,303	775,598
Maxim Integrated Products, Inc.	United States	4,143	378,546
^a Micron Technology, Inc.	United States	18,271	1,611,685
Monolithic Power Systems, Inc.	United States	2,664	940,951
NVIDIA Corp.	United States	4,854	2,591,696
NXP Semiconductors NV	Netherlands	9,022	1,816,489
QUALCOMM, Inc.	United States	6,246	828,157
Skyworks Solutions, Inc.	United States	5,812	1,066,386
Taiwan Semiconductor Manufacturing Co. Ltd.	Taiwan	49,586	1,046,921
Teradyne, Inc.	United States	1,840	223,891
Texas Instruments, Inc.	United States	36,329	6,865,818
Tokyo Electron Ltd.	Japan	2,300	999,657
Xilinx, Inc.	United States	2,414	299,095
			28,982,626
Software 5.4%			
^a Adobe, Inc.	United States	4,647	2,209,044
^a Aspen Technology, Inc.	United States	481	69,423
^a Atlassian Corp. plc, A	United States	1,200	252,912

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Software (continued)			
^a Autodesk, Inc.	United States	5,124	\$1,420,117
^a Avalara, Inc.	United States	3,780	504,365
AVEVA Group plc	United Kingdom	31,000	1,462,102
^a Bill.com Holdings, Inc.	United States	5,800	843,900
^a Cadence Design Systems, Inc.	United States	13,989	1,916,353
^a Check Point Software Technologies Ltd.	Israel	1,700	190,349
Citrix Systems, Inc.	United States	1,524	213,909
^a CyberArk Software Ltd.	United States	11,500	1,487,410
^a Duck Creek Technologies, Inc.	United States	400	18,056
^a Fair Isaac Corp.	United States	98	47,633
^a Fortinet, Inc.	United States	3,794	699,689
Intuit, Inc.	United States	10,987	4,208,680
Microsoft Corp.	United States	67,989	16,029,767
Oracle Corp.	United States	22,652	1,589,491
Oracle Corp. Japan.	Japan	1,400	137,053
^a Paycom Software, Inc.	United States	1,000	370,060
^a PTC, Inc.	United States	6,421	883,851
^a Qualtrics International, Inc., A	United States	1,000	32,910
Sage Group plc (The)	United Kingdom	161,201	1,361,660
^a salesforce.com, Inc.	United States	3,153	668,026
SAP SE	Germany	13,450	1,649,592
^a ServiceNow, Inc.	United States	4,955	2,478,045
^a Synopsys, Inc.	United States	3,407	844,186
Trend Micro, Inc.	Japan	800	40,158
^a Tyler Technologies, Inc.	United States	1,139	483,540
^a VMware, Inc., A.	United States	260	39,117
^a Workday, Inc., A.	United States	4,220	1,048,375
			<u>43,199,773</u>
Specialty Retail 1.2%			
^a AutoZone, Inc.	United States	180	252,774
Best Buy Co., Inc.	United States	8,870	1,018,365
Foot Locker, Inc.	United States	1,129	63,506
Home Depot, Inc. (The)	United States	5,586	1,705,126
^a Kingfisher plc	United Kingdom	75,656	331,555
^a L Brands, Inc.	United States	9,549	590,701
Lowe's Cos., Inc.	United States	11,731	2,231,001
^a O'Reilly Automotive, Inc.	United States	659	334,278
Ross Stores, Inc.	United States	13,570	1,627,179
Shimamura Co. Ltd.	Japan	700	80,889
TJX Cos., Inc. (The)	United States	7,901	522,651
Tractor Supply Co.	United States	1,783	315,734
Williams-Sonoma, Inc.	United States	785	140,672
Yamada Holdings Co. Ltd.	Japan	37,400	202,118
			<u>9,416,549</u>
Technology Hardware, Storage & Peripherals 1.8%			
Apple, Inc.	United States	87,365	10,671,635
Brother Industries Ltd.	Japan	9,300	206,557
^a Dell Technologies, Inc., C	United States	552	48,659
HP, Inc.	United States	44,250	1,404,937
Logitech International SA	Switzerland	4,192	439,679
NetApp, Inc.	United States	1,963	142,651
Samsung Electronics Co. Ltd.	South Korea	22,748	1,651,423
Xerox Holdings Corp.	United States	608	14,756
			<u>14,580,297</u>

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Textiles, Apparel & Luxury Goods 0.6%			
^a Burberry Group plc	United Kingdom	3,141	\$82,156
^a Carter's, Inc.	United States	362	32,193
Hanesbrands, Inc.	United States	2,045	40,225
Hermes International.	France	400	442,361
^a Lululemon Athletica, Inc.	United States	1,076	330,020
^a Moncler SpA.	Italy	1,561	89,389
NIKE, Inc., B.	United States	25,500	3,388,695
Pandora A/S	Denmark	1,982	211,967
^a Tapestry, Inc.	United States	2,476	102,036
			<u>4,719,042</u>
Thriffs & Mortgage Finance 0.1%			
Housing Development Finance Corp. Ltd.	India	23,981	823,580
Tobacco 0.4%			
Altria Group, Inc.	United States	13,498	690,558
Imperial Brands plc.	United Kingdom	45,257	927,675
Philip Morris International, Inc.	United States	16,157	1,433,772
			<u>3,052,005</u>
Trading Companies & Distributors 0.6%			
Fastenal Co.	United States	29,986	1,507,696
Ferguson plc.	United States	14,780	1,765,290
Marubeni Corp.	Japan	9,900	82,686
Mitsui & Co. Ltd.	Japan	7,000	146,092
MonotaRO Co. Ltd.	Japan	4,000	108,513
MSC Industrial Direct Co., Inc., A.	United States	385	34,723
^a United Rentals, Inc.	United States	302	99,452
Watsco, Inc.	United States	266	69,359
WW Grainger, Inc.	United States	2,920	1,170,716
			<u>4,984,527</u>
Water Utilities 0.1%			
American Water Works Co., Inc.	United States	3,619	542,560
Wireless Telecommunication Services 0.1%			
KDDI Corp.	Japan	22,900	705,565
Total Common Stocks (Cost \$353,455,469)			<u>470,809,584</u>
Management Investment Companies 2.8%			
Capital Markets 2.8%			
Schwab U.S. TIPS ETF.	United States	248,750	15,213,550
^c Templeton Global Bond VIP Fund, Class 1	United States	539,390	7,589,214
			<u>22,802,764</u>
Total Management Investment Companies (Cost \$24,028,784)			<u>22,802,764</u>
Preferred Stocks 0.1%			
Automobiles 0.0%[†]			
^d Bayerische Motoren Werke AG, 3.71%	Germany	716	56,994
Chemicals 0.0%[†]			
^d FUCHS PETROLUB SE, 2.37%	Germany	3,666	175,657

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
Preferred Stocks (continued)			
Health Care Equipment & Supplies 0.1%			
^a Sartorius AG	Germany	400	\$199,407
Total Preferred Stocks (Cost \$411,912)			432,058
		Principal Amount^c	
Corporate Bonds 10.7%			
Aerospace & Defense 0.2%			
Lockheed Martin Corp., Senior Bond, 4.7%, 5/15/46	United States	200,000	250,315
Northrop Grumman Corp., Senior Bond, 5.25%, 5/01/50	United States	400,000	520,073
Raytheon Technologies Corp., Senior Bond, 4.5%, 6/01/42	United States	600,000	717,035
			1,487,423
Air Freight & Logistics 0.2%			
FedEx Corp.,			
Senior Bond, 5.1%, 1/15/44	United States	400,000	485,563
Senior Bond, 4.75%, 11/15/45	United States	100,000	117,261
United Parcel Service, Inc.,			
Senior Bond, 3.75%, 11/15/47	United States	400,000	432,391
Senior Bond, 5.3%, 4/01/50	United States	100,000	135,836
			1,171,051
Airlines 0.1%			
^b Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.5%, 10/20/25	United States	525,000	560,716
Banks 1.5%			
Banco Santander SA, Sub. Note, 2.749%, 12/03/30	Spain	200,000	190,665
Bancolombia SA, Senior Note, 3%, 1/29/25	Colombia	650,000	665,259
Bank of America Corp.,			
L, Sub. Bond, 4.183%, 11/25/27	United States	960,000	1,068,399
Sub. Note, 4.2%, 8/26/24	United States	400,000	441,394
^b BNP Paribas SA,			
Senior Bond, 144A, 3.052% to 1/13/30, FRN thereafter, 1/13/31	France	200,000	205,175
Senior Note, 144A, 2.219% to 6/09/25, FRN thereafter, 6/09/26 .	France	200,000	205,206
Citigroup, Inc.,			
Senior Bond, 2.572% to 6/03/30, FRN thereafter, 6/03/31	United States	700,000	700,020
Senior Note, 3.352% to 4/24/24, FRN thereafter, 4/24/25	United States	1,500,000	1,606,017
Credit Suisse Group Funding Guernsey Ltd., Senior Note, 3.8%, 9/15/22	Switzerland	1,200,000	1,250,196
HSBC Holdings plc,			
Senior Bond, 2.357% to 8/18/30, FRN thereafter, 8/18/31	United Kingdom	200,000	192,636
Senior Note, 1.645% to 8/18/25, FRN thereafter, 4/18/26	United Kingdom	525,000	525,629
Senior Note, 2.013% to 9/22/27, FRN thereafter, 9/22/28	United Kingdom	300,000	295,063
JPMorgan Chase & Co., Senior Bond, 3.54% to 5/01/27, FRN thereafter, 5/01/28	United States	1,200,000	1,307,455
^b Standard Chartered plc, Senior Note, 144A, 4.05%, 4/12/26	United Kingdom	470,000	516,381
SVB Financial Group, Senior Note, 3.125%, 6/05/30	United States	100,000	104,074
Truist Bank, Sub. Note, 2.25%, 3/11/30	United States	400,000	390,771
Truist Financial Corp., Sub. Note, 3.875%, 3/19/29	United States	860,000	955,580
US Bancorp, Sub. Note, 3%, 7/30/29	United States	300,000	314,590
Wells Fargo Bank NA, Senior Note, 2.082% to 9/09/21, FRN thereafter, 9/09/22	United States	1,100,000	1,108,482
			12,042,992

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Beverages 0.2%			
Anheuser-Busch Cos. LLC / Anheuser-Busch InBev Worldwide, Inc., Senior Bond, 4.9%, 2/01/46	Belgium	500,000	\$598,625
Anheuser-Busch InBev Worldwide, Inc., Senior Bond, 3.5%, 6/01/30	Belgium	520,000	563,787
Senior Bond, 5.8%, 1/23/59	Belgium	250,000	339,971
			<u>1,502,383</u>
Biotechnology 0.4%			
AbbVie, Inc., Senior Bond, 4.85%, 6/15/44	United States	400,000	487,700
Senior Bond, 4.25%, 11/21/49	United States	370,000	419,385
Senior Note, 3.8%, 3/15/25	United States	400,000	437,319
Senior Note, 3.2%, 11/21/29	United States	200,000	212,911
Amgen, Inc., Senior Note, 2.2%, 2/21/27	United States	100,000	102,639
Senior Note, 2.45%, 2/21/30	United States	980,000	988,317
^b Biogen, Inc., Senior Bond, 144A, 3.25%, 2/15/51	United States	196,000	183,718
Gilead Sciences, Inc., Senior Bond, 4.8%, 4/01/44	United States	200,000	240,968
			<u>3,072,957</u>
Building Products 0.1%			
Carrier Global Corp., Senior Bond, 3.577%, 4/05/50	United States	430,000	423,013
Capital Markets 0.3%			
Goldman Sachs Group, Inc. (The), Senior Note, 3.5%, 1/23/25	United States	625,000	674,922
Sub. Note, 4.25%, 10/21/25	United States	400,000	446,760
Morgan Stanley, Senior Bond, 3.591% to 7/22/27, FRN thereafter, 7/22/28	United States	1,060,000	1,156,579
			<u>2,278,261</u>
Chemicals 0.2%			
Air Products and Chemicals, Inc., Senior Bond, 2.7%, 5/15/40	United States	400,000	383,167
El du Pont de Nemours and Co., Senior Note, 1.7%, 7/15/25	United States	180,000	183,109
Sherwin-Williams Co. (The), Senior Bond, 2.3%, 5/15/30	United States	400,000	394,593
Westlake Chemical Corp., Senior Note, 3.375%, 6/15/30	United States	100,000	103,558
^b Yara International ASA, Senior Note, 144A, 3.148%, 6/04/30	Brazil	100,000	103,126
			<u>1,167,553</u>
Consumer Finance 0.1%			
Capital One Financial Corp., Senior Note, 3.75%, 3/09/27	United States	1,035,000	1,137,067
Containers & Packaging 0.0%[†]			
WRKCo, Inc., Senior Bond, 3%, 6/15/33	United States	235,000	238,575
Diversified Financial Services 0.4%			
^b CK Hutchison International 19 Ltd., Senior Note, 144A, 3.25%, 4/11/24	United Kingdom	635,000	680,528
DY9 Leasing LLC, Secured Bond, 2.372%, 3/19/27	United States	597,254	627,585
^b EDP Finance BV, Senior Note, 144A, 1.71%, 1/24/28	Portugal	700,000	675,828
^b NTT Finance Corp., Senior Bond, 144A, 2.065%, 4/03/31	Japan	500,000	494,303
Shell International Finance BV, Senior Bond, 4.125%, 5/11/35	Netherlands	500,000	569,421
			<u>3,047,665</u>

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Diversified Telecommunication Services 0.4%			
AT&T, Inc.,			
Senior Note, 3.8%, 2/15/27	United States	920,000	\$1,018,452
Senior Note, 2.3%, 6/01/27	United States	100,000	102,286
Bell Canada, Inc.,			
Senior Bond, 4.464%, 4/01/48	Canada	200,000	231,665
Senior Bond, 4.3%, 7/29/49	Canada	275,000	309,355
Orange SA, Senior Bond, 8.75%, 3/01/31	France	300,000	464,223
Verizon Communications, Inc., Senior Note, 1.45%, 3/20/26	United States	700,000	700,390
			2,826,371
Electric Utilities 0.7%			
Commonwealth Edison Co., Senior Bond, 4%, 3/01/48	United States	200,000	224,188
Duke Energy Corp., Senior Bond, 3.75%, 9/01/46	United States	200,000	201,623
Duke Energy Florida LLC, Senior Bond, 6.4%, 6/15/38	United States	200,000	284,614
^b Enel Finance International NV,			
Senior Bond, 144A, 3.5%, 4/06/28	Italy	300,000	321,253
Senior Note, 144A, 4.25%, 9/14/23	Italy	1,200,000	1,299,596
Exelon Corp., Senior Bond, 4.05%, 4/15/30	United States	850,000	947,844
Georgia Power Co., Senior Bond, 4.3%, 3/15/42	United States	700,000	780,959
Southern Co. (The), A, Senior Bond, 3.7%, 4/30/30	United States	700,000	757,500
^b State Grid Overseas Investment 2016 Ltd., Senior Note, 144A, 3.5%, 5/04/27	China	600,000	653,827
^b Vistra Operations Co. LLC, Senior Secured Note, 144A, 3.55%, 7/15/24	United States	235,000	246,066
			5,717,470
Electronic Equipment, Instruments & Components 0.1%			
Flex Ltd., Senior Note, 4.875%, 5/12/30	United States	300,000	340,298
FLIR Systems, Inc., Senior Note, 2.5%, 8/01/30	United States	575,000	563,640
			903,938
Energy Equipment & Services 0.2%			
Baker Hughes a GE Co. LLC / Baker Hughes Co-Obligor, Inc.,			
Senior Bond, 4.08%, 12/15/47	United States	485,000	517,851
Senior Note, 3.337%, 12/15/27	United States	400,000	428,548
^b Schlumberger Holdings Corp., Senior Note, 144A, 3.75%, 5/01/24	United States	610,000	658,346
			1,604,745
Entertainment 0.0%[†]			
NBCUniversal Media LLC, Senior Bond, 5.95%, 4/01/41	United States	200,000	281,727
Equity Real Estate Investment Trusts (REITs) 0.2%			
Alexandria Real Estate Equities, Inc., Senior Bond, 4.9%, 12/15/30	United States	300,000	354,793
Essex Portfolio LP, Senior Bond, 2.65%, 3/15/32	United States	360,000	354,714
Simon Property Group LP, Senior Note, 3.375%, 12/01/27	United States	595,000	640,468
			1,349,975
Food & Staples Retailing 0.2%			
Kroger Co. (The),			
Senior Bond, 4.65%, 1/15/48	United States	200,000	232,960
Senior Bond, 5.4%, 1/15/49	United States	400,000	513,202

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Food & Staples Retailing (continued)			
Walmart, Inc.,			
Senior Bond, 3.95%, 6/28/38	United States	350,000	\$405,098
Senior Bond, 2.95%, 9/24/49	United States	500,000	493,246
			1,644,506
Health Care Equipment & Supplies 0.0%[†]			
^e STERIS Irish FinCo UnLtd Co., Senior Note, 2.7%, 3/15/31	United States	200,000	198,673
Health Care Providers & Services 0.5%			
Anthem, Inc.,			
Senior Bond, 5.1%, 1/15/44	United States	400,000	498,276
Senior Note, 4.101%, 3/01/28	United States	400,000	450,269
Centene Corp., Senior Note, 3%, 10/15/30	United States	250,000	249,897
Cigna Corp., Senior Note, 3.05%, 10/15/27	United States	550,000	588,993
CVS Health Corp.,			
Senior Bond, 5.3%, 12/05/43	United States	500,000	621,451
Senior Bond, 5.125%, 7/20/45	United States	200,000	245,211
HCA, Inc.,			
Senior Secured Bond, 4.5%, 2/15/27	United States	408,000	457,954
Senior Secured Note, 4.125%, 6/15/29	United States	300,000	332,796
Quest Diagnostics, Inc., Senior Bond, 2.8%, 6/30/31	United States	600,000	610,650
			4,055,497
Hotels, Restaurants & Leisure 0.1%			
Las Vegas Sands Corp., Senior Bond, 3.9%, 8/08/29	United States	650,000	668,635
Marriott International, Inc., EE, Senior Note, 5.75%, 5/01/25	United States	400,000	459,246
			1,127,881
Household Durables 0.0%[†]			
Mohawk Industries, Inc., Senior Note, 3.625%, 5/15/30	United States	290,000	311,620
Household Products 0.1%			
^b Kimberly-Clark de Mexico SAB de CV, Senior Bond, 144A, 2.431%, 7/01/31	Mexico	500,000	488,727
Independent Power and Renewable Electricity Producers 0.1%			
^b Colbun SA,			
Senior Note, 144A, 3.95%, 10/11/27	Chile	200,000	218,492
Senior Note, 144A, 3.15%, 3/06/30	Chile	200,000	205,583
			424,075
Industrial Conglomerates 0.0%[†]			
Honeywell International, Inc., Senior Bond, 1.95%, 6/01/30	United States	350,000	345,878
Insurance 0.8%			
Aflac, Inc.,			
Senior Bond, 4.75%, 1/15/49	United States	700,000	869,022
Senior Note, 3.6%, 4/01/30	United States	400,000	437,791

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Insurance (continued)			
Allstate Corp. (The), Senior Bond, 4.2%, 12/15/46	United States	500,000	\$577,734
Aon Corp., Senior Note, 2.8%, 5/15/30	United States	1,000,000	1,023,490
Arch Capital Group Ltd., Senior Bond, 3.635%, 6/30/50	United States	800,000	803,660
Manulife Financial Corp., Sub. Bond, 4.061% to 2/24/27, FRN thereafter, 2/24/32	Canada	200,000	220,363
Marsh & McLennan Cos., Inc., Senior Bond, 4.9%, 3/15/49	United States	250,000	319,947
MetLife, Inc.,			
Junior Sub. Bond, 6.4%, 12/15/36	United States	250,000	314,425
Senior Bond, 5.7%, 6/15/35	United States	300,000	405,462
^b Metropolitan Life Global Funding I, Secured Note, 144A, 3.6%, 1/11/24	United States	940,000	1,014,661
Prudential plc, Senior Note, 3.125%, 4/14/30	United Kingdom	425,000	448,827
Willis North America, Inc., Senior Note, 2.95%, 9/15/29	United States	100,000	103,449
			6,538,831
Interactive Media & Services 0.1%			
^b Tencent Holdings Ltd.,			
Senior Note, 144A, 3.595%, 1/19/28	China	500,000	536,564
Senior Note, 144A, 2.39%, 6/03/30	China	500,000	483,484
			1,020,048
Internet & Direct Marketing Retail 0.3%			
Alibaba Group Holding Ltd.,			
Senior Bond, 2.125%, 2/09/31	China	200,000	190,956
Senior Bond, 4%, 12/06/37	China	300,000	323,594
Senior Bond, 4.2%, 12/06/47	China	800,000	884,721
Amazon.com, Inc., Senior Bond, 4.05%, 8/22/47	United States	500,000	586,177
			1,985,448
IT Services 0.1%			
Fiserv, Inc.,			
Senior Bond, 2.65%, 6/01/30	United States	200,000	201,663
Senior Note, 3.5%, 7/01/29	United States	870,000	939,696
			1,141,359
Machinery 0.1%			
Caterpillar, Inc.,			
Senior Bond, 3.25%, 4/09/50	United States	200,000	204,744
Senior Note, 2.6%, 4/09/30	United States	500,000	512,392
			717,136
Media 0.2%			
Charter Communications Operating LLC / Charter Communications Operating Capital, Senior Secured Bond, 2.8%, 4/01/31	United States	350,000	345,710
Comcast Corp.,			
Senior Bond, 4.25%, 1/15/33	United States	300,000	346,876
Senior Bond, 4.049%, 11/01/52	United States	550,000	623,230
Fox Corp.,			
Senior Bond, 5.476%, 1/25/39	United States	100,000	124,893
Senior Note, 4.709%, 1/25/29	United States	400,000	460,874
			1,901,583

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Multiline Retail 0.1%			
Dollar Tree, Inc.,			
Senior Bond, 4.2%, 5/15/28	United States	500,000	\$561,194
Senior Note, 4%, 5/15/25	United States	350,000	386,580
			<hr/> 947,774
Multi-Utilities 0.3%			
Berkshire Hathaway Energy Co., Senior Bond, 6.125%, 4/01/36 . .	United States	200,000	270,070
Dominion Energy, Inc., Senior Note, 4.25%, 6/01/28	United States	1,050,000	1,189,190
Public Service Enterprise Group, Inc., Senior Note, 2.875%, 6/15/24	United States	1,000,000	1,060,540
			<hr/> 2,519,800
Oil, Gas & Consumable Fuels 1.2%			
^b Aker BP ASA, Senior Note, 144A, 3.75%, 1/15/30	Norway	500,000	516,868
BP Capital Markets America, Inc.,			
Senior Note, 3.937%, 9/21/28	United States	100,000	111,301
Senior Note, 4.234%, 11/06/28	United States	400,000	454,089
Canadian Natural Resources Ltd., Senior Bond, 3.9%, 2/01/25 . . .	Canada	860,000	928,919
Cheniere Corpus Christi Holdings LLC, Senior Secured Note,			
5.125%, 6/30/27	United States	200,000	228,954
Energy Transfer Operating LP, Senior Bond, 6.05%, 6/01/41	United States	500,000	572,411
Enterprise Products Operating LLC,			
Senior Bond, 3.125%, 7/31/29	United States	400,000	422,578
Senior Bond, 6.125%, 10/15/39	United States	700,000	917,024
Exxon Mobil Corp., Senior Bond, 2.61%, 10/15/30	United States	100,000	102,030
Kinder Morgan, Inc.,			
Senior Bond, 5.55%, 6/01/45	United States	300,000	359,501
Senior Note, 4.3%, 3/01/28	United States	400,000	447,753
MPLX LP,			
Senior Bond, 5.5%, 2/15/49	United States	325,000	382,395
Senior Note, 4.875%, 12/01/24	United States	400,000	449,105
Senior Note, 4.875%, 6/01/25	United States	100,000	112,736
Reliance Industries Ltd., Senior Note, 2.06%, 1/15/26	India	625,000	647,677
^b Sinopec Group Overseas Development 2018 Ltd., Senior Bond,			
144A, 3.35%, 5/13/50	China	200,000	192,553
Total Capital International SA, Senior Note, 3.455%, 2/19/29	France	445,000	483,856
TransCanada PipeLines Ltd., Senior Bond, 4.25%, 5/15/28	Canada	500,000	562,531
Transcontinental Gas Pipe Line Co. LLC, Senior Note, 7.85%,			
2/01/26	United States	400,000	506,749
Valero Energy Corp., Senior Note, 4%, 4/01/29	United States	935,000	1,008,537
Williams Cos., Inc. (The), Senior Bond, 4.85%, 3/01/48	United States	320,000	355,819
			<hr/> 9,763,386
Paper & Forest Products 0.0%[†]			
Suzano Austria GmbH, Senior Bond, 3.75%, 1/15/31	Brazil	225,000	231,882
Pharmaceuticals 0.3%			
AstraZeneca plc,			
Senior Bond, 4%, 9/18/42	United Kingdom	300,000	334,822
Senior Bond, 4.375%, 11/16/45	United Kingdom	450,000	523,077
GlaxoSmithKline Capital, Inc., Senior Bond, 6.375%, 5/15/38	United Kingdom	300,000	440,170
^b Royalty Pharma plc, Senior Note, 144A, 1.75%, 9/02/27	United States	100,000	97,197
Takeda Pharmaceutical Co. Ltd.,			
Senior Bond, 3.175%, 7/09/50	Japan	400,000	383,111

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Pharmaceuticals (continued)			
Takeda Pharmaceutical Co. Ltd., (continued)			
Senior Note, 5%, 11/26/28	Japan	300,000	\$355,489
			2,133,866
Road & Rail 0.2%			
^b Ashtead Capital, Inc., Senior Note, 144A, 4.125%, 8/15/25	United Kingdom	375,000	385,624
Burlington Northern Santa Fe LLC, Senior Bond, 4.9%, 4/01/44 . . .	United States	200,000	252,038
CSX Corp.,			
Senior Bond, 3.8%, 11/01/46	United States	200,000	212,311
Senior Bond, 4.75%, 11/15/48	United States	525,000	632,068
			1,482,041
Software 0.1%			
Microsoft Corp., Senior Note, 2.65%, 11/03/22	United States	1,020,000	1,056,385
Specialty Retail 0.1%			
AutoNation, Inc., Senior Bond, 4.75%, 6/01/30	United States	100,000	115,434
AutoZone, Inc.,			
Senior Bond, 1.65%, 1/15/31	United States	265,000	243,024
Senior Note, 3.75%, 4/18/29	United States	100,000	108,524
			466,982
Thriffs & Mortgage Finance 0.1%			
^b BPCE SA,			
Sub. Bond, 144A, 5.15%, 7/21/24	France	800,000	896,120
Sub. Note, 144A, 4.875%, 4/01/26	France	200,000	225,585
			1,121,705
Tobacco 0.3%			
BAT Capital Corp., Senior Note, 4.906%, 4/02/30	United Kingdom	500,000	571,513
^b Imperial Brands Finance plc,			
Senior Note, 144A, 4.25%, 7/21/25	United Kingdom	585,000	643,458
Senior Note, 144A, 3.5%, 7/26/26	United Kingdom	300,000	321,015
Reynolds American, Inc., Senior Bond, 5.85%, 8/15/45	United Kingdom	650,000	767,748
			2,303,734
Wireless Telecommunication Services 0.1%			
^b T-Mobile USA, Inc.,			
Senior Secured Bond, 144A, 3.3%, 2/15/51	United States	200,000	187,164
Senior Secured Note, 144A, 3.75%, 4/15/27	United States	325,000	355,602
Vodafone Group plc, Senior Bond, 6.15%, 2/27/37	United Kingdom	300,000	400,695
			943,461
Total Corporate Bonds (Cost \$83,553,266)			85,686,160

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ¹	Value
Foreign Government and Agency Securities 0.8%			
^b African Export-Import Bank (The), Senior Note, 144A, 3.994%, 9/21/29	Supranational ^f	500,000	\$525,381
Colombia Government Bond, Senior Bond, 5%, 6/15/45	Colombia	500,000	534,580
^b Corp. Nacional del Cobre de Chile, Senior Bond, 144A, 4.5%, 8/01/47	Chile	200,000	226,005
^b Electricite de France SA, Senior Note, 144A, 4.5%, 9/21/28	France	655,000	747,150
^b Export-Import Bank of India, Senior Bond, 144A, 3.25%, 1/15/30	India	200,000	199,190
^b Indonesia Government Bond, Senior Bond, 144A, 4.35%, 1/08/27	Indonesia	500,000	561,607
^b Kazakhstan Government Bond, Senior Bond, 144A, 5.125%, 7/21/25	Kazakhstan	350,000	407,050
Mexico Government Bond, Senior Bond, 3.6%, 1/30/25	Mexico	200,000	218,382
Senior Note, 4.15%, 3/28/27	Mexico	500,000	555,343
Panama Notas del Tesoro, Senior Note, 3.75%, 4/17/26	Panama	450,000	483,914
^b Pertamina Persero PT, Senior Bond, 144A, 4.7%, 7/30/49	Indonesia	200,000	208,445
Peru Government Bond, Senior Bond, 2.783%, 1/23/31	Peru	200,000	200,692
Senior Bond, 6.55%, 3/14/37	Peru	200,000	270,859
Philippines Government Bond, Senior Bond, 3.95%, 1/20/40	Philippines	310,000	334,060
^b Romania Government Bond, Senior Bond, 144A, 5.125%, 6/15/48	Romania	200,000	226,917
^b Russia Government Bond, Senior Bond, 144A, 5.1%, 3/28/35	Russia	400,000	461,675
Uruguay Government Bond, Senior Bond, 4.5%, 8/14/24	Uruguay	400,000	434,010
Senior Bond, 4.375%, 1/23/31	Uruguay	150,000	174,398
Total Foreign Government and Agency Securities (Cost \$6,666,455)			6,769,658
U.S. Government and Agency Securities 12.2%			
Federal Agricultural Mortgage Corp., 2.9%, 1/03/22	United States	800,000	817,189
FFCB, 3.17%, 3/07/28	United States	800,000	897,300
Tennessee Valley Authority, 5.88%, 4/01/36	United States	630,000	909,841
U.S. Treasury Bonds,			
6%, 2/15/26	United States	705,000	877,339
^g 3.625%, 4/15/28	United States	109,000	237,484
4.5%, 2/15/36	United States	700,000	926,352
3.5%, 2/15/39	United States	190,000	227,889
1.125%, 8/15/40	United States	707,000	575,156
1.375%, 11/15/40	United States	750,000	638,203
2.875%, 5/15/43	United States	490,000	536,244
3.375%, 5/15/44	United States	15,000	17,764
3.125%, 8/15/44	United States	725,000	825,339
2.5%, 2/15/46	United States	620,000	632,182
2.5%, 5/15/46	United States	4,283,000	4,366,485
2.25%, 8/15/46	United States	5,575,000	5,412,759
3.375%, 11/15/48	United States	990,000	1,189,411
3%, 2/15/49	United States	1,480,000	1,663,295
1.25%, 5/15/50	United States	737,000	556,406
1.375%, 8/15/50	United States	135,000	105,384
U.S. Treasury Notes,			
1.75%, 4/30/22	United States	1,520,000	1,547,360
1.75%, 5/15/22	United States	1,670,000	1,700,921
1.875%, 5/31/22	United States	1,465,000	1,495,530
1.5%, 3/31/23	United States	150,000	154,017
2.75%, 11/15/23	United States	1,320,000	1,406,084
2.125%, 11/30/23	United States	1,120,000	1,175,453
2.125%, 3/31/24	United States	24,100,000	25,374,193
2%, 4/30/24	United States	1,345,000	1,411,961
2.25%, 4/30/24	United States	125,000	132,180

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ^a	Value
U.S. Government and Agency Securities (continued)			
U.S. Treasury Notes, (continued)			
2.5%, 5/15/24	United States	150,000	\$159,911
2%, 5/31/24	United States	1,705,000	1,790,816
1.75%, 6/30/24	United States	1,700,000	1,772,881
2%, 6/30/24	United States	1,365,000	1,434,450
⁹ 0.125%, 7/15/24	United States	800,000	953,778
1.75%, 7/31/24	United States	1,345,000	1,403,240
2.375%, 8/15/24	United States	1,640,000	1,745,863
1.25%, 8/31/24	United States	700,000	718,334
1.5%, 10/31/24	United States	4,650,000	4,810,116
1.5%, 11/30/24	United States	320,000	330,944
⁹ 0.125%, 4/15/25	United States	750,000	822,520
0.25%, 6/30/25	United States	600,000	587,977
0.25%, 9/30/25	United States	2,340,000	2,282,825
0.375%, 11/30/25	United States	5,143,000	5,031,501
0.375%, 1/31/26	United States	5,070,000	4,944,834
0.5%, 2/28/26	United States	611,400	599,506
2.375%, 5/15/27	United States	1,280,000	1,368,375
0.5%, 6/30/27	United States	1,045,000	997,506
2.25%, 8/15/27	United States	2,038,800	2,161,407
2.25%, 11/15/27	United States	5,815,000	6,156,972
1.625%, 8/15/29	United States	235,000	235,895
0.625%, 8/15/30	United States	900,000	815,766
0.875%, 11/15/30	United States	750,000	693,750
United States International Development Finance Corp., 2.12%, 3/20/24	United States	400,000	411,624
Total U.S. Government and Agency Securities (Cost \$101,169,082)			98,040,512
Asset-Backed Securities 0.4%			
Airlines 0.1%			
American Airlines Pass-Through Trust, 2016-3, A, 3.25%, 10/15/28	United States	451,868	436,057
United Airlines Pass-Through Trust, 2016-1, A, 3.45%, 7/07/28	United States	81,532	81,888
2019-2, A, 2.9%, 5/01/28	United States	196,257	188,820
2020-1, B, 4.875%, 7/15/27	United States	300,000	311,813
			1,018,578
Banks 0.1%			
Capital One Multi-Asset Execution Trust, 2017-A6, A6, 2.29%, 7/15/25	United States	600,000	617,958
Consumer Finance 0.1%			
American Express Credit Account Master Trust, 2019-1, A, 2.87%, 10/15/24	United States	600,000	615,986
Discover Card Execution Note Trust, 2019-A1, A1, 3.04%, 7/15/24	United States	500,000	511,045
			1,127,031
Diversified Financial Services 0.1%			
BA Credit Card Trust, 2018-A3, A3, 3.1%, 12/15/23	United States	500,000	504,134
^b CF Hippolyta LLC, 2020-1, A1, 144A, 1.69%, 7/15/60	United States	152,701	154,040
2021-1A, A1, 144A, 1.53%, 3/15/61	United States	108,000	107,753
			765,927
Total Asset-Backed Securities (Cost \$3,523,825)			3,529,494

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount ¹	Value
Mortgage-Backed Securities 9.8%			
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 2.5%			
FHLMC Gold Pools, 30 Year, 4.5%, 1/01/49	United States	2,248,497	\$2,515,773
FHLMC Pool, 15 Year, 2%, 10/01/35	United States	385,566	397,411
FHLMC Pool, 15 Year, 3%, 8/01/34	United States	94,670	99,956
FHLMC Pool, 30 Year, 2%, 11/01/50	United States	379,801	379,823
FHLMC Pool, 30 Year, 2.5%, 8/01/50 - 10/01/50	United States	2,367,239	2,434,621
FHLMC Pool, 30 Year, 3%, 3/01/50	United States	4,766,293	5,014,677
FHLMC Pool, 30 Year, 3.5%, 2/01/47	United States	3,036,949	3,263,701
FHLMC Pool, 30 Year, 3.5%, 4/01/50	United States	2,139,003	2,306,887
FHLMC Pool, 30 Year, 4%, 5/01/47 - 9/01/49	United States	1,521,052	1,660,384
FHLMC Pool, 30 Year, 4.5%, 10/01/48 - 1/01/49	United States	1,940,562	2,162,832
			<hr/> 20,236,065
Federal National Mortgage Association (FNMA) Fixed Rate 3.2%			
FNMA, 15 Year, 2%, 9/01/35	United States	2,727,013	2,811,811
FNMA, 15 Year, 2%, 10/01/35 - 12/01/35	United States	2,326,940	2,390,831
FNMA, 15 Year, 2.5%, 10/01/35	United States	1,565,406	1,629,934
FNMA, 30 Year, 2%, 10/01/50 - 2/01/51	United States	1,379,195	1,377,984
FNMA, 30 Year, 2.5%, 8/01/50 - 10/01/50	United States	4,691,607	4,830,335
FNMA, 30 Year, 3%, 8/01/50	United States	2,782,196	2,901,036
FNMA, 30 Year, 3%, 4/01/51	United States	2,873,004	3,014,182
FNMA, 30 Year, 3%, 8/01/50 - 9/01/50	United States	807,728	854,232
FNMA, 30 Year, 3.5%, 11/01/46 - 11/01/50	United States	1,576,576	1,700,521
FNMA, 30 Year, 4%, 8/01/49 - 1/01/50	United States	1,981,633	2,166,020
FNMA, 30 Year, 4.5%, 2/01/50	United States	1,482,903	1,640,025
			<hr/> 25,316,911
Government National Mortgage Association (GNMA) Fixed Rate 4.1%			
GNMA II, Single-family, 30 Year, 2%, 11/20/50	United States	6,138,537	6,205,196
GNMA II, Single-family, 30 Year, 2%, 10/20/50	United States	392,637	396,703
GNMA II, Single-family, 30 Year, 2.5%, 11/20/50	United States	6,119,158	6,320,584
GNMA II, Single-family, 30 Year, 2.5%, 3/20/51	United States	3,378,000	3,490,192
GNMA II, Single-family, 30 Year, 2.5%, 8/20/50 - 10/20/50	United States	3,144,905	3,248,026
GNMA II, Single-family, 30 Year, 3%, 2/20/51	United States	2,366,196	2,493,384
GNMA II, Single-family, 30 Year, 3%, 9/20/47 - 3/20/51	United States	5,220,569	5,473,809
GNMA II, Single-family, 30 Year, 3.5%, 9/20/47	United States	3,399,700	3,613,881
GNMA II, Single-family, 30 Year, 3.5%, 5/20/47	United States	1,773,729	1,892,923
			<hr/> 33,134,698
Total Mortgage-Backed Securities (Cost \$79,548,087)			<hr/> 78,687,674
Municipal Bonds 0.6%			
Arizona 0.1%			
Maricopa County Union High School District No. 210-Phoenix, GO, 2020 C, 5%, 7/01/31	United States	200,000	257,480
California 0.1%			
California Health Facilities Financing Authority, State of California Personal Income Tax, Revenue, Senior Lien, 2019, 2.934%, 6/01/32	United States	65,000	67,532
State of California Personal Income Tax, Revenue, Senior Lien, 2019, 2.984%, 6/01/33	United States	55,000	56,962
State of California Personal Income Tax, Revenue, Senior Lien, 2019, 3.034%, 6/01/34	United States	40,000	40,864
Foothill-Eastern Transportation Corridor Agency, Revenue, 2019A, Refunding, 4.094%, 1/15/49	United States	35,000	36,493
Gilroy Unified School District, GO, 2019, Refunding, 3.364%, 8/01/47	United States	140,000	140,939

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount [†]	Value
Municipal Bonds (continued)			
California (continued)			
California Health Facilities Financing Authority, (continued)			
State of California, GO, 2.5%, 10/01/29	United States	500,000	\$522,496
			865,286
Colorado 0.0%[†]			
Metro Wastewater Reclamation District, Revenue, 2019 B, Refunding, 3.158%, 4/01/41	United States	220,000	224,747
Florida 0.1%			
County of Broward, Airport System, Revenue, 2019C, Refunding, 3.477%, 10/01/43	United States	70,000	72,050
County of Sarasota, Revenue, 2020, 5%, 10/01/34	United States	500,000	649,731
			721,781
Illinois 0.0%[†]			
State of Illinois, GO, 2003, 5.1%, 6/01/33	United States	125,000	140,831
Massachusetts 0.0%[†]			
Massachusetts State College Building Authority, Revenue, 2019 C, Refunding, 3.373%, 5/01/43	United States	230,000	232,404
Missouri 0.0%[†]			
Metropolitan St. Louis Sewer District, Revenue, 2019 C, Refunding, 3.259%, 5/01/45	United States	150,000	153,157
New Jersey 0.0%[†]			
State of New Jersey, GO, 2020 A, 3%, 6/01/32	United States	110,000	122,576
New York 0.0%[†]			
Metropolitan Transportation Authority, Revenue, 2020 E, Refunding, 4%, 11/15/45	United States	95,000	106,073
Ohio 0.0%[†]			
Greenville City School District, GO, 2019, Refunding, 3.541%, 1/01/51	United States	160,000	160,050
Pennsylvania 0.1%			
University of Pittsburgh-of the Commonwealth System of Higher Education, Revenue, 2017 C, Refunding, 3.005%, 9/15/41	United States	250,000	246,842
Texas 0.2%			
City of Austin, Electric Utility, Revenue, 2008, Refunding, AGMC Insured, 6.262%, 11/15/32	United States	355,000	440,382
Grand Parkway Transportation Corp., Revenue, 2020B, Refunding, 3.236%, 10/01/52	United States	255,000	256,579
State of Texas, GO, 2019, Refunding, 3.211%, 4/01/44	United States	765,000	799,079
			1,496,040
Total Municipal Bonds (Cost \$4,644,481)			4,727,267
Total Long Term Investments (Cost \$657,001,361)			771,485,171

Franklin Allocation VIP Fund (continued)

Short Term Investments 2.7%

	Country	Shares	Value
Money Market Funds 2.7%			
^{c,h} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	21,558,531	\$21,558,531
Total Money Market Funds (Cost \$21,558,531)			21,558,531
Total Short Term Investments (Cost \$21,558,531)			21,558,531
Total Investments (Cost \$678,559,892) 98.7%			\$793,043,702
Other Assets, less Liabilities 1.3%			10,237,594
Net Assets 100.0%			\$803,281,296

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

^fRounds to less than 0.1% of net assets.

^aNon-income producing.

^bSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$25,528,667, representing 3.2% of net assets.

^cSee Note 9 regarding investments in affiliated management investment companies.

^dVariable rate security. The rate shown represents the yield at period end.

^eA portion or all of the security purchased on a delayed delivery basis.

^fA supranational organization is an entity formed by two or more central governments through international treaties.

^gPrincipal amount of security is adjusted for inflation.

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

At March 31, 2021, the Fund had the following futures contracts outstanding. See Note 3.

Futures Contracts

Description	Type	Number of Contracts	Notional Amount*	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
Equity contracts					
S&P 500 E-Mini Index	Long	204	\$40,467,480	6/18/21	\$81,872
Interest rate contracts					
U.S. Treasury 10 Year Notes	Short	242	31,686,875	6/21/21	704,234
U.S. Treasury 10 Year Notes	Long	42	5,499,375	6/21/21	(67,818)
U.S. Treasury 10 Year Ultra Notes	Short	9	1,293,188	6/21/21	44,183
U.S. Treasury 5 Year Notes	Long	11	1,357,383	6/30/21	(16,238)
Total Futures Contracts					\$746,233

*As of period end.

See Abbreviations on page 169.

Statement of Investments (unaudited), March 31, 2021

Franklin Flex Cap Growth VIP Fund

	Country	Shares	Value
Common Stocks 100.1%			
Automobiles 2.3%			
^a Tesla, Inc.	United States	5,446	\$3,637,547
Biotechnology 0.2%			
^a Applied Molecular Transport, Inc.	United States	5,900	259,659
^a Olink Holding AB, ADR	Sweden	500	18,000
			277,659
Capital Markets 3.6%			
Intercontinental Exchange, Inc.	United States	12,679	1,415,991
MSCI, Inc.	United States	5,901	2,474,171
Tradeweb Markets, Inc., A.	United States	22,178	1,641,172
			5,531,334
Electric Utilities 2.2%			
NextEra Energy, Inc.	United States	44,440	3,360,108
Electronic Equipment, Instruments & Components 1.0%			
^a Keysight Technologies, Inc.	United States	10,326	1,480,748
^a Vontier Corp.	United States	3,892	117,811
			1,598,559
Entertainment 5.1%			
^a Netflix, Inc.	United States	4,693	2,448,150
^a ROBLOX Corp., A.	United States	6,800	440,844
^a Sea Ltd., ADR.	Taiwan	22,650	5,056,160
			7,945,154
Equity Real Estate Investment Trusts (REITs) 2.5%			
Crown Castle International Corp.	United States	15,536	2,674,211
Equinix, Inc.	United States	1,830	1,243,650
			3,917,861
Food & Staples Retailing 3.1%			
Costco Wholesale Corp.	United States	13,546	4,774,695
Health Care Equipment & Supplies 9.7%			
Abbott Laboratories.	United States	27,566	3,303,510
Danaher Corp.	United States	19,354	4,356,198
^a IDEXX Laboratories, Inc.	United States	8,293	4,057,848
^a Intuitive Surgical, Inc.	United States	4,426	3,270,548
^a Outset Medical, Inc.	United States	1,000	54,390
			15,042,494
Health Care Providers & Services 0.0%[†]			
^a Accolade, Inc.	United States	600	27,222
Health Care Technology 2.1%			
^a Certara, Inc.	United States	2,100	57,330
^a Veeva Systems, Inc., A	United States	12,433	3,247,997
			3,305,327
Hotels, Restaurants & Leisure 0.1%			
^a Airbnb, Inc., A.	United States	800	150,352
Industrial Conglomerates 0.9%			
Roper Technologies, Inc.	United States	3,325	1,341,106
Interactive Media & Services 10.3%			
^a Alphabet, Inc., C	United States	5,246	10,852,033
^a Bumble, Inc., A	United States	1,700	106,046
^a Facebook, Inc., A	United States	16,685	4,914,233

Franklin Flex Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Interactive Media & Services (continued)			
^{a,b} Kuaishou Technology, 144A, Reg S	China	1,200	\$41,677
^a ZoomInfo Technologies, Inc., A	United States	3,800	185,820
			16,099,809
Internet & Direct Marketing Retail 9.9%			
^a Alibaba Group Holding Ltd., ADR	China	8,731	1,979,579
^a Amazon.com, Inc.	United States	3,302	10,216,652
^a Booking Holdings, Inc.	United States	221	514,895
^a Coupang, Inc.	South Korea	9,242	456,093
^a DoorDash, Inc., A	United States	300	39,339
^a MercadoLibre, Inc.	Argentina	1,505	2,215,571
^{a,c} Ozon Holdings plc, ADR	Russia	600	33,642
			15,455,771
IT Services 9.5%			
^a Affirm Holdings, Inc.	United States	200	14,144
Mastercard, Inc., A	United States	16,572	5,900,461
^a PayPal Holdings, Inc.	United States	17,063	4,143,579
^a Snowflake, Inc., A	United States	1,800	412,704
Visa, Inc., A	United States	20,224	4,282,027
			14,752,915
Life Sciences Tools & Services 1.0%			
^a 10X Genomics, Inc., A	United States	369	66,789
^a Berkeley Lights, Inc.	United States	600	30,138
^a Illumina, Inc.	United States	3,403	1,306,956
^a Maravai LifeSciences Holdings, Inc., A	United States	4,100	146,124
^a Seer, Inc.	United States	400	20,008
			1,570,015
Machinery 0.4%			
Fortive Corp.	United States	9,730	687,327
Media 1.7%			
^a Charter Communications, Inc., A	United States	4,421	2,727,845
Personal Products 3.4%			
Estee Lauder Cos., Inc. (The), A	United States	18,062	5,253,333
Professional Services 1.1%			
^a CoStar Group, Inc.	United States	1,746	1,435,020
^a Dun & Bradstreet Holdings, Inc.	United States	8,900	211,909
			1,646,929
Semiconductors & Semiconductor Equipment 5.3%			
Analog Devices, Inc.	United States	11,440	1,774,115
ASML Holding NV, NYRS	Netherlands	3,880	2,395,357
NVIDIA Corp.	United States	7,606	4,061,072
			8,230,544
Software 23.2%			
^a ACV Auctions, Inc., A	United States	900	31,149
^a Adobe, Inc.	United States	7,606	3,615,664
^a Atlassian Corp. plc, A	United States	8,542	1,800,312
Bentley Systems, Inc., B	United States	1,400	65,702
^a Coupa Software, Inc.	United States	2,753	700,583
Microsoft Corp.	United States	55,590	13,106,454
^a salesforce.com, Inc.	United States	30,587	6,480,468
^a ServiceNow, Inc.	United States	20,489	10,246,754

Franklin Flex Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Software (continued)			
^a Tuya, Inc., ADR.	China	300	\$6,342
			36,053,428
Textiles, Apparel & Luxury Goods 1.5%			
NIKE, Inc., B.	United States	17,213	2,287,436
Total Common Stocks (Cost \$58,687,228)			155,674,770
Short Term Investments 0.0%			
	Country	Shares	Value
Money Market Funds 0.0%[†]			
^{d,e} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	11	11
Total Money Market Funds (Cost \$11)			11
Investments from Cash Collateral Received for Loaned Securities 0.0%[†]			
Money Market Funds 0.0%[†]			
^{d,e} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	27,000	27,000
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$27,000)			27,000
Total Short Term Investments (Cost \$27,011)			27,011
Total Investments (Cost \$58,714,239) 100.1%			\$155,701,781
Other Assets, less Liabilities (0.1)%			(255,888)
Net Assets 100.0%			\$155,445,893

See Abbreviations on page 169.

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

^a Non-income producing.

^b Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the value of this security was \$41,677, representing less than 0.1% of net assets.

^c A portion or all of the security is on loan at March 31, 2021.

^d See Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Franklin Global Real Estate VIP Fund

	Country	Shares	Value
Common Stocks 98.5%			
Diversified Telecommunication Services 0.6%			
^a Cellnex Telecom SA, 144A, Reg S.	Spain	14,270	\$822,570
Equity Real Estate Investment Trusts (REITs) 78.1%			
Alexandria Real Estate Equities, Inc.	United States	21,191	3,481,681
American Homes 4 Rent, A.	United States	87,182	2,906,648
Americold Realty Trust.	United States	44,424	1,708,991
AvalonBay Communities, Inc.	United States	20,234	3,733,375
Boston Properties, Inc.	United States	11,084	1,122,366
Broadstone Net Lease, Inc.	United States	51,791	947,775
Camden Property Trust.	United States	28,059	3,083,965
Canadian Apartment Properties REIT.	Canada	58,793	2,519,566
Capital & Counties Properties plc.	United Kingdom	148,803	350,121
CapitaLand Integrated Commercial Trust.	Singapore	831,685	1,345,798
City Office REIT, Inc.	United States	16,500	175,230
Cousins Properties, Inc.	United States	65,377	2,311,077
Derwent London plc.	United Kingdom	33,629	1,496,247
Dexus.	Australia	239,973	1,784,358
Douglas Emmett, Inc.	United States	13,170	413,538
Equinix, Inc.	United States	3,116	2,117,602
Equity LifeStyle Properties, Inc.	United States	39,574	2,518,489
Extra Space Storage, Inc.	United States	26,098	3,459,290
Gecina SA.	France	13,070	1,798,948
GLP J-Reit.	Japan	940	1,544,619
Goodman Group.	Australia	197,454	2,726,513
GPT Group (The).	Australia	285,136	1,000,254
Healthcare Realty Trust, Inc.	United States	42,682	1,294,118
Healthpeak Properties, Inc.	United States	109,978	3,490,702
^b Host Hotels & Resorts, Inc.	United States	101,656	1,712,904
Hudson Pacific Properties, Inc.	United States	24,276	658,608
Hulic Reit, Inc.	Japan	745	1,168,627
Ichigo Office REIT Investment Corp.	Japan	941	808,042
Inmobiliaria Colonial Socimi SA.	Spain	126,760	1,227,588
Japan Hotel REIT Investment Corp.	Japan	1,177	665,384
Kenedix Office Investment Corp.	Japan	228	1,623,520
Kilroy Realty Corp.	United States	25,422	1,668,446
Life Storage, Inc.	United States	10,147	872,135
Link REIT.	Hong Kong	130,675	1,192,253
Mapletree Logistics Trust.	Singapore	986,661	1,418,777
MGM Growth Properties LLC, A.	United States	45,081	1,470,542
NTT UD REIT Investment Corp.	Japan	841	1,202,841
Orix JREIT, Inc.	Japan	739	1,287,111
Prologis, Inc.	United States	83,080	8,806,480
QTS Realty Trust, Inc., A.	United States	28,350	1,758,834
Realty Income Corp.	United States	52,771	3,350,958
Regency Centers Corp.	United States	48,669	2,760,019
Rexford Industrial Realty, Inc.	United States	52,301	2,635,970
RPT Realty.	United States	51,150	583,622
^b Ryman Hospitality Properties, Inc.	United States	7,735	599,540
SBA Communications Corp.	United States	4,782	1,327,244
Segro plc.	United Kingdom	263,311	3,402,306
Simon Property Group, Inc.	United States	19,009	2,162,654
^c SmartCentres Real Estate Investment Trust.	Canada	53,439	1,141,659
Spirit Realty Capital, Inc.	United States	54,648	2,322,540
^b Summit Hotel Properties, Inc.	United States	50,685	514,960
Terreno Realty Corp.	United States	25,486	1,472,326
UDR, Inc.	United States	72,526	3,180,990
^b UNITE Group plc (The).	United Kingdom	134,844	1,982,817
VEREIT, Inc.	United States	43,311	1,672,671

Franklin Global Real Estate VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Equity Real Estate Investment Trusts (REITs) (continued)			
Welltower, Inc.	United States	43,758	\$3,134,386
			107,118,025
Real Estate Management & Development 19.8%			
Aroundtown SA.	Germany	206,959	1,473,807
CapitaLand Ltd.	Singapore	665,724	1,865,372
^{a,b} CTP BV, 144A, Reg S.	Netherlands	10,800	191,228
Deutsche Wohnen SE.	Germany	52,975	2,470,991
Fabege AB.	Sweden	83,450	1,125,514
^b Fastighets AB Balder, B.	Sweden	26,914	1,332,350
Grainger plc.	United Kingdom	313,329	1,152,050
Hang Lung Properties Ltd..	Hong Kong	364,000	950,135
Mitsubishi Estate Co. Ltd.	Japan	169,806	2,973,556
Mitsui Fudosan Co. Ltd.	Japan	138,227	3,150,952
New World Development Co. Ltd.	Hong Kong	282,384	1,466,904
Nomura Real Estate Holdings, Inc.	Japan	46,529	1,124,695
Shurgard Self Storage SA.	Belgium	16,119	734,309
Sun Hung Kai Properties Ltd.	Hong Kong	173,983	2,634,441
Vonovia SE.	Germany	69,489	4,540,668
			27,186,972
Total Common Stocks (Cost \$92,299,921)			135,127,567

Short Term Investments 1.2%

	Principal Amount ^c	Value
Repurchase Agreements 0.4%		
^d Joint Repurchase Agreement, 0.004%, 4/01/21 (Maturity Value \$579,732)		
BNP Paribas Securities Corp. (Maturity Value \$338,030)		
Deutsche Bank Securities, Inc. (Maturity Value \$81,133)		
HSBC Securities (USA), Inc. (Maturity Value \$160,569)		
Collateralized by U.S. Government Agency Securities, 2.25% - 5%, 9/20/42 - 3/15/56; U.S. Treasury Bonds, 6.25% - 8.13%, 5/15/21 - 2/15/25; and U.S. Treasury Note, 1.63%, 11/15/22 (valued at \$591,604)		
	579,732	579,732
Total Repurchase Agreements (Cost \$579,732)		579,732

Investments from Cash Collateral Received for Loaned Securities 0.8%

Money Market Funds 0.6%

	Country	Shares	
^{e,f} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	810,000	810,000

Franklin Global Real Estate VIP Fund (continued)

Short Term Investments (continued)

	Principal Amount [*]	Value
Repurchase Agreements 0.2%		
^d Joint Repurchase Agreement, BNP Paribas SA, 0%, 4/01/21 (Maturity Value \$202,501)		
Collateralized by U.S. Government Bond, 6%, 2/15/26; U.S. Government Bonds, Strips, 11/15/22 - 11/15/25; U.S. Treasury Notes, 0.125% - 1.875%, 2/28/22 - 2/28/23; and U.S. Treasury Bill, Discount Note, 7/20/21 (valued at \$206,551)	202,501	\$202,501
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$1,012,501)		1,012,501
Total Short Term Investments (Cost \$1,592,233)		1,592,233
Total Investments (Cost \$93,892,154) 99.7%		\$136,719,800
Other Assets, less Liabilities 0.3%		451,258
Net Assets 100.0%		\$137,171,058

See Abbreviations on page 169

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

^aSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$1,013,798, representing 0.7% of net assets.

^bNon-income producing.

^cA portion or all of the security is on loan at March 31, 2021.

^dInvestment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At March 31, 2021, all repurchase agreements had been entered into on that date.

^eSee Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Franklin Growth and Income VIP Fund

	Country	Shares	Value
Common Stocks 83.8%			
Aerospace & Defense 3.9%			
Lockheed Martin Corp.	United States	1,885	\$696,508
Raytheon Technologies Corp.	United States	25,975	2,007,088
			<u>2,703,596</u>
Air Freight & Logistics 2.4%			
United Parcel Service, Inc., B	United States	9,800	1,665,902
Banks 11.9%			
Bank of America Corp.	United States	61,650	2,385,238
Citigroup, Inc.	United States	18,685	1,359,334
JPMorgan Chase & Co.	United States	20,570	3,131,371
Truist Financial Corp.	United States	24,090	1,404,929
			<u>8,280,872</u>
Beverages 3.9%			
Coca-Cola Co. (The)	United States	28,155	1,484,050
PepsiCo, Inc.	United States	8,920	1,261,734
			<u>2,745,784</u>
Capital Markets 7.4%			
Apollo Global Management, Inc.	United States	17,980	845,240
Ares Management Corp.	United States	15,275	855,858
BlackRock, Inc.	United States	1,420	1,070,623
Morgan Stanley	United States	30,915	2,400,859
			<u>5,172,580</u>
Chemicals 2.4%			
BASF SE	Germany	7,665	636,930
Linde plc.	United Kingdom	2,150	602,301
Sherwin-Williams Co. (The)	United States	565	416,976
			<u>1,656,207</u>
Commercial Services & Supplies 1.5%			
Republic Services, Inc.	United States	10,720	1,065,032
Communications Equipment 0.6%			
Cisco Systems, Inc.	United States	8,615	445,482
Diversified Telecommunication Services 2.5%			
TELUS Corp.	Canada	14,680	292,362
Verizon Communications, Inc.	United States	24,650	1,433,397
			<u>1,725,759</u>
Electric Utilities 6.6%			
Duke Energy Corp.	United States	20,340	1,963,420
Entergy Corp.	United States	6,515	648,047
NextEra Energy, Inc.	United States	22,000	1,663,420
Xcel Energy, Inc.	United States	4,480	297,965
			<u>4,572,852</u>
Electrical Equipment 1.6%			
Eaton Corp. plc.	United States	3,560	492,277
Emerson Electric Co.	United States	6,840	617,105
			<u>1,109,382</u>
Equity Real Estate Investment Trusts (REITs) 1.3%			
Prologis, Inc.	United States	5,485	581,410
Public Storage	United States	1,160	286,241
			<u>867,651</u>

Franklin Growth and Income VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Food & Staples Retailing 1.3%			
Walmart, Inc.	United States	6,890	\$935,869
Food Products 0.5%			
Nestle SA	Switzerland	2,810	313,282
Health Care Equipment & Supplies 2.8%			
Medtronic plc	United States	16,630	1,964,502
Health Care Providers & Services 2.0%			
HCA Healthcare, Inc.	United States	2,051	386,285
UnitedHealth Group, Inc.	United States	2,635	980,405
			1,366,690
Hotels, Restaurants & Leisure 1.6%			
McDonald's Corp.	United States	5,105	1,144,235
Household Products 2.5%			
Procter & Gamble Co. (The)	United States	12,835	1,738,244
Insurance 0.5%			
Arthur J Gallagher & Co.	United States	3,045	379,925
IT Services 0.6%			
Visa, Inc., A.	United States	1,845	390,642
Machinery 1.3%			
Illinois Tool Works, Inc.	United States	2,310	511,711
Stanley Black & Decker, Inc.	United States	1,848	368,990
			880,701
Media 1.9%			
Comcast Corp., A.	United States	24,800	1,341,928
Multiline Retail 2.7%			
Target Corp.	United States	9,630	1,907,414
Oil, Gas & Consumable Fuels 5.0%			
Canadian Natural Resources Ltd.	Canada	16,350	504,724
Chevron Corp.	United States	14,040	1,471,252
Royal Dutch Shell plc, ADR, A.	Netherlands	17,820	698,722
Suncor Energy, Inc.	Canada	38,225	798,903
			3,473,601
Pharmaceuticals 5.6%			
Johnson & Johnson	United States	13,440	2,208,864
Merck & Co., Inc.	United States	9,225	711,155
Pfizer, Inc.	United States	26,345	954,480
			3,874,499
Road & Rail 2.0%			
Norfolk Southern Corp.	United States	5,120	1,374,822
Semiconductors & Semiconductor Equipment 2.9%			
Analog Devices, Inc.	United States	3,770	584,651
Broadcom, Inc.	United States	870	403,384
Texas Instruments, Inc.	United States	5,325	1,006,372
			1,994,407
Software 1.7%			
Microsoft Corp.	United States	3,490	822,837
Oracle Corp.	United States	5,280	370,498
			1,193,335

Franklin Growth and Income VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Specialty Retail 2.3%			
Lowe's Cos., Inc.	United States	5,370	\$1,021,267
TJX Cos., Inc. (The)	United States	9,210	609,241
			1,630,508
Technology Hardware, Storage & Peripherals 0.6%			
Apple, Inc.	United States	3,615	441,572
Total Common Stocks (Cost \$35,234,327)			58,357,275
Equity-Linked Securities 10.0%			
Banks 1.0%			
^a Royal Bank of Canada into Bank of America Corp., 144A, 7.75%, 11/01/21	United States	23,000	676,511
Chemicals 1.5%			
^a Citigroup Global Markets Holdings, Inc. into Sherwin-Williams Co. (The), Senior Unsecured Note, 144A, 6.5%, 7/09/21	United States	800	527,966
^a Goldman Sachs International Bank into Linde plc, 144A, 6.5%, 10/25/21	United Kingdom	2,037	537,241
			1,065,207
Electrical Equipment 0.5%			
^a Royal Bank of Canada into Eaton Corp. plc, 144A, 7%, 8/30/21	United States	2,900	378,932
Equity Real Estate Investment Trusts (REITs) 0.7%			
^a Royal Bank of Canada into Healthpeak Properties, Inc., 144A, 9.5%, 12/01/21	United States	16,000	505,138
Food & Staples Retailing 0.7%			
^a Citigroup Global Markets Holdings, Inc. into Tesco plc, Senior Unsecured Note, 144A, 6.5%, 1/10/22	United Kingdom	3,150	488,971
Health Care Providers & Services 0.7%			
^a Royal Bank of Canada into HCA Healthcare, Inc., 144A, 7%, 6/30/21	United States	2,900	521,609
Internet & Direct Marketing Retail 1.3%			
^a Wells Fargo Bank NA into Amazon.com, Inc., 144A, 6%, 4/05/21	United States	380	886,275
IT Services 0.5%			
^a Credit Suisse AG into Visa, Inc., 144A, 5%, 11/30/21	United States	1,500	315,812
Machinery 0.8%			
^a Credit Suisse AG into Stanley Black & Decker, Inc., 144A, 6.5%, 3/31/22	United States	3,000	588,785
Multiline Retail 0.7%			
^a Barclays Bank plc into Dollar Tree, Inc., Senior Note, 144A, 5.5%, 1/14/22	United States	4,100	466,043
Software 0.8%			
^a Barclays Bank plc into Oracle Corp., 144A, 7%, 7/30/21	United States	8,000	535,096
Specialty Retail 0.8%			
^a Citigroup Global Markets Holdings, Inc. into TJX Cos., Inc. (The), Senior Unsecured Note, 144A, 6.5%, 9/14/21	United States	8,808	549,737
Total Equity-Linked Securities (Cost \$6,263,483)			6,978,116
Convertible Preferred Stocks 6.8%			
Health Care Equipment & Supplies 3.0%			
Becton Dickinson and Co., 6%, B	United States	15,270	820,305
Boston Scientific Corp., 5.5%, A	United States	2,505	268,686
Danaher Corp., 4.75%, A	United States	545	833,910

Franklin Growth and Income VIP Fund (continued)

	Country	Shares	Value
Convertible Preferred Stocks (continued)			
Health Care Equipment & Supplies (continued)			
^b Danaher Corp., 5%, B	United States	111	\$143,767
			2,066,668
Machinery 1.5%			
Fortive Corp., 5%, A	United States	1,015	1,010,493
Semiconductors & Semiconductor Equipment 1.4%			
Broadcom, Inc., 8%, A	United States	665	980,536
Water Utilities 0.9%			
Essential Utilities, Inc., 6%	United States	10,920	624,515
Total Convertible Preferred Stocks (Cost \$4,002,560)			4,682,212
Total Long Term Investments (Cost \$45,500,370)			70,017,603
Short Term Investments 0.2%			
Investments from Cash Collateral Received for Loaned Securities 0.2%			
	Country	Shares	Value
Money Market Funds 0.2%			
^{c,d} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	103,000	103,000
		Principal Amount*	
Repurchase Agreements 0.0%†			
^e Joint Repurchase Agreement, BNP Paribas SA, 0%, 4/01/21 (Maturity Value \$26,739) Collateralized by U.S. Government Bond, 6%, 2/15/26; U.S. Government Bonds, Strips, 11/15/22 - 11/15/25; U.S. Treasury Notes, 0.125% - 1.875%, 2/28/22 - 2/28/23; and U.S. Treasury Bill, Discount Note, 7/20/21 (valued at \$27,274)			
		26,739	26,739
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$129,739)			129,739
Total Short Term Investments (Cost \$129,739)			129,739
Total Investments (Cost \$45,630,109) 100.8%			\$70,147,342
Other Assets, less Liabilities (0.8)%			(525,824)
Net Assets 100.0%			\$69,621,518

See Abbreviations on page 169.

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

†Rounds to less than 0.1% of net assets.

^eSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$6,978,116, representing 10.0% of net assets.

Franklin Growth and Income VIP Fund (continued)

^b A portion or all of the security is on loan at March 31, 2021.

^c See Note 9 regarding investments in affiliated management investment companies.

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

^e Investment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At March 31, 2021, all repurchase agreements had been entered into on that date.

Statement of Investments (unaudited), March 31, 2021

Franklin Income VIP Fund

	Country	Shares	Value
Common Stocks 52.1%			
Aerospace & Defense 1.5%			
Lockheed Martin Corp.	United States	130,000	\$48,035,000
Raytheon Technologies Corp.	United States	300,000	23,181,000
			71,216,000
Air Freight & Logistics 0.8%			
United Parcel Service, Inc., B	United States	217,700	37,006,823
Banks 8.0%			
Bank of America Corp.	United States	2,470,000	95,564,300
Barclays plc	United Kingdom	12,500,000	32,006,861
Citigroup, Inc.	United States	500,000	36,375,000
JPMorgan Chase & Co.	United States	775,000	117,978,250
Truist Financial Corp.	United States	755,000	44,031,600
US Bancorp	United States	800,000	44,248,000
			370,204,011
Beverages 3.3%			
Coca-Cola Co. (The)	United States	1,360,000	71,685,600
PepsiCo, Inc.	United States	575,000	81,333,750
			153,019,350
Biotechnology 0.8%			
AbbVie, Inc.	United States	100,000	10,822,000
Amgen, Inc.	United States	100,000	24,881,000
			35,703,000
Capital Markets 1.0%			
Morgan Stanley.	United States	616,500	47,877,390
Chemicals 0.6%			
Air Products and Chemicals, Inc.	United States	7,500	2,110,050
BASF SE	Germany	325,000	27,006,164
			29,116,214
Diversified Telecommunication Services 2.0%			
BCE, Inc.	Canada	466,000	21,034,516
Verizon Communications, Inc.	United States	1,200,000	69,780,000
			90,814,516
Electric Utilities 5.3%			
American Electric Power Co., Inc.	United States	450,000	38,115,000
Duke Energy Corp.	United States	710,000	68,536,300
Edison International	United States	770,000	45,122,000
Exelon Corp.	United States	300,000	13,122,000
Southern Co. (The)	United States	1,200,000	74,592,000
Xcel Energy, Inc.	United States	67,500	4,489,425
			243,976,725
Energy Equipment & Services 0.2%			
^a Weatherford International plc.	United States	700,000	8,918,000
Equity Real Estate Investment Trusts (REITs) 0.4%			
^a Host Hotels & Resorts, Inc.	United States	1,000,000	16,850,000
Health Care Providers & Services 1.3%			
^a CHS/Community Health Systems, Inc.	United States	1,000,000	13,520,000
CVS Health Corp.	United States	650,000	48,899,500
			62,419,500

Franklin Income VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Household Products 2.1%			
Procter & Gamble Co. (The)	United States	700,000	\$94,801,000
Industrial Conglomerates 1.4%			
Honeywell International, Inc.	United States	300,000	65,121,000
Insurance 1.8%			
MetLife, Inc.	United States	1,335,108	81,161,215
IT Services 0.7%			
International Business Machines Corp.	United States	259,679	34,604,824
Machinery 0.6%			
Cummins, Inc.	United States	100,000	25,911,000
Media 0.6%			
Comcast Corp., A	United States	500,000	27,055,000
Metals & Mining 1.3%			
Rio Tinto plc, ADR.	Australia	800,000	62,120,000
Multi-Utilities 2.6%			
Dominion Energy, Inc.	United States	906,638	68,868,222
DTE Energy Co.	United States	100,000	13,314,000
Sempra Energy.	United States	275,000	36,459,500
			118,641,722
Oil, Gas & Consumable Fuels 6.2%			
BP plc, ADR	United Kingdom	550,000	13,392,500
Chevron Corp.	United States	1,050,000	110,029,500
Exxon Mobil Corp.	United States	2,000,000	111,660,000
Royal Dutch Shell plc, ADR, A.	Netherlands	450,000	17,644,500
^b TOTAL SE, ADR	France	750,000	34,905,000
			287,631,500
Personal Products 0.4%			
Unilever plc.	United Kingdom	300,000	16,737,514
Pharmaceuticals 5.8%			
AstraZeneca plc	United Kingdom	455,000	45,406,326
Bristol-Myers Squibb Co.	United States	1,100,000	69,443,000
Johnson & Johnson	United States	400,000	65,740,000
Merck & Co., Inc.	United States	950,000	73,235,500
Pfizer, Inc.	United States	350,000	12,680,500
			266,505,326
Road & Rail 0.8%			
Union Pacific Corp.	United States	161,500	35,596,215
Semiconductors & Semiconductor Equipment 1.7%			
Analog Devices, Inc.	United States	100,000	15,508,000
Intel Corp.	United States	500,000	32,000,000
Texas Instruments, Inc.	United States	160,000	30,238,400
			77,746,400
Specialty Retail 0.2%			
Home Depot, Inc. (The).	United States	32,000	9,768,000
Tobacco 0.7%			
Philip Morris International, Inc.	United States	350,000	31,059,000
Total Common Stocks (Cost \$1,768,249,428)			2,401,581,245

Franklin Income VIP Fund (continued)

	Country	Shares	Value
Equity-Linked Securities 12.3%			
Aerospace & Defense 0.9%			
°Societe Generale SA into Raytheon Technologies Corp., 144A, 8%, 6/01/21	United States	548,000	\$41,298,625
Automobiles 1.2%			
°National Bank of Canada into General Motors Co., Senior Note, 144A, 10%, 1/26/22	United States	1,123,500	55,527,418
Biotechnology 0.8%			
°Goldman Sachs International Bank into AbbVie, Inc., 144A, 10%, 7/22/21	United States	348,000	36,582,023
Capital Markets 0.3%			
°UBS AG into Morgan Stanley, Senior Note, 144A, 8.5%, 2/11/22 ..	United States	200,000	15,046,992
Chemicals 0.7%			
°National Bank of Canada into Air Products and Chemicals, Inc., 144A, 8.5%, 4/13/22	United States	106,000	30,303,825
Communications Equipment 0.5%			
°Credit Suisse AG into Cisco Systems, Inc., Senior Note, 144A, 10%, 6/01/21	United States	508,000	24,511,522
Energy Equipment & Services 0.5%			
°Royal Bank of Canada into Schlumberger NV, 144A, 10%, 3/01/22	United States	900,000	24,350,361
Health Care Providers & Services 0.7%			
°JPMorgan Chase Bank NA into CVS Health Corp., Senior Note, 144A, Reg S, 8.5%, 1/25/22	United States	451,000	32,667,132
Internet & Direct Marketing Retail 0.6%			
°JPMorgan Chase Bank NA into Amazon.com, Inc., Senior Note, 144A, Reg S, 9.5%, 12/07/21	United States	8,000	25,127,153
Media 0.4%			
°Barclays Bank plc into Comcast Corp., Senior Note, 144A, 9%, 4/28/21	United States	408,000	17,836,008
Pharmaceuticals 1.3%			
°Credit Suisse AG into Pfizer, Inc., 144A, 8%, 8/27/21	United States	1,642,000	59,796,569
Road & Rail 0.2%			
°Goldman Sachs International Bank into Union Pacific Corp., Senior Note, 144A, 8%, 2/09/22	United States	33,000	7,205,821
Semiconductors & Semiconductor Equipment 2.6%			
°Citigroup Global Markets Holdings, Inc. into Texas Instruments, Inc., Senior Note, 144A, 8.5%, 1/27/22	United States	234,000	41,785,493
°Royal Bank of Canada into Analog Devices, Inc., 144A, 8.5%, 9/10/21	United States	270,000	36,466,666
°Royal Bank of Canada into Intel Corp., Senior Note, 144A, 8.5%, 12/14/21	United States	782,000	41,424,052
			119,676,211
Software 0.4%			
°Citigroup Global Markets Holdings, Inc. into Microsoft Corp., Senior Note, 144A, 8%, 9/24/21	United States	80,000	18,658,219
Specialty Retail 0.8%			
°Royal Bank of Canada into Home Depot, Inc. (The), 144A, 8.5%, 4/07/21	United States	151,500	36,092,858
Technology Hardware, Storage & Peripherals 0.4%			
°BNP Paribas Issuance BV into Apple, Inc., 144A, 10%, 12/22/21 ..	United States	164,000	20,354,811
Total Equity-Linked Securities (Cost \$523,002,693)			565,035,548

Franklin Income VIP Fund (continued)

	Country	Shares	Value
Convertible Preferred Stocks 5.0%			
Capital Markets 0.1%			
^b KKR & Co., Inc., 6%, C	United States	85,000	\$5,665,250
Electric Utilities 1.6%			
American Electric Power Co., Inc., 6.125%	United States	400,000	19,304,000
NextEra Energy, Inc., 5.279%	United States	400,000	19,812,000
NextEra Energy, Inc., 6.219%	United States	230,200	11,417,920
Southern Co. (The), 6.75%, 2019	United States	500,000	25,465,000
			75,998,920
Multi-Utilities 1.5%			
Dominion Energy, Inc., 7.25%, A	United States	225,000	22,239,000
DTE Energy Co., 6.25%	United States	500,000	24,845,000
Sempra Energy, 6.75%, B	United States	200,000	20,932,000
			68,016,000
Semiconductors & Semiconductor Equipment 1.6%			
Broadcom, Inc., 8%, A	United States	50,000	73,724,500
Thrifts & Mortgage Finance 0.2%			
^a FNMA, 5.375%	United States	475	8,906,350
Total Convertible Preferred Stocks (Cost \$231,164,583)			232,311,020
Preferred Stocks 0.0%			
Banks 0.0%[†]			
JPMorgan Chase & Co., 6%, EE	United States	15,501	425,968
Total Preferred Stocks (Cost \$387,525)			425,968
		Principal Amount[*]	
Convertible Bonds 0.4%			
Airlines 0.3%			
Southwest Airlines Co., Senior Note, 1.25%, 5/01/25	United States	8,500,000	14,635,937
Media 0.1%			
DISH Network Corp., Senior Note, 2.375%, 3/15/24	United States	4,555,000	4,395,575
Total Convertible Bonds (Cost \$12,214,561)			19,031,512
Corporate Bonds 25.2%			
Aerospace & Defense 0.4%			
Raytheon Technologies Corp., Senior Note, 3.95%, 8/16/25	United States	15,000,000	16,669,270
Automobiles 0.5%			
Ford Motor Co., Senior Note, 4.346%, 12/08/26	United States	13,500,000	14,245,065
General Motors Co., Senior Bond, 5.15%, 4/01/38	United States	7,500,000	8,602,891
			22,847,956
Banks 1.6%			
Bank of America Corp.,			
^d AA, Junior Sub. Bond, 6.1% to 3/17/25, FRN thereafter, Perpetual	United States	8,000,000	8,885,560
^d X, Junior Sub. Bond, 6.25% to 9/05/24, FRN thereafter, Perpetual	United States	6,000,000	6,642,860
Senior Bond, 3.419% to 12/20/27, FRN thereafter, 12/20/28	United States	10,000,000	10,745,261
Citigroup, Inc., Sub. Bond, 4.125%, 7/25/28	United States	18,500,000	20,485,601
^d JPMorgan Chase & Co.,			
^e I, Junior Sub. Bond, FRN, 3.682%, (3-month USD LIBOR + 3.47%), Perpetual	United States	19,559,000	19,569,514
R, Junior Sub. Bond, 6% to 8/01/23, FRN thereafter, Perpetual	United States	3,200,000	3,365,622

Franklin Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Banks (continued)			
^d Wells Fargo & Co., S, Junior Sub. Bond, 5.9% to 6/15/24, FRN thereafter, Perpetual	United States	3,000,000	\$3,199,082
			72,893,500
Biotechnology 0.4%			
AbbVie, Inc., Senior Note, 3.8%, 3/15/25	United States	17,000,000	18,586,071
Capital Markets 0.4%			
Goldman Sachs Group, Inc. (The), Senior Note, 3.272% to 9/29/24, FRN thereafter, 9/29/25	United States	15,500,000	16,640,840
Consumer Finance 0.8%			
Capital One Financial Corp., Sub. Note, 4.2%, 10/29/25	United States	15,500,000	17,173,536
Ford Motor Credit Co. LLC, Senior Note, 5.125%, 6/16/25	United States	20,000,000	21,625,000
			38,798,536
Containers & Packaging 0.7%			
^c Mauser Packaging Solutions Holding Co., Senior Note, 144A, 7.25%, 4/15/25	United States	23,000,000	23,028,750
Senior Secured Note, 144A, 5.5%, 4/15/24	United States	10,000,000	10,150,000
			33,178,750
Diversified Financial Services 0.5%			
^c MPH Acquisition Holdings LLC, Senior Note, 144A, 5.75%, 11/01/28	United States	25,000,000	24,406,250
Diversified Telecommunication Services 0.5%			
AT&T, Inc., Senior Bond, 4.125%, 2/17/26	United States	12,000,000	13,449,626
^c CCO Holdings LLC / CCO Holdings Capital Corp., Senior Bond, 144A, 5.5%, 5/01/26	United States	10,000,000	10,327,050
			23,776,676
Energy Equipment & Services 0.8%			
^c Weatherford International Ltd., 144A, 8.75%, 9/01/24	United States	10,250,000	10,741,744
Senior Note, 144A, 11%, 12/01/24	United States	25,000,000	24,046,875
			34,788,619
Entertainment 0.5%			
Netflix, Inc., Senior Bond, 4.875%, 4/15/28	United States	22,000,000	24,923,360
Equity Real Estate Investment Trusts (REITs) 0.3%			
Equinix, Inc., Senior Bond, 5.375%, 5/15/27	United States	11,000,000	11,831,656
Food Products 0.3%			
Kraft Heinz Foods Co., Senior Bond, 4.625%, 1/30/29	United States	10,600,000	11,908,255
Health Care Providers & Services 8.0%			
^c CHS/Community Health Systems, Inc., Secured Note, 144A, 8.125%, 6/30/24	United States	50,144,000	52,728,923
Secured Note, 144A, 6.875%, 4/15/29	United States	90,000,000	94,330,800
Senior Note, 144A, 6.875%, 4/01/28	United States	10,000,000	9,133,450
Senior Secured Note, 144A, 6.625%, 2/15/25	United States	27,600,000	29,187,138
Senior Secured Note, 144A, 8%, 3/15/26	United States	12,500,000	13,528,750
Senior Secured Note, 144A, 8%, 12/15/27	United States	20,000,000	21,960,700
Cigna Corp., Senior Note, 3.75%, 7/15/23	United States	7,218,000	7,721,738
CVS Health Corp., Senior Bond, 4.3%, 3/25/28	United States	8,000,000	9,090,023
Senior Bond, 5.05%, 3/25/48	United States	3,900,000	4,795,346
Senior Note, 4.1%, 3/25/25	United States	1,225,000	1,357,495

Franklin Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Health Care Providers & Services (continued)			
HCA, Inc.,			
Senior Bond, 5.875%, 5/01/23	United States	7,500,000	\$8,177,100
Senior Secured Note, 5%, 3/15/24	United States	10,400,000	11,576,407
Tenet Healthcare Corp.,			
Secured Note, 5.125%, 5/01/25	United States	2,000,000	2,030,600
° Secured Note, 144A, 6.25%, 2/01/27	United States	29,000,000	30,660,540
Senior Note, 6.75%, 6/15/23	United States	58,200,000	63,141,180
° Senior Note, 144A, 6.125%, 10/01/28	United States	9,000,000	9,405,000
			368,825,190
Hotels, Restaurants & Leisure 0.9%			
°Caesars Entertainment, Inc., Senior Secured Note, 144A, 6.25%, 7/01/25	United States	18,000,000	19,210,860
°Wynn Las Vegas LLC / Wynn Las Vegas Capital Corp.,			
Senior Bond, 144A, 5.5%, 3/01/25	United States	13,200,000	13,962,300
Senior Note, 144A, 5.25%, 5/15/27	United States	10,000,000	10,483,800
			43,656,960
Media 1.9%			
°Diamond Sports Group LLC / Diamond Sports Finance Co., Senior Secured Note, 144A, 5.375%, 8/15/26	United States	15,000,000	10,818,750
DISH DBS Corp.,			
Senior Note, 5.875%, 7/15/22	United States	27,000,000	28,228,500
Senior Note, 5%, 3/15/23	United States	21,000,000	21,934,500
Senior Note, 5.875%, 11/15/24	United States	9,400,000	9,844,479
°Univision Communications, Inc.,			
Senior Secured Note, 144A, 5.125%, 2/15/25	United States	7,140,000	7,242,637
Senior Secured Note, 144A, 6.625%, 6/01/27	United States	8,500,000	9,093,300
			87,162,166
Metals & Mining 0.1%			
°Cleveland-Cliffs, Inc., Senior Secured Note, 144A, 6.75%, 3/15/26	United States	5,000,000	5,443,750
Oil, Gas & Consumable Fuels 1.6%			
Calumet Specialty Products Partners LP / Calumet Finance Corp.,			
Senior Note, 7.625%, 1/15/22	United States	2,815,000	2,817,857
Senior Note, 7.75%, 4/15/23	United States	2,000,000	1,992,510
° Senior Note, 144A, 11%, 4/15/25	United States	23,500,000	24,733,515
° Senior Secured Note, 144A, 9.25%, 7/15/24	United States	5,185,000	5,651,650
HighPoint Operating Corp.,			
Senior Bond, 7%, 10/15/22	United States	16,437,000	9,591,236
Senior Note, 8.75%, 6/15/25	United States	26,600,000	15,561,000
Occidental Petroleum Corp.,			
Senior Note, 8%, 7/15/25	United States	5,000,000	5,749,025
Senior Note, 6.625%, 9/01/30	United States	6,000,000	6,751,800
			72,848,593
Pharmaceuticals 2.1%			
°Bausch Health Cos., Inc.,			
Senior Bond, 144A, 6.125%, 4/15/25	United States	9,400,000	9,646,280
Senior Note, 144A, 9%, 12/15/25	United States	5,000,000	5,441,725
Senior Note, 144A, 5%, 2/15/29	United States	5,000,000	4,975,000
Senior Secured Note, 144A, 5.5%, 11/01/25	United States	21,000,000	21,595,980
°Bayer US Finance II LLC, Senior Note, 144A, 4.25%, 12/15/25	Germany	15,000,000	16,706,855
Bristol-Myers Squibb Co., Senior Note, 3.4%, 7/26/29	United States	8,000,000	8,751,822
°Endo Dac / Endo Finance LLC / Endo Finco, Inc.,			
Secured Note, 144A, 9.5%, 7/31/27	United States	5,273,000	5,737,683

Franklin Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Pharmaceuticals (continued)			
°Endo Dac / Endo Finance LLC / Endo Finco, Inc., (continued)			
Senior Note, 144A, 6%, 6/30/28	United States	7,094,000	\$5,753,234
°Par Pharmaceutical, Inc., Senior Secured Note, 144A, 7.5%, 4/01/27	United States	8,429,000	8,951,261
Utah Acquisition Sub, Inc., Senior Note, 3.95%, 6/15/26	United States	10,000,000	11,022,384
			98,582,224
Road & Rail 0.1%			
°Ashtead Capital, Inc., Senior Note, 144A, 4.25%, 11/01/29	United Kingdom	4,500,000	4,835,745
Tobacco 0.7%			
BAT Capital Corp.,			
Senior Note, 3.222%, 8/15/24	United Kingdom	10,000,000	10,658,510
Senior Note, 3.557%, 8/15/27	United Kingdom	20,000,000	21,302,116
			31,960,626
Trading Companies & Distributors 0.6%			
United Rentals North America, Inc., Senior Bond, 4.875%, 1/15/28	United States	11,300,000	11,917,206
°WESCO Distribution, Inc., Senior Note, 144A, 7.125%, 6/15/25	United States	14,000,000	15,327,550
			27,244,756
Wireless Telecommunication Services 1.5%			
Sprint Communications, Inc.,			
Senior Note, 11.5%, 11/15/21	United States	30,000,000	31,856,250
Senior Note, 6%, 11/15/22	United States	6,300,000	6,748,875
Sprint Corp.,			
Senior Note, 7.875%, 9/15/23	United States	12,500,000	14,303,125
Senior Note, 7.125%, 6/15/24	United States	8,200,000	9,450,582
Senior Note, 7.625%, 3/01/26	United States	7,500,000	9,196,613
			71,555,445
Total Corporate Bonds (Cost \$1,081,092,959)			1,163,365,194
		Units	
Index-Linked Notes 0.8%			
Capital Markets 0.8%			
°Credit Suisse AG, Senior Note, 144A, 14.644%, 9/06/22	Switzerland	10,332	36,803,984
Total Index-Linked Notes (Cost \$34,999,753)			36,803,984
		Principal Amount¹	
U.S. Government and Agency Securities 1.2%			
U.S. Treasury Notes, 2.75%, 5/31/23	United States	50,000,000	52,768,554
Total U.S. Government and Agency Securities (Cost \$50,003,806)			52,768,554
Asset-Backed Securities 0.2%			
Airlines 0.2%			
United Airlines Pass-Through Trust, 2020-1, A, 5.875%, 10/15/27	United States	9,758,250	10,840,227
Total Asset-Backed Securities (Cost \$9,758,250)			10,840,227
Mortgage-Backed Securities 1.3%			
Federal National Mortgage Association (FNMA) Fixed Rate 0.1%			
FNMA, 30 Year, 4%, 8/01/49	United States	3,016,199	3,300,697

Franklin Income VIP Fund (continued)

	Country	Principal Amount [*]	Value
Mortgage-Backed Securities (continued)			
Government National Mortgage Association (GNMA) Fixed Rate 1.2%			
GNMA II, Single-family, 30 Year, 3%, 1/20/51	United States	52,542,168	\$55,059,122
Total Mortgage-Backed Securities (Cost \$59,243,001)			58,359,819
		Shares	
Escrows and Litigation Trusts 0.2%			
^{a,c} Chesapeake Energy Corp., Escrow Account, 144A	United States	9,500,000	10,087,813
Total Escrows and Litigation Trusts (Cost \$9,500,000)			10,087,813
Total Long Term Investments (Cost \$3,779,616,559)			4,550,610,884
Short Term Investments 0.6%			
	Country	Shares	Value
Money Market Funds 0.5%			
^{g,h} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	23,012,985	23,012,985
Total Money Market Funds (Cost \$23,012,985)			23,012,985
Investments from Cash Collateral Received for Loaned Securities 0.1%			
Money Market Funds 0.1%			
^{g,h} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	4,443,000	4,443,000
		Principal Amount[*]	
Repurchase Agreements 0.0%[†]			
^j Joint Repurchase Agreement, BofA Securities, Inc., 0%, 4/01/21 (Maturity Value \$1,111,849) Collateralized by U.S. Government Note, 2%, 11/30/22 (valued at \$1,134,087)			
		1,111,849	1,111,849
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$5,554,849)			5,554,849
Total Short Term Investments (Cost \$28,567,834)			28,567,834
Total Investments (Cost \$3,808,184,393) 99.3%			\$4,579,178,718
Other Assets, less Liabilities 0.7%			32,248,549
Net Assets 100.0%			\$4,611,427,267

See Abbreviations on page 169 .

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

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

Franklin Income VIP Fund (continued)

^aNon-income producing.

^bA portion or all of the security is on loan at March 31, 2021.

^cSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$1,181,175,190, representing 25.6% of net assets.

^dPerpetual security with no stated maturity date.

^eThe coupon rate shown represents the rate at period end.

^fSecurity 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.

^gSee Note 9 regarding investments in affiliated management investment companies.

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

ⁱInvestment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At March 31, 2021, all repurchase agreements had been entered into on that date.

Statement of Investments (unaudited), March 31, 2021

Franklin Large Cap Growth VIP Fund

	Country	Shares	Value
Common Stocks 97.6%			
Auto Components 0.7%			
^a Aptiv plc	United States	6,805	\$938,409
Automobiles 1.1%			
^a Tesla, Inc.	United States	2,114	1,412,004
Beverages 1.4%			
Constellation Brands, Inc., A	United States	4,543	1,035,804
^a Monster Beverage Corp.	United States	8,619	785,105
			1,820,909
Biotechnology 1.7%			
^a Heron Therapeutics, Inc.	United States	46,656	756,294
^a Novavax, Inc.	United States	6,295	1,141,347
^a PTC Therapeutics, Inc.	United States	5,541	262,366
			2,160,007
Capital Markets 6.7%			
^{a,b} ArcLight Clean Transition Corp., A.	United States	48,184	861,530
^{a,b} Churchill Capital Corp. IV, A.	United States	11,802	273,570
^a Dragoneer Growth Opportunities Corp.	United States	28,900	300,560
Intercontinental Exchange, Inc.	United States	8,106	905,278
MarketAxess Holdings, Inc.	United States	2,192	1,091,440
MSCI, Inc.	United States	5,288	2,217,153
S&P Global, Inc.	United States	5,756	2,031,120
^a Soaring Eagle Acquisition Corp.	United States	28,200	285,384
^{a,b} Social Capital Hedosophia Holdings Corp. V, A	United States	33,360	572,124
			8,538,159
Chemicals 1.4%			
Ecolab, Inc.	United States	3,064	655,911
Linde plc.	United Kingdom	3,836	1,074,617
			1,730,528
Commercial Services & Supplies 0.3%			
Republic Services, Inc.	United States	4,079	405,249
Electric Utilities 0.5%			
NextEra Energy, Inc.	United States	7,957	601,629
Entertainment 0.7%			
^a Walt Disney Co. (The)	United States	5,161	952,308
Equity Real Estate Investment Trusts (REITs) 2.7%			
American Tower Corp.	United States	2,573	615,101
SBA Communications Corp.	United States	10,005	2,776,888
			3,391,989
Food Products 1.0%			
^a Freshpet, Inc.	United States	3,595	570,922
Lamb Weston Holdings, Inc.	United States	8,368	648,353
			1,219,275
Health Care Equipment & Supplies 6.6%			
Danaher Corp.	United States	6,124	1,378,390
^a Edwards Lifesciences Corp.	United States	14,502	1,212,947
^a IDEXX Laboratories, Inc.	United States	2,914	1,425,849
^a Intuitive Surgical, Inc.	United States	1,472	1,087,720
^a Nevro Corp.	United States	7,224	1,007,748

Franklin Large Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Health Care Equipment & Supplies (continued)			
West Pharmaceutical Services, Inc.	United States	8,039	\$2,265,230
			8,377,884
Health Care Providers & Services 2.7%			
^a Guardant Health, Inc.	United States	4,189	639,451
UnitedHealth Group, Inc.	United States	7,501	2,790,897
			3,430,348
Health Care Technology 1.8%			
^a Veeva Systems, Inc., A	United States	8,797	2,298,128
Hotels, Restaurants & Leisure 1.5%			
^{a,b} Airbnb, Inc., A	United States	578	108,629
^a Chipotle Mexican Grill, Inc.	United States	1,045	1,484,757
Starbucks Corp.	United States	3,163	345,621
			1,939,007
Industrial Conglomerates 1.8%			
Honeywell International, Inc.	United States	5,450	1,183,032
Roper Technologies, Inc.	United States	2,772	1,118,058
			2,301,090
Interactive Media & Services 3.8%			
^a Alphabet, Inc., A	United States	1,614	3,328,907
^{a,b} Bumble, Inc., A	United States	1,831	114,218
^a Facebook, Inc., A	United States	4,542	1,337,755
			4,780,880
Internet & Direct Marketing Retail 9.3%			
^a Amazon.com, Inc.	United States	3,395	10,504,402
^a Booking Holdings, Inc.	United States	303	705,941
^{a,b} Coupang, Inc.	South Korea	10,600	523,110
			11,733,453
IT Services 14.9%			
^a Black Knight, Inc.	United States	8,806	651,556
Mastercard, Inc., A	United States	16,271	5,793,290
^a Okta, Inc.	United States	2,456	541,376
^a PayPal Holdings, Inc.	United States	10,097	2,451,955
^a Shopify, Inc., A	Canada	1,275	1,410,788
^a Snowflake, Inc., A	United States	3,244	743,784
^a Twilio, Inc., A	United States	6,672	2,273,551
Visa, Inc., A	United States	23,776	5,034,092
			18,900,392
Life Sciences Tools & Services 1.4%			
^a Illumina, Inc.	United States	1,942	745,845
^a Maravai LifeSciences Holdings, Inc., A	United States	3,180	113,335
^{a,c} Wuxi Biologics Cayman, Inc., 144A, Reg S	China	72,288	911,612
			1,770,792
Media 0.7%			
^a Liberty Broadband Corp., C.	United States	6,068	911,110
Pharmaceuticals 1.7%			
^b AstraZeneca plc, ADR.	United Kingdom	15,578	774,538
^a Catalent, Inc.	United States	8,389	883,446
^a Reata Pharmaceuticals, Inc., A	United States	1,873	186,738

Franklin Large Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Pharmaceuticals (continued)			
Royalty Pharma plc, A.	United States	6,186	\$269,833
			2,114,555
Professional Services 4.1%			
^a CoStar Group, Inc.	United States	3,638	2,990,036
TransUnion.	United States	5,969	537,210
Verisk Analytics, Inc.	United States	9,648	1,704,705
			5,231,951
Road & Rail 1.1%			
Union Pacific Corp.	United States	6,047	1,332,819
Semiconductors & Semiconductor Equipment 4.3%			
Analog Devices, Inc.	United States	6,369	987,705
Monolithic Power Systems, Inc.	United States	4,430	1,564,720
NVIDIA Corp.	United States	5,352	2,857,593
			5,410,018
Software 17.6%			
^a Adobe, Inc.	United States	6,316	3,002,437
^a Atlassian Corp. plc, A	United States	2,078	437,959
^a Autodesk, Inc.	United States	1,833	508,016
^a Avalara, Inc.	United States	920	122,756
^a Bill.com Holdings, Inc.	United States	9,932	1,445,106
^a DocuSign, Inc.	United States	3,873	784,089
Intuit, Inc.	United States	2,867	1,098,233
Microsoft Corp.	United States	23,651	5,576,196
^a Paycom Software, Inc.	United States	1,169	432,600
^a PTC, Inc.	United States	9,282	1,277,667
^a Qualtrics International, Inc., A	United States	1,252	41,203
^a salesforce.com, Inc.	United States	4,930	1,044,519
^a ServiceNow, Inc.	United States	7,809	3,905,359
^a Synopsys, Inc.	United States	4,198	1,040,181
^a Workday, Inc., A	United States	2,964	736,347
^a Zendesk, Inc.	United States	6,291	834,312
			22,286,980
Specialty Retail 0.3%			
^a Burlington Stores, Inc.	United States	1,325	395,910
Technology Hardware, Storage & Peripherals 4.0%			
Apple, Inc.	United States	41,002	5,008,394
Textiles, Apparel & Luxury Goods 0.7%			
NIKE, Inc., B.	United States	6,665	885,712
Wireless Telecommunication Services 1.1%			
^a T-Mobile US, Inc.	United States	11,021	1,380,821
Total Common Stocks (Cost \$43,966,310)			123,660,710

Franklin Large Cap Growth VIP Fund (continued)

Short Term Investments 4.0%

	Principal Amount*	Value
Repurchase Agreements 2.6%		
^d Joint Repurchase Agreement, 0.004%, 4/01/21 (Maturity Value \$3,333,395)		
BNP Paribas Securities Corp. (Maturity Value \$1,943,636)		
Deutsche Bank Securities, Inc. (Maturity Value \$466,509)		
HSBC Securities (USA), Inc. (Maturity Value \$923,250)		
Collateralized by U.S. Government Agency Securities, 2.25% - 5%, 9/20/42 - 3/15/56; U.S. Treasury Bonds, 6.25% - 8.13%, 5/15/21 - 2/15/25; and U.S. Treasury Note, 1.63%, 11/15/22 (valued at \$3,401,655)	3,333,394	\$3,333,394
Total Repurchase Agreements (Cost \$3,333,394)		3,333,394
Investments from Cash Collateral Received for Loaned Securities 1.4%		
	Country	Shares
Money Market Funds 1.1%		
^e Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	1,430,000
	Principal Amount*	
		1,430,000
Repurchase Agreements 0.3%		
^d Joint Repurchase Agreement, BNP Paribas SA, 0%, 4/01/21 (Maturity Value \$358,396)		
Collateralized by U.S. Government Bond, 6%, 2/15/26; U.S. Government Bonds, Strips, 11/15/22 - 11/15/25; U.S. Treasury Notes, 0.125% - 1.875%, 2/28/22 - 2/28/23; and U.S. Treasury Bill, Discount Note, 7/20/21 (valued at \$365,564)	358,396	358,396
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$1,788,396)		1,788,396
Total Short Term Investments (Cost \$5,121,790)		5,121,790
Total Investments (Cost \$49,088,100) 101.6%		\$128,782,500
Other Assets, less Liabilities (1.6)%		(2,092,483)
Net Assets 100.0%		\$126,690,017

See Abbreviations on page 169

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

^aNon-income producing.

^bA portion or all of the security is on loan at March 31, 2021.

^cSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the value of this security was \$911,612, representing 0.7% of net assets.

Franklin Large Cap Growth VIP Fund (continued)

^dInvestment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At March 31, 2021, all repurchase agreements had been entered into on that date.

^eSee Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Franklin Mutual Global Discovery VIP Fund

	Country	Shares	Value
Common Stocks 92.7%			
Aerospace & Defense 1.6%			
BAE Systems plc	United Kingdom	1,168,837	\$8,138,684
Auto Components 0.0%†			
^{a,b,c} International Automotive Components Group Brazil LLC	Belgium	424,073	7,645
Automobiles 1.3%			
^b General Motors Co.	United States	119,200	6,849,232
Banks 8.3%			
Citigroup, Inc.	United States	104,550	7,606,012
ING Groep NV	Netherlands	1,043,333	12,742,275
JPMorgan Chase & Co.	United States	69,686	10,608,300
Wells Fargo & Co.	United States	313,466	12,247,117
			43,203,704
Beverages 1.1%			
Heineken NV	Netherlands	55,066	5,652,478
Biotechnology 0.7%			
^b Alexion Pharmaceuticals, Inc.	United States	24,400	3,731,004
Building Products 1.5%			
Johnson Controls International plc.	United States	130,642	7,795,408
Capital Markets 2.0%			
Credit Suisse Group AG, A	Switzerland	800,231	8,466,831
^d Guotai Junan Securities Co. Ltd., H, 144A, Reg S	China	1,275,797	1,846,278
			10,313,109
Chemicals 3.0%			
BASF SE	Germany	102,530	8,519,822
^d Covestro AG, 144A, Reg S	Germany	105,956	7,128,198
			15,648,020
Communications Equipment 1.0%			
Cisco Systems, Inc.	United States	101,280	5,237,189
Construction Materials 1.2%			
^b LafargeHolcim Ltd.	Switzerland	109,629	6,447,412
Consumer Finance 1.9%			
Capital One Financial Corp.	United States	79,688	10,138,704
Containers & Packaging 0.9%			
International Paper Co.	United States	91,200	4,931,184
Diversified Financial Services 2.0%			
Voya Financial, Inc.	United States	161,150	10,255,586
Diversified Telecommunication Services 2.1%			
Deutsche Telekom AG.	Germany	541,807	10,918,342
Entertainment 1.7%			
^b Walt Disney Co. (The)	United States	49,191	9,076,723
Food Products 1.8%			
Kraft Heinz Co. (The)	United States	238,200	9,528,000
Health Care Equipment & Supplies 2.3%			
Medtronic plc	United States	101,613	12,003,544
Health Care Providers & Services 4.9%			
Anthem, Inc.	United States	28,932	10,385,141

Franklin Mutual Global Discovery VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Health Care Providers & Services (continued)			
CVS Health Corp.	United States	199,991	\$15,045,323
			25,430,464
Hotels, Restaurants & Leisure 1.2%			
^b Accor SA	France	167,404	6,306,555
Industrial Conglomerates 1.6%			
General Electric Co.	United States	625,050	8,206,907
Insurance 9.5%			
^b Alleghany Corp.	United States	7,530	4,715,964
China Pacific Insurance Group Co. Ltd., H.	China	1,467,708	5,809,335
Everest Re Group Ltd.	United States	18,378	4,554,252
Hartford Financial Services Group, Inc. (The)	United States	249,996	16,697,233
NN Group NV	Netherlands	247,108	12,053,256
Willis Towers Watson plc.	United States	24,600	5,630,448
			49,460,488
IT Services 2.5%			
Capgemini SE.	France	18,221	3,097,797
Cognizant Technology Solutions Corp., A.	United States	127,760	9,980,611
			13,078,408
Media 2.7%			
^b Charter Communications, Inc., A.	United States	22,786	14,059,418
Oil, Gas & Consumable Fuels 8.5%			
BP plc.	United Kingdom	2,966,046	12,046,202
^e Canadian Natural Resources Ltd.	Canada	294,300	9,097,354
Inter Pipeline Ltd.	Canada	114,336	1,634,801
Kinder Morgan, Inc.	United States	499,770	8,321,171
Williams Cos., Inc. (The)	United States	555,801	13,166,926
			44,266,454
Pharmaceuticals 10.2%			
^b Elanco Animal Health, Inc.	United States	71,598	2,108,561
Eli Lilly and Co.	United States	48,735	9,104,673
GlaxoSmithKline plc	United Kingdom	907,008	16,054,271
Merck & Co., Inc.	United States	170,016	13,106,533
Novartis AG, ADR	Switzerland	149,597	12,787,552
			53,161,590
Semiconductors & Semiconductor Equipment 2.6%			
^b Inphi Corp.	United States	8,200	1,462,962
^b Renesas Electronics Corp.	Japan	715,363	7,832,378
Xilinx, Inc.	United States	34,500	4,274,550
			13,569,890
Software 4.5%			
^b Avaya Holdings Corp.	United States	4	112
^b Check Point Software Technologies Ltd.	Israel	83,559	9,356,101
Oracle Corp.	United States	142,000	9,964,140
^b Slack Technologies, Inc., A	United States	103,300	4,197,079
			23,517,432
Technology Hardware, Storage & Peripherals 4.4%			
Catcher Technology Co. Ltd.	Taiwan	411,000	3,062,114
Samsung Electronics Co. Ltd.	South Korea	122,561	8,897,487

Franklin Mutual Global Discovery VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Technology Hardware, Storage & Peripherals (continued)			
Western Digital Corp.	United States	166,446	\$11,110,270
			23,069,871
Textiles, Apparel & Luxury Goods 1.4%			
Cie Financiere Richemont SA	Switzerland	73,673	7,075,075
Tobacco 3.6%			
Altria Group, Inc.	United States	146,484	7,494,122
British American Tobacco plc.	United Kingdom	290,877	11,054,767
			18,548,889
Wireless Telecommunication Services 0.7%			
Vodafone Group plc	United Kingdom	2,125,964	3,876,295
Total Common Stocks (Cost \$351,773,217)			483,503,704
Preferred Stocks 1.1%			
Automobiles 1.1%			
^a Volkswagen AG, 2.04%	Germany	21,093	5,903,865
Total Preferred Stocks (Cost \$2,867,111)			5,903,865
		Warrants	
Warrants 0.0%[†]			
Software 0.0%[†]			
^b Avaya Holdings Corp., 12/15/22	United States	3,649	29,776
Textiles, Apparel & Luxury Goods 0.0%[†]			
^b Cie Financiere Richemont SA, 11/22/23.	Switzerland	147,346	56,129
Total Warrants (Cost \$—)			85,905
		Principal Amount[†]	
Corporate Bonds 3.0%			
Airlines 1.8%			
^d American Airlines Inc/AAdvantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.5%, 4/20/26	United States	2,023,000	2,107,845
Senior Secured Note, 144A, 5.75%, 4/20/29	United States	162,000	172,514
^d American Airlines, Inc., Senior Secured Note, 144A, 11.75%, 7/15/25	United States	3,988,000	4,938,101
^d Mileage Plus Holdings LLC / Mileage Plus Intellectual Property Assets Ltd., Senior Secured Note, 144A, 6.5%, 6/20/27	United States	2,060,000	2,260,850
			9,479,310
Diversified Telecommunication Services 1.0%			
^g Frontier Communications Corp., Senior Note, 10.5%, 9/15/22	United States	3,610,000	2,477,362
Senior Note, 11%, 9/15/25	United States	4,065,000	2,787,066
			5,264,428
Multiline Retail 0.2%			
^d Macy's, Inc., Senior Secured Note, 144A, 8.375%, 6/15/25	United States	829,000	917,877
Total Corporate Bonds (Cost \$16,155,741)			15,661,615

Franklin Mutual Global Discovery VIP Fund (continued)

	Country	Principal Amount [†]	Value
^hSenior Floating Rate Interests 0.1%			
Airlines 0.1%			
^{ij} AAAdvantage Loyalty IP Ltd. (American Airlines, Inc.), Initial Term Loan, TBD, 4/20/28	United States	423,000	\$433,907
Total Senior Floating Rate Interests (Cost \$418,770)			433,907
		Shares	
Companies in Liquidation 0.0%[†]			
^{a,b,k} Tribune Media, Litigation Trust, Contingent Distribution	United States	57,457	—
^{a,b,k} Vistra Energy Corp., Litigation Trust, Contingent Distribution	United States	5,912,264	8,868
^{a,b,k} Walter Energy, Inc., Litigation Trust, Contingent Distribution	United States	966,000	—
Total Companies in Liquidation (Cost \$185,800)			8,868
Total Long Term Investments (Cost \$371,400,639)			505,597,864
Short Term Investments 1.9%			
	Country	Principal Amount [†]	Value
U.S. Government and Agency Securities 1.6%			
^l U.S. Treasury Bills,			
6/15/21	United States	3,000,000	3,000,000
7/08/21	United States	1,500,000	1,499,944
7/22/21	United States	2,000,000	1,999,922
8/26/21	United States	2,000,000	1,999,857
			8,499,723
Total U.S. Government and Agency Securities (Cost \$8,498,258)			8,499,723
Investments from Cash Collateral Received for Loaned Securities 0.3%			
		Shares	
Money Market Funds 0.2%			
^{m,n} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	1,292,000	1,292,000

Franklin Mutual Global Discovery VIP Fund (continued)

Short Term Investments (continued)

	Principal Amount [*]	Value
Repurchase Agreements 0.1%		
°Joint Repurchase Agreement, BNP Paribas SA, 0%, 4/01/21 (Maturity Value \$323,854) Collateralized by U.S. Government Bond, 6%, 2/15/26; U.S. Government Bonds, Strips, 11/15/22 - 11/15/25; U.S. Treasury Notes, 0.125% - 1.875%, 2/28/22 - 2/28/23; and U.S. Treasury Bill, Discount Note, 7/20/21 (valued at \$330,331)	323,854	\$323,854
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$1,615,854)		1,615,854
Total Short Term Investments (Cost \$10,114,112)		10,115,577
Total Investments (Cost \$381,514,751) 98.8%		\$515,713,441
Securities Sold Short (3.1)%		(15,989,734)
Other Assets, less Liabilities 4.3%		21,943,669
Net Assets 100.0%		\$521,667,376
	Shares	
Securities Sold Short (3.1)%		
Common Stocks (3.1)%		
Insurance (1.2)%		
Aon plc, A United States	26,568	(6,113,562)
Pharmaceuticals (0.5)%		
AstraZeneca plc, ADR United Kingdom	51,833	(2,577,137)
Semiconductors & Semiconductor Equipment (1.1)%		
Advanced Micro Devices, Inc. United States	59,458	(4,667,453)
Marvell Technology Group Ltd. United States	19,049	(933,020)
		(5,600,473)
Software (0.3)%		
salesforce.com, Inc. United States	8,017	(1,698,562)
Total Common Stocks (Proceeds \$16,249,081)		(15,989,734)
Total Securities Sold Short (Proceeds \$16,249,081)		\$(15,989,734)

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

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

[°]Fair valued using significant unobservable inputs. See Note 11 regarding fair value measurements.

[°]Non-income producing.

[°]See Note 7 regarding restricted securities.

[°]Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$19,371,663, representing 3.7% of net assets.

[°]A portion or all of the security is on loan at March 31, 2021.

[†]Variable rate security. The rate shown represents the yield at period end.

[°]Defaulted security or security for which income has been deemed uncollectible.

[°]The coupon rate shown represents the rate at period end.

[†]A portion or all of the security represents an unsettled loan commitment. The coupon rate is to-be determined (TBD) at the time of the settlement and will be based upon a reference index/floor plus a spread.

[†]A portion or all of the security purchased on a delayed delivery basis.

Franklin Mutual Global Discovery VIP Fund (continued)

*Contingent distributions represent the right to receive additional distributions, if any, during the reorganization of the underlying company. Shares represent total underlying principal of debt securities.

¹The security was issued on a discount basis with no stated coupon rate.

^mSee Note 9 regarding investments in affiliated management investment companies.

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

^oInvestment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At March 31, 2021, all repurchase agreements had been entered into on that date.

At March 31, 2021, the Fund had the following futures contracts outstanding. See Note 3.

Futures Contracts

Description	Type	Number of Contracts	Notional Amount*	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
Foreign exchange contracts					
Foreign Exchange EUR/USD	Short	94	\$13,796,850	6/14/21	\$216,135
Foreign Exchange GBP/USD	Short	112	9,646,700	6/14/21	82,977
Total Futures Contracts					\$299,112

*As of period end.

At March 31, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

Forward Exchange Contracts

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts							
South Korean Won ..	HSBK	Buy	2,572,927,350	2,336,793	5/14/21	\$—	\$(55,240)
South Korean Won ..	HSBK	Sell	5,698,790,095	5,083,226	5/14/21	29,801	—
South Korean Won ..	UBSW	Buy	656,801,363	602,732	5/14/21	—	(20,310)
South Korean Won ..	UBSW	Sell	926,097,546	832,597	5/14/21	11,376	—
Canadian Dollar	HSBK	Sell	1,198,240	957,920	5/17/21	4,447	—
Canadian Dollar	UBSW	Sell	779,350	619,522	5/17/21	—	(628)
Swiss Franc	BOFA	Buy	342,428	363,359	5/17/21	—	(601)
Swiss Franc	HSBK	Buy	38,706	41,621	5/17/21	—	(617)
Swiss Franc	HSBK	Sell	4,236,400	4,772,548	5/17/21	284,636	—
Swiss Franc	UBSW	Buy	1,211,961	1,287,677	5/17/21	—	(3,763)
Swiss Franc	UBSW	Sell	5,341,058	5,970,491	5/17/21	312,337	—
British Pound	BOFA	Buy	195,240	266,763	5/19/21	2,404	—
British Pound	HSBK	Buy	247,971	340,059	5/19/21	1,805	—
British Pound	HSBK	Sell	4,621,535	6,316,860	5/19/21	—	(54,579)
British Pound	UBSW	Buy	618,778	851,859	5/19/21	1,213	—
British Pound	UBSW	Sell	891,742	1,236,631	5/19/21	7,238	—
New Taiwan Dollar ..	HSBK	Sell	37,603,518	1,326,871	5/28/21	—	(1,389)
New Taiwan Dollar ..	UBSW	Sell	41,719,482	1,473,395	5/28/21	—	(251)
South Korean Won ..	HSBK	Buy	2,288,250,675	2,082,765	6/18/21	—	(53,579)
South Korean Won ..	HSBK	Sell	6,252,499,822	5,658,966	6/18/21	114,344	—
South Korean Won ..	UBSW	Sell	178,093,425	160,842	6/18/21	2,911	—
Euro	HSBK	Sell	27,536,551	33,507,849	8/23/21	1,119,297	—
Euro	UBSW	Sell	105,538	129,485	8/23/21	5,351	—
Total Forward Exchange Contracts						\$1,897,160	\$(190,957)
Net unrealized appreciation (depreciation)						\$1,706,203	

^aIn U.S. dollars unless otherwise indicated.

Franklin Mutual Global Discovery VIP Fund (continued)

^aMay be comprised of multiple contracts with the same counterparty, currency and settlement date.

See Abbreviations on page 169.

Statement of Investments (unaudited), March 31, 2021

Franklin Mutual Shares VIP Fund

	Country	Shares	Value
Common Stocks 92.9%			
Aerospace & Defense 1.9%			
BAE Systems plc	United Kingdom	1,248,171	\$8,691,092
Huntington Ingalls Industries, Inc.	United States	233,644	48,095,617
			56,786,709
Auto Components 0.0%[†]			
^{a,b,c} International Automotive Components Group Brazil LLC	Belgium	1,730,515	31,198
Automobiles 1.0%			
^b General Motors Co.	United States	548,050	31,490,953
Banks 9.1%			
Bank of America Corp.	United States	1,220,023	47,202,690
Citigroup, Inc.	United States	945,811	68,807,750
JPMorgan Chase & Co.	United States	425,783	64,816,946
Synovus Financial Corp.	United States	884,068	40,446,111
Wells Fargo & Co.	United States	1,368,389	53,462,958
			274,736,455
Beverages 1.0%			
Heineken NV	Netherlands	287,646	29,526,614
Biotechnology 0.7%			
^b Alexion Pharmaceuticals, Inc.	United States	141,800	21,682,638
Building Products 2.1%			
Johnson Controls International plc.	United States	1,052,349	62,793,665
Capital Markets 1.0%			
Credit Suisse Group AG, A	Switzerland	2,740,559	28,996,439
Communications Equipment 1.1%			
Cisco Systems, Inc.	United States	645,776	33,393,077
Consumer Finance 2.3%			
Capital One Financial Corp.	United States	558,978	71,118,771
Containers & Packaging 1.2%			
International Paper Co.	United States	693,584	37,502,087
Diversified Financial Services 1.6%			
Voya Financial, Inc.	United States	758,210	48,252,484
Diversified Telecommunication Services 0.3%			
^{a,b,c} Windstream Holdings, Inc.	United States	609,467	9,214,017
Electric Utilities 1.9%			
Eversource Energy, Inc.	United States	489,900	29,163,747
Pinnacle West Capital Corp.	United States	367,001	29,855,531
			59,019,278
Electrical Equipment 2.3%			
^b Sensata Technologies Holding plc.	United States	1,213,770	70,337,971
Entertainment 1.8%			
^b Walt Disney Co. (The)	United States	294,749	54,387,085
Equity Real Estate Investment Trusts (REITs) 1.5%			
Alexander's, Inc.	United States	31,088	8,620,703
Uniti Group, Inc.	United States	517,941	5,712,889
Vornado Realty Trust.	United States	671,142	30,463,135
			44,796,727

Franklin Mutual Shares VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Food & Staples Retailing 1.1%			
Kroger Co. (The)	United States	896,815	\$32,276,372
Food Products 3.9%			
Archer-Daniels-Midland Co.	United States	647,613	36,913,941
Conagra Brands, Inc.	United States	392,822	14,770,107
Kraft Heinz Co. (The)	United States	1,666,894	66,675,760
			118,359,808
Health Care Equipment & Supplies 2.4%			
Medtronic plc	United States	628,839	74,284,751
Health Care Providers & Services 4.8%			
Anthem, Inc.	United States	183,694	65,936,961
CVS Health Corp.	United States	1,050,642	79,039,798
			144,976,759
Household Durables 2.7%			
Lennar Corp., A.	United States	346,874	35,114,055
Newell Brands, Inc.	United States	1,691,343	45,294,166
			80,408,221
Household Products 0.8%			
Energizer Holdings, Inc.	United States	494,021	23,446,237
Industrial Conglomerates 1.6%			
General Electric Co.	United States	3,783,136	49,672,576
Insurance 8.3%			
^b Alleghany Corp.	United States	101,450	63,537,120
Everest Re Group Ltd.	United States	169,992	42,125,718
Hartford Financial Services Group, Inc. (The)	United States	1,053,334	70,352,178
MetLife, Inc.	United States	732,181	44,509,283
Willis Towers Watson plc.	United States	142,900	32,706,952
			253,231,251
IT Services 1.9%			
Cognizant Technology Solutions Corp., A.	United States	748,658	58,485,163
Media 5.0%			
^b Charter Communications, Inc., A.	United States	135,066	83,338,423
Comcast Corp., A.	United States	1,282,070	69,372,808
			152,711,231
Oil, Gas & Consumable Fuels 5.2%			
BP plc.	United Kingdom	13,763,147	55,897,195
Kinder Morgan, Inc.	United States	1,821,394	30,326,210
Williams Cos., Inc. (The)	United States	3,032,181	71,832,368
			158,055,773
Pharmaceuticals 9.2%			
^b Elanco Animal Health, Inc.	United States	386,675	11,387,579
Eli Lilly and Co.	United States	275,556	51,479,372
GlaxoSmithKline plc	United Kingdom	4,053,650	71,750,631
Merck & Co., Inc.	United States	1,024,030	78,942,473
Novartis AG, ADR	Switzerland	770,815	65,889,266
			279,449,321
Semiconductors & Semiconductor Equipment 1.1%			
^b Inphi Corp.	United States	47,300	8,438,793

Franklin Mutual Shares VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Semiconductors & Semiconductor Equipment (continued)			
Xilinx, Inc.	United States	200,200	\$24,804,780
			33,243,573
Software 4.6%			
^b Avaya Holdings Corp.	United States	116	3,251
NortonLifeLock, Inc.	United States	2,055,075	43,690,895
Oracle Corp.	United States	1,042,510	73,152,927
^b Slack Technologies, Inc., A	United States	596,500	24,235,795
			141,082,868
Specialty Retail 0.0%			
^{a,b,c} Wayne Services Legacy, Inc.	United States	2,039	—
Technology Hardware, Storage & Peripherals 3.6%			
Samsung Electronics Co. Ltd.	South Korea	772,366	56,070,986
Western Digital Corp.	United States	795,682	53,111,773
			109,182,759
Textiles, Apparel & Luxury Goods 1.5%			
^b PVH Corp.	United States	417,411	44,120,343
Tobacco 2.8%			
Altria Group, Inc.	United States	674,777	34,521,592
British American Tobacco plc.	United Kingdom	1,292,980	49,139,646
			83,661,238
Wireless Telecommunication Services 1.6%			
^b T-Mobile US, Inc.	United States	386,944	48,480,214
Total Common Stocks (Cost \$1,932,413,023)			2,819,194,626
		Warrants	
Warrants 0.0%[†]			
Diversified Telecommunication Services 0.0%[†]			
^{a,b,c} Windstream Holdings, Inc., 9/21/55	United States	34,368	519,581
Software 0.0%[†]			
^b Avaya Holdings Corp., 12/15/22	United States	64,513	526,426
Total Warrants (Cost \$436,130)			1,046,007
		Principal Amount[†]	
Corporate Bonds 4.0%			
Airlines 1.6%			
^d American Airlines Inc/AA Advantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.5%, 4/20/26	United States	11,841,000	12,337,612
Senior Secured Note, 144A, 5.75%, 4/20/29	United States	947,000	1,008,460
^d American Airlines, Inc., Senior Secured Note, 144A, 11.75%, 7/15/25	United States	17,841,000	22,091,440
^d Mileage Plus Holdings LLC / Mileage Plus Intellectual Property Assets Ltd., Senior Secured Note, 144A, 6.5%, 6/20/27	United States	11,070,000	12,149,325
			47,586,837
Diversified Telecommunication Services 1.1%			
^e Frontier Communications Corp., Senior Note, 10.5%, 9/15/22	United States	22,633,000	15,531,896

Franklin Mutual Shares VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Diversified Telecommunication Services (continued)			
^e Frontier Communications Corp., (continued)			
Senior Note, 11%, 9/15/25	United States	25,535,000	\$17,507,434
			33,039,330
Machinery 0.2%			
^d Navistar International Corp., Senior Secured Note, 144A, 9.5%, 5/01/25	United States	4,878,200	5,369,069
Multiline Retail 0.1%			
^d Macy's, Inc., Senior Secured Note, 144A, 8.375%, 6/15/25	United States	4,438,000	4,913,798
Software 1.0%			
^d Veritas US, Inc. / Veritas Bermuda Ltd., Senior Note, 144A, 10.5%, 2/01/24	United States	23,445,000	24,060,431
Senior Secured Note, 144A, 7.5%, 9/01/25	United States	6,752,000	7,021,405
			31,081,836
Total Corporate Bonds (Cost \$123,658,243)			121,990,870
Senior Floating Rate Interests 0.5%			
Airlines 0.1%			
^{g,h} AAdvantage Loyalty IP Ltd. (American Airlines, Inc.), Initial Term Loan, TBD, 4/20/28	United States	2,477,000	2,540,869
Software 0.4%			
^{g,h} Veritas US, Inc., USD Term Loan, B, TBD, 9/01/25.	United States	12,696,776	12,736,453
Total Senior Floating Rate Interests (Cost \$14,962,939)			15,277,322
Asset-Backed Securities 0.2%			
Airlines 0.2%			
American Airlines Pass-Through Trust, 2013-2, A, 4.95%, 1/15/23	United States	5,316,363	5,319,058
Total Asset-Backed Securities (Cost \$5,236,618)			5,319,058
		Shares	
Companies in Liquidation 0.0%[†]			
^{a,b,i} Bosgen Liquidating Trust c/o Verdolino and Lowey P.C., Contingent Distribution	Netherlands	347,093	—
^{a,b,i} Tribune Media, Litigation Trust, Contingent Distribution	United States	397,730	—
^{a,b,i} Vistra Energy Corp., Litigation Trust, Contingent Distribution	United States	90,618,405	135,928
^{a,b,i} Walter Energy, Inc., Litigation Trust, Contingent Distribution	United States	6,301,000	—
Total Companies in Liquidation (Cost \$2,834,275)			135,928
Total Long Term Investments (Cost \$2,079,541,228)			2,962,963,811
Short Term Investments 1.4%			
	Country	Principal Amount [†]	Value
U.S. Government and Agency Securities 1.4%			
^j U.S. Treasury Bills, 6/22/21	United States	1,500,000	1,499,973
7/08/21	United States	8,000,000	7,999,700

Franklin Mutual Shares VIP Fund (continued)

Short Term Investments (continued)

	Country	Principal Amount [*]	Value
U.S. Government and Agency Securities (continued)			
ⁱ U.S. Treasury Bills, (continued)			
7/22/21	United States	10,000,000	\$9,999,611
8/05/21	United States	1,000,000	999,959
8/12/21	United States	1,000,000	999,955
8/26/21	United States	20,000,000	19,998,571
			41,497,769
Total U.S. Government and Agency Securities (Cost \$41,491,124)			41,497,769
Total Short Term Investments (Cost \$41,491,124)			41,497,769
Total Investments (Cost \$2,121,032,352) 99.0%			\$3,004,461,580
Securities Sold Short (3.1)%			(92,763,569)
Other Assets, less Liabilities 4.1%			123,235,057
Net Assets 100.0%			\$3,034,933,068
		Shares	
Securities Sold Short (3.1)%			
Common Stocks (3.1)%			
Insurance (1.2)%			
Aon plc, A	United States	154,332	(35,513,336)
Pharmaceuticals (0.5)%			
AstraZeneca plc, ADR	United Kingdom	301,225	(14,976,907)
Semiconductors & Semiconductor Equipment (1.1)%			
Advanced Micro Devices, Inc.	United States	345,025	(27,084,463)
Marvell Technology Group Ltd.	United States	109,878	(5,381,824)
			(32,466,287)
Software (0.3)%			
salesforce.com, Inc.	United States	46,288	(9,807,039)
Total Common Stocks (Proceeds \$94,273,507)			(92,763,569)
Total Securities Sold Short (Proceeds \$94,273,507)			\$(92,763,569)

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

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

^aFair valued using significant unobservable inputs. See Note 11 regarding fair value measurements.

^bNon-income producing.

^cSee Note 7 regarding restricted securities.

^dSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$88,951,540, representing 2.9% of net assets.

^eDefaulted security or security for which income has been deemed uncollectible.

^fThe coupon rate shown represents the rate at period end.

^gA portion or all of the security represents an unsettled loan commitment. The coupon rate is to-be determined (TBD) at the time of the settlement and will be based upon a reference index/floor plus a spread.

^hA portion or all of the security purchased on a delayed delivery basis.

ⁱContingent distributions represent the right to receive additional distributions, if any, during the reorganization of the underlying company. Shares represent total underlying principal of debt securities.

^jThe security was issued on a discount basis with no stated coupon rate.

Franklin Mutual Shares VIP Fund (continued)

At March 31, 2021, the Fund had the following futures contracts outstanding. See Note 3.

Futures Contracts

Description	Type	Number of Contracts	Notional Amount*	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
Foreign exchange contracts					
Foreign Exchange EUR/USD	Short	39	\$5,724,225	6/14/21	\$89,771
Foreign Exchange GBP/USD	Short	256	22,049,600	6/14/21	189,274
Total Futures Contracts					\$279,045

*As of period end.

At March 31, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

Forward Exchange Contracts

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts							
South Korean Won ..	HSBK	Buy	15,981,640,747	14,442,764	5/14/21	\$—	\$(270,980)
South Korean Won ..	HSBK	Sell	34,999,519,250	31,308,786	5/14/21	272,822	—
South Korean Won ..	UBSW	Buy	7,625,437,950	7,026,758	5/14/21	—	(264,871)
South Korean Won ..	UBSW	Sell	18,226,354,882	16,348,012	5/14/21	185,719	—
Swiss Franc	BOFA	Buy	1,172,253	1,243,906	5/17/21	—	(2,057)
Swiss Franc	HSBK	Buy	146,885	157,948	5/17/21	—	(2,342)
Swiss Franc	HSBK	Sell	16,076,804	18,111,444	5/17/21	1,080,170	—
Swiss Franc	UBSW	Buy	4,562,422	4,848,778	5/17/21	—	(15,488)
Swiss Franc	UBSW	Sell	17,148,877	19,286,202	5/17/21	1,119,207	—
British Pound	BOFA	Buy	1,237,787	1,691,022	5/19/21	15,443	—
British Pound	HSBK	Buy	4,074,202	5,626,092	5/19/21	—	(9,228)
British Pound	HSBK	Sell	14,265,670	19,489,231	5/19/21	—	(178,012)
British Pound	SSBT	Buy	2,493,347	3,484,375	5/19/21	—	(46,945)
British Pound	UBSW	Buy	2,375,108	3,252,862	5/19/21	21,560	—
British Pound	UBSW	Sell	671,979	929,616	5/19/21	3,198	—
South Korean Won ..	HSBK	Buy	15,197,051,000	13,879,452	6/18/21	—	(402,936)
South Korean Won ..	HSBK	Sell	39,878,506,618	36,100,480	6/18/21	736,819	—
South Korean Won ..	UBSW	Sell	9,030,995,877	8,156,146	6/18/21	147,595	—
Euro	BOFA	Buy	197,993	241,746	8/23/21	—	(8,866)
Euro	HSBK	Buy	456,937	553,962	8/23/21	—	(16,513)
Euro	HSBK	Sell	4,542,573	5,523,939	8/23/21	180,956	—
Euro	SSBT	Sell	5,252,745	6,252,151	8/23/21	73,863	—
Euro	UBSW	Sell	2,422,590	2,899,264	8/23/21	49,808	—
Total Forward Exchange Contracts						\$3,887,160	\$(1,218,238)
Net unrealized appreciation (depreciation)						\$2,668,922	

¹In U.S. dollars unless otherwise indicated.

^aMay be comprised of multiple contracts with the same counterparty, currency and settlement date.

See Abbreviations on page 169.

Statement of Investments (unaudited), March 31, 2021

Franklin Rising Dividends VIP Fund

	Country	Shares	Value
Common Stocks 99.0%			
Aerospace & Defense 3.7%			
General Dynamics Corp.	United States	111,152	\$20,180,757
Raytheon Technologies Corp.	United States	496,246	38,344,928
			58,525,685
Air Freight & Logistics 1.9%			
United Parcel Service, Inc., B	United States	180,517	30,686,085
Banks 0.8%			
JPMorgan Chase & Co.	United States	88,300	13,441,909
Beverages 1.6%			
PepsiCo, Inc.	United States	178,830	25,295,503
Biotechnology 1.0%			
AbbVie, Inc.	United States	142,236	15,392,780
Building Products 1.8%			
Johnson Controls International plc.	United States	471,510	28,135,002
Capital Markets 1.0%			
Nasdaq, Inc.	United States	114,000	16,810,440
Chemicals 10.3%			
Air Products and Chemicals, Inc.	United States	169,167	47,593,444
Albemarle Corp.	United States	228,510	33,387,596
Ecolab, Inc.	United States	120,309	25,754,548
Linde plc.	United Kingdom	199,132	55,784,838
Sherwin-Williams Co. (The)	United States	2,200	1,623,622
			164,144,048
Commercial Services & Supplies 1.7%			
Cintas Corp.	United States	80,372	27,431,767
Electrical Equipment 0.6%			
nVent Electric plc	United States	331,626	9,255,682
Food & Staples Retailing 1.5%			
Walmart, Inc.	United States	171,308	23,268,766
Food Products 1.4%			
McCormick & Co., Inc.	United States	250,094	22,298,381
Health Care Equipment & Supplies 14.0%			
Abbott Laboratories.	United States	300,195	35,975,369
Becton Dickinson and Co.	United States	160,815	39,102,167
Medtronic plc	United States	373,554	44,127,934
Stryker Corp.	United States	243,245	59,249,617
West Pharmaceutical Services, Inc.	United States	158,701	44,718,768
			223,173,855
Health Care Providers & Services 2.6%			
CVS Health Corp.	United States	131,893	9,922,310
UnitedHealth Group, Inc.	United States	84,100	31,291,087
			41,213,397
Hotels, Restaurants & Leisure 1.8%			
McDonald's Corp.	United States	125,599	28,151,760
Household Products 2.9%			
Colgate-Palmolive Co.	United States	241,440	19,032,715
Procter & Gamble Co. (The)	United States	195,994	26,543,468
			45,576,183

Franklin Rising Dividends VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Industrial Conglomerates 8.0%			
Carlisle Cos., Inc.	United States	76,202	\$12,541,325
Honeywell International, Inc.	United States	205,475	44,602,459
Roper Technologies, Inc.	United States	175,183	70,658,311
			127,802,095
Insurance 1.1%			
Aflac, Inc.	United States	60,204	3,081,241
Erie Indemnity Co., A.	United States	62,970	13,910,702
			16,991,943
IT Services 6.4%			
Accenture plc, A.	United States	230,078	63,559,048
Visa, Inc., A.	United States	183,062	38,759,717
			102,318,765
Machinery 3.4%			
Donaldson Co., Inc.	United States	181,797	10,573,314
Dover Corp.	United States	184,088	25,243,987
Pentair plc	United States	292,694	18,240,690
			54,057,991
Multiline Retail 2.6%			
Target Corp.	United States	211,937	41,978,362
Oil, Gas & Consumable Fuels 2.0%			
Chevron Corp.	United States	149,794	15,696,913
EOG Resources, Inc.	United States	122,961	8,918,361
Exxon Mobil Corp.	United States	143,861	8,031,760
			32,647,034
Pharmaceuticals 2.7%			
Johnson & Johnson	United States	189,429	31,132,656
Pfizer, Inc.	United States	328,815	11,912,968
			43,045,624
Road & Rail 1.5%			
Norfolk Southern Corp.	United States	88,747	23,830,344
Semiconductors & Semiconductor Equipment 7.1%			
Analog Devices, Inc.	United States	341,319	52,931,751
Texas Instruments, Inc.	United States	318,168	60,130,570
			113,062,321
Software 8.4%			
Microsoft Corp.	United States	572,028	134,867,042
Specialty Retail 4.0%			
Lowe's Cos., Inc.	United States	190,900	36,305,362
Ross Stores, Inc.	United States	234,930	28,170,456
			64,475,818
Textiles, Apparel & Luxury Goods 2.3%			
NIKE, Inc., B.	United States	280,384	37,260,230
Trading Companies & Distributors 0.9%			
WW Grainger, Inc.	United States	37,793	15,152,347
Total Common Stocks (Cost \$615,556,251)			1,580,291,159

Franklin Rising Dividends VIP Fund (continued)

Short Term Investments 1.0%			
	Country	Shares	Value
Money Market Funds 1.0%			
^{a,b} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	16,757,163	\$16,757,163
Total Money Market Funds (Cost \$16,757,163)			16,757,163
Total Short Term Investments (Cost \$16,757,163)			16,757,163
Total Investments (Cost \$632,313,414) 100.0%			\$1,597,048,322
Other Assets, less Liabilities 0.0%[†]			(248,014)
Net Assets 100.0%			\$1,596,800,308

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

^a See Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Franklin Small Cap Value VIP Fund

	Country	Shares	Value
Common Stocks 99.0%			
Aerospace & Defense 1.3%			
^a Meggitt plc	United Kingdom	2,595,830	\$17,066,844
Auto Components 0.2%			
LCI Industries	United States	17,908	2,368,870
Automobiles 1.3%			
Thor Industries, Inc.	United States	133,070	17,929,852
Banks 15.1%			
Atlantic Union Bankshares Corp.	United States	403,153	15,464,949
Bryn Mawr Bank Corp.	United States	445,467	20,273,203
Camden National Corp.	United States	14,500	693,970
Columbia Banking System, Inc.	United States	690,779	29,765,667
First Horizon Corp.	United States	2,168,307	36,666,071
First of Long Island Corp. (The)	United States	614,355	13,055,044
German American Bancorp, Inc.	United States	264,066	12,205,131
Glacier Bancorp, Inc.	United States	60,096	3,430,280
Lakeland Financial Corp.	United States	192,875	13,345,021
Peoples Bancorp, Inc.	United States	289,712	9,609,747
South State Corp.	United States	370,965	29,124,462
TriCo Bancshares	United States	193,311	9,157,142
Washington Trust Bancorp, Inc.	United States	278,797	14,394,289
			207,184,976
Building Products 3.4%			
Apogee Enterprises, Inc.	United States	369,483	15,104,465
Insteel Industries, Inc.	United States	313,210	9,659,396
^a Masonite International Corp.	United States	20,620	2,376,249
UFP Industries, Inc.	United States	247,149	18,743,780
			45,883,890
Chemicals 8.4%			
Ashland Global Holdings, Inc.	United States	218,999	19,440,541
Avient Corp.	United States	732,244	34,613,174
Cabot Corp.	United States	455,854	23,904,984
^a Elementis plc	United Kingdom	4,300,282	7,439,023
Minerals Technologies, Inc.	United States	400,489	30,164,832
			115,562,554
Communications Equipment 1.8%			
^a NetScout Systems, Inc.	United States	870,637	24,517,138
Construction & Engineering 2.8%			
Argan, Inc.	United States	193,069	10,300,231
^a Great Lakes Dredge & Dock Corp.	United States	482,868	7,040,216
^a WillScot Mobile Mini Holdings Corp.	United States	763,212	21,179,133
			38,519,580
Construction Materials 1.2%			
^a Summit Materials, Inc., A.	United States	606,458	16,992,953
Electric Utilities 0.5%			
IDACORP, Inc.	United States	72,101	7,207,937
Electrical Equipment 1.0%			
Regal Beloit Corp.	United States	95,696	13,653,905
Electronic Equipment, Instruments & Components 2.1%			
Benchmark Electronics, Inc.	United States	454,269	14,045,998

Franklin Small Cap Value VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Electronic Equipment, Instruments & Components (continued)			
^a Knowles Corp.	United States	670,160	\$14,019,747
			28,065,745
Energy Equipment & Services 0.5%			
Hunting plc	United Kingdom	1,395,634	4,924,779
^a Natural Gas Services Group, Inc.	United States	173,987	1,642,437
			6,567,216
Equity Real Estate Investment Trusts (REITs) 0.8%			
Healthcare Realty Trust, Inc.	United States	146,090	4,429,449
Highwoods Properties, Inc.	United States	90,459	3,884,310
^a Sunstone Hotel Investors, Inc.	United States	172,690	2,151,717
			10,465,476
Food & Staples Retailing 0.1%			
^a BJ's Wholesale Club Holdings, Inc.	United States	20,543	921,559
Food Products 1.8%			
Glanbia plc	Ireland	1,599,809	23,741,352
Maple Leaf Foods, Inc.	Canada	46,547	1,061,085
			24,802,437
Gas Utilities 0.2%			
Spire, Inc.	United States	30,218	2,232,808
Health Care Equipment & Supplies 3.8%			
^a Envista Holdings Corp.	United States	599,764	24,470,371
^a Integer Holdings Corp.	United States	294,911	27,161,303
			51,631,674
Hotels, Restaurants & Leisure 5.7%			
^a Dalata Hotel Group plc	Ireland	2,046,759	10,140,125
^a Denny's Corp.	United States	1,520,103	27,529,065
^a Hilton Grand Vacations, Inc.	United States	347,211	13,016,940
Jack in the Box, Inc.	United States	235,448	25,847,482
Wyndham Hotels & Resorts, Inc.	United States	19,847	1,384,924
			77,918,536
Household Durables 0.2%			
^a M/I Homes, Inc.	United States	54,909	3,243,475
Insurance 11.4%			
CNO Financial Group, Inc.	United States	1,314,787	31,936,176
Hanover Insurance Group, Inc. (The).	United States	299,982	38,835,670
Horace Mann Educators Corp.	United States	808,634	34,941,075
Old Republic International Corp.	United States	1,629,344	35,584,873
Selective Insurance Group, Inc.	United States	198,823	14,422,620
			155,720,414
Leisure Products 2.8%			
BRP, Inc.	United States	61,123	5,299,629
Brunswick Corp.	United States	347,684	33,158,623
			38,458,252
Machinery 17.2%			
Astec Industries, Inc.	United States	178,653	13,474,009
Columbus McKinnon Corp.	United States	315,577	16,649,842
Greenbrier Cos., Inc. (The)	United States	723,275	34,153,045
Hillenbrand, Inc.	United States	706,158	33,690,798
^a Meritor, Inc.	United States	406,142	11,948,698

Franklin Small Cap Value VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Machinery (continued)			
Mueller Industries, Inc.	United States	233,931	\$9,673,047
Mueller Water Products, Inc., A	United States	1,471,248	20,435,635
Oshkosh Corp.	United States	254,432	30,190,901
REV Group, Inc.	United States	164,897	3,159,427
Rexnord Corp.	United States	586,308	27,609,244
Timken Co. (The)	United States	416,327	33,793,263
			234,777,909
Metals & Mining 0.9%			
Kaiser Aluminum Corp.	United States	44,451	4,911,835
Reliance Steel & Aluminum Co.	United States	52,085	7,932,025
			12,843,860
Multi-Utilities 1.3%			
Black Hills Corp.	United States	270,152	18,038,049
Oil, Gas & Consumable Fuels 3.6%			
Crescent Point Energy Corp.	Canada	8,237,868	34,346,299
^a Green Plains, Inc.	United States	555,967	15,050,027
			49,396,326
Paper & Forest Products 0.7%			
Glatfelter Corp.	United States	518,299	8,888,828
Professional Services 0.8%			
Kforce, Inc.	United States	213,631	11,450,622
Software 1.5%			
^a ACI Worldwide, Inc.	United States	428,999	16,323,412
Software AG	Germany	111,335	4,689,824
			21,013,236
Specialty Retail 3.2%			
^a Boot Barn Holdings, Inc.	United States	77,918	4,855,070
^a Dufry AG.	Switzerland	184,389	12,582,256
Group 1 Automotive, Inc.	United States	164,349	25,932,629
			43,369,955
Textiles, Apparel & Luxury Goods 1.4%			
^a Carter's, Inc.	United States	136,832	12,168,470
Wolverine World Wide, Inc.	United States	194,401	7,449,446
			19,617,916
Thriffs & Mortgage Finance 0.4%			
TrustCo Bank Corp.	United States	782,700	5,768,499
Trading Companies & Distributors 1.6%			
McGrath RentCorp	United States	271,297	21,880,103
Total Common Stocks (Cost \$965,714,079)			1,353,961,394

Franklin Small Cap Value VIP Fund (continued)

Short Term Investments 0.7%

	Country	Shares	Value
Money Market Funds 0.7%			
^{b,c} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	9,774,685	\$9,774,685
Total Money Market Funds (Cost \$9,774,685)			9,774,685
Total Short Term Investments (Cost \$9,774,685)			9,774,685
Total Investments (Cost \$975,488,764) 99.7%			\$1,363,736,079
Other Assets, less Liabilities 0.3%			4,333,648
Net Assets 100.0%			\$1,368,069,727

See Abbreviations on page 169.

^a Non-income producing.

^b See Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Franklin Small-Mid Cap Growth VIP Fund

	Country	Shares	Value
Common Stocks 95.4%			
Aerospace & Defense 1.6%			
^a Mercury Systems, Inc.	United States	61,300	\$4,330,845
^a TransDigm Group, Inc.	United States	8,300	4,879,736
			9,210,581
Airlines 0.6%			
^a Southwest Airlines Co.	United States	52,100	3,181,226
Banks 0.4%			
^a SVB Financial Group.	United States	5,000	2,468,300
Biotechnology 3.2%			
^a Deciphera Pharmaceuticals, Inc.	United States	50,400	2,259,936
^a Global Blood Therapeutics, Inc.	United States	71,700	2,921,775
^a Heron Therapeutics, Inc.	United States	143,500	2,326,135
^a Iovance Biotherapeutics, Inc.	United States	100,705	3,188,320
^a Mirati Therapeutics, Inc.	United States	6,400	1,096,320
^a PTC Therapeutics, Inc.	United States	52,000	2,462,200
^a Rocket Pharmaceuticals, Inc.	United States	26,300	1,166,931
^a Seagen, Inc.	United States	21,700	3,013,262
			18,434,879
Capital Markets 5.0%			
Ares Management Corp.	United States	90,200	5,053,906
^{a,b,c,d} Churchill Capital Corp. IV	United States	79,866	1,197,990
MarketAxess Holdings, Inc.	United States	11,300	5,626,496
MSCI, Inc.	United States	21,000	8,804,880
^a Soaring Eagle Acquisition Corp.	United States	123,300	1,247,796
^{a,b,d} Spartan Acquisition Corp. II, A.	United States	108,057	1,080,570
Tradeweb Markets, Inc., A.	United States	78,100	5,779,400
			28,791,038
Commercial Services & Supplies 1.1%			
Republic Services, Inc.	United States	60,900	6,050,415
Construction Materials 0.5%			
Martin Marietta Materials, Inc.	United States	8,300	2,787,306
Containers & Packaging 1.1%			
Ball Corp.	United States	74,300	6,296,182
Electronic Equipment, Instruments & Components 1.6%			
Cognex Corp.	United States	14,100	1,170,159
^a Keysight Technologies, Inc.	United States	55,050	7,894,170
			9,064,329
Entertainment 2.6%			
^a Roku, Inc.	United States	20,656	6,729,105
^a Spotify Technology SA.	United States	8,500	2,277,575
^a Zynga, Inc., A.	United States	543,200	5,546,072
			14,552,752
Equity Real Estate Investment Trusts (REITs) 2.0%			
SBA Communications Corp.	United States	31,757	8,814,155
Terreno Realty Corp.	United States	48,150	2,781,626
			11,595,781
Food & Staples Retailing 0.5%			
^a Grocery Outlet Holding Corp.	United States	80,000	2,951,200
Food Products 0.7%			
^{a,e} Beyond Meat, Inc.	United States	8,800	1,145,056

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Food Products (continued)			
^a Freshpet, Inc.	United States	17,200	\$2,731,532
			3,876,588
Health Care Equipment & Supplies 7.2%			
^a Align Technology, Inc.	United States	8,000	4,332,240
^a DexCom, Inc.	United States	7,988	2,870,807
^a IDEXX Laboratories, Inc.	United States	23,550	11,523,251
^a Inari Medical, Inc.	United States	31,400	3,359,800
^a Insulet Corp.	United States	20,500	5,348,860
^a iRhythm Technologies, Inc.	United States	11,850	1,645,491
^a Penumbra, Inc.	United States	17,600	4,762,208
Teleflex, Inc.	United States	18,150	7,540,599
			41,383,256
Health Care Providers & Services 1.7%			
^a Guardant Health, Inc.	United States	51,000	7,785,150
^a HealthEquity, Inc.	United States	32,100	2,182,800
			9,967,950
Health Care Technology 2.5%			
^{a,e} American Well Corp., A	United States	83,300	1,446,921
^a Certara, Inc.	United States	27,800	758,940
^a Teladoc Health, Inc.	United States	20,066	3,646,996
^a Veeva Systems, Inc., A	United States	32,500	8,490,300
			14,343,157
Hotels, Restaurants & Leisure 3.4%			
^a Chipotle Mexican Grill, Inc.	United States	4,830	6,862,560
^a DraftKings, Inc., A	United States	71,633	4,393,252
^a Vail Resorts, Inc.	United States	16,800	4,899,888
^a Wynn Resorts Ltd.	United States	28,300	3,547,971
			19,703,671
Household Durables 0.7%			
^a NVR, Inc.	United States	882	4,155,040
Household Products 1.1%			
Church & Dwight Co., Inc.	United States	71,600	6,254,260
Interactive Media & Services 2.1%			
^a Bumble, Inc., A	United States	12,700	792,226
^a Match Group, Inc.	United States	45,524	6,254,087
^a Pinterest, Inc., A	United States	64,200	4,752,726
			11,799,039
Internet & Direct Marketing Retail 2.1%			
^{a,e} ContextLogic, Inc., A	United States	87,700	1,385,660
^a Expedia Group, Inc.	United States	35,200	6,058,624
^{a,b,c} Marqeta, Inc.	United States	129,178	1,208,923
^a Wayfair, Inc., A	United States	10,800	3,399,300
			12,052,507
IT Services 8.4%			
^a BigCommerce Holdings, Inc., 1	United States	46,100	2,664,580
^a Black Knight, Inc.	United States	99,900	7,391,601
^a GoDaddy, Inc., A	United States	66,017	5,124,240
Jack Henry & Associates, Inc.	United States	38,850	5,894,322
^a MongoDB, Inc.	United States	18,400	4,920,712
^a Nuvei Corp., 144A, Reg S	Canada	21,800	1,318,900

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
IT Services (continued)			
^a Okta, Inc.	United States	39,000	\$8,596,770
^a Twilio, Inc., A.	United States	25,075	8,544,557
^a Wix.com Ltd.	Israel	13,400	3,741,548
			<hr/> 48,197,230
Life Sciences Tools & Services 4.0%			
^a 10X Genomics, Inc., A.	United States	28,700	5,194,700
Bio-Techne Corp.	United States	20,625	7,877,306
^a Maravai LifeSciences Holdings, Inc., A	United States	81,800	2,915,352
^a Mettler-Toledo International, Inc.	United States	5,980	6,911,026
			<hr/> 22,898,384
Machinery 2.2%			
Fortive Corp.	United States	64,600	4,563,344
IDEX Corp.	United States	23,450	4,908,554
Stanley Black & Decker, Inc.	United States	16,446	3,283,773
			<hr/> 12,755,671
Personal Products 0.5%			
^a BellRing Brands, Inc., A.	United States	129,800	3,064,578
Pharmaceuticals 1.5%			
^a Horizon Therapeutics plc.	United States	64,900	5,973,396
^a Reata Pharmaceuticals, Inc., A	United States	25,100	2,502,470
			<hr/> 8,475,866
Professional Services 5.7%			
Booz Allen Hamilton Holding Corp.	United States	69,700	5,612,941
^a CoStar Group, Inc.	United States	12,535	10,302,391
TransUnion.	United States	71,300	6,417,000
Verisk Analytics, Inc.	United States	57,061	10,082,108
			<hr/> 32,414,440
Road & Rail 1.1%			
^{a,b,c,d} NEW Starship Parent, Inc.	United States	74,800	748,000
Old Dominion Freight Line, Inc.	United States	23,950	5,757,820
			<hr/> 6,505,820
Semiconductors & Semiconductor Equipment 6.7%			
^a Allegro MicroSystems, Inc.	Japan	109,100	2,765,685
Entegris, Inc.	United States	30,800	3,443,440
KLA Corp.	United States	25,937	8,569,585
^a Lattice Semiconductor Corp.	United States	155,755	7,012,090
Monolithic Power Systems, Inc.	United States	13,450	4,750,674
^a Semtech Corp.	United States	56,700	3,912,300
^a SiTime Corp.	United States	61,200	6,034,320
^a SolarEdge Technologies, Inc.	United States	5,400	1,552,176
			<hr/> 38,040,270
Software 16.2%			
^a Alteryx, Inc., A.	United States	47,200	3,915,712
^a ANSYS, Inc.	United States	26,600	9,032,296
^a Avalara, Inc.	United States	49,800	6,644,814
^a Bill.com Holdings, Inc.	United States	29,148	4,241,034
^a BTRS Holdings, Inc.	United States	131,300	1,899,911
^a Cloudflare, Inc., A	United States	59,000	4,145,340
^a Coupa Software, Inc.	United States	16,300	4,148,024
^a DocuSign, Inc.	United States	49,800	10,082,010
^a Duck Creek Technologies, Inc.	United States	35,670	1,610,144

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Software (continued)			
^a HubSpot, Inc.	United States	14,400	\$6,540,624
^a Lightspeed POS, Inc.	Canada	74,500	4,679,345
^a ON24, Inc.	United States	10,000	485,100
^a Paylocity Holding Corp.	United States	45,050	8,101,342
^a PTC, Inc.	United States	17,500	2,408,875
^a Q2 Holdings, Inc.	United States	37,596	3,767,119
^a Synopsys, Inc.	United States	52,750	13,070,395
^a Zendesk, Inc.	United States	61,600	8,169,392
			<u>92,941,477</u>
Specialty Retail 4.4%			
^a Burlington Stores, Inc.	United States	24,000	7,171,200
^a Five Below, Inc.	United States	33,150	6,324,688
^{a,e} Petco Health & Wellness Co., Inc.	United States	133,800	2,965,008
Tractor Supply Co.	United States	28,137	4,982,500
^a Ulta Beauty, Inc.	United States	12,500	3,864,625
			<u>25,308,021</u>
Textiles, Apparel & Luxury Goods 1.9%			
Levi Strauss & Co., A	United States	142,100	3,397,611
^a Lululemon Athletica, Inc.	United States	13,600	4,171,256
VF Corp.	United States	39,200	3,132,864
			<u>10,701,731</u>
Trading Companies & Distributors 1.1%			
Fastenal Co.	United States	125,200	6,295,056
Total Common Stocks (Cost \$334,550,416)			<u>546,518,001</u>
Convertible Preferred Stocks 0.5%			
Diversified Consumer Services 0.2%			
^{a,b,c} Newsela, Inc., 0%, D.	United States	48,915	1,034,805
Internet & Direct Marketing Retail 0.0%[†]			
^{a,b,c,d} Fanatics, Inc., 0%, F.	United States	2,000	69,740
Software 0.3%			
^{a,b,c} Databricks, Inc., 0%, G.	United States	8,626	1,529,976
Total Convertible Preferred Stocks (Cost \$2,634,522)			<u>2,634,521</u>
Preferred Stocks 1.0%			
Internet & Direct Marketing Retail 0.4%			
^{a,b,c} Fanatics, Inc., E.	United States	92,539	2,477,270
Software 0.4%			
^{a,b,c} Alkami Technology, Inc., F.	United States	48,025	798,170
^{a,b,c} Blaize, Inc., D.	United States	141,632	1,478,992
			<u>2,277,162</u>
Textiles, Apparel & Luxury Goods 0.2%			
^{a,b,c} Allbirds, Inc., E.	United States	92,392	1,105,631
Total Preferred Stocks (Cost \$4,915,672)			<u>5,860,063</u>

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Warrants	Value
Warrants 0.0%			
Software 0.0%			
^{a,b} Blaize, Inc. Ltd., 2/28/24	United Kingdom	7,082	\$—
Total Warrants (Cost \$—)			—
Total Long Term Investments (Cost \$342,100,610)			555,012,585
Short Term Investments 3.9%			
	Country	Shares	Value
Money Market Funds 3.0%			
^{g,h} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	17,457,592	17,457,592
Total Money Market Funds (Cost \$17,457,592)			17,457,592
Investments from Cash Collateral Received for Loaned Securities 0.9%			
Money Market Funds 0.9%			
^{g,h} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	5,139,735	5,139,735
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$5,139,735)			5,139,735
Total Short Term Investments (Cost \$22,597,327)			22,597,327
Total Investments (Cost \$364,697,937) 100.8%			\$577,609,912
Other Assets, less Liabilities (0.8)%			(4,837,983)
Net Assets 100.0%			\$572,771,929

See Abbreviations on page 169

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

^a Non-income producing.

^b Fair valued using significant unobservable inputs. See Note 11 regarding fair value measurements.

^c See Note 7 regarding restricted securities.

^d A portion or all of the security purchased on a delayed delivery basis.

^e A portion or all of the security is on loan at March 31, 2021.

^f Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the value of this security was \$1,318,900, representing 0.2% of net assets.

^g See Note 9 regarding investments in affiliated management investment companies.

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

Consolidated Statement of Investments (unaudited), March 31, 2021

Franklin Strategic Income VIP Fund

	Country	Shares	Value
Common Stocks 0.3%			
Energy Equipment & Services 0.1%			
^a Weatherford International plc.	United States	13,794	\$175,735
Machinery 0.1%			
^a Birch Permian Holdings, Inc.	United States	4,478	58,214
^a Birch Permian Holdings, Inc.	United States	34,907	449,428
			507,642
Media 0.1%			
^a Clear Channel Outdoor Holdings, Inc.	United States	20,804	37,447
^a iHeartMedia, Inc., A.	United States	8,384	152,170
^{a,b} iHeartMedia, Inc., B.	United States	142	2,397
			192,014
Multiline Retail 0.0%			
^{a,b,c} K2016470219 South Africa Ltd., A.	South Africa	14,792,309	—
^{a,b,c} K2016470219 South Africa Ltd., B.	South Africa	1,472,041	—
			—
Oil, Gas & Consumable Fuels 0.0%[†]			
^a Amplify Energy Corp.	United States	431	1,198
^{a,b} Riviera Resources, Inc.	United States	6,620	1,710
			2,908
Paper & Forest Products 0.0%[†]			
Verso Corp., A.	United States	5,620	81,996
Specialty Retail 0.0%[†]			
^a Party City Holdco, Inc.	United States	24,031	139,378
Total Common Stocks (Cost \$2,167,292)			1,099,673
Management Investment Companies 7.3%			
Capital Markets 7.3%			
^d Franklin Floating Rate Income Fund	United States	3,420,372	26,371,070
Invesco Senior Loan ETF	United States	135,000	2,987,550
			29,358,620
Total Management Investment Companies (Cost \$34,650,957)			29,358,620
Warrants			
Warrants 0.0%[†]			
Oil, Gas & Consumable Fuels 0.0%[†]			
^{a,b} Battalion Oil Corp., A, 10/08/22	United States	879	156
^{a,b} Battalion Oil Corp., B, 10/08/22	United States	1,098	110
^{a,b} Battalion Oil Corp., C, 10/08/22	United States	1,412	66
			332
Paper & Forest Products 0.0%[†]			
^a Verso Corp., 7/25/23	United States	592	1,243
Total Warrants (Cost \$—)			1,575

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Convertible Bonds 0.0%[†]			
Wireless Telecommunication Services 0.0%[†]			
^{e,f,g} Digicel Group 0.5 Ltd., Sub. Bond, 144A, PIK, 7%, Perpetual	Bermuda	26,248	\$18,356
Total Convertible Bonds (Cost \$4,784)			18,356
Corporate Bonds 49.8%			
Aerospace & Defense 0.6%			
Boeing Co. (The), Senior Note, 2.196%, 2/04/26	United States	800,000	798,065
^g TransDigm, Inc., Senior Secured Note, 144A, 6.25%, 3/15/26	United States	1,400,000	1,486,037
			2,284,102
Air Freight & Logistics 0.6%			
^g DAE Funding LLC, Senior Note, 144A, 5%, 8/01/24	United Arab Emirates	1,294,000	1,335,247
FedEx Corp., Senior Bond, 4.05%, 2/15/48	United States	650,000	709,548
United Parcel Service, Inc., Senior Bond, 5.3%, 4/01/50	United States	300,000	407,509
			2,452,304
Airlines 0.7%			
^g American Airlines Inc/AAdvantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.75%, 4/20/29	United States	600,000	638,940
Delta Air Lines, Inc., Senior Note, 2.9%, 10/28/24	United States	800,000	800,467
^g Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.5%, 10/20/25	United States	1,100,000	1,174,833
United Airlines Holdings, Inc., Senior Note, 5%, 2/01/24	United States	400,000	406,750
			3,020,990
Auto Components 1.2%			
^g Allison Transmission, Inc., Senior Bond, 144A, 5.875%, 6/01/29	United States	800,000	875,752
Senior Bond, 144A, 3.75%, 1/30/31	United States	500,000	485,312
Dana, Inc., Senior Note, 5.625%, 6/15/28	United States	1,200,000	1,285,962
Goodyear Tire & Rubber Co. (The), Senior Note, 4.875%, 3/15/27	United States	1,300,000	1,339,813
^g Real Hero Merger Sub 2, Inc., Senior Note, 144A, 6.25%, 2/01/29	United States	1,000,000	1,033,750
			5,020,589
Banks 2.2%			
^g Akbank TAS, Senior Note, 144A, 5.125%, 3/31/25	Turkey	1,200,000	1,162,404
Senior Note, 144A, 6.8%, 2/06/26	Turkey	400,000	400,172
Banco Santander SA, Sub. Note, 2.749%, 12/03/30	Spain	300,000	285,997
^g BNP Paribas SA, Senior Note, 144A, 2.219% to 6/09/25, FRN thereafter, 6/09/26	France	500,000	513,015
^g China Construction Bank Corp., Sub. Note, Reg S, 4.25% to 2/27/24, FRN thereafter, 2/27/29	China	800,000	863,851
^f Comerica, Inc., Junior Sub. Bond, 5.625% to 10/01/25, FRN thereafter, Perpetual	United States	300,000	331,125
HSBC Holdings plc, Senior Bond, 2.848% to 6/04/30, FRN thereafter, 6/04/31	United Kingdom	800,000	801,039
Senior Bond, 2.357% to 8/18/30, FRN thereafter, 8/18/31	United Kingdom	300,000	288,953
Industrial & Commercial Bank of China Ltd., Senior Note, 3.538%, 11/08/27	China	900,000	990,180
JPMorgan Chase & Co., ^f R, Junior Sub. Bond, 6% to 8/01/23, FRN thereafter, Perpetual	United States	213,000	224,024
Senior Bond, 2.522% to 4/22/30, FRN thereafter, 4/22/31	United States	1,000,000	998,697

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Banks (continued)			
JPMorgan Chase & Co., (continued)			
Senior Note, 3.2%, 6/15/26	United States	1,213,000	\$1,312,205
Sub. Note, 3.375%, 5/01/23	United States	309,000	327,159
Lloyds Banking Group plc, Senior Note, 3.87% to 7/09/24, FRN thereafter, 7/09/25	United Kingdom	200,000	217,820
SVB Financial Group, Senior Note, 3.125%, 6/05/30	United States	300,000	312,222
			9,028,863
Beverages 0.5%			
Anheuser-Busch InBev Worldwide, Inc., Senior Bond, 3.5%, 6/01/30	Belgium	1,700,000	1,843,150
Biotechnology 0.2%			
AbbVie, Inc., Senior Note, 3.2%, 11/21/29	United States	700,000	745,189
Building Products 0.4%			
⁹ Cornestone Building Brands, Inc., Senior Note, 144A, 8%, 4/15/26	United States	800,000	834,040
Owens Corning, Senior Bond, 4.3%, 7/15/47	United States	700,000	760,024
			1,594,064
Capital Markets 0.4%			
Goldman Sachs Group, Inc. (The), Senior Note, 3.75%, 2/25/26	United States	600,000	659,562
Morgan Stanley, Senior Bond, 3.591% to 7/22/27, FRN thereafter, 7/22/28	United States	809,000	882,710
			1,542,272
Chemicals 2.9%			
⁹ Alpek SAB de CV, Senior Note, 144A, 4.25%, 9/18/29	Mexico	800,000	847,680
Anagram, Inc., Secured Note, 10%, 8/15/26	United States	131,107	127,502
⁹ Axalta Coating Systems LLC, Senior Note, 144A, 3.375%, 2/15/29	United States	1,200,000	1,172,490
⁹ Braskem Netherlands Finance BV, Senior Bond, 144A, 4.5%, 1/31/30	Brazil	1,600,000	1,609,920
⁹ CNAC HK Finbridge Co. Ltd., Senior Note, Reg S, 4.875%, 3/14/25	China	800,000	858,589
⁹ Element Solutions, Inc., Senior Note, 144A, 3.875%, 9/01/28	United States	1,100,000	1,087,487
⁹ Gates Global LLC / Gates Corp., Senior Note, 144A, 6.25%, 1/15/26	United States	1,200,000	1,259,004
HB Fuller Co., Senior Note, 4.25%, 10/15/28	United States	800,000	814,348
⁹ INEOS Quattro Finance 1 plc, Senior Note, 144A, 3.75%, 7/15/26	United Kingdom	800,000 EUR	955,009
⁹ Ingevity Corp., Senior Note, 144A, 3.875%, 11/01/28	United States	400,000	388,750
Methanex Corp., Senior Note, 5.125%, 10/15/27	Canada	500,000	511,875
⁹ SABIC Capital II BV, Senior Note, 144A, 4.5%, 10/10/28	Saudi Arabia	600,000	687,944
⁹ Syngenta Finance NV, Senior Note, 144A, 4.892%, 4/24/25	Switzerland	800,000	856,848
Westlake Chemical Corp., Senior Note, 3.375%, 6/15/30	United States	200,000	207,115
⁹ Yara International ASA, Senior Note, 144A, 3.148%, 6/04/30	Brazil	100,000	103,127
			11,487,688
Commercial Services & Supplies 0.6%			
⁹ Prime Security Services Borrower LLC / Prime Finance, Inc., Senior Secured Note, 144A, 3.375%, 8/31/27	United States	1,300,000	1,262,625
RELX Capital, Inc., Senior Note, 3%, 5/22/30	United Kingdom	100,000	103,836
⁹ Stericycle, Inc., Senior Note, 144A, 3.875%, 1/15/29	United States	1,000,000	988,750
			2,355,211
Communications Equipment 0.3%			
⁹ CommScope Technologies LLC, Senior Note, 144A, 5%, 3/15/27	United States	1,374,000	1,363,702

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Construction & Engineering 0.1%			
⁹ Arcosa, Inc., Senior Note, 144A, 4.375%, 4/15/29	United States	300,000	\$300,000
⁹ Rutas 2 and 7 Finance Ltd., Senior Secured Bond, 144A, Zero Cpn., 9/30/36	United States	200,000	143,000
			443,000
Construction Materials 0.1%			
⁹ Cemex SAB de CV, Senior Secured Bond, 144A, 5.7%, 1/11/25. . .	Mexico	382,000	390,681
Consumer Finance 0.6%			
⁹ FirstCash, Inc., Senior Note, 144A, 4.625%, 9/01/28	United States	1,000,000	1,021,875
OneMain Finance Corp., Senior Note, 6.625%, 1/15/28	United States	1,000,000	1,135,000
Senior Note, 4%, 9/15/30	United States	400,000	389,500
			2,546,375
Containers & Packaging 1.7%			
Arcor Flexibles North America, Inc., Senior Note, 2.63%, 6/19/30 .	United States	200,000	199,726
⁹ Ardagh Metal Packaging Finance USA LLC / Ardagh Metal Packaging Finance plc, Senior Note, 144A, 4%, 9/01/29.	United States	800,000	799,696
⁹ Ardagh Packaging Finance plc / Ardagh Holdings USA, Inc., Senior Note, 144A, 6%, 2/15/25	United States	248,000	255,812
Senior Note, 144A, 5.25%, 8/15/27	United States	300,000	306,324
Crown Americas LLC / Crown Americas Capital Corp. VI, Senior Note, 4.75%, 2/01/26	United States	1,066,000	1,108,107
⁹ Mauser Packaging Solutions Holding Co., Senior Note, 144A, 7.25%, 4/15/25	United States	1,278,000	1,279,597
⁹ Owens-Brockway Glass Container, Inc., Senior Note, 144A, 5.875%, 8/15/23	United States	566,000	607,389
Senior Note, 144A, 6.625%, 5/13/27	United States	100,000	108,900
⁹ Reynolds Group Issuer, Inc. / Reynolds Group Issuer LLC / Reynolds Group Issuer Luxembourg SA, Senior Secured Note, 144A, 4%, 10/15/27	United States	600,000	588,750
⁹ Sealed Air Corp., Senior Bond, 144A, 5.5%, 9/15/25	United States	124,000	136,168
Senior Note, 144A, 4.875%, 12/01/22	United States	85,000	88,559
Senior Note, 144A, 5.125%, 12/01/24	United States	809,000	878,271
WRKCo, Inc., Senior Bond, 3%, 6/15/33	United States	400,000	406,085
			6,763,384
Diversified Financial Services 0.4%			
⁹ MPH Acquisition Holdings LLC, Senior Note, 144A, 5.75%, 11/01/28	United States	1,500,000	1,464,375
Diversified Telecommunication Services 1.1%			
⁹ Altice France Holding SA, Senior Note, 144A, 6%, 2/15/28	Luxembourg	900,000	888,431
⁹ Altice France SA, Senior Secured Note, 144A, 5.5%, 1/15/28	France	200,000	205,198
⁹ AT&T, Inc., Senior Bond, 144A, 3.65%, 9/15/59	United States	800,000	732,701
Bell Canada, Inc., Senior Bond, 4.464%, 4/01/48.	Canada	150,000	173,749
⁹ CCO Holdings LLC / CCO Holdings Capital Corp., Senior Bond, 144A, 4.5%, 8/15/30	United States	300,000	306,136
Senior Bond, 144A, 4.5%, 5/01/32	United States	1,000,000	1,013,750

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Diversified Telecommunication Services (continued)			
Telefonica Emisiones SA, Senior Bond, 4.895%, 3/06/48	Spain	150,000	\$170,585
TELUS Corp., Senior Bond, 4.6%, 11/16/48	Canada	150,000	173,412
⁹ Virgin Media Secured Finance plc, Senior Secured Bond, 144A, 4.5%, 8/15/30	United Kingdom	900,000	908,775
			<u>4,572,737</u>
Electric Utilities 1.5%			
⁹ CGNPC International Ltd., Senior Note, Reg S, 3.75%, 12/11/27 . .	China	300,000	316,798
Duke Energy Corp., Senior Bond, 2.45%, 6/01/30	United States	400,000	395,509
Exelon Corp., Senior Bond, 4.05%, 4/15/30	United States	1,300,000	1,449,644
Southern Co. (The), Senior Bond, 3.25%, 7/01/26	United States	900,000	964,007
⁹ State Grid Overseas Investment 2016 Ltd., Senior Note, 144A, 3.5%, 5/04/27	China	1,651,000	1,799,113
⁹ Three Gorges Finance I Cayman Islands Ltd., Senior Note, 144A, 3.15%, 6/02/26	China	1,051,000	1,112,241
Virginia Electric and Power Co., Senior Bond, 6.35%, 11/30/37 . .	United States	85,000	118,623
			<u>6,155,935</u>
Electrical Equipment 0.3%			
⁹ Sensata Technologies BV, Senior Note, 144A, 4%, 4/15/29	United States	1,000,000	1,019,905
Electronic Equipment, Instruments & Components 0.5%			
CDW LLC / CDW Finance Corp., Senior Note, 3.25%, 2/15/29 . . .	United States	900,000	889,875
Flex Ltd., Senior Note, 4.875%, 5/12/30	United States	800,000	907,461
FLIR Systems, Inc., Senior Note, 2.5%, 8/01/30	United States	200,000	196,048
			<u>1,993,384</u>
Energy Equipment & Services 0.4%			
Baker Hughes a GE Co. LLC / Baker Hughes Co-Obligor, Inc., Senior Note, 4.486%, 5/01/30	United States	50,000	57,022
⁹ Nabors Industries Ltd., Senior Note, 144A, 7.25%, 1/15/26	United States	800,000	665,500
⁹ Schlumberger Holdings Corp., Senior Note, 144A, 3.9%, 5/17/28 . .	United States	400,000	435,663
⁹ Weatherford International Ltd., Senior Note, 144A, 11%, 12/01/24 .	United States	417,000	401,102
			<u>1,559,287</u>
Entertainment 0.7%			
Netflix, Inc., Senior Bond, 5.875%, 2/15/25	United States	1,000,000	1,148,125
Senior Bond, 4.375%, 11/15/26	United States	300,000	335,550
⁹ WMG Acquisition Corp., Senior Secured Bond, 144A, 3%, 2/15/31 .	United States	1,200,000	1,143,360
			<u>2,627,035</u>
Equity Real Estate Investment Trusts (REITs) 1.7%			
AvalonBay Communities, Inc., Senior Bond, 2.45%, 1/15/31	United States	500,000	499,109
⁹ Global Net Lease, Inc. / Global Net Lease Operating Partnership LP, Senior Note, 144A, 3.75%, 12/15/27	United States	400,000	390,346
⁹ MGM Growth Properties Operating Partnership LP / MGP Finance Co-Issuer, Inc., Senior Note, 144A, 3.875%, 2/15/29	United States	300,000	299,400
MPT Operating Partnership LP / MPT Finance Corp., Senior Bond, 5.25%, 8/01/26	United States	247,000	255,645
Senior Bond, 5%, 10/15/27	United States	889,000	936,811
Senior Bond, 3.5%, 3/15/31	United States	300,000	294,771

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Equity Real Estate Investment Trusts (REITs) (continued)			
⁹ Park Intermediate Holdings LLC / PK Domestic Property LLC / PK Finance Co-Issuer, Senior Secured Note, 144A, 5.875%, 10/01/28	United States	1,000,000	\$1,062,125
SBA Communications Corp., Senior Note, 3.875%, 2/15/27	United States	800,000	818,760
Simon Property Group LP, Senior Bond, 4.25%, 11/30/46	United States	800,000	864,146
⁹ VICI Properties LP / VICI Note Co., Inc., Senior Note, 144A, 3.75%, 2/15/27	United States	1,400,000	1,402,408
			<u>6,823,521</u>
Food & Staples Retailing 0.2%			
⁹ Cencosud SA, Senior Note, 144A, 4.375%, 7/17/27	Chile	700,000	<u>776,204</u>
Food Products 1.9%			
B&G Foods, Inc., Senior Note, 5.25%, 9/15/27	United States	1,500,000	1,562,340
⁹ Chobani LLC / Chobani Finance Corp., Inc., Senior Secured Note, 144A, 4.625%, 11/15/28	United States	1,200,000	1,227,000
Kraft Heinz Foods Co., Senior Note, 3.875%, 5/15/27	United States	1,200,000	1,307,948
⁹ MHP Lux SA, Senior Note, 144A, 6.95%, 4/03/26	Ukraine	1,100,000	1,158,520
⁹ Post Holdings, Inc., Senior Bond, 144A, 4.625%, 4/15/30	United States	700,000	702,625
Senior Bond, 144A, 4.5%, 9/15/31	United States	1,500,000	1,485,375
			<u>7,443,808</u>
Gas Utilities 0.1%			
Piedmont Natural Gas Co., Inc., Senior Bond, 3.35%, 6/01/50	United States	300,000	<u>292,444</u>
Health Care Providers & Services 1.2%			
Anthem, Inc., Senior Bond, 3.7%, 9/15/49	United States	150,000	156,103
Centene Corp., Senior Note, 144A, 5.375%, 6/01/26	United States	324,000	339,212
Senior Note, 4.25%, 12/15/27	United States	300,000	315,938
Senior Note, 4.625%, 12/15/29	United States	200,000	216,720
Senior Note, 3.375%, 2/15/30	United States	600,000	606,561
⁹ CHS/Community Health Systems, Inc., Secured Note, 144A, 6.875%, 4/15/29	United States	800,000	838,496
Senior Secured Note, 144A, 5.625%, 3/15/27	United States	700,000	734,125
⁹ DaVita, Inc., Senior Note, 144A, 4.625%, 6/01/30	United States	700,000	714,077
⁹ Molina Healthcare, Inc., Senior Note, 144A, 3.875%, 11/15/30	United States	300,000	309,375
Orlando Health Obligated Group, Bond, 3.777%, 10/01/28	United States	330,000	363,006
Quest Diagnostics, Inc., Senior Bond, 2.8%, 6/30/31	United States	200,000	203,550
			<u>4,797,163</u>

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Hotels, Restaurants & Leisure 2.9%			
[¶] 1011778 BC ULC / New Red Finance, Inc., Secured Bond, 144A, 4%, 10/15/30	Canada	1,200,000	\$1,159,500
[¶] Caesars Entertainment, Inc., Senior Secured Note, 144A, 6.25%, 7/01/25	United States	400,000	426,908
[¶] Caesars Resort Collection LLC / CRC Finco, Inc., Senior Secured Note, 144A, 5.75%, 7/01/25	United States	1,000,000	1,056,550
[¶] Carnival Corp., Senior Note, 144A, 5.75%, 3/01/27	United States	400,000	411,000
[¶] Genting New York LLC / GENNY Capital, Inc., Senior Note, 144A, 3.3%, 2/15/26	United States	200,000	200,100
[¶] Golden Nugget, Inc., Senior Note, 144A, 6.75%, 10/15/24	United States	1,132,000	1,146,059
[¶] International Game Technology plc, Senior Secured Note, 144A, 5.25%, 1/15/29	United States	1,300,000	1,357,987
Las Vegas Sands Corp., Senior Bond, 3.9%, 8/08/29	United States	800,000	822,936
MGM Resorts International, Senior Note, 4.75%, 10/15/28	United States	1,000,000	1,034,745
[¶] NCL Corp. Ltd., Senior Note, 144A, 5.875%, 3/15/26	United States	1,100,000	1,112,650
[¶] Studio City Finance Ltd., Senior Note, 144A, 5%, 1/15/29	Macau	900,000	904,455
[¶] Wynn Macau Ltd., Senior Note, 144A, 5.625%, 8/26/28	Macau	600,000	628,305
[¶] Yum! Brands, Inc., Senior Bond, 4.625%, 1/31/32	United States	1,500,000	1,532,820
			11,794,015
Household Durables 0.6%			
Mohawk Industries, Inc., Senior Note, 3.625%, 5/15/30	United States	1,300,000	1,396,917
[¶] Williams Scotsman International, Inc., Senior Secured Note, 144A, 4.625%, 8/15/28	United States	1,000,000	1,020,625
			2,417,542
Household Products 0.6%			
[¶] Energizer Holdings, Inc., Senior Note, 144A, 4.375%, 3/31/29	United States	1,300,000	1,306,500
[¶] Kimberly-Clark de Mexico SAB de CV, Senior Bond, 144A, 2.431%, 7/01/31	Mexico	300,000	293,236
[¶] Spectrum Brands, Inc., Senior Bond, 144A, 5.5%, 7/15/30	United States	200,000	214,375
Senior Bond, 144A, 3.875%, 3/15/31	United States	500,000	490,625
			2,304,736
Independent Power and Renewable Electricity Producers 1.4%			
[¶] Calpine Corp., Senior Bond, 144A, 5%, 2/01/31	United States	600,000	586,500
Senior Note, 144A, 5.125%, 3/15/28	United States	200,000	201,213
Senior Note, 144A, 4.625%, 2/01/29	United States	700,000	683,053
[¶] Clearway Energy Operating LLC, Senior Note, 144A, 3.75%, 2/15/31	United States	700,000	673,316
[¶] Colbun SA, Senior Note, 144A, 3.95%, 10/11/27	Chile	800,000	873,968
Senior Note, 144A, 3.15%, 3/06/30	Chile	300,000	308,374
[¶] InterGen NV, Senior Secured Bond, 144A, 7%, 6/30/23	Netherlands	1,100,000	1,065,625
[¶] Talen Energy Supply LLC, Senior Secured Note, 144A, 7.25%, 5/15/27	United States	1,300,000	1,331,265
			5,723,314
Insurance 0.2%			
Arch Capital Group Ltd., Senior Bond, 3.635%, 6/30/50	United States	1,000,000	1,004,575
Interactive Media & Services 0.5%			
[¶] Tencent Holdings Ltd., Senior Note, 144A, 2.39%, 6/03/30	China	2,100,000	2,030,632

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Internet & Direct Marketing Retail 0.3%			
JD.com, Inc., Senior Note, 3.375%, 1/14/30	China	1,200,000	\$1,239,049
IT Services 1.1%			
⁹ Cablevision Lightpath LLC, Senior Secured Note, 144A, 3.875%, 9/15/27	United States	900,000	892,125
⁹ Gartner, Inc., Senior Note, 144A, 4.5%, 7/01/28	United States	700,000	722,750
⁹ Northwest Fiber LLC / Northwest Fiber Finance Sub, Inc., Senior Note, 144A, 6%, 2/15/28	United States	1,100,000	1,100,000
⁹ Presidio Holdings, Inc., Senior Secured Note, 144A, 4.875%, 2/01/27	United States	1,200,000	1,232,088
⁹ Tempo Acquisition LLC / Tempo Acquisition Finance Corp., Senior Note, 144A, 6.75%, 6/01/25	United States	600,000	613,875
			4,560,838
Life Sciences Tools & Services 0.1%			
⁹ Charles River Laboratories International, Inc., Senior Note, 144A, 3.75%, 3/15/29	United States	200,000	200,566
Senior Note, 144A, 4%, 3/15/31	United States	200,000	203,560
			404,126
Machinery 0.7%			
⁹ ATS Automation Tooling Systems, Inc., Senior Note, 144A, 4.125%, 12/15/28	Canada	1,400,000	1,390,375
⁹ Vertical US Newco, Inc., Senior Secured Note, 144A, 5.25%, 7/15/27	Germany	1,100,000	1,153,625
Westinghouse Air Brake Technologies Corp., Senior Note, 3.2%, 6/15/25	United States	200,000	211,789
			2,755,789
Marine 0.3%			
⁹ ICTSI Treasury BV, Senior Note, Reg S, 4.625%, 1/16/23	Philippines	1,200,000	1,272,600
Media 2.7%			
Charter Communications Operating LLC / Charter Communications Operating Capital, Senior Secured Bond, 2.8%, 4/01/31	United States	1,800,000	1,777,935
⁹ Clear Channel International BV, Senior Secured Note, 144A, 6.625%, 8/01/25	United States	300,000	314,658
⁹ Clear Channel Outdoor Holdings, Inc., Senior Note, 144A, 7.75%, 4/15/28	United States	400,000	396,350
Clear Channel Worldwide Holdings, Inc., Senior Note, 9.25%, 2/15/24	United States	434,000	452,304
⁹ Senior Secured Note, 144A, 5.125%, 8/15/27	United States	300,000	302,100
⁹ CSC Holdings LLC, Senior Note, 144A, 5.5%, 5/15/26	United States	1,378,000	1,422,441
⁹ Diamond Sports Group LLC / Diamond Sports Finance Co., Senior Note, 144A, 6.625%, 8/15/27	United States	300,000	156,375
Senior Secured Note, 144A, 5.375%, 8/15/26	United States	400,000	288,500
DISH DBS Corp., Senior Note, 6.75%, 6/01/21	United States	5,000	5,045
Senior Note, 5.875%, 11/15/24	United States	100,000	104,729
Fox Corp., Senior Note, 3.5%, 4/08/30	United States	400,000	425,881
⁹ Gray Television, Inc., Senior Note, 144A, 4.75%, 10/15/30	United States	1,000,000	993,125
⁹ Nexstar Broadcasting, Inc., Senior Note, 144A, 4.75%, 11/01/28 . .	United States	800,000	809,928
⁹ Outfront Media Capital LLC / Outfront Media Capital Corp., Senior Note, 144A, 4.25%, 1/15/29	United States	1,100,000	1,060,367
⁹ Sinclair Television Group, Inc., Senior Bond, 144A, 5.5%, 3/01/30	United States	300,000	292,257
Senior Secured Note, 144A, 4.125%, 12/01/30	United States	800,000	772,500

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ¹	Value
Corporate Bonds (continued)			
Media (continued)			
⁹ Univision Communications, Inc., Senior Secured Note, 144A, 5.125%, 2/15/25	United States	1,321,000	\$1,339,989
			10,914,484
Metals & Mining 1.4%			
Commercial Metals Co., Senior Bond, 3.875%, 2/15/31	United States	1,200,000	1,179,252
⁹ Constellium SE, Senior Note, 144A, 3.75%, 4/15/29	United States	1,000,000	957,330
⁹ CSN Inova Ventures, Senior Note, 144A, 6.75%, 1/28/28	Brazil	800,000	848,740
⁹ FMG Resources August 2006 Pty. Ltd., Senior Bond, 144A, 4.375%, 4/01/31	Australia	1,500,000	1,529,070
⁹ Novelis Corp., Senior Bond, 144A, 5.875%, 9/30/26	United States	1,059,000	1,106,655
			5,621,047
Multiline Retail 0.1%			
Dollar Tree, Inc., Senior Bond, 4.2%, 5/15/28	United States	300,000	336,716
^{b,e,g} K2016470219 South Africa Ltd., Senior Secured Note, 144A, PIK, 3%, 12/31/22	South Africa	991,087	—
^{b,e,g} K2016470260 South Africa Ltd., Senior Secured Note, 144A, PIK, 25%, 12/31/22	South Africa	396,604	1,983
			338,699
Multi-Utilities 0.3%			
Dominion Energy, Inc., C, Senior Note, 3.375%, 4/01/30	United States	1,300,000	1,385,711
Oil, Gas & Consumable Fuels 5.3%			
⁹ Aker BP ASA, Senior Bond, 144A, 4%, 1/15/31	Norway	400,000	417,799
Senior Note, 144A, 4.75%, 6/15/24	Norway	600,000	615,695
⁹ Antero Resources Corp., Senior Note, 144A, 8.375%, 7/15/26	United States	200,000	220,875
Senior Note, 144A, 7.625%, 2/01/29	United States	200,000	213,375
Apache Corp., Senior Note, 4.625%, 11/15/25	United States	600,000	618,930
Senior Note, 4.875%, 11/15/27	United States	500,000	513,250
Canadian Natural Resources Ltd., Senior Bond, 2.95%, 7/15/30 . .	Canada	450,000	449,379
Cenovus Energy, Inc., Senior Note, 5.375%, 7/15/25	Canada	500,000	562,319
⁹ Cheniere Energy Partners LP, Senior Note, 144A, 4%, 3/01/31 . . .	United States	1,100,000	1,120,625
⁹ Continental Resources, Inc., Senior Bond, 144A, 5.75%, 1/15/31 . .	United States	600,000	678,816
⁹ Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp., Senior Note, 144A, 6%, 2/01/29	United States	1,500,000	1,480,312
⁹ CVR Energy, Inc., Senior Note, 144A, 5.25%, 2/15/25	United States	500,000	489,250
Energy Transfer Operating LP, Senior Note, 4.05%, 3/15/25	United States	200,000	216,248
EnLink Midstream LLC, Senior Bond, 5.375%, 6/01/29	United States	1,100,000	1,030,563
⁹ Senior Note, 144A, 5.625%, 1/15/28	United States	100,000	96,885
^{e,g} EnQuest plc, Senior Note, 144A, Reg S, PIK, 7%, 10/15/23	United Kingdom	878,999	722,830
Enterprise Products Operating LLC, Senior Bond, 4.8%, 2/01/49 . .	United States	150,000	172,522
⁹ Hilcorp Energy I LP / Hilcorp Finance Co., Senior Bond, 144A, 6%, 2/01/31	United States	700,000	711,813
Senior Note, 144A, 5.75%, 2/01/29	United States	200,000	202,125
⁹ Martin Midstream Partners LP / Martin Midstream Finance Corp., Secured Note, 144A, 10%, 2/29/24	United States	307,101	322,072
Secured Note, 144A, 11.5%, 2/28/25	United States	1,394,630	1,415,550

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount ^a	Value
Corporate Bonds (continued)			
Oil, Gas & Consumable Fuels (continued)			
MPLX LP, Senior Note, 2.65%, 8/15/30	United States	1,500,000	\$1,471,748
^g Oasis Midstream Partners LP / OMP Finance Corp., Senior Note, 144A, 8%, 4/01/29	United States	500,000	513,750
Occidental Petroleum Corp., Senior Bond, 6.125%, 1/01/31	United States	600,000	663,645
Senior Bond, 6.45%, 9/15/36	United States	500,000	552,630
Senior Note, 8.875%, 7/15/30	United States	700,000	883,750
^g Rattler Midstream LP, Senior Note, 144A, 5.625%, 7/15/25	United States	1,400,000	1,464,393
Sabine Pass Liquefaction LLC, Senior Secured Note, 4.5%, 5/15/30	United States	1,600,000	1,798,746
Sunoco LP / Sunoco Finance Corp., Senior Note, 6%, 4/15/27	United States	500,000	523,750
^g Senior Note, 144A, 4.5%, 5/15/29	United States	1,200,000	1,197,750
			21,341,395
Paper & Forest Products 0.2%			
Suzano Austria GmbH, Senior Bond, 3.75%, 1/15/31	Brazil	700,000	721,409
Personal Products 0.1%			
^g Prestige Brands, Inc., Senior Bond, 144A, 3.75%, 4/01/31	United States	300,000	286,875
Pharmaceuticals 0.9%			
^g Bausch Health Americas, Inc., Senior Note, 144A, 8.5%, 1/31/27	United States	9,000	9,997
^g Bausch Health Cos., Inc., Senior Bond, 144A, 5.25%, 2/15/31	United States	300,000	299,128
Senior Note, 144A, 5%, 2/15/29	United States	200,000	199,000
^g Bayer US Finance II LLC, Senior Bond, 144A, 4.375%, 12/15/28	Germany	889,000	1,004,724
^g Endo Dac / Endo Finance LLC / Endo Finco, Inc., Secured Note, 144A, 9.5%, 7/31/27	United States	652,000	709,458
Senior Note, 144A, 6%, 6/30/28	United States	659,000	534,449
^g Par Pharmaceutical, Inc., Senior Secured Note, 144A, 7.5%, 4/01/27	United States	184,000	195,401
^g Royalty Pharma plc, Senior Bond, 144A, 3.3%, 9/02/40	United States	500,000	483,364
			3,435,521
Real Estate Management & Development 0.7%			
^g China Overseas Finance Cayman VI Ltd., Senior Note, Reg S, 5.95%, 5/08/24	China	700,000	794,563
^g Five Point Operating Co. LP / Five Point Capital Corp., Senior Note, 144A, 7.875%, 11/15/25	United States	800,000	837,600
^g Howard Hughes Corp. (The), Senior Note, 144A, 5.375%, 8/01/28	United States	1,000,000	1,053,125
			2,685,288
Road & Rail 0.8%			
CSX Corp., Senior Bond, 4.1%, 3/15/44	United States	550,000	608,486
^g Kazakhstan Temir Zholy Finance BV, Senior Bond, 144A, 6.95%, 7/10/42	Kazakhstan	1,500,000	2,004,315
^{g,h} NESCO Holdings II, Inc., Secured Note, 144A, 5.5%, 4/15/29	United States	500,000	513,525
			3,126,326
Semiconductors & Semiconductor Equipment 0.4%			
Maxim Integrated Products, Inc., Senior Note, 3.375%, 3/15/23	United States	100,000	104,762
^g ON Semiconductor Corp., Senior Note, 144A, 3.875%, 9/01/28	United States	1,300,000	1,338,870
			1,443,632

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Corporate Bonds (continued)			
Software 0.5%			
⁹ Blackboard, Inc., Secured Note, 144A, 10.375%, 11/15/24	United States	200,000	\$212,125
⁹ NortonLifeLock, Inc., Senior Note, 144A, 5%, 4/15/25	United States	978,000	993,452
⁹ Rocket Software, Inc., Senior Note, 144A, 6.5%, 2/15/29	United States	900,000	909,788
			2,115,365
Specialty Retail 0.7%			
AutoNation, Inc., Senior Bond, 4.75%, 6/01/30	United States	200,000	230,869
L Brands, Inc., Senior Bond, 5.25%, 2/01/28	United States	500,000	537,187
⁹ Senior Note, 144A, 6.625%, 10/01/30	United States	200,000	228,735
⁹ Lithia Motors, Inc., Senior Bond, 144A, 4.375%, 1/15/31	United States	500,000	519,910
Party City Holdings, Inc., Senior Secured Note, 5.75%, 7/15/25	United States	236,150	217,848
⁹ Rent-A-Center, Inc., Senior Note, 144A, 6.375%, 2/15/29	United States	1,100,000	1,168,750
			2,903,299
Textiles, Apparel & Luxury Goods 0.4%			
⁹ Hanesbrands, Inc., Senior Bond, 144A, 4.875%, 5/15/26	United States	1,382,000	1,483,923
Thriffs & Mortgage Finance 1.0%			
MGIC Investment Corp., Senior Note, 5.25%, 8/15/28	United States	800,000	832,500
⁹ PennyMac Financial Services, Inc., Senior Note, 144A, 5.375%, 10/15/25	United States	1,200,000	1,245,360
⁹ Quicken Loans LLC / Quicken Loans Co-Issuer, Inc., Senior Note, 144A, 3.625%, 3/01/29	United States	800,000	771,500
⁹ United Wholesale Mortgage LLC, Senior Note, 144A, 5.5%, 11/15/25	United States	1,100,000	1,148,125
			3,997,485
Tobacco 0.3%			
Altria Group, Inc., Senior Note, 3.4%, 5/06/30	United States	1,200,000	1,257,402
BAT Capital Corp., Senior Bond, 4.54%, 8/15/47	United Kingdom	50,000	50,421
			1,307,823
Trading Companies & Distributors 1.2%			
⁹ Beacon Roofing Supply, Inc., Senior Note, 144A, 4.875%, 11/01/25	United States	1,094,000	1,120,601
⁹ H&E Equipment Services, Inc., Senior Note, 144A, 3.875%, 12/15/28	United States	1,200,000	1,168,500
⁹ Herc Holdings, Inc., Senior Note, 144A, 5.5%, 7/15/27	United States	1,000,000	1,066,075
⁹ WESCO Distribution, Inc., Senior Note, 144A, 7.125%, 6/15/25	United States	700,000	766,377
Senior Note, 144A, 7.25%, 6/15/28	United States	500,000	558,900
			4,680,453
Wireless Telecommunication Services 1.0%			
^{e,9} Digicel Group 0.5 Ltd., Senior Note, 144A, PIK, 8%, 4/01/25	Bermuda	158,906	124,935
Hughes Satellite Systems Corp., Senior Note, 6.625%, 8/01/26	United States	800,000	888,480
Sprint Communications, Inc., Senior Note, 6%, 11/15/22	United States	405,000	433,857
Sprint Corp., Senior Note, 7.875%, 9/15/23	United States	405,000	463,421
T-Mobile USA, Inc., Senior Note, 6%, 4/15/24	United States	200,000	201,750
⁹ Senior Secured Bond, 144A, 3.3%, 2/15/51	United States	500,000	467,910
⁹ Senior Secured Note, 144A, 3.875%, 4/15/30	United States	1,300,000	1,412,593
			3,992,946
Total Corporate Bonds (Cost \$198,905,139)			199,696,259

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Senior Floating Rate Interests 1.2%			
Aerospace & Defense 0.2%			
^h Dynasty Acquisition Co., Inc., 2020 Term Loan, B1, 3.703%, (3-month USD LIBOR + 3.5%), 4/06/26.	United States	449,855	\$437,279
B2, 3.703%, (3-month USD LIBOR + 3.5%), 4/06/26.	United States	241,858	235,097
			672,376
Diversified Consumer Services 0.2%			
KUEHG Corp., Term Loan, B3, 4.75%, (3-month USD LIBOR + 3.75%), 2/21/25	United States	730,345	715,942
Entertainment 0.2%			
Diamond Sports Group LLC, Term Loan, 3.36%, (1-month USD LIBOR + 3.25%), 8/24/26	United States	448,287	311,185
William Morris Endeavor Entertainment LLC (IMG Worldwide Holdings LLC), First Lien, Term Loan, B1, 2.94%, (1-month USD LIBOR + 2.75%; 3-month USD LIBOR + 2.75%), 5/18/25	United States	777,115	736,426
			1,047,611
Leisure Products 0.2%			
Hercules Achievement, Inc. (Varsity Brands Holding Co., Inc.), First Lien, Initial Term Loan, 4.5%, (1-month USD LIBOR + 3.5%), 12/16/24	United States	790,432	765,730
Media 0.2%			
Cengage Learning, Inc., 2016 Refinancing Term Loan, 5.25%, (3-month USD LIBOR + 4.25%), 6/07/23	United States	747,414	741,031
Personal Products 0.2%			
^h Coty, Inc., USD Term Loan, B, 2.354%, (1-month USD LIBOR + 2.25%), 4/07/25	United States	864,304	833,154
Total Senior Floating Rate Interests (Cost \$4,861,228)			4,775,844
Marketplace Loans 0.2%			
Diversified Financial Services 0.2%			
^b Lending Club - LCX PM, 8.46% - 20.49%, 10/08/23 - 2/03/26.	United States	200,951	192,791
^b Lending Club - LCX, 7.02% - 25.65%, 8/22/22 - 2/28/25.	United States	814,382	747,199
			939,990
Total Marketplace Loans (Cost \$982,540)			939,990
Loan Participations and Assignments 0.4%			
^a Russian Railways Via RZD Capital plc, Senior Note, Reg S, 5.7%, 4/05/22	Russia	1,500,000	1,568,347
Total Loan Participations and Assignments (Cost \$1,532,992)			1,568,347
Foreign Government and Agency Securities 14.1%			
^a African Export-Import Bank (The), Senior Note, 144A, 3.994%, 9/21/29	Supranational ^l	2,000,000	2,101,522
^a Angola Government Bond, Senior Note, 144A, 8.25%, 5/09/28	Angola	2,700,000	2,598,345
^a Banque Centrale de Tunisie, Senior Note, Reg S, 5.625%, 2/17/24	Tunisia	2,300,000 EUR	2,389,953
^a Banque Ouest Africaine de Developpement, Senior Note, 144A, 5%, 7/27/27	Supranational ^l	1,200,000	1,330,188
^a Belarus Government Bond, Senior Note, 144A, 7.625%, 6/29/27	Belarus	1,200,000	1,233,576
Senior Bond, 144A, 6.2%, 2/28/30	Belarus	1,200,000	1,116,012
Colombia Government Bond, Senior Bond, 3.875%, 4/25/27	Colombia	1,400,000	1,503,446

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Foreign Government and Agency Securities (continued)			
Colombia Government Bond, (continued)			
Senior Bond, 9.85%, 6/28/27	Colombia	5,315,000,000 COP	\$1,800,760
Senior Bond, 4.5%, 3/15/29	Colombia	500,000	547,160
Senior Bond, 5%, 6/15/45	Colombia	1,900,000	2,031,404
^g Dominican Republic Government Bond, Senior Note, 144A, 8.9%, 2/15/23	Dominican Republic	81,500,000 DOP	1,484,551
Ecopetrol SA, Senior Bond, 4.125%, 1/16/25	Colombia	800,000	855,592
^g Electricite de France SA, Junior Sub. Bond, 144A, 5.25% to 1/29/23, FRN thereafter, Perpetual	France	2,425,000	2,558,375
Equinor ASA, Senior Note, 2.375%, 5/22/30	Norway	700,000	699,145
^g Export-Import Bank of India, Senior Note, 144A, 3.875%, 2/01/28	India	1,655,000	1,770,070
^g Gabon Government Bond, 144A, 6.375%, 12/12/24	Gabon	837,538	870,639
Senior Bond, 144A, 6.625%, 2/06/31	Gabon	1,600,000	1,550,085
^g Indonesia Asahan Aluminium Persero PT, Senior Note, 144A, 5.45%, 5/15/30	Indonesia	1,400,000	1,592,563
Indonesia Government Bond, FR70, 8.375%, 3/15/24	Indonesia	19,648,000,000 IDR	1,458,335
^g Senior Bond, 144A, 4.35%, 1/08/27	Indonesia	900,000	1,010,894
^g Senior Note, 144A, 3.85%, 7/18/27	Indonesia	2,200,000	2,418,648
FR64, 6.125%, 5/15/28	Indonesia	9,500,000,000 IDR	635,084
^g Senior Bond, 144A, 4.625%, 4/15/43	Indonesia	700,000	778,617
^g Iraq Government Bond, Senior Bond, 144A, 5.8%, 1/15/28	Iraq	2,362,500	2,240,713
^g Israel Electric Corp. Ltd., Senior Secured Bond, 144A, Reg S, 4.25%, 8/14/28	Israel	1,000,000	1,112,875
^g Kazakhstan Government Bond, Senior Bond, 144A, 4.875%, 10/14/44	Kazakhstan	1,800,000	2,174,706
Mexican Bonos Desarr Fixed Rate, M, 6.5%, 6/10/21	Mexico	29,300,000 MXN	1,438,024
Mexico Government Bond, Senior Note, 4.15%, 3/28/27	Mexico	2,900,000	3,220,987
Senior Note, 3.75%, 1/11/28	Mexico	500,000	535,732
Senior Bond, 4.75%, 4/27/32	Mexico	600,000	669,600
Peru Government Bond, Senior Bond, 6.55%, 3/14/37	Peru	800,000	1,083,436
Petroleos Mexicanos, Senior Bond, 6.625%, 6/15/35	Mexico	700,000	666,992
^g Russia Government Bond, Senior Note, Reg S, 4.75%, 5/27/26	Russia	1,200,000	1,346,646
Senior Bond, 144A, 5.625%, 4/04/42	Russia	600,000	736,405
South Africa Government Bond, Senior Bond, 5.875%, 6/22/30	South Africa	700,000	750,988
Turkey Government Bond, Senior Bond, 4.875%, 10/09/26	Turkey	800,000	740,264
^g Turkiye Vakıflar Bankası TAO, Covered Note, Reg S, 2.375%, 5/04/21	Turkey	500,000 EUR	585,881
^g Ukraine Government Bond, Senior Note, 144A, 7.75%, 9/01/22	Ukraine	200,000	211,156
Senior Note, 144A, 7.75%, 9/01/23	Ukraine	369,000	398,520
Senior Note, 144A, 7.75%, 9/01/24	Ukraine	369,000	399,806
Senior Bond, 144A, 7.375%, 9/25/32	Ukraine	500,000	504,236
VRI, GDP Linked Security, Senior Bond, 144A, Reg S, Zero Cpn., 5/31/40	Ukraine	978,000	1,011,643
^k Uruguay Government Bond, Index Linked, Senior Bond, 9.043%, 12/15/28	Uruguay	5,291,617 UYU	142,066
Index Linked, Senior Bond, 3.7%, 6/26/37	Uruguay	88,314,462 UYU	2,235,247
Total Foreign Government and Agency Securities (Cost \$56,668,134)			56,540,887

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
U.S. Government and Agency Securities 2.7%			
U.S. Treasury Notes,			
1.5%, 11/30/21	United States	3,000,000	\$3,028,795
0.25%, 6/30/25	United States	4,100,000	4,017,840
^k 0.375%, 7/15/25	United States	3,200,000	3,890,109
Total U.S. Government and Agency Securities (Cost \$10,612,555)			10,936,744
Asset-Backed Securities 7.7%			
Airlines 0.0%[†]			
United Airlines Pass-Through Trust, 2020-1, B, 4.875%, 7/15/27 . .	United States	100,000	103,937
Consumer Finance 0.4%			
^l Citibank Credit Card Issuance Trust, 2017-A7, A7, FRN, 0.474%, (1-month USD LIBOR + 0.37%), 8/08/24	United States	1,494,000	1,502,002
Diversified Financial Services 7.3%			
^{g,l} Antares CLO Ltd., 2018-1A, B, 144A, FRN, 1.874%, (3-month USD LIBOR + 1.65%), 4/20/31	United States	1,455,000	1,436,303
^{g,l} BCC Middle Market CLO LLC, 2018-1A, A2, 144A, FRN, 2.374%, (3-month USD LIBOR + 2.15%), 10/20/30	United States	700,000	684,895
^{g,l} BlueMountain CLO Ltd., 2012-2A, BR2, 144A, FRN, 1.632%, (3-month USD LIBOR + 1.45%), 11/20/28	United States	510,000	510,499
2012-2A, CR2, 144A, FRN, 2.182%, (3-month USD LIBOR + 2%), 11/20/28	United States	270,000	267,259
2018-1A, D, 144A, FRN, 3.255%, (3-month USD LIBOR + 3.05%), 7/30/30	United States	1,000,000	953,723
^{g,l} BlueMountain Fuji EUR CLO V DAC, 5A, B, 144A, FRN, 1.55%, (3-month EURIBOR + 1.55%), 1/15/33	Ireland	600,000 EUR	704,597
^{g,l} Burnham Park CLO Ltd., 2016-1A, BR, 144A, FRN, 1.724%, (3-month USD LIBOR + 1.5%), 10/20/29	United States	460,000	461,082
^{g,l} Buttermilk Park CLO Ltd., 2018-1A, C, 144A, FRN, 2.341%, (3-month USD LIBOR + 2.1%), 10/15/31	United States	1,408,860	1,410,615
^{g,l} Carlyle Global Market Strategies CLO Ltd., 2014-4RA, C, 144A, FRN, 3.141%, (3-month USD LIBOR + 2.9%), 7/15/30	United States	300,000	282,415
^{g,l} Carlyle GMS Finance MM CLO LLC, 2015-1A, A2R, 144A, FRN, 2.441%, (3-month USD LIBOR + 2.2%), 10/15/31	United States	1,213,000	1,191,417
^{g,l} Carlyle US CLO Ltd., 2021-1A, A2, 144A, FRN, 1.641%, (3-month USD LIBOR + 1.45%), 4/15/34	United States	1,500,000	1,498,127
^g CF Hippolyta LLC, 2020-1, A1, 144A, 1.69%, 7/15/60	United States	400,839	404,355
^{g,m} Consumer Loan Underlying Bond Certificate Issuer Trust I, 2019-51, PT, 144A, FRN, 15.574%, 1/15/45	United States	616,421	609,239
2019-52, PT, 144A, FRN, 16.227%, 1/15/45	United States	656,853	653,526
2019-S8, PT, 144A, FRN, 8.988%, 1/15/45	United States	448,196	434,982
2020-2, PT, 144A, FRN, 15.648%, 3/15/45	United States	619,876	614,444
2020-7, PT, 144A, FRN, 15.42%, 4/17/45	United States	371,729	364,035

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Asset-Backed Securities (continued)			
Diversified Financial Services (continued)			
^m CWABS Asset-Backed Certificates Trust, 2005-11, AF4, FRN, 5.21%, 3/25/34	United States	80,778	\$80,813
^{g,j} Dryden 38 Senior Loan Fund, 2015-38A, CR, 144A, FRN, 2.241%, (3-month USD LIBOR + 2%), 7/15/30	United States	863,000	864,476
^{g,j} Dryden 55 CLO Ltd., 2018-55A, D, 144A, FRN, 3.091%, (3-month USD LIBOR + 2.85%), 4/15/31	United States	300,000	288,122
^{g,j} Galaxy XVIII CLO Ltd., 2018-28A, C, 144A, FRN, 2.191%, (3-month USD LIBOR + 1.95%), 7/15/31	United States	250,000	248,078
^{g,j} Galaxy XXVII CLO Ltd., 2018-27A, C, 144A, FRN, 1.994%, (3-month USD LIBOR + 1.8%), 5/16/31	United States	400,000	398,355
^{g,j} LCM 26 Ltd., 26A, B, 144A, FRN, 1.624%, (3-month USD LIBOR + 1.4%), 1/20/31	United States	250,000	249,499
^{g,j} LCM XVII LP, 17A, BRR, 144A, FRN, 1.841%, (3-month USD LIBOR + 1.6%), 10/15/31	United States	350,000	345,018
17A, CRR, 144A, FRN, 2.341%, (3-month USD LIBOR + 2.1%), 10/15/31	United States	320,000	320,793
^{g,j} LCM XVIII LP, 18A, DR, 144A, FRN, 3.024%, (3-month USD LIBOR + 2.8%), 4/20/31	United States	770,000	721,198
^{g,j} Madison Park Euro Funding VIII DAC, 8A, BRN, 144A, FRN, 1.7%, (3-month EURIBOR + 1.7%), 4/15/32	Ireland	400,000 EUR	471,133
^{g,j} Magnetite XXIX Ltd., 2021-29A, B, 144A, FRN, 1.504%, (3-month USD LIBOR + 1.4%), 1/15/34	United States	1,500,000	1,500,006
^{g,m} Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.5%, 4/25/66	United States	1,202,019	1,259,512
^{g,j} NZCG Funding Ltd., 2015-1A, A2R, 144A, FRN, 1.74%, (3-month USD LIBOR + 1.55%), 2/26/31	United States	2,182,000	2,181,747
^{g,j} Octagon Investment Partners 28 Ltd., 2016-1A, BR, 144A, FRN, 2.018%, (3-month USD LIBOR + 1.8%), 10/24/30	United States	250,000	250,495
^{g,j} Octagon Investment Partners 36 Ltd., 2018-1A, A1, 144A, FRN, 1.211%, (3-month USD LIBOR + 0.97%), 4/15/31	United States	500,000	499,301
^{g,j} Octagon Investment Partners 37 Ltd., 2018-2A, C, 144A, FRN, 3.068%, (3-month USD LIBOR + 2.85%), 7/25/30	United States	400,000	390,959
^{g,j} Octagon Investment Partners 38 Ltd., 2018-1A, C, 144A, FRN, 3.174%, (3-month USD LIBOR + 2.95%), 7/20/30	United States	1,000,000	974,549
^{g,j} Octagon Investment Partners XVI Ltd., 2013-1A, DR, 144A, FRN, 3.223%, (3-month USD LIBOR + 3%), 7/17/30	United States	400,000	391,410
^{g,j} Octagon Investment Partners XXIII Ltd., 2015-1A, BR, 144A, FRN, 1.441%, (3-month USD LIBOR + 1.2%), 7/15/27	United States	400,000	399,002
^{g,m} Prosper Pass-Thru Trust III, 2020-PT1, A, 144A, FRN, 8.796%, 3/15/26	United States	395,727	391,765
2020-PT2, A, 144A, FRN, 9.444%, 4/15/26	United States	437,197	429,596
2020-PT3, A, 144A, FRN, 7.183%, 5/15/26	United States	121,396	122,600
^{g,j} Strata CLO I Ltd., 2018-1A, B, 144A, FRN, 2.441%, (3-month USD LIBOR + 2.2%), 1/15/31	United States	1,300,000	1,287,066
^{g,m} Upgrade Master Pass-Thru Trust, 2019-PT2, A, 144A, FRN, 13.35%, 2/15/26	United States	347,213	346,818
^{g,j} Voya CLO Ltd., 2013-2A, BR, 144A, FRN, 2.068%, (3-month USD LIBOR + 1.85%), 4/25/31	United States	780,000	769,486
2014-1A, CR2, 144A, FRN, 3.023%, (3-month USD LIBOR + 2.8%), 4/18/31	United States	1,000,000	947,648

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Asset-Backed Securities (continued)			
Diversified Financial Services (continued)			
^{g,l} Voya CLO Ltd., (continued)			
2015-2A, BR, 144A, FRN, 1.718%, (3-month USD LIBOR + 1.5%), 7/23/27	United States	820,000	\$821,457
			29,432,415
Total Asset-Backed Securities (Cost \$31,148,445)			31,038,354
Commercial Mortgage-Backed Securities 0.1%			
Diversified Financial Services 0.1%			
^m Commercial Mortgage Trust, 2006-GG7, AJ, FRN, 5.61%, 7/10/38.	United States	186,216	167,641
Total Commercial Mortgage-Backed Securities (Cost \$179,606)			167,641
Mortgage-Backed Securities 3.1%			
ⁿ Federal Home Loan Mortgage Corp. (FHLMC) Adjustable Rate 0.0% [†]			
FHLMC, 2.348%, (1-year CMT T-Note +/- MBS Margin), 1/01/33 ..	United States	5,170	5,150
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 0.1%			
FHLMC Gold Pools, 20 Year, 7%, 9/01/21	United States	362	363
FHLMC Gold Pools, 30 Year, 5%, 4/01/34 - 8/01/35	United States	151,835	176,248
FHLMC Gold Pools, 30 Year, 5.5%, 3/01/33 - 1/01/35	United States	90,235	103,195
FHLMC Gold Pools, 30 Year, 6%, 4/01/33 - 2/01/36	United States	71,217	82,588
FHLMC Gold Pools, 30 Year, 6.5%, 11/01/27 - 7/01/32	United States	11,564	13,069
FHLMC Gold Pools, 30 Year, 7%, 4/01/30	United States	1,457	1,672
FHLMC Gold Pools, 30 Year, 7.5%, 8/01/30	United States	148	175
			377,310
ⁿ Federal National Mortgage Association (FNMA) Adjustable Rate 0.0% [†]			
FNMA, 2.331%, (1-year CMT T-Note +/- MBS Margin), 12/01/34 ..	United States	45,964	46,946
Federal National Mortgage Association (FNMA) Fixed Rate 2.7%			
FNMA, 10 Year, 2.5%, 7/01/22	United States	2,119	2,204
FNMA, 20 Year, 5%, 4/01/30	United States	28,513	31,862
FNMA, 30 Year, 3%, 9/01/48 - 4/01/51	United States	2,946,972	3,095,180
FNMA, 30 Year, 4.5%, 5/01/48	United States	2,701,204	2,991,906
FNMA, 30 Year, 6.5%, 6/01/28 - 10/01/37	United States	86,571	99,725
^{h,o} FNMA, Single-family, 15 Year, 2%, 4/25/36	United States	1,001,000	1,027,377
^{h,o} FNMA, Single-family, 30 Year, 2%, 4/25/51	United States	1,136,000	1,133,959
^{h,o} FNMA, Single-family, 30 Year, 2.5%, 4/25/51	United States	2,228,000	2,286,485
			10,668,698
Government National Mortgage Association (GNMA) Fixed Rate 0.3%			
GNMA I, Single-family, 30 Year, 5%, 11/15/33 - 7/15/34	United States	123,903	143,349
GNMA I, Single-family, 30 Year, 7%, 10/15/28 - 6/15/32	United States	11,777	11,872
GNMA I, Single-family, 30 Year, 7.5%, 9/15/30	United States	1,018	1,187
GNMA II, 30 Year, 6.5%, 2/20/34	United States	3,108	3,316
^{h,o} GNMA II, Single-family, 30 Year, 2%, 4/15/51	United States	447,000	451,365
^{h,o} GNMA II, Single-family, 30 Year, 2.5%, 4/15/51	United States	439,000	452,993
GNMA II, Single-family, 30 Year, 5%, 9/20/33 - 11/20/33	United States	33,482	38,294
GNMA II, Single-family, 30 Year, 6%, 11/20/34	United States	50,186	59,167
GNMA II, Single-family, 30 Year, 6.5%, 4/20/31 - 1/20/33	United States	20,709	24,560
GNMA II, Single-family, 30 Year, 7.5%, 1/20/28 - 4/20/32	United States	7,224	8,282
			1,194,385
Total Mortgage-Backed Securities (Cost \$11,987,290)			12,292,489

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Municipal Bonds 1.9%			
California 0.3%			
City of San Francisco, Public Utilities Commission Water, Revenue, 2019 A, Refunding, 3.473%, 11/01/43	United States	230,000	\$241,477
San Bernardino Community College District, GO, 2019 A-1, 3.271%, 8/01/39	United States	210,000	217,211
San Diego County Regional Transportation Commission, Revenue, 2019 A, Refunding, 3.248%, 4/01/48	United States	230,000	236,069
San Jose Redevelopment Agency Successor Agency, Tax Allocation, Senior Lien, 2017A-T, Refunding, 3.25%, 8/01/29	United States	440,000	475,357
			<u>1,170,114</u>
Colorado 0.1%			
Metro Wastewater Reclamation District, Revenue, 2019 B, Refunding, 3.158%, 4/01/41	United States	475,000	485,249
Hawaii 0.0%[†]			
City & County Honolulu, Wastewater System, Revenue, 2019 B, Refunding, 2.585%, 7/01/28	United States	115,000	119,602
Illinois 0.2%			
State of Illinois, GO, 2003, 5.1%, 6/01/33	United States	695,000	783,020
Massachusetts 0.1%			
Massachusetts School Building Authority, Revenue, 2019 B, Refunding, 3.395%, 10/15/40	United States	285,000	299,341
New Jersey 0.3%			
New Jersey Transportation Trust Fund Authority, Revenue, 2019 B, Refunding, 4.131%, 6/15/42	United States	345,000	361,929
State of New Jersey, GO, 2020 A, 3%, 6/01/32	United States	670,000	746,599
			<u>1,108,528</u>
New York 0.2%			
Metropolitan Transportation Authority, Revenue, 2020 E, Refunding, 4%, 11/15/45	United States	535,000	597,359
New York State Dormitory Authority, State University of New York, Revenue, 2019B, Refunding, 3.142%, 7/01/43	United States	305,000	294,539
			<u>891,898</u>
Ohio 0.0%[†]			
State of Ohio, Cleveland Clinic Health System Obligated Group, Revenue, 2019G, Refunding, 3.276%, 1/01/42	United States	190,000	197,158
Oregon 0.1%			
State of Oregon, Department of Transportation, Revenue, Senior Lien, 2019 B, Refunding, 3.168%, 11/15/38	United States	380,000	396,989
Pennsylvania 0.1%			
University of Pittsburgh-of the Commonwealth System of Higher Education, Revenue, 2017 C, Refunding, 3.005%, 9/15/41	United States	535,000	528,242
Texas 0.3%			
State of Texas, GO, 2019, Refunding, 3.211%, 4/01/44	United States	575,000	600,615
Texas State University System, Revenue, 2019 B, Refunding, 2.938%, 3/15/33	United States	225,000	233,333
Revenue, 2019 B, Refunding, 3.289%, 3/15/40	United States	190,000	193,326
			<u>1,027,274</u>
Utah 0.2%			
Salt Lake City Corp., Revenue, 2019B, Refunding, 3.102%, 4/01/38	United States	270,000	272,525

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Municipal Bonds (continued)			
Utah (continued)			
Utah Transit Authority, Revenue, Senior Lien, 2019 B, Refunding, 3.443%, 12/15/42	United States	380,000	\$402,730
			675,255
Total Municipal Bonds (Cost \$7,316,471)			7,682,670
Residential Mortgage-Backed Securities 8.8%			
Capital Markets 0.0% [†]			
[†] Merrill Lynch Mortgage Investors Trust, 2005-A6, 2A3, FRN, 0.869%, (1-month USD LIBOR + 0.76%), 8/25/35	United States	14,576	14,639
Diversified Financial Services 0.7%			
^g BRAVO Residential Funding Trust,			
2019-1, A1C, 144A, 3.5%, 3/25/58	United States	510,546	525,822
^m 2019-2, A3, 144A, FRN, 3.5%, 10/25/44	United States	693,960	725,231
^{g,m} CIM Trust,			
2019-INV1, A1, 144A, FRN, 4%, 2/25/49	United States	452,099	460,993
2019-INV2, A3, 144A, FRN, 4%, 5/25/49	United States	705,704	724,354
^{g,m} Provident Funding Mortgage Trust,			
2019-1, A2, 144A, FRN, 3%, 12/25/49	United States	327,559	331,587
2020-1, A3, 144A, FRN, 3%, 2/25/50	United States	195,383	196,216
			2,964,203
Thriffs & Mortgage Finance 8.1%			
[†] FHLMC Structured Agency Credit Risk Debt Notes,			
2013-DN2, M2, FRN, 4.359%, (1-month USD LIBOR + 4.25%), 11/25/23	United States	1,228,526	1,229,533
2014-DN2, M3, FRN, 3.709%, (1-month USD LIBOR + 3.6%), 4/25/24	United States	1,659,116	1,657,144
2014-DN3, M3, FRN, 4.109%, (1-month USD LIBOR + 4%), 8/25/24	United States	85,817	87,424
2014-DN4, M3, FRN, 4.659%, (1-month USD LIBOR + 4.55%), 10/25/24	United States	563,809	576,125
2014-HQ1, M3, FRN, 4.209%, (1-month USD LIBOR + 4.1%), 8/25/24	United States	101,728	103,189
2014-HQ3, M3, FRN, 4.859%, (1-month USD LIBOR + 4.75%), 10/25/24	United States	179,525	182,084
2015-DNA1, M3, FRN, 3.409%, (1-month USD LIBOR + 3.3%), 10/25/27	United States	174,725	178,636
2015-DNA3, M3, FRN, 4.809%, (1-month USD LIBOR + 4.7%), 4/25/28	United States	1,679,025	1,746,653
2015-HQA1, M3, FRN, 4.809%, (1-month USD LIBOR + 4.7%), 3/25/28	United States	1,327,423	1,385,685
2016-DNA2, M3, FRN, 4.759%, (1-month USD LIBOR + 4.65%), 10/25/28	United States	1,154,643	1,213,188
2017-DNA1, M2, FRN, 3.359%, (1-month USD LIBOR + 3.25%), 7/25/29	United States	942,295	972,253
2017-DNA2, M2, FRN, 3.559%, (1-month USD LIBOR + 3.45%), 10/25/29	United States	1,340,000	1,394,793
2017-DNA3, M2, FRN, 2.609%, (1-month USD LIBOR + 2.5%), 3/25/30	United States	2,920,000	2,988,507
2017-HQA1, M2, FRN, 3.659%, (1-month USD LIBOR + 3.55%), 8/25/29	United States	996,311	1,026,152
2017-HQA2, M2, FRN, 2.759%, (1-month USD LIBOR + 2.65%), 12/25/29	United States	239,113	241,791

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount [†]	Value
Residential Mortgage-Backed Securities (continued)			
Thriffs & Mortgage Finance (continued)			
[†] FNMA Connecticut Avenue Securities,			
2013-C01, M2, FRN, 5.359%, (1-month USD LIBOR + 5.25%), 10/25/23	United States	181,248	\$187,260
2014-C01, M2, FRN, 4.509%, (1-month USD LIBOR + 4.4%), 1/25/24	United States	295,661	303,340
2014-C02, 1M2, FRN, 2.709%, (1-month USD LIBOR + 2.6%), 5/25/24	United States	844,254	833,139
2014-C02, 2M2, FRN, 2.709%, (1-month USD LIBOR + 2.6%), 5/25/24	United States	390,849	394,605
2014-C03, 1M2, FRN, 3.109%, (1-month USD LIBOR + 3%), 7/25/24	United States	1,750,810	1,732,674
2014-C03, 2M2, FRN, 3.009%, (1-month USD LIBOR + 2.9%), 7/25/24	United States	71,113	71,977
2015-C01, 1M2, FRN, 4.409%, (1-month USD LIBOR + 4.3%), 2/25/25	United States	472,747	480,199
2015-C01, 2M2, FRN, 4.659%, (1-month USD LIBOR + 4.55%), 2/25/25	United States	157,408	158,009
2015-C02, 1M2, FRN, 4.109%, (1-month USD LIBOR + 4%), 5/25/25	United States	1,076,705	1,094,093
2015-C02, 2M2, FRN, 4.109%, (1-month USD LIBOR + 4%), 5/25/25	United States	291,398	295,881
2015-C03, 1M2, FRN, 5.109%, (1-month USD LIBOR + 5%), 7/25/25	United States	1,554,261	1,600,861
2015-C03, 2M2, FRN, 5.109%, (1-month USD LIBOR + 5%), 7/25/25	United States	433,484	440,242
2016-C02, 1M2, FRN, 6.109%, (1-month USD LIBOR + 6%), 9/25/28	United States	423,087	447,151
2016-C04, 1M2, FRN, 4.359%, (1-month USD LIBOR + 4.25%), 1/25/29	United States	1,423,296	1,486,498
2016-C05, 2M2, FRN, 4.559%, (1-month USD LIBOR + 4.45%), 1/25/29	United States	873,807	912,507
2016-C06, 1M2, FRN, 4.359%, (1-month USD LIBOR + 4.25%), 4/25/29	United States	324,155	338,830
2016-C07, 2M2, FRN, 4.459%, (1-month USD LIBOR + 4.35%), 5/25/29	United States	645,245	674,210
2017-C01, 1M2, FRN, 3.659%, (1-month USD LIBOR + 3.55%), 7/25/29	United States	1,286,748	1,330,468
2017-C03, 1M2, FRN, 3.109%, (1-month USD LIBOR + 3%), 10/25/29	United States	2,449,503	2,514,235
2017-C04, 2M2, FRN, 2.959%, (1-month USD LIBOR + 2.85%), 11/25/29	United States	539,138	548,072
2017-C05, 1M2, FRN, 2.309%, (1-month USD LIBOR + 2.2%), 1/25/30	United States	1,566,975	1,588,528
			32,415,936
Total Residential Mortgage-Backed Securities (Cost \$37,231,879)			35,394,778
		Shares	
Escrows and Litigation Trusts 0.0%[†]			
^{a,b} Millennium Corporate Claim Trust, Escrow Account	United States	950,432	—
^{a,b} Millennium Lender Claim Trust, Escrow Account	United States	950,432	—
^a Sanchez Energy Corp., Escrow Account	United States	243,000	1,519

Franklin Strategic Income VIP Fund (continued)

	Country	Shares	Value
Escrows and Litigation Trusts (continued)			
^{a,b} Vistra Energy Corp., Escrow Account	United States	3,000,000	\$4,500
Total Escrows and Litigation Trusts (Cost \$325,648)			6,019
Total Long Term Investments (Cost \$398,574,960)			391,518,246
	Number of Contracts	Notional Amount[#]	
Options Purchased 0.0%[†]			
Calls - Over-the-Counter			
Interest Rate Swaptions 0.0%			
Receive Fixed 0.9%, Pay Floating 3-month USD LIBOR, Counterparty CITI, Expires 9/16/21.	1	21,500,000	62,227
Total Options Purchased (Cost \$113,413)			62,227
Short Term Investments 1.9%			
	Country	Shares	Value
Money Market Funds 1.9%			
^{d,e} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	7,758,040	7,758,040
Total Money Market Funds (Cost \$7,758,040)			7,758,040
Total Short Term Investments (Cost \$7,758,040)			7,758,040
Total Investments (Cost \$406,446,413) 99.5%			\$399,338,513
Options Written (0.0)%			(152,312)
Other Assets, less Liabilities 0.5%			2,034,572
Net Assets 100.0%			\$401,220,773
	Number of Contracts	Notional Amount[#]	
Options Written (0.0)%[†]			
Puts - Over-the-Counter			
Interest Rate Swaptions (0.0)%[†]			
Receive Floating 3-month USD LIBOR, Pay Fixed 1.39%, Counterparty CITI, Expires 9/16/21.	1	(21,500,000)	(152,312)
			(152,312)
Total Options Written (Premiums received \$111,262)			\$(152,312)

[#]Notional amount is the number of units specified in the contract, and can include currency units, bushels, shares, pounds, barrels or other units. Currency units are stated in U.S. dollars unless otherwise indicated.

[†]The principal amount is stated in U.S. dollars unless otherwise indicated.

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

^aNon-income producing.

^bFair valued using significant unobservable inputs. See Note 11 regarding fair value measurements.

^cSee Note 7 regarding restricted securities.

^dSee Note 9 regarding investments in affiliated management investment companies.

^eIncome may be received in additional securities and/or cash.

^fPerpetual security with no stated maturity date.

Franklin Strategic Income VIP Fund (continued)

⁹ Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$202,804,390, representing 50.5% of net assets.

^h A portion or all of the security purchased on a delayed delivery basis.

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

^j A supranational organization is an entity formed by two or more central governments through international treaties.

^k Principal amount of security is adjusted for inflation.

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

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

ⁿ Adjustable Rate Mortgage-Backed Security (ARM); the rate shown is the effective rate at period end. ARM rates are not based on a published reference rate and spread, but instead pass-through weighted average interest income inclusive of any caps or floors, if applicable, from the underlying mortgage loans in which the majority of mortgages pay interest based on the index shown at their designated reset dates plus a spread, less the applicable servicing and guaranty fee (MBS margin).

^o Security purchased on a to-be-announced (TBA) basis.

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

At March 31, 2021, the Fund had the following futures contracts outstanding. See Note 3.

Futures Contracts

Description	Type	Number of Contracts	Notional Amount*	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
Interest rate contracts					
U.S. Treasury 10 Year Ultra Notes	Short	58	\$8,333,875	6/21/21	\$284,736
U.S. Treasury 2 Year Notes	Long	93	20,527,570	6/30/21	(18,277)
U.S. Treasury 5 Year Notes	Long	257	31,713,399	6/30/21	(379,385)
U.S. Treasury Long Bonds	Short	83	12,831,281	6/21/21	246,257
Total Futures Contracts					\$133,331

*As of period end.

At March 31, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

Forward Exchange Contracts

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts							
Canadian Dollar	JPHQ	Buy	1,350,000	1,071,288	4/12/21	\$2,885	\$—
Canadian Dollar	JPHQ	Sell	1,900,000	1,495,160	4/12/21	—	(16,640)
Japanese Yen	CITI	Buy	112,185,200	1,088,323	4/12/21	—	(75,069)
Japanese Yen	JPHQ	Buy	13,000,000	126,139	4/12/21	—	(8,724)
Japanese Yen	JPHQ	Sell	13,000,000	123,589	4/12/21	6,173	—
Singapore Dollar	JPHQ	Buy	1,350,000	1,018,945	4/12/21	—	(15,376)
Singapore Dollar	JPHQ	Sell	1,350,000	1,024,470	4/12/21	20,901	—
Turkish Lira	JPHQ	Buy	5,800,000	756,390	4/12/21	—	(57,751)
Euro	JPHQ	Buy	650,000	801,778	4/16/21	—	(39,416)
Euro	JPHQ	Sell	650,000	790,449	4/16/21	28,086	—
Canadian Dollar	JPHQ	Sell	1,100,000	879,414	5/11/21	4,115	—
Euro	JPHQ	Sell	2,680,000	3,180,490	5/14/21	35,344	—
Japanese Yen	JPHQ	Buy	317,000,000	2,913,657	5/14/21	—	(49,704)
Japanese Yen	JPHQ	Sell	110,000,000	1,008,214	5/14/21	14,414	—
Euro	JPHQ	Sell	500,000	597,259	6/17/21	10,036	—
Mexican Peso	JPHQ	Buy	7,500,000	362,480	6/21/21	1,306	—
Australian Dollar	JPHQ	Buy	1,200,000	924,072	6/28/21	—	(12,344)

Franklin Strategic Income VIP Fund (continued)

Forward Exchange Contracts (continued)

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts (continued)							
South Korean Won	JPHQ	Buy	1,050,000,000	949,582	6/28/21	\$—	\$(18,422)
Chinese Yuan	JPHQ	Buy	6,500,000	988,909	8/17/21	—	(8,998)
Total Forward Exchange Contracts						\$123,260	\$(302,444)
Net unrealized appreciation (depreciation)							\$(179,184)

* In U.S. dollars unless otherwise indicated.

^a May be comprised of multiple contracts with the same counterparty, currency and settlement date.

At March 31, 2021, the Fund had the following credit default swap contracts outstanding. See Note 3.

Credit Default Swap Contracts

Description	Periodic Payment Rate Received (Paid)	Payment Frequency	Counter-party	Maturity Date	Notional Amount ^(a)	Value	Unamortized Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)	Rating ^(b)
Centrally Cleared Swap Contracts									
Contracts to Sell Protection ^{(c)(d)}									
Traded Index									
CDX.NA.EM.33	1.00%	Quarterly		6/20/25	\$2,150,000	\$(43,076)	\$(69,935)	\$26,859	Investment Grade
Total Centrally Cleared Swap Contracts						\$(43,076)	\$(69,935)	\$26,859	
OTC Swap Contracts									
Contracts to Sell Protection ^{(c)(d)}									
Single Name									
Air France-KLM	5.00%	Quarterly	MSCO	12/20/25	660,000	(4,795)	738	(5,533)	NR
American Airlines Group, Inc.	5.00%	Quarterly	CITI	12/20/21	800,000	169	(38,656)	38,825	CCC
Carnival Corp.	1.00%	Quarterly	CITI	12/20/25	800,000	(93,771)	(118,121)	24,350	B-
Macy's, Inc.	1.00%	Quarterly	JPHQ	12/20/25	800,000	(103,305)	(140,696)	37,391	B
Royal Caribbean Cruises Ltd.	5.00%	Quarterly	BZWS	12/20/25	800,000	24,792	(22,499)	47,291	B
United Airlines Holdings, Inc.	5.00%	Quarterly	FBCO	12/20/25	584,000	23,900	(2,647)	26,547	B
Traded Index									
^(e) Citibank Bespoke Palma Index, Mezzanine Tranche 5-7%	2.30%	Quarterly	CITI	6/20/21	620,000	2,219	(—)	2,220	Non-Investment Grade
MCDX.NA.MAIN.31	1.00%	Quarterly	CITI	12/20/23	2,270,000	18,033	12,503	5,530	Investment Grade
^(e) Morgan Stanley Bespoke Pecan Index, Mezzanine Tranche 5-10%	3.98%	Quarterly	MSCO	12/20/21	850,000	(16,703)	—	(16,703)	Non-Investment Grade
^(e) Morgan Stanley Bespoke Pecan Index, Mezzanine Tranche 5-10%	4.10%	Quarterly	MSCO	12/20/21	850,000	(15,945)	—	(15,945)	Non-Investment Grade
Total OTC Swap Contracts						\$(165,406)	\$(309,379)	\$143,973	
Total Credit Default Swap Contracts						\$(208,482)	\$(379,314)	\$170,832	

Franklin Strategic Income VIP Fund (continued)

*Posting of collateral is required by either the Fund or the applicable counterparty if the total net exposure of all OTC derivatives with the applicable counterparty exceeds the minimum transfer amount, which typically ranges from \$100,000 to \$250,000, and can vary depending on the counterparty and the type of the agreement. The table below summarizes the cash and/or securities held as collateral for each applicable counterparty at period end.

Counterparty	Collateral Pledged (Received)
BZWS	\$30,000
JPHQ	360,000
MSCO	590,000
Total collateral	\$980,000

^(a) In U.S. dollars unless otherwise indicated. For contracts to sell protection, the notional amount is equal to the maximum potential amount of the future payments and no recourse provisions have been entered into in association with the contracts.

^(b) Based on Standard and Poor's (S&P) Rating for single name swaps and internal ratings for index swaps. Internal ratings based on mapping into equivalent ratings from external vendors.

^(c) Performance triggers for settlement of contract include default, bankruptcy or restructuring for single name swaps, and failure to pay or bankruptcy of the underlying securities for traded index swaps.

^(d) The fund enters contracts to sell protection to create a long credit position.

^(e) Represents a custom index comprised of a basket of underlying instruments.

At March 31, 2021, the Fund had the following cross-currency swap contracts outstanding. See Note 3.

Cross-Currency Swap Contracts

Description	Payment Frequency	Counter-party	Maturity Date	Notional Amount	Value/Unrealized Appreciation (Depreciation)
OTC Swap Contracts					
Receive Floating 3-month USD LIBOR + 2.87%	Quarterly			464,800 USD	
Pay Fixed 2.5%	Annual	CITI	5/04/21	400,000 EUR	\$(12,830)
Total Cross Currency Swap Contracts					\$(12,830)

At March 31, 2021, the Fund had the following inflation index swap contracts outstanding. See Note 3.

Inflation Index Swap Contracts

Description	Payment Frequency	Counter-party	Maturity Date	Notional Amount	Value	Unamortized Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)
Centrally Cleared Swap Contracts							
Receive variable change in USA CPI-U	At Maturity						
Pay Fixed 1.943%	At Maturity		1/15/29	\$3,700,000	\$157,472	\$—	\$157,472
Total Inflation Index Swap Contracts					\$157,472	\$—	\$157,472

At March 31, 2021, the Fund had the following total return swap contracts outstanding. See Note 3.

Franklin Strategic Income VIP Fund (continued)

Total Return Swap Contracts

Underlying Instruments	Financing Rate	Payment Frequency	Counter-party	Maturity Date	Notional Value*	Value/ Unrealized Appreciation (Depreciation)
OTC Swap Contracts						
Long^(a)						
Markit iBoxx USD Liquid Leveraged Loans Total	3-month					
Return Index	USD LIBOR	Quarterly	MSCO	6/20/21	325,000	\$3,048
Markit iBoxx USD Liquid Leveraged Loans Total	3-month					
Return Index	USD LIBOR	Quarterly	MSCO	6/20/21	325,000	2,592
Markit iBoxx USD Liquid Leveraged Loans Total	3-month					
Return Index	USD LIBOR	Quarterly	MSCO	6/20/21	240,000	1,712
Markit iBoxx USD Liquid Leveraged Loans Total	3-month					
Return Index	USD LIBOR	Quarterly	MSCO	9/20/21	410,000	3,803
Total Return Swap Contracts						<u>\$11,155</u>

* In U.S. dollars unless otherwise indicated.

^(a) The Fund receives the total return on the underlying instrument and pays a variable financing rate.

See Abbreviations on page 169.

Statement of Investments (unaudited), March 31, 2021

Franklin U.S. Government Securities VIP Fund

	Country	Principal Amount ^c	Value
Corporate Bonds 2.4%			
Diversified Financial Services 0.5%			
DY9 Leasing LLC, Secured Bond, 2.372%, 3/19/27	United States	1,891,304	\$1,987,354
Private Export Funding Corp., BB, Senior Bond, 4.3%, 12/15/21 . .	United States	1,865,000	1,917,693
			3,905,047
Oil, Gas & Consumable Fuels 1.9%			
Petroleos Mexicanos, Senior Bond, 2.378%, 4/15/25	Mexico	1,480,500	1,533,448
Reliance Industries Ltd.,			
Senior Bond, 2.512%, 1/15/26	India	6,562,500	6,874,654
Senior Note, 1.87%, 1/15/26	India	3,684,210	3,800,147
Senior Note, 2.06%, 1/15/26	India	3,125,000	3,238,382
			15,446,631
Total Corporate Bonds (Cost \$18,560,189)			19,351,678
Foreign Government and Agency Securities 1.7%			
Israel Government Bond, Senior Bond, 5.5%, 9/18/23	Israel	12,000,000	13,522,011
Total Foreign Government and Agency Securities (Cost \$12,855,615)			13,522,011
U.S. Government and Agency Securities 13.7%			
FHLB, 2.625%, 9/12/25	United States	10,000,000	10,797,665
New Valley Generation IV, 4.687%, 1/15/22	United States	160,544	162,709
Tennessee Valley Authority, 1.875%, 8/15/22	United States	6,000,000	6,140,187
U.S. Treasury Bonds, 2.5%, 2/15/46	United States	6,000,000	6,117,891
U.S. Treasury Notes,			
^a 0.125%, 7/15/24	United States	13,750,000	16,393,055
2.375%, 8/15/24	United States	22,000,000	23,420,117
2.25%, 8/15/27	United States	31,040,000	32,906,644
0.625%, 8/15/30	United States	8,500,000	7,704,453
United States International Development Finance Corp.,			
2.12%, 3/20/24	United States	5,500,000	5,659,836
4.01%, 5/15/30	United States	1,575,000	1,786,451
Total U.S. Government and Agency Securities (Cost \$107,698,386)			111,089,008
Mortgage-Backed Securities 78.5%			
^bFederal Home Loan Mortgage Corp. (FHLMC) Adjustable Rate 0.9%			
FHLMC, 2.529% - 3.064%, (12-month USD LIBOR +/- MBS Margin),			
3/01/36 - 4/01/40	United States	6,922,472	7,285,791
			7,285,791
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 12.0%			
FHLMC Gold Pools, 15 Year, 4.5%, 3/01/25 - 4/01/25	United States	448,605	472,512
FHLMC Gold Pools, 20 Year, 3.5%, 3/01/32	United States	1,794,696	1,935,480
FHLMC Gold Pools, 30 Year, 3%, 5/01/43	United States	255,429	271,779
FHLMC Gold Pools, 30 Year, 3.5%, 5/01/43	United States	42,636	46,245
FHLMC Gold Pools, 30 Year, 4%, 9/01/40 - 12/01/41	United States	3,357,721	3,700,181
FHLMC Gold Pools, 30 Year, 4.5%, 5/01/40 - 7/01/41	United States	1,208,403	1,359,368
FHLMC Gold Pools, 30 Year, 5%, 9/01/33 - 4/01/40	United States	3,403,875	3,957,426
FHLMC Gold Pools, 30 Year, 5.5%, 7/01/33 - 5/01/38	United States	669,529	784,730
FHLMC Gold Pools, 30 Year, 6%, 1/01/24 - 8/01/35	United States	523,173	602,974
FHLMC Gold Pools, 30 Year, 6.5%, 12/01/23 - 5/01/35	United States	198,657	224,086
FHLMC Gold Pools, 30 Year, 7%, 4/01/24 - 9/01/31	United States	70,274	77,343
FHLMC Gold Pools, 30 Year, 7.5%, 12/01/22	United States	118	119
FHLMC Gold Pools, 30 Year, 8%, 5/01/22	United States	461	473

Franklin U.S. Government Securities VIP Fund (continued)

	Country	Principal Amount ^a	Value
Mortgage-Backed Securities (continued)			
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate (continued)			
FHLMC Gold Pools, 30 Year, 8.5%, 7/01/31	United States	138,266	\$159,800
FHLMC Pool, 15 Year, 1.5%, 1/01/36	United States	5,862,667	5,896,453
FHLMC Pool, 15 Year, 2%, 10/01/35	United States	9,469,274	9,760,172
FHLMC Pool, 30 Year, 2%, 1/01/51	United States	5,892,856	5,888,554
FHLMC Pool, 30 Year, 2%, 11/01/50	United States	2,469,202	2,469,343
FHLMC Pool, 30 Year, 2.5%, 10/01/50	United States	7,986,727	8,240,091
FHLMC Pool, 30 Year, 2.5%, 11/01/50	United States	13,825,651	14,204,991
FHLMC Pool, 30 Year, 2.5%, 12/01/50	United States	5,943,581	6,106,658
FHLMC Pool, 30 Year, 3%, 8/01/50	United States	5,670,465	6,034,744
^c FHLMC Pool, 30 Year, 3%, 4/01/51	United States	19,080,528	20,012,452
FHLMC Pool, 30 Year, 4.5%, 1/01/49	United States	4,778,318	5,344,258
			<hr/> 97,550,232
^b Federal National Mortgage Association (FNMA) Adjustable Rate 2.8%			
FNMA, 2.745%, (12-month USD LIBOR +/- MBS Margin), 9/01/37 .	United States	7,219,742	7,664,502
FNMA, 1.175% - 5.215%, (6-month USD LIBOR +/- MBS Margin), 6/01/21 - 10/01/44	United States	15,060,659	15,763,663
			<hr/> 23,428,165
Federal National Mortgage Association (FNMA) Fixed Rate 13.5%			
FNMA, 2.64%, 7/01/25	United States	2,381,984	2,534,942
FNMA, 2.77%, 4/01/25	United States	3,500,000	3,742,069
FNMA, 3.28%, 7/01/27	United States	4,000,000	4,384,132
FNMA, 3.51%, 8/01/23	United States	3,000,000	3,170,255
FNMA, 5.5%, 4/01/34	United States	544,629	581,677
FNMA, 15 Year, 2%, 9/01/35	United States	6,888,345	7,102,542
FNMA, 15 Year, 5.5%, 1/01/25	United States	241,398	251,467
FNMA, 30 Year, 2.5%, 11/01/50	United States	17,316,220	17,791,332
FNMA, 30 Year, 3%, 7/01/50	United States	11,885,735	12,419,212
FNMA, 30 Year, 3%, 8/01/50	United States	16,580,208	17,553,051
FNMA, 30 Year, 3%, 4/01/51	United States	5,964,283	6,257,364
FNMA, 30 Year, 3%, 12/01/42	United States	97,065	101,972
FNMA, 30 Year, 3.5%, 7/01/45	United States	16,824,444	18,101,893
FNMA, 30 Year, 4%, 1/01/41 - 8/01/41	United States	3,876,410	4,271,529
FNMA, 30 Year, 4.5%, 8/01/40 - 6/01/41	United States	3,937,941	4,455,575
FNMA, 30 Year, 5%, 3/01/34 - 7/01/41	United States	2,525,353	2,921,833
FNMA, 30 Year, 5.5%, 12/01/32 - 8/01/35	United States	1,281,403	1,483,238
FNMA, 30 Year, 6%, 1/01/24 - 8/01/38	United States	1,323,386	1,525,059
FNMA, 30 Year, 6.5%, 1/01/24 - 9/01/36	United States	175,885	201,250
FNMA, 30 Year, 7.5%, 4/01/23 - 8/01/25	United States	6,177	6,365
FNMA, 30 Year, 8%, 3/01/23 - 12/01/24	United States	20,012	20,362
FNMA, 30 Year, 8.5%, 6/01/21	United States	2	2
FNMA, 30 Year, 9%, 10/01/26	United States	37,219	37,792
			<hr/> 108,914,913
Government National Mortgage Association (GNMA) Fixed Rate 49.3%			
GNMA I, 30 Year, 5%, 9/15/40	United States	12,465,533	14,400,476
GNMA I, 30 Year, 5.5%, 3/15/32 - 2/15/38	United States	374,389	439,876
GNMA I, 30 Year, 6%, 7/15/29 - 11/15/38	United States	306,402	366,751
GNMA I, 30 Year, 6.5%, 12/15/28 - 1/15/33	United States	150,528	175,912
GNMA I, 30 Year, 7%, 12/15/28	United States	8,678	9,958
GNMA I, 30 Year, 7.5%, 12/15/31 - 8/15/33	United States	161,277	188,644
GNMA I, 30 Year, 10%, 8/15/21	United States	6	6
GNMA I, Single-family, 30 Year, 3%, 7/15/42	United States	265,724	280,567
GNMA I, Single-family, 30 Year, 4%, 10/15/40 - 8/15/46	United States	5,512,620	6,079,622
GNMA I, Single-family, 30 Year, 4.5%, 1/15/39 - 6/15/41	United States	8,191,518	9,343,606
GNMA I, Single-family, 30 Year, 5.5%, 12/15/28 - 10/15/39	United States	2,771,690	3,166,537

Franklin U.S. Government Securities VIP Fund (continued)

	Country	Principal Amount ¹	Value
Mortgage-Backed Securities (continued)			
Government National Mortgage Association (GNMA) Fixed Rate (continued)			
GNMA I, Single-family, 30 Year, 6%, 11/15/23 - 9/15/38	United States	1,243,769	\$1,436,279
GNMA I, Single-family, 30 Year, 6.5%, 7/15/23 - 5/15/37	United States	654,576	735,336
GNMA I, Single-family, 30 Year, 7%, 10/15/22 - 1/15/32	United States	126,910	130,983
GNMA I, Single-family, 30 Year, 7.5%, 2/15/22 - 11/15/27	United States	40,163	40,853
GNMA I, Single-family, 30 Year, 8%, 1/15/22 - 7/15/23	United States	21,197	21,394
GNMA I, Single-family, 30 Year, 8.5%, 5/15/23 - 12/15/24	United States	17,255	17,477
GNMA II, 30 Year, 6.5%, 4/20/34	United States	29,070	29,274
GNMA II, Single-family, 30 Year, 2%, 11/20/50	United States	6,108,930	6,175,267
GNMA II, Single-family, 30 Year, 2.5%, 10/20/50	United States	14,720,341	15,203,542
GNMA II, Single-family, 30 Year, 2.5%, 11/20/50	United States	6,054,050	6,253,333
GNMA II, Single-family, 30 Year, 2.5%, 1/20/51	United States	39,764,413	41,078,793
GNMA II, Single-family, 30 Year, 2.5%, 3/20/51	United States	13,252,000	13,692,131
GNMA II, Single-family, 30 Year, 3%, 9/20/45	United States	4,672,663	4,947,574
GNMA II, Single-family, 30 Year, 3%, 4/20/46	United States	12,185,157	12,873,233
GNMA II, Single-family, 30 Year, 3%, 7/20/50	United States	14,178,062	14,782,786
GNMA II, Single-family, 30 Year, 3%, 12/20/50	United States	10,782,525	11,377,574
GNMA II, Single-family, 30 Year, 3%, 1/20/51	United States	10,012,316	10,491,941
GNMA II, Single-family, 30 Year, 3%, 2/20/51	United States	19,920,382	20,991,148
GNMA II, Single-family, 30 Year, 3%, 3/20/51	United States	22,861,000	24,079,107
GNMA II, Single-family, 30 Year, 3%, 12/20/42 - 2/20/45	United States	1,100,540	1,167,907
GNMA II, Single-family, 30 Year, 3.5%, 9/20/42	United States	10,786,604	11,719,259
GNMA II, Single-family, 30 Year, 3.5%, 11/20/42	United States	6,510,109	7,072,246
GNMA II, Single-family, 30 Year, 3.5%, 12/20/42	United States	5,048,917	5,484,879
GNMA II, Single-family, 30 Year, 3.5%, 1/20/43	United States	8,585,102	9,232,045
GNMA II, Single-family, 30 Year, 3.5%, 4/20/43	United States	3,744,082	4,067,591
GNMA II, Single-family, 30 Year, 3.5%, 5/20/43	United States	6,951,408	7,549,523
GNMA II, Single-family, 30 Year, 3.5%, 5/20/47	United States	20,832,623	22,232,568
GNMA II, Single-family, 30 Year, 3.5%, 9/20/47	United States	36,818,466	39,138,031
GNMA II, Single-family, 30 Year, 3.5%, 11/20/47	United States	9,854,978	10,512,416
GNMA II, Single-family, 30 Year, 3.5%, 12/20/40 - 10/20/47	United States	17,493,352	18,945,518
GNMA II, Single-family, 30 Year, 4%, 11/20/39 - 2/20/44	United States	11,732,518	12,998,587
GNMA II, Single-family, 30 Year, 4.5%, 10/20/39 - 10/20/44	United States	15,470,789	17,364,780
GNMA II, Single-family, 30 Year, 5%, 9/20/33 - 6/20/44	United States	6,406,358	7,340,426
GNMA II, Single-family, 30 Year, 5.5%, 5/20/34 - 6/20/38	United States	2,665,573	3,113,560
GNMA II, Single-family, 30 Year, 6%, 11/20/23 - 7/20/39	United States	1,738,645	2,045,923
GNMA II, Single-family, 30 Year, 6.5%, 12/20/27 - 4/20/32	United States	239,617	279,296
GNMA II, Single-family, 30 Year, 7%, 5/20/32	United States	5,211	6,264
GNMA II, Single-family, 30 Year, 7.5%, 9/20/22 - 11/20/26	United States	31,679	34,544
GNMA II, Single-family, 30 Year, 8%, 8/20/26	United States	2,442	2,730
			399,118,073
Total Mortgage-Backed Securities (Cost \$629,959,187)			636,297,174
Total Long Term Investments (Cost \$769,073,377)			780,259,871

Franklin U.S. Government Securities VIP Fund (continued)

Short Term Investments 4.2%

	Principal Amount*	Value
Repurchase Agreements 4.2%		
^d Joint Repurchase Agreement, 0.004%, 4/01/21 (Maturity Value \$33,636,371)		
BNP Paribas Securities Corp. (Maturity Value \$19,612,695)		
Deutsche Bank Securities, Inc. (Maturity Value \$4,707,410)		
HSBC Securities (USA), Inc. (Maturity Value \$9,316,266)		
Collateralized by U.S. Government Agency Securities, 2.25% - 5%, 9/20/42 - 3/15/56; U.S. Treasury Bonds, 6.25% - 8.13%, 5/15/21 - 2/15/25; and U.S. Treasury Note, 1.63%, 11/15/22 (valued at \$34,325,165)	33,636,367	\$33,636,367
Total Repurchase Agreements (Cost \$33,636,367)		33,636,367
Total Short Term Investments (Cost \$33,636,367)		33,636,367
Total Investments (Cost \$802,709,744) 100.5%		\$813,896,238
Other Assets, less Liabilities (0.5%)		(3,456,811)
Net Assets 100.0%		\$810,439,427

See Abbreviations on page 169

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

^aPrincipal amount of security is adjusted for inflation.

^bAdjustable Rate Mortgage-Backed Security (ARM); the rate shown is the effective rate at period end. ARM rates are not based on a published reference rate and spread, but instead pass-through weighted average interest income inclusive of any caps or floors, if applicable, from the underlying mortgage loans in which the majority of mortgages pay interest based on the index shown at their designated reset dates plus a spread, less the applicable servicing and guaranty fee (MBS margin).

^cA portion or all of the security purchased on a delayed delivery basis.

^dInvestment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At March 31, 2021, all repurchase agreements had been entered into on that date.

Statement of Investments (unaudited), March 31, 2021

Franklin VolSmart Allocation VIP Fund

	Country	Shares	Value
Common Stocks 66.7%			
Aerospace & Defense 1.8%			
BWX Technologies, Inc.	United States	423	\$27,893
General Dynamics Corp.	United States	4,700	853,332
Huntington Ingalls Industries, Inc.	United States	435	89,545
Lockheed Martin Corp.	United States	1,718	634,801
Northrop Grumman Corp.	United States	946	306,163
Raytheon Technologies Corp.	United States	20,945	1,618,420
			<u>3,530,154</u>
Air Freight & Logistics 1.1%			
CH Robinson Worldwide, Inc.	United States	1,593	152,020
Expeditors International of Washington, Inc.	United States	1,934	208,272
United Parcel Service, Inc., B	United States	11,227	1,908,478
			<u>2,268,770</u>
Auto Components 0.0%[†]			
Gentex Corp.	United States	3,021	107,759
Banks 0.5%			
Associated Banc-Corp.	United States	380	8,109
JPMorgan Chase & Co.	United States	3,785	576,191
People's United Financial, Inc.	United States	1,113	19,923
Wells Fargo & Co.	United States	9,303	363,468
			<u>967,691</u>
Beverages 1.4%			
^a Boston Beer Co., Inc. (The), A.	United States	43	51,870
Brown-Forman Corp., A.	United States	543	34,573
Brown-Forman Corp., B	United States	1,105	76,212
Coca-Cola Co. (The)	United States	12,138	639,794
^a Monster Beverage Corp.	United States	3,835	349,330
PepsiCo, Inc.	United States	11,812	1,670,807
			<u>2,822,586</u>
Biotechnology 1.8%			
AbbVie, Inc.	United States	11,917	1,289,658
Amgen, Inc.	United States	2,786	693,185
^a Biogen, Inc.	United States	1,758	491,800
^a Exelixis, Inc.	United States	2,889	65,263
Gilead Sciences, Inc.	United States	8,805	569,067
^a Regeneron Pharmaceuticals, Inc.	United States	624	295,239
^a Vertex Pharmaceuticals, Inc.	United States	1,207	259,372
			<u>3,663,584</u>
Building Products 0.7%			
A O Smith Corp.	United States	605	40,904
Allegion plc.	United States	538	67,583
Johnson Controls International plc.	United States	19,692	1,175,022
Lennox International, Inc.	United States	257	80,079
Trane Technologies plc.	United States	600	99,336
^a Trex Co., Inc.	United States	541	49,523
			<u>1,512,447</u>
Capital Markets 1.2%			
Evercore, Inc., A	United States	173	22,791
FactSet Research Systems, Inc.	United States	445	137,323
Invesco Ltd.	United States	3,377	85,168
Lazard Ltd., A	United States	1,200	52,212
MarketAxess Holdings, Inc.	United States	422	210,122

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Capital Markets (continued)			
Moody's Corp.	United States	1,298	\$387,596
Morningstar, Inc.	United States	206	46,358
Nasdaq, Inc.	United States	4,770	703,384
S&P Global, Inc.	United States	1,540	543,420
SEI Investments Co.	United States	1,139	69,399
T Rowe Price Group, Inc.	United States	1,419	243,500
			<hr/> 2,501,273
Chemicals 4.1%			
Air Products and Chemicals, Inc.	United States	8,810	2,478,605
Albemarle Corp.	United States	9,610	1,404,117
Celanese Corp.	United States	860	128,837
Eastman Chemical Co.	United States	1,173	129,171
Ecolab, Inc.	United States	5,160	1,104,601
Huntsman Corp.	United States	907	26,149
Linde plc.	United Kingdom	8,400	2,353,176
LyondellBasell Industries NV, A.	United States	3,508	365,007
NewMarket Corp.	United States	84	31,933
Sherwin-Williams Co. (The).	United States	100	73,801
Valvoline, Inc.	United States	1,311	34,178
			<hr/> 8,129,575
Commercial Services & Supplies 0.9%			
Cintas Corp.	United States	4,296	1,466,268
^a Copart, Inc.	United States	2,265	246,002
Rollins, Inc.	United States	2,642	90,937
			<hr/> 1,803,207
Communications Equipment 0.6%			
^a Arista Networks, Inc.	United States	264	79,699
Cisco Systems, Inc.	United States	14,485	749,019
^a F5 Networks, Inc.	United States	696	145,200
Motorola Solutions, Inc.	United States	1,768	332,472
			<hr/> 1,306,390
Consumer Finance 0.0%[†]			
Santander Consumer USA Holdings, Inc.	United States	941	25,463
Containers & Packaging 0.2%			
Ardagh Group SA	United States	46	1,169
Avery Dennison Corp.	United States	380	69,787
International Paper Co.	United States	1,032	55,800
Packaging Corp. of America	United States	934	125,605
Sonoco Products Co.	United States	1,061	67,161
			<hr/> 319,522
Distributors 0.1%			
Pool Corp.	United States	448	154,668
Diversified Consumer Services 0.0%[†]			
^a Grand Canyon Education, Inc.	United States	205	21,955
H&R Block, Inc.	United States	2,532	55,198
			<hr/> 77,153
Diversified Financial Services 0.0%[†]			
Jefferies Financial Group, Inc.	United States	990	29,799

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Diversified Telecommunication Services 0.6%			
AT&T, Inc.	United States	21,695	\$656,708
Lumen Technologies, Inc.	United States	2,785	37,180
Verizon Communications, Inc.	United States	10,354	602,085
			1,295,973
Electric Utilities 1.2%			
Alliant Energy Corp.	United States	2,399	129,930
American Electric Power Co., Inc.	United States	2,793	236,567
Eversource Energy	United States	1,842	109,654
Hawaiian Electric Industries, Inc.	United States	3,108	269,122
NextEra Energy, Inc.	United States	1,113	49,451
PPL Corp.	United States	8,376	633,309
Southern Co. (The)	United States	6,271	180,856
Xcel Energy, Inc.	United States	8,503	528,546
		3,056	203,255
			2,340,690
Electrical Equipment 0.8%			
Eaton Corp. plc.	United States	994	137,450
Emerson Electric Co.	United States	6,400	577,408
^a Generac Holdings, Inc.	United States	245	80,225
GrafTech International Ltd.	United States	479	5,858
Hubbell, Inc.	United States	134	25,043
nVent Electric plc	United States	13,900	387,949
Rockwell Automation, Inc.	United States	1,326	351,974
			1,565,907
Electronic Equipment, Instruments & Components 0.0%[†]			
^a Vontier Corp.	United States	307	9,293
Entertainment 0.2%			
Activision Blizzard, Inc.	United States	3,403	316,479
Electronic Arts, Inc.	United States	1,349	182,614
			499,093
Equity Real Estate Investment Trusts (REITs) 0.8%			
CoreSite Realty Corp.	United States	176	21,094
EPR Properties	United States	827	38,530
Extra Space Storage, Inc.	United States	312	41,356
Gaming and Leisure Properties, Inc.	United States	21	891
Kimco Realty Corp.	United States	3,961	74,269
National Retail Properties, Inc.	United States	1,917	84,482
Omega Healthcare Investors, Inc.	United States	572	20,952
Public Storage	United States	1,949	480,935
Realty Income Corp.	United States	3,496	221,996
Simon Property Group, Inc.	United States	2,976	338,580
Spirit Realty Capital, Inc.	United States	1,166	49,555
STORE Capital Corp.	United States	2,228	74,638
VICI Properties, Inc.	United States	1,396	39,423
WP Carey, Inc.	United States	1,599	113,145
			1,599,846
Food & Staples Retailing 1.4%			
Casey's General Stores, Inc.	United States	374	80,855
Costco Wholesale Corp.	United States	1,621	571,370
Kroger Co. (The)	United States	6,534	235,159
^a Sprouts Farmers Market, Inc.	United States	1,083	28,829
Walgreens Boots Alliance, Inc.	United States	7,220	396,378

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Food & Staples Retailing (continued)			
Walmart, Inc.	United States	11,118	\$1,510,158
			2,822,749
Food Products 1.2%			
Campbell Soup Co.	United States	857	43,081
Flowers Foods, Inc.	United States	2,066	49,171
General Mills, Inc.	United States	6,966	427,155
Hershey Co. (The)	United States	1,883	297,815
Hormel Foods Corp.	United States	3,241	154,855
Ingredion, Inc.	United States	698	62,764
J M Smucker Co. (The)	United States	1,011	127,922
Kellogg Co.	United States	2,101	132,993
McCormick & Co., Inc.	United States	10,400	927,264
Tyson Foods, Inc., A	United States	3,078	228,696
			2,451,716
Gas Utilities 0.1%			
Atmos Energy Corp.	United States	1,206	119,213
Health Care Equipment & Supplies 5.1%			
Abbott Laboratories.	United States	12,560	1,505,190
^a ABIOMED, Inc.	United States	197	62,790
^a Align Technology, Inc.	United States	396	214,446
Becton Dickinson and Co.	United States	6,800	1,653,420
^a IDEXX Laboratories, Inc.	United States	263	128,689
Medtronic plc	United States	15,600	1,842,828
^a Quidel Corp.	United States	99	12,665
ResMed, Inc.	United States	1,570	304,611
Stryker Corp.	United States	10,200	2,484,516
West Pharmaceutical Services, Inc.	United States	7,054	1,987,676
			10,196,831
Health Care Providers & Services 1.4%			
Chemed Corp.	United States	158	72,652
CVS Health Corp.	United States	5,550	417,526
Humana, Inc.	United States	581	243,584
Premier, Inc., A	United States	553	18,719
Quest Diagnostics, Inc.	United States	331	42,481
UnitedHealth Group, Inc.	United States	5,342	1,987,598
			2,782,560
Health Care Technology 0.2%			
Cerner Corp.	United States	3,042	218,659
^a Veeva Systems, Inc., A	United States	630	164,581
			383,240
Hotels, Restaurants & Leisure 1.2%			
Domino's Pizza, Inc.	United States	486	178,746
McDonald's Corp.	United States	8,056	1,805,672
Yum! Brands, Inc.	United States	3,809	412,057
			2,396,475
Household Durables 0.3%			
DR Horton, Inc.	United States	1,944	173,249
Garmin Ltd.	United States	1,629	214,784
^a NVR, Inc.	United States	35	164,882

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Household Durables (continued)			
PulteGroup, Inc.	United States	1,979	\$103,779
			656,694
Household Products 1.8%			
Church & Dwight Co., Inc.	United States	2,784	243,183
Clorox Co. (The)	United States	1,642	316,709
Colgate-Palmolive Co.	United States	17,339	1,366,833
Procter & Gamble Co. (The)	United States	12,661	1,714,679
			3,641,404
Industrial Conglomerates 3.4%			
3M Co.	United States	3,579	689,602
Carlisle Cos., Inc.	United States	3,160	520,073
Honeywell International, Inc.	United States	11,659	2,530,819
Roper Technologies, Inc.	United States	7,440	3,000,849
			6,741,343
Insurance 0.5%			
Aflac, Inc.	United States	2,440	124,879
American National Group, Inc.	United States	84	9,061
Erie Indemnity Co., A.	United States	2,740	605,294
Progressive Corp. (The)	United States	2,628	251,263
			990,497
Interactive Media & Services 0.8%			
^a Alphabet, Inc., A	United States	177	365,066
^a Alphabet, Inc., C	United States	172	355,804
^a Facebook, Inc., A	United States	2,252	663,282
^a Match Group, Inc.	United States	949	130,374
			1,514,526
Internet & Direct Marketing Retail 0.1%			
eBay, Inc.	United States	1,683	103,067
Qurate Retail, Inc., A.	United States	1,010	11,878
			114,945
IT Services 4.5%			
Accenture plc, A	United States	12,217	3,374,946
^a Akamai Technologies, Inc.	United States	708	72,145
Amdocs Ltd.	United States	1,494	104,804
Automatic Data Processing, Inc.	United States	3,575	673,780
Broadridge Financial Solutions, Inc.	United States	1,329	203,470
Cognizant Technology Solutions Corp., A.	United States	4,948	386,538
International Business Machines Corp.	United States	5,082	677,227
Jack Henry & Associates, Inc.	United States	886	134,424
Mastercard, Inc., A	United States	1,862	662,965
Paychex, Inc.	United States	3,874	379,730
Visa, Inc., A.	United States	10,638	2,252,384
Western Union Co. (The).	United States	1,120	27,619
			8,950,032
Life Sciences Tools & Services 0.4%			
^a Bio-Rad Laboratories, Inc., A.	United States	55	31,414
^a Mettler-Toledo International, Inc.	United States	277	320,126
Thermo Fisher Scientific, Inc.	United States	994	453,642

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Life Sciences Tools & Services (continued)			
^a Waters Corp.	United States	324	\$92,071
			897,253
Machinery 2.0%			
Allison Transmission Holdings, Inc.	United States	975	39,809
Cummins, Inc.	United States	1,685	436,600
Donaldson Co., Inc.	United States	7,530	437,945
Dover Corp.	United States	7,744	1,061,935
Graco, Inc.	United States	1,809	129,561
Illinois Tool Works, Inc.	United States	2,547	564,211
Lincoln Electric Holdings, Inc.	United States	254	31,227
Otis Worldwide Corp.	United States	1,752	119,924
PACCAR, Inc.	United States	2,427	225,517
Pentair plc	United States	12,300	766,536
Snap-on, Inc.	United States	466	107,525
Toro Co. (The)	United States	1,248	128,719
			4,049,509
Media 0.5%			
Comcast Corp., A	United States	12,379	669,828
Interpublic Group of Cos., Inc. (The)	United States	3,567	104,156
Omnicom Group, Inc.	United States	2,383	176,700
			950,684
Metals & Mining 0.3%			
Newmont Corp.	United States	3,456	208,293
Nucor Corp.	United States	2,166	173,865
Reliance Steel & Aluminum Co.	United States	389	59,241
Southern Copper Corp.	Peru	202	13,710
Steel Dynamics, Inc.	United States	1,689	85,733
			540,842
Multiline Retail 1.5%			
Dollar General Corp.	United States	2,641	535,119
Target Corp.	United States	12,241	2,424,575
			2,959,694
Multi-Utilities 0.7%			
Ameren Corp.	United States	2,017	164,103
Consolidated Edison, Inc.	United States	3,360	251,328
Dominion Energy, Inc.	United States	5,903	448,392
Public Service Enterprise Group, Inc.	United States	5,480	329,951
WEC Energy Group, Inc.	United States	1,369	128,125
			1,321,899
Oil, Gas & Consumable Fuels 0.7%			
Cabot Oil & Gas Corp.	United States	3,382	63,514
Chevron Corp.	United States	5,990	627,692
EOG Resources, Inc.	United States	4,930	357,573
Exxon Mobil Corp.	United States	5,900	329,397
			1,378,176
Personal Products 0.4%			
Estee Lauder Cos., Inc. (The), A	United States	2,473	719,272
Nu Skin Enterprises, Inc., A.	United States	538	28,455
			747,727

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Pharmaceuticals 2.8%			
Bristol-Myers Squibb Co.	United States	10,040	\$633,825
Eli Lilly and Co.	United States	4,291	801,645
^a Horizon Therapeutics plc.	United States	883	81,271
Johnson & Johnson	United States	12,195	2,004,248
Merck & Co., Inc.	United States	7,679	591,974
Pfizer, Inc.	United States	29,929	1,084,328
Zoetis, Inc.	United States	2,105	331,496
			5,528,787
Professional Services 0.2%			
Booz Allen Hamilton Holding Corp.	United States	1,054	84,879
CoreLogic, Inc.	United States	192	15,216
^a FTI Consulting, Inc.	United States	149	20,876
Robert Half International, Inc.	United States	1,482	115,700
Verisk Analytics, Inc.	United States	693	122,446
			359,117
Road & Rail 1.0%			
JB Hunt Transport Services, Inc.	United States	960	161,347
Landstar System, Inc.	United States	425	70,151
Norfolk Southern Corp.	United States	3,800	1,020,376
Old Dominion Freight Line, Inc.	United States	653	156,988
Schneider National, Inc., B	United States	262	6,542
Union Pacific Corp.	United States	3,032	668,283
			2,083,687
Semiconductors & Semiconductor Equipment 5.5%			
Analog Devices, Inc.	United States	14,314	2,219,815
Applied Materials, Inc.	United States	7,434	993,182
^a Cirrus Logic, Inc.	United States	245	20,774
Intel Corp.	United States	13,031	833,984
KLA Corp.	United States	1,708	564,323
Lam Research Corp.	United States	1,353	805,360
Maxim Integrated Products, Inc.	United States	3,094	282,699
Monolithic Power Systems, Inc.	United States	206	72,761
NVIDIA Corp.	United States	1,143	610,282
QUALCOMM, Inc.	United States	4,200	556,878
Skyworks Solutions, Inc.	United States	2,114	387,877
Teradyne, Inc.	United States	417	50,741
Texas Instruments, Inc.	United States	17,255	3,261,022
Xilinx, Inc.	United States	2,911	360,673
			11,020,371
Software 4.5%			
^a Adobe, Inc.	United States	1,298	617,030
^a Aspen Technology, Inc.	United States	593	85,588
^a Cadence Design Systems, Inc.	United States	2,285	313,022
Citrix Systems, Inc.	United States	1,011	141,904
^a Fair Isaac Corp.	United States	121	58,812
^a Fortinet, Inc.	United States	575	106,042
Intuit, Inc.	United States	1,768	677,250
Microsoft Corp.	United States	26,923	6,347,636
Oracle Corp.	United States	8,108	568,938
^a Tyler Technologies, Inc.	United States	175	74,293
^a VMware, Inc., A.	United States	321	48,294
			9,038,809

Franklin VolSmart Allocation VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Specialty Retail 2.8%			
^a AutoZone, Inc.	United States	221	\$310,350
Best Buy Co., Inc.	United States	2,725	312,857
Foot Locker, Inc.	United States	1,353	76,106
Lowe's Cos., Inc.	United States	8,100	1,540,458
^a O'Reilly Automotive, Inc.	United States	823	417,467
Ross Stores, Inc.	United States	15,111	1,811,960
TJX Cos., Inc. (The)	United States	9,757	645,426
Tractor Supply Co.	United States	1,366	241,891
Williams-Sonoma, Inc.	United States	949	170,061
			5,526,576
Technology Hardware, Storage & Peripherals 0.7%			
Apple, Inc.	United States	5,106	623,698
^a Dell Technologies, Inc., C	United States	684	60,295
HP, Inc.	United States	17,926	569,150
NetApp, Inc.	United States	2,476	179,931
Xerox Holdings Corp.	United States	765	18,566
			1,451,640
Textiles, Apparel & Luxury Goods 1.3%			
^a Carter's, Inc.	United States	457	40,641
Hanesbrands, Inc.	United States	2,566	50,473
^a Lululemon Athletica, Inc.	United States	1,263	387,375
NIKE, Inc., B.	United States	16,155	2,146,838
			2,625,327
Tobacco 0.7%			
Altria Group, Inc.	United States	14,304	731,793
Philip Morris International, Inc.	United States	8,310	737,429
			1,469,222
Trading Companies & Distributors 0.7%			
Fastenal Co.	United States	6,942	349,044
MSC Industrial Direct Co., Inc., A.	United States	477	43,020
Watsco, Inc.	United States	335	87,351
WW Grainger, Inc.	United States	2,175	872,023
			1,351,438
Total Common Stocks (Cost \$80,918,778)			133,593,826
Management Investment Companies 31.3%			
Capital Markets 31.3%			
^{a,b} Franklin Income VIP Fund, Class 1	United States	1,183,040	19,756,771
^b Franklin Liberty U.S. Core Bond ETF.	United States	1,184,800	29,833,264
^b Franklin Low Duration Total Return Fund, Class R6	United States	481,480	4,655,909
^b Franklin Strategic Income Fund, Class R6	United States	891,123	8,367,642
			62,613,586
Total Management Investment Companies (Cost \$63,104,176)			62,613,586
Total Long Term Investments (Cost \$144,022,954)			196,207,412

Franklin VolSmart Allocation VIP Fund (continued)

Short Term Investments 2.0%

	Country	Shares	Value
Money Market Funds 2.0%			
^{b,c} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	4,101,656	\$4,101,656
Total Money Market Funds (Cost \$4,101,656)			4,101,656
Total Short Term Investments (Cost \$4,101,656)			4,101,656
Total Investments (Cost \$148,124,610) 100.0%			\$200,309,068
Other Assets, less Liabilities 0.0%[†]			(61,611)
Net Assets 100.0%			\$200,247,457

See Abbreviations on page 169 .

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

^aNon-income producing.

^bSee Note 8 regarding investments in FT Underlying Funds.

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

At March 31, 2021, the Fund had the following futures contracts outstanding. See Note 3.

Futures Contracts

Description	Type	Number of Contracts	Notional Amount*	Expiration Date	Value/ Unrealized Appreciation (Depreciation)
Equity contracts					
S&P 500 E-Mini Index	Short	43	\$8,529,910	6/18/21	\$(21,251)
Total Futures Contracts					\$(21,251)

*As of period end.

At March 31, 2021, the Fund had the following total return swap contracts outstanding. See Note 3.

Total Return Swap Contracts

Underlying Instruments	Financing Rate	Payment Frequency	Counter-party	Maturity Date	Notional Value*	Value/ Unrealized Appreciation (Depreciation)
OTC Swap Contracts						
Long						
Dynamic VIX Backwardation (BEFSDVB1 Index)	—	Monthly	BZWS	5/28/21	3,500,000	\$(1,003)
Total Return Swap Contracts						\$(1,003)

*In U.S. dollars unless otherwise indicated.

Statement of Investments (unaudited), March 31, 2021

Templeton Developing Markets VIP Fund

	Industry	Shares	Value
Common Stocks 97.2%			
Brazil 3.0%			
^a B2W Cia Digital.	Internet & Direct Marketing Retail	76,800	\$828,851
B3 SA - Brasil Bolsa Balcao	Capital Markets	226,117	2,194,086
^a Lojas Americanas SA	Multiline Retail	582,936	2,154,036
^a M Dias Branco SA.	Food Products	106,200	579,204
Vale SA.	Metals & Mining	266,919	4,645,595
			10,401,772
Cambodia 0.5%			
NagaCorp Ltd.	Hotels, Restaurants & Leisure	1,371,750	1,626,301
China 28.1%			
^a Alibaba Group Holding Ltd.	Internet & Direct Marketing Retail	1,057,845	30,056,348
^b BAIC Motor Corp. Ltd., H, 144A, Reg S	Automobiles	1,686,100	541,842
^a Baidu, Inc., ADR	Interactive Media & Services	12,214	2,657,156
^c Brilliance China Automotive Holdings Ltd.	Automobiles	7,756,600	6,555,253
China Merchants Bank Co. Ltd., A.	Banks	340,000	2,661,081
China Merchants Bank Co. Ltd., H.	Banks	606,700	4,648,073
China Resources Cement Holdings Ltd.	Construction Materials	2,895,000	3,265,625
China Resources Land Ltd.	Real Estate Management & Development	248,453	1,210,924
COSCO SHIPPING Ports Ltd.	Transportation Infrastructure	286,759	209,262
^a Daqo New Energy Corp., ADR	Semiconductors & Semiconductor Equipment	25,771	1,945,710
^d Flat Glass Group Co. Ltd., H	Semiconductors & Semiconductor Equipment	298,117	910,205
Health & Happiness H&H International Holdings Ltd.	Food Products	431,300	1,639,898
Longshine Technology Group Co. Ltd., A	Software	292,300	699,884
NetEase, Inc., ADR	Entertainment	21,265	2,195,824
Ping An Bank Co. Ltd., A.	Banks	802,600	2,702,883
Ping An Insurance Group Co. of China Ltd., A	Insurance	174,747	2,104,967
Ping An Insurance Group Co. of China Ltd., H	Insurance	41,852	500,610
^a Prosus NV	Internet & Direct Marketing Retail	32,057	3,566,959
Tencent Holdings Ltd.	Interactive Media & Services	337,501	26,935,303
^a Tencent Music Entertainment Group, ADR	Entertainment	16,816	344,560
Uni-President China Holdings Ltd.	Food Products	1,520,451	1,849,986
Weifu High-Tech Technology Group Co. Ltd., B	Auto Components	306,139	620,189
			97,822,542
Czech Republic 0.3%			
^{b,c} Moneta Money Bank A/S, 144A, Reg S	Banks	258,479	929,154
Hungary 0.8%			
Richter Gedeon Nyrt.	Pharmaceuticals	101,614	2,994,909
India 6.4%			
ACC Ltd.	Construction Materials	9,600	250,558
Apollo Hospitals Enterprise Ltd.	Health Care Providers & Services	10,012	398,205
^a Bajaj Holdings & Investment Ltd.	Diversified Financial Services	63,532	2,868,934
Coal India Ltd.	Oil, Gas & Consumable Fuels	280,262	501,070
^a CICI Bank Ltd.	Banks	1,579,654	12,630,327
Infosys Ltd.	IT Services	296,276	5,556,742
			22,205,836
Indonesia 0.6%			
Astra International Tbk. PT	Automobiles	5,624,400	2,049,778

Templeton Developing Markets VIP Fund (continued)

	Industry	Shares	Value
Common Stocks (continued)			
Mexico 1.5%			
^a Banco Santander Mexico SA Institucion de Banca Multiple Grupo Financiero Santand, ADR	Banks	840,830	\$4,624,565
^{a,b} Nemak SAB de CV, 144A, Reg S	Auto Components	1,928,900	520,904
			5,145,469
Pakistan 0.2%			
Habib Bank Ltd.	Banks	1,013,500	771,968
Peru 0.3%			
InterCorp Financial Services, Inc.	Banks	31,950	964,890
Philippines 0.2%			
BDO Unibank, Inc.	Banks	327,469	689,146
Russia 6.3%			
Gazprom PJSC, ADR	Oil, Gas & Consumable Fuels	115,071	685,387
LUKOIL PJSC, ADR	Oil, Gas & Consumable Fuels	85,254	6,889,341
^{a,b} Mail.Ru Group Ltd., GDR, Reg S	Interactive Media & Services	27,833	635,911
Sberbank of Russia PJSC, ADR	Banks	471,958	7,256,581
^a Yandex NV, A	Interactive Media & Services	98,891	6,334,958
			21,802,178
South Africa 5.2%			
^a Massmart Holdings Ltd.	Food & Staples Retailing	580,084	2,161,245
Naspers Ltd., N.	Internet & Direct Marketing Retail	66,341	15,887,047
			18,048,292
South Korea 22.3%			
Fila Holdings Corp.	Textiles, Apparel & Luxury Goods	75,091	2,889,939
KT Skylife Co. Ltd.	Media	92,351	707,606
^a LegoChem Biosciences, Inc.	Life Sciences Tools & Services	17,813	891,646
LG Corp.	Industrial Conglomerates	100,768	8,113,402
NAVER Corp.	Interactive Media & Services	49,856	16,749,995
POSCO	Metals & Mining	13,480	3,832,935
Samsung Electronics Co. Ltd.	Technology Hardware, Storage & Peripherals	541,216	39,290,330
Samsung Life Insurance Co. Ltd.	Insurance	74,406	5,161,291
			77,637,144
Taiwan 17.0%			
CTBC Financial Holding Co. Ltd.	Banks	350,500	272,706
Hon Hai Precision Industry Co. Ltd.	Electronic Equipment, Instruments & Components	1,315,418	5,785,166
Largan Precision Co. Ltd.	Electronic Equipment, Instruments & Components	2,850	323,163
MediaTek, Inc.	Semiconductors & Semiconductor Equipment	267,000	9,207,507
Taiwan Semiconductor Manufacturing Co. Ltd.	Semiconductors & Semiconductor Equipment	2,071,831	43,743,042
			59,331,584
Thailand 1.5%			
Kasikornbank PCL	Banks	629,678	2,930,017
Kiatnakin Phatra Bank PCL	Banks	859,600	1,682,615
Thai Beverage PCL	Beverages	1,450,900	800,047
			5,412,679
United Kingdom 2.1%			
Unilever plc.	Personal Products	134,023	7,477,373

Templeton Developing Markets VIP Fund (continued)

	Industry	Shares	Value
Common Stocks (continued)			
United States 0.9%			
Cognizant Technology Solutions Corp., A	IT Services	39,862	\$3,114,020
Total Common Stocks (Cost \$185,677,529)			338,425,035
Preferred Stocks 2.7%			
Brazil 2.7%			
^{a,e} Banco Bradesco SA, ADR, 3.83%	Banks	1,026,866	4,826,270
^e Itau Unibanco Holding SA, ADR, 5.36%	Banks	897,443	4,451,317
			9,277,587
Total Preferred Stocks (Cost \$11,447,177)			9,277,587
Escrows and Litigation Trusts 0.0%			
^c Hemisphere Properties India Ltd., Escrow Account		82,304	—
Total Escrows and Litigation Trusts (Cost \$—)			—
Total Long Term Investments (Cost \$197,124,706)			347,702,622
Short Term Investments 0.0%			
		Shares	Value
Money Market Funds 0.0%[†]			
United States 0.0%[†]			
^{f,g} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%		6	6
Total Money Market Funds (Cost \$6)			6
Investments from Cash Collateral Received for Loaned Securities 0.0%[†]			
Money Market Funds 0.0%[†]			
^{f,g} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%		131,200	131,200
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$131,200)			131,200
Total Short Term Investments (Cost \$131,206)			131,206
Total Investments (Cost \$197,255,912) 99.9%			\$347,833,828
Other Assets, less Liabilities 0.1%			309,988
Net Assets 100.0%			\$348,143,816

See Abbreviations on page 169.

Templeton Developing Markets VIP Fund (continued)

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

^a Non-income producing.

^b Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$2,627,811, representing 0.8% of net assets.

^c Fair valued using significant unobservable inputs. See Note 11 regarding fair value measurements.

^d A portion or all of the security is on loan at March 31, 2021.

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

^f See Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Templeton Foreign VIP Fund

	Country	Shares	Value
Common Stocks 92.3%			
Aerospace & Defense 2.2%			
BAE Systems plc	United Kingdom	2,629,361	\$18,308,404
Dassault Aviation SA	France	10,152	11,288,612
			29,597,016
Airlines 1.3%			
^a International Consolidated Airlines Group SA	United Kingdom	6,519,183	17,820,264
Auto Components 3.4%			
Cie Generale des Etablissements Michelin SCA	France	115,491	17,295,641
Continental AG	Germany	111,315	14,734,014
Toyota Industries Corp.	Japan	147,500	13,180,518
			45,210,173
Automobiles 4.9%			
Bayerische Motoren Werke AG	Germany	205,138	21,286,709
Honda Motor Co. Ltd.	Japan	771,700	23,263,306
Isuzu Motors Ltd.	Japan	1,906,500	20,475,447
			65,025,462
Banks 9.7%			
ING Groep NV	Netherlands	1,660,582	20,280,767
Kasikornbank PCL	Thailand	1,860,000	8,654,949
^b KB Financial Group, Inc., ADR	South Korea	596,606	29,490,234
Shinhan Financial Group Co. Ltd.	South Korea	619,076	20,632,327
Standard Chartered plc.	United Kingdom	4,207,691	28,968,046
Sumitomo Mitsui Financial Group, Inc.	Japan	606,500	21,983,989
			130,010,312
Beverages 0.6%			
Kirin Holdings Co. Ltd.	Japan	438,700	8,417,836
Biotechnology 0.4%			
^a Galapagos NV	Belgium	62,230	4,801,538
Chemicals 2.1%			
^c Covestro AG, 144A, Reg S	Germany	256,597	17,262,583
^b Tosoh Corp.	Japan	574,100	10,995,419
			28,258,002
Construction & Engineering 2.0%			
Sinopec Engineering Group Co. Ltd., H.	China	11,734,000	6,494,711
Taisei Corp.	Japan	531,500	20,505,968
			27,000,679
Electronic Equipment, Instruments & Components 3.3%			
Hitachi Ltd.	Japan	796,900	36,122,187
^a Landis+Gyr Group AG	Switzerland	120,834	8,129,935
			44,252,122
Energy Equipment & Services 1.5%			
SBM Offshore NV	Netherlands	1,076,313	19,686,190
Food & Staples Retailing 1.4%			
^b Matsumotokiyoshi Holdings Co. Ltd.	Japan	109,500	4,884,901
Sundrug Co. Ltd.	Japan	366,100	13,412,645
			18,297,546

Templeton Foreign VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Health Care Providers & Services 2.0%			
Fresenius Medical Care AG & Co. KGaA	Germany	265,350	\$19,544,413
Sinopharm Group Co. Ltd., H	China	2,794,800	6,771,006
			26,315,419
Household Durables 1.7%			
Sony Group Corp.	Japan	220,400	23,325,698
Industrial Conglomerates 2.3%			
CK Hutchison Holdings Ltd.	United Kingdom	3,873,500	30,946,800
Insurance 3.5%			
AIA Group Ltd.	Hong Kong	2,416,800	29,574,017
Prudential plc	United Kingdom	785,351	16,727,551
			46,301,568
Interactive Media & Services 1.1%			
^a Baidu, Inc., ADR	China	27,630	6,010,907
^{a,c} Kuaishou Technology, 144A, Reg S	China	231,200	8,029,791
			14,040,698
Internet & Direct Marketing Retail 2.6%			
^a Alibaba Group Holding Ltd.	China	516,700	14,680,898
^{a,c} Just Eat Takeaway.com NV, 144A, Reg S	Germany	210,573	19,374,403
			34,055,301
IT Services 0.6%			
^a Amadeus IT Group SA	Spain	104,548	7,446,119
Machinery 1.5%			
Komatsu Ltd.	Japan	655,000	20,297,998
Media 1.7%			
^a Informa plc	United Kingdom	1,217,196	9,396,813
^b Nippon Television Holdings, Inc.	Japan	338,900	4,453,952
^b TBS Holdings, Inc.	Japan	441,700	8,687,768
			22,538,533
Metals & Mining 6.2%			
Alamos Gold, Inc., A	Canada	1,135,752	8,870,223
ArcelorMittal SA	Luxembourg	949,815	27,334,706
Sumitomo Metal Mining Co. Ltd.	Japan	579,500	25,112,783
Wheaton Precious Metals Corp.	Brazil	544,400	20,791,853
			82,109,565
Multi-Utilities 1.7%			
E.ON SE.	Germany	1,972,849	22,989,569
Oil, Gas & Consumable Fuels 5.3%			
BP plc.	United Kingdom	6,357,681	25,820,878
Cenovus Energy, Inc.	Canada	912,844	6,856,498
Equinor ASA	Norway	1,303,205	25,436,297
Galp Energia SGPS SA, B	Portugal	1,139,637	13,209,837
			71,323,510
Pharmaceuticals 7.0%			
Bayer AG	Germany	552,576	35,015,394
Roche Holding AG	Switzerland	54,982	17,812,941
Sanofi.	France	67,050	6,629,617

Templeton Foreign VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Pharmaceuticals (continued)			
Takeda Pharmaceutical Co. Ltd.	Japan	933,094	\$34,013,302
			93,471,254
Real Estate Management & Development 4.4%			
China Overseas Land & Investment Ltd.	China	4,264,000	11,146,056
CK Asset Holdings Ltd.	Hong Kong	3,560,500	21,674,971
Mitsui Fudosan Co. Ltd.	Japan	578,900	13,196,309
Swire Pacific Ltd., A	Hong Kong	1,628,500	12,267,539
			58,284,875
Semiconductors & Semiconductor Equipment 9.3%			
Infineon Technologies AG	Germany	590,665	25,129,233
NXP Semiconductors NV	Netherlands	221,300	44,556,542
Taiwan Semiconductor Manufacturing Co. Ltd.	Taiwan	2,587,000	54,619,923
			124,305,698
Technology Hardware, Storage & Peripherals 4.8%			
Samsung Electronics Co. Ltd.	South Korea	880,121	63,893,610
Thriffs & Mortgage Finance 2.1%			
Housing Development Finance Corp. Ltd.	India	822,605	28,250,750
Tobacco 1.7%			
Imperial Brands plc	United Kingdom	1,122,761	23,014,298
Total Common Stocks (Cost \$947,359,060)			1,231,288,403
		Warrants	
Warrants 0.0%[†]			
Oil, Gas & Consumable Fuels 0.0%[†]			
^a Cenovus Energy, Inc., 1/01/26.	Canada	75,750	301,360
Total Warrants (Cost \$255,280)			301,360
Total Long Term Investments (Cost \$947,614,340)			1,231,589,763
Short Term Investments 5.9%			
	Country	Shares	Value
Money Market Funds 5.8%			
^{d,e} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	76,565,396	76,565,396
Total Money Market Funds (Cost \$76,565,396)			76,565,396

Templeton Foreign VIP Fund (continued)

Short Term Investments (continued)

	Country	Shares	Value
Investments from Cash Collateral Received for Loaned Securities 0.1%			
Money Market Funds 0.1%			
^{d,e} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	1,615,400	\$1,615,400
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$1,615,400)			1,615,400
Total Short Term Investments (Cost \$78,180,796)			78,180,796
Total Investments (Cost \$1,025,795,136) 98.2%			\$1,309,770,559
Other Assets, less Liabilities 1.8%			24,354,133
Net Assets 100.0%			\$1,334,124,692

See Abbreviations on page 169

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

^a Non-income producing.

^b A portion or all of the security is on loan at March 31, 2021.

^c Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$44,666,777, representing 3.3% of net assets.

^d See Note 9 regarding investments in affiliated management investment companies.

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

Statement of Investments (unaudited), March 31, 2021

Templeton Global Bond VIP Fund

	Principal Amount*	Value
Foreign Government and Agency Securities 52.5%		
Argentina 2.2%		
^{a,b} Argentina BONCER,		
Index Linked, 1.1%, 4/17/21	408,680,842 ARS	\$2,807,556
Index Linked, 1%, 8/05/21	220,699,848 ARS	1,526,007
Index Linked, 1.664%, 3/18/22	2,174,938,415 ARS	14,987,632
Index Linked, 1.3%, 9/20/22	18,765,779 ARS	129,334
Index Linked, 1.937%, 3/25/23	1,244,767,415 ARS	8,256,901
Index Linked, 2.075%, 3/25/24	1,244,767,419 ARS	7,604,936
^{b,c} Argentina Bonos del Tesoro Nacional en Pesos Badlar, FRN, 36.119%, (ARS BADLAR + 2%), 4/03/22	24,036,000 ARS	158,383
^b Argentina Government Bond,		
18.2%, 10/03/21	820,823,000 ARS	5,186,079
16%, 10/17/23	844,288,000 ARS	3,349,601
15.5%, 10/17/26	1,668,306,000 ARS	4,633,844
		48,640,273
Colombia 2.1%		
Colombia Government Bond,		
Senior Bond, 7.75%, 4/14/21	2,386,000,000 COP	654,421
Senior Bond, 4.375%, 3/21/23	362,000,000 COP	101,273
Senior Bond, 9.85%, 6/28/27	576,000,000 COP	195,153
Colombia Títulos de Tesorería,		
B, 7%, 5/04/22	17,524,600,000 COP	5,018,217
B, 10%, 7/24/24	67,868,000,000 COP	21,682,113
B, 7.5%, 8/26/26	35,134,200,000 COP	10,377,711
B, 6%, 4/28/28	29,113,600,000 COP	7,780,186
B, 7.75%, 9/18/30	8,450,000,000 COP	2,428,778
		48,237,852
Ghana 1.8%		
Ghana Government Bond,		
16.25%, 5/17/21	7,250,000 GHS	1,256,482
24.5%, 6/21/21	80,000 GHS	14,085
24.75%, 7/19/21	1,190,000 GHS	210,919
18.75%, 1/24/22	26,990,000 GHS	4,777,315
17.6%, 11/28/22	520,000 GHS	91,543
Senior Note, 17.6%, 2/20/23	1,680,000 GHS	295,415
19%, 9/18/23	150,000 GHS	26,933
19.75%, 3/25/24	26,840,000 GHS	4,885,858
Senior Note, 18.3%, 3/02/26	690,000 GHS	118,731
19%, 11/02/26	80,510,000 GHS	14,071,547
19.75%, 3/15/32	80,510,000 GHS	14,053,198
		39,802,026
India 4.0%		
India Government Bond,		
8.79%, 11/08/21	653,000,000 INR	9,198,217
8.2%, 2/15/22	500,000,000 INR	7,091,863
8.35%, 5/14/22	212,700,000 INR	3,041,542
8.15%, 6/11/22	1,621,000,000 INR	23,191,966
6.84%, 12/19/22	98,000,000 INR	1,396,955
7.16%, 5/20/23	133,700,000 INR	1,923,291
8.83%, 11/25/23	1,468,100,000 INR	22,008,906
Senior Note, 5.22%, 6/15/25	313,000,000 INR	4,228,963
7.59%, 1/11/26	1,032,000,000 INR	15,110,098

Templeton Global Bond VIP Fund (continued)

	Principal Amount ^a		Value
Foreign Government and Agency Securities (continued)			
India (continued)			
India Government Bond, (continued)			
7.27%, 4/08/26	214,000,000	INR	\$3,093,775
			90,285,576
Indonesia 9.7%			
Indonesia Government Bond,			
FR34, 12.8%, 6/15/21	324,406,000,000	IDR	22,753,535
FR61, 7%, 5/15/22	244,849,000,000	IDR	17,463,086
FR35, Senior Bond, 12.9%, 6/15/22	71,229,000,000	IDR	5,436,243
FR43, 10.25%, 7/15/22	147,832,000,000	IDR	10,954,326
FR63, 5.625%, 5/15/23	289,067,000,000	IDR	20,206,828
FR46, 9.5%, 7/15/23	226,780,000,000	IDR	17,109,627
FR39, 11.75%, 8/15/23	5,491,000,000	IDR	432,823
FR70, 8.375%, 3/15/24	53,132,000,000	IDR	3,943,620
FR44, 10%, 9/15/24	4,454,000,000	IDR	347,519
FR81, 6.5%, 6/15/25	594,612,000,000	IDR	41,981,859
FR40, 11%, 9/15/25	46,856,000,000	IDR	3,858,096
FR86, 5.5%, 4/15/26	1,104,580,000,000	IDR	74,754,020
			219,241,582
Mexico 11.7%			
Mexican Bonos Desarr Fixed Rate,			
M, 6.5%, 6/10/21	551,640,000	MXN	27,074,116
M, Senior Note, 7.25%, 12/09/21	1,499,210,000	MXN	74,655,807
M, 6.5%, 6/09/22	2,147,994,000	MXN	107,190,147
M, Senior Note, 6.75%, 3/09/23	229,144,000	MXN	11,588,307
M, Senior Bond, 8%, 12/07/23	836,490,000	MXN	43,661,746
			264,170,123
Norway 5.6%			
^d Norway Government Bond,			
144A, Reg S, 3.75%, 5/25/21	335,990,000	NOK	39,478,766
144A, Reg S, 2%, 5/24/23	315,007,000	NOK	37,975,449
144A, Reg S, 3%, 3/14/24	265,052,000	NOK	33,040,555
144A, Reg S, 1.75%, 3/13/25	89,312,000	NOK	10,779,189
144A, Reg S, 1.5%, 2/19/26	52,969,000	NOK	6,327,820
			127,601,779
South Korea 14.9%			
Korea Monetary Stabilization Bond,			
Senior Note, 0.87%, 2/02/23	59,850,000,000	KRW	53,028,943
Korea Treasury Bond,			
1.25%, 12/10/22	43,990,000,000	KRW	39,244,063
3%, 3/10/23	3,919,000,000	KRW	3,613,841
2.25%, 9/10/23	88,312,000,000	KRW	80,484,956
1.875%, 3/10/24	33,811,000,000	KRW	30,564,667
1.375%, 9/10/24	75,881,910,000	KRW	67,377,063
3%, 9/10/24	18,500,000,000	KRW	17,322,256
1.375%, 12/10/29	53,382,000,000	KRW	45,178,007
			336,813,796

Templeton Global Bond VIP Fund (continued)

	Principal Amount [*]	Value
Foreign Government and Agency Securities (continued)		
Supranational 0.5%		
^e Inter-American Development Bank, Senior Bond, 7.5%, 12/05/24	200,000,000 MXN	\$10,294,562
Total Foreign Government and Agency Securities (Cost \$1,399,959,462)		1,185,087,569
U.S. Government and Agency Securities 20.9%		
United States 20.9%		
U.S. Treasury Notes,		
1.125%, 9/30/21	3,497,000	3,515,716
1.5%, 9/30/21	15,768,000	15,883,354
2.125%, 12/31/21	3,953,000	4,014,293
1.5%, 10/31/24	64,160,000	66,369,259
1.5%, 11/30/24	50,420,000	52,144,325
1.75%, 12/31/24	22,672,000	23,656,372
2%, 2/15/25	49,140,000	51,770,718
2.125%, 5/15/25	58,760,000	62,215,593
2.875%, 5/31/25	76,680,000	83,558,736
2.625%, 12/31/25	44,803,000	48,491,372
1.625%, 2/15/26	24,220,000	25,054,455
2.125%, 5/31/26	11,063,000	11,707,117
1.625%, 10/31/26	24,220,000	24,928,151
		473,309,461
Total U.S. Government and Agency Securities (Cost \$462,828,054)		473,309,461
Total Long Term Investments (Cost \$1,862,787,516)		1,658,397,030
	Number of Contracts	Notional Amount[#]
Options Purchased 0.7%		
Calls - Over-the-Counter		
Currency Options		
Foreign Exchange AUD/JPY, Counterparty CITI, April Strike Price 81.00 JPY, Expires 4/29/21	1	19,266,000 AUD 570,579
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 81.00 JPY, Expires 6/21/21	1	29,640,000 AUD 1,002,091
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 84.15 JPY, Expires 6/18/21	1	30,645,000 AUD 423,151
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 84.75 JPY, Expires 6/24/21	1	28,580,000 AUD 331,340
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 86.50 JPY, Expires 12/20/21	1	22,983,000 AUD 364,273
Foreign Exchange USD/AUD, Counterparty MSCO, April Strike Price 1.48 AUD, Expires 4/16/21	1	15,551,876 213
Foreign Exchange USD/JPY, Counterparty CITI, February Strike Price 107.45 JPY, Expires 2/23/22	1	9,453,000 390,818

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount [#]	Value
Options Purchased (continued)			
Calls - Over-the-Counter (continued)			
Currency Options (continued)			
Foreign Exchange USD/JPY, Counterparty CITI, August Strike Price 115.95 JPY, Expires 8/11/21	1	27,911,000	\$74,304
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 21.65 MXN, Expires 8/20/21	1	42,168,000	963,462
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 21.65 MXN, Expires 8/20/21	1	15,371,000	351,199
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 22.26 MXN, Expires 8/02/21	1	23,397,000	335,468
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 22.36 MXN, Expires 12/28/21	1	34,580,000	1,059,269
Foreign Exchange USD/MXN, Counterparty GSCO, June Strike Price 22.83 MXN, Expires 6/09/21	1	7,291,000	33,081
Foreign Exchange USD/MXN, Counterparty CITI, June Strike Price 24.81 MXN, Expires 6/30/21	1	35,754,000	76,756
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 26.30 MXN, Expires 10/19/23	1	9,033,000	487,160
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 26.30 MXN, Expires 10/19/23	1	16,875,000	910,088
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 26.30 MXN, Expires 10/19/23	1	9,033,000	487,160
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 29.19 MXN, Expires 8/29/24	1	21,864,000	1,223,602
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 29.71 MXN, Expires 8/09/24	1	21,864,000	1,124,857
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 29.73 MXN, Expires 12/07/21	1	31,535,000	93,079
			10,301,950
Puts - Over-the-Counter			
Currency Options			
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 58.95 JPY, Expires 6/21/21	1	39,520,000 AUD	1,566
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 69.20 JPY, Expires 6/24/21	1	31,616,000 AUD	11,048
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 69.20 JPY, Expires 6/24/21	1	15,808,000 AUD	5,524

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount#	Value
Options Purchased (continued)			
Puts - Over-the-Counter (continued)			
Currency Options (continued)			
Foreign Exchange AUD/JPY, Counterparty CITI, April Strike Price 71.00 JPY, Expires 4/29/21	1	51,376,000 AUD	\$1,061
Foreign Exchange AUD/JPY, Counterparty CITI, July Strike Price 71.10 JPY, Expires 7/15/21	1	6,388,000 AUD	6,331
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 71.44 JPY, Expires 6/21/21	1	39,520,000 AUD	20,916
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 75.00 JPY, Expires 12/20/21	1	45,967,000 AUD	339,350
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 76.20 JPY, Expires 6/18/21	1	61,289,000 AUD	96,077
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 78.40 JPY, Expires 6/24/21	1	71,451,000 AUD	222,255
Foreign Exchange AUD/JPY, Counterparty CITI, July Strike Price 78.50 JPY, Expires 7/15/21	1	25,550,000 AUD	115,062
Foreign Exchange USD/AUD, Counterparty MSCO, April Strike Price 1.33 AUD, Expires 4/16/21	1	8,931,989	117,275
Foreign Exchange USD/JPY, Counterparty CITI, August Strike Price 102.65 JPY, Expires 8/11/21	1	41,892,000	73,304
Foreign Exchange USD/MXN, Counterparty CITI, June Strike Price 18.83 MXN, Expires 6/21/21	1	34,913,000	89,647
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 19.23 MXN, Expires 8/20/21	1	11,528,000	98,158
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 19.35 MXN, Expires 8/02/21	1	8,189,000	71,856
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 19.43 MXN, Expires 8/30/21	1	16,398,000	185,391
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.85 MXN, Expires 10/19/23	1	4,517,000	123,568
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.85 MXN, Expires 10/19/23	1	8,437,000	230,804
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.85 MXN, Expires 10/19/23	1	4,517,000	123,568
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 19.88 MXN, Expires 8/11/21	1	16,398,000	276,244
Foreign Exchange USD/MXN, Counterparty CITI, April Strike Price 20.26 MXN, Expires 4/28/21	1	30,864,000	345,576

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount [#]	Value
Options Purchased (continued)			
Puts - Over-the-Counter (continued)			
Currency Options (continued)			
Foreign Exchange USD/MXN, Counterparty CITI, May Strike Price 20.38 MXN, Expires 5/20/21.	1	56,224,000	\$1,028,726
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 21.15 MXN, Expires 8/20/21.	1	14,780,000	722,323
Foreign Exchange USD/MXN, Counterparty GSCO, June Strike Price 22.83 MXN, Expires 6/09/21.	1	7,291,000	828,416
			5,134,046
Total Options Purchased (Cost \$25,529,068)			15,435,996
Short Term Investments 25.0%			
		Principal Amount [*]	Value
Foreign Government and Agency Securities 4.6%			
Argentina 0.1%			
^{a,b,f} Argentina Letras de la Nacion Argentina con Ajuste por CER, Index Linked, 5/21/21.		227,299,481 ARS	1,562,342
Index Linked, 9/13/21.		125,420,461 ARS	869,209
Index Linked, 2/28/22.		60,891,838 ARS	420,320
			2,851,871
Japan 4.5%			
^f Japan Treasury Bills, 4/12/21		290,800,000 JPY	2,626,407
6/16/21		906,750,000 JPY	8,190,998
8/10/21		1,179,000,000 JPY	10,652,169
11/22/21		4,069,650,000 JPY	36,782,991
12/20/21		4,837,300,000 JPY	43,725,952
			101,978,517
Total Foreign Government and Agency Securities (Cost \$111,542,054)			104,830,388
U.S. Government and Agency Securities 2.9%			
United States 2.9%			
^f U.S. Treasury Bills, 4/08/21.		64,460,000	64,460,000
Total U.S. Government and Agency Securities (Cost \$64,458,997)			64,460,000

Templeton Global Bond VIP Fund (continued)

Short Term Investments (continued)

	Shares		Value	
Money Market Funds 17.5%				
United States 17.5%				
^{g,h} Institutional Fiduciary Trust - Money Market Portfolio, 0.01%		395,554,464		\$395,554,464
Total Money Market Funds (Cost \$395,554,464)				395,554,464
Total Short Term Investments (Cost \$571,555,515).				564,844,852
Total Investments (Cost \$2,459,872,099) 99.1%.				\$2,238,677,878
Options Written (0.8)%				(17,598,535)
Other Assets, less Liabilities 1.7%.				38,286,886
Net Assets 100.0%.				\$2,259,366,229
		Number of Contracts	Notional Amount [#]	
Options Written (0.8)%				
Calls - Over-the-Counter				
Currency Options				
Foreign Exchange AUD/JPY, Counterparty CITI, April Strike Price 76.80 JPY, Expires 4/29/21	1	38,532,000	AUD	(2,547,878)
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 78.00 JPY, Expires 6/21/21	1	29,640,000	AUD	(1,704,987)
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 80.50 JPY, Expires 6/18/21	1	30,645,000	AUD	(1,143,939)
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 81.20 JPY, Expires 12/20/21	1	22,983,000	AUD	(977,574)
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 82.45 JPY, Expires 6/24/21	1	57,160,000	AUD	(1,374,386)
Foreign Exchange USD/JPY, Counterparty CITI, August Strike Price 109.90 JPY, Expires 8/11/21	1	41,892,000		(806,224)
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 21.15 MXN, Expires 8/20/21	1	14,780,000		(444,365)
Foreign Exchange USD/MXN, Counterparty CITI, April Strike Price 21.90 MXN, Expires 4/30/21	1	9,359,000		(26,279)
Foreign Exchange USD/MXN, Counterparty CITI, May Strike Price 22.48 MXN, Expires 5/20/21	1	28,112,000		(97,525)
Foreign Exchange USD/MXN, Counterparty CITI, June Strike Price 22.53 MXN, Expires 6/30/21	1	11,920,000		(100,401)
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 23.43 MXN, Expires 8/20/21	1	15,371,000		(141,504)
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 24.62 MXN, Expires 8/02/21	1	5,849,000		(25,539)

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount#	Value
Options Written (continued)			
Calls - Over-the-Counter (continued)			
Currency Options (continued)			
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 25.22 MXN, Expires 8/20/21	1	14,056,000	\$(58,641)
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 25.33 MXN, Expires 12/28/21	1	22,150,000	(245,674)
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 26.61 MXN, Expires 8/30/21	1	16,398,000	(44,699)
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 27.38 MXN, Expires 8/11/21	1	16,398,000	(27,030)
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 27.93 MXN, Expires 12/07/21	1	10,512,000	(48,522)
Foreign Exchange USD/MXN, Counterparty GSCO, June Strike Price 30.36 MXN, Expires 6/09/21	1	7,291,000	(547)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 34.95 MXN, Expires 10/19/23	1	4,517,000	(81,907)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 34.95 MXN, Expires 10/19/23	1	4,517,000	(81,907)
			<u>(9,979,528)</u>
Puts - Over-the-Counter			
Currency Options			
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 64.86 JPY, Expires 6/21/21	1	59,280,000 AUD	(7,581)
Foreign Exchange AUD/JPY, Counterparty CITI, April Strike Price 66.00 JPY, Expires 4/29/21	1	25,688,000 AUD	(92)
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 68.40 JPY, Expires 12/20/21	1	22,983,000 AUD	(70,797)
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 71.60 JPY, Expires 6/18/21	1	61,289,000 AUD	(31,210)
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 75.60 JPY, Expires 6/24/21	1	35,725,000 AUD	(54,470)
Foreign Exchange AUD/JPY, Counterparty CITI, July Strike Price 75.90 JPY, Expires 7/15/21	1	25,550,000 AUD	(65,562)
Foreign Exchange USD/AUD, Counterparty HSBK, May Strike Price 1.29 AUD, Expires 5/05/21	1	15,290,750	(65,884)
Foreign Exchange USD/AUD, Counterparty MSCO, April Strike Price 1.38 AUD, Expires 4/16/21	1	5,718,544	(288,189)

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount [#]	Value
Options Written (continued)			
Puts - Over-the-Counter (continued)			
Currency Options (continued)			
Foreign Exchange USD/JPY, Counterparty CITI, February Strike Price 95.85 JPY, Expires 2/23/22 . . .	1	9,453,000	\$(23,671)
Foreign Exchange USD/JPY, Counterparty CITI, August Strike Price 98.00 JPY, Expires 8/11/21	1	13,980,000	(8,118)
Foreign Exchange USD/MXN, Counterparty CITI, April Strike Price 19.59 MXN, Expires 4/28/21	1	30,864,000	(71,448)
Foreign Exchange USD/MXN, Counterparty GSCO, June Strike Price 19.61 MXN, Expires 6/09/21	1	7,291,000	(54,879)
Foreign Exchange USD/MXN, Counterparty CITI, June Strike Price 19.79 MXN, Expires 6/21/21	1	34,913,000	(400,683)
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 19.86 MXN, Expires 8/20/21	1	23,056,000	(391,251)
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 19.92 MXN, Expires 12/28/21	1	19,450,000	(455,880)
Foreign Exchange USD/MXN, Counterparty CITI, August Strike Price 20.36 MXN, Expires 8/20/21	1	56,224,000	(1,519,987)
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 20.94 MXN, Expires 8/30/21	1	16,398,000	(704,515)
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 21.43 MXN, Expires 8/11/21	1	16,398,000	(951,659)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 22.32 MXN, Expires 10/19/23	1	9,033,000	(634,187)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 22.32 MXN, Expires 10/19/23	1	16,875,000	(1,184,757)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 22.32 MXN, Expires 10/19/23	1	9,033,000	(634,187)
			(7,619,007)
Total Options Written (Premiums received \$14,519,160)			\$(17,598,535)

[#]Notional amount is the number of units specified in the contract, and can include currency units, bushels, shares, pounds, barrels or other units. Currency units are stated in U.S. dollars unless otherwise indicated.

[†]The principal amount is stated in U.S. dollars unless otherwise indicated.

^aRedemption price at maturity is adjusted for inflation.

^bSecurities denominated in Argentine Peso have been designated as Level 3 investments. See Note 11 regarding fair value measurements.

^cThe coupon rate shown represents the rate at period end.

^dSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At March 31, 2021, the aggregate value of these securities was \$127,601,779, representing 5.6% of net assets.

^eA supranational organization is an entity formed by two or more central governments through international treaties.

^fThe security was issued on a discount basis with no stated coupon rate.

Templeton Global Bond VIP Fund (continued)^a See Note 9 regarding investments in affiliated management investment companies.^b The rate shown is the annualized seven-day effective yield at period end.

At March 31, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

Forward Exchange Contracts

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts							
Japanese Yen	CITI	Buy	2,796,566,000	26,363,522	4/01/21	\$—	\$(1,106,661)
Japanese Yen	CITI	Sell	2,796,566,000	26,149,407	4/01/21	892,545	—
Japanese Yen	JPHQ	Buy	4,594,279,100	43,304,589	4/01/21	—	(1,811,890)
Japanese Yen	JPHQ	Sell	4,594,279,100	42,279,886	4/01/21	787,187	—
Brazilian Real	CITI	Buy	196,017,781	34,899,126	4/05/21	—	(76,283)
Brazilian Real	CITI	Sell	196,017,781	35,427,034	4/05/21	604,192	—
Brazilian Real	HSBK	Buy	42,993,575	7,919,801	4/05/21	—	(281,930)
Brazilian Real	HSBK	Sell	42,993,575	8,061,497	4/05/21	423,626	—
Brazilian Real	JPHQ	Buy	60,285,900	10,763,417	4/05/21	—	(53,540)
Brazilian Real	JPHQ	Sell	60,285,900	11,154,554	4/05/21	444,676	—
Mexican Peso	GSCO	Buy	452,466,000	21,668,925	4/05/21	466,835	—
Mexican Peso	GSCO	Sell	452,466,000	20,057,895	4/05/21	—	(2,077,865)
Japanese Yen	JPHQ	Buy	1,198,805,442	11,687,966	4/07/21	—	(860,891)
Japanese Yen	JPHQ	Sell	1,198,805,442	11,032,143	4/07/21	205,068	—
Australian Dollar	HSBK	Sell	14,684,959	1,111,761,533 JPY	4/13/21	—	(1,112,760)
Australian Dollar	JPHQ	Sell	28,382,293	2,152,140,576 JPY	4/13/21	—	(2,120,080)
Euro	GSCO	Sell	7,929,023	8,527,545 CHF	4/13/21	—	(273,763)
Euro	UBSW	Sell	5,043,109	5,430,597 CHF	4/13/21	—	(166,916)
Japanese Yen	HSBK	Sell	1,165,175,134	14,684,959 AUD	4/13/21	630,325	—
Japanese Yen	JPHQ	Buy	1,064,193,098	10,377,208	4/13/21	—	(765,355)
Japanese Yen	JPHQ	Sell	1,064,193,098	9,782,275	4/13/21	170,422	—
Japanese Yen	JPHQ	Sell	2,262,998,540	28,382,293 AUD	4/13/21	1,118,805	—
Mexican Peso	CITI	Buy	448,871,600	21,745,573	4/13/21	195,322	—
Mexican Peso	CITI	Sell	448,871,600	21,252,310	4/13/21	—	(688,584)
Swiss Franc	GSCO	Sell	8,527,545	7,869,025 EUR	4/13/21	203,399	—
Swiss Franc	UBSW	Sell	5,430,597	5,022,192 EUR	4/13/21	142,385	—
Chinese Yuan	HSBK	Buy	135,702,480	20,885,659	4/14/21	—	(230,926)
Euro	DBAB	Sell	13,397,109	138,688,215 SEK	4/15/21	167,737	—
Euro	DBAB	Sell	10,025,271	104,016,200 SEK	4/16/21	152,136	—
Euro	DBAB	Sell	10,277,367	104,016,200 SEK	4/19/21	—	(143,948)
Euro	JPHQ	Sell	19,186,752	198,445,700 NOK	4/19/21	695,089	—
South Korean Won	HSBK	Buy	7,007,000,000	6,387,187	4/20/21	—	(173,996)
South Korean Won	HSBK	Sell	7,007,000,000	6,116,980	4/20/21	—	(96,212)
Australian Dollar	MSCO	Buy	2,096,000	1,573,425	4/21/21	18,675	—
Australian Dollar	MSCO	Sell	2,096,000	1,489,732	4/21/21	—	(102,369)
Euro	CITI	Sell	20,106,927	2,467,743,293 JPY	4/30/21	—	(1,297,194)
Japanese Yen	CITI	Buy	4,212,680,000	40,850,745	4/30/21	—	(2,795,538)
Japanese Yen	CITI	Sell	4,212,680,000	38,740,850	4/30/21	685,643	—
Mexican Peso	CITI	Buy	788,670	38,192	4/30/21	287	—
Mexican Peso	CITI	Sell	660,655,100	29,513,293	4/30/21	—	(2,720,122)
Euro	HSBK	Sell	25,280,325	39,218,884 CAD	5/03/21	1,546,506	—
Indian Rupee	JPHQ	Buy	205,330,400	2,777,926	5/04/21	13,930	—
Australian Dollar	CITI	Sell	2,393,000	178,673,345 JPY	5/06/21	—	(203,657)
Indian Rupee	CITI	Buy	149,657,200	2,021,165	5/10/21	11,698	—
Indian Rupee	HSBK	Buy	241,380,400	3,265,648	5/10/21	13,133	—
Mexican Peso	CITI	Buy	23,651,000	1,143,168	5/13/21	9,060	—
Mexican Peso	CITI	Sell	23,651,000	1,136,767	5/13/21	—	(15,461)
Australian Dollar	MSCO	Sell	32,500,000	25,240,800	5/14/21	552,208	—
Euro	DBAB	Sell	25,323,276	255,476,400 SEK	5/17/21	—	(458,530)
Japanese Yen	CITI	Buy	727,486,679	6,927,290	5/17/21	—	(354,621)
Japanese Yen	CITI	Sell	407,000,000	3,743,527	5/17/21	66,379	—

Templeton Global Bond VIP Fund (continued)

Forward Exchange Contracts (continued)

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts (continued)							
Chinese Yuan	JPHQ	Buy	94,285,000	14,582,003	5/20/21	\$—	\$(270,628)
Euro	GSCO	Sell	1,230,811	1,466,757	5/20/21	22,130	—
Mexican Peso	CITI	Buy	450,000,000	21,361,030	5/20/21	544,043	—
Mexican Peso	CITI	Sell	659,799,977	32,650,691	5/20/21	532,988	—
Euro	JPHQ	Sell	13,349,846	15,865,958	5/24/21	195,571	—
Euro	BOFA	Sell	1,336,000	1,612,686	5/27/21	44,349	—
Euro	MSCO	Sell	30,744,500	36,649,289	5/27/21	558,188	—
Mexican Peso	CITI	Sell	861,862,000	40,839,766	6/02/21	—	(1,049,919)
Indian Rupee	CITI	Buy	151,776,500	2,018,439	6/08/21	33,847	—
Euro	UBSW	Sell	8,063,735	8,689,078 CHF	6/09/21	—	(257,840)
Indian Rupee	CITI	Buy	89,376,700	1,187,888	6/09/21	20,479	—
Swiss Franc	UBSW	Sell	8,689,078	8,031,536 EUR	6/09/21	220,031	—
Chinese Yuan	BOFA	Buy	184,017,140	27,999,560	6/11/21	—	(114,868)
Chinese Yuan	CITI	Buy	110,295,310	16,799,736	6/11/21	—	(86,343)
Chinese Yuan	JPHQ	Buy	109,163,880	16,631,739	6/11/21	—	(89,795)
Euro	DBAB	Sell	26,961,737	277,376,415 SEK	6/11/21	116,799	—
Indian Rupee	HSBK	Buy	242,055,750	3,268,285	6/11/21	3,411	—
Chinese Yuan	BOFA	Buy	220,626,460	33,599,471	6/15/21	—	(177,442)
Chinese Yuan	CITI	Buy	174,157,260	26,530,972	6/15/21	—	(148,420)
Chinese Yuan	JPHQ	Buy	188,842,190	28,788,718	6/15/21	—	(181,591)
Euro	DBAB	Sell	5,298,434	54,462,600 SEK	6/15/21	17,334	—
Euro	DBAB	Sell	6,199,274	66,595,700 NOK	6/15/21	504,805	—
Japanese Yen	CITI	Buy	3,558,290,259	34,310,002	6/15/21	—	(2,153,423)
Japanese Yen	JPHQ	Buy	14,722,547,314	141,897,232	6/15/21	—	(8,848,291)
Chinese Yuan	HSBK	Buy	136,590,880	20,820,733	6/16/21	—	(130,574)
Euro	DBAB	Sell	9,571,391	101,812,800 NOK	6/16/21	661,324	—
Euro	DBAB	Sell	30,655,025	312,096,855 SEK	6/16/21	—	(244,547)
Mexican Peso	MSCO	Sell	720,230,800	33,252,814	6/16/21	—	(1,700,362)
Euro	DBAB	Sell	8,945,963	95,003,000 NOK	6/18/21	599,293	—
Euro	JPHQ	Sell	2,465,027	25,140,000 SEK	6/18/21	—	(14,723)
Japanese Yen	BNDP	Buy	2,244,657,680	21,784,862	6/22/21	—	(1,498,193)
Euro	HSBK	Sell	25,254,215	3,284,638,992 JPY	6/25/21	21,833	—
Euro	CITI	Sell	33,700,000	39,765,036	6/28/21	176,738	—
Euro	CITI	Sell	67,857,228	8,642,895,817 JPY	6/30/21	—	(1,598,179)
Mexican Peso	CITI	Sell	985,173,000	45,889,746	7/08/21	—	(1,807,389)
Australian Dollar	JPHQ	Sell	5,931,544	451,307,483 JPY	7/13/21	—	(427,075)
Japanese Yen	JPHQ	Sell	472,283,477	5,931,544 AUD	7/13/21	237,456	—
Chinese Yuan	CITI	Buy	125,329,450	19,205,224	7/14/21	—	(261,524)
Euro	CITI	Sell	4,519,702	7,054,790 CAD	8/03/21	300,295	—
Euro	HSBK	Sell	50,388,544	78,404,584 CAD	8/03/21	3,151,526	—
Euro	JPHQ	Sell	13,349,845	16,142,686	8/23/21	440,569	—
Mexican Peso	CITI	Sell	539,656,000	24,938,584	8/23/21	—	(1,046,778)
Euro	CITI	Sell	15,587,141	2,000,157,581 JPY	8/24/21	—	(244,551)
Japanese Yen	CITI	Buy	990,030,000	9,397,050	8/24/21	—	(443,186)
Indian Rupee	JPHQ	Buy	205,911,800	2,737,497	9/07/21	13,552	—
Indian Rupee	CITI	Buy	200,059,600	2,660,544	9/08/21	11,967	—
Indian Rupee	JPHQ	Buy	266,347,200	3,564,031	9/08/21	—	(6,013)
Euro	DBAB	Sell	5,298,436	54,526,200 SEK	9/15/21	17,223	—
Euro	DBAB	Sell	6,199,272	66,742,600 NOK	9/15/21	506,360	—
Euro	DBAB	Sell	17,057,650	173,360,316 SEK	9/16/21	—	(194,796)
Euro	JPHQ	Sell	19,578,885	198,445,700 NOK	9/16/21	155,691	—
Euro	JPHQ	Sell	19,009,633	202,667,400 NOK	9/20/21	1,316,984	—
Japanese Yen	JPHQ	Buy	1,180,260,000	11,507,883	9/21/21	—	(830,248)
Japanese Yen	MSCO	Buy	9,526,876,470	92,355,861	9/21/21	—	(6,167,638)
Euro	JPHQ	Sell	22,781,770	230,077,650 NOK	9/30/21	75,135	—
Euro	HSBK	Sell	25,253,939	3,185,910,659 JPY	10/25/21	—	(911,520)

Templeton Global Bond VIP Fund (continued)

Forward Exchange Contracts (continued)

Currency	Counter-party ^a	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts (continued)							
Euro	BOFA	Sell	5,729,854	8,949,000 CAD	11/02/21	\$370,297	\$—
Total Forward Exchange Contracts						\$21,087,486	\$(50,894,948)
Net unrealized appreciation (depreciation)							\$(29,807,462)

* In U.S. dollars unless otherwise indicated.

^a May be comprised of multiple contracts with the same counterparty, currency and settlement date.

See Abbreviations on page 169 .

Statement of Investments (unaudited), March 31, 2021

Templeton Growth VIP Fund

	Country	Shares	Value
Common Stocks 93.3%			
Aerospace & Defense 1.1%			
BAE Systems plc	United Kingdom	1,134,492	\$7,899,538
Air Freight & Logistics 1.2%			
United Parcel Service, Inc., B	United States	49,933	8,488,111
Airlines 3.2%			
^a International Consolidated Airlines Group SA	United Kingdom	2,386,178	6,522,646
^a Japan Airlines Co. Ltd.	Japan	302,900	6,783,735
^a Southwest Airlines Co.	United States	156,671	9,566,331
			22,872,712
Auto Components 2.9%			
BorgWarner, Inc.	United States	157,695	7,310,740
Continental AG	Germany	55,291	7,318,496
Lear Corp.	United States	33,796	6,125,525
			20,754,761
Automobiles 1.6%			
Honda Motor Co. Ltd.	Japan	272,606	8,217,852
Isuzu Motors Ltd.	Japan	304,100	3,265,976
			11,483,828
Beverages 5.1%			
Anheuser-Busch InBev SA/NV	Belgium	279,958	17,597,456
Kirin Holdings Co. Ltd.	Japan	343,271	6,586,731
Pernod Ricard SA	France	35,070	6,563,816
Suntory Beverage & Food Ltd.	Japan	166,475	6,207,966
			36,955,969
Chemicals 4.2%			
Albemarle Corp.	United States	67,929	9,925,106
DuPont de Nemours, Inc.	United States	167,810	12,968,357
Umicore SA	Belgium	135,579	7,192,454
			30,085,917
Consumer Finance 1.3%			
American Express Co.	United States	64,909	9,180,729
Diversified Telecommunication Services 2.0%			
^a Verizon Communications, Inc.	United States	248,957	14,476,850
Electric Utilities 1.0%			
Southern Co. (The)	United States	120,348	7,480,832
Electrical Equipment 1.2%			
Mitsubishi Electric Corp.	Japan	565,700	8,645,622
Electronic Equipment, Instruments & Components 1.3%			
Kyocera Corp.	Japan	148,032	9,419,268
Entertainment 3.1%			
Nexon Co. Ltd.	Japan	178,387	5,788,309
^a Walt Disney Co. (The)	United States	90,835	16,760,874
			22,549,183
Food & Staples Retailing 2.2%			
Sysco Corp.	United States	199,267	15,690,284
Food Products 0.5%			
Danone SA	France	48,706	3,333,547

Templeton Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Health Care Equipment & Supplies 2.8%			
Medtronic plc	United States	87,358	\$10,319,600
Zimmer Biomet Holdings, Inc.	United States	61,949	9,916,796
			20,236,396
Health Care Providers & Services 1.5%			
^a Laboratory Corp. of America Holdings	United States	32,468	8,280,314
UnitedHealth Group, Inc.	United States	6,402	2,381,992
			10,662,306
Hotels, Restaurants & Leisure 7.5%			
^a Compass Group plc	United Kingdom	473,633	9,567,789
^a Galaxy Entertainment Group Ltd.	Macau	985,743	8,911,506
^a Hyatt Hotels Corp., A.	United States	51,013	4,218,775
^a InterContinental Hotels Group plc	United Kingdom	126,410	8,691,877
^a Starbucks Corp.	United States	56,480	6,171,569
^a Whitbread plc	United Kingdom	118,727	5,603,750
Yum China Holdings, Inc.	China	181,765	10,762,306
			53,927,572
Household Durables 3.6%			
Gree Electric Appliances, Inc. of Zhuhai, A.	China	418,320	4,015,153
Panasonic Corp.	Japan	739,440	9,575,347
Sony Group Corp.	Japan	116,299	12,308,327
			25,898,827
Industrial Conglomerates 2.3%			
Honeywell International, Inc.	United States	31,539	6,846,170
Siemens AG	Germany	60,461	9,933,596
			16,779,766
Insurance 1.9%			
AIA Group Ltd.	Hong Kong	1,101,645	13,480,664
Internet & Direct Marketing Retail 1.9%			
^a Booking Holdings, Inc.	United States	5,950	13,862,548
IT Services 3.9%			
^a EPAM Systems, Inc.	United States	32,355	12,834,905
Fujitsu Ltd.	Japan	40,441	5,884,719
Visa, Inc., A.	United States	43,948	9,305,110
			28,024,734
Machinery 3.3%			
Komatsu Ltd.	Japan	440,500	13,650,791
Makita Corp.	Japan	141,800	6,090,582
Stanley Black & Decker, Inc.	United States	22,400	4,472,608
			24,213,981
Marine 0.8%			
AP Moller - Maersk A/S, B.	Denmark	2,632	6,110,044
Media 1.6%			
^a Comcast Corp., A	United States	190,501	10,308,009
SES SA, FDR	Luxembourg	139,722	1,108,327
			11,416,336
Metals & Mining 4.0%			
ArcelorMittal SA	Luxembourg	394,019	11,339,465
^a Freeport-McMoRan, Inc.	United States	274,582	9,041,985

Templeton Growth VIP Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Metals & Mining (continued)			
Wheaton Precious Metals Corp.	Brazil	220,413	\$8,418,065
			28,799,515
Multiline Retail 2.2%			
^a Dollar Tree, Inc.	United States	138,131	15,810,474
Multi-Utilities 2.5%			
E.ON SE.	Germany	1,233,652	14,375,722
Public Service Enterprise Group, Inc.	United States	62,953	3,790,400
			18,166,122
Oil, Gas & Consumable Fuels 4.0%			
BP plc.	United Kingdom	1,941,401	7,884,743
Equinor ASA.	Norway	403,332	7,872,340
Marathon Petroleum Corp.	United States	246,250	13,171,912
			28,928,995
Pharmaceuticals 4.4%			
Roche Holding AG	Switzerland	46,662	15,117,447
Sanofi.	France	168,050	16,616,064
			31,733,511
Road & Rail 0.7%			
East Japan Railway Co.	Japan	31,800	2,261,214
Keisei Electric Railway Co. Ltd.	Japan	80,000	2,619,283
			4,880,497
Semiconductors & Semiconductor Equipment 2.7%			
Infineon Technologies AG	Germany	190,200	8,091,863
NXP Semiconductors NV	Netherlands	55,236	11,121,216
			19,213,079
Specialty Retail 3.5%			
Ross Stores, Inc.	United States	106,555	12,777,010
TJX Cos., Inc. (The)	United States	194,298	12,852,813
			25,629,823
Technology Hardware, Storage & Peripherals 3.6%			
Samsung Electronics Co. Ltd.	South Korea	354,453	25,732,009
Textiles, Apparel & Luxury Goods 1.8%			
^a adidas AG.	Germany	14,503	4,530,219
^a Burberry Group plc	United Kingdom	339,141	8,870,587
			13,400,806
Wireless Telecommunication Services 0.9%			
^a T-Mobile US, Inc.	United States	52,221	6,542,769
Total Common Stocks (Cost \$490,317,268)			672,767,925
Short Term Investments 2.2%			
	Country	Principal Amount ^c	Value
U.S. Government and Agency Securities 0.1%			
^b FFCB, 4/01/21	United States	600,000	600,000
Total U.S. Government and Agency Securities (Cost \$600,000).			600,000

Templeton Growth VIP Fund (continued)

Short Term Investments (continued)

	Country	Principal Amount [*]	Value
Time Deposits 2.1%			
Royal Bank of Canada, 0.02%, 4/01/21	Canada	15,000,000	\$15,000,000
Total Time Deposits (Cost \$15,000,000)			15,000,000
Total Short Term Investments (Cost \$15,600,000)			15,600,000
Total Investments (Cost \$505,917,268) 95.5%			\$688,367,925
Other Assets, less Liabilities 4.5%			32,947,487
Net Assets 100.0%			\$721,315,412

See Abbreviations on page 169.

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

^aNon-income producing.

^bThe security was issued on a discount basis with no stated coupon rate.

Notes to Statement of Investments (unaudited)

1. Organization

Franklin Templeton Variable Insurance Products Trust (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of eighteen separate funds (Funds) and applies the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP). Shares of the Funds are generally sold only to insurance company separate accounts to fund the benefits of variable life insurance policies or variable annuity contracts.

Certain or all Funds invest primarily in other funds of the Trust (Underlying Funds) and/or exchange traded funds (ETFs).

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.

2. 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 Funds' administrator has responsibility for oversight of valuation, 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.

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

Debt securities generally trade in the OTC market rather than on a securities exchange. The 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. Securities denominated in a foreign currency are converted into their U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the date that the values of the foreign debt securities are determined.

Investments in open-end mutual funds are valued at the closing NAV. Investments in repurchase agreements are valued at cost, which approximates fair value.

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

2. Financial Instrument Valuation (continued)

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, book values, and other relevant information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

Trading in securities on foreign securities stock exchanges and OTC markets may be completed before 4 p.m. Eastern time. In addition, trading in certain foreign markets may not take place on every Funds' business day. Events can occur between the time at which trading in a foreign security is completed and 4 p.m. Eastern time that might call into question the reliability of the value of a portfolio security held by the Fund. As a result, differences may arise between the value of the Funds' portfolio securities as determined at the foreign market close and the latest indications of value at 4 p.m. Eastern time. In order to minimize the potential for these differences, an independent pricing service may be used to adjust the value of the Funds' portfolio securities to the latest indications of fair value at 4 p.m. Eastern time. At March 31, 2021, certain securities may have been fair valued using these procedures, in which case the securities were categorized as Level 2 inputs within the fair value hierarchy (referred to as "market level fair value"). See the Fair Value Measurements note for more information.

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

3. Derivative Financial Instruments

Certain or all Funds invested in derivative financial instruments in order to manage risk or gain exposure to various other investments or markets. Derivatives are financial contracts based on an underlying or notional amount, require no initial investment or an initial net investment that is smaller than would normally be required to have a similar response to changes in market factors, and require or permit net settlement. Derivatives contain various risks including the potential inability of the counterparty to fulfill their obligations under the terms of the contract, the potential for an illiquid secondary market, and/or the potential for market movements.

Derivative counterparty credit risk is managed through a formal evaluation of the creditworthiness of all potential counterparties. Certain or all Funds attempt to reduce their exposure to counterparty credit risk on OTC derivatives, whenever possible, by entering into International Swaps and Derivatives Association (ISDA) master agreements with certain counterparties. These agreements contain various provisions, including but not limited to collateral requirements, events of default, or early termination. Termination events applicable to the counterparty include certain deteriorations in the credit quality of the counterparty. Termination events applicable to the Funds include failure of the Funds to maintain certain net asset levels and/or limit the decline in net assets over various periods of time. In the event of default or early termination, the ISDA master agreement gives the non-defaulting party the right to net and close-out all transactions traded, whether or not arising under the ISDA agreement, to one net amount payable by one counterparty to the other. Early termination by the counterparty may result in an immediate payment by the Funds of any net liability owed to that counterparty under the ISDA agreement.

Collateral requirements differ by type of derivative. Collateral or initial margin requirements are set by the broker or exchange clearing house for exchange traded and centrally cleared derivatives. Initial margin deposited is held at the exchange and can be in the form of cash and/or securities. For OTC derivatives traded under an ISDA master agreement, posting of

3. Derivative Financial Instruments (continued)

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

At March 31, 2021, Funds received U.S. Treasury Bills, Bonds and Notes as collateral for derivatives, as follows:

Franklin Mutual Global Discovery VIP Fund- \$1,155,654

Franklin Mutual Shares VIP Fund- \$1,904,674

Templeton Global Bond VIP Fund- \$2,714,193

Certain or all Funds entered into exchange traded futures contracts primarily to manage and/or gain exposure to interest rate/equity price risk. A futures contract is an agreement between the Fund and a counterparty to buy or sell an asset at a specified price on a future date. Required initial margins are pledged by the Fund, and the daily change in fair value is accounted for as a variation margin payable or receivable.

Certain or all Funds entered into OTC forward exchange contracts primarily to manage and/or gain exposure to certain foreign currencies. A forward exchange contract is an agreement between the Fund and a counterparty to buy or sell a foreign currency at a specific exchange rate on a future date.

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

Certain or all Funds entered into OTC cross currency swap contracts primarily to manage and/or gain exposure to interest rate risk and certain foreign currencies. A cross currency swap is an agreement between the Fund and a counterparty to exchange cash flows (determined using either a fixed or floating rate) based on the notional amounts of two different currencies. The notional amounts are typically determined based on the spot exchange rates at the opening of the contract. Cross currency swaps may require the exchange of notional amounts at the opening and/or closing of the contract. Over the term of the

3. Derivative Financial Instruments (continued)

contract, contractually required payments to be paid and to be received are accrued daily and recorded as unrealized depreciation and appreciation until the payments are made, at which time they are realized. Upfront payments and receipts represent compensating factors between stated terms of the cross currency swap contract and prevailing market conditions (interest rate spreads and other relevant factors). These upfront payments and receipts are amortized over the term of the contract as a realized gain or loss.

Certain or all Funds entered into inflation index swap contracts primarily to manage and/or gain exposure to inflation risk. An inflation index swap is an agreement between the Fund and a counterparty to exchange cash flows whereby one party makes payments based on the percentage change in an index that serves as a measure of inflation and the other party makes a regular payment based on a compounded fixed rate, applied to a notional amount. These agreements may be privately negotiated in the over-the-counter market (OTC inflation index swap) or may be executed on a registered exchange (centrally cleared inflation index swap). For centrally cleared inflation index swaps, required initial margins are pledged by the Fund, and the daily change in fair value is accounted for as a variation margin payable or receivable. Over the term of the contract, contractually required payments to be paid and to be received are accrued daily and recorded as unrealized depreciation and appreciation until the payments are made, at which time they are realized. Typically, an inflation index swap has payment obligations netted and exchanged upon maturity.

Certain or all Funds entered into OTC total return swap contracts primarily to manage and/or gain exposure to equity price risk of an underlying instrument such as a stock, bond, index or basket of securities or indices. A total return swap is an agreement between the Fund and a counterparty to exchange a return linked to an underlying instrument for a floating or fixed rate payment, both based upon a notional amount. Over the term of the contract, contractually required payments to be paid or received are accrued daily and recorded as unrealized appreciation or depreciation until the payments are made, at which time they are recognized as realized gain or loss.

Certain or all Funds purchased or wrote exchange traded and OTC option contracts primarily to manage exposure to equity price and foreign exchange rate risk. An option is a contract entitling the holder to purchase or sell a specific amount of shares or units of an asset or notional amount of a swap (swaption), at a specified price. When an option is purchased or written, an amount equal to the premium paid or received is recorded as an asset or liability, respectively. Upon exercise of an option, the acquisition cost or sales proceeds of the underlying investment is adjusted by any premium received or paid. Upon expiration of an option, any premium received or paid is recorded as a realized gain or loss. Upon closing an option other than through expiration or exercise, the difference between the premium received or paid and the cost to close the position is recorded as a realized gain or loss.

Certain or all Funds invest in value recovery instruments (VRI) primarily to gain exposure to economic growth. Periodic payments from VRI are dependent on established benchmarks for underlying variables. VRI has a notional amount, which is used to calculate amounts of payments to holders. Payments are recorded upon receipt as realized gains. The risks of investing in VRI include growth risk, liquidity, and the potential loss of investment.

The following Funds have invested in derivatives during the period.

Franklin Allocation VIP Fund – Futures

Franklin Mutual Global Discovery VIP Fund - Futures and forwards

Franklin Mutual Shares VIP Fund - Futures and forwards

Franklin Strategic Income VIP Fund - Futures, forwards, options, swaps and VRI.

Franklin VolSmart Allocation VIP Fund - Futures and swaps

3. Derivative Financial Instruments (continued)

Templeton Global Bond VIP Fund – Options and forwards

4. Mortgage Dollar Rolls

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

5. Concentration of Risk

Investing in foreign securities may include certain risks and considerations not typically associated with investing in U.S. securities, such as fluctuating currency values and changing local, regional and global economic, political and social conditions, which may result in greater market volatility. Political and financial uncertainty in many foreign regions may increase market volatility and the economic risk of investing in securities in foreign securities. In addition, certain foreign securities may not be as liquid as U.S. securities.

Certain or all Funds invest a large percentage of their total assets in Real Estate Investment Trust securities. Such concentration may subject the Funds to special risks associated with real estate securities. These securities may be more sensitive to economic or regulatory developments due to a variety of factors such as local, regional, national and global economic conditions, interest rates and tax considerations.

The United States and other nations have imposed and could impose additional sanctions on certain issuers in Russia due to regional conflicts. These sanctions could result in the devaluation of Russia's currency, a downgrade in Russian issuers' credit ratings, or a decline in the value and liquidity of Russian stocks or other securities. Such sanctions could also adversely affect Russia's economy. Certain or all Funds may be prohibited from investing in securities issued by companies subject to such sanctions. In addition, if the Fund holds the securities of an issuer that is subject to such sanctions, an immediate freeze of that issuer's securities could result, impairing the ability of the Fund to buy, sell, receive or deliver those securities. There is also the risk that countermeasures could be taken by Russia's government, which could involve the seizure of the Fund's assets. These risks could affect the value of the Funds' portfolio. While the Funds hold securities of certain issuers impacted by the sanctions, existing investments do not presently violate the applicable terms and conditions of the sanctions. The sanctions currently do not affect the Funds' ability to sell these securities. At March 31, 2021, Templeton Developing Markets VIP Fund had 6.3% of its net assets invested in Russia. The remaining Funds in the Trust did not have a significant investment in Russia.

Investments in issuers domiciled or with significant operations in developing or emerging market countries may be subject to higher risks than investments in developed countries. These risks include fluctuating currency values, underdeveloped legal or business systems, and changing local and regional economic, political and social conditions, which may result in greater market volatility. In addition, certain foreign securities may not be as liquid as U.S. securities. Currencies of developing or emerging market countries may be subject to significantly greater risks than currencies of developed countries, including the potential inability to repatriate those currencies into U.S. dollars.

5. Concentration of Risk (continued)

At March 31, 2021, Templeton Global Bond VIP Fund had 2.4% of its net assets denominated in Argentine Pesos, which has restricted currency repatriation since September 2019, and had restructured certain issues of its debt. Political and economic conditions in Argentina could continue to affect the value of the Fund's holdings.

6. Novel Coronavirus Pandemic

The global outbreak of the novel coronavirus disease, known as COVID-19, has caused adverse effects on many companies, sectors, nations, regions and the markets in general, and may continue for an unpredictable duration. The effects of this pandemic may materially impact the value and performance of the Funds, their ability to buy and sell fund investments at appropriate valuations and their ability to achieve their investment objectives.

7. Restricted Securities

At March 31, 2021, investments in restricted securities, excluding securities exempt from registration under the Securities Act of 1933, were as follows:

Shares	Issuer	Acquisition Date	Cost	Value
Franklin Mutual Global Discovery VIP Fund				
424,073	International Automotive Components Group BVBA . .	12/26/08	\$281,629	\$7,645
	Total Restricted Securities (Value is 0.0%* of Net Assets)		\$281,629	\$7,645

Shares/ Warrants	Issuer	Acquisition Date	Cost	Value
Franklin Mutual Shares VIP Fund				
1,730,515	International Automotive Components Group BVBA . .	4/13/06-12/26/08	\$1,149,241	\$31,198
2,039	Wayne Services Legacy Inc	1/22/20	—	—
609,467	Windstream Holdings, Inc.	9/21/20	4,827,676	9,214,017
34,368	Windstream Holdings, Inc. 9/21/55	9/21/20	436,130	519,581
	Total Restricted Securities (Value is 0.32% of Net Assets).		\$6,413,047	\$9,764,796

Shares	Issuer	Acquisition Date	Cost	Value
Franklin Small-Mid Cap Growth VIP Fund				
48,025	Alkami Technology, Inc., F	9/24/20	\$768,400	\$798,170
92,392	Allbirds, Inc., E	9/22/20	1,068,276	1,105,631
141,632	Blaize, Inc., D	3/02/21	1,478,997	1,478,992
79,866	Churchill Capital Corp IV	2/22/21	1,197,990	1,197,990
8,626	Databricks Inc	2/01/21	1,529,976	1,529,976
92,539	Fanatics, Inc., E	8/13/20	1,600,000	2,477,270
2,000	Fanatics, Inc., F	3/22/21	69,739	69,740
129,178	Marqeta, Inc.	8/20/20	1,077,009	1,208,923
74,800	NEW Starship Parent, Inc.	2/02/21	748,000	748,000
48,915	Newsela, Inc., D	1/21/21	1,034,806	1,034,805
	Total Restricted Securities (Value is 2.03% of Net Assets).		\$10,573,193	\$11,649,497

7. Restricted Securities (continued)

Shares	Issuer	Acquisition Date	Cost	Value
Franklin Strategic Income VIP Fund				
14,792,309	K2016470219 South Africa Ltd., A	2/01/17	\$114,768	\$—
1,472,041	K2016470219 South Africa Ltd., B	2/01/17	1,093	—
Total Restricted Securities (Value is —% of Net Assets)			\$115,861	\$—

^aRounds to less than 0.1% of net assets.

8. Investments in FT Underlying Funds

Certain or all Funds invest in FT Underlying Funds which are managed by affiliates of the Fund's administrative manager, Franklin Templeton Services, LLC. The Fund does not invest in FT Underlying Funds for the purpose of exercising a controlling influence over the management or policies. Investments in FT Underlying Funds for the three months ended March 31, 2021, were as follows:

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Dividends
Franklin VolSmart Allocation VIP Fund								
Non-Controlled Affiliates								
Franklin Income Fund, Class R6.	\$15,594,859	\$4,138,736	\$(20,664,426)	\$1,750,536	\$(819,705)	\$— ^a		\$218,735
Franklin Income VIP Fund, Class 1	—	20,492,223	(1,000,000)	16,110	248,438	19,756,771	1,183,040	—
Franklin Liberty U.S. Core Bond ETF	26,945,614	3,996,383	—	—	(1,108,733)	29,833,264	1,184,800	180,383
Franklin Low Duration Total Return Fund, Class R6	6,591,183	41,140	(1,960,000)	(4,045)	(12,369)	4,655,909	481,480	40,970
Franklin Strategic Income Fund, Class R6	6,368,172	4,090,711	(1,960,000)	(11,509)	(119,732)	8,367,642	891,123	116,829
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	3,563,810	7,716,841	(7,178,995)	—	—	4,101,656	4,101,656	31
Total Affiliated Securities	\$59,063,638	\$40,476,034	\$(32,763,421)	\$1,751,092	\$(1,812,101)	\$66,715,242		\$556,948

^aAs of March 31, 2021, no longer held by the fund.

9. Investments in Affiliated Management Investment Companies

Certain or all Funds invest in one or more affiliated management investment companies for purposes other than exercising a controlling influence over the management or policies. During the period ended March 31, 2021, investments in affiliated management investment companies were as follows:

9. Investments in Affiliated Management Investment Companies (continued)

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Franklin Allocation VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$24,011,384	\$30,279,187	\$(32,732,040)	\$—	\$—	\$21,558,531	21,558,531	\$190
Templeton Global Bond VIP Fund, Class 1	\$7,821,152	\$—	\$—	\$—	\$(231,938)	\$7,589,214	539,390	\$—
Total Affiliated Securities	\$31,832,536	\$30,279,187	\$(32,732,040)	\$—	\$(231,938)	\$29,147,745		\$190
Franklin Flex Cap Growth VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$3,334,677	\$5,041,274	\$(8,375,940)	\$—	\$—	\$11	11	\$12
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$466,550	\$2,646,410	\$(3,085,960)	\$—	\$—	\$27,000	27,000	\$—
Total Affiliated Securities	\$3,801,227	\$7,687,684	\$(11,461,900)	\$—	\$—	\$27,011		\$12
Franklin Global Real Estate VIP Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$163,000	\$1,969,000	\$(1,322,000)	—	—	\$810,000	810,000	\$5
Total Affiliated Securities	\$163,000	\$1,969,000	\$(1,322,000)	\$—	\$—	\$810,000		\$5
Franklin Growth and Income VIP Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$114,000	\$2,370,000	\$(2,381,000)	—	—	\$103,000	103,000	\$1
Total Affiliated Securities	\$114,000	\$2,370,000	\$(2,381,000)	\$—	\$—	\$103,000		\$1

9. Investments in Affiliated Management Investment Companies (continued)

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Franklin Income VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$129,156,296	\$394,995,366	\$(501,138,677)	\$—	\$—	\$23,012,985	23,012,985	\$464
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$8,117,000	\$89,381,000	\$(93,055,000)	\$—	\$—	\$4,443,000	4,443,000	\$127
Total Affiliated Securities	\$137,273,296	\$484,376,366	\$(594,193,677)	\$—	\$—	\$27,455,985		\$591
Franklin Large Cap Growth VIP Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$14,000	\$6,188,000	\$(4,772,000)	—	—	\$1,430,000	1,430,000	\$9
Total Affiliated Securities	\$14,000	\$6,188,000	\$(4,772,000)	\$—	\$—	\$1,430,000		\$9
Franklin Mutual Global Discovery VIP Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$—	\$1,528,000	\$(236,000)	—	—	\$1,292,000	1,292,000	\$5
Total Affiliated Securities	\$—	\$1,528,000	\$(236,000)	\$—	\$—	\$1,292,000		\$5
Franklin Rising Dividends VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$18,135,871	\$32,736,169	\$(34,114,877)	\$—	\$—	\$16,757,163	16,757,163	\$131
Total Affiliated Securities	\$18,135,871	\$32,736,169	\$(34,114,877)	\$—	\$—	\$16,757,163		\$131

9. Investments in Affiliated Management Investment Companies (continued)

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Franklin Small Cap Value VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$21,360,711	\$82,365,656	\$(93,951,682)	\$—	\$—	\$9,774,685	9,774,685	\$101
Total Affiliated Securities	\$21,360,711	\$82,365,656	\$(93,951,682)	\$—	\$—	\$9,774,685		\$101
Franklin Small-Mid Cap Growth VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$12,671,175	\$49,670,223	\$(44,883,806)	\$—	\$—	\$17,457,592	17,457,592	\$125
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$8,418,420	\$38,098,069	\$(41,376,754)	\$—	\$—	\$5,139,735	5,139,735	\$47
Total Affiliated Securities	\$21,089,595	\$87,768,292	\$(86,260,560)	\$—	\$—	\$22,597,327		\$172
Franklin Strategic Income VIP Fund								
Non-Controlled Affiliates								
								Dividends
Franklin Floating Rate Income Fund	\$8,481,652	\$20,570,676	\$—	\$—	\$(2,681,258)	\$26,371,070	3,420,372	\$112,476
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$12,853,316	\$29,506,257	\$(34,601,533)	\$—	\$—	\$7,758,040	7,758,040	\$76
Total Affiliated Securities	\$21,334,968	\$50,076,933	\$(34,601,533)	\$—	\$(2,681,258)	\$34,129,110		\$112,552
Templeton Developing Markets VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$1,250,033	\$11,014,820	\$(12,264,847)	\$—	\$—	\$6	6	\$6
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$518,425	\$445,189	\$(832,414)	—	—	\$131,200	131,200	\$1
Total Affiliated Securities	\$1,768,458	\$11,460,009	\$(13,097,261)	\$—	\$—	\$131,206		\$7

9. Investments in Affiliated Management Investment Companies (continued)

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Templeton Foreign VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$120,292,539	\$31,790,194	\$(75,517,337)	\$—	\$—	\$76,565,396	76,565,396	\$638
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$—	\$39,445,505	\$(37,830,105)	\$—	\$—	\$1,615,400	1,615,400	\$32
Total Affiliated Securities	\$120,292,539	\$71,235,699	\$(113,347,442)	\$—	\$—	\$78,180,796		\$670
Templeton Global Bond VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$221,215,254	\$527,944,620	\$(353,605,410)	\$—	\$—	\$395,554,464	395,554,464	\$2,087
Total Affiliated Securities	\$221,215,254	\$527,944,620	\$(353,605,410)	\$—	\$—	\$395,554,464		\$2,087
Templeton Growth VIP Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	\$—	\$13,585,096	\$(13,585,096)	—	—	\$—	—	\$5
Total Affiliated Securities	\$—	\$13,585,096	\$(13,585,096)	\$—	\$—	\$—		\$5

10. Investments in FT Holdings Corporation III (FT Subsidiary)

Franklin Strategic Income VIP Fund invests in a certain financial instrument through its investment in FT Subsidiary. FT Subsidiary is a Delaware Corporation, is a wholly-owned subsidiary of the Fund, and is able to invest in certain financial instruments consistent with the investment objective of the Fund. In December 2020, FT Subsidiary's investment, Turtle Bay Resort, liquidated and paid a final distribution. At March 31, 2021, other assets and liabilities of FT Subsidiary are reflected in the Fund's Consolidated Statement of Investments. At March 31, 2021, the net assets of FT subsidiary were \$6,317,713, representing 1.6% of the Fund's consolidated net assets.

11. 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:

11. Fair Value Measurements (continued)

- 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 March 31, 2021, in valuing the Funds' assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Franklin Allocation VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$8,717,709	\$2,541,294	\$—	\$11,259,003
Air Freight & Logistics	2,764,252	2,571,025	—	5,335,277
Airlines	—	420,548	—	420,548
Auto Components	541,320	1,147,424	—	1,688,744
Automobiles	1,473,670	3,674,185	—	5,147,855
Banks	5,102,191	9,405,430	—	14,507,621
Beverages	6,620,370	885,424	—	7,505,794
Biotechnology	7,864,971	3,224,244	—	11,089,215
Building Products	3,093,992	1,447,362	—	4,541,354
Capital Markets	13,948,582	7,468,675	—	21,417,257
Chemicals	12,630,754	6,517,727	—	19,148,481
Commercial Services & Supplies	2,256,896	217,415	—	2,474,311
Communications Equipment	1,158,939	—	—	1,158,939
Construction & Engineering	280,392	1,021,680	—	1,302,072
Construction Materials	726,379	134,382	—	860,761
Consumer Finance	1,242,648	—	—	1,242,648
Containers & Packaging	257,389	—	—	257,389
Distributors	233,037	—	—	233,037
Diversified Consumer Services	1,829,300	—	—	1,829,300
Diversified Financial Services	851,202	1,640,413	—	2,491,615
Diversified Telecommunication Services	1,159,180	2,832,492	—	3,991,672
Electric Utilities	3,517,575	—	—	3,517,575
Electrical Equipment	1,978,539	810,002	—	2,788,541
Electronic Equipment, Instruments & Components	3,343,036	1,518,916	—	4,861,952
Energy Equipment & Services	120,927	857,442	—	978,369
Entertainment	3,696,389	2,126,345	—	5,822,734
Equity Real Estate Investment Trusts (REITs)	5,791,442	636,164	—	6,427,606
Food & Staples Retailing	4,355,995	833,427	—	5,189,422
Food Products	2,776,035	349,748	—	3,125,783
Gas Utilities	96,675	1,030,757	—	1,127,432
Health Care Equipment & Supplies	20,014,742	6,890,725	—	26,905,467
Health Care Providers & Services	4,146,388	1,077,203	—	5,223,591
Health Care Technology	1,626,533	54,919	—	1,681,452
Hotels, Restaurants & Leisure	3,497,555	119,494	—	3,617,049
Household Durables	1,039,590	2,591,219	—	3,630,809
Household Products	5,854,359	—	—	5,854,359
Industrial Conglomerates	6,753,259	1,206,703	—	7,959,962
Insurance	1,834,549	2,706,054	—	4,540,603
Interactive Media & Services	15,927,923	631,337	—	16,559,260

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Allocation VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Internet & Direct Marketing Retail	\$11,581,914	\$3,567,949	\$—	\$15,149,863
IT Services	18,551,097	5,071,853	—	23,622,950
Life Sciences Tools & Services	8,073,248	1,002,828	—	9,076,076
Machinery	9,238,649	3,527,354	—	12,766,003
Marine	—	217,600	—	217,600
Media	2,276,958	3,808,991	—	6,085,949
Metals & Mining	2,293,783	4,430,591	—	6,724,374
Multiline Retail	3,407,821	894,599	—	4,302,420
Multi-Utilities	1,622,987	713,663	—	2,336,650
Oil, Gas & Consumable Fuels	4,617,675	4,446,964	—	9,064,639
Personal Products	709,413	1,612,546	—	2,321,959
Pharmaceuticals	13,259,884	6,688,551	—	19,948,435
Professional Services	5,538,545	3,891,358	—	9,429,903
Real Estate Management & Development	202,126	3,251,526	—	3,453,652
Road & Rail	7,356,493	231,235	—	7,587,728
Semiconductors & Semiconductor Equipment	24,950,094	4,032,532	—	28,982,626
Software	38,549,208	4,650,565	—	43,199,773
Specialty Retail	8,801,987	614,562	—	9,416,549
Technology Hardware, Storage & Peripherals	12,282,638	2,297,659	—	14,580,297
Textiles, Apparel & Luxury Goods	3,893,169	825,873	—	4,719,042
Thriffs & Mortgage Finance	—	823,580	—	823,580
Tobacco	2,124,330	927,675	—	3,052,005
Trading Companies & Distributors	2,881,946	2,102,581	—	4,984,527
Water Utilities	542,560	—	—	542,560
Wireless Telecommunication Services	—	705,565	—	705,565
Management Investment Companies	22,802,764	—	—	22,802,764
Preferred Stocks	—	432,058	—	432,058
Corporate Bonds	—	85,686,160	—	85,686,160
Foreign Government and Agency Securities	—	6,769,658	—	6,769,658
U.S. Government and Agency Securities	—	98,040,512	—	98,040,512
Asset-Backed Securities	—	3,529,494	—	3,529,494
Mortgage-Backed Securities	—	78,687,674	—	78,687,674
Municipal Bonds	—	4,727,267	—	4,727,267
Short Term Investments	21,558,531	—	—	21,558,531
Total Investments in Securities	\$386,242,504	\$406,801,198 ^a	\$—	\$793,043,702
Other Financial Instruments:				
Futures contracts	\$830,289	\$—	\$—	\$830,289
Total Other Financial Instruments	\$830,289	\$—	\$—	\$830,289
Liabilities:				
Other Financial Instruments:				
Futures contracts	\$84,056	\$—	\$—	\$84,056
Franklin Flex Cap Growth VIP Fund				
Assets:				
Investments in Securities: ^b				
Common Stocks	155,674,770	—	—	155,674,770
Short Term Investments	27,011	—	—	27,011
Total Investments in Securities	\$155,701,781	\$—	\$—	\$155,701,781

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Global Real Estate VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Diversified Telecommunication Services	\$—	\$822,570	\$—	\$822,570
Equity Real Estate Investment Trusts (REITs)	79,091,901	28,026,124	—	107,118,025
Real Estate Management & Development	925,537	26,261,435	—	27,186,972
Short Term Investments	810,000	782,233	—	1,592,233
Total Investments in Securities	\$80,827,438	\$55,892,362 ^c	\$—	\$136,719,800
Franklin Growth and Income VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	2,703,596	—	—	2,703,596
Air Freight & Logistics	1,665,902	—	—	1,665,902
Banks	8,280,872	—	—	8,280,872
Beverages	2,745,784	—	—	2,745,784
Capital Markets	5,172,580	—	—	5,172,580
Chemicals	1,019,277	636,930	—	1,656,207
Commercial Services & Supplies	1,065,032	—	—	1,065,032
Communications Equipment	445,482	—	—	445,482
Diversified Telecommunication Services	1,725,759	—	—	1,725,759
Electric Utilities	4,572,852	—	—	4,572,852
Electrical Equipment	1,109,382	—	—	1,109,382
Equity Real Estate Investment Trusts (REITs)	867,651	—	—	867,651
Food & Staples Retailing	935,869	—	—	935,869
Food Products	—	313,282	—	313,282
Health Care Equipment & Supplies	1,964,502	—	—	1,964,502
Health Care Providers & Services	1,366,690	—	—	1,366,690
Hotels, Restaurants & Leisure	1,144,235	—	—	1,144,235
Household Products	1,738,244	—	—	1,738,244
Insurance	379,925	—	—	379,925
IT Services	390,642	—	—	390,642
Machinery	880,701	—	—	880,701
Media	1,341,928	—	—	1,341,928
Multiline Retail	1,907,414	—	—	1,907,414
Oil, Gas & Consumable Fuels	3,473,601	—	—	3,473,601
Pharmaceuticals	3,874,499	—	—	3,874,499
Road & Rail	1,374,822	—	—	1,374,822
Semiconductors & Semiconductor Equipment	1,994,407	—	—	1,994,407
Software	1,193,335	—	—	1,193,335
Specialty Retail	1,630,508	—	—	1,630,508
Technology Hardware, Storage & Peripherals	441,572	—	—	441,572
Equity-Linked Securities	—	6,978,116	—	6,978,116
Convertible Preferred Stocks	4,682,212	—	—	4,682,212
Short Term Investments	103,000	26,739	—	129,739
Total Investments in Securities	\$62,192,275	\$7,955,067 ^d	\$—	\$70,147,342
Franklin Income VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	71,216,000	—	—	71,216,000
Air Freight & Logistics	37,006,823	—	—	37,006,823
Banks	338,197,150	32,006,861	—	370,204,011
Beverages	153,019,350	—	—	153,019,350
Biotechnology	35,703,000	—	—	35,703,000

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Income VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Capital Markets	\$47,877,390	\$—	\$—	\$47,877,390
Chemicals	2,110,050	27,006,164	—	29,116,214
Diversified Telecommunication Services	90,814,516	—	—	90,814,516
Electric Utilities	243,976,725	—	—	243,976,725
Energy Equipment & Services	8,918,000	—	—	8,918,000
Equity Real Estate Investment Trusts (REITs)	16,850,000	—	—	16,850,000
Health Care Providers & Services	62,419,500	—	—	62,419,500
Household Products	94,801,000	—	—	94,801,000
Industrial Conglomerates	65,121,000	—	—	65,121,000
Insurance	81,161,215	—	—	81,161,215
IT Services	34,604,824	—	—	34,604,824
Machinery	25,911,000	—	—	25,911,000
Media	27,055,000	—	—	27,055,000
Metals & Mining	62,120,000	—	—	62,120,000
Multi-Utilities	118,641,722	—	—	118,641,722
Oil, Gas & Consumable Fuels	287,631,500	—	—	287,631,500
Personal Products	—	16,737,514	—	16,737,514
Pharmaceuticals	221,099,000	45,406,326	—	266,505,326
Road & Rail	35,596,215	—	—	35,596,215
Semiconductors & Semiconductor Equipment	77,746,400	—	—	77,746,400
Specialty Retail	9,768,000	—	—	9,768,000
Tobacco	31,059,000	—	—	31,059,000
Equity-Linked Securities	—	565,035,548	—	565,035,548
Convertible Preferred Stocks:				
Capital Markets	5,665,250	—	—	5,665,250
Electric Utilities	75,998,920	—	—	75,998,920
Multi-Utilities	68,016,000	—	—	68,016,000
Semiconductors & Semiconductor Equipment	73,724,500	—	—	73,724,500
Thriffs & Mortgage Finance	—	8,906,350	—	8,906,350
Preferred Stocks	425,968	—	—	425,968
Convertible Bonds	—	19,031,512	—	19,031,512
Corporate Bonds	—	1,163,365,194	—	1,163,365,194
Index-Linked Notes	—	36,803,984	—	36,803,984
U.S. Government and Agency Securities	—	52,768,554	—	52,768,554
Asset-Backed Securities	—	10,840,227	—	10,840,227
Mortgage-Backed Securities	—	58,359,819	—	58,359,819
Escrows and Litigation Trusts	—	10,087,813	—	10,087,813
Short Term Investments	27,455,985	1,111,849	—	28,567,834
Total Investments in Securities	\$2,531,711,003	\$2,047,467,715 ^e	\$—	\$4,579,178,718

Franklin Large Cap Growth VIP Fund

Assets:

Investments in Securities:

Common Stocks:

Auto Components	938,409	—	—	938,409
Automobiles	1,412,004	—	—	1,412,004
Beverages	1,820,909	—	—	1,820,909
Biotechnology	2,160,007	—	—	2,160,007
Capital Markets	8,538,159	—	—	8,538,159
Chemicals	1,730,528	—	—	1,730,528
Commercial Services & Supplies	405,249	—	—	405,249
Electric Utilities	601,629	—	—	601,629
Entertainment	952,308	—	—	952,308
Equity Real Estate Investment Trusts (REITs)	3,391,989	—	—	3,391,989

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Large Cap Growth VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Food Products	\$1,219,275	\$—	\$—	\$1,219,275
Health Care Equipment & Supplies	8,377,884	—	—	8,377,884
Health Care Providers & Services	3,430,348	—	—	3,430,348
Health Care Technology	2,298,128	—	—	2,298,128
Hotels, Restaurants & Leisure	1,939,007	—	—	1,939,007
Industrial Conglomerates	2,301,090	—	—	2,301,090
Interactive Media & Services	4,780,880	—	—	4,780,880
Internet & Direct Marketing Retail	11,733,453	—	—	11,733,453
IT Services	18,900,392	—	—	18,900,392
Life Sciences Tools & Services	859,180	911,612	—	1,770,792
Media	911,110	—	—	911,110
Pharmaceuticals	2,114,555	—	—	2,114,555
Professional Services	5,231,951	—	—	5,231,951
Road & Rail	1,332,819	—	—	1,332,819
Semiconductors & Semiconductor Equipment	5,410,018	—	—	5,410,018
Software	22,286,980	—	—	22,286,980
Specialty Retail	395,910	—	—	395,910
Technology Hardware, Storage & Peripherals	5,008,394	—	—	5,008,394
Textiles, Apparel & Luxury Goods	885,712	—	—	885,712
Wireless Telecommunication Services	1,380,821	—	—	1,380,821
Short Term Investments	1,430,000	3,691,790	—	5,121,790
Total Investments in Securities	\$124,179,098	\$4,603,402 ^f	\$—	\$128,782,500
Franklin Mutual Global Discovery VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	—	8,138,684	—	8,138,684
Auto Components	—	—	7,645	7,645
Automobiles	6,849,232	—	—	6,849,232
Banks	30,461,429	12,742,275	—	43,203,704
Beverages	—	5,652,478	—	5,652,478
Biotechnology	3,731,004	—	—	3,731,004
Building Products	7,795,408	—	—	7,795,408
Capital Markets	—	10,313,109	—	10,313,109
Chemicals	—	15,648,020	—	15,648,020
Communications Equipment	5,237,189	—	—	5,237,189
Construction Materials	—	6,447,412	—	6,447,412
Consumer Finance	10,138,704	—	—	10,138,704
Containers & Packaging	4,931,184	—	—	4,931,184
Diversified Financial Services	10,255,586	—	—	10,255,586
Diversified Telecommunication Services	—	10,918,342	—	10,918,342
Entertainment	9,076,723	—	—	9,076,723
Food Products	9,528,000	—	—	9,528,000
Health Care Equipment & Supplies	12,003,544	—	—	12,003,544
Health Care Providers & Services	25,430,464	—	—	25,430,464
Hotels, Restaurants & Leisure	—	6,306,555	—	6,306,555
Industrial Conglomerates	8,206,907	—	—	8,206,907
Insurance	31,597,897	17,862,591	—	49,460,488
IT Services	9,980,611	3,097,797	—	13,078,408
Media	14,059,418	—	—	14,059,418
Oil, Gas & Consumable Fuels	32,220,252	12,046,202	—	44,266,454
Pharmaceuticals	37,107,319	16,054,271	—	53,161,590
Semiconductors & Semiconductor Equipment	5,737,512	7,832,378	—	13,569,890

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Mutual Global Discovery VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Software	\$23,517,432	\$—	\$—	\$23,517,432
Technology Hardware, Storage & Peripherals	11,110,270	11,959,601	—	23,069,871
Textiles, Apparel & Luxury Goods	—	7,075,075	—	7,075,075
Tobacco	7,494,122	11,054,767	—	18,548,889
Wireless Telecommunication Services	—	3,876,295	—	3,876,295
Preferred Stocks	—	5,903,865	—	5,903,865
Warrants	85,905	—	—	85,905
Corporate Bonds	—	15,661,615	—	15,661,615
Senior Floating Rate Interests	—	433,907	—	433,907
Companies in Liquidation	—	—	8,868 ^g	8,868
Short Term Investments	9,791,723	323,854	—	10,115,577
Total Investments in Securities	\$326,347,835	\$189,349,093 ^h	\$16,513	\$515,713,441
Other Financial Instruments:				
Forward exchange contracts	—	1,897,160	—	1,897,160
Futures contracts	299,112	—	—	299,112
Total Other Financial Instruments	\$299,112	\$1,897,160	\$—	\$2,196,272
Liabilities:				
Other Financial Instruments:				
Securities Sold Short	15,989,734	—	—	15,989,734
Forward exchange contracts	—	190,957	—	190,957
Total Other Financial Instruments	\$15,989,734	\$190,957	\$—	\$16,180,691
Franklin Mutual Shares VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	48,095,617	8,691,092	—	56,786,709
Auto Components	—	—	31,198	31,198
Automobiles	31,490,953	—	—	31,490,953
Banks	274,736,455	—	—	274,736,455
Beverages	—	29,526,614	—	29,526,614
Biotechnology	21,682,638	—	—	21,682,638
Building Products	62,793,665	—	—	62,793,665
Capital Markets	—	28,996,439	—	28,996,439
Communications Equipment	33,393,077	—	—	33,393,077
Consumer Finance	71,118,771	—	—	71,118,771
Containers & Packaging	37,502,087	—	—	37,502,087
Diversified Financial Services	48,252,484	—	—	48,252,484
Diversified Telecommunication Services	—	—	9,214,017	9,214,017
Electric Utilities	59,019,278	—	—	59,019,278
Electrical Equipment	70,337,971	—	—	70,337,971
Entertainment	54,387,085	—	—	54,387,085
Equity Real Estate Investment Trusts (REITs)	44,796,727	—	—	44,796,727
Food & Staples Retailing	32,276,372	—	—	32,276,372
Food Products	118,359,808	—	—	118,359,808
Health Care Equipment & Supplies	74,284,751	—	—	74,284,751
Health Care Providers & Services	144,976,759	—	—	144,976,759
Household Durables	80,408,221	—	—	80,408,221
Household Products	23,446,237	—	—	23,446,237
Industrial Conglomerates	49,672,576	—	—	49,672,576
Insurance	253,231,251	—	—	253,231,251
IT Services	58,485,163	—	—	58,485,163
Media	152,711,231	—	—	152,711,231

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Mutual Shares VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Oil, Gas & Consumable Fuels	\$102,158,578	\$55,897,195	\$—	\$158,055,773
Pharmaceuticals	207,698,690	71,750,631	—	279,449,321
Semiconductors & Semiconductor Equipment	33,243,573	—	—	33,243,573
Software	141,082,868	—	—	141,082,868
Specialty Retail	—	—	— ^g	—
Technology Hardware, Storage & Peripherals	53,111,773	56,070,986	—	109,182,759
Textiles, Apparel & Luxury Goods	44,120,343	—	—	44,120,343
Tobacco	34,521,592	49,139,646	—	83,661,238
Wireless Telecommunication Services	48,480,214	—	—	48,480,214
Warrants:				
Diversified Telecommunication Services	—	—	519,581	519,581
Software	526,426	—	—	526,426
Corporate Bonds	—	121,990,870	—	121,990,870
Senior Floating Rate Interests	—	15,277,322	—	15,277,322
Asset-Backed Securities	—	5,319,058	—	5,319,058
Companies in Liquidation	—	—	135,928 ^g	135,928
Short Term Investments	41,497,769	—	—	41,497,769
Total Investments in Securities	\$2,551,901,003	\$442,659,853 ⁱ	\$9,900,724	\$3,004,461,580
Other Financial Instruments:				
Forward exchange contracts	—	3,887,160	—	3,887,160
Futures contracts	279,045	—	—	279,045
Total Other Financial Instruments	\$279,045	\$3,887,160	\$—	\$4,166,205
Liabilities:				
Other Financial Instruments:				
Securities Sold Short	92,763,569	—	—	92,763,569
Forward exchange contracts	—	1,218,238	—	1,218,238
Total Other Financial Instruments	\$92,763,569	\$1,218,238	\$—	\$93,981,807
Franklin Rising Dividends VIP Fund				
Assets:				
Investments in Securities: ^b				
Common Stocks	1,580,291,159	—	—	1,580,291,159
Short Term Investments	16,757,163	—	—	16,757,163
Total Investments in Securities	\$1,597,048,322	\$—	\$—	\$1,597,048,322
Franklin Small Cap Value VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	—	17,066,844	—	17,066,844
Auto Components	2,368,870	—	—	2,368,870
Automobiles	17,929,852	—	—	17,929,852
Banks	207,184,976	—	—	207,184,976
Building Products	45,883,890	—	—	45,883,890
Chemicals	115,562,554	—	—	115,562,554
Communications Equipment	24,517,138	—	—	24,517,138
Construction & Engineering	38,519,580	—	—	38,519,580
Construction Materials	16,992,953	—	—	16,992,953
Electric Utilities	7,207,937	—	—	7,207,937
Electrical Equipment	13,653,905	—	—	13,653,905
Electronic Equipment, Instruments & Components	28,065,745	—	—	28,065,745
Energy Equipment & Services	6,567,216	—	—	6,567,216

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Small Cap Value VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Equity Real Estate Investment Trusts (REITs)	\$10,465,476	\$—	\$—	\$10,465,476
Food & Staples Retailing	921,559	—	—	921,559
Food Products	1,061,085	23,741,352	—	24,802,437
Gas Utilities	2,232,808	—	—	2,232,808
Health Care Equipment & Supplies	51,631,674	—	—	51,631,674
Hotels, Restaurants & Leisure	77,918,536	—	—	77,918,536
Household Durables	3,243,475	—	—	3,243,475
Insurance	155,720,414	—	—	155,720,414
Leisure Products	38,458,252	—	—	38,458,252
Machinery	234,777,909	—	—	234,777,909
Metals & Mining	12,843,860	—	—	12,843,860
Multi-Utilities	18,038,049	—	—	18,038,049
Oil, Gas & Consumable Fuels	49,396,326	—	—	49,396,326
Paper & Forest Products	8,888,828	—	—	8,888,828
Professional Services	11,450,622	—	—	11,450,622
Software	16,323,412	4,689,824	—	21,013,236
Specialty Retail	30,787,699	12,582,256	—	43,369,955
Textiles, Apparel & Luxury Goods	19,617,916	—	—	19,617,916
Thriffs & Mortgage Finance	5,768,499	—	—	5,768,499
Trading Companies & Distributors	21,880,103	—	—	21,880,103
Short Term Investments	9,774,685	—	—	9,774,685
Total Investments in Securities	\$1,305,655,803	\$58,080,276 ^j	\$—	\$1,363,736,079

Franklin Small-Mid Cap Growth VIP Fund

Assets:

Investments in Securities:

Common Stocks:

Aerospace & Defense	9,210,581	—	—	9,210,581
Airlines	3,181,226	—	—	3,181,226
Banks	2,468,300	—	—	2,468,300
Biotechnology	18,434,879	—	—	18,434,879
Capital Markets	26,512,478	—	2,278,560	28,791,038
Commercial Services & Supplies	6,050,415	—	—	6,050,415
Construction Materials	2,787,306	—	—	2,787,306
Containers & Packaging	6,296,182	—	—	6,296,182
Electronic Equipment, Instruments & Components	9,064,329	—	—	9,064,329
Entertainment	14,552,752	—	—	14,552,752
Equity Real Estate Investment Trusts (REITs)	11,595,781	—	—	11,595,781
Food & Staples Retailing	2,951,200	—	—	2,951,200
Food Products	3,876,588	—	—	3,876,588
Health Care Equipment & Supplies	41,383,256	—	—	41,383,256
Health Care Providers & Services	9,967,950	—	—	9,967,950
Health Care Technology	14,343,157	—	—	14,343,157
Hotels, Restaurants & Leisure	19,703,671	—	—	19,703,671
Household Durables	4,155,040	—	—	4,155,040
Household Products	6,254,260	—	—	6,254,260
Interactive Media & Services	11,799,039	—	—	11,799,039
Internet & Direct Marketing Retail	10,843,584	—	1,208,923	12,052,507
IT Services	48,197,230	—	—	48,197,230
Life Sciences Tools & Services	22,898,384	—	—	22,898,384
Machinery	12,755,671	—	—	12,755,671
Personal Products	3,064,578	—	—	3,064,578
Pharmaceuticals	8,475,866	—	—	8,475,866

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Small-Mid Cap Growth VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Professional Services	\$32,414,440	\$—	\$—	\$32,414,440
Road & Rail	5,757,820	—	748,000	6,505,820
Semiconductors & Semiconductor Equipment	38,040,270	—	—	38,040,270
Software	92,941,477	—	—	92,941,477
Specialty Retail	25,308,021	—	—	25,308,021
Textiles, Apparel & Luxury Goods	10,701,731	—	—	10,701,731
Trading Companies & Distributors	6,295,056	—	—	6,295,056
Convertible Preferred Stocks	—	—	2,634,521	2,634,521
Preferred Stocks	—	—	5,860,063	5,860,063
Warrants	—	—	— ^g	—
Short Term Investments	22,597,327	—	—	22,597,327
Total Investments in Securities	\$564,879,845	\$—	\$12,730,067	\$577,609,912
Franklin Strategic Income VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Energy Equipment & Services	175,735	—	—	175,735
Machinery	—	507,642	—	507,642
Media	189,617	—	2,397	192,014
Multiline Retail	—	—	— ^g	—
Oil, Gas & Consumable Fuels	1,198	—	1,710	2,908
Paper & Forest Products	81,996	—	—	81,996
Specialty Retail	139,378	—	—	139,378
Management Investment Companies	29,358,620	—	—	29,358,620
Warrants:				
Oil, Gas & Consumable Fuels	—	—	332	332
Paper & Forest Products	1,243	—	—	1,243
Convertible Bonds	—	18,356	—	18,356
Corporate Bonds:				
Aerospace & Defense	—	2,284,102	—	2,284,102
Air Freight & Logistics	—	2,452,304	—	2,452,304
Airlines	—	3,020,990	—	3,020,990
Auto Components	—	5,020,589	—	5,020,589
Banks	—	9,028,863	—	9,028,863
Beverages	—	1,843,150	—	1,843,150
Biotechnology	—	745,189	—	745,189
Building Products	—	1,594,064	—	1,594,064
Capital Markets	—	1,542,272	—	1,542,272
Chemicals	—	11,487,688	—	11,487,688
Commercial Services & Supplies	—	2,355,211	—	2,355,211
Communications Equipment	—	1,363,702	—	1,363,702
Construction & Engineering	—	443,000	—	443,000
Construction Materials	—	390,681	—	390,681
Consumer Finance	—	2,546,375	—	2,546,375
Containers & Packaging	—	6,763,384	—	6,763,384
Diversified Financial Services	—	1,464,375	—	1,464,375
Diversified Telecommunication Services	—	4,572,737	—	4,572,737
Electric Utilities	—	6,155,935	—	6,155,935
Electrical Equipment	—	1,019,905	—	1,019,905
Electronic Equipment, Instruments & Components	—	1,993,384	—	1,993,384
Energy Equipment & Services	—	1,559,287	—	1,559,287
Entertainment	—	2,627,035	—	2,627,035

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Strategic Income VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Corporate Bonds:				
Equity Real Estate Investment Trusts (REITs)	\$—	\$6,823,521	\$—	\$6,823,521
Food & Staples Retailing	—	776,204	—	776,204
Food Products	—	7,443,808	—	7,443,808
Gas Utilities	—	292,444	—	292,444
Health Care Providers & Services	—	4,797,163	—	4,797,163
Hotels, Restaurants & Leisure	—	11,794,015	—	11,794,015
Household Durables	—	2,417,542	—	2,417,542
Household Products	—	2,304,736	—	2,304,736
Independent Power and Renewable Electricity Producers	—	5,723,314	—	5,723,314
Insurance	—	1,004,575	—	1,004,575
Interactive Media & Services	—	2,030,632	—	2,030,632
Internet & Direct Marketing Retail	—	1,239,049	—	1,239,049
IT Services	—	4,560,838	—	4,560,838
Life Sciences Tools & Services	—	404,126	—	404,126
Machinery	—	2,755,789	—	2,755,789
Marine	—	1,272,600	—	1,272,600
Media	—	10,914,484	—	10,914,484
Metals & Mining	—	5,621,047	—	5,621,047
Multiline Retail	—	336,716	1,983 ⁹	338,699
Multi-Utilities	—	1,385,711	—	1,385,711
Oil, Gas & Consumable Fuels	—	21,341,395	—	21,341,395
Paper & Forest Products	—	721,409	—	721,409
Personal Products	—	286,875	—	286,875
Pharmaceuticals	—	3,435,521	—	3,435,521
Real Estate Management & Development	—	2,685,288	—	2,685,288
Road & Rail	—	3,126,326	—	3,126,326
Semiconductors & Semiconductor Equipment	—	1,443,632	—	1,443,632
Software	—	2,115,365	—	2,115,365
Specialty Retail	—	2,903,299	—	2,903,299
Textiles, Apparel & Luxury Goods	—	1,483,923	—	1,483,923
Thriffs & Mortgage Finance	—	3,997,485	—	3,997,485
Tobacco	—	1,307,823	—	1,307,823
Trading Companies & Distributors	—	4,680,453	—	4,680,453
Wireless Telecommunication Services	—	3,992,946	—	3,992,946
Senior Floating Rate Interests	—	4,775,844	—	4,775,844
Marketplace Loans	—	—	939,990	939,990
Loan Participations and Assignments	—	1,568,347	—	1,568,347
Foreign Government and Agency Securities	—	56,540,887	—	56,540,887
U.S. Government and Agency Securities	—	10,936,744	—	10,936,744
Asset-Backed Securities	—	31,038,354	—	31,038,354
Commercial Mortgage-Backed Securities	—	167,641	—	167,641
Mortgage-Backed Securities	—	12,292,489	—	12,292,489
Municipal Bonds	—	7,682,670	—	7,682,670
Residential Mortgage-Backed Securities	—	35,394,778	—	35,394,778
Escrows and Litigation Trusts	—	1,519	4,500 ⁹	6,019

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Strategic Income VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Corporate Bonds:				
Options purchased	—	\$62,227	—	\$62,227
Short Term Investments	\$7,758,040	—	—	7,758,040
Total Investments in Securities	\$37,705,827	\$360,681,774	\$950,912	\$399,338,513
Other Financial Instruments:				
Forward exchange contracts	—	123,260	\$—	123,260
Futures contracts	530,993	—	—	530,993
Swap contracts	—	377,640	—	377,640
Total Other Financial Instruments	\$530,993	\$500,900	\$—	\$1,031,893
Liabilities:				
Other Financial Instruments:				
Options written	\$—	\$152,312	\$—	\$152,312
Forward exchange contracts	—	302,444	—	302,444
Futures contracts	397,662	—	—	397,662
Swap contracts	—	51,012	—	51,012
Total Other Financial Instruments	\$397,662	\$505,768	\$—	\$903,430
Franklin U.S. Government Securities VIP Fund				
Assets:				
Investments in Securities: ^b				
Corporate Bonds	—	19,351,678	—	19,351,678
Foreign Government and Agency Securities	—	13,522,011	—	13,522,011
U.S. Government and Agency Securities	—	111,089,008	—	111,089,008
Mortgage-Backed Securities	—	636,297,174	—	636,297,174
Short Term Investments	—	33,636,367	—	33,636,367
Total Investments in Securities	\$—	\$813,896,238	\$—	\$813,896,238
Franklin VoISmart Allocation VIP Fund				
Assets:				
Investments in Securities: ^b				
Common Stocks	133,593,826	—	—	133,593,826
Management Investment Companies	62,613,586	—	—	62,613,586
Short Term Investments	4,101,656	—	—	4,101,656
Total Investments in Securities	\$200,309,068	\$—	\$—	\$200,309,068
Liabilities:				
Other Financial Instruments:				
Futures contracts	21,251	—	—	21,251
Swap contracts	—	1,003	—	1,003
Total Other Financial Instruments	\$21,251	\$1,003	\$—	\$22,254
	Level 1	Level 2	Level 3	Total
Templeton Developing Markets VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Brazil	\$10,401,772	\$—	\$—	\$10,401,772
Cambodia	—	1,626,301	—	1,626,301
China	7,143,250	84,124,039	6,555,253	97,822,542
Czech Republic	—	—	929,154	929,154
Hungary	—	2,994,909	—	2,994,909
India	—	22,205,836	—	22,205,836
Indonesia	—	2,049,778	—	2,049,778

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Templeton Developing Markets VIP Fund (continued)				
Assets:				
Investments in Securities:				
Common Stocks:				
Mexico	\$5,145,469	\$—	\$—	\$5,145,469
Pakistan	—	771,968	—	771,968
Peru	964,890	—	—	964,890
Philippines	—	689,146	—	689,146
Russia	6,334,958	15,467,220	—	21,802,178
South Africa	2,161,245	15,887,047	—	18,048,292
South Korea	—	77,637,144	—	77,637,144
Taiwan	—	59,331,584	—	59,331,584
Thailand	—	5,412,679	—	5,412,679
United Kingdom	—	7,477,373	—	7,477,373
United States	3,114,020	—	—	3,114,020
Preferred Stocks	9,277,587	—	—	9,277,587
Escrows and Litigation Trusts	—	—	— ⁹	—
Short Term Investments	131,206	—	—	131,206
Total Investments in Securities	\$44,674,397	\$295,675,024 ^K	\$7,484,407	\$347,833,828

	Level 1	Level 2	Level 3	Total
Templeton Foreign VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$—	\$29,597,016	\$—	\$29,597,016
Airlines	—	17,820,264	—	17,820,264
Auto Components	—	45,210,173	—	45,210,173
Automobiles	—	65,025,462	—	65,025,462
Banks	29,490,234	100,520,078	—	130,010,312
Beverages	—	8,417,836	—	8,417,836
Biotechnology	—	4,801,538	—	4,801,538
Chemicals	—	28,258,002	—	28,258,002
Construction & Engineering	—	27,000,679	—	27,000,679
Electronic Equipment, Instruments & Components	—	44,252,122	—	44,252,122
Energy Equipment & Services	—	19,686,190	—	19,686,190
Food & Staples Retailing	—	18,297,546	—	18,297,546
Health Care Providers & Services	—	26,315,419	—	26,315,419
Household Durables	—	23,325,698	—	23,325,698
Industrial Conglomerates	—	30,946,800	—	30,946,800
Insurance	—	46,301,568	—	46,301,568
Interactive Media & Services	14,040,698	—	—	14,040,698
Internet & Direct Marketing Retail	—	34,055,301	—	34,055,301
IT Services	—	7,446,119	—	7,446,119
Machinery	—	20,297,998	—	20,297,998
Media	—	22,538,533	—	22,538,533
Metals & Mining	29,662,076	52,447,489	—	82,109,565
Multi-Utilities	—	22,989,569	—	22,989,569
Oil, Gas & Consumable Fuels	6,856,498	64,467,012	—	71,323,510
Pharmaceuticals	—	93,471,254	—	93,471,254
Real Estate Management & Development	—	58,284,875	—	58,284,875
Semiconductors & Semiconductor Equipment	44,556,542	79,749,156	—	124,305,698
Technology Hardware, Storage & Peripherals	—	63,893,610	—	63,893,610
Thriffs & Mortgage Finance	—	28,250,750	—	28,250,750

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Templeton Foreign VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Tobacco	\$—	\$23,014,298	\$—	\$23,014,298
Warrants	301,360	—	—	301,360
Short Term Investments	78,180,796	—	—	78,180,796
Total Investments in Securities	\$203,088,204	\$1,106,682,355 ¹	\$—	\$1,309,770,559

	Level 1	Level 2	Level 3	Total
Templeton Global Bond VIP Fund				
Assets:				
Investments in Securities:				
Foreign Government and Agency Securities:				
Argentina	\$—	\$—	\$48,640,273	\$48,640,273
Colombia	—	48,237,852	—	48,237,852
Ghana	—	39,802,026	—	39,802,026
India	—	90,285,576	—	90,285,576
Indonesia	—	219,241,582	—	219,241,582
Mexico	—	264,170,123	—	264,170,123
Norway	—	127,601,779	—	127,601,779
South Korea	—	336,813,796	—	336,813,796
Supranational	—	10,294,562	—	10,294,562
U.S. Government and Agency Securities	—	473,309,461	—	473,309,461
Options purchased	—	15,435,996	—	15,435,996
Short Term Investments	460,014,464	101,978,517	2,851,871	564,844,852
Total Investments in Securities	\$460,014,464	\$1,727,171,270 ^a	\$51,492,144	\$2,238,677,878
Other Financial Instruments:				
Forward exchange contracts	\$—	\$21,087,486	\$—	\$21,087,486
Restricted Currency (ARS)	—	—	567,753	567,753
Total Other Financial Instruments	\$—	\$21,087,486	\$567,753	\$21,655,239
Receivables:				
Interest (ARS)	\$—	\$—	\$1,777,565	\$1,777,565
Liabilities:				
Other Financial Instruments:				
Options written	\$—	\$17,598,535	\$—	\$17,598,535
Forward exchange contracts	—	50,894,948	—	50,894,948
Total Other Financial Instruments	\$—	\$68,493,483	\$—	\$68,493,483
Payables:				
Deferred Tax(ARS)	\$—	\$—	\$2,090	\$2,090

	Level 1	Level 2	Level 3	Total
Templeton Growth VIP Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$—	\$7,899,538	\$—	\$7,899,538
Air Freight & Logistics	8,488,111	—	—	8,488,111
Airlines	9,566,331	13,306,381	—	22,872,712
Auto Components	13,436,265	7,318,496	—	20,754,761
Automobiles	—	11,483,828	—	11,483,828
Beverages	—	36,955,969	—	36,955,969
Chemicals	22,893,463	7,192,454	—	30,085,917

11. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Templeton Growth VIP Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
Consumer Finance	\$9,180,729	\$—	\$—	\$9,180,729
Diversified Telecommunication Services	14,476,850	—	—	14,476,850
Electric Utilities	7,480,832	—	—	7,480,832
Electrical Equipment	—	8,645,622	—	8,645,622
Electronic Equipment, Instruments & Components	—	9,419,268	—	9,419,268
Entertainment	16,760,874	5,788,309	—	22,549,183
Food & Staples Retailing	15,690,284	—	—	15,690,284
Food Products	—	3,333,547	—	3,333,547
Health Care Equipment & Supplies	20,236,396	—	—	20,236,396
Health Care Providers & Services	10,662,306	—	—	10,662,306
Hotels, Restaurants & Leisure	21,152,650	32,774,922	—	53,927,572
Household Durables	—	25,898,827	—	25,898,827
Industrial Conglomerates	6,846,170	9,933,596	—	16,779,766
Insurance	—	13,480,664	—	13,480,664
Internet & Direct Marketing Retail	13,862,548	—	—	13,862,548
IT Services	22,140,015	5,884,719	—	28,024,734
Machinery	4,472,608	19,741,373	—	24,213,981
Marine	—	6,110,044	—	6,110,044
Media	10,308,009	1,108,327	—	11,416,336
Metals & Mining	17,460,050	11,339,465	—	28,799,515
Multiline Retail	15,810,474	—	—	15,810,474
Multi-Utilities	3,790,400	14,375,722	—	18,166,122
Oil, Gas & Consumable Fuels	13,171,912	15,757,083	—	28,928,995
Pharmaceuticals	—	31,733,511	—	31,733,511
Road & Rail	—	4,880,497	—	4,880,497
Semiconductors & Semiconductor Equipment	11,121,216	8,091,863	—	19,213,079
Specialty Retail	25,629,823	—	—	25,629,823
Technology Hardware, Storage & Peripherals	—	25,732,009	—	25,732,009
Textiles, Apparel & Luxury Goods	—	13,400,806	—	13,400,806
Wireless Telecommunication Services	6,542,769	—	—	6,542,769
Short Term Investments	—	15,600,000	—	15,600,000
Total Investments in Securities	\$321,181,085	\$367,186,840 ^m	\$—	\$688,367,925

^aIncludes foreign securities valued at \$125,721,130, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^bFor detailed categories, see the accompanying Statement of Investments.

^cIncludes foreign securities valued at \$55,110,128, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^dIncludes foreign securities valued at \$950,212, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^eIncludes foreign securities valued at \$121,156,865, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^fIncludes foreign securities valued at \$911,612, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^gIncludes securities determined to have no value at March 31, 2021.

^hIncludes foreign securities valued at \$172,929,717, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

ⁱIncludes foreign securities valued at \$300,072,604, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^jIncludes foreign securities valued at \$58,080,276, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

11. Fair Value Measurements (continued)

^kIncludes foreign securities valued at \$294,989,639, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^lIncludes foreign securities valued at \$1,106,682,355, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^mIncludes foreign securities valued at \$351,586,838, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

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 period. At March 31, 2021, the reconciliation is as follows:

	Balance at Beginning of Period	Purchases	Sales	Transfer Into Level 3	Transfer Out of Level 3	Cost Basis Adjust- ments	Net Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Balance at End of Period	Net Change in Unrealized Appreciation (Depreciation) on Assets Held at Period End
Franklin Small-Mid Cap Growth VIP Fund										
Assets:										
Investments in Securities:										
Common Stocks:										
Capital Markets	\$—	\$2,278,560	\$—	\$—	\$—	\$—	\$—	\$—	\$2,278,560	\$—
Consumer Discretionary	—	—	—	—	—	—	—	—	—	—
Information Technology	—	—	—	—	—	—	—	—	—	—
Internet & Direct	—	—	—	—	—	—	—	—	—	—
Marketing Retail	1,208,923	—	—	—	—	—	—	—	1,208,923	—
Road & Rail	—	748,000	—	—	—	—	—	—	748,000	—
Convertible Preferred Stocks:										
Diversified Consumer Services	—	1,034,805	—	—	—	—	—	—	1,034,805	—
Internet & Direct	—	—	—	—	—	—	—	—	—	—
Marketing Retail	—	69,740	—	—	—	—	—	—	69,740	—
Software	—	1,529,976	—	—	—	—	—	—	1,529,976	—
Preferred Stocks:										
Internet & Direct	—	—	—	—	—	—	—	820,247	2,477,270	820,247
Marketing Retail	1,657,023	—	—	—	—	—	—	—	2,277,162	29,765
Software	768,400	1,478,997	—	—	—	—	—	29,765	2,277,162	29,765
Textiles, Apparel & Luxury Goods	1,068,276	—	—	—	—	—	—	37,355	1,105,631	37,355
Total Investments in Securities.	\$4,702,622	\$7,140,078	\$—	\$—	\$—	\$—	\$—	\$887,367	\$12,730,067	\$887,367

	Balance at Beginning of Period	Purchases	Sales	Transfer Into Level 3 ^a	Transfer Out of Level 3	Cost Basis Adjust- ments ^b	Net Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Balance at End of Period	Net Change in Unrealized Appreciation (Depreciation) on Assets Held at Period End
Templeton Developing Markets VIP Fund										
Assets:										
Investments in Securities:										
Common Stocks:										
China	\$—	\$—	\$—	\$7,080,740	\$—	\$—	\$—	\$(525,487)	\$6,555,253	\$(525,487)
Czech Republic	—	—	(475,103)	1,236,955	—	—	44,240	123,062	929,154	123,062
Escrows and Litigation Trusts	— ^c	—	—	—	—	—	—	—	— ^c	—
Total Investments in Securities.	\$—	\$—	\$(475,103)	\$8,317,695	\$—	\$—	\$44,240	\$(402,425)	\$7,484,407	\$(402,425)

11. Fair Value Measurements (continued)

	Balance at Beginning of Period	Purchases	Sales	Transfer Into Level 3 ^a	Transfer Out of Level 3	Cost Basis Adjust- ments ^b	Net Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Balance at End of Period	Net Change in Unrealized Appreciation (Depreciation) on Assets Held at Period End
Templeton Global Bond VIP Fund										
Assets:										
Investments in Securities:										
Foreign Government and Agency Securities:										
Argentina	\$43,034,720	\$3,772,008	\$—	\$—	\$—	\$926,787	\$—	\$906,758	\$48,640,273	\$906,758
Short Term Investments . .	3,010,391	1,200,103	(782,319)	\$—	—	29,990	\$12,610	(618,904)	2,851,871	(590,396)
Total Investments in Securities.	\$46,045,111	\$4,972,111	\$(782,319)	\$—	\$—	\$956,777	\$12,610	\$287,854	\$51,492,144	\$316,362
Other Financial Instruments:										
Restricted Currency (ARS)	\$3,151	\$5,983,149	\$(5,407,742)	\$—	\$—	\$—	\$(11,174)	\$369	\$567,753	\$327
Receivables:										
Interest (ARS)	\$947,439	\$5,108,267	\$(4,282,401)	\$—	\$—	\$—	\$(3,841)	\$8,101	\$1,777,565	\$41,678
Liabilities:										
Payables:										
Deferred Tax (ARS)	\$2,124	\$—	\$—	\$—	\$—	\$—	\$—	\$(34)	\$2,090	\$(34)
Investment Securities Purchased (ARS)	\$463,749	\$—	\$(467,633)	\$—	\$—	\$—	\$3,884	\$—	\$—	\$—

^aTransferred into level 3 as a result of the unavailability of a quoted market price in an active market for identical securities or as a result of the unreliability of the foreign exchange rate and other significant observable valuation inputs. May include amounts related to a corporate action.

^bMay include accretion, amortization, partnership adjustments, and/or other cost basis adjustments.

^cIncludes securities determined to have no value.

Significant unobservable valuation inputs for material Level 3 assets and/or liabilities and impact to fair value as a result of changes in unobservable valuation inputs as of March 31, 2021, are as follows:

11. Fair Value Measurements (continued)

Description	Fair Value at End of Period	Valuation Technique	Unobservable Inputs	Amount / Range (Weighted Average) ^a	Impact to Fair Value if Input Increases ^b
Franklin Small-Mid Cap Growth VIP Fund					
Assets:					
Investments in Securities:					
Common Stocks					
Capital Markets	\$2,278,560	Market comparables	Discount for lack of marketability	6.0% - 44.1% (26.0%)	Decrease
Road & Rail.	748,000	Market comparables	Discount for lack of marketability	14.2%	Decrease
Preferred Stocks					
Internet & Direct Marketing Retail. . . .	2,477,270	Market comparables	Discount for lack of marketability	16.1%	Decrease
Software	798,170	Market comparables	Discount for lack of marketability	11.8%	Decrease ^c
			EV / revenue multiple	19.8x	Increase ^c
Textiles, Apparel & Luxury Goods. . . .	1,105,631	Market comparables	Discount for lack of marketability	10.2%	Decrease ^c
			EV / revenue multiple	5.2x	Increase
All Other Investments	5,322,436 ^d				
Total	\$12,730,067				
Templeton Developing Markets VIP Fund					
Assets:					
Investments in Securities:					
Common Stocks					
China	\$6,555,253	Discount to last traded price	Discount for lack of marketability	10.0%	Decrease ^e
All Other Investments	929,154 ^{d, f}				
Total	\$7,484,407				
Templeton Global Bond VIP Fund					
Assets:					
Investments in Securities:					
Foreign Government and Agency Securities:					
Argentina	\$48,640,273	Market comparables	Implied foreign exchange rate	146.2 ARS/USD	Decrease ^e
Short Term Investments:					
Argentina	2,851,871	Market comparables	Implied foreign exchange rate	146.2 ARS/USD	Decrease ^c
All Other	2,345,318 ^d				
Liabilities:					
All Other	2,090 ^d				
Total	\$53,835,372				

11. Fair Value Measurements (continued)

^aWeighted based on the relative fair value of the financial instruments.

^bRepresents the directional change in the fair value that would result from a significant and reasonable increase in the corresponding input. A significant and reasonable decrease in the input would have the opposite effect. Significant impacts, if any, to fair value and/or net assets have been indicated.

^cRepresents a significant impact to fair value but not net assets.

^dIncludes fair value of immaterial assets and/or liabilities developed using various valuation techniques and unobservable inputs. May also include values derived using private transaction prices or non-public third party pricing information which is unobservable.

^eRepresents a significant impact to fair value and net assets.

^fIncludes securities determined to have no value at March 31, 2021.

Abbreviations List

EV - Enterprise value

12. Subsequent Events

The Funds have evaluated subsequent events through the issuance of the Statements of Investments and determined that no events have occurred that require disclosure.

Abbreviations

Counterparty

BNDP	BNP Paribas SA
BOFA	Bank of America Corp.
BZWS	Barclays Bank plc
CITI	Citibank NA
CITI	Citigroup, Inc
DBAB	Deutsche Bank AG
FBCO	Credit Suisse Group AG
GSCO	Goldman Sachs Group, Inc.
HSBK	HSBC Bank plc
JPHQ	JPMorgan Chase Bank NA
JPHQ	JPMORGAN SINGAPORE
MSCO	Morgan Stanley
SSBT	State Street Bank and Trust Co.
UBSW	UBS AG

Selected Portfolio

ADR	American Depositary Receipts
AGMC	Assured Guaranty Municipal Corp.
CLO	Collateralized Loan Obligation
CMT	Constant Monthly U.S. Treasury Securities Yield Curve Rate Index
COFI	Cost of Funds Index
CVR	Contingent Voting Rights
ETF	Exchange-Traded Fund
EURIBOR	Euro Inter-Bank Offer Rate
FFCB	Federal Farm Credit Banks Funding Corp.
FHLB	Federal Home Loan Banks
FHLMC	Federal Home Loan Mortgage Corp.
FNMA	Federal National Mortgage Association
FRN	Floating Rate Note
GDR	Global Depositary Receipt
GNMA	Government National Mortgage Association
GO	General Obligation
LIBOR	London Inter-Bank Offered Rate
MBS	Mortgage-Backed Security
NYRS	New York Registry Shares
PIK	Payment-In-Kind
REIT	Real Estate Investment Trust
SOFR	Secured Overnight Financing Rate
T-Note	Treasury Note
VRI	Value Recovery Instruments

Currency

ARS	Argentine Peso
AUD	Australian Dollar
BRL	Brazilian Real
CAD	Canadian Dollar
CHF	Swiss Franc
COP	Colombian Peso
DOP	Dominican Peso
EUR	Euro
GBP	British Pound
GHS	Ghanaian Cedi
IDR	Indonesian Rupiah
INR	Indian Rupee
JPY	Japanese Yen
KRW	South Korean Won
MXN	Mexican Peso
NOK	Norwegian Krone
SEK	Swedish Krona
USD	United States Dollar
UYU	Uruguayan Peso
ZAR	South African Rand

Index

CDX.NA.EM.	
Series number	CDX North America Emerging Markets Index
MCDX.	
NA.Series number	MCDX North America Index

For additional information on the Funds' significant policies, please refer to the Funds' most recent semiannual or annual shareholder report.

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