

# Statements of Investments (unaudited)

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**Not FDIC Insured | May Lose Value | No Bank Guarantee**

## Statement of Investments (unaudited), September 30, 2021

## Franklin Allocation VIP Fund

	Country	Shares	Value
<b>Common Stocks 57.5%</b>			
<b>Aerospace &amp; Defense 1.4%</b>			
BAE Systems plc	United Kingdom	85,871	\$650,319
BWX Technologies, Inc.	United States	5,865	315,889
Dassault Aviation SA	France	3,640	409,152
General Dynamics Corp.	United States	4,141	811,760
Huntington Ingalls Industries, Inc.	United States	1,707	329,553
Lockheed Martin Corp.	United States	3,597	1,241,325
MTU Aero Engines AG	Germany	5,700	1,281,429
Northrop Grumman Corp.	United States	5,869	2,113,720
Raytheon Technologies Corp.	United States	24,611	2,115,562
<sup>a</sup> Rolls-Royce Holdings plc	United Kingdom	322,274	601,850
Textron, Inc.	United States	1,311	91,521
			9,962,080
<b>Air Freight &amp; Logistics 0.6%</b>			
CH Robinson Worldwide, Inc.	United States	1,053	91,611
Deutsche Post AG	Germany	12,328	773,053
DSV A/S	Denmark	5,000	1,196,764
Expeditors International of Washington, Inc.	United States	2,040	243,025
United Parcel Service, Inc., B	United States	10,775	1,962,128
			4,266,581
<b>Airlines 0.1%</b>			
<sup>a</sup> International Consolidated Airlines Group SA	United Kingdom	173,795	414,892
<sup>a</sup> Southwest Airlines Co.	United States	1,855	95,403
			510,295
<b>Auto Components 0.2%</b>			
Aisin Corp.	Japan	1,800	65,226
<sup>a</sup> Aptiv plc	United States	2,400	357,528
<sup>a</sup> Continental AG	Germany	3,858	418,801
Gentex Corp.	United States	1,995	65,795
Toyota Industries Corp.	Japan	3,675	302,379
Valeo	France	20,451	570,719
			1,780,448
<b>Automobiles 0.6%</b>			
Bayerische Motoren Werke AG	Germany	7,859	746,408
Daimler AG	Germany	7,310	644,946
<sup>a</sup> General Motors Co.	United States	1,624	85,601
Honda Motor Co. Ltd.	Japan	27,200	836,232
Isuzu Motors Ltd.	Japan	58,300	758,496
Stellantis NV	United States	31,674	602,766
Toyota Motor Corp.	Japan	41,500	739,421
			4,413,870
<b>Banks 2.1%</b>			
Bank Leumi Le-Israel BM	Israel	13,913	117,800
Bank of America Corp.	United States	3,446	146,283
Barclays plc	United Kingdom	147,333	374,328
BNP Paribas SA	France	16,027	1,025,374
CaixaBank SA	Spain	81,512	252,760
Citigroup, Inc.	United States	1,364	95,726
Citizens Financial Group, Inc.	United States	15,065	707,754
Commonwealth Bank of Australia	Australia	8,163	605,528
DBS Group Holdings Ltd.	Singapore	35,600	788,818
<sup>a</sup> FinecoBank Banca Fineco SpA	Italy	72,897	1,316,600
ING Groep NV	Netherlands	109,162	1,586,985

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Banks (continued)</b>			
JPMorgan Chase & Co.	United States	8,105	\$1,326,707
Kasikornbank PCL	Thailand	105,492	413,375
KB Financial Group, Inc.	South Korea	19,106	888,367
KeyCorp	United States	4,696	101,528
Mitsubishi UFJ Financial Group, Inc.	Japan	39,100	231,133
People's United Financial, Inc.	United States	1,354	23,654
PNC Financial Services Group, Inc. (The)	United States	8,697	1,701,481
Shinhan Financial Group Co. Ltd.	South Korea	21,181	715,319
Standard Chartered plc	United Kingdom	140,883	823,479
Sumitomo Mitsui Financial Group, Inc.	Japan	23,000	809,125
Sumitomo Mitsui Financial Group, Inc., ADR	Japan	98,300	689,083
<sup>a</sup> SVB Financial Group	United States	171	110,616
Truist Financial Corp.	United States	1,699	99,646
US Bancorp	United States	1,681	99,919
			15,051,388
<b>Beverages 0.8%</b>			
Anheuser-Busch InBev SA/NV	Belgium	4,895	277,620
<sup>a</sup> Boston Beer Co., Inc. (The), A.	United States	37	18,861
Brown-Forman Corp., A.	United States	350	21,935
Brown-Forman Corp., B	United States	7,919	530,652
<sup>b</sup> Budweiser Brewing Co. APAC Ltd., 144A, Reg S	China	16,400	41,656
Coca-Cola Co. (The)	United States	7,817	410,158
Constellation Brands, Inc., A	United States	2,304	485,430
Kirin Holdings Co. Ltd.	Japan	14,443	268,060
<sup>a</sup> Monster Beverage Corp.	United States	13,697	1,216,704
PepsiCo, Inc.	United States	11,209	1,685,946
Pernod Ricard SA	France	2,100	462,953
			5,419,975
<b>Biotechnology 1.2%</b>			
AbbVie, Inc.	United States	17,201	1,855,471
Amgen, Inc.	United States	5,911	1,256,974
<sup>a</sup> Biogen, Inc.	United States	1,134	320,911
CSL Ltd.	Australia	7,544	1,575,523
<sup>a</sup> Deciphera Pharmaceuticals, Inc.	United States	2,400	81,552
<sup>a</sup> Galapagos NV	Belgium	2,621	137,508
<sup>a</sup> Genmab A/S	Denmark	2,600	1,135,944
Gilead Sciences, Inc.	United States	7,809	545,459
<sup>a</sup> lovance Biotherapeutics, Inc.	United States	1,500	36,990
<sup>a</sup> Mirati Therapeutics, Inc.	United States	1,000	176,910
<sup>a</sup> Moderna, Inc.	United States	678	260,935
<sup>a</sup> Neurocrine Biosciences, Inc.	United States	1,509	144,728
<sup>a</sup> PTC Therapeutics, Inc.	United States	1,400	52,094
<sup>a</sup> Regeneron Pharmaceuticals, Inc.	United States	959	580,368
<sup>a</sup> United Therapeutics Corp.	United States	78	14,397
<sup>a</sup> Vertex Pharmaceuticals, Inc.	United States	3,319	602,033
			8,777,797
<b>Building Products 0.7%</b>			
A O Smith Corp.	United States	2,863	174,843
AGC, Inc.	Japan	9,500	489,556
Allegion plc	United States	3,184	420,861
Carlisle Cos., Inc.	United States	2,200	437,338
Cie de Saint-Gobain	France	7,935	533,979
Fortune Brands Home & Security, Inc.	United States	938	83,876
Geberit AG	Switzerland	1,101	808,487
Johnson Controls International plc	United States	14,935	1,016,775

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Building Products</b> (continued)			
Lennox International, Inc. . . . .	United States	193	\$56,775
Masco Corp. . . . .	United States	1,495	83,047
Trane Technologies plc . . . . .	United States	5,066	874,645
<sup>a</sup> Trex Co., Inc. . . . .	United States	473	48,213
Xinyi Glass Holdings Ltd. . . . .	Hong Kong	50,000	149,152
			5,177,547
<b>Capital Markets 2.2%</b>			
3i Group plc . . . . .	United Kingdom	29,983	514,953
Bank of New York Mellon Corp. (The) . . . . .	United States	3,226	167,236
BlackRock, Inc. . . . .	United States	1,072	899,044
Charles Schwab Corp. (The) . . . . .	United States	12,531	912,758
Deutsche Boerse AG. . . . .	Germany	5,900	957,332
Evercore, Inc., A . . . . .	United States	158	21,120
FactSet Research Systems, Inc. . . . .	United States	276	108,959
Goldman Sachs Group, Inc. (The) . . . . .	United States	5,788	2,188,038
Hargreaves Lansdown plc. . . . .	United Kingdom	8,348	160,269
Hong Kong Exchanges & Clearing Ltd. . . . .	Hong Kong	4,200	258,090
Intercontinental Exchange, Inc. . . . .	United States	5,655	649,307
Intermediate Capital Group plc . . . . .	United Kingdom	43,000	1,177,323
Invesco Ltd. . . . .	United States	16,456	396,754
Jefferies Financial Group, Inc. . . . .	United States	876	32,526
Julius Baer Group Ltd. . . . .	Switzerland	860	57,147
Lazard Ltd., A . . . . .	United States	761	34,854
MarketAxess Holdings, Inc. . . . .	United States	400	168,276
Moody's Corp. . . . .	United States	1,196	424,712
Morgan Stanley. . . . .	United States	1,033	100,521
Nasdaq, Inc. . . . .	United States	3,300	636,966
Partners Group Holding AG . . . . .	Switzerland	751	1,172,229
S&P Global, Inc. . . . .	United States	4,418	1,877,164
SEI Investments Co. . . . .	United States	744	44,119
Singapore Exchange Ltd. . . . .	Singapore	24,400	178,623
T Rowe Price Group, Inc. . . . .	United States	7,366	1,448,892
Tradeweb Markets, Inc., A. . . . .	United States	3,900	315,042
UBS Group AG . . . . .	Switzerland	52,795	842,829
			15,745,083
<b>Chemicals 2.5%</b>			
Air Products and Chemicals, Inc. . . . .	United States	8,383	2,146,970
Albemarle Corp. . . . .	United States	5,530	1,210,904
BASF SE . . . . .	Germany	1,743	132,132
Celanese Corp. . . . .	United States	1,234	185,890
<sup>b</sup> Covestro AG, 144A, Reg S . . . . .	Germany	10,853	739,609
<sup>a</sup> Danimer Scientific, Inc. . . . .	United States	700	11,438
Dow, Inc. . . . .	United States	12,136	698,548
Eastman Chemical Co. . . . .	United States	802	80,793
Ecolab, Inc. . . . .	United States	6,321	1,318,687
EMS-Chemie Holding AG . . . . .	Switzerland	261	246,638
Huntsman Corp. . . . .	United States	818	24,205
Koninklijke DSM NV . . . . .	Netherlands	6,600	1,319,785
Linde plc. . . . .	United Kingdom	8,585	2,518,667
LyondellBasell Industries NV, A . . . . .	United States	11,910	1,117,754
Mitsubishi Chemical Holdings Corp. . . . .	Japan	18,900	172,061
Mitsubishi Gas Chemical Co., Inc. . . . .	Japan	7,400	145,925
Mitsui Chemicals, Inc. . . . .	Japan	8,800	293,999
Mosaic Co. (The) . . . . .	United States	2,998	107,089
NewMarket Corp. . . . .	United States	53	17,955
Nitto Denko Corp. . . . .	Japan	6,700	476,950

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Chemicals</b> (continued)			
Sherwin-Williams Co. (The) . . . . .	United States	2,814	\$787,160
Sika AG . . . . .	Switzerland	3,000	948,672
Sumitomo Chemical Co. Ltd. . . . .	Japan	31,700	164,531
Symrise AG . . . . .	Germany	8,400	1,100,950
Tosoh Corp. . . . .	Japan	12,700	230,146
Umicore SA . . . . .	Belgium	22,000	1,301,455
Valvoline, Inc. . . . .	United States	954	29,746
			17,528,659
<b>Commercial Services &amp; Supplies 0.3%</b>			
Cintas Corp. . . . .	United States	3,082	1,173,194
<sup>a</sup> Copart, Inc. . . . .	United States	1,532	212,519
Downer EDI Ltd. . . . .	Australia	26,870	122,423
Republic Services, Inc. . . . .	United States	3,514	421,891
Rollins, Inc. . . . .	United States	4,141	146,301
			2,076,328
<b>Communications Equipment 0.1%</b>			
<sup>a</sup> Arista Networks, Inc. . . . .	United States	244	83,848
Cisco Systems, Inc. . . . .	United States	9,857	536,516
<sup>a</sup> F5 Networks, Inc. . . . .	United States	452	89,849
Motorola Solutions, Inc. . . . .	United States	1,165	270,653
			980,866
<b>Construction &amp; Engineering 0.1%</b>			
Quanta Services, Inc. . . . .	United States	251	28,569
Sinopec Engineering Group Co. Ltd., H . . . . .	China	547,500	277,462
Taisei Corp. . . . .	Japan	17,100	547,914
			853,945
<b>Construction Materials 0.1%</b>			
Eagle Materials, Inc. . . . .	United States	73	9,575
James Hardie Industries plc, CDI . . . . .	United States	2,306	81,762
Martin Marietta Materials, Inc. . . . .	United States	1,463	499,878
			591,215
<b>Consumer Finance 0.1%</b>			
Capital One Financial Corp. . . . .	United States	5,122	829,610
Discover Financial Services . . . . .	United States	746	91,646
Synchrony Financial . . . . .	United States	1,067	52,155
			973,411
<b>Containers &amp; Packaging 0.1%</b>			
Amcor plc . . . . .	United States	2,854	33,078
Avery Dennison Corp. . . . .	United States	350	72,524
Ball Corp. . . . .	United States	1,168	105,085
International Paper Co. . . . .	United States	1,262	70,571
Packaging Corp. of America . . . . .	United States	641	88,099
Silgan Holdings, Inc. . . . .	United States	148	5,677
Sonoco Products Co. . . . .	United States	702	41,825
			416,859
<b>Distributors 0.0%<sup>†</sup></b>			
Genuine Parts Co. . . . .	United States	990	120,018
<sup>a</sup> LKQ Corp. . . . .	United States	1,803	90,727

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Distributors</b> (continued)			
Pool Corp. . . . .	United States	310	\$134,667
			<u>345,412</u>
<b>Diversified Consumer Services 0.1%</b>			
<sup>a</sup> Grand Canyon Education, Inc. . . . .	United States	182	16,009
H&R Block, Inc. . . . .	United States	17,886	447,150
			<u>463,159</u>
<b>Diversified Financial Services 0.3%</b>			
<sup>a</sup> Berkshire Hathaway, Inc., B. . . . .	United States	2,705	738,303
EXOR NV . . . . .	Netherlands	3,542	297,222
Investor AB, B. . . . .	Sweden	35,887	771,939
<sup>a</sup> Kinnevik AB, B. . . . .	Sweden	8,221	289,082
			<u>2,096,546</u>
<b>Diversified Telecommunication Services 0.5%</b>			
AT&T, Inc. . . . .	United States	14,625	395,021
<sup>a</sup> BT Group plc . . . . .	United Kingdom	67,054	143,735
<sup>b</sup> Cellnex Telecom SA, 144A, Reg S. . . . .	Spain	19,000	1,173,010
Deutsche Telekom AG. . . . .	Germany	25,784	517,055
Lumen Technologies, Inc. . . . .	United States	3,168	39,252
Nippon Telegraph & Telephone Corp. . . . .	Japan	39,200	1,086,200
Verizon Communications, Inc. . . . .	United States	7,633	412,258
			<u>3,766,531</u>
<b>Electric Utilities 0.3%</b>			
Alliant Energy Corp. . . . .	United States	1,605	89,848
American Electric Power Co., Inc. . . . .	United States	3,261	264,728
Evergy, Inc. . . . .	United States	1,320	82,104
Exelon Corp. . . . .	United States	2,903	140,331
Hawaiian Electric Industries, Inc. . . . .	United States	733	29,928
NextEra Energy, Inc. . . . .	United States	8,692	682,496
OGE Energy Corp. . . . .	United States	361	11,899
PPL Corp. . . . .	United States	3,290	91,725
Southern Co. (The) . . . . .	United States	7,558	468,369
Xcel Energy, Inc. . . . .	United States	2,372	148,250
			<u>2,009,678</u>
<b>Electrical Equipment 0.4%</b>			
Acuity Brands, Inc. . . . .	United States	62	10,749
AMETEK, Inc. . . . .	United States	2,618	324,658
<sup>a</sup> Array Technologies, Inc. . . . .	United States	19,900	368,548
Eaton Corp. plc. . . . .	United States	1,773	264,727
Emerson Electric Co. . . . .	United States	6,834	643,763
<sup>a</sup> Generac Holdings, Inc. . . . .	United States	534	218,230
Hubbell, Inc. . . . .	United States	162	29,268
Mitsubishi Electric Corp. . . . .	Japan	45,700	635,120
nVent Electric plc . . . . .	United States	9,500	307,135
Rockwell Automation, Inc. . . . .	United States	891	261,990
			<u>3,064,188</u>
<b>Electronic Equipment, Instruments &amp; Components 0.4%</b>			
Amphenol Corp., A . . . . .	United States	11,866	868,947
Cognex Corp. . . . .	United States	1,387	111,265
Keyence Corp. . . . .	Japan	400	238,748
<sup>a</sup> Keysight Technologies, Inc. . . . .	United States	2,762	453,769
TE Connectivity Ltd. . . . .	United States	7,749	1,063,318

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Electronic Equipment, Instruments &amp; Components</b> (continued)			
Vontier Corp. . . . .	United States	1,686	\$56,650
			2,792,697
<b>Energy Equipment &amp; Services 0.2%</b>			
Halliburton Co. . . . .	United States	4,613	99,733
SBM Offshore NV . . . . .	Netherlands	49,597	884,186
<sup>a</sup> Tecnicas Reunidas SA . . . . .	Spain	14,942	141,269
			1,125,188
<b>Entertainment 0.6%</b>			
Activision Blizzard, Inc. . . . .	United States	4,929	381,455
<sup>a</sup> CTS Eventim AG & Co. KGaA . . . . .	Germany	18,000	1,354,260
Electronic Arts, Inc. . . . .	United States	3,444	489,909
Nintendo Co. Ltd. . . . .	Japan	1,000	477,883
<sup>a</sup> Walt Disney Co. (The) . . . . .	United States	7,112	1,203,137
World Wrestling Entertainment, Inc., A. . . . .	United States	81	4,557
			3,911,201
<b>Equity Real Estate Investment Trusts (REITs) 0.8%</b>			
CoreSite Realty Corp. . . . .	United States	155	21,474
Crown Castle International Corp. . . . .	United States	4,685	812,004
CubeSmart . . . . .	United States	364	17,636
Equinix, Inc. . . . .	United States	115	90,865
Extra Space Storage, Inc. . . . .	United States	969	162,782
Goodman Group . . . . .	Australia	39,407	606,107
Life Storage, Inc. . . . .	United States	137	15,719
National Retail Properties, Inc. . . . .	United States	1,296	55,974
Nomura Real Estate Master Fund, Inc. . . . .	Japan	49	70,524
Public Storage . . . . .	United States	7,139	2,120,997
Realty Income Corp. . . . .	United States	2,453	159,102
SBA Communications Corp. . . . .	United States	272	89,915
SL Green Realty Corp. . . . .	United States	138	9,776
Spirit Realty Capital, Inc. . . . .	United States	790	36,372
STORE Capital Corp. . . . .	United States	1,569	50,255
VICI Properties, Inc. . . . .	United States	1,625	46,166
Weyerhaeuser Co. . . . .	United States	27,712	985,716
WP Carey, Inc. . . . .	United States	1,147	83,777
			5,435,161
<b>Food &amp; Staples Retailing 0.7%</b>			
Casey's General Stores, Inc. . . . .	United States	247	46,547
Costco Wholesale Corp. . . . .	United States	1,159	520,797
Koninklijke Ahold Delhaize NV. . . . .	Netherlands	7,317	243,632
Kroger Co. (The) . . . . .	United States	32,068	1,296,509
Lawson, Inc. . . . .	Japan	2,300	112,982
Sundrug Co. Ltd. . . . .	Japan	19,043	580,888
Walgreens Boots Alliance, Inc. . . . .	United States	4,900	230,545
Walmart, Inc. . . . .	United States	13,482	1,879,121
			4,911,021
<b>Food Products 0.4%</b>			
Archer-Daniels-Midland Co. . . . .	United States	1,003	60,190
Bunge Ltd. . . . .	United States	251	20,411
Campbell Soup Co. . . . .	United States	791	33,072
Conagra Brands, Inc. . . . .	United States	821	27,807
Flowers Foods, Inc. . . . .	United States	1,396	32,987
General Mills, Inc. . . . .	United States	4,598	275,052

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
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Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Food Products</b> (continued)			
Hershey Co. (The)	United States	1,212	\$205,131
Hormel Foods Corp.	United States	2,113	86,633
Ingredion, Inc.	United States	461	41,034
J M Smucker Co. (The)	United States	714	85,701
Kellogg Co.	United States	1,527	97,606
Lamb Weston Holdings, Inc.	United States	2,032	124,704
McCormick & Co., Inc.	United States	8,721	706,663
Nestle SA	Switzerland	6,195	746,556
Tyson Foods, Inc., A	United States	2,023	159,696
<sup>b</sup> WH Group Ltd., 144A, Reg S	Hong Kong	62,000	44,147
			2,747,390
<b>Gas Utilities 0.1%</b>			
Atmos Energy Corp.	United States	804	70,913
National Fuel Gas Co.	United States	164	8,613
Osaka Gas Co. Ltd.	Japan	18,300	334,397
Tokyo Gas Co. Ltd.	Japan	17,500	325,628
UGI Corp.	United States	383	16,323
			755,874
<b>Health Care Equipment &amp; Supplies 3.1%</b>			
Abbott Laboratories	United States	14,160	1,672,721
Alcon, Inc.	Switzerland	16,000	1,295,741
Becton Dickinson and Co.	United States	5,067	1,245,570
Cochlear Ltd.	Australia	6,000	938,386
Coloplast A/S, B	Denmark	2,513	392,921
Danaher Corp.	United States	7,042	2,143,867
DiaSorin SpA	Italy	755	158,099
<sup>a</sup> Edwards Lifesciences Corp.	United States	5,740	649,825
Fisher & Paykel Healthcare Corp. Ltd.	New Zealand	8,367	183,985
GN Store Nord A/S	Denmark	12,000	829,919
<sup>a</sup> Haemonetics Corp.	United States	4,024	284,054
<sup>a</sup> Hologic, Inc.	United States	1,241	91,598
Hoya Corp.	Japan	5,600	873,705
<sup>a</sup> IDEXX Laboratories, Inc.	United States	3,232	2,009,981
<sup>a</sup> Intuitive Surgical, Inc.	United States	1,922	1,910,756
Koninklijke Philips NV	Netherlands	3,193	141,849
Medtronic plc	United States	10,800	1,353,780
Olympus Corp.	Japan	6,800	148,838
<sup>a</sup> Quidel Corp.	United States	146	20,608
ResMed, Inc.	United States	1,016	267,767
<sup>b</sup> Siemens Healthineers AG, 144A, Reg S	Germany	2,586	167,709
Sonova Holding AG	Switzerland	1,474	557,127
STERIS plc	United States	429	87,636
Stryker Corp.	United States	8,592	2,265,882
Teleflex, Inc.	United States	2,528	951,918
West Pharmaceutical Services, Inc.	United States	3,865	1,640,847
			22,285,089
<b>Health Care Providers &amp; Services 0.8%</b>			
Cardinal Health, Inc.	United States	546	27,005
Chemed Corp.	United States	109	50,698
CVS Health Corp.	United States	4,872	413,438
Fresenius Medical Care AG & Co. KGaA	Germany	9,703	680,581
Fresenius SE & Co. KGaA	Germany	1,980	94,769
<sup>a</sup> Guardant Health, Inc.	United States	700	87,507
HCA Healthcare, Inc.	United States	3,845	933,258
Humana, Inc.	United States	502	195,353



Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Health Care Providers &amp; Services</b> (continued)			
<sup>a</sup> Laboratory Corp. of America Holdings	United States	3,374	\$949,579
Premier, Inc., A	United States	498	19,302
Quest Diagnostics, Inc.	United States	1,105	160,568
Sinopharm Group Co. Ltd., H	China	87,600	229,560
UnitedHealth Group, Inc.	United States	5,258	2,054,511
			5,896,129
<b>Health Care Technology 0.2%</b>			
Cerner Corp.	United States	12,991	916,125
<sup>a</sup> Certara, Inc.	United States	1,000	33,100
<sup>a</sup> Veeva Systems, Inc., A	United States	1,748	503,721
			1,452,946
<b>Hotels, Restaurants &amp; Leisure 0.5%</b>			
<sup>a</sup> Airbnb, Inc., A	United States	1,000	167,750
<sup>a</sup> Booking Holdings, Inc.	United States	292	693,170
<sup>a</sup> Chipotle Mexican Grill, Inc.	United States	65	118,139
Domino's Pizza, Inc.	United States	357	170,275
<sup>a</sup> Las Vegas Sands Corp.	United States	10,680	390,888
McDonald's Corp.	United States	6,048	1,458,233
Starbucks Corp.	United States	809	89,241
<sup>a</sup> Wynn Resorts Ltd.	United States	988	83,733
Yum! Brands, Inc.	United States	890	108,856
			3,280,285
<b>Household Durables 0.4%</b>			
Barratt Developments plc	United Kingdom	29,020	256,502
DR Horton, Inc.	United States	1,573	132,085
Garmin Ltd.	United States	1,104	171,628
Gree Electric Appliances, Inc. of Zhuhai, A.	China	51,500	308,256
Iida Group Holdings Co. Ltd.	Japan	7,300	187,769
Lennar Corp., A	United States	2,448	229,329
<sup>a</sup> NVR, Inc.	United States	23	110,264
Persimmon plc	United Kingdom	1,765	63,118
PulteGroup, Inc.	United States	3,069	140,928
Sekisui House Ltd.	Japan	19,400	406,255
Sony Group Corp.	Japan	8,548	948,988
Taylor Wimpey plc.	United Kingdom	48,185	100,488
Whirlpool Corp.	United States	111	22,628
			3,078,238
<b>Household Products 0.4%</b>			
Church & Dwight Co., Inc.	United States	1,794	148,130
Clorox Co. (The)	United States	1,056	174,884
Colgate-Palmolive Co.	United States	18,084	1,366,789
Kimberly-Clark Corp.	United States	648	85,821
Procter & Gamble Co. (The)	United States	8,802	1,230,520
			3,006,144
<b>Industrial Conglomerates 1.2%</b>			
3M Co.	United States	4,626	811,493
CK Hutchison Holdings Ltd.	United Kingdom	181,500	1,210,802
Hitachi Ltd.	Japan	31,946	1,889,948
Honeywell International, Inc.	United States	7,751	1,645,382
Roper Technologies, Inc.	United States	5,100	2,275,263
Siemens AG	Germany	2,329	380,894
			8,213,782

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
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Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Insurance 0.5%</b>			
Admiral Group plc	United Kingdom	5,305	\$221,637
AIA Group Ltd.	Hong Kong	68,446	787,425
Allstate Corp. (The)	United States	751	95,610
Arthur J Gallagher & Co.	United States	678	100,785
Assured Guaranty Ltd.	United States	131	6,132
CNP Assurances	France	8,227	129,842
Erie Indemnity Co., A	United States	1,800	321,156
Lincoln National Corp.	United States	1,514	104,087
MetLife, Inc.	United States	2,410	148,769
NN Group NV	Netherlands	4,987	261,219
Old Republic International Corp.	United States	520	12,028
Progressive Corp. (The)	United States	2,456	221,998
Prudential plc, (GBP Traded)	United Kingdom	30,612	593,973
<sup>c</sup> Prudential plc, (HKD Traded)	United Kingdom	7,400	142,233
Unum Group	United States	3,448	86,407
			3,233,301
<b>Interactive Media &amp; Services 2.5%</b>			
<sup>a</sup> Alphabet, Inc., A	United States	2,806	7,501,897
<sup>a</sup> Alphabet, Inc., C	United States	1,493	3,979,308
<sup>b</sup> Auto Trader Group plc, 144A, Reg S	United Kingdom	25,763	203,150
<sup>a</sup> Baidu, Inc., ADR	China	1,985	305,194
<sup>a</sup> Facebook, Inc., A	United States	14,550	4,938,124
<sup>a</sup> IAC/InterActiveCorp	United States	1,007	131,202
Kakaku.com, Inc.	Japan	2,000	64,586
<sup>a</sup> Match Group, Inc.	United States	3,440	540,046
REA Group Ltd.	Australia	2,468	277,857
<sup>a</sup> Vimeo, Inc.	United States	1,721	50,546
			17,991,910
<b>Internet &amp; Direct Marketing Retail 1.5%</b>			
<sup>a</sup> Alibaba Group Holding Ltd.	China	47,493	879,277
<sup>a</sup> Alibaba Group Holding Ltd., ADR	China	2,245	332,372
<sup>a</sup> Amazon.com, Inc.	United States	1,750	5,748,820
<sup>a</sup> boohoo Group plc	United Kingdom	305,000	890,088
eBay, Inc.	United States	2,199	153,204
<sup>a,b</sup> Just Eat Takeaway.com NV, 144A, Reg S	United Kingdom	9,925	725,129
<sup>a</sup> MercadoLibre, Inc.	Argentina	780	1,309,932
Qurate Retail, Inc., A	United States	1,241	12,646
<sup>a,b</sup> Zalando SE, 144A, Reg S	Germany	1,225	111,717
ZOZO, Inc.	Japan	3,300	123,635
			10,286,820
<b>IT Services 3.1%</b>			
Accenture plc, A	United States	15,550	4,974,756
<sup>a,b</sup> Adyen NV, 144A, Reg S	Netherlands	683	1,909,151
<sup>a</sup> Akamai Technologies, Inc.	United States	629	65,787
<sup>a</sup> Amadeus IT Group SA	Spain	29,363	1,931,175
Amdocs Ltd.	United States	992	75,104
Automatic Data Processing, Inc.	United States	3,590	717,713
Cognizant Technology Solutions Corp., A	United States	4,718	350,123
<sup>a</sup> DXC Technology Co.	United States	22,964	771,820
<sup>a</sup> EPAM Systems, Inc.	United States	103	58,759
Fujitsu Ltd.	Japan	4,400	795,127
International Business Machines Corp.	United States	2,982	414,289
Jack Henry & Associates, Inc.	United States	570	93,514
<sup>a</sup> Keywords Studios plc	Ireland	33,000	1,294,653
<sup>a</sup> Marqeta, Inc., A	United States	3,700	81,844

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
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Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>IT Services</b> (continued)			
Mastercard, Inc., A . . . . .	United States	6,979	\$2,426,459
<sup>a</sup> Okta, Inc. . . . .	United States	1,300	308,542
Paychex, Inc. . . . .	United States	2,575	289,559
<sup>a</sup> Paymentus Holdings, Inc., A . . . . .	United States	1,600	39,424
<sup>a</sup> PayPal Holdings, Inc. . . . .	United States	3,544	922,184
<sup>a</sup> Shopify, Inc., A . . . . .	Canada	760	1,030,393
<sup>a</sup> Snowflake, Inc., A . . . . .	United States	1,400	423,402
<sup>a</sup> Twilio, Inc., A . . . . .	United States	1,762	562,166
Visa, Inc., A . . . . .	United States	11,454	2,551,379
			22,087,323
<b>Leisure Products 0.0%†</b>			
Brunswick Corp. . . . .	United States	141	13,433
Polaris, Inc. . . . .	United States	105	12,564
			25,997
<b>Life Sciences Tools &amp; Services 1.3%</b>			
<sup>a</sup> 10X Genomics, Inc., A . . . . .	United States	1,300	189,254
Agilent Technologies, Inc. . . . .	United States	5,887	927,379
<sup>a</sup> Bio-Rad Laboratories, Inc., A . . . . .	United States	218	162,617
<sup>a</sup> Charles River Laboratories International, Inc. . . . .	United States	269	111,008
<sup>a</sup> Illumina, Inc. . . . .	United States	2,446	992,122
<sup>a</sup> Mettler-Toledo International, Inc. . . . .	United States	2,309	3,180,324
PerkinElmer, Inc. . . . .	United States	508	88,031
Sartorius Stedim Biotech . . . . .	France	881	492,286
Thermo Fisher Scientific, Inc. . . . .	United States	2,701	1,543,162
<sup>a</sup> Waters Corp. . . . .	United States	2,586	923,978
<sup>a,b</sup> Wuxi Biologics Cayman, Inc., 144A, Reg S . . . . .	China	38,500	624,478
			9,234,639
<b>Machinery 1.5%</b>			
Allison Transmission Holdings, Inc. . . . .	United States	669	23,629
Atlas Copco AB, A . . . . .	Sweden	11,426	690,155
Atlas Copco AB, B . . . . .	Sweden	5,088	258,677
Caterpillar, Inc. . . . .	United States	2,697	517,743
CNH Industrial NV . . . . .	United Kingdom	10,669	179,328
Cummins, Inc. . . . .	United States	1,100	247,016
Deere & Co. . . . .	United States	3,206	1,074,234
Donaldson Co., Inc. . . . .	United States	5,200	298,532
Dover Corp. . . . .	United States	5,984	930,512
Epiroc AB, A . . . . .	Sweden	20,522	426,760
Epiroc AB, B . . . . .	Sweden	8,308	147,190
Fortive Corp. . . . .	United States	4,417	311,708
Graco, Inc. . . . .	United States	1,209	84,594
Illinois Tool Works, Inc. . . . .	United States	5,942	1,227,796
<sup>a</sup> Ingersoll Rand, Inc. . . . .	United States	5,426	273,525
Komatsu Ltd. . . . .	Japan	20,026	479,591
Kurita Water Industries Ltd. . . . .	Japan	1,400	67,366
Lincoln Electric Holdings, Inc. . . . .	United States	230	29,622
Makita Corp. . . . .	Japan	2,800	153,951
Otis Worldwide Corp. . . . .	United States	2,916	239,929
PACCAR, Inc. . . . .	United States	1,749	138,031
Pentair plc . . . . .	United States	8,400	610,092
Snap-on, Inc. . . . .	United States	2,335	487,898
Stanley Black & Decker, Inc. . . . .	United States	3,624	635,323
Techtronic Industries Co. Ltd. . . . .	Hong Kong	20,500	405,109
Toro Co. (The) . . . . .	United States	822	80,071

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
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Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Machinery</b> (continued)			
Xylem, Inc. . . . .	United States	2,400	\$296,832
			10,315,214
<b>Marine 0.0%†</b>			
AP Moller - Maersk A/S, A. . . . .	Denmark	139	358,192
<b>Media 0.7%</b>			
<sup>a,b</sup> Ascential plc, 144A, Reg S . . . . .	United Kingdom	220,000	1,213,340
Cable One, Inc. . . . .	United States	361	654,540
Comcast Corp., A . . . . .	United States	13,214	739,059
CyberAgent, Inc. . . . .	Japan	59,000	1,138,257
Fox Corp., A . . . . .	United States	3,378	135,492
Fox Corp., B . . . . .	United States	5,829	216,372
Hakuhodo DY Holdings, Inc. . . . .	Japan	10,800	185,857
<sup>a</sup> Informa plc . . . . .	United Kingdom	51,454	378,349
Interpublic Group of Cos., Inc. (The) . . . . .	United States	5,229	191,747
Omnicom Group, Inc. . . . .	United States	1,553	112,530
Publicis Groupe SA. . . . .	France	1,446	97,135
			5,062,678
<b>Metals &amp; Mining 0.8%</b>			
Anglo American plc . . . . .	South Africa	3,532	123,778
ArcelorMittal SA . . . . .	Luxembourg	22,153	678,132
BHP Group Ltd. . . . .	Australia	8,375	223,586
BHP Group plc . . . . .	Australia	4,268	107,517
Evrax plc . . . . .	Russia	23,591	187,150
Fortescue Metals Group Ltd. . . . .	Australia	11,370	121,063
Newmont Corp. . . . .	United States	3,049	165,561
Norsk Hydro ASA . . . . .	Norway	8,286	61,851
Nucor Corp. . . . .	United States	12,721	1,252,891
Reliance Steel & Aluminum Co. . . . .	United States	318	45,290
Rio Tinto Ltd. . . . .	Australia	3,758	267,425
Rio Tinto plc . . . . .	Australia	7,305	478,805
Southern Copper Corp. . . . .	Peru	263	14,765
Steel Dynamics, Inc. . . . .	United States	1,251	73,159
Sumitomo Metal Mining Co. Ltd. . . . .	Japan	24,190	874,725
voestalpine AG . . . . .	Austria	2,749	101,540
Wheaton Precious Metals Corp. . . . .	Brazil	18,717	704,445
			5,481,683
<b>Multiline Retail 0.5%</b>			
Dollar General Corp. . . . .	United States	1,759	373,154
Next plc . . . . .	United Kingdom	3,959	435,445
Seria Co. Ltd. . . . .	Japan	11,468	400,837
Target Corp. . . . .	United States	11,158	2,552,616
			3,762,052
<b>Multi-Utilities 0.4%</b>			
Ameren Corp. . . . .	United States	1,417	114,777
Consolidated Edison, Inc. . . . .	United States	2,282	165,650
Dominion Energy, Inc. . . . .	United States	4,235	309,240
DTE Energy Co. . . . .	United States	3,164	353,450
E.ON SE. . . . .	Germany	88,284	1,077,522
NiSource, Inc. . . . .	United States	7,354	178,187
Public Service Enterprise Group, Inc. . . . .	United States	5,073	308,946
Sempra Energy . . . . .	United States	712	90,068

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Multi-Utilities</b> (continued)			
WEC Energy Group, Inc.	United States	1,214	\$107,075
			<hr/> 2,704,915
<b>Oil, Gas &amp; Consumable Fuels 1.4%</b>			
BP plc.	United Kingdom	404,258	1,841,131
Cabot Oil & Gas Corp.	United States	17,045	370,899
Cenovus Energy, Inc.	Canada	39,520	398,366
Chevron Corp.	United States	4,400	446,380
EOG Resources, Inc.	United States	24,214	1,943,658
Equinor ASA	Norway	32,485	826,181
Exxon Mobil Corp.	United States	19,073	1,121,874
Galp Energia SGPS SA, B	Portugal	19,334	219,586
Inpex Corp.	Japan	25,200	196,216
Lundin Energy AB	Sweden	8,575	318,402
Marathon Petroleum Corp.	United States	1,680	103,841
Royal Dutch Shell plc, B	Netherlands	52,579	1,164,843
<sup>a</sup> Thungela Resources Ltd.	South Africa	353	2,191
TotalEnergies SE	France	13,382	639,605
			<hr/> 9,593,173
<b>Paper &amp; Forest Products 0.0%†</b>			
Louisiana-Pacific Corp.	United States	203	12,458
Oji Holdings Corp.	Japan	40,500	204,069
			<hr/> 216,527
<b>Personal Products 0.4%</b>			
Estee Lauder Cos., Inc. (The), A	United States	2,213	663,745
L'Oreal SA	France	3,286	1,359,702
Unilever plc.	United Kingdom	11,471	620,952
			<hr/> 2,644,399
<b>Pharmaceuticals 2.5%</b>			
Astellas Pharma, Inc.	Japan	8,600	141,548
AstraZeneca plc	United Kingdom	5,699	686,754
AstraZeneca plc, ADR	United Kingdom	8,314	499,339
Bayer AG	Germany	19,707	1,069,561
Bristol-Myers Squibb Co.	United States	7,896	467,206
<sup>a</sup> Catalent, Inc.	United States	12,858	1,711,014
Eli Lilly & Co.	United States	7,136	1,648,773
Hikma Pharmaceuticals plc	Jordan	34,000	1,118,341
Ipsen SA	France	1,809	172,372
<sup>a</sup> Jazz Pharmaceuticals plc	United States	110	14,323
Johnson & Johnson	United States	22,677	3,662,336
Merck & Co., Inc.	United States	10,001	751,175
Novo Nordisk A/S, B	Denmark	11,708	1,128,476
Organon & Co.	United States	9,964	326,720
Orion OYJ, B	Finland	5,131	203,132
Otsuka Holdings Co. Ltd.	Japan	6,200	265,129
Pfizer, Inc.	United States	23,624	1,016,068
Roche Holding AG	Switzerland	4,673	1,705,779
Sanofi	France	2,935	282,523
Sumitomo Dainippon Pharma Co. Ltd.	Japan	4,300	76,858
Takeda Pharmaceutical Co. Ltd., ADR	Japan	38,404	629,058
Zoetis, Inc.	United States	1,832	355,664
			<hr/> 17,932,149

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Professional Services 1.0%</b>			
Adecco Group AG	Switzerland	17,944	\$899,242
Booz Allen Hamilton Holding Corp.	United States	759	60,227
<sup>a</sup> Clarivate plc	United States	54,000	1,182,600
<sup>a</sup> CoStar Group, Inc.	United States	6,500	559,390
Equifax, Inc.	United States	1,890	478,964
Experian plc	United Kingdom	30,000	1,256,564
<sup>a</sup> FTI Consulting, Inc.	United States	133	17,915
IHS Markit Ltd.	United States	3,909	455,868
ManpowerGroup, Inc.	United States	1,947	210,821
Persol Holdings Co. Ltd.	Japan	4,100	102,209
Randstad NV	Netherlands	5,578	375,534
Robert Half International, Inc.	United States	5,194	521,114
Verisk Analytics, Inc.	United States	2,361	472,838
Wolters Kluwer NV	Netherlands	4,415	467,954
			7,061,240
<b>Real Estate Management &amp; Development 0.4%</b>			
<sup>a</sup> CBRE Group, Inc., A	United States	6,834	665,358
China Overseas Land & Investment Ltd.	China	151,500	342,859
CK Asset Holdings Ltd.	Hong Kong	98,830	570,223
Henderson Land Development Co. Ltd.	Hong Kong	68,000	259,651
LEG Immobilien SE	Germany	2,736	386,454
Sun Hung Kai Properties Ltd.	Hong Kong	38,000	474,478
Swire Pacific Ltd., A	Hong Kong	53,500	316,560
			3,015,583
<b>Road &amp; Rail 0.7%</b>			
AMERCO	United States	16	10,337
Canadian Pacific Railway Ltd.	Canada	8,660	563,506
JB Hunt Transport Services, Inc.	United States	4,330	724,063
Landstar System, Inc.	United States	288	45,452
Nippon Express Co. Ltd.	Japan	3,100	213,498
Norfolk Southern Corp.	United States	2,600	622,050
Old Dominion Freight Line, Inc.	United States	1,193	341,174
Schneider National, Inc., B	United States	230	5,230
<sup>a</sup> Uber Technologies, Inc.	United States	4,038	180,902
Union Pacific Corp.	United States	10,348	2,028,311
			4,734,523
<b>Semiconductors &amp; Semiconductor Equipment 3.3%</b>			
<sup>a</sup> Alphawave IP Group plc	United Kingdom	10,266	32,088
Analog Devices, Inc.	United States	12,049	2,017,967
Applied Materials, Inc.	United States	6,110	786,540
ASML Holding NV	Netherlands	1,907	1,424,579
ASML Holding NV, NYRS	Netherlands	1,822	1,357,590
Broadcom, Inc.	United States	193	93,592
Intel Corp.	United States	25,930	1,381,550
KLA Corp.	United States	1,422	475,673
Lam Research Corp.	United States	811	461,581
Micron Technology, Inc.	United States	17,488	1,241,298
Monolithic Power Systems, Inc.	United States	2,180	1,056,602
NVIDIA Corp.	United States	12,111	2,508,915
NXP Semiconductors NV	China	6,777	1,327,411
<sup>a</sup> Qorvo, Inc.	United States	481	80,418
QUALCOMM, Inc.	United States	5,701	735,315
<sup>a</sup> Renesas Electronics Corp.	Japan	10,100	124,304
Skyworks Solutions, Inc.	United States	4,857	800,337
Taiwan Semiconductor Manufacturing Co. Ltd.	Taiwan	49,586	1,026,371

Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Semiconductors &amp; Semiconductor Equipment</b> (continued)			
Teradyne, Inc.	United States	1,226	\$133,843
Texas Instruments, Inc.	United States	29,413	5,653,473
Tokyo Electron Ltd.	Japan	1,500	662,668
Xilinx, Inc.	United States	1,763	266,195
			23,648,310
<b>Software 5.6%</b>			
<sup>a</sup> Adobe, Inc.	United States	3,894	2,241,854
<sup>a</sup> AppLovin Corp., A.	United States	1,100	79,607
<sup>a</sup> Aspen Technology, Inc.	United States	429	52,681
<sup>a</sup> Atlassian Corp. plc, A	United States	900	352,278
<sup>a</sup> Autodesk, Inc.	United States	3,242	924,521
<sup>a</sup> Avalara, Inc.	United States	2,780	485,861
AVEVA Group plc	United Kingdom	23,000	1,111,493
<sup>a</sup> Bill.com Holdings, Inc.	United States	4,400	1,174,580
<sup>a</sup> Cadence Design Systems, Inc.	United States	10,385	1,572,704
<sup>a</sup> Check Point Software Technologies Ltd.	Israel	1,400	158,256
<sup>a</sup> CrowdStrike Holdings, Inc., A.	United States	300	73,734
<sup>a</sup> CyberArk Software Ltd.	United States	9,400	1,483,508
<sup>a</sup> Fair Isaac Corp.	United States	109	43,374
<sup>a</sup> Fortinet, Inc.	United States	566	165,295
Intuit, Inc.	United States	8,150	4,397,006
Microsoft Corp.	United States	53,151	14,984,330
Oracle Corp.	United States	20,786	1,811,084
<sup>a</sup> Paycom Software, Inc.	United States	935	463,526
<sup>a</sup> Procore Technologies, Inc.	United States	300	26,802
<sup>a</sup> PTC, Inc.	United States	4,921	589,487
Sage Group plc (The)	United Kingdom	85,000	809,251
<sup>a</sup> salesforce.com, Inc.	United States	2,353	638,181
SAP SE	Germany	3,633	491,267
<sup>a</sup> ServiceNow, Inc.	United States	3,855	2,398,851
SimCorp A/S	Denmark	7,500	886,113
<sup>a</sup> Synopsys, Inc.	United States	2,554	764,693
<sup>a</sup> Tyler Technologies, Inc.	United States	796	365,085
<sup>a</sup> VMware, Inc., A.	United States	293	43,569
<sup>a</sup> Workday, Inc., A	United States	3,220	804,646
<sup>a</sup> Zoom Video Communications, Inc., A	United States	397	103,815
			39,497,452
<b>Specialty Retail 1.1%</b>			
<sup>a</sup> AutoNation, Inc.	United States	95	11,567
<sup>a</sup> AutoZone, Inc.	United States	214	363,370
Bath & Body Works, Inc.	United States	10,050	633,452
Best Buy Co., Inc.	United States	10,118	1,069,574
Dick's Sporting Goods, Inc.	United States	132	15,810
Foot Locker, Inc.	United States	853	38,948
Home Depot, Inc. (The)	United States	4,529	1,486,690
Kingfisher plc	United Kingdom	82,374	371,785
Lowe's Cos., Inc.	United States	8,912	1,807,888
<sup>a</sup> Olaplex Holdings, Inc.	United States	1,600	39,200
<sup>a</sup> O'Reilly Automotive, Inc.	United States	707	432,019
Penske Automotive Group, Inc.	United States	59	5,935
Ross Stores, Inc.	United States	7,600	827,260
Tractor Supply Co.	United States	1,445	292,771
<sup>a</sup> Victoria's Secret & Co.	United States	2,731	150,915
Williams-Sonoma, Inc.	United States	636	112,782

**Franklin Allocation VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Specialty Retail</b> (continued)			
Yamada Holdings Co. Ltd. ....	Japan	33,600	\$141,106
			<u>7,801,072</u>
<b>Technology Hardware, Storage &amp; Peripherals 1.9%</b>			
Apple, Inc. ....	United States	65,406	9,254,949
Brother Industries Ltd. ....	Japan	8,400	184,844
Elecom Co. Ltd. ....	Japan	12,400	199,243
Hewlett Packard Enterprise Co. ....	United States	50,447	718,870
HP, Inc. ....	United States	55,860	1,528,330
Logitech International SA ....	Switzerland	2,789	248,169
NetApp, Inc. ....	United States	1,731	155,375
Samsung Electronics Co. Ltd. ....	South Korea	18,428	1,142,171
Xerox Holdings Corp. ....	United States	617	12,445
			<u>13,444,396</u>
<b>Textiles, Apparel &amp; Luxury Goods 0.4%</b>			
Burberry Group plc. ....	United Kingdom	2,611	63,536
Carter's, Inc. ....	United States	299	29,075
NIKE, Inc., B. ....	United States	15,827	2,298,555
Pandora A/S. ....	Denmark	1,640	199,086
			<u>2,590,252</u>
<b>Thriffs &amp; Mortgage Finance 0.1%</b>			
Housing Development Finance Corp. Ltd. ....	India	25,240	933,540
New York Community Bancorp, Inc. ....	United States	810	10,425
			<u>943,965</u>
<b>Tobacco 0.5%</b>			
Altria Group, Inc. ....	United States	10,602	482,603
Imperial Brands plc. ....	United Kingdom	44,963	940,370
Philip Morris International, Inc. ....	United States	19,030	1,803,854
			<u>3,226,827</u>
<b>Trading Companies &amp; Distributors 0.6%</b>			
Fastenal Co. ....	United States	16,168	834,430
Ferguson plc. ....	United States	10,149	1,408,747
Marubeni Corp. ....	Japan	74,600	617,182
Mitsui & Co. Ltd. ....	Japan	6,000	131,202
MSC Industrial Direct Co., Inc., A. ....	United States	320	25,661
<sup>a</sup> United Rentals, Inc. ....	United States	258	90,540
Watsco, Inc. ....	United States	236	62,450
WW Grainger, Inc. ....	United States	2,344	921,333
			<u>4,091,545</u>
<b>Water Utilities 0.1%</b>			
American Water Works Co., Inc. ....	United States	2,719	459,620
<b>Wireless Telecommunication Services 0.1%</b>			
KDDI Corp. ....	Japan	20,400	671,632
<b>Total Common Stocks (Cost \$288,917,305) .....</b>			<b><u>407,280,395</u></b>
<b>Management Investment Companies 3.1%</b>			
<b>Capital Markets 3.1%</b>			
Schwab U.S. TIPS ETF. ....	United States	234,247	14,659,177



Franklin Allocation VIP Fund (continued)

	Country	Shares	Value
<b>Management Investment Companies (continued)</b>			
<b>Capital Markets (continued)</b>			
<sup>d</sup> Templeton Global Bond VIP Fund, Class 1	United States	511,021	\$7,098,082
			21,757,259
<b>Total Management Investment Companies (Cost \$22,621,280)</b>			<b>21,757,259</b>
<b>Preferred Stocks 0.1%</b>			
<b>Automobiles 0.0%<sup>†</sup></b>			
<sup>e</sup> Bayerische Motoren Werke AG, 2.93%	Germany	2,748	208,444
<b>Chemicals 0.0%<sup>†</sup></b>			
<sup>e</sup> FUCHS PETROLUB SE, 2.45%	Germany	3,301	154,548
<b>Health Care Equipment &amp; Supplies 0.1%</b>			
<sup>a</sup> Sartorius AG	Germany	382	243,174
<b>Total Preferred Stocks (Cost \$604,298)</b>			<b>606,166</b>
		<b>Principal Amount<sup>*</sup></b>	
<b>Corporate Bonds 10.9%</b>			
<b>Aerospace &amp; Defense 0.2%</b>			
Boeing Co. (The), Senior Bond, 3.5%, 3/01/39	United States	300,000	301,322
Senior Note, 2.196%, 2/04/26	United States	350,000	352,659
Lockheed Martin Corp., Senior Bond, 4.7%, 5/15/46	United States	200,000	262,285
Northrop Grumman Corp., Senior Bond, 5.25%, 5/01/50	United States	100,000	140,420
Raytheon Technologies Corp., Senior Bond, 4.5%, 6/01/42	United States	300,000	368,177
			1,424,863
<b>Air Freight &amp; Logistics 0.2%</b>			
<sup>b</sup> DAE Funding LLC, Senior Note, 144A, 1.55%, 8/01/24	United Arab Emirates	200,000	198,422
FedEx Corp., Senior Bond, 5.1%, 1/15/44	United States	400,000	511,073
Senior Bond, 4.75%, 11/15/45	United States	100,000	122,130
United Parcel Service, Inc., Senior Bond, 3.75%, 11/15/47	United States	100,000	116,270
Senior Bond, 5.3%, 4/01/50	United States	100,000	144,611
			1,092,506
<b>Airlines 0.1%</b>			
<sup>b</sup> Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.5%, 10/20/25	United States	525,000	561,905
<b>Banks 1.6%</b>			
Bancolombia SA, Senior Note, 3%, 1/29/25	Colombia	650,000	656,507
Bank of America Corp., L, Sub. Bond, 4.183%, 11/25/27	United States	960,000	1,070,778
Sub. Note, 4.2%, 8/26/24	United States	400,000	437,693
<sup>b</sup> BNP Paribas SA, Senior Bond, 144A, 3.052% to 1/13/30, FRN thereafter, 1/13/31	France	200,000	209,632
Citigroup, Inc., Senior Bond, 2.572% to 6/03/30, FRN thereafter, 6/03/31	United States	700,000	713,933
Senior Note, 3.352% to 4/24/24, FRN thereafter, 4/24/25	United States	1,100,000	1,168,638
Credit Suisse Group Funding Guernsey Ltd., Senior Note, 3.8%, 9/15/22	Switzerland	1,200,000	1,239,467

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Banks</b> (continued)			
HSBC Holdings plc,			
Senior Bond, 2.357% to 8/18/30, FRN thereafter, 8/18/31 . . . . .	United Kingdom	200,000	\$197,904
Senior Note, 1.645% to 8/18/25, FRN thereafter, 4/18/26 . . . . .	United Kingdom	525,000	528,022
Senior Note, 2.013% to 9/22/27, FRN thereafter, 9/22/28 . . . . .	United Kingdom	300,000	300,179
JPMorgan Chase & Co.,			
Senior Bond, 3.54% to 5/01/27, FRN thereafter, 5/01/28 . . . . .	United States	1,200,000	1,311,510
Sub. Bond, 2.956% to 5/13/30, FRN thereafter, 5/13/31 . . . . .	United States	300,000	312,282
<sup>f</sup> PNC Financial Services Group, Inc. (The), T, Junior Sub. Bond, 3.4% to 9/15/26, FRN thereafter, Perpetual . . . . .	United States	400,000	400,000
<sup>b</sup> Standard Chartered plc, Senior Note, 144A, 4.05%, 4/12/26 . . . . .	United Kingdom	470,000	516,217
SVB Financial Group, Senior Note, 3.125%, 6/05/30 . . . . .	United States	100,000	107,085
Truist Bank, Sub. Note, 2.25%, 3/11/30 . . . . .	United States	400,000	402,371
Truist Financial Corp., Sub. Note, 3.875%, 3/19/29 . . . . .	United States	860,000	971,929
<sup>b</sup> UniCredit SpA, Senior Note, 144A, 1.982% to 6/03/26, FRN thereafter, 6/03/27 . . . . .	Italy	500,000	498,974
US Bancorp, Sub. Note, 3%, 7/30/29 . . . . .	United States	300,000	322,424
Wells Fargo & Co., Senior Bond, 2.879% to 10/30/29, FRN thereafter, 10/30/30 . . . . .	United States	200,000	208,984
			11,574,529
<b>Beverages 0.2%</b>			
Anheuser-Busch Cos. LLC / Anheuser-Busch InBev Worldwide, Inc.,			
Senior Bond, 4.9%, 2/01/46 . . . . .	Belgium	100,000	123,110
Anheuser-Busch InBev Worldwide, Inc.,			
Senior Bond, 3.5%, 6/01/30 . . . . .	Belgium	420,000	460,301
Senior Bond, 5.8%, 1/23/59 . . . . .	Belgium	250,000	353,818
Constellation Brands, Inc., Senior Bond, 2.25%, 8/01/31 . . . . .	United States	450,000	443,142
			1,380,371
<b>Biotechnology 0.4%</b>			
AbbVie, Inc.,			
Senior Bond, 4.85%, 6/15/44 . . . . .	United States	400,000	503,823
Senior Bond, 4.75%, 3/15/45 . . . . .	United States	300,000	375,184
Senior Bond, 4.25%, 11/21/49 . . . . .	United States	370,000	438,828
Senior Note, 3.2%, 11/21/29 . . . . .	United States	200,000	215,631
Amgen, Inc., Senior Note, 2.45%, 2/21/30 . . . . .	United States	980,000	1,001,615
			2,535,081
<b>Building Products 0.1%</b>			
Carrier Global Corp., Senior Bond, 3.577%, 4/05/50 . . . . .	United States	430,000	457,648
<b>Capital Markets 0.3%</b>			
Goldman Sachs Group, Inc. (The),			
Senior Note, 3.5%, 1/23/25 . . . . .	United States	625,000	669,711
Sub. Note, 4.25%, 10/21/25 . . . . .	United States	400,000	443,185
Morgan Stanley, Senior Bond, 3.591% to 7/22/27, FRN thereafter, 7/22/28 . . . . .	United States	1,060,000	1,163,346
			2,276,242
<b>Chemicals 0.1%</b>			
CF Industries, Inc., Senior Bond, 5.15%, 3/15/34 . . . . .	United States	300,000	367,919
Sherwin-Williams Co. (The), Senior Bond, 2.3%, 5/15/30 . . . . .	United States	400,000	404,266
Westlake Chemical Corp., Senior Note, 3.375%, 6/15/30 . . . . .	United States	100,000	107,934
<sup>b</sup> Yara International ASA, Senior Note, 144A, 3.148%, 6/04/30 . . . . .	Brazil	100,000	105,559
			985,678

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b>Corporate Bonds (continued)</b>			
<b>Consumer Finance 0.2%</b>			
Capital One Financial Corp., Senior Note, 3.75%, 3/09/27 . . . . .	United States	1,035,000	\$1,145,770
<b>Containers &amp; Packaging 0.0%<sup>†</sup></b>			
WRKCo, Inc., Senior Bond, 3%, 6/15/33 . . . . .	United States	235,000	246,410
<b>Diversified Financial Services 0.3%</b>			
<sup>b</sup> CK Hutchison International 19 Ltd., Senior Note, 144A, 3.25%, 4/11/24 . . . . .	United Kingdom	635,000	672,899
<sup>b</sup> EDP Finance BV, Senior Note, 144A, 1.71%, 1/24/28 . . . . .	Portugal	700,000	688,520
<sup>b</sup> NTT Finance Corp., Senior Bond, 144A, 2.065%, 4/03/31 . . . . .	Japan	500,000	503,335
Shell International Finance BV, Senior Bond, 4.125%, 5/11/35 . . . . .	Netherlands	500,000	590,405
			2,455,159
<b>Diversified Telecommunication Services 0.5%</b>			
AT&T, Inc., Senior Bond, 3.5%, 6/01/41 . . . . .	United States	525,000	539,719
Senior Note, 3.8%, 2/15/27 . . . . .	United States	400,000	443,061
Senior Note, 2.3%, 6/01/27 . . . . .	United States	100,000	103,576
Bell Telephone Co. of Canada or Bell Canada (The), Senior Bond, 4.3%, 7/29/49 . . . . .	Canada	275,000	328,123
Orange SA, Senior Bond, 8.75%, 3/01/31 . . . . .	France	300,000	467,315
Verizon Communications, Inc., Senior Bond, 1.75%, 1/20/31 . . . . .	United States	200,000	190,241
Senior Bond, 2.55%, 3/21/31 . . . . .	United States	200,000	202,591
<sup>b</sup> Senior Bond, 144A, 2.355%, 3/15/32 . . . . .	United States	710,000	702,570
Senior Bond, 2.85%, 9/03/41 . . . . .	United States	400,000	391,029
			3,368,225
<b>Electric Utilities 0.6%</b>			
Commonwealth Edison Co., Senior Bond, 4%, 3/01/48 . . . . .	United States	200,000	235,267
Duke Energy Corp., Senior Bond, 3.75%, 9/01/46 . . . . .	United States	200,000	213,992
Duke Energy Florida LLC, Senior Bond, 6.4%, 6/15/38 . . . . .	United States	200,000	292,226
<sup>b</sup> Enel Finance International NV, Senior Bond, 144A, 3.5%, 4/06/28 . . . . .	Italy	300,000	328,572
Exelon Corp., Senior Bond, 4.05%, 4/15/30 . . . . .	United States	850,000	963,861
Georgia Power Co., Senior Bond, 4.3%, 3/15/42 . . . . .	United States	700,000	817,206
Southern Co. (The), A, Senior Bond, 3.7%, 4/30/30 . . . . .	United States	700,000	769,007
<sup>b</sup> State Grid Overseas Investment BVI Ltd., Senior Note, 144A, 3.5%, 5/04/27 . . . . .	China	600,000	659,458
<sup>b</sup> Vistra Operations Co. LLC, Senior Secured Note, 144A, 3.55%, 7/15/24 . . . . .	United States	235,000	247,246
			4,526,835
<b>Electronic Equipment, Instruments &amp; Components 0.0%<sup>†</sup></b>			
Flex Ltd., Senior Note, 4.875%, 5/12/30 . . . . .	United States	300,000	348,204
<b>Energy Equipment &amp; Services 0.1%</b>			
Baker Hughes a GE Co. LLC / Baker Hughes Co-Obligor, Inc., Senior Bond, 4.08%, 12/15/47 . . . . .	United States	485,000	548,327
<sup>b</sup> Schlumberger Holdings Corp., Senior Note, 144A, 3.75%, 5/01/24 . . . . .	United States	410,000	438,132
			986,459
<b>Entertainment 0.1%</b>			
NBCUniversal Media LLC, Senior Bond, 5.95%, 4/01/41 . . . . .	United States	200,000	292,843
Walt Disney Co. (The), Senior Bond, 2.65%, 1/13/31 . . . . .	United States	200,000	208,945
			501,788

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Equity Real Estate Investment Trusts (REITs) 0.2%</b>			
Alexandria Real Estate Equities, Inc., Senior Bond, 4.9%, 12/15/30	United States	300,000	\$363,083
Essex Portfolio LP, Senior Bond, 2.65%, 3/15/32	United States	360,000	364,101
Simon Property Group LP, Senior Note, 3.375%, 12/01/27	United States	595,000	648,960
			1,376,144
<b>Food &amp; Staples Retailing 0.1%</b>			
<sup>b</sup> Cencosud SA, Senior Bond, 144A, 5.15%, 2/12/25	Chile	300,000	330,375
Kroger Co. (The), Senior Bond, 5.4%, 1/15/49	United States	400,000	547,571
			877,946
<b>Food Products 0.1%</b>			
<sup>b</sup> Bimbo Bakeries USA, Inc., Senior Bond, 144A, 4%, 5/17/51	Mexico	400,000	434,447
<sup>b</sup> JBS Finance Luxembourg SARL, Senior Bond, 144A, 3.625%, 1/15/32	United States	400,000	408,004
			842,451
<b>Health Care Equipment &amp; Supplies 0.1%</b>			
STERIS Irish FinCo. UnLtd. Co., Senior Bond, 3.75%, 3/15/51	United States	250,000	270,335
STERIS Irish FinCo. UnLtd. Co., Senior Note, 2.7%, 3/15/31	United States	200,000	204,815
			475,150
<b>Health Care Providers &amp; Services 0.6%</b>			
Anthem, Inc., Senior Bond, 5.1%, 1/15/44	United States	400,000	518,345
Anthem, Inc., Senior Note, 4.101%, 3/01/28	United States	400,000	453,104
Centene Corp., Senior Note, 3%, 10/15/30	United States	450,000	461,812
Cigna Corp., Senior Note, 3.05%, 10/15/27	United States	550,000	594,115
CVS Health Corp., Senior Bond, 5.3%, 12/05/43	United States	500,000	657,158
CVS Health Corp., Senior Bond, 5.125%, 7/20/45	United States	200,000	258,074
HCA, Inc., Senior Secured Bond, 4.5%, 2/15/27	United States	408,000	459,556
HCA, Inc., Senior Secured Note, 4.125%, 6/15/29	United States	300,000	335,342
Quest Diagnostics, Inc., Senior Bond, 2.8%, 6/30/31	United States	600,000	627,359
			4,364,865
<b>Hotels, Restaurants &amp; Leisure 0.1%</b>			
Las Vegas Sands Corp., Senior Bond, 3.9%, 8/08/29	United States	650,000	663,047
<b>Household Durables 0.1%</b>			
MDC Holdings, Inc., Senior Bond, 2.5%, 1/15/31	United States	156,000	152,228
Mohawk Industries, Inc., Senior Note, 3.625%, 5/15/30	United States	290,000	316,264
NVR, Inc., Senior Bond, 3%, 5/15/30	United States	200,000	209,440
			677,932
<b>Household Products 0.1%</b>			
<sup>b</sup> Kimberly-Clark de Mexico SAB de CV, Senior Bond, 144A, 2.431%, 7/01/31	Mexico	500,000	498,975
<b>Independent Power and Renewable Electricity Producers 0.1%</b>			
<sup>b</sup> Colbun SA, Senior Note, 144A, 3.95%, 10/11/27	Chile	200,000	218,443
<sup>b</sup> Colbun SA, Senior Note, 144A, 3.15%, 3/06/30	Chile	200,000	206,073
			424,516

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Insurance 0.7%</b>			
Aflac, Inc., Senior Bond, 4.75%, 1/15/49	United States	700,000	\$917,400
Allstate Corp. (The), Senior Bond, 4.2%, 12/15/46	United States	500,000	610,220
Aon Corp., Senior Note, 2.8%, 5/15/30	United States	500,000	522,761
Arch Capital Group Ltd., Senior Bond, 3.635%, 6/30/50	United States	800,000	874,074
Manulife Financial Corp., Sub. Bond, 4.061% to 2/24/27, FRN thereafter, 2/24/32	Canada	200,000	219,405
Marsh & McLennan Cos., Inc., Senior Bond, 4.9%, 3/15/49	United States	250,000	336,993
MetLife, Inc., Junior Sub. Bond, 6.4%, 12/15/36	United States	250,000	321,557
<sup>b</sup> Metropolitan Life Global Funding I, Secured Note, 144A, 3.6%, 1/11/24	United States	940,000	1,003,296
Prudential plc, Senior Note, 3.125%, 4/14/30	United Kingdom	425,000	458,159
			5,263,865
<b>Interactive Media &amp; Services 0.1%</b>			
<sup>b</sup> Tencent Holdings Ltd., Senior Note, 144A, 3.595%, 1/19/28	China	500,000	535,827
Senior Note, 144A, 2.39%, 6/03/30	China	500,000	491,897
			1,027,724
<b>Internet &amp; Direct Marketing Retail 0.3%</b>			
Alibaba Group Holding Ltd., Senior Bond, 2.125%, 2/09/31	China	200,000	192,362
Senior Bond, 4%, 12/06/37	China	300,000	326,943
Senior Bond, 4.2%, 12/06/47	China	800,000	887,383
Amazon.com, Inc., Senior Bond, 4.05%, 8/22/47	United States	500,000	607,273
			2,013,961
<b>IT Services 0.2%</b>			
Fidelity National Information Services, Inc., Senior Bond, 2.25%, 3/01/31	United States	650,000	645,703
Fiserv, Inc., Senior Bond, 2.65%, 6/01/30	United States	200,000	204,792
Senior Note, 3.5%, 7/01/29	United States	870,000	947,913
			1,798,408
<b>Machinery 0.1%</b>			
Caterpillar, Inc., Senior Bond, 3.25%, 4/09/50	United States	200,000	217,886
Senior Note, 2.6%, 4/09/30	United States	300,000	315,546
			533,432
<b>Media 0.3%</b>			
Charter Communications Operating LLC / Charter Communications Operating Capital, Senior Secured Bond, 2.8%, 4/01/31	United States	350,000	351,079
<sup>c</sup> Senior Secured Bond, 3.5%, 3/01/42	United States	100,000	97,946
Comcast Corp., Senior Bond, 4.25%, 1/15/33	United States	300,000	351,030
Senior Bond, 4.049%, 11/01/52	United States	500,000	582,542
Fox Corp., Senior Bond, 5.476%, 1/25/39	United States	100,000	127,832
Senior Note, 4.709%, 1/25/29	United States	400,000	466,281
			1,976,710

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Multiline Retail 0.1%</b>			
Dollar Tree, Inc., Senior Note, 4%, 5/15/25 . . . . .	United States	350,000	\$383,223
<b>Multi-Utilities 0.4%</b>			
Berkshire Hathaway Energy Co., Senior Bond, 6.125%, 4/01/36 . . . . .	United States	200,000	277,141
Dominion Energy, Inc., Senior Note, 4.25%, 6/01/28 . . . . .	United States	1,050,000	1,193,987
Public Service Enterprise Group, Inc., Senior Note, 2.875%, 6/15/24 . . . . .	United States	1,000,000	1,053,518
			2,524,646
<b>Oil, Gas &amp; Consumable Fuels 1.0%</b>			
<sup>b</sup> Aker BP ASA, Senior Note, 144A, 3.75%, 1/15/30 . . . . .	Norway	500,000	535,621
BP Capital Markets America, Inc., Senior Note, 3.937%, 9/21/28 . . . . .	United States	100,000	112,917
Canadian Natural Resources Ltd., Senior Bond, 3.9%, 2/01/25 . . . . .	Canada	200,000	216,494
Cheniere Corpus Christi Holdings LLC, Senior Secured Note, 5.125%, 6/30/27 . . . . .	United States	200,000	231,360
<sup>b</sup> Continental Resources, Inc., Senior Bond, 144A, 5.75%, 1/15/31 . . . . .	United States	300,000	363,000
Energy Transfer LP, Senior Bond, 6.05%, 6/01/41 . . . . .	United States	500,000	621,293
Enterprise Products Operating LLC, Senior Bond, 3.125%, 7/31/29 . . . . .	United States	400,000	429,851
Senior Bond, 6.125%, 10/15/39 . . . . .	United States	700,000	967,047
Kinder Morgan, Inc., Senior Bond, 5.55%, 6/01/45 . . . . .	United States	300,000	382,760
Senior Note, 4.3%, 3/01/28 . . . . .	United States	400,000	453,705
MPLX LP, Senior Bond, 5.5%, 2/15/49 . . . . .	United States	325,000	412,698
Senior Note, 4.875%, 12/01/24 . . . . .	United States	200,000	221,620
Senior Note, 4.875%, 6/01/25 . . . . .	United States	100,000	111,799
<sup>b</sup> Sinopec Group Overseas Development 2018 Ltd., Senior Bond, 144A, 3.35%, 5/13/50 . . . . .	China	200,000	204,649
TransCanada PipeLines Ltd., Senior Bond, 4.25%, 5/15/28 . . . . .	Canada	500,000	569,620
Transcontinental Gas Pipe Line Co. LLC, Senior Note, 7.85%, 2/01/26 . . . . .	United States	400,000	498,947
Valero Energy Corp., Senior Note, 4%, 4/01/29 . . . . .	United States	435,000	478,522
			6,811,903
<b>Paper &amp; Forest Products 0.1%</b>			
Suzano Austria GmbH, Senior Bond, 3.75%, 1/15/31 . . . . .	Brazil	225,000	231,412
Senior Bond, 3.125%, 1/15/32 . . . . .	Brazil	200,000	193,400
			424,812
<b>Pharmaceuticals 0.3%</b>			
AstraZeneca plc, Senior Bond, 4%, 9/18/42 . . . . .	United Kingdom	300,000	356,687
Senior Bond, 4.375%, 11/16/45 . . . . .	United Kingdom	450,000	571,129
Royalty Pharma plc, Senior Note, 1.75%, 9/02/27 . . . . .	United States	100,000	99,655
Senior Note, 2.2%, 9/02/30 . . . . .	United States	200,000	195,739
Takeda Pharmaceutical Co. Ltd., Senior Bond, 3.175%, 7/09/50 . . . . .	Japan	400,000	406,107
Senior Note, 5%, 11/26/28 . . . . .	Japan	300,000	358,641
			1,987,958
<b>Road &amp; Rail 0.2%</b>			
Burlington Northern Santa Fe LLC, Senior Bond, 4.9%, 4/01/44 . . . . .	United States	200,000	261,952

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds (continued)</b>			
<b>Road &amp; Rail (continued)</b>			
CSX Corp.,			
Senior Bond, 3.8%, 11/01/46 . . . . .	United States	200,000	\$226,543
Senior Bond, 4.75%, 11/15/48 . . . . .	United States	525,000	678,692
			1,167,187
<b>Software 0.1%</b>			
Microsoft Corp., Senior Note, 2.65%, 11/03/22 . . . . .	United States	420,000	429,217
ServiceNow, Inc., Senior Bond, 1.4%, 9/01/30 . . . . .	United States	250,000	234,656
			663,873
<b>Specialty Retail 0.0%<sup>†</sup></b>			
AutoNation, Inc., Senior Bond, 4.75%, 6/01/30 . . . . .	United States	100,000	116,719
AutoZone, Inc., Senior Bond, 1.65%, 1/15/31 . . . . .	United States	265,000	252,058
			368,777
<b>Technology Hardware, Storage &amp; Peripherals 0.1%</b>			
Teledyne FLIR LLC, Senior Note, 2.5%, 8/01/30 . . . . .	United States	575,000	580,124
<b>Thriffs &amp; Mortgage Finance 0.1%</b>			
<sup>b</sup> BPCE SA, Sub. Bond, 144A, 5.15%, 7/21/24 . . . . .	France	600,000	663,226
Radian Group, Inc., Senior Note, 4.875%, 3/15/27 . . . . .	United States	350,000	382,139
			1,045,365
<b>Tobacco 0.1%</b>			
<sup>b</sup> Imperial Brands Finance plc,			
Senior Note, 144A, 3.5%, 7/26/26 . . . . .	United Kingdom	300,000	321,212
Senior Note, 144A, 4.25%, 7/21/25 . . . . .	United Kingdom	585,000	638,057
			959,269
<b>Wireless Telecommunication Services 0.2%</b>			
America Movil SAB de CV, Senior Bond, 3.625%, 4/22/29 . . . . .	Mexico	300,000	326,353
T-Mobile USA, Inc.,			
Senior Secured Bond, 3.3%, 2/15/51 . . . . .	United States	200,000	193,798
Senior Secured Note, 3.75%, 4/15/27 . . . . .	United States	325,000	358,277
Vodafone Group plc, Senior Bond, 6.15%, 2/27/37 . . . . .	United Kingdom	300,000	410,858
			1,289,286
<b>Total Corporate Bonds (Cost \$73,478,857) . . . . .</b>			<b>76,889,222</b>
<b>Foreign Government and Agency Securities 1.0%</b>			
<sup>b</sup> African Export-Import Bank (The), Senior Note, 144A, 3.994%, 9/21/29 . . . . .	Supranational <sup>g</sup>	500,000	529,464
<sup>b</sup> Banque Ouest Africaine de Developpement, Senior Note, 144A, 5%, 7/27/27 . . . . .	Supranational <sup>g</sup>	300,000	337,061
Colombia Government Bond, Senior Bond, 5%, 6/15/45 . . . . .	Colombia	500,000	489,195
<sup>b</sup> Comision Federal de Electricidad, Senior Bond, 144A, 3.348%, 2/09/31 . . . . .	Mexico	300,000	295,378
<sup>b</sup> Corp. Nacional del Cobre de Chile, Senior Bond, 144A, 4.5%, 8/01/47 . . . . .	Chile	200,000	229,655
<sup>b</sup> Electricite de France SA, Senior Note, 144A, 4.5%, 9/21/28 . . . . .	France	655,000	754,613
<sup>b</sup> Export-Import Bank of India, Senior Bond, 144A, 3.25%, 1/15/30 . . . . .	India	200,000	203,377
<sup>b</sup> Indonesia Government Bond, Senior Bond, 144A, 4.35%, 1/08/27 . . . . .	Indonesia	500,000	565,007
<sup>b</sup> Kazakhstan Government Bond, Senior Bond, 144A, 5.125%, 7/21/25 . . . . .	Kazakhstan	350,000	402,789
Mexico Government Bond, Senior Bond, 3.6%, 1/30/25 . . . . .	Mexico	200,000	218,098
Panama Notas del Tesoro, Senior Note, 3.75%, 4/17/26 . . . . .	Panama	450,000	483,975
<sup>b</sup> Pertamina Persero PT, Senior Bond, 144A, 4.7%, 7/30/49 . . . . .	Indonesia	200,000	216,820

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Foreign Government and Agency Securities (continued)</b>			
Peru Government Bond, Senior Bond, 2.783%, 1/23/31	Peru	200,000	\$198,420
Senior Bond, 6.55%, 3/14/37	Peru	200,000	270,473
Philippines Government Bond, Senior Bond, 3.95%, 1/20/40	Philippines	310,000	338,715
<sup>b</sup> Romania Government Bond, Senior Bond, 144A, 5.125%, 6/15/48.	Romania	200,000	237,230
<sup>b</sup> Russia Government Bond, Senior Bond, 144A, 5.1%, 3/28/35	Russia	400,000	479,644
Uruguay Government Bond, Senior Bond, 4.5%, 8/14/24	Uruguay	400,000	429,184
Senior Bond, 4.375%, 1/23/31	Uruguay	150,000	173,810
<b>Total Foreign Government and Agency Securities (Cost \$6,763,596)</b>			<b>6,852,908</b>

**U.S. Government and Agency Securities 19.1%**

U.S. Treasury Bonds,			
6%, 2/15/26	United States	705,000	860,678
4.5%, 2/15/36	United States	905,000	1,236,916
1.125%, 8/15/40	United States	52,000	44,765
1.375%, 11/15/40	United States	2,147,000	1,929,281
2.875%, 5/15/43	United States	3,370,000	3,868,523
3.375%, 5/15/44	United States	15,000	18,649
3.125%, 8/15/44	United States	725,000	867,876
3%, 11/15/44	United States	160,000	187,906
2.5%, 5/15/46	United States	5,465,000	5,915,222
2.25%, 8/15/46	United States	5,575,000	5,759,454
3.375%, 11/15/48	United States	3,300,000	4,205,180
3%, 2/15/49	United States	1,713,000	2,048,239
2.25%, 8/15/49	United States	150,000	155,531
1.25%, 5/15/50	United States	700,000	572,879
1.375%, 8/15/50	United States	250,000	211,035
2.375%, 5/15/51	United States	1,794,000	1,915,095
2%, 8/15/51	United States	92,000	90,390
U.S. Treasury Notes,			
1.75%, 5/15/22	United States	6,370,000	6,437,384
1.875%, 5/31/22	United States	1,465,000	1,482,561
1.5%, 3/31/23	United States	465,000	474,218
2.75%, 11/15/23	United States	1,320,000	1,388,372
2.125%, 11/30/23	United States	1,120,000	1,163,750
2.125%, 3/31/24	United States	18,837,000	19,642,723
2%, 4/30/24	United States	1,345,000	1,399,798
2.25%, 4/30/24	United States	125,000	130,874
2.5%, 5/15/24	United States	5,710,000	6,019,589
2%, 5/31/24	United States	1,705,000	1,775,464
1.75%, 6/30/24	United States	178,000	184,314
2%, 6/30/24	United States	2,255,000	2,349,869
1.75%, 7/31/24	United States	13,225,000	13,702,856
2.375%, 8/15/24	United States	1,640,000	1,728,598
1.25%, 8/31/24	United States	700,000	715,258
1.5%, 10/31/24	United States	2,920,000	3,006,459
1.5%, 11/30/24	United States	510,000	525,041
<sup>h</sup> 0.125%, 4/15/25	United States	750,000	850,680
0.25%, 6/30/25	United States	600,000	589,453
0.25%, 9/30/25	United States	310,000	303,425
0.375%, 11/30/25	United States	5,143,000	5,045,966
0.375%, 1/31/26	United States	7,580,000	7,418,925
<sup>h</sup> 0.125%, 4/15/26	United States	350,000	394,594
0.875%, 6/30/26	United States	875,000	871,992
1.875%, 7/31/26	United States	389,000	405,973
2.375%, 5/15/27	United States	3,790,000	4,054,708



Franklin Allocation VIP Fund (continued)

	Country	Principal Amount*	Value
<b>U.S. Government and Agency Securities (continued)</b>			
U.S. Treasury Notes, (continued)			
0.5%, 6/30/27 .....	United States	9,285,000	\$8,965,103
2.25%, 11/15/27 .....	United States	5,375,000	5,715,347
1.25%, 4/30/28 .....	United States	1,700,000	1,699,203
3.125%, 11/15/28 .....	United States	320,000	359,613
1.625%, 8/15/29 .....	United States	4,565,000	4,650,772
0.625%, 8/15/30 .....	United States	1,550,000	1,442,317
1.125%, 2/15/31 .....	United States	400,000	387,500
<b>Total U.S. Government and Agency Securities (Cost \$137,603,167) .....</b>			<b>135,170,318</b>
<b>Asset-Backed Securities 0.4%</b>			
<b>Airlines 0.1%</b>			
American Airlines Pass-Through Trust, 2016-3, A, 3.25%, 10/15/28	United States	438,525	424,947
United Airlines Pass-Through Trust,			
2016-1, A, 3.45%, 7/07/28 .....	United States	78,894	79,691
2019-2, A, 2.9%, 5/01/28 .....	United States	191,137	190,628
2020-1, B, 4.875%, 7/15/27 .....	United States	280,275	297,227
			992,493
<b>Banks 0.1%</b>			
Capital One Multi-Asset Execution Trust, 2017-A6, A6, 2.29%, 7/15/25 .....	United States	600,000	612,067
<b>Consumer Finance 0.2%</b>			
American Express Credit Account Master Trust, 2019-1, A, 2.87%, 10/15/24 .....	United States	600,000	608,194
Discover Card Execution Note Trust, 2019-A1, A1, 3.04%, 7/15/24	United States	500,000	504,153
			1,112,347
<b>Total Asset-Backed Securities (Cost \$2,708,389) .....</b>			<b>2,716,907</b>
<b>Commercial Mortgage-Backed Securities 0.0%</b>			
<b>Diversified Financial Services 0.0%†</b>			
<sup>B</sup> BX Commercial Mortgage Trust, 2021-VOLT, B, 144A, FRN, 1.05%, (1-month USD LIBOR + 0.95%), 9/15/36 .....	United States	250,000	250,527
<b>Total Commercial Mortgage-Backed Securities (Cost \$250,000) .....</b>			<b>250,527</b>
<b>Mortgage-Backed Securities 4.3%</b>			
<b>Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 1.5%</b>			
FHLMC Gold Pools, 30 Year, 4.5%, 1/01/49 .....	United States	522,749	579,812
FHLMC Pool, 15 Year, 3%, 8/01/34 .....	United States	67,635	71,390
FHLMC Pool, 30 Year, 2.5%, 10/01/50 .....	United States	754,502	782,233
FHLMC Pool, 30 Year, 3%, 3/01/50 .....	United States	2,782,822	2,954,719
FHLMC Pool, 30 Year, 3.5%, 4/01/50 .....	United States	1,808,243	1,959,724
FHLMC Pool, 30 Year, 3.5%, 2/01/47 .....	United States	2,372,174	2,557,787
FHLMC Pool, 30 Year, 4%, 5/01/47 - 9/01/49 .....	United States	1,168,710	1,278,655
FHLMC Pool, 30 Year, 4.5%, 10/01/48 .....	United States	541,974	602,137
			10,786,457
<b>Federal National Mortgage Association (FNMA) Fixed Rate 2.3%</b>			
FNMA, 15 Year, 2%, 7/01/36 - 8/01/36 .....	United States	2,198,248	2,266,466
FNMA, 15 Year, 2.5%, 7/01/36 .....	United States	1,041,589	1,088,726
FNMA, 30 Year, 2%, 5/01/51 - 10/01/51 .....	United States	3,390,913	3,403,645
FNMA, 30 Year, 2.5%, 9/01/50 - 10/01/51 .....	United States	3,892,259	4,035,912
FNMA, 30 Year, 3%, 8/01/50 - 9/01/51 .....	United States	2,003,069	2,112,987

**Franklin Allocation VIP Fund** (continued)

	Country	Principal Amount*	Value
<b>Mortgage-Backed Securities</b> (continued)			
<b>Federal National Mortgage Association (FNMA) Fixed Rate</b> (continued)			
FNMA, 30 Year, 3.5%, 11/01/46 . . . . .	United States	390,236	\$422,672
FNMA, 30 Year, 4%, 8/01/49 - 1/01/50 . . . . .	United States	1,535,369	1,679,677
FNMA, 30 Year, 4.5%, 2/01/50 . . . . .	United States	1,177,412	1,298,086
			16,308,171
<b>Government National Mortgage Association (GNMA) Fixed Rate 0.5%</b>			
GNMA II, Single-family, 30 Year, 2%, 6/20/51 - 8/20/51 . . . . .	United States	773,923	785,990
GNMA II, Single-family, 30 Year, 2.5%, 6/20/51 - 7/20/51 . . . . .	United States	1,661,147	1,715,861
GNMA II, Single-family, 30 Year, 3%, 8/20/51 . . . . .	United States	1,010,897	1,059,841
			3,561,692
<b>Total Mortgage-Backed Securities (Cost \$30,801,115)</b> . . . . .			<b>30,656,320</b>
<b>Municipal Bonds 0.7%</b>			
<b>Arizona 0.1%</b>			
Maricopa County Union High School District No. 210-Phoenix, GO, 2020 C, 5%, 7/01/31 . . . . .	United States	200,000	256,047
<b>California 0.3%</b>			
California Health Facilities Financing Authority, State of California Personal Income Tax, Revenue, Senior Lien, 2019, 2.934%, 6/01/32 . . . . .	United States	65,000	69,358
State of California Personal Income Tax, Revenue, Senior Lien, 2019, 2.984%, 6/01/33 . . . . .	United States	55,000	58,583
State of California Personal Income Tax, Revenue, Senior Lien, 2019, 3.034%, 6/01/34 . . . . .	United States	40,000	42,583
California State University, Revenue, 2021 B, Refunding, 2.719%, 11/01/52 . . . . .	United States	200,000	195,151
Foothill-Eastern Transportation Corridor Agency, Revenue, 2019 A, Refunding, 4.094%, 1/15/49 . . . . .	United States	35,000	36,981
Gilroy Unified School District, GO, 2019, Refunding, 3.364%, 8/01/47	United States	140,000	144,414
San Bernardino Community College District, GO, 2021, Refunding, 2.686%, 8/01/41 . . . . .	United States	485,000	475,738
GO, 2021, Refunding, 2.856%, 8/01/49 . . . . .	United States	285,000	277,383
State of California, GO, 2.5%, 10/01/29 . . . . .	United States	500,000	525,611
			1,825,802
<b>Florida 0.1%</b>			
County of Broward, Airport System, Revenue, 2019 C, Refunding, 3.477%, 10/01/43 . . . . .	United States	70,000	73,687
County of Sarasota, Revenue, 2020, 5%, 10/01/34 . . . . .	United States	500,000	642,847
			716,534
<b>Illinois 0.0%†</b>			
State of Illinois, GO, 2003, 5.1%, 6/01/33 . . . . .	United States	125,000	145,790
<b>Massachusetts 0.0%†</b>			
Massachusetts State College Building Authority, Revenue, 2019 C, Refunding, 3.373%, 5/01/43 . . . . .	United States	230,000	241,482
<b>New York 0.0%†</b>			
Metropolitan Transportation Authority, Revenue, 2020 E, Refunding, 4%, 11/15/45 . . . . .	United States	95,000	106,063
<b>Ohio 0.0%†</b>			
Greenville City School District, GO, 2019, Refunding, 3.541%, 1/01/51 . . . . .	United States	160,000	163,999

Franklin Allocation VIP Fund (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b>Municipal Bonds</b> (continued)			
<b>Pennsylvania 0.1%</b>			
Commonwealth Financing Authority, Revenue, 2021 A, 2.991%, 6/01/42 . . . . .	United States	625,000	\$640,843
University of Pittsburgh-of the Commonwealth System of Higher Education, Revenue, 2017 C, Refunding, 3.005%, 9/15/41 . . . . .	United States	250,000	261,887
			902,730
<b>Texas 0.1%</b>			
City of Austin, Electric Utility, Revenue, 2008, Refunding, AGMC Insured, 6.262%, 11/15/32 . . . . .	United States	355,000	441,466
<b>Total Municipal Bonds (Cost \$4,689,741)</b> . . . . .			<b>4,799,913</b>
<b>Total Long Term Investments (Cost \$568,437,748)</b> . . . . .			<b>686,979,935</b>
<b>Short Term Investments 2.1%</b>			
	Country	Shares	Value
<b>Money Market Funds 2.1%</b>			
<sup>o</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	14,804,567	14,804,567
<b>Total Money Market Funds (Cost \$14,804,567)</b> . . . . .			<b>14,804,567</b>
<b>Total Short Term Investments (Cost \$14,804,567)</b> . . . . .			<b>14,804,567</b>
<b>Total Investments (Cost \$583,242,315) 99.2%</b> . . . . .			<b>\$701,784,502</b>
<b>Other Assets, less Liabilities 0.8%</b> . . . . .			<b>6,005,172</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$707,789,674</b>

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

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

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

<sup>b</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$24,639,204, representing 3.5% of net assets.

<sup>c</sup>A portion or all of the security purchased on a delayed delivery basis.

<sup>d</sup>See Note 9 regarding investments in affiliated management investment companies.

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

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

<sup>g</sup>A supranational organization is an entity formed by two or more central governments through international treaties.

<sup>h</sup>Principal amount of security is adjusted for inflation.

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

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

**Franklin Allocation VIP Fund** (continued)

At September 30, 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)
<b>Equity contracts</b>					
S&P 500 E-Mini Index . . . . .	Long	142	\$30,514,025	12/17/21	\$(963,821)
<b>Interest rate contracts</b>					
U.S. Treasury 10 Year Notes . . . . .	Short	205	26,979,922	12/21/21	232,574
U.S. Treasury 10 Year Notes . . . . .	Long	26	3,421,844	12/21/21	(37,634)
U.S. Treasury 10 Year Ultra Notes . . . . .	Long	1	145,250	12/21/21	139
U.S. Treasury 5 Year Notes . . . . .	Long	5	613,711	12/31/21	814
U.S. Treasury Long Bonds . . . . .	Short	16	2,547,500	12/21/21	54,106
U.S. Treasury Ultra Bonds . . . . .	Long	1	191,062	12/21/21	(626)
Total Futures Contracts . . . . .					\$(714,448)

\*As of period end.

At September 30, 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 <sup>(a)</sup>	Value	Unamortized Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)	Rating <sup>(b)</sup>
<b>OTC Swap Contracts</b>									
<b>Contracts to Sell Protection<sup>(c)(d)</sup></b>									
<b>Single Name</b>									
Mexico									
Government Bond . . . . .	1.00%	Quarterly	GSCO	6/20/26	575,000	\$2,439	\$1,577	\$862	BBB
Nordstrom, Inc. . . . .	1.00%	Quarterly	CITI	6/20/26	200,000	(11,560)	(12,274)	714	BB+
Nordstrom, Inc. . . . .	1.00%	Quarterly	JPHQ	6/20/26	200,000	(11,560)	(9,419)	(2,141)	BB+
Total OTC Swap Contracts . . . . .						\$(20,681)	\$(20,116)	\$(565)	
Total Credit Default Swap Contracts . . . . .						\$(20,681)	\$(20,116)	\$(565)	

<sup>(a)</sup>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.

<sup>(b)</sup>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.

<sup>(c)</sup>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.

<sup>(d)</sup>The fund enters contracts to sell protection to create a long credit position.

See Abbreviations on page 167.

## Statement of Investments (unaudited), September 30, 2021

## Franklin DynaTech VIP Fund

	Country	Shares	Value
<b>Common Stocks 99.1%</b>			
<b>Aerospace &amp; Defense 0.5%</b>			
<sup>a</sup> Axon Enterprise, Inc. . . . .	United States	4,186	\$732,634
<sup>a</sup> TransDigm Group, Inc. . . . .	United States	242	151,146
			883,780
<b>Automobiles 1.7%</b>			
<sup>a</sup> Tesla, Inc. . . . .	United States	3,892	3,018,168
<b>Banks 0.4%</b>			
<sup>a</sup> SVB Financial Group. . . . .	United States	988	639,117
<b>Biotechnology 2.0%</b>			
<sup>a</sup> Applied Molecular Transport, Inc. . . . .	United States	4,024	104,101
<sup>a</sup> Argenx SE . . . . .	Netherlands	1,992	601,923
<sup>a</sup> BioNTech SE, ADR . . . . .	Germany	2,296	626,785
<sup>a</sup> Intellia Therapeutics, Inc. . . . .	United States	2,601	348,924
<sup>a</sup> Moderna, Inc. . . . .	United States	3,241	1,247,331
<sup>a</sup> Natera, Inc. . . . .	United States	6,609	736,507
			3,665,571
<b>Capital Markets 2.2%</b>			
Moody's Corp. . . . .	United States	1,971	699,922
MSCI, Inc. . . . .	United States	3,251	1,977,714
Tradeweb Markets, Inc., A. . . . .	United States	16,144	1,304,112
			3,981,748
<b>Diversified Consumer Services 0.3%</b>			
<sup>a</sup> Chegg, Inc. . . . .	United States	5,207	354,180
<sup>a,b</sup> Duolingo, Inc. . . . .	United States	500	83,180
			437,360
<b>Electric Utilities 0.6%</b>			
NextEra Energy, Inc. . . . .	United States	14,550	1,142,466
<b>Electronic Equipment, Instruments &amp; Components 1.2%</b>			
Amphenol Corp., A . . . . .	United States	7,854	575,149
Keyence Corp. . . . .	Japan	1,139	679,836
<sup>a</sup> Keysight Technologies, Inc. . . . .	United States	1,373	225,570
<sup>a</sup> Zebra Technologies Corp., A . . . . .	United States	1,298	669,015
			2,149,570
<b>Entertainment 3.9%</b>			
Activision Blizzard, Inc. . . . .	United States	7,213	558,214
<sup>a</sup> Netflix, Inc. . . . .	United States	637	388,787
<sup>a</sup> ROBLOX Corp., A. . . . .	United States	12,735	962,129
<sup>a</sup> Sea Ltd., ADR. . . . .	Taiwan	16,229	5,172,669
			7,081,799
<b>Equity Real Estate Investment Trusts (REITs) 0.8%</b>			
Crown Castle International Corp. . . . .	United States	3,321	575,596
SBA Communications Corp. . . . .	United States	2,646	874,688
			1,450,284
<b>Health Care Equipment &amp; Supplies 6.7%</b>			
Abbott Laboratories. . . . .	United States	8,399	992,174
<sup>a</sup> CryoPort, Inc. . . . .	United States	1,752	116,526
Danaher Corp. . . . .	United States	10,023	3,051,402
<sup>a</sup> DexCom, Inc. . . . .	United States	642	351,084
<sup>a</sup> Edwards Lifesciences Corp. . . . .	United States	7,959	901,038
<sup>a</sup> IDEXX Laboratories, Inc. . . . .	United States	4,235	2,633,746

Franklin DynaTech VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Health Care Equipment &amp; Supplies (continued)</b>			
<sup>a</sup> Inari Medical, Inc. . . . .	United States	3,296	\$267,306
<sup>a</sup> Inmode Ltd. . . . .	United States	1,338	213,344
<sup>a</sup> Insulet Corp. . . . .	United States	255	72,479
<sup>a</sup> Intuitive Surgical, Inc. . . . .	United States	1,943	1,931,633
STERIS plc. . . . .	United States	3,289	671,877
Stryker Corp. . . . .	United States	3,272	862,892
			12,065,501
<b>Health Care Providers &amp; Services 0.6%</b>			
<sup>a</sup> Accolade, Inc. . . . .	United States	866	36,519
<sup>a</sup> Guardant Health, Inc. . . . .	United States	3,297	412,158
UnitedHealth Group, Inc. . . . .	United States	1,612	629,873
			1,078,550
<b>Health Care Technology 1.8%</b>			
<sup>a</sup> Definitive Healthcare Corp. . . . .	United States	1,900	81,377
<sup>a</sup> Doximity, Inc., A . . . . .	United States	1,353	109,187
<sup>a</sup> Inspire Medical Systems, Inc. . . . .	United States	4,955	1,153,921
<sup>a</sup> Veeva Systems, Inc., A . . . . .	United States	6,612	1,905,380
			3,249,865
<b>Hotels, Restaurants &amp; Leisure 0.7%</b>			
<sup>a</sup> Airbnb, Inc., A . . . . .	United States	3,297	553,072
<sup>a</sup> Booking Holdings, Inc. . . . .	United States	328	778,629
			1,331,701
<b>Industrial Conglomerates 0.3%</b>			
Roper Technologies, Inc. . . . .	United States	1,332	594,245
<b>Interactive Media &amp; Services 8.9%</b>			
<sup>a</sup> Adevinta ASA . . . . .	France	6,283	107,676
<sup>a</sup> Alphabet, Inc., A . . . . .	United States	1,935	5,173,261
<sup>a</sup> Alphabet, Inc., C . . . . .	United States	431	1,148,749
<sup>a</sup> Facebook, Inc., A . . . . .	United States	11,605	3,938,621
<sup>a</sup> Match Group, Inc. . . . .	United States	6,380	1,001,596
<sup>a</sup> Pinterest, Inc., A . . . . .	United States	6,632	337,900
<sup>a</sup> Snap, Inc., A . . . . .	United States	17,788	1,313,999
Tencent Holdings Ltd. . . . .	China	32,966	1,968,017
<sup>a,c</sup> Trustpilot Group plc, 144A, Reg S . . . . .	United Kingdom	11,374	59,088
<sup>a</sup> VTEX, A . . . . .	Brazil	1,000	20,570
<sup>a</sup> ZoomInfo Technologies, Inc., A . . . . .	United States	14,562	891,049
			15,960,526
<b>Internet &amp; Direct Marketing Retail 9.4%</b>			
<sup>a</sup> Amazon.com, Inc. . . . .	United States	3,247	10,666,525
<sup>a,b</sup> Chewy, Inc., A . . . . .	United States	13,268	903,683
<sup>a,c</sup> Delivery Hero SE, 144A, Reg S . . . . .	Saudi Arabia	4,619	589,152
<sup>a</sup> DoorDash, Inc., A . . . . .	United States	2,285	470,664
<sup>a</sup> Fiverr International Ltd. . . . .	Israel	5,163	943,177
<sup>a</sup> MercadoLibre, Inc. . . . .	Argentina	1,944	3,264,754
<sup>a</sup> THG plc . . . . .	United Kingdom	8,598	58,729
<sup>a,c</sup> Zalando SE, 144A, Reg S . . . . .	Germany	1,121	102,233
			16,998,917
<b>IT Services 14.7%</b>			
<sup>a,c</sup> Adyen NV, 144A, Reg S . . . . .	Netherlands	1,320	3,689,721
<sup>a</sup> Afterpay Ltd. . . . .	Australia	3,981	345,706
<sup>a</sup> Cloudflare, Inc., A . . . . .	United States	641	72,209
<sup>a</sup> Dlocal Ltd. . . . .	Uruguay	931	50,795

Franklin DynaTech VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>IT Services (continued)</b>			
<sup>a</sup> Endava plc, ADR	United Kingdom	1,593	\$216,409
<sup>a</sup> EPAM Systems, Inc.	United States	2,310	1,317,809
<sup>a</sup> Globant SA	United States	1,658	465,915
Mastercard, Inc., A	United States	6,489	2,256,095
<sup>a</sup> MongoDB, Inc.	United States	1,721	811,469
<sup>a,c</sup> Nuvei Corp., 144A, Reg S	Canada	6,493	750,071
<sup>a</sup> Okta, Inc.	United States	2,328	552,528
<sup>a</sup> Paymentus Holdings, Inc., A	United States	2,800	68,992
<sup>a</sup> PayPal Holdings, Inc.	United States	16,372	4,260,158
<sup>a</sup> Remittly Global, Inc.	United States	2,500	91,750
<sup>a</sup> Shopify, Inc., A	Canada	3,242	4,399,662
<sup>a</sup> Snowflake, Inc., A	United States	1,355	409,793
<sup>a</sup> Square, Inc., A	United States	10,383	2,490,259
<sup>a</sup> TaskUS, Inc., A	Philippines	566	37,565
<sup>a</sup> Thoughtworks Holding, Inc.	United States	3,600	103,356
<sup>a</sup> Toast, Inc., A	United States	1,900	94,905
<sup>a</sup> Twilio, Inc., A	United States	6,605	2,107,325
Visa, Inc., A	United States	8,562	1,907,185
			26,499,677
<b>Life Sciences Tools &amp; Services 6.7%</b>			
<sup>a</sup> 10X Genomics, Inc., A	United States	3,760	547,381
Agilent Technologies, Inc.	United States	680	107,120
<sup>a</sup> Avantor, Inc.	United States	1,795	73,416
<sup>a</sup> Bio-Rad Laboratories, Inc., A	United States	1,305	973,465
Bio-Techne Corp.	United States	1,292	626,064
<sup>a</sup> Charles River Laboratories International, Inc.	United States	651	268,648
<sup>a</sup> Evotec SE	Germany	3,162	149,926
<sup>a</sup> Illumina, Inc.	United States	2,895	1,174,241
Lonza Group AG	Switzerland	1,657	1,243,132
<sup>a</sup> Maravai LifeSciences Holdings, Inc., A	United States	11,125	546,015
<sup>a</sup> Olink Holding AB, ADR	Sweden	3,000	72,750
<sup>a</sup> Repligen Corp.	United States	6,492	1,876,123
<sup>a,b</sup> Seer, Inc.	United States	451	15,573
Thermo Fisher Scientific, Inc.	United States	4,879	2,787,519
<sup>a,c</sup> Wuxi Biologics Cayman, Inc., 144A, Reg S	China	98,000	1,589,579
			12,050,952
<b>Media 0.8%</b>			
<sup>a</sup> Charter Communications, Inc., A	United States	941	684,634
<sup>a</sup> Liberty Broadband Corp., A	United States	4,926	829,292
			1,513,926
<b>Pharmaceuticals 1.1%</b>			
<sup>a</sup> Catalent, Inc.	United States	9,845	1,310,074
Zoetis, Inc.	United States	3,247	630,373
			1,940,447
<b>Professional Services 0.5%</b>			
<sup>a</sup> CoStar Group, Inc.	United States	9,770	840,806
<b>Semiconductors &amp; Semiconductor Equipment 9.0%</b>			
Analog Devices, Inc.	United States	6,487	1,086,443
ASML Holding NV, NYRS	Netherlands	4,230	3,151,815
<sup>a</sup> Enphase Energy, Inc.	United States	1,299	194,811
Entegris, Inc.	United States	6,446	811,551
Intel Corp.	United States	4,883	260,166
KLA Corp.	United States	2,096	701,133
Lam Research Corp.	United States	3,303	1,879,903

Franklin DynaTech VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Semiconductors &amp; Semiconductor Equipment (continued)</b>			
Monolithic Power Systems, Inc.	United States	3,292	\$1,595,567
NVIDIA Corp.	United States	26,014	5,389,060
Taiwan Semiconductor Manufacturing Co. Ltd., ADR	Taiwan	5,379	600,565
Teradyne, Inc.	United States	3,253	355,130
Texas Instruments, Inc.	United States	457	87,840
			16,113,984
<b>Software 22.8%</b>			
<sup>a</sup> Adobe, Inc.	United States	3,900	2,245,308
<sup>a</sup> Amplitude, Inc., A	United States	1,800	97,812
<sup>a</sup> ANSYS, Inc.	United States	2,871	977,432
<sup>a</sup> Aspen Technology, Inc.	United States	1,263	155,096
<sup>a</sup> Atlassian Corp. plc, A	United States	6,473	2,533,662
<sup>a</sup> Autodesk, Inc.	United States	3,267	931,650
<sup>a</sup> Avalara, Inc.	United States	7,091	1,239,294
Bentley Systems, Inc., B	United States	2,542	154,147
<sup>a</sup> Bill.com Holdings, Inc.	United States	1,611	430,056
<sup>a</sup> Cadence Design Systems, Inc.	United States	7,902	1,196,679
<sup>a</sup> Cerence, Inc.	United States	9,943	955,622
<sup>a</sup> Coupa Software, Inc.	United States	1,822	399,346
<sup>a</sup> CrowdStrike Holdings, Inc., A	United States	5,848	1,437,321
<sup>a</sup> CS Disco, Inc.	United States	1,600	76,704
<sup>a</sup> Datadog, Inc., A	United States	6,551	925,984
<sup>a</sup> DocuSign, Inc.	United States	10,012	2,577,389
<sup>a</sup> DoubleVerify Holdings, Inc.	United States	1,900	64,904
<sup>a</sup> Five9, Inc.	United States	2,789	445,515
<sup>a</sup> Fortinet, Inc.	United States	499	145,728
<sup>a</sup> Freshworks, Inc., A	United States	4,000	170,760
<sup>a</sup> HubSpot, Inc.	United States	5,156	3,485,920
Intuit, Inc.	United States	6,693	3,610,940
<sup>a</sup> Lightspeed Commerce, Inc., (CAD Traded)	Canada	1,418	136,803
<sup>a</sup> Lightspeed Commerce, Inc., (USD Traded)	Canada	1,289	124,298
Microsoft Corp.	United States	19,486	5,493,493
<sup>a</sup> Monday.com Ltd.	United States	1,595	520,289
<sup>a</sup> Palo Alto Networks, Inc.	United States	304	145,616
<sup>a</sup> Procore Technologies, Inc.	United States	3,258	291,070
<sup>a</sup> salesforce.com, Inc.	United States	6,469	1,754,522
<sup>a</sup> SentinelOne, Inc., A	United States	4,236	226,923
<sup>a</sup> ServiceNow, Inc.	United States	6,496	4,042,266
<sup>a,b</sup> Sprinklr, Inc., A	United States	7,400	129,500
<sup>a</sup> Sprout Social, Inc., A	United States	311	37,926
<sup>a</sup> Synopsys, Inc.	United States	6,470	1,937,183
<sup>a</sup> Tyler Technologies, Inc.	United States	1,639	751,727
<sup>a</sup> Workday, Inc., A	United States	3,613	902,853
<sup>a</sup> Zendesk, Inc.	United States	1,995	232,198
			40,983,936
<b>Specialty Retail 0.7%</b>			
<sup>a</sup> Carvana Co.	United States	4,018	1,211,588
<sup>a</sup> Olaplex Holdings, Inc.	United States	3,200	78,400
			1,289,988
<b>Technology Hardware, Storage &amp; Peripherals 0.8%</b>			
Apple, Inc.	United States	10,560	1,494,240
<b>Total Common Stocks (Cost \$111,650,662)</b>			<b>178,457,124</b>



Franklin DynaTech VIP Fund (continued)

**Short Term Investments 1.5%**

	Country	Shares	Value
<b>Money Market Funds 0.8%</b>			
<sup>d,e</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	1,483,451	\$1,483,451
<b>Total Money Market Funds (Cost \$1,483,451) . . . . .</b>			<b>1,483,451</b>
<b>Investments from Cash Collateral Received for Loaned Securities 0.7%</b>			
<b>Money Market Funds 0.7%</b>			
<sup>d,e</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	1,269,975	1,269,975
<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$1,269,975) . . . . .</b>			<b>1,269,975</b>
<b>Total Short Term Investments (Cost \$2,753,426) . . . . .</b>			<b>2,753,426</b>
<b>Total Investments (Cost \$114,404,088) 100.6% . . . . .</b>			<b>\$181,210,550</b>
<b>Other Assets, less Liabilities (0.6)% . . . . .</b>			<b>(1,081,252)</b>
<b>Net Assets 100.0% . . . . .</b>			<b>\$180,129,298</b>

See Abbreviations on page 167.

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

<sup>b</sup> A portion or all of the security is on loan at September 30, 2021.

<sup>c</sup> Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$6,779,844, representing 3.8% of net assets.

<sup>d</sup> See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Franklin Global Real Estate VIP Fund

	Country	Shares	Value
<b>Common Stocks 98.2%</b>			
<b>Diversified Telecommunication Services 0.8%</b>			
<sup>a</sup> Cellnex Telecom SA, 144A, Reg S	Spain	19,118	\$1,180,296
<b>Equity Real Estate Investment Trusts (REITs) 79.0%</b>			
Aedifica SA	Belgium	8,598	1,073,357
Alexandria Real Estate Equities, Inc.	United States	20,013	3,823,884
Allied Properties Real Estate Investment Trust	Canada	30,168	957,775
American Assets Trust, Inc.	United States	17,954	671,839
American Homes 4 Rent, A	United States	83,731	3,191,826
Americold Realty Trust	United States	19,242	558,980
AvalonBay Communities, Inc.	United States	21,556	4,777,672
Boston Properties, Inc.	United States	10,015	1,085,125
Broadstone Net Lease, Inc.	United States	62,698	1,555,537
Camden Property Trust	United States	25,079	3,698,400
Canadian Apartment Properties REIT	Canada	49,012	2,286,853
Capital & Counties Properties plc	United Kingdom	278,671	623,605
CapitaLand Integrated Commercial Trust	Singapore	897,689	1,336,662
City Office REIT, Inc.	United States	41,615	743,244
Cousins Properties, Inc.	United States	59,848	2,231,732
CyrusOne, Inc.	United States	16,723	1,294,527
Derwent London plc	United Kingdom	29,434	1,363,670
Dexus	Australia	230,480	1,773,175
Equinix, Inc.	United States	5,411	4,275,393
Equity LifeStyle Properties, Inc.	United States	35,302	2,757,086
First Industrial Realty Trust, Inc.	United States	27,373	1,425,586
Gecina SA	France	12,550	1,688,358
GLP J-Reit	Japan	904	1,488,053
Goodman Group	Australia	168,841	2,596,893
GPT Group (The)	Australia	273,858	986,000
H&R Real Estate Investment Trust	Canada	56,442	696,364
Healthcare Trust of America, Inc., A	United States	39,640	1,175,722
Healthpeak Properties, Inc.	United States	116,181	3,889,740
<sup>b</sup> Host Hotels & Resorts, Inc.	United States	81,261	1,326,992
Hulic Reit, Inc.	Japan	715	1,123,943
Ichigo Office REIT Investment Corp.	Japan	902	727,853
Inmobiliaria Colonial Socimi SA	Spain	100,446	974,985
Japan Hotel REIT Investment Corp.	Japan	1,375	825,441
Kenedix Office Investment Corp.	Japan	213	1,464,083
Kilroy Realty Corp.	United States	24,415	1,616,517
Life Storage, Inc.	United States	10,147	1,164,267
Link REIT	Hong Kong	169,315	1,449,894
Mapletree Logistics Trust	Singapore	947,640	1,416,607
MGM Growth Properties LLC, A	United States	43,296	1,658,237
NETSTREIT Corp.	United States	32,315	764,250
NTT UD REIT Investment Corp.	Japan	805	1,106,296
Orix JREIT, Inc.	Japan	713	1,240,884
Prologis, Inc.	United States	71,518	8,970,503
Public Storage	United States	14,701	4,367,667
Realty Income Corp.	United States	50,680	3,287,105
Regency Centers Corp.	United States	47,678	3,210,160
Rexford Industrial Realty, Inc.	United States	47,520	2,696,760
RPT Realty	United States	50,107	639,365
<sup>b</sup> Ryman Hospitality Properties, Inc.	United States	16,100	1,347,570
SBA Communications Corp.	United States	3,389	1,120,302
Segro plc	United Kingdom	205,355	3,298,423
Simon Property Group, Inc.	United States	18,253	2,372,342
Spirit Realty Capital, Inc.	United States	52,484	2,416,363
<sup>b</sup> Summit Hotel Properties, Inc.	United States	43,938	423,123
UDR, Inc.	United States	73,029	3,869,076

Franklin Global Real Estate VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Equity Real Estate Investment Trusts (REITs) (continued)</b>			
UNITE Group plc (The) .....	United Kingdom	91,463	\$1,340,672
Welltower, Inc. ....	United States	48,456	3,992,774
			114,239,512
<b>Real Estate Management &amp; Development 18.4%</b>			
Aroundtown SA .....	Germany	237,603	1,636,755
<sup>b</sup> Capitaland Investment Ltd. ....	Singapore	639,395	1,601,018
<sup>a</sup> CTP NV, 144A, Reg S .....	Netherlands	40,772	887,853
Fabege AB .....	Sweden	88,577	1,336,368
<sup>b</sup> Fastighets AB Balder, B. ....	Sweden	31,256	1,878,896
Grainger plc .....	United Kingdom	442,430	1,815,212
Hang Lung Properties Ltd. ....	Hong Kong	455,872	1,038,949
LEG Immobilien SE .....	Germany	8,739	1,234,364
Mitsubishi Estate Co. Ltd. ....	Japan	143,058	2,277,886
Mitsui Fudosan Co. Ltd. ....	Japan	145,726	3,461,705
New World Development Co. Ltd. ....	Hong Kong	189,335	770,069
Nomura Real Estate Holdings, Inc. ....	Japan	44,687	1,161,796
Shurgard Self Storage SA .....	Belgium	19,218	1,054,021
Sun Hung Kai Properties Ltd. ....	Hong Kong	174,957	2,184,559
Vonovia SE .....	Germany	70,477	4,236,779
			26,576,230
<b>Total Common Stocks (Cost \$94,036,625) .....</b>			<b>141,996,038</b>
<b>Short Term Investments 0.6%</b>			
		<b>Principal Amount*</b>	<b>Value</b>
<b>Repurchase Agreements 0.6%</b>			
<sup>c</sup> Joint Repurchase Agreement, 0.028%, 10/01/21 (Maturity Value \$833,562)			
BNP Paribas Securities Corp. (Maturity Value \$514,866)			
Deutsche Bank Securities, Inc. (Maturity Value \$101,311)			
HSBC Securities (USA), Inc. (Maturity Value \$217,385)			
Collateralized by U.S. Government Agency Securities, 2.5% - 4%, 4/20/27 - 4/20/51; and U.S. Treasury Notes, 0.25% - 2%, 6/30/25 - 8/15/25 (valued at \$850,414) .....			
		833,561	833,561
<b>Total Repurchase Agreements (Cost \$833,561) .....</b>			<b>833,561</b>
<b>Total Short Term Investments (Cost \$833,561) .....</b>			<b>833,561</b>
<b>Total Investments (Cost \$94,870,186) 98.8% .....</b>			<b>\$142,829,599</b>
<b>Other Assets, less Liabilities 1.2% .....</b>			<b>1,719,620</b>
<b>Net Assets 100.0% .....</b>			<b>\$144,549,219</b>

See Abbreviations on page 167 .

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

<sup>a</sup> Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$2,068,149, representing 1.4% of net assets.

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

**Franklin Global Real Estate VIP Fund** (continued)

<sup>o</sup> Investment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At September 30, 2021, all repurchase agreements had been entered into on that date.

## Statement of Investments (unaudited), September 30, 2021

## Franklin Growth and Income VIP Fund

	Country	Shares	Value
<b>Common Stocks 83.6%</b>			
<b>Aerospace &amp; Defense 3.7%</b>			
Lockheed Martin Corp. ....	United States	1,715	\$591,847
Raytheon Technologies Corp. ....	United States	23,625	2,030,805
			2,622,652
<b>Air Freight &amp; Logistics 2.5%</b>			
United Parcel Service, Inc., B .....	United States	9,900	1,802,790
<b>Banks 10.5%</b>			
Bank of America Corp. ....	United States	57,200	2,428,140
Citigroup, Inc. ....	United States	13,745	964,624
JPMorgan Chase & Co. ....	United States	18,720	3,064,277
Truist Financial Corp. ....	United States	17,920	1,051,008
			7,508,049
<b>Beverages 3.5%</b>			
Coca-Cola Co. (The) .....	United States	23,975	1,257,968
PepsiCo, Inc. ....	United States	8,580	1,290,518
			2,548,486
<b>Capital Markets 8.6%</b>			
Apollo Global Management, Inc. ....	United States	17,270	1,063,659
Ares Management Corp. ....	United States	17,350	1,280,951
BlackRock, Inc. ....	United States	1,285	1,077,678
Morgan Stanley .....	United States	28,245	2,748,521
			6,170,809
<b>Chemicals 3.8%</b>			
BASF SE .....	Germany	7,450	564,762
Huntsman Corp. ....	United States	29,480	872,313
Linde plc. ....	United Kingdom	2,030	595,562
Sherwin-Williams Co. (The) .....	United States	2,385	667,156
			2,699,793
<b>Commercial Services &amp; Supplies 1.6%</b>			
Republic Services, Inc. ....	United States	9,760	1,171,786
<b>Communications Equipment 0.6%</b>			
Cisco Systems, Inc. ....	United States	7,835	426,459
<b>Diversified Telecommunication Services 0.9%</b>			
TELUS Corp. ....	Canada	13,320	292,717
Verizon Communications, Inc. ....	United States	6,555	354,036
			646,753
<b>Electric Utilities 5.8%</b>			
Duke Energy Corp. ....	United States	18,495	1,804,927
Entergy Corp. ....	United States	5,955	591,391
NextEra Energy, Inc. ....	United States	20,100	1,578,252
Xcel Energy, Inc. ....	United States	3,400	212,500
			4,187,070
<b>Electrical Equipment 2.2%</b>			
Eaton Corp. plc. ....	United States	7,070	1,055,622
Emerson Electric Co. ....	United States	5,920	557,664
			1,613,286
<b>Equity Real Estate Investment Trusts (REITs) 1.3%</b>			
Prologis, Inc. ....	United States	5,005	627,777

**Franklin Growth and Income VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Equity Real Estate Investment Trusts (REITs)</b> (continued)			
Public Storage .....	United States	920	\$273,332
			901,109
<b>Food &amp; Staples Retailing 1.2%</b>			
Walmart, Inc. ....	United States	6,270	873,913
<b>Food Products 0.6%</b>			
Mondelez International, Inc., A. ....	United States	7,540	438,677
<b>Health Care Equipment &amp; Supplies 2.8%</b>			
Medtronic plc .....	United States	16,040	2,010,614
<b>Health Care Providers &amp; Services 2.6%</b>			
HCA Healthcare, Inc. ....	United States	3,721	903,161
UnitedHealth Group, Inc. ....	United States	2,490	972,943
			1,876,104
<b>Hotels, Restaurants &amp; Leisure 1.6%</b>			
McDonald's Corp. ....	United States	4,795	1,156,122
<b>Household Products 2.4%</b>			
Procter & Gamble Co. (The) .....	United States	12,415	1,735,617
<b>Insurance 0.6%</b>			
Arthur J Gallagher & Co. ....	United States	2,735	406,558
<b>IT Services 1.4%</b>			
Fidelity National Information Services, Inc. ....	United States	3,960	481,853
Visa, Inc., A. ....	United States	2,290	510,097
			991,950
<b>Life Sciences Tools &amp; Services 1.0%</b>			
Thermo Fisher Scientific, Inc. ....	United States	1,200	685,596
<b>Machinery 1.8%</b>			
Fortive Corp. ....	United States	7,913	558,421
Illinois Tool Works, Inc. ....	United States	2,100	433,923
Stanley Black & Decker, Inc. ....	United States	1,788	313,454
			1,305,798
<b>Media 1.8%</b>			
Comcast Corp., A .....	United States	23,510	1,314,914
<b>Multiline Retail 2.5%</b>			
Target Corp. ....	United States	7,720	1,766,104
<b>Oil, Gas &amp; Consumable Fuels 5.2%</b>			
Canadian Natural Resources Ltd. ....	Canada	14,850	542,619
Chevron Corp. ....	United States	15,080	1,529,866
Royal Dutch Shell plc, ADR, A. ....	Netherlands	19,220	856,635
Suncor Energy, Inc. ....	Canada	39,020	809,275
			3,738,395
<b>Pharmaceuticals 4.3%</b>			
Johnson & Johnson .....	United States	13,560	2,189,940
Merck & Co., Inc. ....	United States	4,080	306,449
Pfizer, Inc. ....	United States	12,960	557,409
			3,053,798
<b>Road &amp; Rail 1.3%</b>			
Norfolk Southern Corp. ....	United States	4,010	959,393

Franklin Growth and Income VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Semiconductors &amp; Semiconductor Equipment 1.9%</b>			
Broadcom, Inc. . . . .	United States	870	\$421,889
Texas Instruments, Inc. . . . .	United States	4,855	933,180
			<u>1,355,069</u>
<b>Software 2.2%</b>			
Microsoft Corp. . . . .	United States	2,640	744,269
Oracle Corp. . . . .	United States	9,370	816,408
			<u>1,560,677</u>
<b>Specialty Retail 2.9%</b>			
Lowe's Cos., Inc. . . . .	United States	5,210	1,056,900
TJX Cos., Inc. (The) . . . . .	United States	15,410	1,016,752
			<u>2,073,652</u>
<b>Technology Hardware, Storage &amp; Peripherals 0.5%</b>			
Apple, Inc. . . . .	United States	2,775	392,662
<b>Total Common Stocks (Cost \$35,804,478)</b> . . . . .			<u><b>59,994,655</b></u>
<b>Equity-Linked Securities 9.1%</b>			
<b>Banks 0.9%</b>			
<sup>a</sup> Royal Bank of Canada into Bank of America Corp., 144A, 7.75%, 11/01/21 . . . . .	United States	23,000	671,301
<b>Chemicals 0.8%</b>			
<sup>a</sup> Goldman Sachs International Bank into Linde plc, 144A, 6.5%, 10/25/21 . . . . .	United Kingdom	2,037	554,358
<b>Electrical Equipment 0.5%</b>			
<sup>a</sup> Royal Bank of Canada into Eaton Corp. plc, 144A, 5.75%, 8/26/22	United States	2,200	336,794
<b>Equity Real Estate Investment Trusts (REITs) 0.7%</b>			
<sup>a</sup> Royal Bank of Canada into Healthpeak Properties, Inc., 144A, 9.5%, 12/01/21 . . . . .	United States	16,000	531,293
<b>Food &amp; Staples Retailing 0.7%</b>			
<sup>a</sup> Citigroup Global Markets Holdings, Inc. into Tesco plc, 144A, 6.5%, 1/10/22 . . . . .	United Kingdom	3,150	509,762
<b>Health Care Providers &amp; Services 0.6%</b>			
<sup>a</sup> Royal Bank of Canada into HCA Healthcare, Inc., Senior Note, 144A, 6%, 7/15/22 . . . . .	United States	2,100	462,817
<b>Internet &amp; Direct Marketing Retail 0.9%</b>			
<sup>a</sup> Credit Suisse AG into Amazon.com, Inc., 144A, 5%, 4/22/22 . . . . .	United States	200	656,098
<b>IT Services 0.7%</b>			
<sup>a</sup> Credit Suisse AG into Visa, Inc., 144A, 5%, 11/30/21 . . . . .	United States	1,500	331,458
<sup>a</sup> Royal Bank of Canada into Fidelity National Information Services, Inc., 144A, 5%, 5/27/22 . . . . .	United States	1,400	174,661
			<u>506,119</u>
<b>Life Sciences Tools &amp; Services 0.6%</b>			
<sup>a</sup> Credit Suisse AG into Thermo Fisher Scientific, Inc., 144A, 4.5%, 8/05/22 . . . . .	United States	850	462,241
<b>Machinery 0.8%</b>			
<sup>a</sup> Credit Suisse AG into Stanley Black & Decker, Inc., 144A, 6.5%, 3/31/22 . . . . .	United States	3,000	537,927
<b>Multiline Retail 0.6%</b>			
<sup>a</sup> Barclays Bank plc into Dollar Tree, Inc., 144A, 5.5%, 1/14/22 . . . . .	United States	4,100	397,772

**Franklin Growth and Income VIP Fund** (continued)

	Country	Shares	Value
<b>Equity-Linked Securities</b> (continued)			
<b>Software 0.8%</b>			
<sup>a</sup> Citigroup Global Markets Holdings, Inc. into salesforce.com, Inc., 144A, 5%, 8/19/22 .....	United States	2,100	\$542,923
<b>Specialty Retail 0.5%</b>			
<sup>a</sup> BNP Paribas Issuance BV into TJX Cos., Inc. (The), 144A, 5.75%, 9/30/22 .....	United States	4,900	326,805
<b>Total Equity-Linked Securities (Cost \$6,247,547) .....</b>			<b>6,496,210</b>
<b>Convertible Preferred Stocks 6.7%</b>			
<b>Capital Markets 1.2%</b>			
KKR & Co., Inc., 6%, C .....	United States	10,690	844,617
<b>Health Care Equipment &amp; Supplies 3.3%</b>			
<sup>b</sup> Becton Dickinson and Co., 6%, B .....	United States	13,350	720,633
Boston Scientific Corp., 5.5%, A .....	United States	4,765	554,646
Danaher Corp., 4.75%, A .....	United States	455	922,744
<sup>b</sup> Danaher Corp., 5%, B .....	United States	116	188,195
			2,386,218
<b>Semiconductors &amp; Semiconductor Equipment 1.4%</b>			
Broadcom, Inc., 8%, A .....	United States	675	1,034,107
<b>Water Utilities 0.8%</b>			
Essential Utilities, Inc., 6% .....	United States	9,970	572,178
<b>Total Convertible Preferred Stocks (Cost \$3,991,746) .....</b>			<b>4,837,120</b>
<b>Total Long Term Investments (Cost \$46,043,771) .....</b>			<b>71,327,985</b>
<b>Short Term Investments 1.8%</b>			
		<b>Principal Amount<sup>c</sup></b>	<b>Value</b>
<b>Repurchase Agreements 0.6%</b>			
<sup>c</sup> Joint Repurchase Agreement, 0.028%, 10/01/21 (Maturity Value \$427,778) BNP Paribas Securities Corp. (Maturity Value \$264,226) Deutsche Bank Securities, Inc. (Maturity Value \$51,992) HSBC Securities (USA), Inc. (Maturity Value \$111,560) Collateralized by U.S. Government Agency Securities, 2.5% - 4%, 4/20/27 - 4/20/51; and U.S. Treasury Notes, 0.25% - 2%, 6/30/25 - 8/15/25 (valued at \$436,427) .....		427,778	427,778
<b>Total Repurchase Agreements (Cost \$427,778) .....</b>			<b>427,778</b>
<b>Investments from Cash Collateral Received for Loaned Securities 1.2%</b>			
	<b>Country</b>	<b>Shares</b>	
<sup>d,e</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% .....	United States	679,000	679,000



**Franklin Growth and Income VIP Fund** (continued)

**Short Term Investments** (continued)

	Principal Amount <sup>*</sup>	Value
<b>Repurchase Agreements 0.2%</b>		
<sup>c</sup> Joint Repurchase Agreement, BNP Paribas SA, 0.05%, 10/01/21 (Maturity Value \$170,245) Collateralized by U.S. Treasury Notes, 0.125% - 3%, 9/30/22 - 8/31/26; and U.S. Treasury Notes, Index Linked, 0.125%, 10/15/24 - 4/15/25 (valued at \$173,650) . . . . .	170,245	\$170,245
<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$849,245)</b> . . . . .		<b>849,245</b>
<b>Total Short Term Investments (Cost \$1,277,023)</b> . . . . .		<b>1,277,023</b>
<b>Total Investments (Cost \$47,320,794) 101.2%</b> . . . . .		<b>\$72,605,008</b>
<b>Other Assets, less Liabilities (1.2%)</b> . . . . .		<b>(823,182)</b>
<b>Net Assets 100.0%</b> . . . . .		<b>\$71,781,826</b>

See Abbreviations on page 167.

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

<sup>a</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$6,496,210, representing 9.0% of net assets.

<sup>b</sup>A portion or all of the security is on loan at September 30, 2021.

<sup>c</sup>Investment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At September 30, 2021, all repurchase agreements had been entered into on that date.

<sup>d</sup>See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Franklin Income VIP Fund

	Country	Shares	Value
<b>Common Stocks 45.4%</b>			
<b>Aerospace &amp; Defense 1.5%</b>			
Lockheed Martin Corp. ....	United States	100,000	\$34,510,000
Raytheon Technologies Corp. ....	United States	225,000	19,341,000
			53,851,000
<b>Air Freight &amp; Logistics 0.8%</b>			
United Parcel Service, Inc., B .....	United States	157,700	28,717,170
<b>Banks 4.6%</b>			
Bank of America Corp. ....	United States	500,000	21,225,000
Barclays plc .....	United Kingdom	12,500,000	31,758,707
Citigroup, Inc. ....	United States	250,000	17,545,000
JPMorgan Chase & Co. ....	United States	250,000	40,922,500
Truist Financial Corp. ....	United States	495,000	29,031,750
US Bancorp .....	United States	325,000	19,318,000
			159,800,957
<b>Beverages 3.7%</b>			
Coca-Cola Co. (The) .....	United States	1,150,000	60,340,500
PepsiCo, Inc. ....	United States	450,000	67,684,500
			128,025,000
<b>Biotechnology 2.0%</b>			
AbbVie, Inc. ....	United States	500,000	53,935,000
<sup>a</sup> Amgen, Inc. ....	United States	70,000	14,885,500
			68,820,500
<b>Capital Markets 0.7%</b>			
Morgan Stanley. ....	United States	266,500	25,933,115
<b>Chemicals 0.7%</b>			
Air Products and Chemicals, Inc. ....	United States	35,000	8,963,850
BASF SE .....	Germany	225,000	17,056,576
			26,020,426
<b>Diversified Telecommunication Services 2.1%</b>			
BCE, Inc. ....	Canada	466,000	23,339,543
Verizon Communications, Inc. ....	United States	950,000	51,309,500
			74,649,043
<b>Electric Utilities 5.6%</b>			
American Electric Power Co., Inc. ....	United States	350,000	28,413,000
Duke Energy Corp. ....	United States	520,000	50,746,800
Edison International .....	United States	770,000	42,711,900
Exelon Corp. ....	United States	300,000	14,502,000
Southern Co. (The) .....	United States	900,000	55,773,000
Xcel Energy, Inc. ....	United States	67,500	4,218,750
			196,365,450
<b>Energy Equipment &amp; Services 0.4%</b>			
<sup>b</sup> Weatherford International plc. ....	United States	700,000	13,769,000
<b>Health Care Providers &amp; Services 0.6%</b>			
<sup>b</sup> CHS/Community Health Systems, Inc. ....	United States	500,000	5,850,000
CVS Health Corp. ....	United States	165,000	14,001,900
			19,851,900
<b>Household Products 1.4%</b>			
Procter & Gamble Co. (The) .....	United States	360,000	50,328,000

Franklin Income VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Industrial Conglomerates 0.9%</b>			
Honeywell International, Inc. ....	United States	150,000	\$31,842,000
<b>Insurance 0.5%</b>			
MetLife, Inc. ....	United States	300,000	18,519,000
<b>IT Services 0.8%</b>			
International Business Machines Corp. ....	United States	199,679	27,741,403
<b>Machinery 0.6%</b>			
Cummins, Inc. ....	United States	100,000	22,456,000
<b>Media 0.3%</b>			
Comcast Corp., A ....	United States	200,000	11,186,000
<b>Metals &amp; Mining 0.3%</b>			
Rio Tinto plc, ADR. ....	Australia	150,000	10,023,000
<b>Multi-Utilities 2.8%</b>			
Dominion Energy, Inc. ....	United States	706,638	51,598,707
DTE Energy Co. ....	United States	100,000	11,171,000
Sempra Energy. ....	United States	273,060	34,542,090
			97,311,797
<b>Oil, Gas &amp; Consumable Fuels 5.3%</b>			
Bonanza Creek Energy, Inc. ....	United States	152,000	7,280,800
BP plc, ADR ....	United Kingdom	550,000	15,031,500
Chevron Corp. ....	United States	500,000	50,725,000
DT Midstream, Inc. ....	United States	11,790	545,170
Exxon Mobil Corp. ....	United States	1,100,000	64,702,000
Royal Dutch Shell plc, ADR, A. ....	Netherlands	450,000	20,056,500
TotalEnergies SE, ADR ....	France	550,000	26,361,500
			184,702,470
<b>Personal Products 0.5%</b>			
Unilever plc. ....	United Kingdom	300,000	16,239,702
<b>Pharmaceuticals 6.2%</b>			
Bristol-Myers Squibb Co. ....	United States	750,000	44,377,500
Johnson & Johnson ....	United States	250,000	40,375,000
Merck & Co., Inc. ....	United States	950,000	71,354,500
Pfizer, Inc. ....	United States	1,398,200	60,136,582
			216,243,582
<b>Road &amp; Rail 0.6%</b>			
Union Pacific Corp. ....	United States	106,500	20,875,065
<b>Semiconductors &amp; Semiconductor Equipment 1.0%</b>			
Analog Devices, Inc. ....	United States	100,000	16,748,000
Intel Corp. ....	United States	25,000	1,332,000
Texas Instruments, Inc. ....	United States	85,000	16,337,850
			34,417,850
<b>Specialty Retail 0.3%</b>			
Home Depot, Inc. (The). ....	United States	32,000	10,504,320
<b>Tobacco 1.2%</b>			
Philip Morris International, Inc. ....	United States	427,900	40,560,641
<b>Total Common Stocks (Cost \$1,190,342,643).</b> .....			<b>1,588,754,391</b>

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Income VIP Fund (continued)

	Country	Shares	Value
<b>Equity-Linked Securities 15.9%</b>			
<b>Automobiles 1.6%</b>			
<sup>d</sup> National Bank of Canada into General Motors Co., 144A, 10%, 1/26/22	United States	1,123,500	\$55,233,920
<b>Banks 2.2%</b>			
<sup>d</sup> Citigroup Global Markets Holdings, Inc. into JPMorgan Chase & Co., 144A, 8%, 8/15/22	United States	232,000	35,958,423
<sup>d</sup> Credit Suisse AG into Bank of America Corp., 144A, 7.5%, 7/19/22	United States	1,015,000	41,617,555
			77,575,978
<b>Capital Markets 1.0%</b>			
<sup>d</sup> Citigroup Global Markets Holdings, Inc. into Barrick Gold Corp., 144A, 9%, 10/13/22	United States	1,000,000	18,181,105
<sup>d</sup> UBS AG into Morgan Stanley, 144A, 8.5%, 2/11/22	United States	200,000	16,588,104
			34,769,209
<b>Chemicals 0.8%</b>			
<sup>d</sup> National Bank of Canada into Air Products and Chemicals, Inc., 144A, 8.5%, 4/13/22	United States	106,000	27,822,995
<b>Energy Equipment &amp; Services 0.8%</b>			
<sup>d</sup> Royal Bank of Canada into Schlumberger NV, 144A, 10%, 3/01/22	United States	900,000	26,111,696
<b>Health Care Providers &amp; Services 1.0%</b>			
<sup>d</sup> J.P. Morgan Structured Products BV into CVS Health Corp., 144A, Reg S, 8.5%, 1/25/22	United States	451,000	35,686,785
<b>Insurance 0.8%</b>			
<sup>d</sup> BNP Paribas Issuance BV into MetLife, Inc., 144A, 8.5%, 8/23/22	United States	450,000	27,687,205
<b>Internet &amp; Direct Marketing Retail 0.7%</b>			
<sup>d</sup> J.P. Morgan Structured Products BV into Amazon.com, Inc., 144A, Reg S, 9.5%, 12/07/21	United States	8,000	26,074,457
<b>Media 0.8%</b>			
<sup>d</sup> Morgan Stanley Finance II Ltd. into Comcast Corp., 144A, 6%, 7/19/22	United States	485,000	26,790,320
<b>Metals &amp; Mining 0.5%</b>			
<sup>d</sup> National Bank of Canada into Rio Tinto Ltd., 144A, 12.5%, 7/28/22	Australia	260,000	18,714,057
<b>Oil, Gas &amp; Consumable Fuels 1.2%</b>			
<sup>d</sup> UBS AG into Chevron Corp., 144A, 10%, 8/16/22	United States	400,000	40,229,794
<b>Road &amp; Rail 0.2%</b>			
<sup>d</sup> Goldman Sachs International Bank into Union Pacific Corp., 144A, 8%, 2/09/22	United States	33,000	6,613,623
<b>Semiconductors &amp; Semiconductor Equipment 3.1%</b>			
<sup>d</sup> Citigroup Global Markets Holdings, Inc. into Texas Instruments, Inc., 144A, 8.5%, 1/27/22	United States	234,000	42,139,935
<sup>d</sup> Credit Suisse AG into Intel Corp., 144A, 9%, 7/19/22	United States	384,590	20,718,870
<sup>d</sup> Mizuho Markets Cayman LP into Microchip Technology, Inc., 144A, 9%, 10/11/22	United States	40,000	6,132,025
<sup>d</sup> Royal Bank of Canada into Intel Corp., 144A, 8.5%, 12/14/21	United States	782,000	39,765,398
			108,756,228
<b>Software 0.6%</b>			
<sup>d</sup> Societe Generale SA into Workday, Inc., 144A, 8%, 9/02/22	United States	90,600	21,965,628
<b>Technology Hardware, Storage &amp; Peripherals 0.6%</b>			
<sup>d</sup> BNP Paribas Issuance BV into Apple, Inc., 144A, 10%, 12/22/21	United States	164,000	22,111,171
<b>Total Equity-Linked Securities (Cost \$538,885,586)</b>			<b>556,143,066</b>

Franklin Income VIP Fund (continued)

	Country	Shares	Value
<b>Convertible Preferred Stocks 4.3%</b>			
<b>Capital Markets 0.2%</b>			
KKR & Co., Inc., 6%, C . . . . .	United States	85,000	\$6,715,850
<b>Electric Utilities 1.8%</b>			
American Electric Power Co., Inc., 6.125% . . . . .	United States	300,000	14,301,000
NextEra Energy, Inc., 5.279% . . . . .	United States	400,000	20,384,000
NextEra Energy, Inc., 6.219% . . . . .	United States	230,200	11,765,522
Southern Co. (The), 6.75%, 2019 . . . . .	United States	350,000	17,853,500
			64,304,022
<b>Multi-Utilities 1.1%</b>			
Dominion Energy, Inc., 7.25%, A . . . . .	United States	175,000	16,997,750
DTE Energy Co., 6.25% . . . . .	United States	400,000	20,104,000
			37,101,750
<b>Semiconductors &amp; Semiconductor Equipment 1.1%</b>			
Broadcom, Inc., 8%, A . . . . .	United States	25,000	38,300,250
<b>Thriffs &amp; Mortgage Finance 0.1%</b>			
<sup>b</sup> FNMA, 5.375% . . . . .	United States	475	3,871,250
<b>Total Convertible Preferred Stocks (Cost \$163,006,651)</b> . . . . .			<b>150,293,122</b>
		<b>Principal Amount*</b>	
<b>Convertible Bonds 0.1%</b>			
<b>Media 0.1%</b>			
DISH Network Corp., Senior Note, 2.375%, 3/15/24 . . . . .	United States	4,555,000	4,455,359
<b>Total Convertible Bonds (Cost \$4,277,867)</b> . . . . .			<b>4,455,359</b>
<b>Corporate Bonds 24.6%</b>			
<b>Aerospace &amp; Defense 0.2%</b>			
Raytheon Technologies Corp., Senior Note, 3.95%, 8/16/25 . . . . .	United States	7,500,000	8,262,856
<b>Automobiles 0.5%</b>			
Ford Motor Co., Senior Note, 4.346%, 12/08/26 . . . . .	United States	7,000,000	7,463,750
General Motors Co., Senior Bond, 5.15%, 4/01/38 . . . . .	United States	7,500,000	8,960,456
			16,424,206
<b>Banks 1.4%</b>			
Bank of America Corp.,			
<sup>e</sup> AA, Junior Sub. Bond, 6.1% to 3/17/25, FRN thereafter, Perpetual	United States	8,000,000	8,926,600
<sup>e</sup> X, Junior Sub. Bond, 6.25% to 9/05/24, FRN thereafter, Perpetual	United States	6,000,000	6,603,750
Senior Bond, 3.419% to 12/20/27, FRN thereafter, 12/20/28 . . . . .	United States	5,000,000	5,422,768
Citigroup, Inc., Sub. Bond, 4.125%, 7/25/28 . . . . .	United States	12,500,000	13,963,607
<sup>e</sup> JPMorgan Chase & Co.,			
<sup>f</sup> I, Junior Sub. Bond, FRN, 3.598%, (3-month USD LIBOR + 3.47%), Perpetual . . . . .	United States	10,559,000	10,616,860
R, Junior Sub. Bond, 6% to 8/01/23, FRN thereafter, Perpetual . . . . .	United States	3,200,000	3,380,400
			48,913,985
<b>Biotechnology 0.3%</b>			
AbbVie, Inc., Senior Note, 3.8%, 3/15/25 . . . . .	United States	10,500,000	11,405,273
<b>Capital Markets 0.3%</b>			
Goldman Sachs Group, Inc. (The), Senior Note, 3.272% to 9/29/24, FRN thereafter, 9/29/25 . . . . .	United States	9,000,000	9,613,770
<b>Chemicals 0.1%</b>			
<sup>c</sup> SCIH Salt Holdings, Inc., Senior Note, 144A, 6.625%, 5/01/29 . . . . .	United States	2,000,000	1,922,540

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Income VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Consumer Finance 0.9%</b>			
Capital One Financial Corp., Sub. Note, 4.2%, 10/29/25 . . . . .	United States	8,000,000	\$8,870,815
Ford Motor Credit Co. LLC, Senior Note, 5.125%, 6/16/25 . . . . .	United States	20,000,000	21,750,000
			30,620,815
<b>Containers &amp; Packaging 0.6%</b>			
<sup>d</sup> Mauser Packaging Solutions Holding Co., Senior Note, 144A, 7.25%, 4/15/25 . . . . .	United States	11,500,000	11,444,800
Senior Secured Note, 144A, 5.5%, 4/15/24 . . . . .	United States	10,000,000	10,100,000
			21,544,800
<b>Diversified Telecommunication Services 0.9%</b>			
<sup>d,g</sup> Altice France SA, Senior Secured Note, 144A, 5.5%, 10/15/29 . . .	France	11,500,000	11,398,426
AT&T, Inc., Senior Bond, 4.125%, 2/17/26 . . . . .	United States	12,000,000	13,400,291
<sup>d</sup> CCO Holdings LLC / CCO Holdings Capital Corp., Senior Bond, 144A, 5.5%, 5/01/26 . . . . .	United States	5,002,000	5,164,715
			29,963,432
<b>Energy Equipment &amp; Services 0.8%</b>			
<sup>d</sup> Weatherford International Ltd., Senior Note, 144A, 11%, 12/01/24 .	United States	25,000,000	26,367,125
<b>Entertainment 0.7%</b>			
Netflix, Inc., Senior Bond, 4.875%, 4/15/28 . . . . .	United States	22,000,000	25,382,500
<b>Health Care Equipment &amp; Supplies 0.3%</b>			
<sup>d</sup> Mozart Debt Merger Sub, Inc., Senior Note, 144A, 5.25%, 10/01/29	United States	10,000,000	10,000,000
<b>Health Care Providers &amp; Services 7.4%</b>			
<sup>d</sup> CHS/Community Health Systems, Inc., Secured Note, 144A, 6.875%, 4/15/29 . . . . .	United States	70,000,000	70,261,450
Secured Note, 144A, 6.125%, 4/01/30 . . . . .	United States	33,500,000	32,596,840
Senior Note, 144A, 6.875%, 4/01/28 . . . . .	United States	10,000,000	9,629,300
Senior Secured Note, 144A, 6.625%, 2/15/25 . . . . .	United States	10,000,000	10,475,000
Senior Secured Note, 144A, 8%, 3/15/26 . . . . .	United States	12,500,000	13,271,562
Senior Secured Note, 144A, 8%, 12/15/27 . . . . .	United States	10,000,000	10,912,500
CVS Health Corp., Senior Bond, 4.3%, 3/25/28 . . . . .	United States	8,000,000	9,132,912
Senior Note, 4.1%, 3/25/25 . . . . .	United States	1,225,000	1,344,489
HCA, Inc., Senior Bond, 5.875%, 5/01/23 . . . . .	United States	7,500,000	8,072,025
Senior Secured Note, 5%, 3/15/24 . . . . .	United States	10,400,000	11,417,688
<sup>d</sup> MPH Acquisition Holdings LLC, Senior Note, 144A, 5.75%, 11/01/28	United States	18,000,000	16,982,820
Tenet Healthcare Corp., <sup>d</sup> Secured Note, 144A, 6.25%, 2/01/27 . . . . .	United States	29,000,000	30,123,750
Senior Note, 6.75%, 6/15/23 . . . . .	United States	24,000,000	25,902,000
<sup>d</sup> Senior Note, 144A, 6.125%, 10/01/28 . . . . .	United States	9,000,000	9,465,840
			259,588,176
<b>Hotels, Restaurants &amp; Leisure 1.3%</b>			
<sup>d</sup> Caesars Entertainment, Inc., Senior Secured Note, 144A, 6.25%, 7/01/25 . . . . .	United States	18,000,000	18,972,135
<sup>d</sup> Golden Nugget, Inc., Senior Note, 144A, 6.75%, 10/15/24 . . . . .	United States	6,000,000	6,015,300
<sup>d</sup> Wynn Las Vegas LLC / Wynn Las Vegas Capital Corp., Senior Bond, 144A, 5.5%, 3/01/25 . . . . .	United States	13,200,000	13,480,500
Senior Note, 144A, 5.25%, 5/15/27 . . . . .	United States	6,000,000	6,068,640
			44,536,575
<b>Media 1.8%</b>			
<sup>d</sup> Diamond Sports Group LLC / Diamond Sports Finance Co., Senior Secured Note, 144A, 5.375%, 8/15/26 . . . . .	United States	15,000,000	9,918,750

Franklin Income VIP Fund (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds (continued)</b>			
<b>Media (continued)</b>			
DISH DBS Corp.,			
Senior Note, 5.875%, 7/15/22	United States	14,000,000	\$14,446,250
Senior Note, 5%, 3/15/23	United States	11,000,000	11,412,500
Senior Note, 5.875%, 11/15/24	United States	9,400,000	10,119,382
<sup>d</sup> Univision Communications, Inc.,			
Senior Secured Note, 144A, 5.125%, 2/15/25	United States	7,140,000	7,253,169
Senior Secured Note, 144A, 6.625%, 6/01/27	United States	8,500,000	9,243,750
			62,393,801
<b>Metals &amp; Mining 0.1%</b>			
<sup>d</sup> Cleveland-Cliffs, Inc., Senior Secured Note, 144A, 6.75%, 3/15/26	United States	5,000,000	5,337,500
<b>Oil, Gas &amp; Consumable Fuels 1.5%</b>			
Bonanza Creek Energy, Inc., Senior Note, 7.5%, 4/30/26	United States	6,877,144	6,938,041
Calumet Specialty Products Partners LP / Calumet Finance Corp.,			
Senior Note, 7.625%, 1/15/22	United States	1,501,000	1,503,124
Senior Note, 7.75%, 4/15/23	United States	6,000,000	5,955,000
<sup>d</sup> Senior Note, 144A, 11%, 4/15/25	United States	15,000,000	16,256,250
<sup>d</sup> Senior Secured Note, 144A, 9.25%, 7/15/24	United States	5,185,000	5,647,528
Occidental Petroleum Corp.,			
Senior Note, 8%, 7/15/25	United States	5,000,000	5,979,600
Senior Note, 6.625%, 9/01/30	United States	6,000,000	7,402,500
<sup>d</sup> PBF Holding Co. LLC / PBF Finance Corp., Senior Secured Note, 144A, 9.25%, 5/15/25	United States	3,623,000	3,437,738
			53,119,781
<b>Pharmaceuticals 2.5%</b>			
<sup>d</sup> Bausch Health Cos., Inc.,			
Senior Bond, 144A, 6.125%, 4/15/25	United States	7,666,000	7,833,885
Senior Note, 144A, 9%, 12/15/25	United States	5,000,000	5,283,625
Senior Note, 144A, 5%, 2/15/29	United States	5,000,000	4,663,850
Senior Note, 144A, 6.25%, 2/15/29	United States	3,921,000	3,885,476
Senior Secured Note, 144A, 5.5%, 11/01/25	United States	11,000,000	11,178,750
Senior Secured Note, 144A, 4.875%, 6/01/28	United States	4,500,000	4,668,750
<sup>d</sup> Bayer US Finance II LLC, Senior Note, 144A, 4.25%, 12/15/25	Germany	11,000,000	12,164,877
Bristol-Myers Squibb Co., Senior Note, 3.4%, 7/26/29	United States	8,000,000	8,870,639
<sup>d</sup> Endo Dac / Endo Finance LLC / Endo Finco, Inc.,			
Senior Note, 144A, 6%, 6/30/28	United States	7,094,000	5,084,837
Senior Secured Note, 144A, 5.875%, 10/15/24	United States	4,500,000	4,423,163
<sup>d</sup> Par Pharmaceutical, Inc., Senior Secured Note, 144A, 7.5%, 4/01/27	United States	8,429,000	8,598,170
Utah Acquisition Sub, Inc., Senior Note, 3.95%, 6/15/26	United States	10,000,000	11,021,690
			87,677,712
<b>Road &amp; Rail 0.1%</b>			
<sup>d</sup> Ashtead Capital, Inc., Senior Note, 144A, 4.25%, 11/01/29	United Kingdom	4,500,000	4,944,333
<b>Tobacco 0.6%</b>			
BAT Capital Corp., Senior Note, 3.557%, 8/15/27	United Kingdom	20,000,000	21,560,459
<b>Trading Companies &amp; Distributors 0.8%</b>			
United Rentals North America, Inc., Senior Bond, 4.875%, 1/15/28	United States	11,300,000	11,961,276
<sup>d</sup> WESCO Distribution, Inc., Senior Note, 144A, 7.125%, 6/15/25	United States	14,000,000	14,957,320
			26,918,596
<b>Wireless Telecommunication Services 1.5%</b>			
Sprint Communications, Inc.,			
Senior Note, 11.5%, 11/15/21	United States	15,000,000	15,187,500
Senior Note, 6%, 11/15/22	United States	6,300,000	6,632,136

Franklin Income VIP Fund (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Wireless Telecommunication Services</b> (continued)			
Sprint Corp.,			
Senior Note, 7.875%, 9/15/23	United States	12,500,000	\$13,982,500
Senior Note, 7.125%, 6/15/24	United States	8,200,000	9,343,490
Senior Note, 7.625%, 3/01/26	United States	7,500,000	9,097,312
			54,242,938
<b>Total Corporate Bonds (Cost \$800,739,959)</b>			<b>860,741,173</b>
		<u>Units</u>	
<b>Index-Linked Notes 1.1%</b>			
<b>Capital Markets 1.1%</b>			
<sup>b,d,h</sup> Credit Suisse AG, Senior Note, 144A, 12.535%, 9/06/22	Switzerland	10,332	38,988,422
<b>Total Index-Linked Notes (Cost \$34,999,753)</b>			<b>38,988,422</b>
		<u>Principal Amount<sup>*</sup></u>	
<b>U.S. Government and Agency Securities 5.0%</b>			
U.S. Treasury Notes,			
2.75%, 5/31/23	United States	50,000,000	52,108,399
0.25%, 6/15/24	United States	25,000,000	24,863,281
0.5%, 3/31/25	United States	55,000,000	54,707,813
0.75%, 5/31/26	United States	25,000,000	24,791,992
0.875%, 6/30/26	United States	20,000,000	19,931,250
<b>Total U.S. Government and Agency Securities (Cost \$174,803,777)</b>			<b>176,402,735</b>
<b>Asset-Backed Securities 0.3%</b>			
<b>Airlines 0.3%</b>			
United Airlines Pass-Through Trust, 2020-1, A, 5.875%, 10/15/27	United States	9,274,750	10,397,741
<b>Total Asset-Backed Securities (Cost \$9,274,750)</b>			<b>10,397,741</b>
<b>Mortgage-Backed Securities 0.1%</b>			
<b>Federal National Mortgage Association (FNMA) Fixed Rate 0.1%</b>			
FNMA, 30 Year, 4%, 8/01/49	United States	2,302,886	2,510,732
<b>Total Mortgage-Backed Securities (Cost \$2,439,620)</b>			<b>2,510,732</b>
		<u>Shares</u>	
<b>Escrows and Litigation Trusts 0.3%</b>			
<sup>d</sup> Chesapeake Energy Corp., Escrow Account, 144A	United States	9,500,000	10,162,150
<b>Total Escrows and Litigation Trusts (Cost \$9,500,000)</b>			<b>10,162,150</b>
<b>Total Long Term Investments (Cost \$2,928,270,606)</b>			<b>3,398,848,891</b>
<b>Short Term Investments 3.0%</b>			
	Country	Shares	Value
<b>Money Market Funds 2.7%</b>			
<sup>i</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	United States	95,819,545	95,819,545
<b>Total Money Market Funds (Cost \$95,819,545)</b>			<b>95,819,545</b>



Franklin Income VIP Fund (continued)

Short Term Investments (continued)

	Country	Shares	Value
<b>Investments from Cash Collateral Received for Loaned Securities 0.3%</b>			
<b>Money Market Funds 0.2%</b>			
<sup>l</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	7,262,000	\$7,262,000
		<b>Principal Amount<sup>†</sup></b>	
<b>Repurchase Agreements 0.1%</b>			
<sup>k</sup> Joint Repurchase Agreement, BNP Paribas SA, 0.05%, 10/01/21 (Maturity Value \$1,816,679) Collateralized by U.S. Treasury Notes, 0.125% - 3%, 9/30/22 - 8/31/26; and U.S. Treasury Notes, Index Linked, 0.125%, 10/15/24 - 4/15/25 (valued at \$1,853,010). . . . .			
		1,816,676	1,816,676
<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$9,078,676) . . . . .</b>			<b>9,078,676</b>
<b>Total Short Term Investments (Cost \$104,898,221) . . . . .</b>			<b>104,898,221</b>
<b>Total Investments (Cost \$3,033,168,827) 100.1% . . . . .</b>			<b>\$3,503,747,112</b>
<b>Other Assets, less Liabilities (0.1)% . . . . .</b>			<b>(4,608,574)</b>
<b>Net Assets 100.0% . . . . .</b>			<b>\$3,499,138,538</b>
	<b>Number of Contracts</b>	<b>Notional Amount<sup>#</sup></b>	
<b>Options Written –%</b>			
<b>Calls - Exchange-Traded</b>			
<b>Equity Options</b>			
Amgen, Inc., October Strike Price \$265.00, Expires 10/15/21 . . . . .	700	14,885,500	—
<b>Total Options Written (Premiums received \$212,075) . . . . .</b>			<b>\$—</b>

See Abbreviations on page 167.

<sup>#</sup>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.

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

<sup>a</sup>A portion or all of the security is held in connection with written option contracts open at period end.

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

<sup>c</sup>A portion or all of the security is on loan at September 30, 2021.

<sup>d</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$1,074,728,602, representing 30.7% of net assets.

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

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

<sup>g</sup>A portion or all of the security purchased on a delayed delivery basis.

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

<sup>i</sup>See Note 9 regarding investments in affiliated management investment companies.

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

<sup>k</sup>Investment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At September 30, 2021, all repurchase agreements had been entered into on that date.

## Statement of Investments (unaudited), September 30, 2021

## Franklin Large Cap Growth VIP Fund

	Country	Shares	Value
<b>Common Stocks 99.8%</b>			
<b>Auto Components 0.7%</b>			
<sup>a</sup> Aptiv plc	United States	6,658	\$991,842
<b>Automobiles 1.0%</b>			
<sup>a,b</sup> Lucid Group, Inc.	United States	11,802	299,535
<sup>a</sup> Tesla, Inc.	United States	1,398	1,084,121
			1,383,656
<b>Beverages 1.3%</b>			
Constellation Brands, Inc., A	United States	4,445	936,517
<sup>a</sup> Monster Beverage Corp.	United States	8,433	749,103
			1,685,620
<b>Biotechnology 1.4%</b>			
<sup>a,b</sup> Ginkgo Bioworks Holdings, Inc.	United States	28,200	326,838
<sup>a</sup> Heron Therapeutics, Inc.	United States	45,652	488,020
<sup>a</sup> Novavax, Inc.	United States	5,125	1,062,464
			1,877,322
<b>Capital Markets 5.0%</b>			
Intercontinental Exchange, Inc.	United States	5,953	683,523
MarketAxess Holdings, Inc.	United States	1,501	631,456
MSCI, Inc.	United States	4,881	2,969,308
S&P Global, Inc.	United States	4,989	2,119,776
<sup>a</sup> TPG Pace Beneficial II Corp., A	United States	15,800	155,077
			6,559,140
<b>Chemicals 1.3%</b>			
Ecolab, Inc.	United States	2,998	625,443
Linde plc.	United Kingdom	3,753	1,101,055
			1,726,498
<b>Commercial Services &amp; Supplies 0.4%</b>			
Republic Services, Inc.	United States	4,079	489,725
<b>Consumer Finance 0.4%</b>			
<sup>a,b</sup> SoFi Technologies, Inc.	United States	32,642	518,355
<b>Electric Utilities 0.5%</b>			
NextEra Energy, Inc.	United States	7,785	611,278
<b>Entertainment 1.3%</b>			
<sup>a</sup> Sea Ltd., ADR.	Taiwan	2,543	810,531
<sup>a</sup> Walt Disney Co. (The)	United States	5,049	854,139
			1,664,670
<b>Equity Real Estate Investment Trusts (REITs) 2.9%</b>			
American Tower Corp.	United States	2,294	608,850
SBA Communications Corp.	United States	9,789	3,235,950
			3,844,800
<b>Food Products 0.8%</b>			
<sup>a</sup> Freshpet, Inc.	United States	3,595	512,971
Lamb Weston Holdings, Inc.	United States	8,187	502,436
			1,015,407
<b>Health Care Equipment &amp; Supplies 8.7%</b>			
Danaher Corp.	United States	6,644	2,022,699
<sup>a</sup> Edwards Lifesciences Corp.	United States	13,113	1,484,523
<sup>a,b</sup> Figs, Inc., A.	United States	13,503	501,501
<sup>a</sup> IDEXX Laboratories, Inc.	United States	2,852	1,773,659

Franklin Large Cap Growth VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Health Care Equipment &amp; Supplies</b> (continued)			
<sup>a</sup> Intuitive Surgical, Inc. ....	United States	1,869	\$1,858,066
<sup>a</sup> Nevro Corp. ....	United States	5,836	679,194
West Pharmaceutical Services, Inc. ....	United States	7,289	3,094,472
			11,414,114
<b>Health Care Providers &amp; Services 2.2%</b>			
<sup>a</sup> Guardant Health, Inc. ....	United States	4,189	523,667
UnitedHealth Group, Inc. ....	United States	5,979	2,336,234
			2,859,901
<b>Health Care Technology 1.9%</b>			
<sup>a</sup> Veeva Systems, Inc., A ....	United States	8,607	2,480,279
<b>Hotels, Restaurants &amp; Leisure 1.8%</b>			
<sup>a</sup> Chipotle Mexican Grill, Inc. ....	United States	1,023	1,859,323
<sup>a,b</sup> Dutch Bros, Inc., A ....	United States	3,900	168,948
Starbucks Corp. ....	United States	3,163	348,910
			2,377,181
<b>Industrial Conglomerates 1.7%</b>			
Honeywell International, Inc. ....	United States	4,780	1,014,698
Roper Technologies, Inc. ....	United States	2,612	1,165,292
			2,179,990
<b>Interactive Media &amp; Services 4.5%</b>			
<sup>a</sup> Alphabet, Inc., A ....	United States	1,580	4,224,162
<sup>a</sup> Bumble, Inc., A ....	United States	2,639	131,897
<sup>a</sup> Facebook, Inc., A ....	United States	4,444	1,508,249
			5,864,308
<b>Internet &amp; Direct Marketing Retail 8.0%</b>			
<sup>a</sup> Amazon.com, Inc. ....	United States	3,218	10,571,259
<b>IT Services 13.1%</b>			
<sup>a,b</sup> Marqeta, Inc., A ....	United States	22,256	492,303
Mastercard, Inc., A ....	United States	15,920	5,535,066
<sup>a</sup> Okta, Inc. ....	United States	2,403	570,328
<sup>a</sup> PayPal Holdings, Inc. ....	United States	9,879	2,570,614
<sup>a</sup> Shopify, Inc., A ....	Canada	1,248	1,692,013
<sup>a</sup> Snowflake, Inc., A ....	United States	1,632	493,566
<sup>a</sup> Twilio, Inc., A ....	United States	6,162	1,965,986
Visa, Inc., A ....	United States	17,709	3,944,680
			17,264,556
<b>Life Sciences Tools &amp; Services 1.6%</b>			
<sup>a</sup> Illumina, Inc. ....	United States	1,900	770,659
<sup>a</sup> Maravai LifeSciences Holdings, Inc., A ....	United States	3,180	156,075
<sup>a,c</sup> Wuxi Biologics Cayman, Inc., 144A, Reg S ....	China	72,288	1,172,525
			2,099,259
<b>Machinery 0.4%</b>			
<sup>a,b</sup> Proterra, Inc. ....	United States	47,147	476,656
<b>Media 0.7%</b>			
<sup>a</sup> Liberty Broadband Corp., C ....	United States	5,105	881,634
<b>Pharmaceuticals 1.2%</b>			
AstraZeneca plc, ADR. ....	United Kingdom	13,285	797,897

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Large Cap Growth VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Pharmaceuticals (continued)</b>			
<sup>a</sup> Catalent, Inc. ....	United States	6,138	\$816,784
			1,614,681
<b>Professional Services 2.7%</b>			
<sup>a</sup> CoStar Group, Inc. ....	United States	31,140	2,679,908
TransUnion. ....	United States	7,816	877,815
			3,557,723
<b>Road &amp; Rail 0.9%</b>			
Union Pacific Corp. ....	United States	5,916	1,159,595
<b>Semiconductors &amp; Semiconductor Equipment 5.5%</b>			
Analog Devices, Inc. ....	United States	6,231	1,043,568
Monolithic Power Systems, Inc. ....	United States	4,034	1,955,199
NVIDIA Corp. ....	United States	20,548	4,256,724
			7,255,491
<b>Software 21.7%</b>			
<sup>a</sup> Adobe, Inc. ....	United States	5,448	3,136,523
<sup>a</sup> Amplitude, Inc., A. ....	United States	3,600	195,624
<sup>a,b</sup> AppLovin Corp., A. ....	United States	6,060	438,562
<sup>a</sup> Atlassian Corp. plc, A. ....	United States	1,778	695,945
<sup>a</sup> Avalara, Inc. ....	United States	920	160,788
<sup>a</sup> Bill.com Holdings, Inc. ....	United States	9,718	2,594,220
<sup>a</sup> Black Knight, Inc. ....	United States	8,616	620,352
<sup>a</sup> CCC Intelligent Solutions Holdings, Inc. ....	United States	10,821	113,729
<sup>a,b</sup> Confluent, Inc., A. ....	United States	2,900	172,985
<sup>a</sup> CrowdStrike Holdings, Inc., A. ....	United States	1,303	320,251
<sup>a</sup> DocuSign, Inc. ....	United States	4,396	1,131,662
Intuit, Inc. ....	United States	4,373	2,359,277
Microsoft Corp. ....	United States	21,408	6,035,343
<sup>a</sup> Paycom Software, Inc. ....	United States	1,169	579,532
<sup>a</sup> Procore Technologies, Inc. ....	United States	3,716	331,987
<sup>a</sup> PTC, Inc. ....	United States	9,082	1,087,933
<sup>a</sup> salesforce.com, Inc. ....	United States	4,823	1,308,094
<sup>a</sup> ServiceNow, Inc. ....	United States	7,329	4,560,617
<sup>a</sup> Synopsys, Inc. ....	United States	4,107	1,229,677
<sup>a</sup> Workday, Inc., A. ....	United States	2,900	724,681
<sup>a</sup> Zendesk, Inc. ....	United States	5,655	658,186
			28,455,968
<b>Specialty Retail 0.3%</b>			
<sup>a</sup> Burlington Stores, Inc. ....	United States	1,325	375,730
<sup>a</sup> Olaplex Holdings, Inc. ....	United States	2,300	56,350
			432,080
<b>Technology Hardware, Storage &amp; Peripherals 4.3%</b>			
Apple, Inc. ....	United States	40,119	5,676,839
<b>Textiles, Apparel &amp; Luxury Goods 1.1%</b>			
NIKE, Inc., B. ....	United States	8,953	1,300,244
<sup>a</sup> On Holding AG, A. ....	Switzerland	4,600	138,598
			1,438,842
<b>Wireless Telecommunication Services 0.5%</b>			
<sup>a</sup> T-Mobile US, Inc. ....	United States	5,305	677,767
<b>Total Common Stocks (Cost \$42,956,926) .....</b>			<b>131,106,436</b>

Franklin Large Cap Growth VIP Fund (continued)

	Country	Warrants	Value
<b>Warrants 0.0%†</b>			
<b>Biotechnology 0.0%†</b>			
<sup>a</sup> Ginkgo Bioworks Holdings, Inc., C, 12/31/27 . . . . .	United States	5,640	\$19,120
<b>Software 0.0%†</b>			
<sup>a</sup> CCC Intelligent Solutions Holdings, Inc., 8/14/25 . . . . .	United States	2,929	6,795
<b>Total Warrants (Cost \$—)</b> . . . . .			<b>25,915</b>
<b>Total Long Term Investments (Cost \$42,956,926)</b> . . . . .			<b>131,132,351</b>
<b>Short Term Investments 2.5%</b>			
		Principal Amount*	Value
<b>Repurchase Agreements 0.4%</b>			
<sup>d</sup> Joint Repurchase Agreement, 0.028%, 10/01/21 (Maturity Value \$499,987)			
BNP Paribas Securities Corp. (Maturity Value \$308,827)			
Deutsche Bank Securities, Inc. (Maturity Value \$60,768)			
HSBC Securities (USA), Inc. (Maturity Value \$130,392)			
Collateralized by U.S. Government Agency Securities, 2.5% - 4%, 4/20/27 - 4/20/51; and U.S. Treasury Notes, 0.25% - 2%, 6/30/25 - 8/15/25 (valued at \$510,095) . . . . .			
		499,987	499,987
<b>Total Repurchase Agreements (Cost \$499,987)</b> . . . . .			<b>499,987</b>
<b>Investments from Cash Collateral Received for Loaned Securities 2.1%</b>			
	Country	Shares	
<b>Money Market Funds 1.7%</b>			
<sup>e</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	2,210,000	2,210,000
		Principal Amount*	
<b>Repurchase Agreements 0.4%</b>			
<sup>d</sup> Joint Repurchase Agreement, BNP Paribas SA, 0.05%, 10/01/21 (Maturity Value \$553,029)			
Collateralized by U.S. Treasury Notes, 0.125% - 3%, 9/30/22 - 8/31/26; and U.S. Treasury Notes, Index Linked, 0.125%, 10/15/24 - 4/15/25 (valued at \$564,089) . . . . .			
		553,028	553,028
<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$2,763,028)</b> . . . . .			<b>2,763,028</b>
<b>Total Short Term Investments (Cost \$3,263,015)</b> . . . . .			<b>3,263,015</b>
<b>Total Investments (Cost \$46,219,941) 102.3%</b> . . . . .			<b>\$134,395,366</b>
<b>Other Assets, less Liabilities (2.3)%</b> . . . . .			<b>(3,010,581)</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$131,384,785</b>

See Abbreviations on page 167 .

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

†Rounds to less than 0.1% of net assets.

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

**Franklin Large Cap Growth VIP Fund** (continued)

<sup>b</sup> A portion or all of the security is on loan at September 30, 2021.

<sup>c</sup> Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the value of this security was \$1,172,525, representing 0.9% of net assets.

<sup>d</sup> Investment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At September 30, 2021, all repurchase agreements had been entered into on that date.

<sup>e</sup> See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Franklin Mutual Global Discovery VIP Fund

	Country	Shares	Value
<b>Common Stocks 95.3%</b>			
<b>Aerospace &amp; Defense 3.0%</b>			
<sup>a</sup> Airbus SE	France	50,022	\$6,631,426
BAE Systems plc	United Kingdom	1,096,354	8,302,923
			<hr/> 14,934,349
<b>Auto Components 1.6%</b>			
Cie Generale des Etablissements Michelin SCA	France	53,424	8,191,707
<sup>a,b,c</sup> International Automotive Components Group Brazil LLC	Brazil	424,073	16,953
			<hr/> 8,208,660
<b>Automobiles 1.5%</b>			
<sup>a</sup> General Motors Co.	United States	147,678	7,784,107
<b>Banks 9.1%</b>			
BNP Paribas SA	France	176,218	11,274,065
Citigroup, Inc.	United States	116,235	8,157,372
ING Groep NV	Netherlands	960,888	13,969,279
Wells Fargo & Co.	United States	266,100	12,349,701
			<hr/> 45,750,417
<b>Beverages 1.1%</b>			
Heineken NV	Netherlands	55,066	5,747,257
<b>Building Products 1.6%</b>			
Johnson Controls International plc.	United States	122,142	8,315,427
<b>Capital Markets 1.4%</b>			
Credit Suisse Group AG, A	Switzerland	699,537	6,909,923
<sup>d</sup> Guotai Junan Securities Co. Ltd., H, 144A, Reg S	China	235,048	338,690
			<hr/> 7,248,613
<b>Chemicals 3.2%</b>			
BASF SE	Germany	96,812	7,339,028
<sup>d</sup> Covestro AG, 144A, Reg S	Germany	127,863	8,713,587
			<hr/> 16,052,615
<b>Construction Materials 1.5%</b>			
HeidelbergCement AG	Germany	98,602	7,355,726
<b>Diversified Financial Services 2.0%</b>			
Voya Financial, Inc.	United States	161,150	9,892,999
<b>Diversified Telecommunication Services 3.2%</b>			
Deutsche Telekom AG	Germany	648,121	12,996,985
<sup>a</sup> Frontier Communications Parent, Inc.	United States	103,032	2,871,502
			<hr/> 15,868,487
<b>Entertainment 1.5%</b>			
<sup>a</sup> Walt Disney Co. (The)	United States	44,922	7,599,455
<b>Food Products 1.4%</b>			
Kraft Heinz Co. (The)	United States	193,600	7,128,352
<b>Gas Utilities 0.7%</b>			
Brookfield Infrastructure Corp., A	Canada	57,504	3,446,563
<b>Health Care Equipment &amp; Supplies 1.8%</b>			
Hill-Rom Holdings, Inc.	United States	6,970	1,045,500
Medtronic plc	United States	63,946	8,015,631
			<hr/> 9,061,131

**Franklin Mutual Global Discovery VIP Fund (continued)**

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Health Care Providers &amp; Services 4.8%</b>			
Anthem, Inc. ....	United States	28,932	\$10,785,850
CVS Health Corp. ....	United States	155,791	13,220,424
			24,006,274
<b>Hotels, Restaurants &amp; Leisure 1.6%</b>			
<sup>a</sup> Accor SA ....	France	229,020	8,165,867
<b>Household Products 1.3%</b>			
Reckitt Benckiser Group plc ....	United Kingdom	83,295	6,542,945
<b>Industrial Conglomerates 1.6%</b>			
General Electric Co. ....	United States	78,131	8,049,837
<b>Insurance 10.0%</b>			
<sup>a</sup> Alleghany Corp. ....	United States	9,530	5,950,627
China Pacific Insurance Group Co. Ltd., H. ....	China	2,110,908	6,268,091
Everest Re Group Ltd. ....	United States	32,478	8,144,833
Hartford Financial Services Group, Inc. (The) ....	United States	138,961	9,762,010
NN Group NV ....	Netherlands	227,724	11,928,182
Willis Towers Watson plc. ....	United States	34,467	8,012,199
			50,065,942
<b>IT Services 5.1%</b>			
Capgemini SE. ....	France	33,932	7,036,406
Cognizant Technology Solutions Corp., A. ....	United States	141,960	10,534,851
Global Payments, Inc. ....	United States	50,305	7,927,062
			25,498,319
<b>Media 2.8%</b>			
<sup>a</sup> Charter Communications, Inc., A. ....	United States	19,086	13,886,210
<b>Oil, Gas &amp; Consumable Fuels 8.5%</b>			
BP plc. ....	United Kingdom	2,966,046	13,508,404
Canadian Natural Resources Ltd. ....	Canada	280,400	10,250,088
Kinder Morgan, Inc. ....	United States	408,970	6,842,068
Williams Cos., Inc. (The) ....	United States	461,701	11,976,524
			42,577,084
<b>Pharmaceuticals 9.6%</b>			
<sup>a</sup> Elanco Animal Health, Inc. ....	United States	113,489	3,619,164
Eli Lilly & Co. ....	United States	29,169	6,739,497
GlaxoSmithKline plc ....	United Kingdom	840,034	15,852,340
Merck & Co., Inc. ....	United States	174,416	13,100,386
Novartis AG, ADR ....	Switzerland	107,637	8,802,554
			48,113,941
<b>Road &amp; Rail 0.5%</b>			
Kansas City Southern ....	United States	9,900	2,679,336
<b>Semiconductors &amp; Semiconductor Equipment 3.0%</b>			
<sup>a</sup> Renesas Electronics Corp. ....	Japan	751,901	9,253,917
Xilinx, Inc. ....	United States	38,600	5,828,214
			15,082,131
<b>Software 3.9%</b>			
<sup>a</sup> Avaya Holdings Corp. ....	United States	4	79
<sup>a</sup> Check Point Software Technologies Ltd. ....	Israel	91,859	10,383,742



Franklin Mutual Global Discovery VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Software (continued)</b>			
Oracle Corp.....	United States	104,600	\$9,113,798
			19,497,619
<b>Technology Hardware, Storage &amp; Peripherals 3.6%</b>			
Catcher Technology Co. Ltd.....	Taiwan	685,000	4,098,046
Samsung Electronics Co. Ltd.....	South Korea	111,916	6,936,577
<sup>a</sup> Western Digital Corp.....	United States	127,747	7,210,041
			18,244,664
<b>Textiles, Apparel &amp; Luxury Goods 1.2%</b>			
Cie Financiere Richemont SA.....	Switzerland	59,196	6,138,555
<b>Tobacco 3.2%</b>			
Altria Group, Inc.....	United States	130,784	5,953,287
British American Tobacco plc.....	United Kingdom	290,877	10,166,338
			16,119,625
<b>Total Common Stocks (Cost \$361,307,440)</b> .....			<b>479,062,507</b>
			<b>Warrants</b>
<b>Warrants 0.0%<sup>†</sup></b>			
<b>Software 0.0%<sup>†</sup></b>			
<sup>a</sup> Avaya Holdings Corp., 12/15/22 .....	United States	3,613	8,238
<b>Textiles, Apparel &amp; Luxury Goods 0.0%<sup>†</sup></b>			
<sup>a</sup> Cie Financiere Richemont SA, 11/22/23.....	Switzerland	147,346	69,577
<b>Total Warrants (Cost \$—)</b> .....			<b>77,815</b>
			<b>Principal Amount<sup>*</sup></b>
<b>Convertible Bonds 0.1%</b>			
<b>Banks 0.1%</b>			
<sup>d</sup> Credit Suisse Group Guernsey VII Ltd., BR, Senior Note, 144A, Reg S, 3%, 11/12/21 .....	Switzerland	294,000 CHF	339,971
<b>Total Convertible Bonds (Cost \$323,735)</b> .....			<b>339,971</b>
<b>Corporate Bonds 1.0%</b>			
<b>Airlines 1.0%</b>			
<sup>d</sup> American Airlines Inc/AAdvantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.5%, 4/20/26 .....	United States	2,023,000	2,129,207
Senior Secured Note, 144A, 5.75%, 4/20/29 .....	United States	162,000	174,758
<sup>d</sup> American Airlines, Inc., Senior Secured Note, 144A, 11.75%, 7/15/25 .....	United States	1,853,000	2,295,404
<sup>d</sup> Mileage Plus Holdings LLC / Mileage Plus Intellectual Property Assets Ltd., Senior Secured Note, 144A, 6.5%, 6/20/27 .....	United States	693,070	754,552
			5,353,921
<b>Total Corporate Bonds (Cost \$4,708,783)</b> .....			<b>5,353,921</b>

Franklin Mutual Global Discovery VIP Fund (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b><sup>e</sup>Senior Floating Rate Interests 0.1%</b>			
<b>Airlines 0.1%</b>			
AAdvantage Loyalty IP Ltd. (American Airlines, Inc.), Initial Term Loan, 5.5%, (3-month USD LIBOR + 4.75%), 4/20/28 . . . . .	United States	423,000	437,892
<b>Total Senior Floating Rate Interests (Cost \$418,940)</b> . . . . .			<b>437,892</b>
		<u>Shares</u>	
<b>Companies in Liquidation 0.0%</b>			
<sup>a,b,f</sup> Tribune Media, Litigation Trust, Contingent Distribution . . . . .	United States	57,457	—
<sup>a,b,h</sup> Vistra Energy Corp., Litigation Trust, Contingent Distribution . . . . .	United States	5,912,264	—
<sup>a,b,h</sup> Walter Energy, Inc., Litigation Trust, Contingent Distribution . . . . .	United States	966,000	—
<b>Total Companies in Liquidation (Cost \$185,801)</b> . . . . .			<b>—</b>
<b>Total Long Term Investments (Cost \$366,944,699)</b> . . . . .			<b>485,272,106</b>
<b>Short Term Investments 1.0%</b>			
	Country	Principal Amount <sup>*</sup>	Value
<b>U.S. Government and Agency Securities 1.0%</b>			
<sup>g</sup> FHLB, 10/01/21 . . . . .	United States	1,000,000	1,000,000
<sup>g</sup> U.S. Treasury Bills,			
11/02/21 . . . . .	United States	1,500,000	1,499,929
11/04/21 . . . . .	United States	400,000	399,973
12/09/21 . . . . .	United States	500,000	499,978
2/17/22 . . . . .	United States	1,500,000	1,499,754
			3,899,634
<b>Total U.S. Government and Agency Securities (Cost \$4,899,652)</b> . . . . .			<b>4,899,634</b>
<b>Total Short Term Investments (Cost \$4,899,652)</b> . . . . .			<b>4,899,634</b>
<b>Total Investments (Cost \$371,844,351) 97.5%</b> . . . . .			<b>\$490,171,740</b>
<b>Securities Sold Short (1.4%)</b> . . . . .			<b>(6,845,320)</b>
<b>Other Assets, less Liabilities 3.9%</b> . . . . .			<b>19,495,462</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$502,821,882</b>
		<u>Shares</u>	
<b>Securities Sold Short (1.4%)</b>			
<b>Common Stocks (1.4%)</b>			
<b>Semiconductors &amp; Semiconductor Equipment (1.4%)</b>			
Advanced Micro Devices, Inc. . . . .	United States	66,524	(6,845,320)
<b>Total Common Stocks (Proceeds \$6,077,024)</b> . . . . .			<b>(6,845,320)</b>
<b>Total Securities Sold Short (Proceeds \$6,077,024)</b> . . . . .			<b>\$(6,845,320)</b>

<sup>\*</sup>The principal amount is stated in U.S. dollars unless otherwise indicated.  
<sup>†</sup>Rounds to less than 0.1% of net assets.  
<sup>g</sup>Non-income producing.  
<sup>h</sup>Fair valued using significant unobservable inputs. See Note 10 regarding fair value measurements.

**Franklin Mutual Global Discovery VIP Fund** (continued)

<sup>c</sup> See Note 7 regarding restricted securities.

<sup>d</sup> Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$14,746,169, representing 2.9% of net assets.

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

<sup>f</sup> 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.

<sup>g</sup> The security was issued on a discount basis with no stated coupon rate.

At September 30, 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)
<b>Foreign exchange contracts</b>					
Foreign Exchange EUR/USD	Short	94	\$13,630,000	12/13/21	\$345,715
Foreign Exchange GBP/USD	Short	89	7,495,469	12/13/21	174,755
Total Futures Contracts					\$520,470

\*As of period end.

At September 30, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

**Forward Exchange Contracts**

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b>							
Canadian Dollar	BOFA	Buy	1,076,164	855,040	10/19/21	\$—	\$(5,578)
Canadian Dollar	BOFA	Sell	147,419	116,290	10/19/21	—	(75)
Canadian Dollar	HSBK	Buy	1,073,687	846,936	10/19/21	1,225	(655)
Canadian Dollar	SSBT	Sell	71,044	56,592	10/19/21	514	—
Canadian Dollar	UBSW	Buy	938,620	744,326	10/19/21	102	(3,535)
Canadian Dollar	UBSW	Sell	7,073,462	5,612,210	10/19/21	28,828	—
British Pound	BOFA	Sell	25,409	35,227	10/25/21	992	—
British Pound	HSBK	Buy	36,699	50,808	10/25/21	—	(1,360)
British Pound	HSBK	Sell	3,589,536	4,913,128	10/25/21	76,736	—
British Pound	SSBT	Sell	69,056	95,307	10/25/21	2,264	—
South Korean Won	HSBK	Buy	436,472,400	374,558	11/19/21	—	(6,293)
South Korean Won	HSBK	Sell	2,957,988,745	2,624,657	11/19/21	128,913	—
South Korean Won	UBSW	Sell	269,296,183	239,066	11/19/21	11,853	—
New Taiwan Dollar	HSBK	Sell	64,113,018	2,314,132	11/24/21	2,676	—
New Taiwan Dollar	UBSW	Sell	41,719,482	1,506,771	11/24/21	2,666	—
South Korean Won	HSBK	Sell	3,276,006,847	2,947,825	12/17/21	184,609	—
South Korean Won	UBSW	Sell	178,093,425	160,326	12/17/21	10,109	—
Swiss Franc	HSBK	Sell	6,840,280	7,408,176	1/20/22	45,541	—
Swiss Franc	UBSW	Buy	192,868	208,787	1/20/22	—	(1,191)
Euro	BOFA	Sell	18,681,023	21,932,061	1/24/22	237,425	—
Euro	HSBK	Sell	17,851,917	20,960,277	1/24/22	228,499	—
Euro	UBSW	Sell	65,727	76,994	1/24/22	663	—
Total Forward Exchange Contracts						\$963,615	\$(18,687)
Net unrealized appreciation (depreciation)						\$944,928	

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Franklin Mutual Global Discovery VIP Fund** (continued)

<sup>†</sup>In U.S. dollars unless otherwise indicated.

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

See Abbreviations on page 167.

## Statement of Investments (unaudited), September 30, 2021

## Franklin Mutual Shares VIP Fund

	Country	Shares	Value
<b>Common Stocks 95.3%</b>			
<b>Aerospace &amp; Defense 2.6%</b>			
<sup>a</sup> Airbus SE	France	236,144	\$31,305,657
Huntington Ingalls Industries, Inc.	United States	211,244	40,782,767
			72,088,424
<b>Auto Components 0.0%†</b>			
<sup>a,b,c</sup> International Automotive Components Group Brazil LLC	Brazil	1,730,515	69,179
<b>Automobiles 1.7%</b>			
<sup>a</sup> General Motors Co.	United States	881,091	46,442,307
<b>Banks 9.7%</b>			
Bank of America Corp.	United States	971,211	41,227,907
Citigroup, Inc.	United States	677,711	47,561,758
ING Groep NV	Netherlands	5,061,509	73,583,634
JPMorgan Chase & Co.	United States	273,765	44,812,593
Wells Fargo & Co.	United States	1,220,789	56,656,817
			263,842,709
<b>Building Products 2.2%</b>			
Johnson Controls International plc.	United States	900,077	61,277,242
<b>Chemicals 1.3%</b>			
Ashland Global Holdings, Inc.	United States	403,183	35,931,669
<b>Containers &amp; Packaging 1.2%</b>			
International Paper Co.	United States	599,819	33,541,878
<b>Diversified Financial Services 1.5%</b>			
Voya Financial, Inc.	United States	676,010	41,500,254
<b>Diversified Telecommunication Services 0.9%</b>			
<sup>a</sup> Frontier Communications Parent, Inc.	United States	507,719	14,150,129
<sup>a,b,c</sup> Windstream Holdings, Inc.	United States	609,467	11,289,712
			25,439,841
<b>Electric Utilities 1.9%</b>			
Evergy, Inc.	United States	457,800	28,475,160
Pinnacle West Capital Corp.	United States	327,401	23,690,736
			52,165,896
<b>Electrical Equipment 2.2%</b>			
<sup>a</sup> Sensata Technologies Holding plc	United States	1,081,972	59,205,508
<b>Entertainment 1.6%</b>			
<sup>a</sup> Walt Disney Co. (The)	United States	249,968	42,287,087
<b>Equity Real Estate Investment Trusts (REITs) 2.0%</b>			
Uniti Group, Inc.	United States	461,741	5,711,736
Vornado Realty Trust	United States	1,156,928	48,602,545
			54,314,281
<b>Food Products 3.6%</b>			
Archer-Daniels-Midland Co.	United States	672,113	40,333,501
Kraft Heinz Co. (The)	United States	1,559,773	57,430,842
			97,764,343
<b>Health Care Equipment &amp; Supplies 2.0%</b>			
Hill-Rom Holdings, Inc.	United States	38,033	5,704,950

**Franklin Mutual Shares VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Health Care Equipment &amp; Supplies</b> (continued)			
Medtronic plc . . . . .	United States	390,003	\$48,886,876
			54,591,826
<b>Health Care Providers &amp; Services 5.1%</b>			
Anthem, Inc. . . . .	United States	163,443	60,931,550
CVS Health Corp. . . . .	United States	936,973	79,511,529
			140,443,079
<b>Household Durables 2.3%</b>			
Lennar Corp., A. . . . .	United States	397,074	37,197,892
Newell Brands, Inc. . . . .	United States	1,099,743	24,348,310
			61,546,202
<b>Industrial Conglomerates 1.7%</b>			
General Electric Co. . . . .	United States	459,792	47,372,370
<b>Insurance 8.2%</b>			
<sup>a</sup> Alleghany Corp. . . . .	United States	71,523	44,659,676
Everest Re Group Ltd. . . . .	United States	161,720	40,556,142
Hartford Financial Services Group, Inc. (The) . . . . .	United States	780,561	54,834,410
MetLife, Inc. . . . .	United States	655,981	40,493,707
Willis Towers Watson plc . . . . .	United States	190,554	44,296,183
			224,840,118
<b>IT Services 5.3%</b>			
Alliance Data Systems Corp. . . . .	United States	426,281	43,007,490
Cognizant Technology Solutions Corp., A. . . . .	United States	717,346	53,234,247
<sup>a</sup> Fiserv, Inc. . . . .	United States	453,700	49,226,450
			145,468,187
<b>Media 5.1%</b>			
<sup>a</sup> Charter Communications, Inc., A. . . . .	United States	120,861	87,933,629
Comcast Corp., A . . . . .	United States	912,509	51,036,628
			138,970,257
<b>Oil, Gas &amp; Consumable Fuels 4.6%</b>			
BP plc. . . . .	United Kingdom	12,573,658	57,264,808
Williams Cos., Inc. (The) . . . . .	United States	2,654,747	68,864,137
			126,128,945
<b>Pharmaceuticals 10.2%</b>			
<sup>a</sup> Elanco Animal Health, Inc. . . . .	United States	1,058,863	33,767,141
Eli Lilly & Co. . . . .	United States	202,056	46,685,039
GlaxoSmithKline plc . . . . .	United Kingdom	4,084,820	77,084,920
Merck & Co., Inc. . . . .	United States	1,026,802	77,123,098
Novartis AG, ADR . . . . .	Switzerland	547,715	44,792,133
			279,452,331
<b>Professional Services 1.2%</b>			
KBR, Inc. . . . .	United States	799,750	31,510,150
<b>Road &amp; Rail 1.0%</b>			
Kansas City Southern . . . . .	United States	103,900	28,119,496
<b>Semiconductors &amp; Semiconductor Equipment 1.4%</b>			
Xilinx, Inc. . . . .	United States	261,900	39,544,281

Franklin Mutual Shares VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Software 3.6%</b>			
<sup>a</sup> Avaya Holdings Corp. . . . .	United States	116	\$2,296
NortonLifeLock, Inc. . . . .	United States	2,361,967	59,757,765
Oracle Corp. . . . .	United States	454,110	39,566,604
			<u>99,326,665</u>
<b>Specialty Retail 1.5%</b>			
Best Buy Co., Inc. . . . .	United States	374,723	39,611,968
<sup>a,b,c</sup> Wayne Services Legacy, Inc. . . . .	United States	2,039	71,336
			<u>39,683,304</u>
<b>Technology Hardware, Storage &amp; Peripherals 3.5%</b>			
Samsung Electronics Co. Ltd. . . . .	South Korea	761,394	47,191,357
<sup>a</sup> Western Digital Corp. . . . .	United States	865,505	48,849,102
			<u>96,040,459</u>
<b>Textiles, Apparel &amp; Luxury Goods 1.5%</b>			
Tapestry, Inc. . . . .	United States	1,081,733	40,045,756
<b>Tobacco 2.9%</b>			
Altria Group, Inc. . . . .	United States	810,018	36,872,019
British American Tobacco plc. . . . .	United Kingdom	1,200,451	41,956,533
			<u>78,828,552</u>
<b>Wireless Telecommunication Services 1.8%</b>			
<sup>a</sup> T-Mobile US, Inc. . . . .	United States	380,390	48,598,626
<b>Total Common Stocks (Cost \$1,923,552,612).</b> . . . .			<b>2,606,381,222</b>
		<u><b>Warrants</b></u>	
<b>Warrants 0.0%<sup>†</sup></b>			
<b>Diversified Telecommunication Services 0.0%<sup>†</sup></b>			
<sup>a,b,c</sup> Windstream Holdings, Inc., 9/21/55 . . . . .	United States	34,368	636,630
<b>Software 0.0%<sup>†</sup></b>			
<sup>a</sup> Avaya Holdings Corp., 12/15/22 . . . . .	United States	63,871	145,626
<b>Total Warrants (Cost \$436,130).</b> . . . .			<b>782,256</b>
		<u><b>Principal Amount</b></u>	
<b>Corporate Bonds 1.0%</b>			
<b>Airlines 0.9%</b>			
<sup>d</sup> American Airlines Inc/AAAdvantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.5%, 4/20/26 . . . . .	United States	10,557,000	11,111,242
Senior Secured Note, 144A, 5.75%, 4/20/29 . . . . .	United States	845,000	911,544
<sup>d</sup> American Airlines, Inc., Senior Secured Note, 144A, 11.75%, 7/15/25	United States	7,380,000	9,141,975
<sup>d</sup> Mileage Plus Holdings LLC / Mileage Plus Intellectual Property Assets Ltd., Senior Secured Note, 144A, 6.5%, 6/20/27 . . . . .	United States	3,320,342	3,614,890
			<u>24,779,651</u>
<b>Diversified Telecommunication Services 0.1%</b>			
Frontier Communications Holdings LLC, Secured Note, 5.875%, 11/01/29 . . . . .	United States	2,949,278	2,988,946
<b>Total Corporate Bonds (Cost \$25,006,550).</b> . . . .			<b>27,768,597</b>

Franklin Mutual Shares VIP Fund (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b>Senior Floating Rate Interests 0.9%</b>			
<b>Airlines 0.1%</b>			
AAdvantage Loyalty IP Ltd. (American Airlines, Inc.), Initial Term Loan, 5.5%, (3-month USD LIBOR + 4.75%), 4/20/28 . . . . .	United States	2,477,000	2,564,203
<b>Software 0.8%</b>			
<sup>f,g</sup> BMC Software, Inc., Second Lien, Term Loan, TBD, 3/23/26 . . . . .	United States	6,640,700	6,727,859
Veritas US, Inc., USD Term Loan, B, 6%, (3-month USD LIBOR + 5%), 9/01/25 . . . . .	United States	14,837,626	14,925,687
			21,653,546
<b>Total Senior Floating Rate Interests (Cost \$23,825,734)</b> . . . . .			<b>24,217,749</b>
<b>Asset-Backed Securities 0.1%</b>			
<b>Airlines 0.1%</b>			
American Airlines Pass-Through Trust, 2013-2, A, 4.95%, 1/15/23 . . . . .	United States	2,045,812	2,093,604
<b>Total Asset-Backed Securities (Cost \$2,015,125)</b> . . . . .			<b>2,093,604</b>
		<u>Shares</u>	
<b>Companies in Liquidation 0.0%</b>			
<sup>a,b,h</sup> Bosgen Liquidating Trust c/o Verdolino and Lowey P.C., Contingent Distribution . . . . .	Netherlands	347,093	—
<sup>a,b,h</sup> Tribune Media, Litigation Trust, Contingent Distribution . . . . .	United States	397,730	—
<sup>a,b,h</sup> Vistra Energy Corp., Litigation Trust, Contingent Distribution . . . . .	United States	90,618,405	—
<sup>a,b,h</sup> Walter Energy, Inc., Litigation Trust, Contingent Distribution . . . . .	United States	6,301,000	—
<b>Total Companies in Liquidation (Cost \$2,834,275)</b> . . . . .			<b>—</b>
<b>Total Long Term Investments (Cost \$1,977,670,426)</b> . . . . .			<b>2,661,243,428</b>
<b>Short Term Investments 0.8%</b>			
	Country	Principal Amount <sup>*</sup>	Value
<b>U.S. Government and Agency Securities 0.8%</b>			
<sup>i</sup> FHLB, 10/01/21 . . . . .	United States	5,600,000	5,600,000
<sup>i</sup> U.S. Treasury Bills,			
11/02/21 . . . . .	United States	5,000,000	4,999,763
12/09/21 . . . . .	United States	2,500,000	2,499,888
2/17/22 . . . . .	United States	8,500,000	8,498,605
			15,998,256
<b>Total U.S. Government and Agency Securities (Cost \$21,598,267)</b> . . . . .			<b>21,598,256</b>
<b>Total Short Term Investments (Cost \$21,598,267)</b> . . . . .			<b>21,598,256</b>
<b>Total Investments (Cost \$1,999,268,693) 98.1%</b> . . . . .			<b>\$2,682,841,684</b>
<b>Securities Sold Short (1.7%)</b> . . . . .			<b>(46,444,841)</b>
<b>Other Assets, less Liabilities 3.6%</b> . . . . .			<b>97,363,811</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$2,733,760,654</b>



Franklin Mutual Shares VIP Fund (continued)

	Country	Shares	Value
<b>Securities Sold Short (1.7)%</b>			
<b>Common Stocks (1.7)%</b>			
<b>Semiconductors &amp; Semiconductor Equipment (1.7)%</b>			
Advanced Micro Devices, Inc. . . . .	United States	451,359	(46,444,841)
<b>Total Common Stocks (Proceeds \$40,514,587) . . . . .</b>			<b>(46,444,841)</b>
<b>Total Securities Sold Short (Proceeds \$40,514,587) . . . . .</b>			<b>\$(46,444,841)</b>

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

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

<sup>‡</sup>Non-income producing.

<sup>§</sup>Fair valued using significant unobservable inputs. See Note 10 regarding fair value measurements.

<sup>||</sup>See Note 7 regarding restricted securities.

<sup>¶</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$24,779,651, representing 0.9% of net assets.

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

<sup>†</sup>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.

<sup>‡</sup>A portion or all of the security purchased on a delayed delivery basis.

<sup>¶</sup>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.

<sup>†</sup>The security was issued on a discount basis with no stated coupon rate.

At September 30, 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)
<b>Foreign exchange contracts</b>					
Foreign Exchange EUR/USD . . . . .	Short	39	\$5,655,000	12/13/21	\$147,736
Foreign Exchange GBP/USD . . . . .	Short	176	14,822,500	12/13/21	345,011
Total Futures Contracts . . . . .					\$492,747

<sup>†</sup>As of period end.

At September 30, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

**Forward Exchange Contracts**

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b>							
British Pound . . . . .	BOFA	Buy	68,164	93,873	10/25/21	\$—	\$(2,031)
British Pound . . . . .	BOFA	Sell	73,313	101,643	10/25/21	2,863	—
British Pound . . . . .	HSBK	Buy	702,147	963,458	10/25/21	—	(17,414)
British Pound . . . . .	HSBK	Sell	2,123,480	2,913,876	10/25/21	52,787	—
British Pound . . . . .	SSBT	Sell	77,415	107,029	10/25/21	2,723	—
South Korean Won . . . . .	HSBK	Buy	9,609,569,000	8,389,781	11/19/21	—	(281,900)
South Korean Won . . . . .	HSBK	Sell	18,634,460,573	16,534,570	11/19/21	812,117	—

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Franklin Mutual Shares VIP Fund** (continued)

**Forward Exchange Contracts** (continued)

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b> (continued)							
South Korean Won . . .	UBSW	Sell	10,600,916,932	9,410,908	11/19/21	\$466,596	\$—
South Korean Won . . .	HSBK	Sell	23,213,960,218	20,888,449	12/17/21	1,308,147	—
South Korean Won . . .	UBSW	Sell	13,807,944,877	12,274,884	12/17/21	628,283	—
Euro . . . . .	BOFA	Sell	15,331,434	17,995,960	1/24/22	191,268	—
Euro . . . . .	HSBK	Sell	15,958,608	18,739,333	1/24/22	206,292	—
Euro . . . . .	SSBT	Sell	295,319	346,570	1/24/22	3,610	—
Euro . . . . .	UBSW	Sell	1,253,270	1,468,093	1/24/22	12,646	—
Total Forward Exchange Contracts . . . . .						\$3,687,332	\$(301,345)
Net unrealized appreciation (depreciation) . . . . .						\$3,385,987	

<sup>1</sup>In U.S. dollars unless otherwise indicated.

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

See Abbreviations on page 167.

## Statement of Investments (unaudited), September 30, 2021

## Franklin Rising Dividends VIP Fund

	Country	Shares	Value
<b>Common Stocks 98.9%</b>			
<b>Aerospace &amp; Defense 3.7%</b>			
General Dynamics Corp. . . . .	United States	105,952	\$20,769,771
Raytheon Technologies Corp. . . . .	United States	474,046	40,748,994
			61,518,765
<b>Air Freight &amp; Logistics 2.0%</b>			
United Parcel Service, Inc., B . . . . .	United States	184,217	33,545,916
<b>Banks 1.5%</b>			
JPMorgan Chase & Co. . . . .	United States	150,925	24,704,913
<b>Beverages 1.6%</b>			
PepsiCo, Inc. . . . .	United States	172,030	25,875,032
<b>Biotechnology 1.1%</b>			
AbbVie, Inc. . . . .	United States	163,136	17,597,480
<b>Building Products 2.7%</b>			
Carlisle Cos., Inc. . . . .	United States	72,102	14,333,156
Johnson Controls International plc. . . . .	United States	447,810	30,486,905
			44,820,061
<b>Capital Markets 1.3%</b>			
Nasdaq, Inc. . . . .	United States	109,400	21,116,388
<b>Chemicals 10.2%</b>			
Air Products and Chemicals, Inc. . . . .	United States	162,067	41,506,979
Albemarle Corp. . . . .	United States	180,610	39,548,172
Ecolab, Inc. . . . .	United States	117,309	24,473,004
Linde plc. . . . .	United Kingdom	181,332	53,199,182
Sherwin-Williams Co. (The). . . . .	United States	36,700	10,266,091
			168,993,428
<b>Commercial Services &amp; Supplies 1.8%</b>			
Cintas Corp. . . . .	United States	77,372	29,452,426
<b>Electrical Equipment 0.6%</b>			
nVent Electric plc . . . . .	United States	319,726	10,336,742
<b>Food &amp; Staples Retailing 1.4%</b>			
Walmart, Inc. . . . .	United States	164,608	22,943,063
<b>Food Products 1.2%</b>			
McCormick & Co., Inc. . . . .	United States	251,394	20,370,456
<b>Health Care Equipment &amp; Supplies 13.6%</b>			
Abbott Laboratories. . . . .	United States	289,395	34,186,231
Becton Dickinson and Co. . . . .	United States	155,415	38,204,115
Medtronic plc . . . . .	United States	356,754	44,719,114
Stryker Corp. . . . .	United States	232,045	61,194,907
West Pharmaceutical Services, Inc. . . . .	United States	114,001	48,397,985
			226,702,352
<b>Health Care Providers &amp; Services 2.5%</b>			
CVS Health Corp. . . . .	United States	84,693	7,187,048
UnitedHealth Group, Inc. . . . .	United States	88,900	34,736,786
			41,923,834
<b>Hotels, Restaurants &amp; Leisure 1.8%</b>			
McDonald's Corp. . . . .	United States	121,599	29,318,735
<b>Household Products 2.6%</b>			
Colgate-Palmolive Co. . . . .	United States	232,740	17,590,489

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
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**Franklin Rising Dividends VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Household Products</b> (continued)			
Procter & Gamble Co. (The) .....	United States	188,894	\$26,407,381
			<u>43,997,870</u>
<b>Industrial Conglomerates 6.9%</b>			
Honeywell International, Inc. ....	United States	196,875	41,792,625
Roper Technologies, Inc. ....	United States	163,883	73,113,123
			<u>114,905,748</u>
<b>Insurance 0.6%</b>			
Erie Indemnity Co., A. ....	United States	60,670	10,824,741
<b>IT Services 6.6%</b>			
Accenture plc, A. ....	United States	213,978	68,455,842
Visa, Inc., A. ....	United States	187,762	41,823,985
			<u>110,279,827</u>
<b>Machinery 3.5%</b>			
Donaldson Co., Inc. ....	United States	174,097	9,994,909
Dover Corp. ....	United States	174,988	27,210,634
Pentair plc .....	United States	278,694	20,241,545
			<u>57,447,088</u>
<b>Multiline Retail 2.6%</b>			
Target Corp. ....	United States	190,837	43,657,780
<b>Oil, Gas &amp; Consumable Fuels 1.9%</b>			
Chevron Corp. ....	United States	143,894	14,598,046
EOG Resources, Inc. ....	United States	113,461	9,107,515
Exxon Mobil Corp. ....	United States	139,861	8,226,624
			<u>31,932,185</u>
<b>Pharmaceuticals 2.6%</b>			
Johnson & Johnson .....	United States	182,729	29,510,734
Pfizer, Inc. ....	United States	317,615	13,660,621
			<u>43,171,355</u>
<b>Road &amp; Rail 1.7%</b>			
JB Hunt Transport Services, Inc. ....	United States	41,900	7,006,518
Norfolk Southern Corp. ....	United States	85,547	20,467,120
			<u>27,473,638</u>
<b>Semiconductors &amp; Semiconductor Equipment 6.8%</b>			
Analog Devices, Inc. ....	United States	326,319	54,651,906
Texas Instruments, Inc. ....	United States	301,768	58,002,827
			<u>112,654,733</u>
<b>Software 9.1%</b>			
Microsoft Corp. ....	United States	536,528	151,257,974
<b>Specialty Retail 3.8%</b>			
Lowe's Cos., Inc. ....	United States	182,700	37,062,522
Ross Stores, Inc. ....	United States	234,930	25,572,131
			<u>62,634,653</u>
<b>Textiles, Apparel &amp; Luxury Goods 2.3%</b>			
NIKE, Inc., B. ....	United States	267,384	38,832,178

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Franklin Rising Dividends VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Trading Companies &amp; Distributors 0.9%</b>			
WW Grainger, Inc. . . . .	United States	36,493	\$14,343,939
<b>Total Common Stocks (Cost \$608,308,721)</b> . . . . .			<b>1,642,633,300</b>
<b>Short Term Investments 1.1%</b>			
	Country	Shares	Value
<b>Money Market Funds 1.1%</b>			
<sup>a,b</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	18,011,529	18,011,529
<b>Total Money Market Funds (Cost \$18,011,529)</b> . . . . .			<b>18,011,529</b>
<b>Total Short Term Investments (Cost \$18,011,529)</b> . . . . .			<b>18,011,529</b>
<b>Total Investments (Cost \$626,320,250) 100.0%</b> . . . . .			<b>\$1,660,644,829</b>
<b>Other Assets, less Liabilities 0.0%</b> <sup>†</sup> . . . . .			<b>125,985</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$1,660,770,814</b>

See Abbreviations on page 167.

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

<sup>a</sup>See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Franklin Small Cap Value VIP Fund

	Country	Shares	Value
<b>Common Stocks 98.5%</b>			
<b>Auto Components 1.6%</b>			
<sup>a</sup> Adient plc	United States	264,968	\$10,982,923
LCI Industries	United States	71,671	9,649,067
			20,631,990
<b>Banks 9.8%</b>			
Atlantic Union Bankshares Corp.	United States	335,212	12,352,562
Bryn Mawr Bank Corp.	United States	316,201	14,529,436
Camden National Corp.	United States	89,768	4,299,887
Columbia Banking System, Inc.	United States	455,366	17,299,354
First Horizon Corp.	United States	839,742	13,679,397
First Interstate BancSystem, Inc., A.	United States	70,227	2,827,339
First of Long Island Corp. (The)	United States	361,411	7,445,067
German American Bancorp, Inc.	United States	197,571	7,632,168
Peoples Bancorp, Inc.	United States	209,755	6,630,356
SouthState Corp.	United States	304,342	22,725,217
TriCo Bancshares	United States	193,311	8,389,697
Washington Trust Bancorp, Inc.	United States	224,451	11,891,414
			129,701,894
<b>Biotechnology 0.1%</b>			
<sup>a</sup> Rhythm Pharmaceuticals, Inc.	United States	63,483	829,088
<b>Building Products 4.3%</b>			
Apogee Enterprises, Inc.	United States	445,239	16,812,225
Insteel Industries, Inc.	United States	164,701	6,266,873
<sup>a</sup> Masonite International Corp.	United States	97,300	10,326,449
UFP Industries, Inc.	United States	352,006	23,929,368
			57,334,915
<b>Chemicals 6.9%</b>			
Ashland Global Holdings, Inc.	United States	342,017	30,480,555
Avient Corp.	United States	626,263	29,027,290
Cabot Corp.	United States	15,933	798,562
<sup>a</sup> Elementis plc	United Kingdom	4,817,705	9,671,073
Minerals Technologies, Inc.	United States	307,621	21,484,251
			91,461,731
<b>Communications Equipment 2.0%</b>			
<sup>a</sup> NetScout Systems, Inc.	United States	978,746	26,377,205
<b>Construction &amp; Engineering 4.5%</b>			
Argan, Inc.	United States	152,035	6,639,369
<sup>a</sup> Great Lakes Dredge & Dock Corp.	United States	1,102,097	16,630,644
<sup>a</sup> WillScot Mobile Mini Holdings Corp.	United States	1,162,652	36,879,321
			60,149,334
<b>Construction Materials 2.4%</b>			
<sup>a</sup> Summit Materials, Inc., A.	United States	986,186	31,528,366
<b>Electric Utilities 0.8%</b>			
IDACORP, Inc.	United States	98,964	10,230,898
<b>Electrical Equipment 1.1%</b>			
Regal Beloit Corp.	United States	93,584	14,069,419
<b>Electronic Equipment, Instruments &amp; Components 3.7%</b>			
Benchmark Electronics, Inc.	United States	722,530	19,298,776
<sup>a</sup> Knowles Corp.	United States	1,617,264	30,307,528
			49,606,304

**Franklin Small Cap Value VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Energy Equipment &amp; Services 2.6%</b>			
Hunting plc .....	United Kingdom	1,395,634	\$4,240,004
<sup>a</sup> Natural Gas Services Group, Inc. ....	United States	173,987	1,805,985
<sup>a</sup> NexTier Oilfield Solutions, Inc. ....	United States	1,356,859	6,241,551
<sup>a</sup> TechnipFMC plc .....	United Kingdom	2,980,784	22,445,304
			34,732,844
<b>Equity Real Estate Investment Trusts (REITs) 2.9%</b>			
Alexander & Baldwin, Inc. ....	United States	373,473	8,754,207
Healthcare Realty Trust, Inc. ....	United States	325,821	9,702,949
Highwoods Properties, Inc. ....	United States	225,489	9,889,948
<sup>a</sup> Sunstone Hotel Investors, Inc. ....	United States	854,979	10,208,449
			38,555,553
<b>Food &amp; Staples Retailing 0.6%</b>			
<sup>a</sup> BJ's Wholesale Club Holdings, Inc. ....	United States	134,908	7,409,147
<b>Food Products 1.8%</b>			
Glanbia plc .....	Ireland	1,461,122	24,166,258
<b>Gas Utilities 0.1%</b>			
Spire, Inc. ....	United States	30,218	1,848,737
<b>Health Care Equipment &amp; Supplies 2.4%</b>			
<sup>a</sup> Envista Holdings Corp. ....	United States	372,310	15,566,281
<sup>a</sup> Integer Holdings Corp. ....	United States	175,020	15,636,287
			31,202,568
<b>Hotels, Restaurants &amp; Leisure 7.8%</b>			
<sup>a</sup> Dalata Hotel Group plc .....	Ireland	2,304,362	10,943,484
<sup>a</sup> Denny's Corp. ....	United States	1,521,243	24,857,111
<sup>a</sup> Hilton Grand Vacations, Inc. ....	United States	749,128	35,636,019
Jack in the Box, Inc. ....	United States	335,033	32,608,762
			104,045,376
<b>Household Durables 0.2%</b>			
<sup>a</sup> M/I Homes, Inc. ....	United States	54,909	3,173,740
<b>Insurance 9.7%</b>			
Argo Group International Holdings Ltd. ....	United States	65,913	3,441,977
CNO Financial Group, Inc. ....	United States	953,254	22,439,599
Hanover Insurance Group, Inc. (The) .....	United States	281,756	36,521,213
Horace Mann Educators Corp. ....	United States	693,652	27,600,413
Old Republic International Corp. ....	United States	814,879	18,848,151
Selective Insurance Group, Inc. ....	United States	258,921	19,556,303
			128,407,656
<b>IT Services 1.6%</b>			
Alliance Data Systems Corp. ....	United States	205,598	20,742,782
<b>Leisure Products 1.5%</b>			
Brunswick Corp. ....	United States	215,421	20,523,159
<b>Machinery 11.7%</b>			
Astec Industries, Inc. ....	United States	117,150	6,303,841
Columbus McKinnon Corp. ....	United States	113,774	5,500,973
Flowserve Corp. ....	United States	307,132	10,648,266
Greenbrier Cos., Inc. (The) ....	United States	670,291	28,815,810
Mueller Industries, Inc. ....	United States	155,406	6,387,187
Mueller Water Products, Inc., A .....	United States	1,298,911	19,769,425
Oshkosh Corp. ....	United States	60,070	6,149,366
REV Group, Inc. ....	United States	637,286	10,935,828

**Franklin Small Cap Value VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Machinery</b> (continued)			
Rexnord Corp. ....	United States	322,520	\$20,734,811
Terex Corp. ....	United States	215,176	9,058,910
Timken Co. (The) ....	United States	469,854	30,737,849
			155,042,266
<b>Metals &amp; Mining 0.4%</b>			
Kaiser Aluminum Corp. ....	United States	44,921	4,894,592
<b>Multi-Utilities 1.5%</b>			
Black Hills Corp. ....	United States	311,265	19,534,991
<b>Oil, Gas &amp; Consumable Fuels 3.8%</b>			
Crescent Point Energy Corp. ....	Canada	6,625,861	30,544,285
<sup>a</sup> Green Plains, Inc. ....	United States	607,312	19,828,737
			50,373,022
<b>Pharmaceuticals 0.1%</b>			
<sup>a</sup> Atea Pharmaceuticals, Inc. ....	United States	42,042	1,473,993
<b>Professional Services 1.0%</b>			
ICF International, Inc. ....	United States	48,470	4,327,886
Stantec, Inc. ....	Canada	203,127	9,540,243
			13,868,129
<b>Software 3.7%</b>			
<sup>a</sup> ACI Worldwide, Inc. ....	United States	1,046,768	32,167,181
Software AG ....	Germany	378,080	17,571,638
			49,738,819
<b>Specialty Retail 4.2%</b>			
<sup>a</sup> Children's Place, Inc. (The) ....	United States	114,932	8,649,782
<sup>a</sup> Dufry AG. ....	Switzerland	414,199	23,271,923
Group 1 Automotive, Inc. ....	United States	126,100	23,691,668
			55,613,373
<b>Textiles, Apparel &amp; Luxury Goods 0.5%</b>			
Carter's, Inc. ....	United States	65,579	6,376,902
<b>Thrifts &amp; Mortgage Finance 0.4%</b>			
<sup>a</sup> Enact Holdings, Inc. ....	United States	220,271	4,830,543
<b>Trading Companies &amp; Distributors 2.8%</b>			
<sup>a</sup> Herc Holdings, Inc. ....	United States	75,030	12,264,404
McGrath RentCorp ....	United States	343,831	24,738,640
			37,003,044
<b>Total Common Stocks (Cost \$1,051,788,066) .....</b>			<b>1,305,478,638</b>



**Franklin Small Cap Value VIP Fund** (continued)

**Short Term Investments 1.2%**

	Country	Shares	Value
<b>Money Market Funds 1.2%</b>			
<sup>b,c</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	15,853,422	\$15,853,422
<b>Total Money Market Funds (Cost \$15,853,422)</b> . . . . .			<b>15,853,422</b>
<b>Total Short Term Investments (Cost \$15,853,422)</b> . . . . .			<b>15,853,422</b>
<b>Total Investments (Cost \$1,067,641,488) 99.7%</b> . . . . .			<b>\$1,321,332,060</b>
<b>Other Assets, less Liabilities 0.3%</b> . . . . .			<b>4,057,582</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$1,325,389,642</b>

See Abbreviations on page 167.

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

<sup>b</sup> See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Franklin Small-Mid Cap Growth VIP Fund

	Country	Shares	Value
<b>Common Stocks 96.1%</b>			
<b>Aerospace &amp; Defense 1.1%</b>			
<sup>a</sup> Mercury Systems, Inc. ....	United States	21,337	\$1,011,801
<sup>a</sup> TransDigm Group, Inc. ....	United States	9,300	5,808,501
			6,820,302
<b>Airlines 0.6%</b>			
<sup>a</sup> Southwest Airlines Co. ....	United States	67,700	3,481,811
<b>Automobiles 0.3%</b>			
<sup>a</sup> Lucid Group, Inc. ....	United States	79,866	2,026,999
<b>Banks 0.6%</b>			
<sup>a</sup> SVB Financial Group. ....	United States	5,600	3,622,528
<b>Biotechnology 3.5%</b>			
<sup>a</sup> Alnylam Pharmaceuticals, Inc. ....	United States	11,500	2,171,315
<sup>a</sup> Centessa Pharmaceuticals plc, ADR. ....	United States	32,900	549,430
<sup>a,b</sup> Ginkgo Bioworks Holdings, Inc. ....	United States	152,100	1,762,839
<sup>a</sup> Horizon Therapeutics plc. ....	United States	44,400	4,863,576
<sup>a</sup> Iovance Biotherapeutics, Inc. ....	United States	67,705	1,669,605
<sup>a</sup> Mirati Therapeutics, Inc. ....	United States	8,000	1,415,280
<sup>a</sup> Novavax, Inc. ....	United States	10,700	2,218,217
<sup>a</sup> PTC Therapeutics, Inc. ....	United States	45,000	1,674,450
<sup>a</sup> Seagen, Inc. ....	United States	26,600	4,516,680
			20,841,392
<b>Building Products 0.5%</b>			
Trane Technologies plc. ....	United States	19,100	3,297,615
<b>Capital Markets 4.2%</b>			
Ares Management Corp. ....	United States	82,500	6,090,975
MarketAxess Holdings, Inc. ....	United States	12,100	5,090,349
MSCI, Inc. ....	United States	18,000	10,950,120
Tradeweb Markets, Inc., A. ....	United States	40,300	3,255,434
			25,386,878
<b>Commercial Services &amp; Supplies 1.6%</b>			
<sup>a</sup> Copart, Inc. ....	United States	20,500	2,843,760
Republic Services, Inc. ....	United States	58,100	6,975,486
			9,819,246
<b>Communications Equipment 0.4%</b>			
<sup>a</sup> Arista Networks, Inc. ....	United States	7,300	2,508,572
<b>Consumer Finance 0.1%</b>			
<sup>a,b</sup> Sunlight Financial Holdings, Inc. ....	United States	16,500	87,615
<sup>a</sup> Sunlight Financial Holdings, Inc. ....	United States	108,057	573,783
<b>Containers &amp; Packaging 1.4%</b>			
Avery Dennison Corp. ....	United States	7,800	1,616,238
Ball Corp. ....	United States	76,300	6,864,711
			8,480,949
<b>Electrical Equipment 1.0%</b>			
Rockwell Automation, Inc. ....	United States	19,600	5,763,184
<b>Electronic Equipment, Instruments &amp; Components 1.8%</b>			
Cognex Corp. ....	United States	47,400	3,802,428
<sup>a</sup> Keysight Technologies, Inc. ....	United States	41,550	6,826,249
			10,628,677
<b>Entertainment 2.2%</b>			
<sup>a</sup> Roku, Inc. ....	United States	28,256	8,854,018

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Entertainment</b> (continued)			
<sup>a</sup> Zynga, Inc., A . . . . .	United States	560,200	\$4,218,306
			13,072,324
<b>Equity Real Estate Investment Trusts (REITs) 2.1%</b>			
Equity LifeStyle Properties, Inc. . . . .	United States	22,800	1,780,680
SBA Communications Corp. . . . .	United States	24,057	7,952,522
Terreno Realty Corp. . . . .	United States	48,150	3,044,525
			12,777,727
<b>Food &amp; Staples Retailing 0.1%</b>			
<sup>a</sup> Grocery Outlet Holding Corp. . . . .	United States	31,288	674,882
<b>Food Products 0.8%</b>			
<sup>a</sup> Freshpet, Inc. . . . .	United States	24,400	3,481,636
<sup>a</sup> Oatly Group AB, ADR . . . . .	United States	93,300	1,410,696
			4,892,332
<b>Health Care Equipment &amp; Supplies 7.1%</b>			
<sup>a</sup> DexCom, Inc. . . . .	United States	11,788	6,446,386
<sup>a,b</sup> Figs, Inc., A. . . . .	United States	54,500	2,024,130
<sup>a</sup> DEXX Laboratories, Inc. . . . .	United States	20,850	12,966,615
<sup>a</sup> Inari Medical, Inc. . . . .	United States	31,200	2,530,320
<sup>a</sup> Insulet Corp. . . . .	United States	21,000	5,968,830
<sup>a</sup> Penumbra, Inc. . . . .	United States	8,700	2,318,550
Teleflex, Inc. . . . .	United States	18,450	6,947,347
West Pharmaceutical Services, Inc. . . . .	United States	7,600	3,226,504
			42,428,682
<b>Health Care Providers &amp; Services 1.2%</b>			
<sup>a</sup> Guardant Health, Inc. . . . .	United States	40,000	5,000,400
<sup>a</sup> HealthEquity, Inc. . . . .	United States	30,000	1,942,800
			6,943,200
<b>Health Care Technology 2.3%</b>			
<sup>a</sup> Certara, Inc. . . . .	United States	40,400	1,337,240
<sup>a</sup> Definitive Healthcare Corp. . . . .	United States	6,100	261,263
<sup>a</sup> Teladoc Health, Inc. . . . .	United States	20,466	2,595,293
<sup>a</sup> Veeva Systems, Inc., A . . . . .	United States	32,700	9,423,159
			13,616,955
<b>Hotels, Restaurants &amp; Leisure 5.0%</b>			
<sup>a</sup> Chipotle Mexican Grill, Inc. . . . .	United States	5,830	10,596,142
Darden Restaurants, Inc. . . . .	United States	24,200	3,665,574
<sup>a</sup> DraftKings, Inc., A . . . . .	United States	89,433	4,307,093
<sup>a</sup> Dutch Bros, Inc., A . . . . .	United States	17,600	762,432
<sup>a</sup> Vail Resorts, Inc. . . . .	United States	15,900	5,311,395
<sup>a</sup> Wynn Resorts Ltd. . . . .	United States	61,100	5,178,225
			29,820,861
<b>Household Durables 0.8%</b>			
<sup>a</sup> NVR, Inc. . . . .	United States	982	4,707,787
<b>Interactive Media &amp; Services 2.5%</b>			
<sup>a,b</sup> Bumble, Inc., A . . . . .	United States	44,600	2,229,108
<sup>a</sup> Match Group, Inc. . . . .	United States	52,424	8,230,044
<sup>a</sup> Pinterest, Inc., A . . . . .	United States	91,400	4,656,830
			15,115,982

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Internet &amp; Direct Marketing Retail 1.3%</b>			
<sup>a</sup> Etsy, Inc. ....	United States	19,500	\$4,055,220
<sup>a,b</sup> Wayfair, Inc., A ....	United States	14,700	3,755,997
			7,811,217
<b>IT Services 6.6%</b>			
<sup>a</sup> BigCommerce Holdings, Inc., 1 ....	United States	61,600	3,119,424
<sup>a</sup> Cloudflare, Inc., A ....	United States	53,200	5,992,980
<sup>a</sup> EPAM Systems, Inc. ....	United States	4,200	2,396,016
<sup>a,c,d</sup> Marqeta, Inc. ....	United States	129,178	2,783,500
<sup>a,b</sup> Marqeta, Inc., A. ....	United States	22,200	491,064
<sup>a</sup> MongoDB, Inc. ....	United States	19,200	9,052,992
<sup>a,e</sup> Nuvei Corp., 144A, Reg S. ....	Canada	17,500	2,021,600
<sup>a</sup> Okta, Inc. ....	United States	39,600	9,398,664
<sup>a,b</sup> Payoneer Global, Inc. ....	United States	14,500	123,975
<sup>a</sup> Payoneer Global, Inc. ....	United States	104,800	896,040
<sup>a</sup> Thoughtworks Holding, Inc. ....	United States	11,900	341,649
<sup>a</sup> Wix.com Ltd. ....	Israel	16,300	3,194,311
			39,812,215
<b>Leisure Products 1.0%</b>			
<sup>a,c,d</sup> Fanatics Holdings, Inc. ....	United States	94,539	4,478,312
<sup>a</sup> YETI Holdings, Inc. ....	United States	15,400	1,319,626
			5,797,938
<b>Life Sciences Tools &amp; Services 4.6%</b>			
<sup>a</sup> 10X Genomics, Inc., A. ....	United States	26,500	3,857,870
<sup>a</sup> Avantor, Inc. ....	United States	89,600	3,664,640
Bio-Techne Corp. ....	United States	19,125	9,267,401
<sup>a</sup> Maravai LifeSciences Holdings, Inc., A ....	United States	60,600	2,974,248
<sup>a</sup> Mettler-Toledo International, Inc. ....	United States	5,680	7,823,405
			27,587,564
<b>Machinery 1.8%</b>			
Fortive Corp. ....	United States	67,800	4,784,646
IDEX Corp. ....	United States	13,950	2,886,953
<sup>a,b</sup> Proterra, Inc. ....	United States	54,000	545,940
Stanley Black & Decker, Inc. ....	United States	16,446	2,883,148
			11,100,687
<b>Personal Products 0.6%</b>			
<sup>a</sup> BellRing Brands, Inc., A. ....	United States	122,800	3,776,100
<b>Pharmaceuticals 0.5%</b>			
<sup>a</sup> Jazz Pharmaceuticals plc ....	United States	13,200	1,718,772
<sup>a</sup> Reata Pharmaceuticals, Inc., A ....	United States	12,800	1,287,808
			3,006,580
<b>Professional Services 4.4%</b>			
<sup>a</sup> CoStar Group, Inc. ....	United States	128,550	11,063,013
TransUnion. ....	United States	68,500	7,693,235
Verisk Analytics, Inc. ....	United States	40,061	8,023,016
			26,779,264
<b>Road &amp; Rail 1.2%</b>			
Old Dominion Freight Line, Inc. ....	United States	24,450	6,992,211
<b>Semiconductors &amp; Semiconductor Equipment 5.8%</b>			
<sup>a</sup> Allegro MicroSystems, Inc. ....	Japan	78,300	2,502,468
<sup>a</sup> Alphawave IP Group plc ....	United Kingdom	242,950	759,369

Franklin Small-Mid Cap Growth VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Semiconductors &amp; Semiconductor Equipment (continued)</b>			
Entegris, Inc.....	United States	39,900	\$5,023,410
<sup>a</sup> Lattice Semiconductor Corp.....	United States	78,055	5,046,256
Monolithic Power Systems, Inc.....	United States	12,750	6,179,670
<sup>a</sup> Semtech Corp.....	United States	57,700	4,498,869
<sup>a</sup> SiTime Corp.....	United States	52,700	10,759,759
			34,769,801
<b>Software 18.4%</b>			
<sup>a,c,d</sup> Alkami Technology, Inc.....	United States	33,619	818,841
<sup>a</sup> Alkami Technology, Inc.....	United States	18,906	466,600
<sup>a</sup> Alteryx, Inc., A.....	United States	42,000	3,070,200
<sup>a</sup> ANSYS, Inc.....	United States	26,100	8,885,745
<sup>a</sup> Avalara, Inc.....	United States	49,800	8,703,546
<sup>a</sup> Bill.com Holdings, Inc.....	United States	26,448	7,060,294
<sup>a</sup> Black Knight, Inc.....	United States	103,800	7,473,600
<sup>a</sup> BTRS Holdings, Inc.....	United States	159,800	1,700,272
<sup>a</sup> Coupa Software, Inc.....	United States	27,900	6,115,122
<sup>a</sup> CrowdStrike Holdings, Inc., A.....	United States	12,400	3,047,672
<sup>a</sup> DocuSign, Inc.....	United States	45,300	11,661,579
<sup>a</sup> Duck Creek Technologies, Inc.....	United States	51,770	2,290,305
<sup>a</sup> Five9, Inc.....	United States	9,900	1,581,426
<sup>a</sup> Freshworks, Inc., A.....	United States	13,200	563,508
<sup>a</sup> HubSpot, Inc.....	United States	11,800	7,977,862
<sup>a</sup> Lightspeed Commerce, Inc.....	Canada	39,000	3,760,770
<sup>a</sup> Paylocity Holding Corp.....	United States	40,350	11,314,140
<sup>a</sup> Q2 Holdings, Inc.....	United States	37,804	3,029,613
<sup>a</sup> Synopsys, Inc.....	United States	48,550	14,536,355
<sup>a</sup> Zendesk, Inc.....	United States	52,800	6,145,392
<sup>a</sup> Zscaler, Inc.....	United States	2,400	629,328
			110,832,170
<b>Specialty Retail 5.0%</b>			
<sup>a</sup> Burlington Stores, Inc.....	United States	23,400	6,635,538
<sup>a</sup> Five Below, Inc.....	United States	32,850	5,808,208
<sup>a</sup> Olaplex Holdings, Inc.....	United States	10,300	252,350
<sup>a</sup> O'Reilly Automotive, Inc.....	United States	10,800	6,599,448
<sup>a,b</sup> Petco Health & Wellness Co., Inc.....	United States	135,300	2,854,830
Tractor Supply Co.....	United States	39,237	7,949,809
			30,100,183
<b>Textiles, Apparel &amp; Luxury Goods 2.5%</b>			
Levi Strauss & Co., A.....	United States	88,400	2,166,684
<sup>a</sup> Lululemon Athletica, Inc.....	United States	18,600	7,527,420
<sup>a</sup> On Holding AG, A.....	Switzerland	20,500	617,665
VF Corp.....	United States	70,600	4,729,494
			15,041,263
<b>Trading Companies &amp; Distributors 1.2%</b>			
Fastenal Co.....	United States	135,700	7,003,477
			7,003,477
<b>Total Common Stocks (Cost \$352,145,414) .....</b>			<b>577,800,953</b>
<b>Convertible Preferred Stocks 1.2%</b>			
<b>Diversified Consumer Services 0.1%</b>			
<sup>a,c,d</sup> Newsela, Inc., D.....	United States	48,915	1,024,188
<b>Software 0.9%</b>			
<sup>a,c,d</sup> Blaize, Inc., D.....	United States	141,632	1,478,992
<sup>a,c,d</sup> Databricks, Inc., G.....	United States	8,626	1,901,622

**Franklin Small-Mid Cap Growth VIP Fund** (continued)

	Country	Shares	Value
<b>Convertible Preferred Stocks</b> (continued)			
<b>Software</b> (continued)			
<sup>a,c,d</sup> OneTrust LLC, C. . . . .	United States	82,367	\$1,947,980
			<u>5,328,594</u>
<b>Textiles, Apparel &amp; Luxury Goods 0.2%</b>			
<sup>a,c,d</sup> Allbirds, Inc., E . . . . .	United States	92,392	1,104,491
			<u>1,104,491</u>
			<b>Total Convertible Preferred Stocks (Cost \$6,727,297) . . . . .</b>
			<b>7,457,273</b>
		<u><b>Warrants</b></u>	
<b>Warrants 0.0%<sup>†</sup></b>			
<b>Biotechnology 0.0%<sup>†</sup></b>			
<sup>a</sup> Ginkgo Bioworks Holdings, Inc., C, 12/31/27 . . . . .	United States	24,660	83,598
			<u>83,598</u>
<b>Software 0.0%</b>			
<sup>a,c,d</sup> Blaize, Inc. Ltd., 2/28/24 . . . . .	United Kingdom	7,082	—
			<u>—</u>
			<b>Total Warrants (Cost \$—) . . . . .</b>
			<b>83,598</b>
			<b>Total Long Term Investments (Cost \$358,872,711) . . . . .</b>
			<b>585,341,824</b>
<b>Short Term Investments 4.9%</b>			
	Country	Shares	Value
<b>Money Market Funds 2.9%</b>			
<sup>f,g</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	17,042,724	17,042,724
			<u>17,042,724</u>
			<b>Total Money Market Funds (Cost \$17,042,724) . . . . .</b>
			<b>17,042,724</b>
<b>Investments from Cash Collateral Received for Loaned Securities 2.0%</b>			
<b>Money Market Funds 2.0%</b>			
<sup>f,g</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	12,177,550	12,177,550
			<u>12,177,550</u>
			<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$12,177,550) . . . . .</b>
			<b>12,177,550</b>
			<b>Total Short Term Investments (Cost \$29,220,274) . . . . .</b>
			<b>29,220,274</b>
			<b>Total Investments (Cost \$388,092,985) 102.2% . . . . .</b>
			<b>\$614,562,098</b>
			<b>Other Assets, less Liabilities (2.2)% . . . . .</b>
			<b>(12,974,546)</b>
			<b>Net Assets 100.0% . . . . .</b>
			<b>\$601,587,552</b>

See Abbreviations on page 167 .

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

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

<sup>b</sup>A portion or all of the security is on loan at September 30, 2021.

<sup>c</sup>Fair valued using significant unobservable inputs. See Note 10 regarding fair value measurements.

<sup>d</sup>See Note 7 regarding restricted securities.

**Franklin Small-Mid Cap Growth VIP Fund** (continued)

\* 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 September 30, 2021, the value of this security was \$2,021,600, representing 0.3% of net assets.

† See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Franklin Strategic Income VIP Fund

	Country	Shares	Value
<b>Common Stocks 0.3%</b>			
<b>Energy Equipment &amp; Services 0.1%</b>			
<sup>a</sup> Weatherford International plc. ....	United States	13,794	\$271,328
<b>Machinery 0.1%</b>			
<sup>a</sup> Birch Permian Holdings, Inc. ....	United States	4,478	67,170
<sup>a</sup> Birch Permian Holdings, Inc. ....	United States	34,907	519,241
			586,411
<b>Media 0.1%</b>			
<sup>a</sup> Clear Channel Outdoor Holdings, Inc. ....	United States	20,804	56,379
<sup>a</sup> iHeartMedia, Inc., A. ....	United States	8,384	209,768
<sup>a,b</sup> iHeartMedia, Inc., B. ....	United States	142	3,304
			269,451
<b>Multiline Retail 0.0%</b>			
<sup>a,b,c</sup> K2016470219 South Africa Ltd., A. ....	South Africa	14,792,309	—
<sup>a,b,c</sup> K2016470219 South Africa Ltd., B. ....	South Africa	1,472,041	—
			—
<b>Oil, Gas &amp; Consumable Fuels 0.0%†</b>			
<sup>a</sup> Amplify Energy Corp. ....	United States	431	2,293
<sup>a,b</sup> Riviera Resources, Inc. ....	United States	6,620	1,710
			4,003
<b>Specialty Retail 0.0%†</b>			
<sup>a</sup> Party City Holdco, Inc. ....	United States	1	5
<b>Total Common Stocks (Cost \$2,063,659) .....</b>			<b>1,131,198</b>
<b>Management Investment Companies 7.7%</b>			
<b>Capital Markets 7.7%</b>			
<sup>d</sup> Franklin Floating Rate Income Fund .....	United States	3,420,372	27,807,626
SPDR Blackstone Senior Loan ETF .....	United States	65,000	2,991,300
			30,798,926
<b>Total Management Investment Companies (Cost \$34,601,922) .....</b>			<b>30,798,926</b>
			<b>Warrants</b>
<b>Warrants 0.0%†</b>			
<b>Oil, Gas &amp; Consumable Fuels 0.0%†</b>			
<sup>a,b</sup> Battalion Oil Corp., A, 10/08/22 .....	United States	879	240
<sup>a,b</sup> Battalion Oil Corp., B, 10/08/22 .....	United States	1,098	192
<sup>a,b</sup> Battalion Oil Corp., C, 10/08/22 .....	United States	1,412	138
			570
<b>Paper &amp; Forest Products 0.0%†</b>			
<sup>a</sup> Verso Corp., 7/25/23 .....	United States	592	3,034
<b>Total Warrants (Cost \$—) .....</b>			<b>3,604</b>
			<b>Principal Amount†</b>
<b>Convertible Bonds 0.0%†</b>			
<b>Wireless Telecommunication Services 0.0%†</b>			
<sup>e,f,g</sup> Digicel Group Holdings Ltd., Sub. Bond, 144A, PIK, 7%, Perpetual	Bermuda	27,166	21,370
<b>Total Convertible Bonds (Cost \$5,845) .....</b>			<b>21,370</b>



Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds 52.3%</b>			
<b>Aerospace &amp; Defense 0.6%</b>			
Boeing Co. (The), Senior Note, 2.196%, 2/04/26 . . . . .	United States	800,000	\$806,077
<sup>9</sup> TransDigm, Inc., Senior Secured Note, 144A, 6.25%, 3/15/26 . . . . .	United States	1,400,000	1,461,250
			2,267,327
<b>Air Freight &amp; Logistics 0.3%</b>			
<sup>9</sup> DAE Funding LLC, Senior Note, 144A, 1.55%, 8/01/24 . . . . .	United Arab Emirates	300,000	297,633
FedEx Corp., Senior Bond, 4.05%, 2/15/48 . . . . .	United States	650,000	728,333
			1,025,966
<b>Airlines 0.7%</b>			
<sup>9</sup> American Airlines Inc/AAAdvantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.75%, 4/20/29 . . . . .	United States	600,000	647,250
<sup>9</sup> Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.5%, 10/20/25 . . . . .	United States	1,100,000	1,177,324
<sup>9</sup> Hawaiian Brand Intellectual Property Ltd. / HawaiianMiles Loyalty Ltd., Senior Secured Note, 144A, 5.75%, 1/20/26 . . . . .	United States	900,000	942,750
<sup>9</sup> United Airlines, Inc., Senior Secured Note, 144A, 4.375%, 4/15/26 . . . . .	United States	100,000	102,750
			2,870,074
<b>Auto Components 1.5%</b>			
<sup>9</sup> Allison Transmission, Inc., Senior Bond, 144A, 5.875%, 6/01/29 . . . . .	United States	800,000	871,440
Senior Bond, 144A, 3.75%, 1/30/31 . . . . .	United States	500,000	486,875
Dana, Inc., Senior Note, 5.625%, 6/15/28 . . . . .	United States	1,200,000	1,293,720
<sup>9,h</sup> Dornoch Debt Merger Sub, Inc., Senior Note, 144A, 6.625%, 10/15/29 . . . . .	United States	900,000	901,125
Goodyear Tire & Rubber Co. (The), Senior Note, 144A, 5%, 7/15/29 . . . . .	United States	800,000	850,000
Senior Note, 4.875%, 3/15/27 . . . . .	United States	500,000	540,000
<sup>9</sup> Real Hero Merger Sub 2, Inc., Senior Note, 144A, 6.25%, 2/01/29 . . . . .	United States	1,000,000	1,038,835
			5,981,995
<b>Automobiles 0.3%</b>			
<sup>9</sup> Jaguar Land Rover Automotive plc, Senior Note, 144A, 5.5%, 7/15/29 . . . . .	United Kingdom	1,200,000	1,171,308
<b>Banks 2.6%</b>			
<sup>9</sup> Akbank TAS, Senior Note, 144A, 6.8%, 2/06/26 . . . . .	Turkey	400,000	417,676
Senior Note, 144A, 5.125%, 3/31/25 . . . . .	Turkey	1,200,000	1,202,760
Banco Santander SA, Sub. Note, 2.749%, 12/03/30 . . . . .	Spain	300,000	298,735
<sup>9</sup> BNP Paribas SA, Senior Note, 144A, 2.219% to 6/09/25, FRN thereafter, 6/09/26 . . . . .	France	500,000	513,390
<sup>9</sup> China Construction Bank Corp., Sub. Note, Reg S, 4.25% to 2/27/24, FRN thereafter, 2/27/29 . . . . .	China	800,000	855,108
<sup>†</sup> 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	820,901
Senior Bond, 2.357% to 8/18/30, FRN thereafter, 8/18/31 . . . . .	United Kingdom	300,000	296,856
Industrial & Commercial Bank of China Ltd., Senior Note, 3.538%, 11/08/27 . . . . .	China	900,000	991,644

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>f</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Banks</b> (continued)			
JPMorgan Chase & Co.,			
<sup>f</sup> R, Junior Sub. Bond, 6% to 8/01/23, FRN thereafter, Perpetual . . . . .	United States	213,000	\$225,008
Senior Bond, 2.522% to 4/22/30, FRN thereafter, 4/22/31 . . . . .	United States	1,000,000	1,020,782
Senior Note, 3.2%, 6/15/26 . . . . .	United States	1,213,000	1,310,978
Sub. Note, 3.375%, 5/01/23 . . . . .	United States	309,000	323,248
<sup>g</sup> Societe Generale SA, Senior Bond, 144A, 2.889% to 6/09/31, FRN thereafter, 6/09/32 . . . . .	France	800,000	805,085
SVB Financial Group, Senior Note, 3.125%, 6/05/30 . . . . .	United States	300,000	321,256
<sup>g</sup> UniCredit SpA, Senior Bond, 144A, 3.127% to 6/03/31, FRN thereafter, 6/03/32 . . . . .	Italy	500,000	507,040
			10,241,592
<b>Beverages 0.7%</b>			
Anheuser-Busch InBev Worldwide, Inc., Senior Bond, 3.5%, 6/01/30	Belgium	1,700,000	1,863,125
<sup>g</sup> Primo Water Holdings, Inc., Senior Note, 144A, 4.375%, 4/30/29 . . . . .	Canada	1,000,000	998,605
			2,861,730
<b>Biotechnology 0.2%</b>			
AbbVie, Inc., Senior Note, 3.2%, 11/21/29 . . . . .	United States	700,000	754,709
<b>Building Products 0.4%</b>			
Owens Corning, Senior Bond, 4.3%, 7/15/47 . . . . .	United States	700,000	808,265
<sup>g</sup> Standard Industries, Inc.,			
Senior Bond, 144A, 4.75%, 1/15/28 . . . . .	United States	500,000	519,375
Senior Bond, 144A, 4.375%, 7/15/30 . . . . .	United States	200,000	204,250
Senior Bond, 144A, 3.375%, 1/15/31 . . . . .	United States	200,000	190,590
			1,722,480
<b>Capital Markets 0.6%</b>			
Goldman Sachs Group, Inc. (The), Senior Bond, 3.21% to 4/22/41, FRN thereafter, 4/22/42 . . . . .	United States	400,000	413,881
Morgan Stanley, Senior Bond, 3.591% to 7/22/27, FRN thereafter, 7/22/28 . . . . .	United States	809,000	887,874
<sup>g</sup> MSCI, Inc., Senior Bond, 144A, 3.25%, 8/15/33 . . . . .	United States	1,200,000	1,215,252
			2,517,007
<b>Chemicals 3.3%</b>			
<sup>g</sup> Alpek SAB de CV, Senior Note, 144A, 4.25%, 9/18/29 . . . . .	Mexico	800,000	858,520
<sup>e,g</sup> Anagram International, Inc. / Anagram Holdings LLC, Secured Note, 144A, PIK, 10%, 8/15/26 . . . . .	United States	134,384	131,728
<sup>g</sup> Braskem Netherlands Finance BV, Senior Bond, 144A, 4.5%, 1/31/30 . . . . .	Brazil	1,600,000	1,704,400
CF Industries, Inc., Senior Bond, 5.15%, 3/15/34 . . . . .	United States	400,000	490,558
<sup>g</sup> CNAC HK Finbridge Co. Ltd., Senior Note, Reg S, 4.875%, 3/14/25	China	800,000	878,580
<sup>g</sup> CVR Partners LP / CVR Nitrogen Finance Corp., Senior Secured Note, 144A, 6.125%, 6/15/28 . . . . .	United States	300,000	315,000
<sup>g</sup> Diamond BC BV, Senior Note, 144A, 4.625%, 10/01/29 . . . . .	United States	300,000	304,880
<sup>g</sup> Element Solutions, Inc., Senior Note, 144A, 3.875%, 9/01/28 . . . . .	United States	1,100,000	1,112,375
<sup>g</sup> Gates Global LLC / Gates Corp., Senior Note, 144A, 6.25%, 1/15/26	United States	1,200,000	1,246,500
<sup>g</sup> NEOS Quattro Finance 1 plc, Senior Note, 144A, 3.75%, 7/15/26 . . . . .	United Kingdom	800,000 EUR	953,935
<sup>g</sup> Ingevity Corp., Senior Note, 144A, 3.875%, 11/01/28 . . . . .	United States	400,000	399,500
Methanex Corp., Senior Note, 5.125%, 10/15/27 . . . . .	Canada	500,000	541,250
<sup>g</sup> SABIC Capital II BV, Senior Note, 144A, 4.5%, 10/10/28 . . . . .	Saudi Arabia	600,000	693,139
Sasol Financing USA LLC, Senior Bond, 6.5%, 9/27/28 . . . . .	South Africa	900,000	994,275

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount*	Value
<b>Corporate Bonds (continued)</b>			
<b>Chemicals (continued)</b>			
<sup>9</sup> SCIH Salt Holdings, Inc., Senior Note, 144A, 6.625%, 5/01/29	United States	500,000	\$480,635
Senior Secured Note, 144A, 4.875%, 5/01/28	United States	300,000	301,875
<sup>9</sup> Syngenta Finance NV, Senior Note, 144A, 4.892%, 4/24/25	Switzerland	800,000	875,875
<sup>9</sup> Unifrax Escrow Issuer Corp., Senior Note, 144A, 7.5%, 9/30/29	United States	200,000	205,204
Senior Secured Note, 144A, 5.25%, 9/30/28	United States	300,000	304,125
Westlake Chemical Corp., Senior Note, 3.375%, 6/15/30	United States	200,000	215,869
<sup>9</sup> Yara International ASA, Senior Note, 144A, 3.148%, 6/04/30	Brazil	100,000	105,559
			13,113,782
<b>Commercial Services &amp; Supplies 0.9%</b>			
<sup>9</sup> Allied Universal Holdco LLC / Allied Universal Finance Corp. / Atlas LuxCo 4 SARL, Senior Secured Note, 144A, 4.625%, 6/01/28	United States	400,000	399,252
<sup>9</sup> APCOA Parking Holdings GmbH, Senior Secured Note, 144A, 4.625%, 1/15/27	Germany	200,000 EUR	234,759
<sup>9</sup> APX Group, Inc., Senior Note, 144A, 5.75%, 7/15/29	United States	700,000	691,915
<sup>9</sup> Prime Security Services Borrower LLC / Prime Finance, Inc., Senior Secured Note, 144A, 3.375%, 8/31/27	United States	1,300,000	1,248,819
<sup>9</sup> Stericycle, Inc., Senior Note, 144A, 3.875%, 1/15/29	United States	1,000,000	1,007,360
			3,582,105
<b>Communications Equipment 0.3%</b>			
<sup>9</sup> CommScope Technologies LLC, Senior Note, 144A, 5%, 3/15/27	United States	1,374,000	1,308,982
<b>Construction &amp; Engineering 0.2%</b>			
<sup>9</sup> Arcosa, Inc., Senior Note, 144A, 4.375%, 4/15/29	United States	300,000	304,125
<sup>9</sup> Great Lakes Dredge & Dock Corp., Senior Note, 144A, 5.25%, 6/01/29	United States	500,000	518,125
<sup>9</sup> Rutas 2 and 7 Finance Ltd., Senior Secured Bond, 144A, Zero Cpn., 9/30/36	United States	200,000	149,057
			971,307
<b>Consumer Finance 0.1%</b>			
<sup>9</sup> PRA Group, Inc., Senior Note, 144A, 5%, 10/01/29	United States	300,000	300,750
<b>Containers &amp; Packaging 1.7%</b>			
<sup>9</sup> Ardagh Metal Packaging Finance USA LLC / Ardagh Metal Packaging Finance plc, Senior Note, 144A, 4%, 9/01/29	United States	800,000	810,000
<sup>9</sup> Ardagh Packaging Finance plc / Ardagh Holdings USA, Inc., Senior Note, 144A, 5.25%, 8/15/27	United States	300,000	305,812
Crown Americas LLC / Crown Americas Capital Corp. VI, Senior Note, 4.75%, 2/01/26	United States	1,066,000	1,099,952
<sup>9</sup> Mauser Packaging Solutions Holding Co., Senior Note, 144A, 7.25%, 4/15/25	United States	1,278,000	1,271,866
<sup>9</sup> Owens-Brockway Glass Container, Inc., Senior Note, 144A, 5.875%, 8/15/23	United States	566,000	599,547
Senior Note, 144A, 6.625%, 5/13/27	United States	100,000	107,297
<sup>9</sup> Pactiv Evergreen Group Issuer LLC / Pactiv Evergreen Group Issuer, Inc., Senior Secured Note, 144A, 4.375%, 10/15/28	United States	500,000	502,500
<sup>9</sup> Pactiv Evergreen Group Issuer, Inc./Pactiv Evergreen Group Issuer LLC/Reynolds Group Holdings Ltd., Senior Secured Note, 144A, 4%, 10/15/27	United States	600,000	594,765
<sup>9</sup> Sealed Air Corp., Senior Bond, 144A, 5.5%, 9/15/25	United States	124,000	138,566
Senior Note, 144A, 5.125%, 12/01/24	United States	709,000	771,512

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Containers &amp; Packaging</b> (continued)			
WRKCo, Inc., Senior Bond, 3%, 6/15/33 . . . . .	United States	400,000	\$419,421
			6,621,238
<b>Diversified Financial Services 0.2%</b>			
<sup>9</sup> Jefferson Capital Holdings LLC, Senior Note, 144A, 6%, 8/15/26 . . . . .	United States	700,000	720,230
<b>Diversified Telecommunication Services 1.1%</b>			
<sup>9</sup> Altice France Holding SA, Senior Note, 144A, 6%, 2/15/28 . . . . .	Luxembourg	900,000	865,728
<sup>9</sup> Altice France SA, Senior Secured Note, 144A, 5.5%, 1/15/28 . . . . .	France	200,000	203,654
AT&T, Inc., Senior Bond, 3.65%, 9/15/59 . . . . .	United States	800,000	799,366
CCO Holdings LLC / CCO Holdings Capital Corp.,			
<sup>9</sup> Senior Bond, 144A, 4.5%, 8/15/30 . . . . .	United States	300,000	309,891
Senior Bond, 4.5%, 5/01/32 . . . . .	United States	1,000,000	1,031,250
Telefonica Emisiones SA, Senior Bond, 4.895%, 3/06/48 . . . . .	Spain	150,000	180,670
<sup>9</sup> Virgin Media Secured Finance plc, Senior Secured Bond, 144A, 4.5%, 8/15/30 . . . . .	United Kingdom	900,000	915,750
			4,306,309
<b>Electric Utilities 1.8%</b>			
<sup>9</sup> CGNPC International Ltd., Senior Note, Reg S, 3.75%, 12/11/27 . . . . .	China	300,000	322,987
Duke Energy Corp., Senior Bond, 2.45%, 6/01/30 . . . . .	United States	400,000	404,547
Exelon Corp., Senior Bond, 4.05%, 4/15/30 . . . . .	United States	1,300,000	1,474,140
Southern Co. (The), Senior Bond, 4.4%, 7/01/46 . . . . .	United States	400,000	471,188
<sup>9</sup> State Grid Overseas Investment BVI Ltd., Senior Note, 144A, 3.5%, 5/04/27 . . . . .	China	1,651,000	1,814,610
<sup>9</sup> Three Gorges Finance I Cayman Islands Ltd., Senior Note, 144A, 3.15%, 6/02/26 . . . . .	China	1,051,000	1,120,795
Virginia Electric and Power Co., Senior Bond, 6.35%, 11/30/37 . . . . .	United States	85,000	121,994
<sup>9</sup> Vistra Operations Co. LLC,			
Senior Note, 144A, 4.375%, 5/01/29 . . . . .	United States	1,100,000	1,108,118
Senior Secured Bond, 144A, 4.3%, 7/15/29 . . . . .	United States	500,000	533,273
			7,371,652
<b>Electrical Equipment 0.3%</b>			
<sup>9</sup> Sensata Technologies BV, Senior Note, 144A, 4%, 4/15/29 . . . . .	United States	1,000,000	1,019,200
<b>Electronic Equipment, Instruments &amp; Components 0.5%</b>			
CDW LLC / CDW Finance Corp., Senior Note, 3.25%, 2/15/29 . . . . .	United States	900,000	923,625
Flex Ltd., Senior Note, 4.875%, 5/12/30 . . . . .	United States	800,000	928,544
			1,852,169
<b>Energy Equipment &amp; Services 0.4%</b>			
<sup>9</sup> Nabors Industries Ltd., Senior Note, 144A, 7.25%, 1/15/26 . . . . .	United States	800,000	779,356
<sup>9</sup> Schlumberger Holdings Corp., Senior Note, 144A, 3.9%, 5/17/28 . . . . .	United States	400,000	441,187
<sup>9</sup> Weatherford International Ltd., Senior Note, 144A, 11%, 12/01/24 . . . . .	United States	417,000	439,804
			1,660,347
<b>Entertainment 0.5%</b>			
<sup>9</sup> Live Nation Entertainment, Inc., Senior Secured Note, 144A, 3.75%, 1/15/28 . . . . .	United States	600,000	597,188
Netflix, Inc.,			
Senior Bond, 4.375%, 11/15/26 . . . . .	United States	300,000	335,625
Senior Bond, 5.875%, 11/15/28 . . . . .	United States	1,000,000	1,226,650
			2,159,463

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>Corporate Bonds (continued)</b>			
<b>Equity Real Estate Investment Trusts (REITs) 1.9%</b>			
AvalonBay Communities, Inc., Senior Bond, 2.45%, 1/15/31 . . . . .	United States	500,000	\$513,360
<sup>9</sup> Global Net Lease, Inc. / Global Net Lease Operating Partnership LP, Senior Note, 144A, 3.75%, 12/15/27 . . . . .	United States	400,000	397,515
<sup>9</sup> MGM Growth Properties Operating Partnership LP / MGP Finance Co-Issuer, Inc., Senior Note, 144A, 3.875%, 2/15/29 . . . . .	United States	300,000	319,875
MPT Operating Partnership LP / MPT Finance Corp., Senior Bond, 5.25%, 8/01/26 . . . . .	United States	247,000	254,410
Senior Bond, 5%, 10/15/27 . . . . .	United States	889,000	937,895
Senior Bond, 3.5%, 3/15/31 . . . . .	United States	300,000	306,375
<sup>9</sup> 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	1,058,670
Senior Secured Note, 144A, 4.875%, 5/15/29 . . . . .	United States	300,000	309,143
SBA Communications Corp., Senior Note, 3.875%, 2/15/27 . . . . .	United States	800,000	830,000
Simon Property Group LP, Senior Bond, 4.25%, 11/30/46 . . . . .	United States	800,000	935,816
<sup>9</sup> VICI Properties LP / VICI Note Co., Inc., Senior Note, 144A, 3.75%, 2/15/27 . . . . .	United States	1,400,000	1,450,750
<sup>9</sup> XHR LP, Senior Secured Note, 144A, 4.875%, 6/01/29 . . . . .	United States	400,000	411,336
			7,725,145
<b>Food &amp; Staples Retailing 0.2%</b>			
<sup>9</sup> Cencosud SA, Senior Note, 144A, 4.375%, 7/17/27 . . . . .	Chile	700,000	761,250
<b>Food Products 1.7%</b>			
B&G Foods, Inc., Senior Note, 5.25%, 9/15/27 . . . . .	United States	1,500,000	1,566,570
<sup>9</sup> Bimbo Bakeries USA, Inc., Senior Bond, 144A, 4%, 5/17/51 . . . . .	Mexico	200,000	217,223
<sup>9</sup> Chobani LLC / Chobani Finance Corp., Inc., Senior Secured Note, 144A, 4.625%, 11/15/28 . . . . .	United States	1,200,000	1,240,500
<sup>9</sup> JBS Finance Luxembourg SARL, Senior Bond, 144A, 3.625%, 1/15/32 . . . . .	United States	400,000	408,004
Kraft Heinz Foods Co., Senior Note, 3.875%, 5/15/27 . . . . .	United States	1,200,000	1,310,991
<sup>9</sup> Pilgrim's Pride Corp., Senior Bond, 144A, 3.5%, 3/01/32 . . . . .	United States	700,000	712,688
<sup>9</sup> Post Holdings, Inc., Senior Bond, 144A, 4.5%, 9/15/31 . . . . .	United States	1,500,000	1,484,070
			6,940,046
<b>Gas Utilities 0.1%</b>			
Piedmont Natural Gas Co., Inc., Senior Bond, 3.35%, 6/01/50 . . . . .	United States	300,000	307,277
<b>Health Care Equipment &amp; Supplies 0.1%</b>			
<sup>9</sup> Mozart Debt Merger Sub, Inc., Senior Note, 144A, 5.25%, 10/01/29	United States	500,000	500,000
<b>Health Care Providers &amp; Services 2.1%</b>			
Anthem, Inc., Senior Bond, 3.7%, 9/15/49 . . . . .	United States	150,000	165,028
Centene Corp., Senior Note, 4.25%, 12/15/27 . . . . .	United States	300,000	314,370
Senior Note, 2.45%, 7/15/28 . . . . .	United States	100,000	100,625
Senior Note, 4.625%, 12/15/29 . . . . .	United States	200,000	218,210
Senior Note, 3.375%, 2/15/30 . . . . .	United States	600,000	621,930
Senior Note, 2.625%, 8/01/31 . . . . .	United States	200,000	198,898
<sup>9</sup> CHS/Community Health Systems, Inc., Secured Note, 144A, 6.875%, 4/15/29 . . . . .	United States	800,000	802,988
Senior Secured Note, 144A, 5.625%, 3/15/27 . . . . .	United States	700,000	733,866
CVS Health Corp., Senior Bond, 1.75%, 8/21/30 . . . . .	United States	400,000	383,755
<sup>9</sup> DaVita, Inc., Senior Note, 144A, 4.625%, 6/01/30 . . . . .	United States	1,200,000	1,235,833
<sup>9</sup> ModivCare Escrow Issuer, Inc., Senior Note, 144A, 5%, 10/01/29 . . . . .	United States	500,000	518,900
<sup>9</sup> MPH Acquisition Holdings LLC, Senior Note, 144A, 5.75%, 11/01/28 Orlando Health Obligated Group, 3.777%, 10/01/28 . . . . .	United States	1,500,000	1,415,235
	United States	330,000	367,589

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Health Care Providers &amp; Services</b> (continued)			
Quest Diagnostics, Inc., Senior Bond, 2.8%, 6/30/31 . . . . .	United States	200,000	\$209,120
†Tenet Healthcare Corp., Senior Secured Note, 144A, 4.25%, 6/01/29	United States	1,200,000	1,219,500
			8,505,847
<b>Hotels, Restaurants &amp; Leisure 3.1%</b>			
†Boyd Gaming Corp., Senior Bond, 144A, 4.75%, 6/15/31 . . . . .	United States	900,000	929,250
†Caesars Entertainment, Inc., Senior Secured Note, 144A, 6.25%, 7/01/25 . . . . .	United States	400,000	421,603
†Carnival Corp., Senior Note, 144A, 5.75%, 3/01/27 . . . . .	United States	1,000,000	1,035,000
†Everi Holdings, Inc., Senior Note, 144A, 5%, 7/15/29 . . . . .	United States	700,000	718,151
†Genting New York LLC / GENNY Capital, Inc., Senior Note, 144A, 3.3%, 2/15/26 . . . . .	United States	200,000	198,437
†Golden Nugget, Inc., Senior Note, 144A, 6.75%, 10/15/24 . . . . .	United States	632,000	633,612
†International Game Technology plc, Senior Secured Note, 144A, 5.25%, 1/15/29 . . . . .	United States	1,300,000	1,391,026
Las Vegas Sands Corp., Senior Bond, 3.9%, 8/08/29 . . . . .	United States	800,000	816,058
†Motion Bondco DAC, Senior Note, 144A, 6.625%, 11/15/27 . . . . .	United Kingdom	200,000	201,927
†NCL Corp. Ltd., Senior Note, 144A, 5.875%, 3/15/26 . . . . .	United States	1,800,000	1,847,421
†Papa John's International, Inc., Senior Note, 144A, 3.875%, 9/15/29	United States	300,000	298,875
†Penn National Gaming, Inc., Senior Note, 144A, 4.125%, 7/01/29 .	United States	300,000	296,895
†Premier Entertainment Sub LLC / Premier Entertainment Finance Corp., Senior Bond, 144A, 5.875%, 9/01/31 . . . . .	United States	400,000	404,677
Senior Note, 144A, 5.625%, 9/01/29 . . . . .	United States	500,000	505,662
†Royal Caribbean Cruises Ltd., Senior Note, 144A, 5.5%, 8/31/26 .	United States	1,400,000	1,440,873
†Studio City Finance Ltd., Senior Note, 144A, 5%, 1/15/29 . . . . .	Macau	1,200,000	1,108,218
			12,247,685
<b>Household Durables 0.8%</b>			
†M/I Homes, Inc., Senior Note, 144A, 3.95%, 2/15/30 . . . . .	United States	600,000	602,481
Mohawk Industries, Inc., Senior Note, 3.625%, 5/15/30 . . . . .	United States	1,300,000	1,417,734
†Williams Scotsman International, Inc., Senior Secured Note, 144A, 4.625%, 8/15/28 . . . . .	United States	1,000,000	1,043,015
			3,063,230
<b>Household Products 0.8%</b>			
†Central Garden & Pet Co., Senior Bond, 144A, 4.125%, 4/30/31 . .	United States	900,000	915,099
†Energizer Holdings, Inc., Senior Note, 144A, 4.375%, 3/31/29 . . . .	United States	1,300,000	1,291,875
†Kimberly-Clark de Mexico SAB de CV, Senior Bond, 144A, 2.431%, 7/01/31 . . . . .	Mexico	300,000	299,385
†Spectrum Brands, Inc., Senior Bond, 144A, 3.875%, 3/15/31 . . . . .	United States	500,000	505,827
			3,012,186
<b>Independent Power and Renewable Electricity Producers 1.8%</b>			
†Atlantica Sustainable Infrastructure plc, Senior Note, 144A, 4.125%, 6/15/28 . . . . .	Spain	400,000	413,900
†Calpine Corp., Senior Bond, 144A, 5%, 2/01/31 . . . . .	United States	600,000	600,750
Senior Note, 144A, 5.125%, 3/15/28 . . . . .	United States	200,000	202,797
Senior Note, 144A, 4.625%, 2/01/29 . . . . .	United States	700,000	690,375
†Clearway Energy Operating LLC, Senior Note, 144A, 3.75%, 2/15/31	United States	700,000	702,625
†Colbun SA, Senior Note, 144A, 3.95%, 10/11/27 . . . . .	Chile	800,000	873,772
Senior Note, 144A, 3.15%, 3/06/30 . . . . .	Chile	300,000	309,109
†InterGen NV, Senior Secured Bond, 144A, 7%, 6/30/23 . . . . .	Netherlands	1,100,000	1,087,939

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Independent Power and Renewable Electricity Producers</b> (continued)			
<sup>9</sup> Leeward Renewable Energy Operations LLC, Senior Note, 144A, 4.25%, 7/01/29 .....	United States	1,000,000	\$1,017,680
<sup>9</sup> Talen Energy Supply LLC, Senior Secured Note, 144A, 7.25%, 5/15/27 .....	United States	1,300,000	1,228,630
			7,127,577
<b>Insurance 0.3%</b>			
Arch Capital Group Ltd., Senior Bond, 3.635%, 6/30/50 .....	United States	1,000,000	1,092,593
<b>Interactive Media &amp; Services 0.5%</b>			
<sup>9</sup> Tencent Holdings Ltd., Senior Note, 144A, 2.39%, 6/03/30. ....	China	2,100,000	2,065,970
<b>Internet &amp; Direct Marketing Retail 0.6%</b>			
Alibaba Group Holding Ltd., Senior Bond, 4%, 12/06/37. ....	China	400,000	435,924
JD.com, Inc., Senior Note, 3.375%, 1/14/30. ....	China	1,200,000	1,260,396
<sup>9</sup> <sup>h</sup> Match Group Holdings II LLC, Senior Note, 144A, 3.625%, 10/01/31	United States	600,000	593,628
			2,289,948
<b>IT Services 1.0%</b>			
<sup>9</sup> Cablevision Lightpath LLC, Senior Secured Note, 144A, 3.875%, 9/15/27 .....	United States	900,000	884,385
<sup>9</sup> Gartner, Inc., Senior Note, 144A, 4.5%, 7/01/28 .....	United States	700,000	735,875
Senior Note, 144A, 3.625%, 6/15/29 .....	United States	200,000	201,770
<sup>9</sup> Northwest Fiber LLC / Northwest Fiber Finance Sub, Inc., Senior Note, 144A, 6%, 2/15/28 .....	United States	1,100,000	1,095,699
<sup>9</sup> Presidio Holdings, Inc., Senior Secured Note, 144A, 4.875%, 2/01/27	United States	1,200,000	1,240,500
			4,158,229
<b>Machinery 0.9%</b>			
<sup>9</sup> ATS Automation Tooling Systems, Inc., Senior Note, 144A, 4.125%, 12/15/28 .....	Canada	1,400,000	1,437,506
<sup>9</sup> <sup>h</sup> Roller Bearing Co. of America, Inc., Senior Secured Note, 144A, 4.375%, 10/15/29. ....	United States	900,000	923,625
<sup>9</sup> TK Elevator U.S. Newco, Inc., Senior Secured Note, 144A, 5.25%, 7/15/27 .....	Germany	1,100,000	1,154,148
			3,515,279
<b>Marine 0.3%</b>			
<sup>9</sup> CTSI Treasury BV, Senior Note, Reg S, 4.625%, 1/16/23 .....	Philippines	1,200,000	1,268,826
<b>Media 2.3%</b>			
Charter Communications Operating LLC / Charter Communications Operating Capital, Senior Secured Bond, 2.8%, 4/01/31 .....	United States	1,300,000	1,304,008
<sup>9</sup> Clear Channel Outdoor Holdings, Inc., Senior Note, 144A, 7.75%, 4/15/28 .....	United States	400,000	421,536
Senior Note, 144A, 7.5%, 6/01/29 .....	United States	300,000	312,375
<sup>9</sup> Clear Channel Worldwide Holdings, Inc., Senior Secured Note, 144A, 5.125%, 8/15/27. ....	United States	300,000	310,839
<sup>9</sup> Diamond Sports Group LLC / Diamond Sports Finance Co., Senior Note, 144A, 6.625%, 8/15/27 .....	United States	300,000	131,754
Senior Secured Note, 144A, 5.375%, 8/15/26 .....	United States	400,000	264,500
<sup>9</sup> DIRECTV Holdings LLC / DIRECTV Financing Co., Inc., Senior Secured Note, 144A, 5.875%, 8/15/27 .....	United States	200,000	209,000
<sup>9</sup> Gray Television, Inc., Senior Note, 144A, 4.75%, 10/15/30. ....	United States	1,000,000	983,750
<sup>9</sup> News Corp., Senior Note, 144A, 3.875%, 5/15/29 .....	United States	200,000	205,750
<sup>9</sup> Nexstar Media, Inc., Senior Note, 144A, 4.75%, 11/01/28. ....	United States	800,000	830,908

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Media</b> (continued)			
<sup>9</sup> Outfront Media Capital LLC / Outfront Media Capital Corp., Senior Note, 144A, 4.25%, 1/15/29	United States	1,100,000	\$1,091,722
<sup>9</sup> Sinclair Television Group, Inc., Senior Bond, 144A, 5.5%, 3/01/30	United States	300,000	298,026
Senior Secured Note, 144A, 4.125%, 12/01/30	United States	800,000	783,000
<sup>9</sup> Sirius XM Radio, Inc., Senior Note, 144A, 4%, 7/15/28	United States	600,000	610,875
<sup>9</sup> Univision Communications, Inc., Senior Secured Note, 144A, 5.125%, 2/15/25	United States	1,321,000	1,341,938
Senior Secured Note, 144A, 4.5%, 5/01/29	United States	100,000	101,750
			9,201,731
<b>Metals &amp; Mining 1.4%</b>			
Commercial Metals Co., Senior Bond, 3.875%, 2/15/31	United States	1,200,000	1,208,136
<sup>9</sup> Constellation SE, Senior Note, 144A, 3.75%, 4/15/29	United States	1,000,000	975,710
<sup>9</sup> CSN Inova Ventures, Senior Note, 144A, 6.75%, 1/28/28	Brazil	800,000	854,360
<sup>9</sup> FMG Resources August 2006 Pty. Ltd., Senior Bond, 144A, 4.375%, 4/01/31	Australia	1,500,000	1,551,900
<sup>9</sup> Novelis Corp., Senior Bond, 144A, 3.875%, 8/15/31	United States	200,000	198,060
Senior Note, 144A, 3.25%, 11/15/26	United States	100,000	101,548
<sup>9</sup> SunCoke Energy, Inc., Senior Secured Note, 144A, 4.875%, 6/30/29	United States	600,000	598,500
			5,488,214
<b>Mortgage Real Estate Investment Trusts (REITs) 0.0%<sup>†</sup></b>			
<sup>9</sup> Apollo Commercial Real Estate Finance, Inc., Senior Secured Note, 144A, 4.625%, 6/15/29	United States	100,000	97,131
<b>Multiline Retail 0.0%</b>			
<sup>b,e,g</sup> K2016470219 South Africa Ltd., Senior Secured Note, 144A, PIK, 3%, 12/31/22	South Africa	1,005,954	—
<sup>b,e,g</sup> K2016470260 South Africa Ltd., Senior Secured Note, 144A, PIK, 25%, 12/31/22	South Africa	446,180	—
			—
<b>Oil, Gas &amp; Consumable Fuels 5.4%</b>			
<sup>9</sup> Antero Resources Corp., Senior Note, 144A, 8.375%, 7/15/26	United States	130,000	147,417
Senior Note, 144A, 7.625%, 2/01/29	United States	200,000	223,850
Apache Corp., Senior Note, 4.625%, 11/15/25	United States	600,000	645,750
Senior Note, 4.875%, 11/15/27	United States	500,000	545,885
Canadian Natural Resources Ltd., Senior Bond, 2.95%, 7/15/30	Canada	450,000	466,428
Cenovus Energy, Inc., Senior Note, 5.375%, 7/15/25	Canada	277,000	315,631
<sup>9</sup> Cheniere Energy Partners LP, Senior Note, 144A, 4%, 3/01/31	United States	1,100,000	1,153,295
<sup>9</sup> Continental Resources, Inc., Senior Bond, 144A, 5.75%, 1/15/31	United States	600,000	726,000
<sup>9</sup> Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp., Senior Note, 144A, 6%, 2/01/29	United States	1,500,000	1,571,585
<sup>9</sup> CrownRock LP / CrownRock Finance, Inc., Senior Note, 144A, 5%, 5/01/29	United States	300,000	313,605
<sup>9</sup> CVR Energy, Inc., Senior Note, 144A, 5.25%, 2/15/25	United States	500,000	495,823
<sup>9</sup> DT Midstream, Inc., Senior Bond, 144A, 4.375%, 6/15/31	United States	500,000	515,625
Energy Transfer LP, Senior Note, 4.05%, 3/15/25	United States	200,000	215,838
EnLink Midstream LLC, Senior Bond, 5.375%, 6/01/29	United States	1,100,000	1,165,147
<sup>9</sup> Senior Note, 144A, 5.625%, 1/15/28	United States	100,000	106,599
<sup>e,g</sup> EnQuest plc, Senior Note, 144A, Reg S, PIK, 7%, 10/15/23	United Kingdom	909,763	857,423



Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount*	Value
<b>Corporate Bonds (continued)</b>			
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>			
<sup>9</sup> Hilcorp Energy I LP / Hilcorp Finance Co.,			
Senior Bond, 144A, 6%, 2/01/31	United States	700,000	\$720,510
Senior Note, 144A, 5.75%, 2/01/29	United States	200,000	205,750
<sup>9</sup> Martin Midstream Partners LP / Martin Midstream Finance Corp.,			
Secured Note, 144A, 10%, 2/29/24	United States	307,101	316,884
Secured Note, 144A, 11.5%, 2/28/25	United States	1,394,630	1,449,076
MPLX LP, Senior Note, 2.65%, 8/15/30	United States	1,500,000	1,506,268
Occidental Petroleum Corp.,			
Senior Bond, 6.125%, 1/01/31	United States	600,000	721,035
Senior Bond, 6.45%, 9/15/36	United States	500,000	629,688
Senior Note, 8.875%, 7/15/30	United States	700,000	951,776
<sup>9</sup> Rattler Midstream LP, Senior Note, 144A, 5.625%, 7/15/25	United States	1,400,000	1,459,570
Sabine Pass Liquefaction LLC, Senior Secured Note, 4.5%, 5/15/30	United States	1,600,000	1,845,284
Sunoco LP / Sunoco Finance Corp.,			
Senior Note, 6%, 4/15/27	United States	500,000	521,250
Senior Note, 4.5%, 5/15/29	United States	1,200,000	1,218,623
<sup>9</sup> Venture Global Calcasieu Pass LLC,			
Senior Secured Bond, 144A, 4.125%, 8/15/31	United States	300,000	313,125
Senior Secured Note, 144A, 3.875%, 8/15/29	United States	300,000	309,390
			21,634,130
<b>Paper &amp; Forest Products 0.3%</b>			
Suzano Austria GmbH,			
Senior Bond, 3.75%, 1/15/31	Brazil	700,000	719,950
Senior Bond, 3.125%, 1/15/32	Brazil	400,000	386,800
			1,106,750
<b>Personal Products 0.3%</b>			
<sup>9</sup> Oriflame Investment Holding plc, Senior Secured Note, 144A,			
5.125%, 5/04/26	Switzerland	800,000	822,000
<sup>9</sup> Prestige Brands, Inc., Senior Bond, 144A, 3.75%, 4/01/31	United States	600,000	579,762
			1,401,762
<b>Pharmaceuticals 1.6%</b>			
<sup>9</sup> Bausch Health Cos., Inc.,			
Senior Bond, 144A, 5.25%, 2/15/31	United States	300,000	276,316
Senior Secured Note, 144A, 4.875%, 6/01/28	United States	1,000,000	1,037,500
<sup>9</sup> Bayer US Finance II LLC, Senior Bond, 144A, 4.375%, 12/15/28	Germany	889,000	1,007,271
<sup>9</sup> Endo Dac / Endo Finance LLC / Endo Finco, Inc., Secured Note,			
144A, 9.5%, 7/31/27	United States	652,000	654,354
<sup>9</sup> Jazz Securities DAC, Senior Secured Note, 144A, 4.375%, 1/15/29	United States	1,200,000	1,245,060
<sup>9</sup> Organon & Co. / Organon Foreign Debt Co-Issuer BV,			
Senior Bond, 144A, 5.125%, 4/30/31	United States	600,000	630,960
Senior Secured Note, 144A, 4.125%, 4/30/28	United States	1,100,000	1,123,375
Royalty Pharma plc, Senior Bond, 3.3%, 9/02/40	United States	500,000	499,236
			6,474,072
<b>Real Estate Management &amp; Development 0.8%</b>			
<sup>9</sup> China Overseas Finance Cayman VI Ltd., Senior Note, Reg S,			
5.95%, 5/08/24	China	700,000	778,879
<sup>9</sup> Five Point Operating Co. LP / Five Point Capital Corp., Senior Note,			
144A, 7.875%, 11/15/25	United States	800,000	837,000
<sup>9</sup> Forestar Group, Inc., Senior Note, 144A, 3.85%, 5/15/26	United States	500,000	500,245
<sup>9</sup> Howard Hughes Corp. (The), Senior Note, 144A, 5.375%, 8/01/28	United States	1,000,000	1,055,000

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Real Estate Management &amp; Development</b> (continued)			
<sup>¶</sup> Vivion Investments SARL, Senior Note, Reg S, 3%, 8/08/24 . . . . .	Luxembourg	200,000 EUR	\$226,552
			3,397,676
<b>Road &amp; Rail 1.0%</b>			
CSX Corp., Senior Bond, 4.1%, 3/15/44 . . . . .	United States	550,000	640,118
<sup>¶</sup> First Student Bidco, Inc. / First Transit Parent, Inc., Senior Secured Note, 144A, 4%, 7/31/29 . . . . .	United States	800,000	790,000
<sup>¶</sup> Kazakhstan Temir Zholy Finance BV, Senior Bond, 144A, 6.95%, 7/10/42 . . . . .	Kazakhstan	1,500,000	2,064,570
<sup>¶</sup> NESCO Holdings II, Inc., Secured Note, 144A, 5.5%, 4/15/29 . . . . .	United States	500,000	519,225
			4,013,913
<b>Semiconductors &amp; Semiconductor Equipment 0.0%<sup>†</sup></b>			
Maxim Integrated Products, Inc., Senior Note, 3.375%, 3/15/23 . . . . .	United States	100,000	103,464
<b>Software 0.3%</b>			
<sup>¶</sup> Blackboard, Inc., Secured Note, 144A, 10.375%, 11/15/24 . . . . .	United States	200,000	211,250
<sup>¶</sup> Rocket Software, Inc., Senior Note, 144A, 6.5%, 2/15/29 . . . . .	United States	1,100,000	1,090,518
			1,301,768
<b>Specialty Retail 1.1%</b>			
AutoNation, Inc., Senior Bond, 4.75%, 6/01/30 . . . . .	United States	200,000	233,437
<sup>¶</sup> Lithia Motors, Inc., Senior Bond, 144A, 4.375%, 1/15/31 . . . . .	United States	500,000	534,375
Senior Note, 144A, 3.875%, 6/01/29 . . . . .	United States	700,000	727,447
<sup>¶</sup> Michaels Cos., Inc. (The), Senior Note, 144A, 7.875%, 5/01/29 . . . . .	United States	600,000	624,285
Senior Secured Note, 144A, 5.25%, 5/01/28 . . . . .	United States	300,000	309,825
<sup>¶</sup> Park River Holdings, Inc., Senior Note, 144A, 6.75%, 8/01/29 . . . . .	United States	1,200,000	1,204,794
Party City Holdings, Inc., Senior Secured Note, 5.75%, (6-month USD LIBOR + 5%), 7/15/25 . . . . .	United States	236,150	221,778
<sup>¶</sup> Victoria's Secret & Co., Senior Note, 144A, 4.625%, 7/15/29 . . . . .	United States	400,000	408,190
			4,264,131
<b>Technology Hardware, Storage &amp; Peripherals 0.0%<sup>†</sup></b>			
Teledyne FLIR LLC, Senior Note, 2.5%, 8/01/30 . . . . .	United States	200,000	201,782
<b>Thriffs &amp; Mortgage Finance 0.5%</b>			
<sup>¶</sup> Ladder Capital Finance Holdings LLLP / Ladder Capital Finance Corp., Senior Note, 144A, 4.75%, 6/15/29 . . . . .	United States	300,000	298,260
MGIC Investment Corp., Senior Note, 5.25%, 8/15/28 . . . . .	United States	800,000	854,640
<sup>¶</sup> United Wholesale Mortgage LLC, Senior Note, 144A, 5.5%, 11/15/25 . . . . .	United States	900,000	908,352
			2,061,252
<b>Tobacco 0.3%</b>			
Altria Group, Inc., Senior Note, 3.4%, 5/06/30 . . . . .	United States	1,200,000	1,270,504
<b>Trading Companies &amp; Distributors 0.7%</b>			
<sup>¶</sup> H&E Equipment Services, Inc., Senior Note, 144A, 3.875%, 12/15/28 . . . . .	United States	1,200,000	1,196,820
<sup>¶</sup> Herc Holdings, Inc., Senior Note, 144A, 5.5%, 7/15/27 . . . . .	United States	1,000,000	1,050,475
<sup>¶</sup> WESCO Distribution, Inc., Senior Note, 144A, 7.25%, 6/15/28 . . . . .	United States	500,000	554,375
			2,801,670
<b>Wireless Telecommunication Services 0.9%</b>			
<sup>¶</sup> Digicel Group Holdings Ltd., Senior Note, 144A, PIK, 8%, 4/01/25 . . . . .	Bermuda	165,262	144,839
Hughes Satellite Systems Corp., Senior Note, 6.625%, 8/01/26 . . . . .	United States	800,000	910,622
Sprint Corp., Senior Note, 7.875%, 9/15/23 . . . . .	United States	405,000	453,033

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount <sup>a</sup>	Value
<b>Corporate Bonds</b> (continued)			
<b>Wireless Telecommunication Services</b> (continued)			
T-Mobile USA, Inc., Senior Secured Bond, 3.3%, 2/15/51 .....	United States	500,000	\$484,494
Senior Secured Note, 3.875%, 4/15/30 .....	United States	1,300,000	1,436,102
			3,429,090
<b>Total Corporate Bonds (Cost \$206,898,752)</b> .....			<b>209,231,850</b>
<b>Senior Floating Rate Interests 1.7%</b>			
<b>Aerospace &amp; Defense 0.2%</b>			
Dynasty Acquisition Co., Inc., 2020 Term Loan, B1, 3.632%, (3-month USD LIBOR + 3.5%), 4/06/26 .....	United States	447,572	438,725
2020 Term Loan, B2, 3.632%, (3-month USD LIBOR + 3.5%), 4/06/26 .....	United States	240,630	235,874
			674,599
<b>Airlines 0.3%</b>			
<sup>b</sup> Air Canada, Term Loan, B, 4.25%, (3-month USD LIBOR + 3.5%), 8/11/28 .....	Canada	1,000,000	1,005,415
Kestrel Bidco, Inc., Term Loan, 4%, (3-month USD LIBOR + 3%), 12/11/26 .....	Canada	280,186	274,057
			1,279,472
<b>Diversified Consumer Services 0.2%</b>			
KUEHG Corp., Term Loan, B3, 4.75%, (3-month USD LIBOR + 3.75%), 2/21/25 .....	United States	726,590	721,090
<b>Entertainment 0.2%</b>			
Diamond Sports Group LLC, Term Loan, 3.34%, (1-month USD LIBOR + 3.25%), 8/24/26 .....	United States	446,011	279,685
William Morris Endeavor Entertainment LLC (IMG Worldwide Holdings LLC), First Lien, Term Loan, B1, 2.84%, (1-month USD LIBOR + 2.75%), 5/18/25 .....	United States	772,947	759,490
			1,039,175
<b>Leisure Products 0.3%</b>			
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	786,351	772,711
<sup>h</sup> Motion Acquisition Ltd., Term Loan, B1, 3.382%, (3-month USD LIBOR + 3.25%), 11/12/26	United Kingdom	349,215	338,837
Term Loan, B2, 3.382%, (3-month USD LIBOR + 3.25%), 11/12/26	United Kingdom	49,785	48,305
			1,159,853
<b>Media 0.3%</b>			
Cengage Learning, Inc., First Lien, Term Loan, B, 5.75%, (3-month USD LIBOR + 4.75%), 7/14/26 .....	United States	747,414	753,232
Clear Channel Outdoor Holdings, Inc., Term Loan, B, 3.629%, (3-month USD LIBOR + 3.5%), 8/21/26 .....	United States	299,237	293,508
			1,046,740

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>Senior Floating Rate Interests (continued)</b>			
<b>Personal Products 0.2%</b>			
Coty, Inc., USD Term Loan, B, 2.333%, (1-month USD LIBOR + 2.25%), 4/07/25	United States	753,635	742,176
<b>Total Senior Floating Rate Interests (Cost \$6,702,343)</b>			<b>6,663,105</b>
<b>Marketplace Loans 0.5%</b>			
<b>Diversified Financial Services 0.5%</b>			
<sup>b</sup> Freedom Financial Asset Management LLC, 5.99% - 25.49%, 8/12/23 - 11/03/26	United States	679,333	684,393
<sup>b</sup> LendingClub Corp. - LCX PM, 10.19% - 20.49%, 10/08/23 - 2/03/26	United States	155,714	148,397
<sup>b</sup> LendingClub Corp. - LCX, 7.56% - 25.65%, 9/26/22 - 2/28/25	United States	509,695	468,184
<sup>b</sup> Prosper Funding LLC, 11.79% - 25.71%, 8/17/24 - 9/29/26	United States	329,849	329,094
<sup>b</sup> Upstart Network, Inc., 8.57% - 32.86%, 9/20/24 - 9/20/26	United States	278,600	279,083
			1,909,151
<b>Total Marketplace Loans (Cost \$1,949,975)</b>			<b>1,909,151</b>
<b>Loan Participations and Assignments 0.4%</b>			
<sup>g</sup> Russian Railways Via RZD Capital plc, Senior Note, Reg S, 5.7%, 4/05/22	Russia	1,500,000	1,536,294
<b>Total Loan Participations and Assignments (Cost \$1,516,814)</b>			<b>1,536,294</b>
<b>Foreign Government and Agency Securities 14.1%</b>			
<sup>g</sup> African Export-Import Bank (The), Senior Note, 144A, 3.994%, 9/21/29	Supranational <sup>l</sup>	2,000,000	2,117,858
<sup>g</sup> Angola Government Bond, Senior Note, 144A, 8.25%, 5/09/28	Angola	2,700,000	2,805,170
<sup>g</sup> Banque Centrale de Tunisie, Senior Note, Reg S, 5.625%, 2/17/24	Tunisia	2,300,000 EUR	2,264,487
<sup>g</sup> Banque Ouest Africaine de Developpement, Senior Note, 144A, 5%, 7/27/27	Supranational <sup>l</sup>	1,200,000	1,348,242
<sup>g</sup> Belarus Government Bond, Senior Note, 144A, 7.625%, 6/29/27	Belarus	1,200,000	1,189,824
Senior Bond, 144A, 6.2%, 2/28/30	Belarus	1,200,000	1,060,212
Brazil Notas do Tesouro Nacional, Senior Bond, 3.875%, 6/12/30	Brazil	1,000,000	971,200
Colombia Government Bond, Senior Bond, 3.875%, 4/25/27	Colombia	1,400,000	1,453,718
Senior Bond, 9.85%, 6/28/27	Colombia	5,315,000,000 COP	1,636,598
Senior Bond, 4.5%, 3/15/29	Colombia	500,000	528,730
Senior Bond, 5%, 6/15/45	Colombia	1,900,000	1,858,941
<sup>g</sup> Comision Federal de Electricidad, Senior Bond, 144A, 3.348%, 2/09/31	Mexico	1,000,000	984,595
<sup>g</sup> Dominican Republic Government Bond, Senior Note, 144A, 8.9%, 2/15/23	Dominican Republic	81,500,000 DOP	1,555,290
Ecopetrol SA, Senior Bond, 4.125%, 1/16/25	Colombia	800,000	833,752
<sup>f</sup> Electricite de France SA, Junior Sub. Bond, 144A, 5.25% to 1/29/23, FRN thereafter, Perpetual	France	2,425,000	2,520,181
Equinor ASA, Senior Note, 2.375%, 5/22/30	Norway	700,000	720,504
<sup>g</sup> Export-Import Bank of India, Senior Note, 144A, 3.875%, 2/01/28	India	1,655,000	1,778,451
<sup>g</sup> Gabon Government Bond, 144A, 6.375%, 12/12/24	Gabon	837,538	893,657
Senior Bond, 144A, 6.625%, 2/06/31	Gabon	1,600,000	1,579,616
<sup>g</sup> Indonesia Asahan Aluminium Persero PT, Senior Note, 144A, 5.45%, 5/15/30	Indonesia	1,400,000	1,611,750
Indonesia Government Bond, FR70, 8.375%, 3/15/24	Indonesia	19,648,000,000 IDR	1,499,426
<sup>g</sup> Senior Bond, 144A, 4.35%, 1/08/27	Indonesia	900,000	1,017,013
<sup>g</sup> Senior Note, 144A, 3.85%, 7/18/27	Indonesia	2,200,000	2,442,782

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount <sup>*</sup>	Value
<b>Foreign Government and Agency Securities (continued)</b>			
Indonesia Government Bond, (continued)			
FR64, 6.125%, 5/15/28	Indonesia	9,500,000,000 IDR	\$678,026
<sup>9</sup> Senior Bond, 144A, 4.625%, 4/15/43	Indonesia	700,000	796,002
<sup>9</sup> Iraq Government Bond, Senior Bond, 144A, 5.8%, 1/15/28	Iraq	2,193,750	2,121,905
<sup>9</sup> Israel Electric Corp. Ltd., Senior Secured Bond, 144A, Reg S, 4.25%, 8/14/28	Israel	1,000,000	1,123,375
<sup>9</sup> Kazakhstan Government Bond, Senior Bond, 144A, 4.875%, 10/14/44	Kazakhstan	1,800,000	2,212,148
Mexico Government Bond,			
Senior Note, 4.15%, 3/28/27	Mexico	2,100,000	2,372,632
Senior Note, 3.75%, 1/11/28	Mexico	500,000	544,638
Senior Bond, 4.75%, 4/27/32	Mexico	600,000	676,362
Peru Government Bond, Senior Bond, 6.55%, 3/14/37	Peru	800,000	1,081,892
Petroleos Mexicanos, Senior Bond, 6.625%, 6/15/35	Mexico	700,000	665,199
<sup>9</sup> Russia Government Bond,			
Senior Note, Reg S, 4.75%, 5/27/26	Russia	1,200,000	1,352,472
Senior Bond, 144A, 5.625%, 4/04/42	Russia	600,000	778,742
South Africa Government Bond,			
Senior Bond, 4.85%, 9/30/29	South Africa	600,000	618,232
Senior Bond, 5.875%, 6/22/30	South Africa	700,000	774,003
Turkey Government Bond, Senior Bond, 4.875%, 10/09/26	Turkey	800,000	768,584
<sup>9</sup> Ukraine Government Bond,			
Senior Note, 144A, 7.75%, 9/01/22	Ukraine	200,000	208,589
Senior Note, 144A, 7.75%, 9/01/23	Ukraine	369,000	395,291
Senior Note, 144A, 7.75%, 9/01/24	Ukraine	369,000	400,836
Senior Bond, 144A, 7.375%, 9/25/32	Ukraine	500,000	513,140
<sup>k</sup> VRI, GDP Linked Security, Senior Bond, 144A, Reg S, 5/31/40	Ukraine	978,000	1,070,188
<sup>l</sup> Uruguay Government Bond,			
Index Linked, Senior Bond, 4.375%, 12/15/28	Uruguay	5,484,407 UYU	151,620
Index Linked, Senior Bond, 3.7%, 6/26/37	Uruguay	91,532,029 UYU	2,373,646
<b>Total Foreign Government and Agency Securities (Cost \$56,115,258)</b>			<b>56,349,519</b>
<b>U.S. Government and Agency Securities 2.6%</b>			
U.S. Treasury Notes,			
1.5%, 11/30/21	United States	3,000,000	3,007,115
<sup>l</sup> 0.375%, 7/15/25	United States	1,600,000	2,010,609
1.125%, 2/28/27	United States	5,500,000	5,520,195
<b>Total U.S. Government and Agency Securities (Cost \$10,352,897)</b>			<b>10,537,919</b>
<b>Asset-Backed Securities 6.5%</b>			
<b>Airlines 0.0%<sup>†</sup></b>			
United Airlines Pass-Through Trust, 2020-1, B, 4.875%, 7/15/27	United States	93,425	99,076
<b>Consumer Finance 0.4%</b>			
<sup>m</sup> Citibank Credit Card Issuance Trust, 2017-A7, A7, FRN, 0.453%, (1-month USD LIBOR + 0.37%), 8/08/24	United States	1,494,000	1,497,501
<b>Diversified Financial Services 6.1%</b>			
<sup>m</sup> Antares CLO Ltd., 2018-1A, B, 144A, FRN, 1.784%, (3-month USD LIBOR + 1.65%), 4/20/31	United States	1,455,000	1,453,304
<sup>m</sup> BCC Middle Market CLO LLC, 2018-1A, A2, 144A, FRN, 2.284%, (3-month USD LIBOR + 2.15%), 10/20/30	United States	700,000	698,425
<sup>m</sup> BlueMountain CLO Ltd., 2012-2A, BR2, 144A, FRN, 1.581%, (3-month USD LIBOR + 1.45%), 11/20/28	United States	510,000	510,864

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount*	Value
<b>Asset-Backed Securities</b> (continued)			
<b>Diversified Financial Services</b> (continued)			
<sup>9,m</sup> BlueMountain CLO Ltd., (continued)			
2012-2A, CR2, 144A, FRN, 2.131%, (3-month USD LIBOR + 2%), 11/20/28	United States	270,000	\$270,989
2018-1A, D, 144A, FRN, 3.179%, (3-month USD LIBOR + 3.05%), 7/30/30	United States	1,000,000	958,265
<sup>9,m</sup> BlueMountain Fuji EUR CLO V DAC, 5A, B, 144A, FRN, 1.55%, (3-month EURIBOR + 1.55%), 1/15/33	Ireland	600,000 EUR	696,269
<sup>9,m</sup> Burnham Park CLO Ltd., 2016-1A, BR, 144A, FRN, 1.634%, (3-month USD LIBOR + 1.5%), 10/20/29	United States	460,000	458,764
<sup>9,m</sup> Buttermilk Park CLO Ltd., 2018-1A, C, 144A, FRN, 2.226%, (3-month USD LIBOR + 2.1%), 10/15/31	United States	1,408,860	1,412,442
<sup>9,m</sup> Carlyle Global Market Strategies CLO Ltd., 2014-4RA, C, 144A, FRN, 3.026%, (3-month USD LIBOR + 2.9%), 7/15/30	United States	300,000	287,012
<sup>9,m</sup> Carlyle GMS Finance MM CLO LLC, 2015-1A, A2R, 144A, FRN, 2.326%, (3-month USD LIBOR + 2.2%), 10/15/31	United States	1,213,000	1,208,451
<sup>9,m</sup> 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	1,498,937
<sup>9,n</sup> Consumer Loan Underlying Bond Certificate Issuer Trust I,			
2019-51, PT, 144A, FRN, 16.901%, 1/15/45	United States	410,728	410,447
2019-52, PT, 144A, FRN, 16.288%, 1/15/45	United States	446,652	449,593
2019-S8, PT, 144A, FRN, 10.679%, 1/15/45	United States	299,312	294,702
2020-2, PT, 144A, FRN, 16.627%, 3/15/45	United States	422,672	423,922
2020-7, PT, 144A, FRN, 16.653%, 4/17/45	United States	243,993	241,668
<sup>9,m</sup> Dryden 38 Senior Loan Fund, 2015-38A, CR, 144A, FRN, 2.126%, (3-month USD LIBOR + 2%), 7/15/30	United States	863,000	865,171
<sup>9,m</sup> Dryden 55 CLO Ltd., 2018-55A, D, 144A, FRN, 2.976%, (3-month USD LIBOR + 2.85%), 4/15/31	United States	300,000	298,125
<sup>9,m</sup> Galaxy XVIII CLO Ltd., 2018-28A, C, 144A, FRN, 2.076%, (3-month USD LIBOR + 1.95%), 7/15/31	United States	250,000	249,392
<sup>9,m</sup> Galaxy XXVII CLO Ltd., 2018-27A, C, 144A, FRN, 1.925%, (3-month USD LIBOR + 1.8%), 5/16/31	United States	400,000	399,808
<sup>9,m</sup> LCM 26 Ltd., 26A, B, 144A, FRN, 1.534%, (3-month USD LIBOR + 1.4%), 1/20/31	United States	250,000	249,444
<sup>9,m</sup> LCM XVII LP,			
17A, BRR, 144A, FRN, 1.726%, (3-month USD LIBOR + 1.6%), 10/15/31	United States	350,000	350,355
17A, CRR, 144A, FRN, 2.226%, (3-month USD LIBOR + 2.1%), 10/15/31	United States	320,000	319,264
<sup>9,m</sup> LCM XVIII LP, 18A, DR, 144A, FRN, 2.934%, (3-month USD LIBOR + 2.8%), 4/20/31	United States	770,000	735,763
<sup>9,m</sup> Madison Park Euro Funding VIII DAC, 8A, BRN, 144A, FRN, 1.7%, (3-month EURIBOR + 1.7%), 4/15/32	Ireland	400,000 EUR	463,961
<sup>9,m</sup> Magnetite XXIX Ltd., 2021-29A, B, 144A, FRN, 1.526%, (3-month USD LIBOR + 1.4%), 1/15/34	United States	1,500,000	1,498,993
<sup>9,n</sup> Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.5%, 4/25/66	United States	991,601	1,027,325
<sup>9,m</sup> Octagon Investment Partners 28 Ltd., 2016-1A, BR, 144A, FRN, 1.925%, (3-month USD LIBOR + 1.8%), 10/24/30	United States	250,000	250,488
<sup>9,m</sup> Octagon Investment Partners 36 Ltd., 2018-1A, A1, 144A, FRN, 1.096%, (3-month USD LIBOR + 0.97%), 4/15/31	United States	500,000	499,911
<sup>9,m</sup> Octagon Investment Partners 37 Ltd., 2018-2A, C, 144A, FRN, 2.975%, (3-month USD LIBOR + 2.85%), 7/25/30	United States	400,000	397,144
<sup>9,m</sup> Octagon Investment Partners 38 Ltd., 2018-1A, C, 144A, FRN, 3.084%, (3-month USD LIBOR + 2.95%), 7/20/30	United States	1,000,000	987,389
<sup>9,n</sup> Prosper Pass-Thru Trust III,			
2020-PT1, A, 144A, FRN, 8.796%, 3/15/26	United States	264,912	266,458
2020-PT2, A, 144A, FRN, 9.444%, 4/15/26	United States	290,729	285,569

Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount*	Value
<b>Asset-Backed Securities</b> (continued)			
<b>Diversified Financial Services</b> (continued)			
<sup>9.n</sup> Prosper Pass-Thru Trust III, (continued)			
2020-PT3, A, 144A, FRN, 7.183%, 5/15/26 . . . . .	United States	84,775	\$85,104
<sup>9.m</sup> Strata CLO I Ltd., 2018-1A, B, 144A, FRN, 2.326%, (3-month USD LIBOR + 2.2%), 1/15/31 . . . . .	United States	1,300,000	1,298,107
<sup>9.n</sup> Upgrade Master Pass-Thru Trust, 2019-PT2, A, 144A, FRN, 13.323%, 2/15/26 . . . . .	United States	243,507	246,292
<sup>9.m</sup> Voya CLO Ltd.,			
2013-2A, BR, 144A, FRN, 1.975%, (3-month USD LIBOR + 1.85%), 4/25/31 . . . . .	United States	780,000	771,092
2014-1A, CR2, 144A, FRN, 2.934%, (3-month USD LIBOR + 2.8%), 4/18/31 . . . . .	United States	1,000,000	973,585
2015-2A, BR, 144A, FRN, 1.638%, (3-month USD LIBOR + 1.5%), 7/23/27 . . . . .	United States	820,000	821,434
			24,614,228
<b>Total Asset-Backed Securities (Cost \$26,186,327)</b> . . . . .			<b>26,210,805</b>
<b>Commercial Mortgage-Backed Securities 0.2%</b>			
<b>Diversified Financial Services 0.2%</b>			
<sup>9.m</sup> BX Commercial Mortgage Trust,			
2021-VOLT, A, 144A, FRN, 0.8%, (1-month USD LIBOR + 0.7%), 9/15/36 . . . . .	United States	250,000	250,489
2021-VOLT, B, 144A, FRN, 1.05%, (1-month USD LIBOR + 0.95%), 9/15/36 . . . . .	United States	400,000	400,843
<sup>n</sup> Commercial Mortgage Trust, 2006-GG7, AJ, FRN, 6.214%, 7/10/38	United States	186,216	156,732
			808,064
<b>Total Commercial Mortgage-Backed Securities (Cost \$829,607)</b> . . . . .			<b>808,064</b>
<b>Mortgage-Backed Securities 1.4%</b>			
<sup>o</sup> 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	4,927	4,912
<b>Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 0.1%</b>			
FHLMC Gold Pools, 30 Year, 5%, 4/01/34 - 8/01/35 . . . . .	United States	122,285	138,233
FHLMC Gold Pools, 30 Year, 5.5%, 3/01/33 - 1/01/35 . . . . .	United States	77,010	87,346
FHLMC Gold Pools, 30 Year, 6%, 4/01/33 - 2/01/36 . . . . .	United States	67,017	76,923
FHLMC Gold Pools, 30 Year, 6.5%, 11/01/27 - 7/01/32 . . . . .	United States	9,851	11,099
FHLMC Gold Pools, 30 Year, 7%, 4/01/30 . . . . .	United States	1,251	1,425
FHLMC Gold Pools, 30 Year, 7.5%, 8/01/30 . . . . .	United States	140	164
			315,190
<sup>o</sup> Federal National Mortgage Association (FNMA) Adjustable Rate 0.0%†			
FNMA, 2.289%, (1-year CMT T-Note +/- MBS Margin), 12/01/34 . . . . .	United States	44,499	45,458
<b>Federal National Mortgage Association (FNMA) Fixed Rate 1.2%</b>			
FNMA, 10 Year, 2.5%, 7/01/22 . . . . .	United States	924	962
FNMA, 20 Year, 5%, 4/01/30 . . . . .	United States	24,518	27,208
FNMA, 30 Year, 3%, 9/01/48 - 9/01/51 . . . . .	United States	2,511,783	2,654,797
FNMA, 30 Year, 4.5%, 5/01/48 . . . . .	United States	1,978,595	2,174,040
FNMA, 30 Year, 6.5%, 6/01/28 - 10/01/37 . . . . .	United States	72,715	83,855
			4,940,862
<b>Government National Mortgage Association (GNMA) Fixed Rate 0.1%</b>			
GNMA I, Single-family, 30 Year, 5%, 11/15/33 - 7/15/34 . . . . .	United States	106,321	122,651
GNMA I, Single-family, 30 Year, 7%, 10/15/28 - 6/15/32 . . . . .	United States	11,159	11,246

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount*	Value
<b>Mortgage-Backed Securities</b> (continued)			
<b>Government National Mortgage Association (GNMA) Fixed Rate</b> (continued)			
GNMA I, Single-family, 30 Year, 7.5%, 9/15/30 . . . . .	United States	958	\$1,102
GNMA II, 30 Year, 6.5%, 2/20/34 . . . . .	United States	1,905	1,964
GNMA II, Single-family, 30 Year, 5%, 9/20/33 - 11/20/33 . . . . .	United States	29,892	33,686
GNMA II, Single-family, 30 Year, 6%, 11/20/34 . . . . .	United States	44,195	51,812
GNMA II, Single-family, 30 Year, 6.5%, 4/20/31 - 1/20/33 . . . . .	United States	18,710	21,992
GNMA II, Single-family, 30 Year, 7.5%, 1/20/28 - 4/20/32 . . . . .	United States	6,754	7,665
			<u>252,118</u>
<b>Total Mortgage-Backed Securities (Cost \$5,299,865)</b> . . . . .			<b>5,558,540</b>
<b>Municipal Bonds 0.8%</b>			
<b>California 0.1%</b>			
San Bernardino Community College District, GO, 2019 A-1, 3.271%, 8/01/39 . . . . .	United States	210,000	221,111
<b>Illinois 0.2%</b>			
State of Illinois, GO, 2003, 5.1%, 6/01/33 . . . . .	United States	695,000	810,595
<b>New Jersey 0.1%</b>			
New Jersey Transportation Trust Fund Authority, Revenue, 2019 B, Refunding, 4.131%, 6/15/42 . . . . .	United States	345,000	394,024
<b>New York 0.2%</b>			
Metropolitan Transportation Authority, Revenue, 2020 E, Refunding, 4%, 11/15/45 . . . . .	United States	535,000	597,302
New York State Dormitory Authority, State University of New York, Revenue, 2019 B, Refunding, 3.142%, 7/01/43 . . . . .	United States	305,000	311,408
			<u>908,710</u>
<b>Ohio 0.1%</b>			
State of Ohio, Cleveland Clinic Health System Obligated Group, Revenue, 2019 G, Refunding, 3.276%, 1/01/42 . . . . .	United States	190,000	204,384
<b>Pennsylvania 0.1%</b>			
University of Pittsburgh-of the Commonwealth System of Higher Education, Revenue, 2017 C, Refunding, 3.005%, 9/15/41 . . . . .	United States	535,000	560,439
<b>Texas 0.0%†</b>			
Texas State University System, Revenue, 2019 B, Refunding, 3.289%, 3/15/40 . . . . .	United States	190,000	197,397
<b>Total Municipal Bonds (Cost \$2,998,133)</b> . . . . .			<b>3,296,660</b>
<b>Residential Mortgage-Backed Securities 8.3%</b>			
<b>Diversified Financial Services 1.5%</b>			
<sup>g</sup> BRAVO Residential Funding Trust, 2019-1, A1C, 144A, 3.5%, 3/25/58 . . . . .	United States	318,241	325,138
<sup>n</sup> 2019-2, A3, 144A, FRN, 3.5%, 10/25/44 . . . . .	United States	567,111	590,289
<sup>g,n</sup> CIM Trust, 2019-INV1, A1, 144A, FRN, 4%, 2/25/49 . . . . .	United States	234,190	237,439
2019-INV2, A3, 144A, FRN, 4%, 5/25/49 . . . . .	United States	412,194	421,022
<sup>g,n</sup> J.P. Morgan Mortgage Trust, 2021-6, A4, 144A, FRN, 2.5%, 10/25/51	United States	932,318	950,527
<sup>g,h,n</sup> Provident Funding Associates LLP, 2021-J1, A3, 144A, FRN, 2.5%, 2/20/49 . . . . .	United States	1,030,000	1,048,186
<sup>g,n</sup> Provident Funding Mortgage Trust, 2019-1, A2, 144A, FRN, 3%, 12/25/49 . . . . .	United States	225,933	228,182
2020-1, A3, 144A, FRN, 3%, 2/25/50 . . . . .	United States	39,726	39,788



Franklin Strategic Income VIP Fund (continued)

	Country	Principal Amount <sup>1</sup>	Value
<b>Residential Mortgage-Backed Securities</b> (continued)			
<b>Diversified Financial Services</b> (continued)			
<sup>9</sup> PSMC Trust, 2021-3, A3, 144A, FRN, 2.5%, 8/25/51 . . . . .	United States	2,010,000	\$2,045,175
			5,885,746
<b>Thriffs &amp; Mortgage Finance 6.8%</b>			
<sup>m</sup> FHLMC Structured Agency Credit Risk Debt Notes,			
2013-DN2, M2, FRN, 4.336%, (1-month USD LIBOR + 4.25%), 11/25/23 . . . . .	United States	978,652	1,008,073
2014-DN2, M3, FRN, 3.686%, (1-month USD LIBOR + 3.6%), 4/25/24 . . . . .	United States	1,355,973	1,385,239
2014-DN3, M3, FRN, 4.086%, (1-month USD LIBOR + 4%), 8/25/24 . . . . .	United States	58,313	59,791
2014-DN4, M3, FRN, 4.636%, (1-month USD LIBOR + 4.55%), 10/25/24 . . . . .	United States	368,561	380,018
2014-HQ1, M3, FRN, 4.186%, (1-month USD LIBOR + 4.1%), 8/25/24 . . . . .	United States	43,043	43,564
2014-HQ3, M3, FRN, 4.836%, (1-month USD LIBOR + 4.75%), 10/25/24 . . . . .	United States	57,917	58,433
2015-DNA1, M3, FRN, 3.386%, (1-month USD LIBOR + 3.3%), 10/25/27 . . . . .	United States	105,860	107,902
2015-DNA3, M3, FRN, 4.786%, (1-month USD LIBOR + 4.7%), 4/25/28 . . . . .	United States	1,286,969	1,332,545
2016-DNA2, M3, FRN, 4.736%, (1-month USD LIBOR + 4.65%), 10/25/28 . . . . .	United States	1,068,902	1,110,612
2017-DNA2, M2, FRN, 3.536%, (1-month USD LIBOR + 3.45%), 10/25/29 . . . . .	United States	1,340,000	1,390,369
2017-DNA3, M2, FRN, 2.586%, (1-month USD LIBOR + 2.5%), 3/25/30 . . . . .	United States	2,920,000	2,997,945
2017-HQA2, M2, FRN, 2.736%, (1-month USD LIBOR + 2.65%), 12/25/29 . . . . .	United States	234,607	240,067
<sup>m</sup> FNMA Connecticut Avenue Securities,			
2013-C01, M2, FRN, 5.336%, (1-month USD LIBOR + 5.25%), 10/25/23 . . . . .	United States	132,286	137,713
2014-C01, M2, FRN, 4.486%, (1-month USD LIBOR + 4.4%), 1/25/24 . . . . .	United States	221,641	229,682
2014-C02, 1M2, FRN, 2.686%, (1-month USD LIBOR + 2.6%), 5/25/24 . . . . .	United States	681,433	690,221
2014-C02, 2M2, FRN, 2.686%, (1-month USD LIBOR + 2.6%), 5/25/24 . . . . .	United States	264,076	267,321
2014-C03, 1M2, FRN, 3.086%, (1-month USD LIBOR + 3%), 7/25/24 . . . . .	United States	1,326,206	1,350,302
2014-C03, 2M2, FRN, 2.986%, (1-month USD LIBOR + 2.9%), 7/25/24 . . . . .	United States	45,146	46,036
2015-C01, 1M2, FRN, 4.386%, (1-month USD LIBOR + 4.3%), 2/25/25 . . . . .	United States	322,812	329,778
2015-C02, 1M2, FRN, 4.086%, (1-month USD LIBOR + 4%), 5/25/25 . . . . .	United States	769,856	784,508
2015-C02, 2M2, FRN, 4.086%, (1-month USD LIBOR + 4%), 5/25/25 . . . . .	United States	101,792	102,283
2015-C03, 1M2, FRN, 5.086%, (1-month USD LIBOR + 5%), 7/25/25 . . . . .	United States	1,089,607	1,121,972
2015-C03, 2M2, FRN, 5.086%, (1-month USD LIBOR + 5%), 7/25/25 . . . . .	United States	161,568	163,183
2016-C01, 1M2, FRN, 6.836%, (1-month USD LIBOR + 6.75%), 8/25/28 . . . . .	United States	197,522	208,964
2016-C02, 1M2, FRN, 6.086%, (1-month USD LIBOR + 6%), 9/25/28 . . . . .	United States	1,357,609	1,421,101

**Franklin Strategic Income VIP Fund** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Residential Mortgage-Backed Securities</b> (continued)			
<b>Thriffs &amp; Mortgage Finance</b> (continued)			
<sup>m</sup> FNMA Connecticut Avenue Securities, (continued)			
2016-C03, 1M2, FRN, 5.386%, (1-month USD LIBOR + 5.3%), 10/25/28 .....	United States	980,085	\$1,030,401
2016-C04, 1M2, FRN, 4.336%, (1-month USD LIBOR + 4.25%), 1/25/29 .....	United States	1,391,229	1,443,520
2016-C05, 2M2, FRN, 4.536%, (1-month USD LIBOR + 4.45%), 1/25/29 .....	United States	853,626	886,112
2016-C06, 1M2, FRN, 4.336%, (1-month USD LIBOR + 4.25%), 4/25/29 .....	United States	317,401	329,184
2016-C07, 2M2, FRN, 4.436%, (1-month USD LIBOR + 4.35%), 5/25/29 .....	United States	632,122	659,330
2017-C01, 1M2, FRN, 3.636%, (1-month USD LIBOR + 3.55%), 7/25/29 .....	United States	1,258,569	1,297,371
2017-C03, 1M2, FRN, 3.086%, (1-month USD LIBOR + 3%), 10/25/29 .....	United States	2,399,810	2,468,837
2017-C04, 2M2, FRN, 2.936%, (1-month USD LIBOR + 2.85%), 11/25/29 .....	United States	529,895	544,606
2017-C05, 1M2, FRN, 2.286%, (1-month USD LIBOR + 2.2%), 1/25/30 .....	United States	1,535,251	1,570,457
			27,197,440
<b>Total Residential Mortgage-Backed Securities (Cost \$34,240,857)</b> .....			<b>33,083,186</b>
		<u>Shares</u>	
<b>Escrows and Litigation Trusts 0.0%<sup>†</sup></b>			
<sup>a,b</sup> K2016470219 South Africa Ltd., Escrow Account .....	South Africa	72,822 ZAR	—
Mesquite Energy, Inc., Escrow Account .....	United States	243,000	8,201
<sup>a,b</sup> Millennium Corporate Claim Trust, Escrow Account .....	United States	950,432	—
<sup>a,b</sup> Millennium Lender Claim Trust, Escrow Account .....	United States	950,432	—
<b>Total Escrows and Litigation Trusts (Cost \$243,000)</b> .....			<b>8,201</b>
<b>Total Long Term Investments (Cost \$390,005,254)</b> .....			<b>387,148,392</b>
	<u>Number of Contracts</u>	<u>Notional Amount<sup>#</sup></u>	
<b>Options Purchased 0.0%<sup>†</sup></b>			
<b>Calls - Over-the-Counter</b>			
<b>Interest Rate Swaptions 0.0%<sup>†</sup></b>			
Receive Fixed 1.08%, Pay Floating 3-month USD LIBOR, Counterparty DBAB, Expires 3/28/22 .....	1	12,100,000	63,097
<b>Total Options Purchased (Cost \$63,646)</b> .....			<b>63,097</b>

Franklin Strategic Income VIP Fund (continued)

Short Term Investments 2.8%

	Country	Shares	Value
<b>Money Market Funds 2.8%</b>			
<sup>d,p</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	11,118,742	\$11,118,742
<b>Total Money Market Funds (Cost \$11,118,742)</b> . . . . .			<b>11,118,742</b>
<b>Total Short Term Investments (Cost \$11,118,742)</b> . . . . .			<b>11,118,742</b>
<b>Total Investments (Cost \$401,187,642) 99.6%</b> . . . . .			<b>\$398,330,231</b>
<b>Options Written (0.0)%<sup>†</sup></b> . . . . .			<b>(59,287)</b>
<b>Other Assets, less Liabilities 0.4%</b> . . . . .			<b>1,837,603</b>
<b>Net Assets 100.0%</b> . . . . .			<b>\$400,108,547</b>
	<b>Number of Contracts</b>	<b>Notional Amount<sup>#</sup></b>	
<b>Options Written (0.0)%<sup>†</sup></b>			
<b>Puts - Over-the-Counter</b>			
<b>Interest Rate Swaptions (0.0)%<sup>†</sup></b>			
Receive Floating 3-month USD LIBOR, Pay Fixed 1.48%, Counterparty DBAB, Expires 3/28/22 . . . . .	1	(12,100,000)	(59,287)
			(59,287)
<b>Total Options Written (Premiums received \$63,767)</b> . . . . .			<b>\$(59,287)</b>

<sup>#</sup>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.

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

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

<sup>§</sup>Non-income producing.

<sup>||</sup>Fair valued using significant unobservable inputs. See Note 10 regarding fair value measurements.

<sup>¶</sup>See Note 7 regarding restricted securities.

<sup>Ⓜ</sup>See Note 9 regarding investments in affiliated management investment companies.

<sup>Ⓝ</sup>Income may be received in additional securities and/or cash.

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

<sup>Ⓟ</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$218,145,564, representing 54.5% of net assets.

<sup>Ⓠ</sup>A portion or all of the security purchased on a delayed delivery basis.

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

<sup>Ⓢ</sup>A supranational organization is an entity formed by two or more central governments through international treaties.

<sup>Ⓣ</sup>The principal represents the notional amount. See Note 3 regarding value recovery instruments.

<sup>Ⓤ</sup>Principal amount of security is adjusted for inflation.

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

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

<sup>Ⓧ</sup>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).

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

**Franklin Strategic Income VIP Fund** (continued)

At September 30, 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)
<b>Interest rate contracts</b>					
U.S. Treasury 10 Year Notes . . . . .	Short	110	\$14,477,031	12/21/21	\$122,652
U.S. Treasury 10 Year Ultra Notes . . . . .	Short	31	4,502,750	12/21/21	66,200
U.S. Treasury 2 Year Notes . . . . .	Long	73	16,063,992	12/31/21	(10,355)
U.S. Treasury 5 Year Notes . . . . .	Long	16	1,963,875	12/31/21	(11,020)
U.S. Treasury Long Bonds . . . . .	Short	89	14,170,469	12/21/21	294,068
Total Futures Contracts . . . . .					\$461,545

\*As of period end.

At September 30, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

**Forward Exchange Contracts**

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b>							
Euro . . . . .	JPHQ	Sell	4,100,000	4,847,192	10/18/21	\$96,775	\$—
Canadian Dollar . . . . .	JPHQ	Sell	1,600,000	1,285,807	11/08/21	22,897	—
Chinese Yuan . . . . .	JPHQ	Buy	6,500,000	996,440	11/15/21	8,161	—
Chinese Yuan . . . . .	JPHQ	Sell	6,500,000	997,361	11/15/21	—	(7,240)
Mexican Peso . . . . .	JPHQ	Buy	15,300,000	763,476	11/22/21	—	(27,931)
Turkish Lira . . . . .	JPHQ	Buy	5,800,000	667,434	12/06/21	—	(36,350)
Euro . . . . .	JPHQ	Sell	300,000	355,708	1/18/22	7,354	—
South Korean Won . . . . .	JPHQ	Buy	1,050,000,000	885,635	1/27/22	—	(366)
Australian Dollar . . . . .	JPHQ	Buy	1,200,000	869,550	1/31/22	—	(1,847)
Total Forward Exchange Contracts . . . . .						\$135,187	\$(73,734)
Net unrealized appreciation (depreciation) . . . . .						\$61,453	

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

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

At September 30, 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 <sup>(d)</sup>	Value	Unamortized Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)	Rating <sup>(b)</sup>
<b>Centrally Cleared Swap Contracts</b>									
<b>Contracts to Sell Protection<sup>(c)(d)</sup></b>									
<b>Traded Index</b>									
CDX.NA.EM.36 . . . . .	1.00%	Quarterly		12/20/26	2,150,000	\$(85,235)	\$(74,857)	\$(10,378)	Investment Grade

**Franklin Strategic Income VIP Fund** (continued)

**Credit Default Swap Contracts** (continued)

Description	Periodic Payment Rate Received (Paid)	Payment Frequency	Counter- party	Maturity Date	Notional Amount <sup>(a)</sup>	Value	Unamortized Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)	Rating <sup>(b)</sup>
<b>Centrally Cleared Swap Contracts</b> (continued)									
<b>Contracts to Sell Protection<sup>(c)(d)</sup></b> (continued)									
<b>Traded Index</b> (continued)									
Total Centrally Cleared Swap Contracts						\$(85,235)	\$(74,857)	\$(10,378)	
<b>OTC Swap Contracts</b>									
<b>Contracts to Sell Protection<sup>(c)(d)</sup></b>									
<b>Single Name</b>									
Air France-KLM	5.00%	Quarterly	BOFA	6/20/26	20,000 EUR	\$1,268	\$380	\$888	NR
Air France-KLM	5.00%	Quarterly	JPHQ	6/20/26	60,000 EUR	3,803	994	2,809	NR
Air France-KLM	5.00%	Quarterly	MSCO	12/20/25	660,000 EUR	42,481	658	41,823	NR
American Airlines Group, Inc.	5.00%	Quarterly	CITI	12/20/21	800,000	2,139	(11,758)	13,897	CCC
American Airlines Group, Inc.	5.00%	Quarterly	GSCO	6/20/22	200,000	1,620	(1,349)	2,969	CCC
Carnival Corp. Mexico Government Bond	1.00%	Quarterly	CITI	12/20/26	800,000	(97,072)	(101,228)	4,156	B-
Nordstrom, Inc.	1.00%	Quarterly	GSCO	6/20/26	925,000	3,924	2,537	1,387	BBB
Nordstrom, Inc.	1.00%	Quarterly	BNDP	6/20/26	500,000	(28,899)	(30,685)	1,786	BB+
Nordstrom, Inc.	1.00%	Quarterly	JPHQ	6/20/26	500,000	(28,900)	(23,548)	(5,352)	BB+
United Airlines Holdings, Inc.	5.00%	Quarterly	FBCO	12/20/25	99,000	5,238	(174)	5,412	B
<b>Traded Index</b>									
BNP Paribas Haverhill Index, Tranche 5-10%	4.10%	Quarterly	BNDP	12/20/23	350,000 EUR	3,208	—	3,208	
<sup>(e)</sup> Citibank Bespoke Franklin, Equity Tranche 0-5%	—%	Quarterly	CITI	12/20/22	1,000,000	(198,532)	(168,517)	(30,015)	Non- Investment Grade
<sup>(e)</sup> Citibank Bespoke Kona Index, Equity Tranche 0-5%	—%	Quarterly	CITI	12/20/23	800,000	(300,504)	(270,659)	(29,845)	Non- Investment Grade
<sup>(e)</sup> Citibank Bespoke Palm Beach Index, Mezzanine Tranche 5-10%	2.42%	Quarterly	CITI	12/20/22	800,000	7,345	—	7,345	Non- Investment Grade
<sup>(e)</sup> Citibank Bespoke Palm Beach Index, Mezzanine Tranche 5-10%	1.97%	Quarterly	CITI	12/20/22	1,100,000	11,883	—	11,883	Non- Investment Grade
MCDX NA.MAIN.31	1.00%	Quarterly	CITI	12/20/23	2,270,000	23,560	10,199	13,361	Investment Grade
<sup>(e)</sup> Morgan Stanley Bespoke Pecan Index, Mezzanine Tranche 5-10%	3.98%	Quarterly	MSCO	12/20/21	850,000	(362)	—	(362)	Non- Investment Grade

**Franklin Strategic Income VIP Fund** (continued)

**Credit Default Swap Contracts** (continued)

Description	Periodic Payment Rate Received (Paid)	Payment Frequency	Counter- party	Maturity Date	Notional Amount <sup>(a)</sup>	Value	Unamortized Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)	Rating <sup>(b)</sup>
<b>OTC Swap Contracts</b> (continued)									
<b>Contracts to Sell Protection<sup>(c)(d)</sup></b> (continued)									
<b>Traded Index</b> (continued)									
<sup>(e)</sup> Morgan Stanley									
Bespoke Pecan Index, Mezzanine Tranche 5-10%	4.10%	Quarterly	MSCO	12/20/21	850,000	\$(102)	\$—	\$(102)	Non- Investment Grade
Total OTC Swap Contracts . . . . .						\$(547,902)	\$(593,150)	\$45,248	
Total Credit Default Swap Contracts . . . . .						\$(633,137)	\$(668,007)	\$34,870	

\*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)
CITI	\$540,000
JPHQ	180,000
<b>Total collateral</b>	<b>\$720,000</b>

<sup>(a)</sup> 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.

<sup>(b)</sup> 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.

<sup>(c)</sup> 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.

<sup>(d)</sup> The fund enters contracts to sell protection to create a long credit position.

<sup>(e)</sup> Represents a custom index comprised of a basket of underlying instruments.

At September 30, 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)
<b>Centrally Cleared Swap Contracts</b>							
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 September 30, 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)
<b>OTC Swap Contracts</b>						
<b>Long<sup>(a)</sup></b>						
Markit iBoxx USD Liquid Leveraged Loans Total	3-month					
Return Index .....	USD LIBOR	Quarterly	MSCO	12/20/21	890,000	\$8,166
Total Return Swap Contracts .....						\$8,166

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

<sup>(a)</sup> The Fund receives the total return on the underlying instrument and pays a variable financing rate.  
See Abbreviations on page 167.

## Statement of Investments (unaudited), September 30, 2021

## Franklin U.S. Government Securities VIP Fund

	Country	Principal Amount <sup>c</sup>	Value
<b>Corporate Bonds 2.0%</b>			
<b>Diversified Financial Services 0.3%</b>			
Private Export Funding Corp., BB, Senior Bond, 4.3%, 12/15/21 . . . . .	United States	1,865,000	\$1,881,234
<b>Oil, Gas &amp; Consumable Fuels 1.7%</b>			
Petroleos Mexicanos, Senior Bond, 2.378%, 4/15/25 . . . . .	Mexico	1,316,000	1,355,632
Reliance Industries Ltd.,			
Senior Bond, 2.512%, 1/15/26 . . . . .	India	5,906,250	6,143,731
Senior Note , 1.87%, 1/15/26 . . . . .	India	3,315,789	3,401,318
Senior Note , 2.06%, 1/15/26 . . . . .	India	2,812,500	2,897,064
			13,797,745
<b>Total Corporate Bonds (Cost \$15,142,852) . . . . .</b>			<b>15,678,979</b>
<b>Foreign Government and Agency Securities 1.7%</b>			
Israel Government Bond, Senior Bond, 5.5%, 9/18/23 . . . . .	Israel	12,000,000	13,209,923
<b>Total Foreign Government and Agency Securities (Cost \$12,686,777) . . . . .</b>			<b>13,209,923</b>
<b>U.S. Government and Agency Securities 13.9%</b>			
FHLB, 2.625%, 9/12/25 . . . . .	United States	10,000,000	10,723,534
New Valley Generation IV, 4.687%, 1/15/22 . . . . .	United States	160,544	161,393
Tennessee Valley Authority, 1.875%, 8/15/22 . . . . .	United States	6,000,000	6,093,201
U.S. Treasury Bonds, 2.5%, 2/15/46 . . . . .	United States	6,000,000	6,490,781
U.S. Treasury Notes,			
<sup>a</sup> 0.125%, 7/15/24 . . . . .	United States	13,750,000	16,882,163
2.375%, 8/15/24 . . . . .	United States	22,000,000	23,188,516
2.25%, 8/15/27 . . . . .	United States	31,040,000	33,000,612
0.625%, 8/15/30 . . . . .	United States	8,500,000	7,909,482
United States International Development Finance Corp.,			
2.12%, 3/20/24 . . . . .	United States	4,583,333	4,692,566
4.01%, 5/15/30 . . . . .	United States	1,507,500	1,707,537
<b>Total U.S. Government and Agency Securities (Cost \$107,229,099) . . . . .</b>			<b>110,849,785</b>
<b>Mortgage-Backed Securities 77.9%</b>			
<sup>b</sup> <b>Federal Home Loan Mortgage Corp. (FHLMC) Adjustable Rate 0.8%</b>			
FHLMC, 2.035% - 2.15%, (12-month USD LIBOR +/- MBS Margin),			
3/01/36 - 4/01/40 . . . . .	United States	5,853,296	6,162,333
FHLMC, 2.31%, (1-year CMT T-Note +/- MBS Margin), 5/01/37 . . . . .	United States	170,355	170,753
			6,333,086
<sup>b</sup> <b>Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 10.2%</b>			
FHLMC Gold Pools, 15 Year, 4.5%, 3/01/25 - 4/01/25 . . . . .	United States	376,045	395,071
FHLMC Gold Pools, 20 Year, 3.5%, 3/01/32 . . . . .	United States	1,457,511	1,578,146
FHLMC Gold Pools, 30 Year, 3%, 5/01/43 . . . . .	United States	204,256	218,190
FHLMC Gold Pools, 30 Year, 3.5%, 5/01/43 . . . . .	United States	32,668	35,395
FHLMC Gold Pools, 30 Year, 4%, 9/01/40 - 12/01/41 . . . . .	United States	2,860,027	3,157,147
FHLMC Gold Pools, 30 Year, 4.5%, 5/01/40 - 7/01/41 . . . . .	United States	967,344	1,081,755
FHLMC Gold Pools, 30 Year, 5%, 9/01/33 - 4/01/40 . . . . .	United States	2,752,889	3,129,483
FHLMC Gold Pools, 30 Year, 5.5%, 7/01/33 - 5/01/38 . . . . .	United States	568,072	660,060
FHLMC Gold Pools, 30 Year, 6%, 1/01/24 - 8/01/35 . . . . .	United States	464,877	531,017
FHLMC Gold Pools, 30 Year, 6.5%, 12/01/23 - 5/01/35 . . . . .	United States	165,511	186,577
FHLMC Gold Pools, 30 Year, 7%, 4/01/24 - 9/01/31 . . . . .	United States	56,510	61,557
FHLMC Gold Pools, 30 Year, 7.5%, 12/01/22 . . . . .	United States	55	55
FHLMC Gold Pools, 30 Year, 8%, 5/01/22 . . . . .	United States	224	228
FHLMC Gold Pools, 30 Year, 8.5%, 7/01/31 . . . . .	United States	119,691	136,626
FHLMC Pool, 15 Year, 2%, 9/01/36 . . . . .	United States	3,971,438	4,094,683



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

	Country	Principal Amount <sup>a</sup>	Value
<b>Mortgage-Backed Securities (continued)</b>			
<b>Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate (continued)</b>			
FHLMC Pool, 15 Year, 2%, 10/01/35	United States	8,645,243	\$8,968,707
FHLMC Pool, 30 Year, 2%, 11/01/50	United States	2,396,392	2,421,093
FHLMC Pool, 30 Year, 2%, 1/01/51	United States	5,652,075	5,692,783
FHLMC Pool, 30 Year, 2.5%, 10/01/50	United States	7,390,075	7,706,442
FHLMC Pool, 30 Year, 2.5%, 12/01/50	United States	5,503,393	5,711,153
FHLMC Pool, 30 Year, 2.5%, 7/01/51	United States	12,643,703	13,051,727
FHLMC Pool, 30 Year, 3%, 8/01/50	United States	5,135,594	5,483,674
FHLMC Pool, 30 Year, 4%, 11/01/45	United States	11,808,502	12,883,421
FHLMC Pool, 30 Year, 4.5%, 1/01/49	United States	3,703,583	4,106,618
			81,291,608
<sup>b</sup> <b>Federal National Mortgage Association (FNMA) Adjustable Rate 2.5%</b>			
FNMA, 2.184%, (12-month USD LIBOR +/- MBS Margin), 9/01/37	United States	6,451,636	6,841,626
FNMA, 1.05% - 2.505%, (6-month USD LIBOR +/- MBS Margin), 6/01/23 - 3/01/37	United States	458,716	465,974
FNMA, 1.293% - 2.49%, (12-month average of 1-year CMT +/- MBS Margin), 9/01/35 - 10/01/44	United States	187,912	191,898
FNMA, 1.424% - 2.442%, (12-month USD LIBOR +/- MBS Margin), 1/01/32 - 4/01/41	United States	8,192,050	8,590,178
FNMA, 1.513% - 5.205%, (COFI 11th District +/- MBS Margin), 6/01/25 - 6/01/38	United States	71,740	74,225
FNMA, 1.726% - 5.109%, (1-year CMT T-Note +/- MBS Margin), 12/01/22 - 12/01/40	United States	4,620,434	4,865,728
			21,029,629
<b>Federal National Mortgage Association (FNMA) Fixed Rate 20.8%</b>			
FNMA, 2.64%, 7/01/25	United States	2,358,767	2,493,736
FNMA, 2.77%, 4/01/25	United States	3,500,000	3,713,704
FNMA, 3.28%, 7/01/27	United States	4,000,000	4,396,549
FNMA, 3.51%, 8/01/23	United States	3,000,000	3,126,467
FNMA, 5.5%, 4/01/34	United States	528,518	572,450
FNMA, 15 Year, 2%, 9/01/35	United States	6,307,399	6,548,208
FNMA, 15 Year, 5.5%, 1/01/25	United States	154,390	159,459
FNMA, 30 Year, 2%, 8/01/51	United States	8,305,139	8,336,322
FNMA, 30 Year, 2.5%, 7/01/51	United States	15,913,214	16,426,748
FNMA, 30 Year, 2.5%, 8/01/51	United States	10,965,796	11,319,672
FNMA, 30 Year, 2.5%, 9/01/51	United States	23,897,009	24,668,187
FNMA, 30 Year, 3%, 12/01/42	United States	74,942	79,405
FNMA, 30 Year, 3%, 7/01/50	United States	10,198,814	10,823,612
FNMA, 30 Year, 3%, 8/01/50	United States	14,040,278	14,903,180
FNMA, 30 Year, 3%, 7/01/51	United States	5,598,489	5,879,452
<sup>c</sup> FNMA, 30 Year, 3%, 9/01/51	United States	23,848,460	25,103,399
FNMA, 30 Year, 3.5%, 7/01/45	United States	13,033,740	14,064,453
FNMA, 30 Year, 4%, 1/01/41 - 8/01/41	United States	3,074,877	3,386,145
FNMA, 30 Year, 4.5%, 8/01/40 - 6/01/41	United States	2,718,695	3,046,944
FNMA, 30 Year, 5%, 3/01/34 - 7/01/41	United States	2,096,210	2,372,646
FNMA, 30 Year, 5.5%, 12/01/32 - 8/01/35	United States	1,200,539	1,380,725
FNMA, 30 Year, 6%, 1/01/24 - 8/01/38	United States	1,169,944	1,349,692
FNMA, 30 Year, 6.5%, 1/01/24 - 9/01/36	United States	150,619	171,305
FNMA, 30 Year, 7.5%, 4/01/23 - 8/01/25	United States	1,534	1,642
FNMA, 30 Year, 8%, 3/01/23 - 12/01/24	United States	15,131	15,365
FNMA, 30 Year, 9%, 10/01/26	United States	34,445	34,902
			164,374,369
<b>Government National Mortgage Association (GNMA) Fixed Rate 43.6%</b>			
GNMA I, 30 Year, 5%, 9/15/40	United States	10,560,369	12,127,830
GNMA I, 30 Year, 5.5%, 3/15/32 - 2/15/38	United States	324,998	377,206

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

	Country	Principal Amount*	Value
<b>Mortgage-Backed Securities</b> (continued)			
<b>Government National Mortgage Association (GNMA) Fixed Rate</b> (continued)			
GNMA I, 30 Year, 6%, 7/15/29 - 11/15/38 . . . . .	United States	258,570	\$299,795
GNMA I, 30 Year, 6.5%, 12/15/28 - 1/15/33 . . . . .	United States	132,274	152,986
GNMA I, 30 Year, 7%, 12/15/28 . . . . .	United States	7,687	8,713
GNMA I, 30 Year, 7.5%, 12/15/31 - 8/15/33 . . . . .	United States	137,247	158,116
GNMA I, Single-family, 30 Year, 3%, 7/15/42 . . . . .	United States	250,964	267,078
GNMA I, Single-family, 30 Year, 4%, 10/15/40 - 8/15/46 . . . . .	United States	4,578,023	5,061,514
GNMA I, Single-family, 30 Year, 4.5%, 1/15/39 - 6/15/41 . . . . .	United States	6,742,047	7,696,232
GNMA I, Single-family, 30 Year, 5.5%, 12/15/28 - 10/15/39 . . . . .	United States	2,430,473	2,775,037
GNMA I, Single-family, 30 Year, 6%, 11/15/23 - 9/15/38 . . . . .	United States	1,074,484	1,228,091
GNMA I, Single-family, 30 Year, 6.5%, 7/15/23 - 5/15/37 . . . . .	United States	587,398	658,322
GNMA I, Single-family, 30 Year, 7%, 10/15/22 - 1/15/32 . . . . .	United States	93,572	96,922
GNMA I, Single-family, 30 Year, 7.5%, 2/15/22 - 11/15/27 . . . . .	United States	28,084	28,557
GNMA I, Single-family, 30 Year, 8%, 2/15/22 - 7/15/23 . . . . .	United States	13,145	13,262
GNMA I, Single-family, 30 Year, 8.5%, 5/15/23 - 12/15/24 . . . . .	United States	14,675	14,780
GNMA II, 30 Year, 6.5%, 4/20/34 . . . . .	United States	24,434	24,608
GNMA II, Single-family, 30 Year, 2%, 8/20/51 . . . . .	United States	5,983,594	6,076,509
GNMA II, Single-family, 30 Year, 2.5%, 3/20/51 . . . . .	United States	12,670,704	13,094,509
GNMA II, Single-family, 30 Year, 2.5%, 6/20/51 . . . . .	United States	13,992,636	14,455,328
GNMA II, Single-family, 30 Year, 2.5%, 7/20/51 . . . . .	United States	5,731,493	5,917,966
GNMA II, Single-family, 30 Year, 2.5%, 8/20/51 . . . . .	United States	37,861,879	39,099,896
GNMA II, Single-family, 30 Year, 3%, 12/20/42 - 9/20/45 . . . . .	United States	4,466,713	4,712,413
GNMA II, Single-family, 30 Year, 3%, 4/20/46 . . . . .	United States	9,005,884	9,487,426
GNMA II, Single-family, 30 Year, 3%, 3/20/51 . . . . .	United States	20,760,551	21,722,812
GNMA II, Single-family, 30 Year, 3%, 4/20/51 . . . . .	United States	11,953,486	12,507,536
GNMA II, Single-family, 30 Year, 3%, 7/20/51 . . . . .	United States	20,848,080	21,814,398
GNMA II, Single-family, 30 Year, 3%, 8/20/51 . . . . .	United States	7,697,765	8,070,460
GNMA II, Single-family, 30 Year, 3%, 9/20/51 . . . . .	United States	19,000,000	19,942,004
GNMA II, Single-family, 30 Year, 3.5%, 12/20/40 - 10/20/47 . . . . .	United States	17,114,231	18,474,800
GNMA II, Single-family, 30 Year, 3.5%, 9/20/42 . . . . .	United States	8,876,084	9,600,156
GNMA II, Single-family, 30 Year, 3.5%, 11/20/42 . . . . .	United States	5,398,462	5,838,100
GNMA II, Single-family, 30 Year, 3.5%, 12/20/42 . . . . .	United States	4,236,677	4,581,677
GNMA II, Single-family, 30 Year, 3.5%, 1/20/43 . . . . .	United States	7,168,188	7,751,755
GNMA II, Single-family, 30 Year, 3.5%, 5/20/43 . . . . .	United States	5,795,992	6,267,449
GNMA II, Single-family, 30 Year, 3.5%, 5/20/47 . . . . .	United States	14,925,814	15,813,884
GNMA II, Single-family, 30 Year, 3.5%, 9/20/47 . . . . .	United States	26,021,417	27,594,743
GNMA II, Single-family, 30 Year, 3.5%, 11/20/47 . . . . .	United States	6,937,724	7,351,133
GNMA II, Single-family, 30 Year, 4%, 11/20/39 - 2/20/44 . . . . .	United States	9,690,426	10,626,125
GNMA II, Single-family, 30 Year, 4.5%, 10/20/39 - 10/20/44 . . . . .	United States	12,948,295	14,447,311
GNMA II, Single-family, 30 Year, 5%, 9/20/33 - 6/20/44 . . . . .	United States	5,483,300	6,240,000
GNMA II, Single-family, 30 Year, 5.5%, 5/20/34 - 6/20/38 . . . . .	United States	2,319,199	2,712,170
GNMA II, Single-family, 30 Year, 6%, 11/20/23 - 7/20/39 . . . . .	United States	1,528,578	1,789,786
GNMA II, Single-family, 30 Year, 6.5%, 12/20/27 - 4/20/32 . . . . .	United States	214,953	248,342
GNMA II, Single-family, 30 Year, 7%, 5/20/32 . . . . .	United States	4,640	5,408
GNMA II, Single-family, 30 Year, 7.5%, 9/20/22 - 11/20/26 . . . . .	United States	24,359	26,288
GNMA II, Single-family, 30 Year, 8%, 8/20/26 . . . . .	United States	2,211	2,450
			347,261,883
<b>Total Mortgage-Backed Securities (Cost \$614,401,460)</b> . . . . .			<b>620,290,575</b>
<b>Total Long Term Investments (Cost \$749,460,188)</b> . . . . .			<b>760,029,262</b>

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

**Short Term Investments 4.6%**

	Principal Amount <sup>*</sup>	Value
<b>Repurchase Agreements 4.6%</b>		
<sup>d</sup> Joint Repurchase Agreement, 0.028%, 10/01/21 (Maturity Value \$36,378,701)		
BNP Paribas Securities Corp. (Maturity Value \$22,470,033)		
Deutsche Bank Securities, Inc. (Maturity Value \$4,421,467)		
HSBC Securities (USA), Inc. (Maturity Value \$9,487,201)		
Collateralized by U.S. Government Agency Securities, 2.5% - 4%, 4/20/27 - 4/20/51; and U.S. Treasury Notes, 0.25% - 2%, 6/30/25 - 8/15/25 (valued at \$37,114,164) . . . . .	36,378,672	\$36,378,672
<b>Total Repurchase Agreements (Cost \$36,378,672) . . . . .</b>		<b>36,378,672</b>
<b>Total Short Term Investments (Cost \$36,378,672) . . . . .</b>		<b>36,378,672</b>
<b>Total Investments (Cost \$785,838,860) 100.1% . . . . .</b>		<b>\$796,407,934</b>
<b>Other Assets, less Liabilities (0.1)% . . . . .</b>		<b>(340,469)</b>
<b>Net Assets 100.0% . . . . .</b>		<b>\$796,067,465</b>

See Abbreviations on page 167 .

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

<sup>a</sup>Principal amount of security is adjusted for inflation.

<sup>b</sup>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).

<sup>c</sup>A portion or all of the security purchased on a delayed delivery basis.

<sup>d</sup>Investment is through participation in a joint account with other funds managed by the investment manager or an affiliate of the investment manager. At September 30, 2021, all repurchase agreements had been entered into on that date.

## Statement of Investments (unaudited), September 30, 2021

## Franklin VolSmart Allocation VIP Fund

	Shares	Value
<b>Common Stocks 63.5%</b>		
<b>Aerospace &amp; Defense 1.8%</b>		
BWX Technologies, Inc. . . . .	525	\$28,277
General Dynamics Corp. . . . .	4,868	954,274
Huntington Ingalls Industries, Inc. . . . .	413	79,734
Lockheed Martin Corp. . . . .	1,618	558,372
Northrop Grumman Corp. . . . .	1,082	389,682
Raytheon Technologies Corp. . . . .	18,745	1,611,320
		<hr/> 3,621,659
<b>Air Freight &amp; Logistics 1.1%</b>		
CH Robinson Worldwide, Inc. . . . .	1,497	130,239
Expeditors International of Washington, Inc. . . . .	1,861	221,701
United Parcel Service, Inc., B . . . . .	10,256	1,867,618
		<hr/> 2,219,558
<b>Auto Components 0.0%†</b>		
Gentex Corp. . . . .	2,834	93,465
<b>Banks 0.5%</b>		
JPMorgan Chase & Co. . . . .	5,935	971,500
People's United Financial, Inc. . . . .	1,938	33,857
		<hr/> 1,005,357
<b>Beverages 1.3%</b>		
<sup>a</sup> Boston Beer Co., Inc. (The), A. . . . .	54	27,527
Brown-Forman Corp., A. . . . .	495	31,022
Coca-Cola Co. (The). . . . .	11,181	586,667
<sup>a</sup> Monster Beverage Corp. . . . .	3,669	325,917
PepsiCo, Inc. . . . .	10,979	1,651,351
		<hr/> 2,622,484
<b>Biotechnology 2.0%</b>		
AbbVie, Inc. . . . .	11,951	1,289,154
Amgen, Inc. . . . .	2,598	552,465
<sup>a</sup> Biogen, Inc. . . . .	1,629	460,991
Gilead Sciences, Inc. . . . .	9,351	653,167
<sup>a</sup> Moderna, Inc. . . . .	951	366,002
<sup>a</sup> Regeneron Pharmaceuticals, Inc. . . . .	716	433,309
<sup>a</sup> United Therapeutics Corp. . . . .	115	21,227
<sup>a</sup> Vertex Pharmaceuticals, Inc. . . . .	1,577	286,052
		<hr/> 4,062,367
<b>Building Products 1.1%</b>		
A O Smith Corp. . . . .	805	49,161
Allegion plc. . . . .	612	80,894
Carlisle Cos., Inc. . . . .	2,860	568,539
Johnson Controls International plc. . . . .	17,892	1,218,087
Lennox International, Inc. . . . .	279	82,074
Trane Technologies plc . . . . .	1,016	175,413
<sup>a</sup> Trex Co., Inc. . . . .	675	68,803
		<hr/> 2,242,971
<b>Capital Markets 1.4%</b>		
Evercore, Inc., A . . . . .	233	31,145
FactSet Research Systems, Inc. . . . .	393	155,149
Invesco Ltd. . . . .	3,182	76,718
Jefferies Financial Group, Inc. . . . .	1,253	46,524
Lazard Ltd., A . . . . .	1,099	50,334
Moody's Corp. . . . .	1,313	466,259

**Franklin VolSmart Allocation VIP Fund (continued)**

	Shares	Value
<b>Common Stocks (continued)</b>		
<b>Capital Markets (continued)</b>		
Nasdaq, Inc. . . . .	4,370	\$843,497
S&P Global, Inc. . . . .	1,629	692,146
SEI Investments Co. . . . .	1,065	63,155
T Rowe Price Group, Inc. . . . .	1,590	312,753
		2,737,680
<b>Chemicals 4.0%</b>		
Air Products and Chemicals, Inc. . . . .	8,237	2,109,578
Albemarle Corp. . . . .	7,210	1,578,774
Celanese Corp. . . . .	932	140,397
Dow, Inc. . . . .	1,940	111,666
Eastman Chemical Co. . . . .	1,156	116,456
Ecolab, Inc. . . . .	4,660	972,169
Huntsman Corp. . . . .	1,160	34,324
Linde plc. . . . .	7,300	2,141,674
LyondellBasell Industries NV, A . . . . .	3,231	303,229
NewMarket Corp. . . . .	77	26,085
Sherwin-Williams Co. (The) . . . . .	1,500	419,595
Valvoline, Inc. . . . .	1,371	42,748
		7,996,695
<b>Commercial Services &amp; Supplies 1.0%</b>		
Cintas Corp. . . . .	4,030	1,534,060
<sup>a</sup> Copart, Inc. . . . .	2,152	298,525
Rollins, Inc. . . . .	2,442	86,276
		1,918,861
<b>Communications Equipment 0.6%</b>		
<sup>a</sup> Arista Networks, Inc. . . . .	326	112,027
Cisco Systems, Inc. . . . .	11,687	636,123
<sup>a</sup> F5 Networks, Inc. . . . .	630	125,231
Motorola Solutions, Inc. . . . .	1,661	385,884
		1,259,265
<b>Construction &amp; Engineering 0.0%<sup>†</sup></b>		
Quanta Services, Inc. . . . .	358	40,748
<b>Construction Materials 0.0%<sup>†</sup></b>		
Eagle Materials, Inc. . . . .	106	13,903
<b>Consumer Finance 0.0%<sup>†</sup></b>		
Synchrony Financial . . . . .	1,542	75,373
<b>Containers &amp; Packaging 0.2%</b>		
Arcor plc . . . . .	4,074	47,218
Avery Dennison Corp. . . . .	502	104,019
International Paper Co. . . . .	1,829	102,278
Packaging Corp. of America . . . . .	918	126,170
Silgan Holdings, Inc. . . . .	215	8,247
Sonoco Products Co. . . . .	1,015	60,474
		448,406
<b>Distributors 0.1%</b>		
Genuine Parts Co. . . . .	368	44,612
Pool Corp. . . . .	436	189,403
		234,015

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Franklin VolSmart Allocation VIP Fund** (continued)

	Shares	Value
<b>Common Stocks</b> (continued)		
<b>Diversified Consumer Services 0.0%†</b>		
<sup>a</sup> Grand Canyon Education, Inc. . . . .	257	\$22,606
H&R Block, Inc. . . . .	2,264	56,600
		<u>79,206</u>
<b>Diversified Telecommunication Services 0.6%</b>		
AT&T, Inc. . . . .	21,006	567,372
Lumen Technologies, Inc. . . . .	4,540	56,251
Verizon Communications, Inc. . . . .	10,944	591,085
		<u>1,214,708</u>
<b>Electric Utilities 0.7%</b>		
Alliant Energy Corp. . . . .	2,286	127,970
American Electric Power Co., Inc. . . . .	3,166	257,016
Evergy, Inc. . . . .	1,871	116,376
Hawaiian Electric Industries, Inc. . . . .	1,057	43,157
OGE Energy Corp. . . . .	516	17,007
Southern Co. (The) . . . . .	8,677	537,714
Xcel Energy, Inc. . . . .	3,389	211,813
		<u>1,311,053</u>
<b>Electrical Equipment 0.9%</b>		
Acuity Brands, Inc. . . . .	90	15,603
Eaton Corp. plc. . . . .	1,695	253,080
Emerson Electric Co. . . . .	6,073	572,077
<sup>a</sup> Generac Holdings, Inc. . . . .	350	143,035
Hubbell, Inc. . . . .	234	42,277
nVent Electric plc . . . . .	12,600	407,358
Rockwell Automation, Inc. . . . .	1,280	376,371
		<u>1,809,801</u>
<b>Entertainment 0.3%</b>		
Activision Blizzard, Inc. . . . .	4,271	330,533
Electronic Arts, Inc. . . . .	1,628	231,583
World Wrestling Entertainment, Inc., A. . . . .	119	6,695
		<u>568,811</u>
<b>Equity Real Estate Investment Trusts (REITs) 0.7%</b>		
CoreSite Realty Corp. . . . .	224	31,033
CubeSmart . . . . .	513	24,855
Extra Space Storage, Inc. . . . .	561	94,242
Life Storage, Inc. . . . .	196	22,489
National Retail Properties, Inc. . . . .	1,836	79,297
Public Storage . . . . .	1,864	553,794
Realty Income Corp. . . . .	3,432	222,599
SL Green Realty Corp. . . . .	197	13,955
Spirit Realty Capital, Inc. . . . .	1,121	51,611
STORE Capital Corp. . . . .	2,221	71,139
VICI Properties, Inc. . . . .	2,321	65,940
WP Carey, Inc. . . . .	1,618	118,179
		<u>1,349,133</u>
<b>Food &amp; Staples Retailing 1.5%</b>		
Casey's General Stores, Inc. . . . .	356	67,088
Costco Wholesale Corp. . . . .	1,634	734,238
Kroger Co. (The) . . . . .	6,574	265,787
Walgreens Boots Alliance, Inc. . . . .	7,143	336,078

**Franklin VolSmart Allocation VIP Fund (continued)**

	Shares	Value
<b>Common Stocks (continued)</b>		
<b>Food &amp; Staples Retailing (continued)</b>		
Walmart, Inc. . . . .	10,843	\$1,511,297
		<u>2,914,488</u>
<b>Food Products 1.2%</b>		
Archer-Daniels-Midland Co. . . . .	1,437	86,234
Bunge Ltd. . . . .	354	28,787
Campbell Soup Co. . . . .	1,134	47,413
Conagra Brands, Inc. . . . .	1,194	40,441
Flowers Foods, Inc. . . . .	2,011	47,520
General Mills, Inc. . . . .	6,684	399,837
Hershey Co. (The) . . . . .	1,752	296,526
Hormel Foods Corp. . . . .	3,037	124,517
Ingredion, Inc. . . . .	665	59,192
J M Smucker Co. (The) . . . . .	1,016	121,950
Kellogg Co. . . . .	2,200	140,624
McCormick & Co., Inc. . . . .	10,000	810,300
Tyson Foods, Inc., A . . . . .	2,914	230,031
		<u>2,433,372</u>
<b>Gas Utilities 0.1%</b>		
Atmos Energy Corp. . . . .	1,143	100,813
National Fuel Gas Co. . . . .	239	12,552
UGI Corp. . . . .	547	23,313
		<u>136,678</u>
<b>Health Care Equipment &amp; Supplies 4.9%</b>		
Abbott Laboratories. . . . .	11,860	1,401,022
Becton Dickinson and Co. . . . .	6,100	1,499,502
<sup>a</sup> IDEXX Laboratories, Inc. . . . .	450	279,855
Medtronic plc . . . . .	14,200	1,779,970
<sup>a</sup> Quidel Corp. . . . .	201	28,371
ResMed, Inc. . . . .	1,445	380,830
Stryker Corp. . . . .	9,200	2,426,224
West Pharmaceutical Services, Inc. . . . .	5,045	2,141,804
		<u>9,937,578</u>
<b>Health Care Providers &amp; Services 1.6%</b>		
Cardinal Health, Inc. . . . .	774	38,282
Chemed Corp. . . . .	153	71,163
CVS Health Corp. . . . .	6,739	571,872
Humana, Inc. . . . .	719	279,799
<sup>a</sup> Laboratory Corp. of America Holdings . . . . .	249	70,079
Premier, Inc., A . . . . .	711	27,558
Quest Diagnostics, Inc. . . . .	593	86,169
UnitedHealth Group, Inc. . . . .	5,041	1,969,720
		<u>3,114,642</u>
<b>Health Care Technology 0.2%</b>		
Cerner Corp. . . . .	2,902	204,649
<sup>a</sup> Veeva Systems, Inc., A . . . . .	758	218,433
		<u>423,082</u>
<b>Hotels, Restaurants &amp; Leisure 0.9%</b>		
McDonald's Corp. . . . .	7,623	1,837,982
<b>Household Durables 0.4%</b>		
DR Horton, Inc. . . . .	2,236	187,757
Garmin Ltd. . . . .	1,562	242,828

**Franklin VolSmart Allocation VIP Fund** (continued)

	Shares	Value
<b>Common Stocks</b> (continued)		
<b>Household Durables</b> (continued)		
Lennar Corp., A. . . . .	703	\$65,857
<sup>a</sup> NVR, Inc. . . . .	33	158,205
PulteGroup, Inc. . . . .	2,132	97,901
Whirlpool Corp. . . . .	160	32,618
		<u>785,166</u>
<b>Household Products 1.5%</b>		
Church & Dwight Co., Inc. . . . .	2,569	212,122
Clorox Co. (The) . . . . .	1,513	250,568
Colgate-Palmolive Co. . . . .	9,100	687,778
Kimberly-Clark Corp. . . . .	935	123,832
Procter & Gamble Co. (The) . . . . .	11,864	1,658,587
		<u>2,932,887</u>
<b>Industrial Conglomerates 2.8%</b>		
3M Co. . . . .	3,045	534,154
Honeywell International, Inc. . . . .	10,527	2,234,672
Roper Technologies, Inc. . . . .	6,540	2,917,690
		<u>5,686,516</u>
<b>Insurance 0.4%</b>		
Assured Guaranty Ltd. . . . .	190	8,894
Erie Indemnity Co., A. . . . .	2,520	449,618
Old Republic International Corp. . . . .	745	17,232
Progressive Corp. (The) . . . . .	3,508	317,088
		<u>792,832</u>
<b>Interactive Media &amp; Services 0.8%</b>		
<sup>a</sup> Alphabet, Inc., A. . . . .	133	355,578
<sup>a</sup> Alphabet, Inc., C. . . . .	127	338,494
<sup>a</sup> Facebook, Inc., A. . . . .	1,881	638,393
<sup>a</sup> Match Group, Inc. . . . .	1,291	202,674
		<u>1,535,139</u>
<b>Internet &amp; Direct Marketing Retail 0.1%</b>		
eBay, Inc. . . . .	3,121	217,440
Qurate Retail, Inc., A. . . . .	1,796	18,301
		<u>235,741</u>
<b>IT Services 4.0%</b>		
Accenture plc, A. . . . .	10,741	3,436,261
<sup>a</sup> Akamai Technologies, Inc. . . . .	893	93,399
Amdocs Ltd. . . . .	1,412	106,902
Automatic Data Processing, Inc. . . . .	3,154	630,548
Cognizant Technology Solutions Corp., A. . . . .	4,846	359,622
<sup>a</sup> EPAM Systems, Inc. . . . .	144	82,149
International Business Machines Corp. . . . .	4,301	597,538
Jack Henry & Associates, Inc. . . . .	803	131,740
Mastercard, Inc., A. . . . .	1,715	596,271
Paychex, Inc. . . . .	3,657	411,230
Visa, Inc., A. . . . .	7,380	1,643,895
		<u>8,089,555</u>
<b>Leisure Products 0.0%†</b>		
Brunswick Corp. . . . .	205	19,530



**Franklin VolSmart Allocation VIP Fund** (continued)

	Shares	Value
<b>Common Stocks</b> (continued)		
<b>Leisure Products</b> (continued)		
Polaris, Inc. ....	153	\$18,308
		37,838
<b>Life Sciences Tools &amp; Services 0.7%</b>		
<sup>a</sup> Bio-Rad Laboratories, Inc., A. ....	91	67,881
<sup>a</sup> Mettler-Toledo International, Inc. ....	256	352,604
Thermo Fisher Scientific, Inc. ....	1,317	752,442
<sup>a</sup> Waters Corp. ....	370	132,201
		1,305,128
<b>Machinery 1.9%</b>		
Allison Transmission Holdings, Inc. ....	964	34,048
Cummins, Inc. ....	1,605	360,419
Donaldson Co., Inc. ....	6,830	392,110
Dover Corp. ....	6,944	1,079,792
Graco, Inc. ....	1,730	121,048
Illinois Tool Works, Inc. ....	2,667	551,082
Lincoln Electric Holdings, Inc. ....	328	42,243
PACCAR, Inc. ....	2,543	200,694
Pentair plc ....	11,000	798,930
Snap-on, Inc. ....	490	102,386
Toro Co. (The) ....	1,181	115,041
		3,797,793
<b>Media 0.5%</b>		
Comcast Corp., A ....	10,782	603,037
Fox Corp., A ....	821	32,930
Interpublic Group of Cos., Inc. (The) ....	3,592	131,719
Omnicom Group, Inc. ....	2,265	164,122
		931,808
<b>Metals &amp; Mining 0.3%</b>		
Newmont Corp. ....	4,415	239,734
Nucor Corp. ....	2,404	236,770
Reliance Steel & Aluminum Co. ....	461	65,656
Southern Copper Corp. ....	373	20,940
Steel Dynamics, Inc. ....	1,806	105,615
		668,715
<b>Multiline Retail 1.4%</b>		
Dollar General Corp. ....	2,495	529,290
Target Corp. ....	10,364	2,370,972
		2,900,262
<b>Multi-Utilities 0.7%</b>		
Ameren Corp. ....	2,023	163,863
Consolidated Edison, Inc. ....	3,239	235,119
Dominion Energy, Inc. ....	6,045	441,406
Public Service Enterprise Group, Inc. ....	5,137	312,843
WEC Energy Group, Inc. ....	1,728	152,410
		1,305,641
<b>Oil, Gas &amp; Consumable Fuels 0.7%</b>		
Cabot Oil & Gas Corp. ....	3,457	75,224
Chevron Corp. ....	5,690	577,251
EOG Resources, Inc. ....	4,530	363,623

**Franklin VolSmart Allocation VIP Fund** (continued)

	Shares	Value
<b>Common Stocks</b> (continued)		
<b>Oil, Gas &amp; Consumable Fuels</b> (continued)		
Exxon Mobil Corp.....	5,600	\$329,392
		<u>1,345,490</u>
<b>Paper &amp; Forest Products 0.0%<sup>†</sup></b>		
Louisiana-Pacific Corp.....	304	18,656
<b>Personal Products 0.3%</b>		
Estee Lauder Cos., Inc. (The), A.....	2,017	604,959
<b>Pharmaceuticals 2.7%</b>		
Bristol-Myers Squibb Co.....	9,407	556,612
Eli Lilly & Co.....	3,095	715,100
<sup>a</sup> Jazz Pharmaceuticals plc.....	158	20,573
Johnson & Johnson.....	10,753	1,736,610
Merck & Co., Inc.....	8,543	641,665
Organon & Co.....	771	25,281
Pfizer, Inc.....	28,297	1,217,054
Zoetis, Inc.....	2,582	501,269
		<u>5,414,164</u>
<b>Professional Services 0.1%</b>		
Booz Allen Hamilton Holding Corp.....	1,082	85,857
<sup>a</sup> FTI Consulting, Inc.....	191	25,728
ManpowerGroup, Inc.....	140	15,159
Robert Half International, Inc.....	1,365	136,950
		<u>263,694</u>
<b>Road &amp; Rail 1.0%</b>		
AMERCO.....	23	14,859
JB Hunt Transport Services, Inc.....	2,608	436,110
Landstar System, Inc.....	409	64,548
Norfolk Southern Corp.....	3,400	813,450
Old Dominion Freight Line, Inc.....	730	208,765
Schneider National, Inc., B.....	328	7,459
Union Pacific Corp.....	2,751	539,223
		<u>2,084,414</u>
<b>Semiconductors &amp; Semiconductor Equipment 5.0%</b>		
Analog Devices, Inc.....	14,841	2,485,571
Applied Materials, Inc.....	4,476	576,195
Intel Corp.....	10,823	576,649
KLA Corp.....	1,642	549,265
Lam Research Corp.....	951	541,262
Monolithic Power Systems, Inc.....	252	122,139
NVIDIA Corp.....	3,804	788,037
QUALCOMM, Inc.....	4,595	592,663
Skyworks Solutions, Inc.....	1,943	320,168
Teradyne, Inc.....	696	75,982
Texas Instruments, Inc.....	15,257	2,932,548
Xilinx, Inc.....	2,609	393,933
		<u>9,954,412</u>
<b>Software 4.7%</b>		
<sup>a</sup> Adobe, Inc.....	1,225	705,257
<sup>a</sup> Aspen Technology, Inc.....	599	73,557
<sup>a</sup> Fair Isaac Corp.....	153	60,883
<sup>a</sup> Fortinet, Inc.....	786	229,543
Intuit, Inc.....	1,408	759,630

Franklin VolSmart Allocation VIP Fund (continued)

	Shares	Value
<b>Common Stocks (continued)</b>		
<b>Software (continued)</b>		
Microsoft Corp. . . . .	23,876	\$6,731,122
Oracle Corp. . . . .	7,851	684,058
<sup>a</sup> VMware, Inc., A. . . . .	416	61,859
<sup>a</sup> Zoom Video Communications, Inc., A . . . . .	559	146,179
		9,452,088
<b>Specialty Retail 2.1%</b>		
<sup>a</sup> AutoNation, Inc. . . . .	136	16,559
<sup>a</sup> AutoZone, Inc. . . . .	215	365,068
Best Buy Co., Inc. . . . .	2,637	278,757
Dick's Sporting Goods, Inc. . . . .	188	22,517
Foot Locker, Inc. . . . .	1,250	57,075
Lowe's Cos., Inc. . . . .	7,200	1,460,592
<sup>a</sup> O'Reilly Automotive, Inc. . . . .	772	471,738
Penske Automotive Group, Inc. . . . .	86	8,652
Ross Stores, Inc. . . . .	9,700	1,055,845
Tractor Supply Co. . . . .	1,317	266,837
Williams-Sonoma, Inc. . . . .	902	159,952
		4,163,592
<b>Technology Hardware, Storage &amp; Peripherals 0.7%</b>		
Apple, Inc. . . . .	4,961	701,982
Hewlett Packard Enterprise Co. . . . .	3,366	47,965
HP, Inc. . . . .	16,336	446,953
NetApp, Inc. . . . .	2,445	219,463
Xerox Holdings Corp. . . . .	886	17,871
		1,434,234
<b>Textiles, Apparel &amp; Luxury Goods 0.8%</b>		
Carter's, Inc. . . . .	434	42,202
NIKE, Inc., B. . . . .	10,700	1,553,961
		1,596,163
<b>Thrifts &amp; Mortgage Finance 0.0%<sup>†</sup></b>		
New York Community Bancorp, Inc. . . . .	1,157	14,891
<b>Tobacco 0.6%</b>		
Altria Group, Inc. . . . .	12,560	571,731
Philip Morris International, Inc. . . . .	6,411	607,699
		1,179,430
<b>Trading Companies &amp; Distributors 0.6%</b>		
Fastenal Co. . . . .	6,675	344,497
MSC Industrial Direct Co., Inc., A. . . . .	468	37,529
Watsco, Inc. . . . .	341	90,235
WW Grainger, Inc. . . . .	2,048	804,987
		1,277,248
<b>Total Common Stocks (Cost \$75,014,241)</b> . . . . .		<b>127,531,797</b>
<b>Investments In Underlying Funds and Exchange Traded Funds</b>		
<b>34.2%</b>		
<b>Domestic Fixed Income 22.1%</b>		
<sup>b</sup> Franklin Liberty U.S. Core Bond ETF . . . . .	1,105,450	27,967,885
<sup>b</sup> Franklin Low Duration Total Return Fund, Class R6 . . . . .	915,965	8,839,060

**Franklin VolSmart Allocation VIP Fund** (continued)

	Shares	Value
<b>Investments In Underlying Funds and Exchange Traded Funds</b> (continued)		
<sup>b</sup> Franklin Strategic Income Fund, Class R6 .....	798,398	\$7,592,762
		<u>44,399,707</u>
<b>Domestic Hybrid 8.7%</b>		
<sup>b</sup> Franklin Income VIP Fund, Class 1 .....	1,051,803	17,375,779
<b>Foreign Equity 3.4%</b>		
iShares Core MSCI EAFE ETF .....	91,662	6,805,903
<b>Total Investments In Underlying Funds and Exchange Traded Funds (Cost \$69,153,359)</b> .....		<u>68,581,389</u>
<b>Total Long Term Investments (Cost \$144,167,600)</b> .....		<u>196,113,186</u>
<b>Short Term Investments 2.4%</b>		
<b>Money Market Funds 2.4%</b>		
<sup>b,c</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% .....	4,872,450	4,872,450
<b>Total Money Market Funds (Cost \$4,872,450)</b> .....		<u>4,872,450</u>
<b>Total Short Term Investments (Cost \$4,872,450)</b> .....		<u>4,872,450</u>
<b>Total Investments (Cost \$149,040,050) 100.1%</b> .....		<u>\$200,985,636</u>
<b>Other Assets, less Liabilities (0.1%)</b> .....		<u>(215,765)</u>
<b>Net Assets 100.0%</b> .....		<u>\$200,769,871</u>

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

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

<sup>b</sup>See Note 8 regarding investments in FT Underlying Funds.

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

At September 30, 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)
<b>OTC Swap Contracts</b>						
<b>Long</b>						
Dynamic VIX Backwardation (BEFSDVB1 Index) . . . . .	-	Monthly	BZWS	11/30/21	4,200,000	\$ (57)
<b>Total Return Swap Contracts</b> .....						<u>\$ (57)</u>

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

See Abbreviations on page 167 .

## Statement of Investments (unaudited), September 30, 2021

## Templeton Developing Markets VIP Fund

	Industry	Shares	Value
<b>Common Stocks 96.9%</b>			
<b>Brazil 2.7%</b>			
<sup>a</sup> Americanas SA . . . . .	Internet & Direct Marketing Retail	261,429	\$1,483,544
B3 SA - Brasil Bolsa Balcao . . . . .	Capital Markets	1,063,735	2,487,196
<sup>a</sup> M Dias Branco SA . . . . .	Food Products	106,200	643,979
Vale SA . . . . .	Metals & Mining	266,919	3,734,818
			8,349,537
<b>Cambodia 0.4%</b>			
NagaCorp Ltd. . . . .	Hotels, Restaurants & Leisure	1,371,750	1,170,310
<b>China 28.3%</b>			
<sup>a</sup> Alibaba Group Holding Ltd. . . . .	Internet & Direct Marketing Retail	1,043,292	19,315,322
<sup>b</sup> BAIC Motor Corp. Ltd., H, 144A, Reg S	Automobiles	1,686,100	582,453
<sup>a</sup> Baidu, Inc., ADR . . . . .	Interactive Media & Services	12,214	1,877,902
<sup>a,c</sup> Brilliance China Automotive Holdings Ltd. . . . .	Automobiles	7,756,600	3,341,723
China Merchants Bank Co. Ltd., A . . . . .	Banks	464,411	3,618,406
China Merchants Bank Co. Ltd., H . . . . .	Banks	421,159	3,351,624
China Resources Cement Holdings Ltd. . . . .	Construction Materials	3,360,915	3,230,487
China Resources Land Ltd. . . . .	Real Estate Management & Development	721,212	3,035,311
COSCO SHIPPING Ports Ltd. . . . .	Transportation Infrastructure	306,259	264,507
<sup>a</sup> Daqo New Energy Corp., ADR . . . . .	Semiconductors & Semiconductor Equipment	57,815	3,295,455
<sup>b</sup> Greentown Service Group Co. Ltd., Reg S . . . . .	Real Estate Management & Development	165,900	179,985
Guangzhou Tinci Materials Technology Co. Ltd., A . . . . .	Chemicals	186,918	4,385,194
Health & Happiness H&H International Holdings Ltd. . . . .	Food Products	455,300	1,085,510
Keshun Waterproof Technologies Co. Ltd., A . . . . .	Construction Materials	1,237,301	2,929,137
Longshine Technology Group Co. Ltd., A	Software	519,857	2,074,879
NetEase, Inc., ADR . . . . .	Entertainment	21,265	1,816,031
<sup>a</sup> New Oriental Education & Technology Group, Inc., ADR . . . . .	Diversified Consumer Services	145,755	298,798
Ping An Bank Co. Ltd., A . . . . .	Banks	802,600	2,221,161
Ping An Insurance Group Co. of China Ltd., A . . . . .	Insurance	217,358	1,624,732
Ping An Insurance Group Co. of China Ltd., H . . . . .	Insurance	109,352	747,895
<sup>a</sup> Prosus NV . . . . .	Internet & Direct Marketing Retail	50,068	4,007,323
Tencent Holdings Ltd. . . . .	Interactive Media & Services	326,864	19,513,250
<sup>a</sup> Tencent Music Entertainment Group, ADR . . . . .	Entertainment	272,398	1,974,886
Uni-President China Holdings Ltd. . . . .	Food Products	1,568,351	1,488,664
Weifu High-Technology Group Co. Ltd., B . . . . .	Auto Components	306,139	586,047
			86,846,682
<b>Hungary 0.8%</b>			
Richter Gedeon Nyrt. . . . .	Pharmaceuticals	92,414	2,526,730
<b>India 8.3%</b>			
ACC Ltd. . . . .	Construction Materials	9,600	290,701
Bajaj Holdings & Investment Ltd. . . . .	Diversified Financial Services	63,532	4,109,720
ICICI Bank Ltd. . . . .	Banks	1,579,654	14,855,065
Infosys Ltd. . . . .	IT Services	253,135	5,679,745
Tata Consultancy Services Ltd. . . . .	IT Services	7,638	387,381
			25,322,612

Templeton Developing Markets VIP Fund (continued)

	Industry	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Indonesia 0.8%</b>			
Astra International Tbk. PT . . . . .	Automobiles	5,939,400	\$2,267,709
<b>Mexico 1.7%</b>			
<sup>d</sup> Banco Santander Mexico SA Institucion de Banca Multiple Grupo Financiero Santand, ADR . . . . .	Banks	840,830	4,817,956
<sup>a,b</sup> Nemak SAB de CV, 144A, Reg S . . . . .	Auto Components	1,928,900	490,504
			5,308,460
<b>Pakistan 0.2%</b>			
Habib Bank Ltd. . . . .	Banks	1,013,500	648,107
<b>Peru 0.4%</b>			
Intercorp Financial Services, Inc. . . . .	Banks	49,450	1,104,219
			1,104,219
<b>Philippines 0.2%</b>			
BDO Unibank, Inc. . . . .	Banks	327,469	708,836
<b>Russia 8.1%</b>			
Gazprom PJSC, ADR . . . . .	Oil, Gas & Consumable Fuels	115,071	1,137,308
LUKOIL PJSC, ADR . . . . .	Oil, Gas & Consumable Fuels	85,254	8,096,945
<sup>a,b</sup> Mail.Ru Group Ltd., GDR, Reg S. . . . .	Interactive Media & Services	27,833	571,096
Sberbank of Russia PJSC, ADR . . . . .	Banks	432,289	8,059,400
<sup>a</sup> Yandex NV, A . . . . .	Interactive Media & Services	88,921	7,086,115
			24,950,864
<b>South Africa 2.0%</b>			
<sup>a</sup> Massmart Holdings Ltd. . . . .	Food & Staples Retailing	580,084	2,394,692
Naspers Ltd., N. . . . .	Internet & Direct Marketing Retail	23,127	3,822,133
			6,216,825
<b>South Korea 21.9%</b>			
Fila Holdings Corp. . . . .	Textiles, Apparel & Luxury Goods	75,091	2,676,793
KT Skylife Co. Ltd. . . . .	Media	92,351	770,649
<sup>a</sup> LegoChem Biosciences, Inc. . . . .	Life Sciences Tools & Services	20,491	835,694
LG Corp. . . . .	Industrial Conglomerates	90,582	7,050,174
NAVER Corp. . . . .	Interactive Media & Services	36,182	11,737,138
POSCO . . . . .	Metals & Mining	13,480	3,710,973
Samsung Electronics Co. Ltd. . . . .	Technology Hardware, Storage & Peripherals	531,534	32,944,586
Samsung Life Insurance Co. Ltd. . . . .	Insurance	74,406	4,563,544
Soulbrain Co. Ltd. . . . .	Chemicals	12,613	2,877,621
			67,167,172
<b>Taiwan 16.7%</b>			
Hon Hai Precision Industry Co. Ltd. . . . .	Electronic Equipment, Instruments & Components	1,108,545	4,141,113
Largan Precision Co. Ltd. . . . .	Electronic Equipment, Instruments & Components	2,850	222,223
MediaTek, Inc. . . . .	Semiconductors & Semiconductor Equipment	290,072	9,344,237
Taiwan Semiconductor Manufacturing Co. Ltd. . . . .	Semiconductors & Semiconductor Equipment	1,808,630	37,436,477
			51,144,050
<b>Thailand 1.4%</b>			
Kasikornbank PCL . . . . .	Banks	718,893	2,817,012
Kiatnakin Phatra Bank PCL . . . . .	Banks	549,194	889,183
Thai Beverage PCL . . . . .	Beverages	1,450,900	696,801
			4,402,996

Templeton Developing Markets VIP Fund (continued)

	Industry	Shares	Value
<b>Common Stocks (continued)</b>			
<b>United Kingdom 1.5%</b>			
Unilever plc. ....	Personal Products	82,875	\$4,486,218
<b>United States 1.5%</b>			
Cognizant Technology Solutions Corp., A. ....	IT Services	62,978	4,673,597
<b>Total Common Stocks (Cost \$190,933,208) .....</b>			<b>297,294,924</b>
<b>Preferred Stocks 3.1%</b>			
<b>Brazil 3.1%</b>			
<sup>a</sup> Banco Bradesco SA, ADR. ....	Banks	1,173,778	4,495,570
<sup>e</sup> Itau Unibanco Holding SA, ADR, 2.41%	Banks	926,309	4,881,648
			9,377,218
<b>Total Preferred Stocks (Cost \$11,768,016) .....</b>			<b>9,377,218</b>
<b>Escrows and Litigation Trusts 0.0%</b>			
<sup>a,c</sup> Hemisphere Properties India Ltd., Escrow Account. ....		82,304	—
<b>Total Escrows and Litigation Trusts (Cost \$—) .....</b>			<b>—</b>
<b>Total Long Term Investments (Cost \$202,701,224) .....</b>			<b>306,672,142</b>
<b>Short Term Investments 0.5%</b>			
<b>Money Market Funds 0.5%</b>			
<b>United States 0.5%</b>			
<sup>f,g</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% .....		1,464,071	1,464,071
<b>Total Money Market Funds (Cost \$1,464,071) .....</b>			<b>1,464,071</b>
<b>Investments from Cash Collateral Received for Loaned Securities 0.0%<sup>†</sup></b>			
<b>Money Market Funds 0.0%<sup>†</sup></b>			
<sup>f,g</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% .....		41,400	41,400
<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$41,400) .....</b>			<b>41,400</b>
<b>Total Short Term Investments (Cost \$1,505,471) .....</b>			<b>1,505,471</b>
<b>Total Investments (Cost \$204,206,695) 100.5% .....</b>			<b>\$308,177,613</b>
<b>Other Assets, less Liabilities (0.5)% .....</b>			<b>(1,535,261)</b>
<b>Net Assets 100.0% .....</b>			<b>\$306,642,352</b>

See Abbreviations on page 167.

**Templeton Developing Markets VIP Fund** (continued)

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

<sup>ª</sup>Non-income producing.

<sup>º</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$1,824,038, representing 0.6% of net assets.

<sup>º</sup>Fair valued using significant unobservable inputs. See Note 10 regarding fair value measurements.

<sup>º</sup>A portion or all of the security is on loan at September 30, 2021.

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

<sup>†</sup>See Note 9 regarding investments in affiliated management investment companies.

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



## Statement of Investments (unaudited), September 30, 2021

## Templeton Foreign VIP Fund

	Country	Shares	Value
<b>Common Stocks 92.5%</b>			
<b>Aerospace &amp; Defense 2.5%</b>			
BAE Systems plc .....	United Kingdom	2,629,361	\$19,912,712
Dassault Aviation SA. ....	France	101,520	11,411,281
			<u>31,323,993</u>
<b>Airlines 0.9%</b>			
<sup>a</sup> International Consolidated Airlines Group SA. ....	United Kingdom	4,644,176	<u>11,086,823</u>
<b>Auto Components 2.9%</b>			
<sup>a</sup> Continental AG .....	Germany	111,315	12,083,684
Toyota Industries Corp. ....	Japan	147,500	12,136,284
Valeo .....	France	422,358	11,786,597
<sup>a</sup> Vitesco Technologies Group AG .....	Germany	863	50,980
			<u>36,057,545</u>
<b>Automobiles 5.4%</b>			
Bayerische Motoren Werke AG .....	Germany	205,138	19,482,967
Honda Motor Co. Ltd. ....	Japan	823,600	25,320,604
Isuzu Motors Ltd. ....	Japan	1,765,500	22,969,543
			<u>67,773,114</u>
<b>Banks 9.4%</b>			
ING Groep NV .....	Netherlands	1,186,686	17,251,904
Kasikornbank PCL .....	Thailand	1,860,000	7,288,487
<sup>b</sup> KB Financial Group, Inc., ADR .....	South Korea	568,206	26,370,441
Shinhan Financial Group Co. Ltd. ....	South Korea	619,076	20,907,275
Standard Chartered plc. ....	United Kingdom	4,207,691	24,594,495
<sup>b</sup> Sumitomo Mitsui Financial Group, Inc. ....	Japan	606,500	21,336,286
			<u>117,748,888</u>
<b>Beverages 0.7%</b>			
Kirin Holdings Co. Ltd. ....	Japan	438,700	<u>8,142,223</u>
<b>Biotechnology 0.3%</b>			
<sup>a</sup> Galapagos NV .....	Belgium	62,230	<u>3,264,825</u>
<b>Chemicals 1.4%</b>			
<sup>c</sup> Covestro AG, 144A, Reg S .....	Germany	256,597	<u>17,486,532</u>
<b>Construction &amp; Engineering 1.8%</b>			
Sinopec Engineering Group Co. Ltd., H. ....	China	11,734,000	5,946,550
<sup>b</sup> Taisei Corp. ....	Japan	531,500	17,030,212
			<u>22,976,762</u>
<b>Diversified Financial Services 0.7%</b>			
EXOR NV .....	Netherlands	101,772	<u>8,540,059</u>
<b>Electronic Equipment, Instruments &amp; Components 0.6%</b>			
<sup>a</sup> Landis+Gyr Group AG .....	Switzerland	120,834	<u>7,761,847</u>
<b>Energy Equipment &amp; Services 2.0%</b>			
SBM Offshore NV .....	Netherlands	1,425,593	<u>25,414,617</u>
<b>Food &amp; Staples Retailing 1.4%</b>			
Sundrug Co. Ltd. ....	Japan	557,300	<u>16,999,893</u>
<b>Health Care Providers &amp; Services 2.1%</b>			
Fresenius Medical Care AG & Co. KGaA .....	Germany	265,350	18,611,990
Sinopharm Group Co. Ltd., H .....	China	2,794,800	7,323,907
			<u>25,935,897</u>

Templeton Foreign VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Household Durables 1.7%</b>			
Sony Group Corp. ....	Japan	189,200	\$21,004,748
<b>Industrial Conglomerates 5.7%</b>			
<sup>b</sup> CK Hutchison Holdings Ltd. ....	United Kingdom	3,664,000	24,442,864
Hitachi Ltd. ....	Japan	796,900	47,145,169
			71,588,033
<b>Insurance 3.3%</b>			
AIA Group Ltd. ....	Hong Kong	2,117,000	24,354,673
Prudential plc. ....	United Kingdom	877,736	17,030,945
			41,385,618
<b>Interactive Media &amp; Services 0.3%</b>			
<sup>a</sup> Baidu, Inc., ADR. ....	China	27,630	4,248,112
<b>Internet &amp; Direct Marketing Retail 3.5%</b>			
<sup>a</sup> Alibaba Group Holding Ltd. ....	China	1,383,700	25,617,575
<sup>a,c</sup> Just Eat Takeaway.com NV, 144A, Reg S. ....	United Kingdom	251,484	18,373,639
			43,991,214
<b>IT Services 0.6%</b>			
<sup>a</sup> Amadeus IT Group SA. ....	Spain	123,646	8,132,073
<b>Machinery 1.1%</b>			
Komatsu Ltd. ....	Japan	594,400	14,234,944
<b>Media 1.6%</b>			
<sup>a</sup> Informa plc. ....	United Kingdom	1,217,196	8,950,217
Nippon Television Holdings, Inc. ....	Japan	338,900	3,826,936
TBS Holdings, Inc. ....	Japan	441,700	6,749,257
			19,526,410
<b>Metals &amp; Mining 5.0%</b>			
Alamos Gold, Inc., A. ....	Canada	1,135,752	8,177,414
ArcelorMittal SA. ....	Luxembourg	459,986	14,080,775
Sumitomo Metal Mining Co. Ltd. ....	Japan	554,300	20,043,816
Wheaton Precious Metals Corp. ....	Brazil	544,400	20,489,397
			62,791,402
<b>Multi-Utilities 1.8%</b>			
E.ON SE. ....	Germany	1,870,641	22,831,502
<b>Oil, Gas &amp; Consumable Fuels 7.6%</b>			
BP plc. ....	United Kingdom	7,699,618	35,066,736
Cenovus Energy, Inc. ....	Canada	912,844	9,201,577
Equinor ASA. ....	Norway	600,604	15,274,984
Galp Energia SGPS SA, B. ....	Portugal	565,429	6,421,861
Royal Dutch Shell plc, B. ....	Netherlands	1,333,243	29,536,868
			95,502,026
<b>Pharmaceuticals 6.7%</b>			
AstraZeneca plc. ....	United Kingdom	132,637	15,983,332
Bayer AG. ....	Germany	552,576	29,990,046
Roche Holding AG. ....	Switzerland	54,982	20,070,009
Takeda Pharmaceutical Co. Ltd. ....	Japan	563,094	18,572,405
			84,615,792

Templeton Foreign VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks (continued)</b>			
<b>Professional Services 1.0%</b>			
Adecco Group AG . . . . .	Switzerland	251,642	\$12,610,736
<b>Real Estate Management &amp; Development 2.7%</b>			
China Overseas Land & Investment Ltd. . . . .	China	4,264,000	9,649,845
CK Asset Holdings Ltd. . . . .	Hong Kong	2,910,500	16,792,822
Swire Pacific Ltd., A . . . . .	Hong Kong	1,341,000	7,934,703
			34,377,370
<b>Semiconductors &amp; Semiconductor Equipment 9.1%</b>			
Infineon Technologies AG . . . . .	Germany	590,665	24,156,098
NXP Semiconductors NV . . . . .	China	197,900	38,762,673
Taiwan Semiconductor Manufacturing Co. Ltd. . . . .	Taiwan	2,456,000	50,836,262
			113,755,033
<b>Technology Hardware, Storage &amp; Peripherals 4.4%</b>			
Samsung Electronics Co. Ltd. . . . .	South Korea	880,121	54,550,080
<b>Thriffs &amp; Mortgage Finance 2.4%</b>			
Housing Development Finance Corp. Ltd. . . . .	India	822,605	30,425,321
<b>Tobacco 1.9%</b>			
Imperial Brands plc . . . . .	United Kingdom	1,122,761	23,481,782
<b>Total Common Stocks (Cost \$954,520,835)</b> . . . . .			<b>1,159,565,214</b>
			<b>Warrants</b>
<b>Warrants 0.0%†</b>			
<b>Oil, Gas &amp; Consumable Fuels 0.0%†</b>			
<sup>a</sup> Cenovus Energy, Inc., 1/01/26 . . . . .	Canada	75,750	447,259
<b>Total Warrants (Cost \$255,280)</b> . . . . .			<b>447,259</b>
<b>Total Long Term Investments (Cost \$954,776,115)</b> . . . . .			<b>1,160,012,473</b>
<b>Short Term Investments 6.4%</b>			
	Country	Shares	Value
<b>Money Market Funds 6.0%</b>			
<sup>d,e</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	75,823,228	75,823,228
<b>Total Money Market Funds (Cost \$75,823,228)</b> . . . . .			<b>75,823,228</b>

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Templeton Foreign VIP Fund** (continued)

**Short Term Investments** (continued)

	Country	Shares	Value
<b>Investments from Cash Collateral Received for Loaned Securities 0.4%</b>			
<b>Money Market Funds 0.4%</b>			
<sup>d,e</sup> Institutional Fiduciary Trust - Money Market Portfolio, 0.01% . . . . .	United States	4,409,014	\$4,409,013
<b>Total Investments from Cash Collateral Received for Loaned Securities (Cost \$4,409,013) . . . . .</b>			<b>4,409,013</b>
<b>Total Short Term Investments (Cost \$80,232,241) . . . . .</b>			<b>80,232,241</b>
<b>Total Investments (Cost \$1,035,008,356) 98.9% . . . . .</b>			<b>\$1,240,244,714</b>
<b>Other Assets, less Liabilities 1.1% . . . . .</b>			<b>14,201,753</b>
<b>Net Assets 100.0% . . . . .</b>			<b>\$1,254,446,467</b>

See Abbreviations on page 167 .

<sup>1</sup>Rounds to less than 0.1% of net assets.

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

<sup>b</sup>A portion or all of the security is on loan at September 30, 2021.

<sup>c</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$35,860,171, representing 2.9% of net assets.

<sup>d</sup>See Note 9 regarding investments in affiliated management investment companies.

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

## Statement of Investments (unaudited), September 30, 2021

## Templeton Global Bond VIP Fund

	Principal Amount		Value
<b>Foreign Government and Agency Securities 51.2%</b>			
<b>Argentina 1.9%</b>			
<sup>a</sup> Argentina BONCER,			
Index Linked, 1.2%, 3/18/22 . . . . .	2,701,075,971	ARS	\$13,817,017
Index Linked, 1.3%, 9/20/22 . . . . .	23,305,394	ARS	118,036
Index Linked, 1.4%, 3/25/23 . . . . .	1,961,388,558	ARS	9,462,385
Index Linked, 1.45%, 8/13/23 . . . . .	116,759,904	ARS	559,475
Index Linked, 1.5%, 3/25/24 . . . . .	1,676,158,210	ARS	7,446,305
<sup>b</sup> Argentina Bonos del Tesoro Nacional en			
Pesos Badlar, FRN, 36.145%, (ARS			
BADLAR + 2%), 4/03/22 . . . . .	24,036,000	ARS	128,452
Argentina Government Bond,			
18.2%, 10/03/21 . . . . .	820,823,000	ARS	4,238,600
16%, 10/17/23 . . . . .	884,455,900	ARS	2,691,505
15.5%, 10/17/26 . . . . .	1,668,306,000	ARS	3,292,063
			41,753,838
<b>Brazil 2.2%</b>			
Brazil Notas do Tesouro Nacional,			
10%, 1/01/25 . . . . .	41,020,000	BRL	7,487,829
10%, 1/01/27 . . . . .	179,710,000	BRL	32,264,509
10%, 1/01/29 . . . . .	17,690,000	BRL	3,119,060
10%, 1/01/31 . . . . .	28,220,000	BRL	4,868,805
			47,740,203
<b>Colombia 3.5%</b>			
Colombia Government Bond,			
Senior Bond, 4.375%, 3/21/23 . . . . .	362,000,000	COP	95,400
Senior Bond, 9.85%, 6/28/27 . . . . .	576,000,000	COP	177,362
Colombia Titulos de Tesoreria,			
B, 7%, 5/04/22 . . . . .	17,524,600,000	COP	4,718,553
B, 10%, 7/24/24 . . . . .	67,868,000,000	COP	19,900,596
B, 6.25%, 11/26/25 . . . . .	32,036,000,000	COP	8,430,391
B, 7.5%, 8/26/26 . . . . .	102,403,700,000	COP	27,876,760
B, 5.75%, 11/03/27 . . . . .	22,036,000,000	COP	5,445,891
B, 6%, 4/28/28 . . . . .	29,113,600,000	COP	7,197,108
B, 7.75%, 9/18/30 . . . . .	8,450,000,000	COP	2,266,857
			76,108,918
<b>Ghana 1.7%</b>			
Ghana Government Bond,			
18.75%, 1/24/22 . . . . .	27,160,000	GHS	4,574,593
18.25%, 7/25/22 . . . . .	80,000	GHS	13,601
17.6%, 11/28/22 . . . . .	520,000	GHS	87,956
Senior Note, 18.5%, 1/02/23 . . . . .	70,000	GHS	11,943
20.75%, 1/16/23 . . . . .	120,000	GHS	20,972
Senior Note, 17.6%, 2/20/23 . . . . .	3,310,000	GHS	558,665
Senior Note, 17.25%, 7/31/23 . . . . .	210,000	GHS	34,931
19%, 9/18/23 . . . . .	150,000	GHS	25,533
18.85%, 9/28/23 . . . . .	3,100,000	GHS	527,816
19.25%, 11/27/23 . . . . .	1,350,000	GHS	230,743
19.25%, 12/18/23 . . . . .	110,000	GHS	18,803
Senior Note, 17.7%, 3/18/24 . . . . .	1,080,000	GHS	179,496
19.75%, 3/25/24 . . . . .	26,840,000	GHS	4,637,162
Senior Note, 18.3%, 3/02/26 . . . . .	690,000	GHS	112,230
19%, 11/02/26 . . . . .	80,510,000	GHS	13,246,401

Templeton Global Bond VIP Fund (continued)

	Principal Amount		Value
<b>Foreign Government and Agency Securities</b> (continued)			
<b>Ghana</b> (continued)			
Ghana Government Bond, (continued)			
19.75%, 3/15/32 . . . . .	80,510,000	GHS	\$13,584,623
			<u>37,865,468</u>
<b>India 4.5%</b>			
India Government Bond,			
8.2%, 2/15/22 . . . . .	500,000,000	INR	6,854,523
6.84%, 12/19/22 . . . . .	98,000,000	INR	1,364,759
7.16%, 5/20/23 . . . . .	133,700,000	INR	1,880,128
8.83%, 11/25/23 . . . . .	1,468,100,000	INR	21,509,833
Senior Note, 5.22%, 6/15/25 . . . . .	313,000,000	INR	4,207,797
8.2%, 9/24/25 . . . . .	297,100,000	INR	4,388,409
Senior Note, 5.15%, 11/09/25 . . . . .	2,459,900,000	INR	32,900,375
7.59%, 1/11/26 . . . . .	1,629,000,000	INR	23,586,128
7.27%, 4/08/26 . . . . .	214,000,000	INR	3,065,881
			<u>99,757,833</u>
<b>Indonesia 10.3%</b>			
Indonesia Government Bond,			
FR61, 7%, 5/15/22 . . . . .	244,849,000,000	IDR	17,513,653
FR35, Senior Bond, 12.9%, 6/15/22 . . . . .	71,229,000,000	IDR	5,290,703
FR43, 10.25%, 7/15/22 . . . . .	147,832,000,000	IDR	10,885,003
FR63, 5.625%, 5/15/23 . . . . .	289,067,000,000	IDR	20,747,184
FR46, 9.5%, 7/15/23 . . . . .	226,780,000,000	IDR	17,322,670
FR39, 11.75%, 8/15/23 . . . . .	5,491,000,000	IDR	435,872
FR70, 8.375%, 3/15/24 . . . . .	53,132,000,000	IDR	4,054,737
FR44, 10%, 9/15/24 . . . . .	4,454,000,000	IDR	357,503
FR81, 6.5%, 6/15/25 . . . . .	599,166,000,000	IDR	44,019,078
FR40, 11%, 9/15/25 . . . . .	46,856,000,000	IDR	3,972,106
FR86, 5.5%, 4/15/26 . . . . .	1,421,313,000,000	IDR	100,492,415
			<u>225,090,924</u>
<b>Mexico 4.5%</b>			
Mexican Bonos Desarr Fixed Rate,			
M, 6.5%, 6/09/22 . . . . .	930,494,000	MXN	45,339,918
M, Senior Note, 6.75%, 3/09/23 . . . . .	229,144,000	MXN	11,233,251
M, Senior Bond, 8%, 12/07/23 . . . . .	836,490,000	MXN	41,945,723
			<u>98,518,892</u>
<b>Norway 3.9%</b>			
Norway Government Bond,			
144A, Reg S, 2%, 5/24/23 . . . . .	315,007,000	NOK	36,733,050
144A, Reg S, 3%, 3/14/24 . . . . .	265,052,000	NOK	31,711,270
144A, Reg S, 1.75%, 3/13/25 . . . . .	89,312,000	NOK	10,383,829
144A, Reg S, 1.5%, 2/19/26 . . . . .	52,969,000	NOK	6,095,274
			<u>84,923,423</u>
<b>South Korea 18.3%</b>			
Korea Monetary Stabilization Bond,			
1.285%, 2/02/22 . . . . .	33,410,000,000	KRW	28,258,884
Senior Note, 0.87%, 2/02/23 . . . . .	59,850,000,000	KRW	50,248,546
Senior Note, 0.905%, 4/02/23 . . . . .	61,390,000,000	KRW	51,481,076
Korea Treasury Bond,			
1.25%, 12/10/22 . . . . .	77,860,000,000	KRW	65,728,138
3%, 3/10/23 . . . . .	3,919,000,000	KRW	3,387,872

Templeton Global Bond VIP Fund (continued)

	Principal Amount*	Value
<b>Foreign Government and Agency Securities (continued)</b>		
<b>South Korea (continued)</b>		
Korea Treasury Bond, (continued)		
2.25%, 9/10/23 .....	88,312,000,000 KRW	\$75,716,899
0.875%, 12/10/23 .....	22,287,000,000 KRW	18,554,874
1.875%, 3/10/24 .....	33,811,000,000 KRW	28,762,664
1.375%, 9/10/24 .....	75,881,910,000 KRW	63,568,453
3%, 9/10/24 .....	18,500,000,000 KRW	16,224,111
		401,931,517
<b>Supranational 0.4%</b>		
<sup>d</sup> Inter-American Development Bank, Senior Bond, 7.5%, 12/05/24 .....	200,000,000 MXN	9,842,315
<b>Total Foreign Government and Agency Securities (Cost \$1,378,897,593) .....</b>		<b>1,123,533,331</b>
<b>U.S. Government and Agency Securities 20.5%</b>		
<b>United States 20.5%</b>		
U.S. Treasury Notes,		
2.125%, 12/31/21 .....	3,953,000	3,973,347
1.5%, 10/31/24 .....	64,160,000	66,059,738
1.5%, 11/30/24 .....	50,420,000	51,906,996
1.75%, 12/31/24 .....	22,672,000	23,528,400
2%, 2/15/25 .....	49,140,000	51,409,846
2.125%, 5/15/25 .....	58,760,000	61,771,450
2.875%, 5/31/25 .....	76,680,000	82,709,564
2.625%, 12/31/25 .....	44,803,000	48,126,473
1.625%, 2/15/26 .....	24,220,000	24,997,689
2.125%, 5/31/26 .....	11,063,000	11,668,872
1.625%, 10/31/26 .....	24,220,000	24,969,306
		451,121,681
<b>Total U.S. Government and Agency Securities (Cost \$442,058,752) .....</b>		<b>451,121,681</b>
<b>Total Long Term Investments (Cost \$1,820,956,345) .....</b>		<b>1,574,655,012</b>
	<b>Number of Contracts</b>	<b>Notional Amount*</b>
<b>Options Purchased 0.5%</b>		
<b>Calls - Over-the-Counter</b>		
<b>Currency Options</b>		
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 86.50 JPY, Expires 12/20/21 ..	1	22,983,000 AUD 13,732
Foreign Exchange USD/JPY, Counterparty CITI, February Strike Price 107.45 JPY, Expires 2/23/22 ..	1	9,453,000 359,372
Foreign Exchange USD/JPY, Counterparty CITI, July Strike Price 115.55 JPY, Expires 7/18/22 .....	1	27,912,000 214,798
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 21.37 MXN, Expires 12/31/21 ..	1	66,622,000 1,022,914
Foreign Exchange USD/MXN, Counterparty CITI, February Strike Price 21.41 MXN, Expires 2/03/22 ..	1	42,504,000 826,852

**Templeton Global Bond VIP Fund** (continued)

	Number of Contracts	Notional Amount <sup>#</sup>	Value
<b>Options Purchased</b> (continued)			
<b>Calls - Over-the-Counter</b> (continued)			
<b>Currency Options</b> (continued)			
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 21.60 MXN, Expires 12/28/21 . . .	1	20,707,000	\$240,232
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 22.32 MXN, Expires 8/29/22 . . .	1	16,562,000	554,748
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 26.30 MXN, Expires 10/19/23 . . .	1	16,875,000	550,346
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 26.30 MXN, Expires 10/19/23 . . .	1	9,033,000	294,594
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 26.30 MXN, Expires 10/19/23 . . .	1	5,472,000	178,459
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 29.19 MXN, Expires 8/29/24 . . .	1	20,304,000	687,416
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 29.71 MXN, Expires 8/09/24 . . .	1	20,304,000	612,291
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 29.73 MXN, Expires 12/07/21 . . .	1	28,321,000	1,766
			5,557,520
<b>Puts - Over-the-Counter</b>			
<b>Currency Options</b>			
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 75.00 JPY, Expires 12/20/21 . . .	1	45,967,000 AUD	101,623
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 79.55 JPY, Expires 6/03/22 . . . . .	1	178,932,000 AUD	3,690,404
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 81.61 JPY, Expires 12/14/21 . . .	1	40,680,000 AUD	740,866
Foreign Exchange USD/JPY, Counterparty CITI, July Strike Price 108.65 JPY, Expires 7/18/22 . . . . .	1	41,892,000	572,706
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 18.76 MXN, Expires 10/27/21 . . .	1	31,355,000	260
Foreign Exchange USD/MXN, Counterparty MSCO, February Strike Price 19.37 MXN, Expires 2/24/22 . . .	1	8,281,000	21,326
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 19.41 MXN, Expires 8/11/22 . . .	1	9,700,000	53,252
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.85 MXN, Expires 10/19/23 . . .	1	2,736,000	27,848



Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount*	Value
<b>Options Purchased</b> (continued)			
<b>Puts - Over-the-Counter</b> (continued)			
<b>Currency Options</b> (continued)			
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.85 MXN, Expires 10/19/23 .	1	8,437,000	\$85,876
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.85 MXN, Expires 10/19/23 .	1	4,517,000	45,976
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 20.32 MXN, Expires 12/31/21 .	1	16,656,000	161,896
Foreign Exchange USD/MXN, Counterparty CITI, November Strike Price 20.34 MXN, Expires 11/09/21 .	1	13,274,000	73,225
			5,575,258
<b>Total Options Purchased (Cost \$15,817,518)</b> .....			11,132,778
 <b>Short Term Investments 27.5%</b>			
		<b>Principal Amount*</b>	<b>Value</b>
<b>Foreign Government and Agency Securities 15.2%</b>			
<b>Argentina 0.2%</b>			
<sup>a,e</sup> Argentina Letras de la Nacion Argentina con Ajuste por CER, Index Linked, 2/28/22. ....		225,681,153 ARS	1,129,951
Index Linked, 4/18/22. ....		647,534,222 ARS	3,247,762
Index Linked, 6/30/22. ....		70,617,345 ARS	386,966
			4,764,679
 <b>Brazil 5.8%</b>			
<sup>e</sup> Brazil Letras do Tesouro Nacional, 1/01/24 .....		71,110,000 BRL	10,539,943
7/01/24 .....		308,450,000 BRL	43,521,731
<sup>e</sup> Brazil Notas do Tesouro Nacional, 1/01/25 .....		549,700,000 BRL	73,606,178
			127,667,852
 <b>Japan 4.6%</b>			
<sup>e</sup> Japan Treasury Bills, 10/25/21 .....		290,600,000 JPY	2,611,270
11/22/21 .....		4,069,650,000 JPY	36,572,345
12/06/21 .....		906,200,000 JPY	8,144,041
12/20/21 .....		4,837,300,000 JPY	43,475,073
2/10/22 .....		1,177,900,000 JPY	10,588,142
			101,390,871
 <b>Singapore 4.6%</b>			
<sup>e</sup> Singapore Treasury Bills, 10/15/21 .....		45,410,000 SGD	33,439,689
11/12/21 .....		6,460,000 SGD	4,756,187

**Templeton Global Bond VIP Fund** (continued)

**Short Term Investments** (continued)

	Principal Amount*	Value
<b>Foreign Government and Agency Securities</b> (continued)		
<b>Singapore</b> (continued)		
<sup>e</sup> Singapore Treasury Bills, (continued)		
11/19/21 .....	83,640,000 SGD	\$61,576,850
		99,772,726
<b>Total Foreign Government and Agency Securities (Cost \$351,366,815)</b> .....		<b>333,596,128</b>
<b>U.S. Government and Agency Securities 3.8%</b>		
<b>United States 3.8%</b>		
<sup>e</sup> U.S. Treasury Bills,		
11/04/21 .....	64,460,000	64,455,739
12/16/21 .....	19,265,000	19,263,739
		83,719,478
<b>Total U.S. Government and Agency Securities (Cost \$83,721,498)</b> .....		<b>83,719,478</b>
	<b>Shares</b>	
<b>Money Market Funds 8.5%</b>		
<b>United States 8.5%</b>		
<sup>f,g</sup> Institutional Fiduciary Trust - Money		
Market Portfolio, 0.01% .....	187,465,714	187,465,714
<b>Total Money Market Funds (Cost \$187,465,714)</b> .....		<b>187,465,714</b>
<b>Total Short Term Investments (Cost \$622,554,027)</b> .....		<b>604,781,320</b>
<b>Total Investments (Cost \$2,459,327,890) 99.7%</b> .....		<b>\$2,190,569,110</b>
<b>Options Written (0.2)%</b> .....		<b>(6,277,544)</b>
<b>Other Assets, less Liabilities 0.5%</b> .....		<b>11,940,011</b>
<b>Net Assets 100.0%</b> .....		<b>\$2,196,231,577</b>

Number of  
Contracts      Notional  
Amount#

**Options Written (0.2)%**

**Calls - Over-the-Counter**

**Currency Options**

Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 81.20 JPY, Expires 12/20/21 ..	1	22,983,000	AUD	(220,608)
Foreign Exchange AUD/JPY, Counterparty CITI, March Strike Price 83.40 JPY, Expires 3/03/22 .....	1	29,822,000	AUD	(212,144)
Foreign Exchange USD/JPY, Counterparty CITI, July Strike Price 111.25 JPY, Expires 7/18/22 .....	1	41,892,000		(875,299)
Foreign Exchange USD/MXN, Counterparty CITI, November Strike Price 20.34 MXN, Expires 11/09/21 ..	1	13,274,000		(340,161)
Foreign Exchange USD/MXN, Counterparty CITI, February Strike Price 20.86 MXN, Expires 2/03/22 ..	1	14,168,000		(416,330)
Foreign Exchange USD/MXN, Counterparty MSCO, February Strike Price 21.71 MXN, Expires 2/24/22 ..	1	9,523,000		(175,156)

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount <sup>#</sup>	Value
<b>Options Written</b> (continued)			
<b>Calls - Over-the-Counter</b> (continued)			
<b>Currency Options</b> (continued)			
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 22.06 MXN, Expires 8/11/22 . .	1	9,700,000	\$(341,603)
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 22.52 MXN, Expires 12/31/21 . .	1	41,639,000	(236,093)
Foreign Exchange USD/MXN, Counterparty CITI, February Strike Price 22.73 MXN, Expires 2/03/22 . .	1	28,336,000	(225,043)
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 23.08 MXN, Expires 12/28/21 . .	1	6,907,000	(24,096)
Foreign Exchange USD/MXN, Counterparty CITI, December Strike Price 27.93 MXN, Expires 12/07/21 . .	1	9,441,000	(1,227)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 34.95 MXN, Expires 10/19/23 . .	1	4,517,000	(35,724)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 34.95 MXN, Expires 10/19/23 . .	1	3,596,000	(28,440)
			<u>(3,131,924)</u>
<b>Puts - Over-the-Counter</b>			
<b>Currency Options</b>			
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 68.40 JPY, Expires 12/20/21 . .	1	22,983,000 AUD	(6,747)
Foreign Exchange AUD/JPY, Counterparty CITI, June Strike Price 73.30 JPY, Expires 6/03/22 . . . . .	1	89,466,000 AUD	(623,935)
Foreign Exchange AUD/JPY, Counterparty CITI, December Strike Price 78.33 JPY, Expires 12/14/21 . .	1	61,082,000 AUD	(379,248)
Foreign Exchange USD/JPY, Counterparty CITI, February Strike Price 95.85 JPY, Expires 2/23/22 . . .	1	9,453,000	(1,690)
Foreign Exchange USD/JPY, Counterparty CITI, January Strike Price 108.05 JPY, Expires 1/18/22 . .	1	13,980,000	(57,750)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 19.71 MXN, Expires 10/27/21 . .	1	31,355,000	(10,721)
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 20.50 MXN, Expires 8/11/22 . .	1	9,700,000	(165,513)
Foreign Exchange USD/MXN, Counterparty MSCO, August Strike Price 21.35 MXN, Expires 8/29/22 . .	1	16,562,000	(567,517)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 22.32 MXN, Expires 10/19/23 . .	1	16,875,000	(716,569)

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount <sup>#</sup>	Value
<b>Options Written</b> (continued)			
<b>Puts - Over-the-Counter</b> (continued)			
<b>Currency Options</b> (continued)			
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 22.32 MXN, Expires 10/19/23 .	1	9,033,000	\$(383,571)
Foreign Exchange USD/MXN, Counterparty CITI, October Strike Price 22.32 MXN, Expires 10/19/23 .	1	5,472,000	(232,359)
			(3,145,620)
<b>Total Options Written (Premiums received \$8,179,659)</b> . . . . .			<b>\$(6,277,544)</b>

<sup>#</sup>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.

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

<sup>a</sup>Redemption price at maturity is adjusted for inflation.

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

<sup>c</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the aggregate value of these securities was \$84,923,423, representing 3.9% of net assets.

<sup>d</sup>A supranational organization is an entity formed by two or more central governments through international treaties.

<sup>e</sup>The security was issued on a discount basis with no stated coupon rate.

<sup>f</sup>See Note 9 regarding investments in affiliated management investment companies.

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

At September 30, 2021, the Fund had the following forward exchange contracts outstanding. See Note 3.

**Forward Exchange Contracts**

Currency	Counter- party <sup>a</sup>	Type	Quantity	Contract Amount <sup>*</sup>	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b>							
Mexican Peso . . . . .	CITI	Buy	492,586,500	23,959,476	10/01/21	\$—	\$(100,267)
Mexican Peso . . . . .	CITI	Sell	492,586,500	24,572,808	10/01/21	713,598	—
Chilean Peso . . . . .	GSCO	Buy	1,757,352,262	2,279,789	10/04/21	—	(114,495)
Chilean Peso . . . . .	GSCO	Sell	1,757,352,262	2,192,990	10/04/21	27,696	—
Chilean Peso . . . . .	JPHQ	Buy	2,963,390,000	4,018,210	10/04/21	—	(366,917)
Chilean Peso . . . . .	JPHQ	Sell	2,963,390,000	3,755,405	10/04/21	104,111	—
Indian Rupee . . . . .	JPHQ	Buy	205,911,800	2,810,852	10/07/21	—	(36,007)
Indian Rupee . . . . .	CITI	Buy	200,059,600	2,730,909	10/08/21	—	(35,371)
Indian Rupee . . . . .	JPHQ	Buy	266,347,200	3,635,643	10/08/21	—	(46,967)
Indian Rupee . . . . .	CITI	Buy	241,153,200	3,290,622	10/12/21	—	(43,539)
Indian Rupee . . . . .	HSBK	Buy	241,380,400	3,212,922	10/12/21	37,220	—
Mexican Peso . . . . .	CITI	Buy	36,271,000	1,804,482	10/12/21	—	(49,785)
Mexican Peso . . . . .	CITI	Sell	36,271,000	1,796,457	10/12/21	41,759	—
Chilean Peso . . . . .	JPHQ	Buy	6,650,900,000	8,595,670	10/13/21	—	(406,490)
Euro . . . . .	DBAB	Sell	13,605,154	138,688,215 SEK	10/13/21	85,708	—
Chilean Peso . . . . .	GSCO	Buy	1,956,400,000	2,625,864	10/14/21	—	(217,154)
Chinese Yuan . . . . .	HSBK	Buy	135,702,480	20,416,059	10/15/21	609,930	—
Euro . . . . .	DBAB	Sell	10,250,931	104,016,200 SEK	10/18/21	8,960	—
Euro . . . . .	DBAB	Sell	10,247,801	104,016,200 SEK	10/19/21	12,428	—
Euro . . . . .	JPHQ	Sell	19,692,104	198,445,700 NOK	10/19/21	—	(116,498)
Singapore Dollar . . . . .	MSCO	Buy	5,880,000	4,405,006	10/21/21	—	(74,775)
Euro . . . . .	HSBK	Sell	25,253,939	3,185,910,659 JPY	10/25/21	—	(634,500)

**Templeton Global Bond VIP Fund** (continued)

**Forward Exchange Contracts** (continued)

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b> (continued)							
Singapore Dollar . . . . .	CITI	Buy	4,670,000	3,515,243	10/26/21	\$—	\$(76,131)
Chilean Peso . . . . .	JPHQ	Buy	6,390,810,000	8,088,434	10/29/21	—	(229,098)
Mexican Peso . . . . .	CITI	Sell	492,586,500	24,467,837	11/01/21	710,627	—
Euro . . . . .	BOFA	Sell	5,729,854	8,949,000 CAD	11/02/21	422,776	—
Euro . . . . .	HSBK	Sell	43,904,762	65,353,672 CAD	11/03/21	698,582	—
Chilean Peso . . . . .	GSCO	Buy	2,813,452,262	3,635,299	11/04/21	—	(176,956)
Chilean Peso . . . . .	GSCO	Buy	2,535,965,199	3,263,622	11/05/21	—	(146,627)
Indian Rupee . . . . .	CITI	Buy	149,657,200	1,964,779	11/10/21	41,575	—
Australian Dollar . . . . .	MSCO	Sell	34,166,000	25,087,752	11/16/21	393,188	—
Euro . . . . .	DBAB	Sell	25,089,752	255,476,400 SEK	11/17/21	112,217	—
Chinese Yuan . . . . .	JPHQ	Buy	94,285,000	14,452,333	11/22/21	111,764	—
Euro . . . . .	GSCO	Sell	1,230,811	1,508,685	11/22/21	81,599	—
Euro . . . . .	JPHQ	Sell	13,349,846	16,345,818	11/24/21	866,472	—
Chilean Peso . . . . .	GSCO	Buy	4,501,164,023	5,722,958	11/30/21	—	(201,817)
Mexican Peso . . . . .	CITI	Sell	446,586,500	21,491,169	12/01/21	51,185	—
Chinese Yuan . . . . .	CITI	Buy	284,452,570	43,722,920	12/10/21	152,914	—
Chinese Yuan . . . . .	JPHQ	Buy	109,163,880	16,884,842	12/10/21	—	(46,688)
Chinese Yuan . . . . .	BOFA	Buy	220,626,460	33,900,287	12/13/21	122,200	—
Chinese Yuan . . . . .	JPHQ	Buy	188,842,190	29,198,440	12/13/21	—	(77,359)
Euro . . . . .	DBAB	Sell	27,506,859	277,376,415 SEK	12/13/21	—	(195,941)
Chilean Peso . . . . .	GSCO	Buy	6,082,809,783	7,787,492	12/15/21	—	(336,342)
Chinese Yuan . . . . .	HSBK	Buy	136,590,880	21,108,483	12/15/21	—	(48,462)
Euro . . . . .	DBAB	Sell	5,351,314	54,526,200 SEK	12/15/21	26,287	—
Indian Rupee . . . . .	HSBK	Buy	242,055,750	3,281,222	12/15/21	—	(48,113)
Mexican Peso . . . . .	MSCO	Sell	294,485,591	14,462,011	12/15/21	350,269	—
Euro . . . . .	DBAB	Sell	25,410,352	257,096,855 SEK	12/16/21	—	(83,164)
Euro . . . . .	JPHQ	Sell	2,485,319	25,140,000 SEK	12/17/21	—	(8,837)
Indian Rupee . . . . .	JPHQ	Buy	1,020,100,000	13,589,737	12/20/21	28,185	—
New Zealand Dollar . . . . .	JPHQ	Buy	34,910,000	24,903,433	12/20/21	—	(825,570)
New Zealand Dollar . . . . .	BOFA	Buy	10,600,000	7,483,070	12/21/21	—	(172,197)
New Zealand Dollar . . . . .	CITI	Buy	12,470,000	8,836,865	12/21/21	—	(236,244)
New Zealand Dollar . . . . .	JPHQ	Buy	12,470,000	8,816,178	12/21/21	—	(215,557)
Chilean Peso . . . . .	GSCO	Buy	3,567,150,000	4,821,132	12/23/21	—	(454,756)
Chilean Peso . . . . .	GSCO	Buy	887,130,000	1,114,597	12/28/21	—	(29,202)
Chinese Yuan . . . . .	CITI	Buy	125,329,450	19,093,457	1/12/22	186,651	—
Chilean Peso . . . . .	JPHQ	Buy	5,487,100,000	6,910,705	1/13/22	—	(206,852)
Chilean Peso . . . . .	GSCO	Buy	1,757,352,262	2,174,941	1/14/22	—	(28,087)
Euro . . . . .	DBAB	Sell	8,522,048	86,680,310 SEK	1/18/22	20,879	—
South Korean Won . . . . .	JPHQ	Buy	8,539,200,000	7,434,442	1/19/22	—	(234,188)
Euro . . . . .	JPHQ	Sell	19,918,309	202,667,400 NOK	1/21/22	30,113	—
South Korean Won . . . . .	CITI	Buy	8,470,100,000	7,374,924	1/21/22	—	(233,122)
Singapore Dollar . . . . .	MSCO	Buy	4,660,000	3,430,304	1/24/22	773	—
South Korean Won . . . . .	JPHQ	Buy	8,365,800,000	7,265,763	1/24/22	—	(212,173)
Indian Rupee . . . . .	JPHQ	Buy	205,330,400	2,660,065	1/27/22	68,063	—
Euro . . . . .	CITI	Sell	4,743,210	7,054,790 CAD	2/03/22	59,326	—
Euro . . . . .	HSBK	Sell	17,629,932	26,134,788 CAD	2/03/22	151,829	—
Euro . . . . .	CITI	Sell	20,106,927	2,605,214,355 JPY	2/07/22	82,266	—
Australian Dollar . . . . .	CITI	Sell	2,393,000	1,766,285	2/10/22	35,886	—
Japanese Yen . . . . .	CITI	Buy	194,150,000	1,765,880	2/10/22	—	(19,041)
Chilean Peso . . . . .	GSCO	Buy	3,439,478,985	4,355,976	2/11/22	—	(164,486)
Euro . . . . .	JPHQ	Sell	6,229,845	7,306,032	2/23/22	66,779	—
Euro . . . . .	CITI	Sell	15,587,141	2,003,275,010 JPY	2/24/22	—	(86,763)
Euro . . . . .	BOFA	Sell	1,336,000	1,572,321	2/25/22	19,789	—
Euro . . . . .	MSCO	Sell	30,744,500	36,277,434	2/28/22	547,842	—
Chinese Yuan . . . . .	BOFA	Buy	184,017,140	28,136,317	3/09/22	48,690	—
Euro . . . . .	DBAB	Sell	6,514,861	66,742,600 NOK	3/15/22	47,069	—
Euro . . . . .	DBAB	Sell	8,516,074	86,680,005 SEK	3/16/22	20,115	—

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Templeton Global Bond VIP Fund** (continued)

**Forward Exchange Contracts** (continued)

Currency	Counter-party <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b> (continued)							
Euro	JPHQ	Sell	19,374,354	198,445,700 NOK	3/16/22	\$134,794	\$—
Australian Dollar	CITI	Sell	16,628,000	12,031,189	3/28/22	5,594	—
Euro	HSBK	Sell	25,254,215	3,254,384,443 JPY	3/28/22	—	(73,681)
Japanese Yen	CITI	Buy	1,395,020,320	12,719,584	3/28/22	—	(163,271)
Euro	CITI	Sell	67,857,227	8,860,050,290 JPY	3/31/22	839,953	—
Euro	JPHQ	Sell	22,498,409	230,077,650 NOK	4/01/22	99,334	—
Euro	HSBK	Sell	17,594,593	26,135,009 CAD	5/03/22	148,869	—
Chilean Peso	GSCO	Buy	3,292,433,571	4,150,929	5/11/22	—	(170,748)
Euro	DBAB	Sell	5,386,204	54,462,600 SEK	6/15/22	—	(36,943)
Euro	DBAB	Sell	6,540,211	66,595,700 NOK	6/15/22	—	(29,046)
Euro	DBAB	Sell	2,971,000	30,252,800 NOK	6/16/22	—	(13,279)
Euro	DBAB	Sell	9,278,905	95,003,000 NOK	6/20/22	15,718	—
Euro	CITI	Sell	32,632,111	335,990,000 NOK	6/21/22	268,123	—
Total Forward Exchange Contracts						\$8,709,705	\$(7,523,506)
Net unrealized appreciation (depreciation)						\$1,186,199	

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

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

See Abbreviations on page 167.

## Statement of Investments (unaudited), September 30, 2021

## Templeton Growth VIP Fund

	Country	Shares	Value
<b>Common Stocks 93.4%</b>			
<b>Aerospace &amp; Defense 2.4%</b>			
BAE Systems plc . . . . .	United Kingdom	691,283	\$5,235,234
<sup>a</sup> Rolls-Royce Holdings plc . . . . .	United Kingdom	3,330,655	6,220,027
			11,455,261
<b>Air Freight &amp; Logistics 0.9%</b>			
United Parcel Service, Inc., B . . . . .	United States	23,711	4,317,773
<b>Airlines 2.3%</b>			
<sup>a</sup> International Consolidated Airlines Group SA . . . . .	United Kingdom	2,020,764	4,824,075
<sup>a</sup> Southwest Airlines Co. . . . .	United States	116,795	6,006,767
			10,830,842
<b>Auto Components 3.0%</b>			
BorgWarner, Inc. . . . .	United States	110,195	4,761,526
<sup>a</sup> Continental AG . . . . .	Germany	48,060	5,217,103
Lear Corp. . . . .	United States	26,540	4,152,979
<sup>a</sup> Vitesco Technologies Group AG . . . . .	Germany	2,112	124,763
			14,256,371
<b>Automobiles 1.8%</b>			
Honda Motor Co. Ltd. . . . .	Japan	190,406	5,853,806
<sup>b</sup> Isuzu Motors Ltd. . . . .	Japan	212,400	2,763,371
			8,617,177
<b>Beverages 3.0%</b>			
Anheuser-Busch InBev SA/NV . . . . .	Belgium	155,239	8,804,374
Pernod Ricard SA . . . . .	France	24,491	5,399,131
			14,203,505
<b>Chemicals 4.6%</b>			
Albemarle Corp. . . . .	United States	36,409	7,972,479
DuPont de Nemours, Inc. . . . .	United States	127,255	8,652,067
Umicore SA . . . . .	Belgium	94,680	5,600,991
			22,225,537
<b>Consumer Finance 1.5%</b>			
American Express Co. . . . .	United States	42,666	7,147,835
<b>Diversified Telecommunication Services 0.8%</b>			
Verizon Communications, Inc. . . . .	United States	74,117	4,003,059
<b>Electric Utilities 1.3%</b>			
Southern Co. (The) . . . . .	United States	103,243	6,397,969
<b>Electrical Equipment 1.1%</b>			
Mitsubishi Electric Corp. . . . .	Japan	395,100	5,490,940
<b>Electronic Equipment, Instruments &amp; Components 0.2%</b>			
Kyocera Corp. . . . .	Japan	17,158	1,072,569
<b>Entertainment 3.0%</b>			
Nexon Co. Ltd. . . . .	Japan	223,431	3,586,190
<sup>a</sup> Walt Disney Co. (The) . . . . .	United States	63,435	10,731,299
			14,317,489
<b>Food &amp; Staples Retailing 1.9%</b>			
Sysco Corp. . . . .	United States	113,739	8,928,512
<b>Food Products 1.3%</b>			
Danone SA . . . . .	France	90,048	6,139,023

**Templeton Growth VIP Fund** (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Health Care Equipment &amp; Supplies 3.8%</b>			
Medtronic plc	United States	72,715	\$9,114,825
Zimmer Biomet Holdings, Inc.	United States	60,472	8,850,682
			<u>17,965,507</u>
<b>Health Care Providers &amp; Services 4.4%</b>			
Fresenius Medical Care AG & Co. KGaA	Germany	88,871	6,233,526
HCA Healthcare, Inc.	United States	17,132	4,158,279
<sup>a</sup> Laboratory Corp. of America Holdings	United States	15,320	4,311,661
UnitedHealth Group, Inc.	United States	15,618	6,102,577
			<u>20,806,043</u>
<b>Hotels, Restaurants &amp; Leisure 8.3%</b>			
<sup>a</sup> Booking Holdings, Inc.	United States	4,250	10,088,948
<sup>a</sup> Compass Group plc	United Kingdom	330,755	6,763,575
<sup>a</sup> Hyatt Hotels Corp., A.	United States	48,595	3,746,674
<sup>a</sup> InterContinental Hotels Group plc	United Kingdom	88,277	5,635,995
Starbucks Corp.	United States	39,480	4,355,039
<sup>a</sup> Whitbread plc	United Kingdom	93,514	4,157,456
Yum China Holdings, Inc.	China	86,821	5,045,168
			<u>39,792,855</u>
<b>Household Durables 4.0%</b>			
Gree Electric Appliances, Inc. of Zhuhai, A.	China	549,920	3,291,575
Panasonic Corp.	Japan	556,475	6,897,730
Sony Group Corp.	Japan	81,299	9,025,714
			<u>19,215,019</u>
<b>Industrial Conglomerates 2.1%</b>			
Honeywell International, Inc.	United States	19,760	4,194,653
Siemens AG	Germany	34,970	5,719,133
			<u>9,913,786</u>
<b>Insurance 1.9%</b>			
AIA Group Ltd.	Hong Kong	769,445	8,851,952
<b>Internet &amp; Direct Marketing Retail 0.1%</b>			
<sup>a,c</sup> Just Eat Takeaway.com NV, 144A, Reg S	United Kingdom	6,390	466,859
<b>IT Services 4.4%</b>			
<sup>a</sup> DXC Technology Co.	United States	215,338	7,237,510
Fujitsu Ltd.	Japan	39,314	7,104,459
Visa, Inc., A.	United States	30,748	6,849,117
			<u>21,191,086</u>
<b>Machinery 4.8%</b>			
Komatsu Ltd.	Japan	307,700	7,368,930
Makita Corp.	Japan	73,448	4,038,365
Stanley Black & Decker, Inc.	United States	19,713	3,455,886
Westinghouse Air Brake Technologies Corp.	United States	92,690	7,990,805
			<u>22,853,986</u>
<b>Media 1.3%</b>			
Comcast Corp., A	United States	114,348	6,395,484
<b>Metals &amp; Mining 2.6%</b>			
ArcelorMittal SA	Luxembourg	133,230	4,078,345
Freeport-McMoRan, Inc.	United States	119,704	3,893,971
Wheaton Precious Metals Corp.	Brazil	120,754	4,544,777
			<u>12,517,093</u>



Templeton Growth VIP Fund (continued)

	Country	Shares	Value
<b>Common Stocks</b> (continued)			
<b>Multiline Retail 1.8%</b>			
<sup>a</sup> Dollar Tree, Inc. ....	United States	87,887	\$8,412,544
<b>Multi-Utilities 2.0%</b>			
E.ON SE. ....	Germany	778,368	9,500,118
<b>Oil, Gas &amp; Consumable Fuels 4.7%</b>			
BP plc. ....	United Kingdom	1,355,750	6,174,556
Equinor ASA. ....	Norway	250,011	6,358,456
Marathon Petroleum Corp. ....	United States	159,959	9,887,066
			22,420,078
<b>Personal Products 1.5%</b>			
Unilever plc. ....	United Kingdom	135,206	7,305,032
<b>Pharmaceuticals 4.7%</b>			
AstraZeneca plc. ....	United Kingdom	47,732	5,751,912
Johnson & Johnson. ....	United States	46,499	7,509,589
Roche Holding AG. ....	Switzerland	25,360	9,257,128
			22,518,629
<b>Semiconductors &amp; Semiconductor Equipment 2.4%</b>			
Infineon Technologies AG. ....	Germany	132,824	5,432,029
NXP Semiconductors NV. ....	China	31,497	6,169,318
			11,601,347
<b>Specialty Retail 4.0%</b>			
Nitori Holdings Co. Ltd. ....	Japan	21,823	4,300,701
Ross Stores, Inc. ....	United States	66,763	7,267,153
TJX Cos., Inc. (The). ....	United States	114,833	7,576,681
			19,144,535
<b>Technology Hardware, Storage &amp; Peripherals 2.5%</b>			
Samsung Electronics Co. Ltd. ....	South Korea	195,785	12,134,794
<b>Textiles, Apparel &amp; Luxury Goods 1.7%</b>			
adidas AG. ....	Germany	13,495	4,240,709
Burberry Group plc. ....	United Kingdom	166,604	4,054,132
			8,294,841
<b>Wireless Telecommunication Services 1.3%</b>			
<sup>a</sup> T-Mobile US, Inc. ....	United States	47,490	6,067,322
<b>Total Common Stocks (Cost \$349,598,993)</b> .....			<b>446,772,772</b>
<b>Short Term Investments 4.6%</b>			
	Country	Principal Amount <sup>†</sup>	Value
<b>U.S. Government and Agency Securities 0.1%</b>			
<sup>a</sup> FFCB, 10/01/21. ....	United States	600,000	600,000
<b>Total U.S. Government and Agency Securities (Cost \$600,000)</b> .....			<b>600,000</b>

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
STATEMENT OF INVESTMENTS (UNAUDITED)

**Templeton Growth VIP Fund** (continued)

**Short Term Investments** (continued)

	Country	Principal Amount <sup>†</sup>	Value
<b>Time Deposits 4.5%</b>			
Royal Bank of Canada, 0.04%, 10/01/21 .....	Canada	21,400,000	\$21,400,000
<b>Total Time Deposits (Cost \$21,400,000)</b> .....			<b>21,400,000</b>
<b>Total Short Term Investments (Cost \$22,000,000)</b> .....			<b>22,000,000</b>
<b>Total Investments (Cost \$371,598,993) 98.0%</b> .....			<b>\$468,772,772</b>
<b>Other Assets, less Liabilities 2.0%</b> .....			<b>9,559,980</b>
<b>Net Assets 100.0%</b> .....			<b>\$478,332,752</b>

See Abbreviations on page 167.

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

<sup>‡</sup>Non-income producing.

<sup>§</sup>A portion or all of the security is on loan at September 30, 2021.

<sup>¶</sup>Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2021, the value of this security was \$466,859, representing 0.1% of net assets.

<sup>¶¶</sup>The security was issued on a discount basis with no stated coupon rate.

# Notes to Statements 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](http://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 September 30, 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 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 September 30, 2021, Funds received U.S. Treasury Bills, Bonds and Notes as collateral for derivatives, as follows:

Franklin Mutual Global Discovery VIP Fund- \$852,375

Franklin Mutual Shares VIP Fund- \$2,800,657

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 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

### 3. Derivative Financial Instruments (continued)

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 and/or gain 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 and swaps

Franklin Income VIP Fund - Options

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 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 September 30, 2021, Templeton Developing Markets VIP Fund had 8.1% 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 September 30, 2021, Templeton Global Bond VIP Fund had 2.2% 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 September 30, 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
<b>Franklin Mutual Global Discovery VIP Fund</b>				
424,073	International Automotive Components Group BVBA . . .	4/13/06 - 12/26/08	\$281,629	\$16,953
<b>Total Restricted Securities</b> (Value is 0.0% <sup>†</sup> of Net Assets) . . . . .			\$281,629	\$16,953

Shares/ Warrants	Issuer	Acquisition Date	Cost	Value
<b>Franklin Mutual Shares VIP Fund</b>				
1,730,515	International Automotive Components Group Brazil LLC	4/13/06 - 12/26/08	\$1,149,241	\$69,179
2,039	Wayne Services Legacy, Inc. . . . .	1/22/20	—	71,336
609,467	Windstream Holdings, Inc. . . . .	9/21/20	4,827,676	11,289,712
34,368	Windstream Holdings, Inc., 9/21/55 . . . . .	9/21/20	436,130	636,630
<b>Total Restricted Securities</b> (Value is 0.4% of Net Assets). . . . .			\$6,413,047	\$12,066,857

Shares/ Warrants	Issuer	Acquisition Date	Cost	Value
<b>Franklin Small-Mid Cap Growth VIP Fund</b>				
33,619	<sup>a</sup> Alkami Technology, Inc. . . . .	9/24/20	\$537,895	\$818,841
92,392	Allbirds, Inc., E . . . . .	9/22/20	1,068,276	1,104,491
7,082	Blaize, Inc. Ltd., 2/28/24 . . . . .	3/01/21	—	—
141,632	Blaize, Inc., D . . . . .	3/02/21 - 3/22/21	1,478,997	1,478,992
8,626	Databricks, Inc., G . . . . .	2/01/21	1,529,975	1,901,622
94,539	Fanatics Holdings, Inc. . . . .	8/13/20 - 3/22/21	1,669,739	4,478,312
129,178	<sup>b</sup> Marqeta, Inc. . . . .	8/20/20	1,077,009	2,783,500
48,915	Newsela, Inc., D . . . . .	1/21/21	1,034,807	1,024,188
82,367	OneTrust LLC, C . . . . .	4/01/21	1,615,242	1,947,980
<b>Total Restricted Securities</b> (Value is 2.6% of Net Assets). . . . .			\$10,011,940	\$15,537,926



**7. Restricted Securities** (continued)

Shares	Issuer	Acquisition Date	Cost	Value
<b>Franklin Strategic Income VIP Fund</b>				
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	—
<b>Total Restricted Securities</b> (Value is —% of Net Assets)			\$115,861	\$—

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

<sup>‡</sup>The Fund also invests in unrestricted securities of the issuer, valued at \$466,600 as of September 30, 2021.

<sup>§</sup>The Fund also invests in unrestricted securities of the issuer, valued at \$491,064 as of September 30, 2021.

**8. Investments in FT Underlying Funds**

Certain or all Funds invest in FT Underlying Funds which are managed by Franklin Advisers, Inc. (Advisers), an affiliate of FT Services or an affiliate of Advisers. As defined in the 1940 Act, an investment is deemed to be a “Controlled Affiliate” of a fund when a fund owns, either directly or indirectly, 25% or more of the FT Underlying Fund’s outstanding shares or has the power to exercise control over management or policies of such FT Underlying Fund. The Funds do 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 nine months ended September 30, 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	Investment Income
<b>Franklin VolSmart Allocation VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Franklin Income Fund, Class R6	\$15,594,859	\$4,138,736	\$(20,664,426)	\$1,750,536	\$(819,705)	\$— <sup>a</sup>		\$218,735
Franklin Income VIP Fund, Class 1	—	21,443,624	(4,144,000)	44,601	31,554	17,375,779	1,051,803	951,401
Franklin Liberty U.S. Core Bond ETF	26,945,614	3,996,383	(2,000,602)	(93,824)	(879,686)	27,967,885	1,105,450	489,545
Franklin Low Duration Total Return Fund, Class R6	6,591,183	4,246,834	(1,960,000)	(4,045)	(34,912)	8,839,060	915,965	147,329
Franklin Strategic Income Fund, Class R6	6,368,172	4,232,538	(2,975,000)	(20,120)	(12,828)	7,592,762	798,398	232,539
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%	3,563,810	23,958,787	(22,650,147)	—	—	4,872,450	4,872,450	269
<b>Total Affiliated Securities</b>	<b>\$59,063,638</b>	<b>\$62,016,902</b>	<b>\$(54,394,175)</b>	<b>\$1,677,148</b>	<b>\$(1,715,577)</b>	<b>\$66,647,936</b>		<b>\$2,039,818</b>

<sup>a</sup>As of September 30, 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. As defined in the 1940 Act, an investment is deemed to be a "Controlled Affiliate" of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated fund's outstanding shares or has the power to exercise control over management or policies of such fund. The Funds do not invest for purposes of exercising a controlling influence over the management or policies. During the period ended September 30, 2021, investments in affiliated management investment companies 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	Investment Income
<b>Franklin Allocation VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$24,011,384	\$86,130,026	\$(95,336,843)	\$—	\$—	\$14,804,567	14,804,567	\$1,412
Templeton Global Bond VIP Fund, Class 1 . . . . .	\$7,821,152	\$—	\$(400,000)	\$(115,461)	\$(207,609)	\$7,098,082	511,021	\$—
<b>Total Affiliated Securities . . .</b>	<b>\$31,832,536</b>	<b>\$86,130,026</b>	<b>\$(95,736,843)</b>	<b>\$(115,461)</b>	<b>\$(207,609)</b>	<b>\$21,902,649</b>		<b>\$1,412</b>
<b>Franklin DynaTech VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$3,334,677	\$30,227,122	\$(32,078,348)	\$—	\$—	\$1,483,451	1,483,451	\$164
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$466,550	\$13,661,751	\$(12,858,326)	\$—	\$—	\$1,269,975	1,269,975	\$36
<b>Total Affiliated Securities . . .</b>	<b>\$3,801,227</b>	<b>\$43,888,873</b>	<b>\$(44,936,674)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$2,753,426</b>		<b>\$200</b>
<b>Franklin Growth and Income VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$114,000	\$9,422,000	\$(8,857,000)	\$—	\$—	\$679,000	679,000	\$33
<b>Total Affiliated Securities . . .</b>	<b>\$114,000</b>	<b>\$9,422,000</b>	<b>\$(8,857,000)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$679,000</b>		<b>\$33</b>
<b>Franklin Income VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$129,156,296	\$1,571,655,851	\$(1,604,992,602)	\$—	\$—	\$95,819,545	95,819,545	\$5,000

**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
<b>Franklin Income VIP Fund (continued)</b>								
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$8,117,000	\$272,009,000	\$(272,864,000)	\$—	\$—	\$7,262,000	7,262,000	\$558
<b>Total Affiliated Securities . . .</b>	<b>\$137,273,296</b>	<b>\$1,843,664,851</b>	<b>\$(1,877,856,602)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$103,081,545</b>		<b>\$5,558</b>
<b>Franklin Large Cap Growth VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$14,000	\$17,922,000	\$(15,726,000)	\$—	\$—	\$2,210,000	2,210,000	\$98
<b>Total Affiliated Securities . . .</b>	<b>\$14,000</b>	<b>\$17,922,000</b>	<b>\$(15,726,000)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$2,210,000</b>		<b>\$98</b>
<b>Franklin Rising Dividends VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$18,135,871	\$104,227,081	\$(104,351,423)	\$—	\$—	\$18,011,529	18,011,529	\$1,039
<b>Total Affiliated Securities . . .</b>	<b>\$18,135,871</b>	<b>\$104,227,081</b>	<b>\$(104,351,423)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$18,011,529</b>		<b>\$1,039</b>
<b>Franklin Small Cap Value VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$21,360,711	\$240,973,520	\$(246,480,809)	\$—	\$—	\$15,853,422	15,853,422	\$1,056
<b>Total Affiliated Securities . . .</b>	<b>\$21,360,711</b>	<b>\$240,973,520</b>	<b>\$(246,480,809)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$15,853,422</b>		<b>\$1,056</b>
<b>Franklin Small-Mid Cap Growth VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$12,671,175	\$125,817,682	\$(121,446,133)	\$—	\$—	\$17,042,724	17,042,724	\$1,146

**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
<b>Franklin Small-Mid Cap Growth VIP Fund (continued)</b>								
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$8,418,420	\$112,360,544	\$(108,601,414)	\$—	\$—	\$12,177,550	12,177,550	\$504
<b>Total Affiliated Securities . . .</b>	<b>\$21,089,595</b>	<b>\$238,178,226</b>	<b>\$(230,047,547)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$29,220,274</b>		<b>\$1,650</b>
<b>Franklin Strategic Income VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Franklin Floating Rate Income Fund . . . . .	\$8,481,652	\$20,556,871	\$—	\$—	\$(1,230,897)	\$27,807,626	3,420,372	\$597,744
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$12,853,316	\$85,197,335	\$(86,931,909)	\$—	\$—	\$11,118,742	11,118,742	\$619
<b>Total Non-Controlled Affiliates</b>	<b>\$21,334,968</b>	<b>\$105,754,206</b>	<b>\$(86,931,909)</b>	<b>\$—</b>	<b>\$(1,230,897)</b>	<b>\$38,926,368</b>		<b>\$598,363</b>
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$—	\$5,547,000	\$(5,547,000)	\$—	\$—	\$— <sup>a</sup>	—	\$13
<b>Total Affiliated Securities . . .</b>	<b>\$21,334,968</b>	<b>\$111,301,206</b>	<b>\$(92,478,909)</b>	<b>\$—</b>	<b>\$(1,230,897)</b>	<b>\$38,926,368</b>		<b>\$598,376</b>
<b>Templeton Developing Markets VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$1,250,033	\$35,731,794	\$(35,517,756)	\$—	\$—	\$1,464,071	1,464,071	\$85
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$518,425	\$2,944,088	\$(3,421,113)	\$—	\$—	\$41,400	41,400	\$7
<b>Total Affiliated Securities . . .</b>	<b>\$1,768,458</b>	<b>\$38,675,882</b>	<b>\$(38,938,869)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$1,505,471</b>		<b>\$92</b>

**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
<b>Templeton Foreign VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$120,292,539	\$133,710,271	\$(178,179,582)	\$—	\$—	\$75,823,228	75,823,228	\$4,231
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$—	\$179,517,521	\$(175,108,507)	\$—	\$—	\$4,409,013	4,409,014	\$548
<b>Total Affiliated Securities . . .</b>	<b>\$120,292,539</b>	<b>\$313,227,792</b>	<b>\$(353,288,089)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$80,232,241</b>		<b>\$4,779</b>
<b>Templeton Global Bond VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$221,215,254	\$900,465,844	\$(934,215,384)	\$—	\$—	\$187,465,714	187,465,714	\$12,152
<b>Total Affiliated Securities . . .</b>	<b>\$221,215,254</b>	<b>\$900,465,844</b>	<b>\$(934,215,384)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$187,465,714</b>		<b>\$12,152</b>
<b>Templeton Growth VIP Fund</b>								
<b>Non-Controlled Affiliates</b>								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 0.01%.	\$—	\$51,879,817	\$(51,879,817)	\$—	\$—	\$— <sup>a</sup>	—	\$88
<b>Total Affiliated Securities . . .</b>	<b>\$—</b>	<b>\$51,879,817</b>	<b>\$(51,879,817)</b>	<b>\$—</b>	<b>\$—</b>	<b>\$—</b>		<b>\$88</b>

<sup>a</sup>As of September 30, 2021, no longer held by the fund.

**10. Fair Value Measurements**

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

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)

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

• 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 September 30, 2021, in valuing the Funds' assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
<b>Franklin Allocation VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$7,019,330	\$2,942,750	\$—	\$9,962,080
Air Freight & Logistics	2,296,764	1,969,817	—	4,266,581
Airlines	95,403	414,892	—	510,295
Auto Components	423,323	1,357,125	—	1,780,448
Automobiles	85,601	4,328,269	—	4,413,870
Banks	5,102,397	9,948,991	—	15,051,388
Beverages	4,369,686	1,050,289	—	5,419,975
Biotechnology	5,928,822	2,848,975	—	8,777,797
Building Products	3,196,373	1,981,174	—	5,177,547
Capital Markets	10,426,288	5,318,795	—	15,745,083
Chemicals	10,255,806	7,272,853	—	17,528,659
Commercial Services & Supplies	1,953,905	122,423	—	2,076,328
Communications Equipment	980,866	—	—	980,866
Construction & Engineering	28,569	825,376	—	853,945
Construction Materials	509,453	81,762	—	591,215
Consumer Finance	973,411	—	—	973,411
Containers & Packaging	416,859	—	—	416,859
Distributors	345,412	—	—	345,412
Diversified Consumer Services	463,159	—	—	463,159
Diversified Financial Services	738,303	1,358,243	—	2,096,546
Diversified Telecommunication Services	2,019,541	1,746,990	—	3,766,531
Electric Utilities	2,009,678	—	—	2,009,678
Electrical Equipment	2,429,068	635,120	—	3,064,188
Electronic Equipment, Instruments & Components	2,553,949	238,748	—	2,792,697
Energy Equipment & Services	99,733	1,025,455	—	1,125,188
Entertainment	2,079,058	1,832,143	—	3,911,201
Equity Real Estate Investment Trusts (REITs)	4,758,530	676,631	—	5,435,161
Food & Staples Retailing	3,973,519	937,502	—	4,911,021
Food Products	1,956,687	790,703	—	2,747,390
Gas Utilities	95,849	660,025	—	755,874
Health Care Equipment & Supplies	16,596,810	5,688,279	—	22,285,089
Health Care Providers & Services	4,891,219	1,004,910	—	5,896,129
Health Care Technology	1,452,946	—	—	1,452,946
Hotels, Restaurants & Leisure	3,280,285	—	—	3,280,285
Household Durables	806,862	2,271,376	—	3,078,238
Household Products	3,006,144	—	—	3,006,144
Industrial Conglomerates	4,732,138	3,481,644	—	8,213,782
Insurance	1,096,972	2,136,329	—	3,233,301
Interactive Media & Services	17,446,317	545,593	—	17,991,910
Internet & Direct Marketing Retail	7,556,974	2,729,846	—	10,286,820
IT Services	17,451,870	4,635,453	—	22,087,323
Leisure Products	25,997	—	—	25,997
Life Sciences Tools & Services	8,117,875	1,116,764	—	9,234,639
Machinery	7,933,847	2,381,367	—	10,315,214

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Allocation VIP Fund</b> (continued)				
<b>Assets: (continued)</b>				
Investments in Securities:				
Common Stocks:				
Marine .....	\$—	\$358,192	\$—	\$358,192
Media .....	2,049,740	3,012,938	—	5,062,678
Metals & Mining .....	2,256,111	3,225,572	—	5,481,683
Multiline Retail .....	2,925,770	836,282	—	3,762,052
Multi-Utilities .....	1,627,393	1,077,522	—	2,704,915
Oil, Gas & Consumable Fuels .....	4,387,209	5,205,964	—	9,593,173
Paper & Forest Products .....	12,458	204,069	—	216,527
Personal Products .....	663,745	1,980,654	—	2,644,399
Pharmaceuticals .....	11,081,676	6,850,473	—	17,932,149
Professional Services .....	3,959,737	3,101,503	—	7,061,240
Real Estate Management & Development .....	665,358	2,350,225	—	3,015,583
Road & Rail .....	4,521,025	213,498	—	4,734,523
Semiconductors & Semiconductor Equipment .....	20,410,388	3,237,922	—	23,648,310
Software .....	36,199,328	3,298,124	—	39,497,452
Specialty Retail .....	7,288,181	512,891	—	7,801,072
Technology Hardware, Storage & Peripherals .....	11,669,969	1,774,427	—	13,444,396
Textiles, Apparel & Luxury Goods .....	2,327,630	262,622	—	2,590,252
Thriffs & Mortgage Finance .....	10,425	933,540	—	943,965
Tobacco .....	2,286,457	940,370	—	3,226,827
Trading Companies & Distributors .....	1,934,414	2,157,131	—	4,091,545
Water Utilities .....	459,620	—	—	459,620
Wireless Telecommunication Services .....	—	671,632	—	671,632
Management Investment Companies .....	21,757,259	—	—	21,757,259
Preferred Stocks:				
Automobiles .....	—	208,444	—	208,444
Chemicals .....	154,548	—	—	154,548
Health Care Equipment & Supplies .....	—	243,174	—	243,174
Corporate Bonds .....	—	76,889,222	—	76,889,222
Foreign Government and Agency Securities .....	—	6,852,908	—	6,852,908
U.S. Government and Agency Securities .....	—	135,170,318	—	135,170,318
Asset-Backed Securities .....	—	2,716,907	—	2,716,907
Commercial Mortgage-Backed Securities .....	—	250,527	—	250,527
Mortgage-Backed Securities .....	—	30,656,320	—	30,656,320
Municipal Bonds .....	—	4,799,913	—	4,799,913
Short Term Investments .....	14,804,567	—	—	14,804,567
Total Investments in Securities .....	\$325,434,606	\$376,349,896 <sup>a</sup>	\$—	\$701,784,502
Other Financial Instruments:				
Futures contracts .....	\$287,633	\$—	\$—	\$287,633
Swap contracts .....	—	1,576	—	1,576
Total Other Financial Instruments .....	\$287,633	\$1,576	\$—	\$289,209
<b>Liabilities:</b>				
Other Financial Instruments:				
Futures contracts .....	\$1,002,081	\$—	\$—	\$1,002,081
Swap contracts .....	—	2,141	—	2,141
Total Other Financial Instruments .....	\$1,002,081	\$2,141	\$—	\$1,004,222
<b>Franklin DynaTech VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense .....	883,780	—	—	883,780
Automobiles .....	3,018,168	—	—	3,018,168
Banks .....	639,117	—	—	639,117

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

	Level 1	Level 2	Level 3	Total
<b>Franklin DynaTech VIP Fund (continued)</b>				
<b>Assets: (continued)</b>				
Investments in Securities:				
Common Stocks:				
Biotechnology . . . . .	\$3,063,648	\$601,923	\$—	\$3,665,571
Capital Markets . . . . .	3,981,748	—	—	3,981,748
Diversified Consumer Services . . . . .	437,360	—	—	437,360
Electric Utilities . . . . .	1,142,466	—	—	1,142,466
Electronic Equipment, Instruments & Components . . . . .	1,469,734	679,836	—	2,149,570
Entertainment . . . . .	7,081,799	—	—	7,081,799
Equity Real Estate Investment Trusts (REITs) . . . . .	1,450,284	—	—	1,450,284
Health Care Equipment & Supplies . . . . .	12,065,501	—	—	12,065,501
Health Care Providers & Services . . . . .	1,078,550	—	—	1,078,550
Health Care Technology . . . . .	3,249,865	—	—	3,249,865
Hotels, Restaurants & Leisure . . . . .	1,331,701	—	—	1,331,701
Industrial Conglomerates . . . . .	594,245	—	—	594,245
Interactive Media & Services . . . . .	13,884,833	2,075,693	—	15,960,526
Internet & Direct Marketing Retail . . . . .	16,307,532	691,385	—	16,998,917
IT Services . . . . .	22,464,250	4,035,427	—	26,499,677
Life Sciences Tools & Services . . . . .	9,068,315	2,982,637	—	12,050,952
Media . . . . .	1,513,926	—	—	1,513,926
Pharmaceuticals . . . . .	1,940,447	—	—	1,940,447
Professional Services . . . . .	840,806	—	—	840,806
Semiconductors & Semiconductor Equipment . . . . .	16,113,984	—	—	16,113,984
Software . . . . .	40,983,936	—	—	40,983,936
Specialty Retail . . . . .	1,289,988	—	—	1,289,988
Technology Hardware, Storage & Peripherals . . . . .	1,494,240	—	—	1,494,240
Short Term Investments . . . . .	2,753,426	—	—	2,753,426
Total Investments in Securities . . . . .	\$170,143,649	\$11,066,901 <sup>b</sup>	\$—	\$181,210,550
<b>Franklin Global Real Estate VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Diversified Telecommunication Services . . . . .	1,180,296	—	—	1,180,296
Equity Real Estate Investment Trusts (REITs) . . . . .	90,767,973	23,471,539	—	114,239,512
Real Estate Management & Development . . . . .	7,779,671	18,796,559	—	26,576,230
Short Term Investments . . . . .	—	833,561	—	833,561
Total Investments in Securities . . . . .	\$99,727,940	\$43,101,659 <sup>c</sup>	\$—	\$142,829,599
<b>Franklin Growth and Income VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense . . . . .	2,622,652	—	—	2,622,652
Air Freight & Logistics . . . . .	1,802,790	—	—	1,802,790
Banks . . . . .	7,508,049	—	—	7,508,049
Beverages . . . . .	2,548,486	—	—	2,548,486
Capital Markets . . . . .	6,170,809	—	—	6,170,809
Chemicals . . . . .	2,135,031	564,762	—	2,699,793
Commercial Services & Supplies . . . . .	1,171,786	—	—	1,171,786
Communications Equipment . . . . .	426,459	—	—	426,459
Diversified Telecommunication Services . . . . .	646,753	—	—	646,753
Electric Utilities . . . . .	4,187,070	—	—	4,187,070
Electrical Equipment . . . . .	1,613,286	—	—	1,613,286
Equity Real Estate Investment Trusts (REITs) . . . . .	901,109	—	—	901,109
Food & Staples Retailing . . . . .	873,913	—	—	873,913



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

	Level 1	Level 2	Level 3	Total
<b>Franklin Growth and Income VIP Fund</b> (continued)				
<b>Assets: (continued)</b>				
Investments in Securities:				
Common Stocks:				
Food Products	\$438,677	\$—	\$—	\$438,677
Health Care Equipment & Supplies	2,010,614	—	—	2,010,614
Health Care Providers & Services	1,876,104	—	—	1,876,104
Hotels, Restaurants & Leisure	1,156,122	—	—	1,156,122
Household Products	1,735,617	—	—	1,735,617
Insurance	406,558	—	—	406,558
IT Services	991,950	—	—	991,950
Life Sciences Tools & Services	685,596	—	—	685,596
Machinery	1,305,798	—	—	1,305,798
Media	1,314,914	—	—	1,314,914
Multiline Retail	1,766,104	—	—	1,766,104
Oil, Gas & Consumable Fuels	3,738,395	—	—	3,738,395
Pharmaceuticals	3,053,798	—	—	3,053,798
Road & Rail	959,393	—	—	959,393
Semiconductors & Semiconductor Equipment	1,355,069	—	—	1,355,069
Software	1,560,677	—	—	1,560,677
Specialty Retail	2,073,652	—	—	2,073,652
Technology Hardware, Storage & Peripherals	392,662	—	—	392,662
Equity-Linked Securities	—	6,496,210	—	6,496,210
Convertible Preferred Stocks	4,837,120	—	—	4,837,120
Short Term Investments	679,000	598,023	—	1,277,023
Total Investments in Securities	\$64,946,013	\$7,658,995 <sup>d</sup>	\$—	\$72,605,008

**Franklin Income VIP Fund**

**Assets:**

Investments in Securities:

Common Stocks:

Aerospace & Defense	53,851,000	—	—	53,851,000
Air Freight & Logistics	28,717,170	—	—	28,717,170
Banks	128,042,250	31,758,707	—	159,800,957
Beverages	128,025,000	—	—	128,025,000
Biotechnology	68,820,500	—	—	68,820,500
Capital Markets	25,933,115	—	—	25,933,115
Chemicals	8,963,850	17,056,576	—	26,020,426
Diversified Telecommunication Services	74,649,043	—	—	74,649,043
Electric Utilities	196,365,450	—	—	196,365,450
Energy Equipment & Services	13,769,000	—	—	13,769,000
Health Care Providers & Services	19,851,900	—	—	19,851,900
Household Products	50,328,000	—	—	50,328,000
Industrial Conglomerates	31,842,000	—	—	31,842,000
Insurance	18,519,000	—	—	18,519,000
IT Services	27,741,403	—	—	27,741,403
Machinery	22,456,000	—	—	22,456,000
Media	11,186,000	—	—	11,186,000
Metals & Mining	10,023,000	—	—	10,023,000
Multi-Utilities	97,311,797	—	—	97,311,797
Oil, Gas & Consumable Fuels	184,702,470	—	—	184,702,470
Personal Products	—	16,239,702	—	16,239,702
Pharmaceuticals	216,243,582	—	—	216,243,582
Road & Rail	20,875,065	—	—	20,875,065
Semiconductors & Semiconductor Equipment	34,417,850	—	—	34,417,850
Specialty Retail	10,504,320	—	—	10,504,320

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Income VIP Fund (continued)</b>				
<b>Assets: (continued)</b>				
Investments in Securities:				
Tobacco .....	\$40,560,641	\$—	\$—	\$40,560,641
Equity-Linked Securities .....	—	556,143,066	—	556,143,066
Convertible Preferred Stocks:				
Capital Markets .....	6,715,850	—	—	6,715,850
Electric Utilities .....	64,304,022	—	—	64,304,022
Multi-Utilities .....	37,101,750	—	—	37,101,750
Semiconductors & Semiconductor Equipment ..	38,300,250	—	—	38,300,250
Thriffs & Mortgage Finance .....	—	3,871,250	—	3,871,250
Convertible Bonds .....	—	4,455,359	—	4,455,359
Corporate Bonds .....	—	860,741,173	—	860,741,173
Index-Linked Notes .....	—	38,988,422	—	38,988,422
U.S. Government and Agency Securities .....	—	176,402,735	—	176,402,735
Asset-Backed Securities .....	—	10,397,741	—	10,397,741
Mortgage-Backed Securities .....	—	2,510,732	—	2,510,732
Escrows and Litigation Trusts .....	—	10,162,150	—	10,162,150
Short Term Investments .....	103,081,545	1,816,676	—	104,898,221
Total Investments in Securities .....	\$1,773,202,823	\$1,730,544,289 <sup>e</sup>	\$—	\$3,503,747,112

**Franklin Large Cap Growth VIP Fund**

**Assets:**

Investments in Securities:

Common Stocks:

Auto Components .....	991,842	—	—	991,842
Automobiles .....	1,383,656	—	—	1,383,656
Beverages .....	1,685,620	—	—	1,685,620
Biotechnology .....	1,877,322	—	—	1,877,322
Capital Markets .....	6,559,140	—	—	6,559,140
Chemicals .....	1,726,498	—	—	1,726,498
Commercial Services & Supplies .....	489,725	—	—	489,725
Consumer Finance .....	518,355	—	—	518,355
Electric Utilities .....	611,278	—	—	611,278
Entertainment .....	1,664,670	—	—	1,664,670
Equity Real Estate Investment Trusts (REITs) ..	3,844,800	—	—	3,844,800
Food Products .....	1,015,407	—	—	1,015,407
Health Care Equipment & Supplies .....	11,414,114	—	—	11,414,114
Health Care Providers & Services .....	2,859,901	—	—	2,859,901
Health Care Technology .....	2,480,279	—	—	2,480,279
Hotels, Restaurants & Leisure .....	2,377,181	—	—	2,377,181
Industrial Conglomerates .....	2,179,990	—	—	2,179,990
Interactive Media & Services .....	5,864,308	—	—	5,864,308
Internet & Direct Marketing Retail .....	10,571,259	—	—	10,571,259
IT Services .....	17,264,556	—	—	17,264,556
Life Sciences Tools & Services .....	926,734	1,172,525	—	2,099,259
Machinery .....	476,656	—	—	476,656
Media .....	881,634	—	—	881,634
Pharmaceuticals .....	1,614,681	—	—	1,614,681
Professional Services .....	3,557,723	—	—	3,557,723
Road & Rail .....	1,159,595	—	—	1,159,595
Semiconductors & Semiconductor Equipment ..	7,255,491	—	—	7,255,491
Software .....	28,455,968	—	—	28,455,968
Specialty Retail .....	432,080	—	—	432,080
Technology Hardware, Storage & Peripherals ..	5,676,839	—	—	5,676,839
Textiles, Apparel & Luxury Goods .....	1,438,842	—	—	1,438,842

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Large Cap Growth VIP Fund</b> (continued)				
<b>Assets: (continued)</b>				
Investments in Securities:				
Common Stocks:				
Wireless Telecommunication Services	\$677,767	\$—	\$—	\$677,767
Warrants	25,915	—	—	25,915
Short Term Investments	2,210,000	1,053,015	—	3,263,015
Total Investments in Securities	\$132,169,826	\$2,225,540 <sup>f</sup>	\$—	\$134,395,366
<b>Franklin Mutual Global Discovery VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	—	14,934,349	—	14,934,349
Auto Components	—	8,191,707	16,953	8,208,660
Automobiles	7,784,107	—	—	7,784,107
Banks	20,507,073	25,243,344	—	45,750,417
Beverages	—	5,747,257	—	5,747,257
Building Products	8,315,427	—	—	8,315,427
Capital Markets	—	7,248,613	—	7,248,613
Chemicals	—	16,052,615	—	16,052,615
Construction Materials	—	7,355,726	—	7,355,726
Diversified Financial Services	9,892,999	—	—	9,892,999
Diversified Telecommunication Services	2,871,502	12,996,985	—	15,868,487
Entertainment	7,599,455	—	—	7,599,455
Food Products	7,128,352	—	—	7,128,352
Gas Utilities	3,446,563	—	—	3,446,563
Health Care Equipment & Supplies	9,061,131	—	—	9,061,131
Health Care Providers & Services	24,006,274	—	—	24,006,274
Hotels, Restaurants & Leisure	—	8,165,867	—	8,165,867
Household Products	—	6,542,945	—	6,542,945
Industrial Conglomerates	8,049,837	—	—	8,049,837
Insurance	31,869,669	18,196,273	—	50,065,942
IT Services	18,461,913	7,036,406	—	25,498,319
Media	13,886,210	—	—	13,886,210
Oil, Gas & Consumable Fuels	29,068,680	13,508,404	—	42,577,084
Pharmaceuticals	32,261,601	15,852,340	—	48,113,941
Road & Rail	2,679,336	—	—	2,679,336
Semiconductors & Semiconductor Equipment	5,828,214	9,253,917	—	15,082,131
Software	19,497,619	—	—	19,497,619
Technology Hardware, Storage & Peripherals	7,210,041	11,034,623	—	18,244,664
Textiles, Apparel & Luxury Goods	—	6,138,555	—	6,138,555
Tobacco	5,953,287	10,166,338	—	16,119,625
Warrants	77,815	—	—	77,815
Convertible Bonds	—	339,971	—	339,971
Corporate Bonds	—	5,353,921	—	5,353,921
Senior Floating Rate Interests	—	437,892	—	437,892
Companies in Liquidation	—	—	— <sup>g</sup>	—
Short Term Investments	3,899,634	1,000,000	—	4,899,634
Total Investments in Securities	\$279,356,739	\$210,798,048 <sup>h</sup>	\$16,953	\$490,171,740
Other Financial Instruments:				
Forward exchange contracts	—	963,615	—	963,615
Futures contracts	520,470	—	—	520,470
Total Other Financial Instruments	\$520,470	\$963,615	\$—	\$1,484,085

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Mutual Global Discovery VIP Fund</b> (continued)				
<b>Liabilities:</b>				
Other Financial Instruments:				
Securities Sold Short	\$6,845,320	\$—	\$—	\$6,845,320
Forward exchange contracts	—	18,687	—	18,687
Total Other Financial Instruments	\$6,845,320	\$18,687	\$—	\$6,864,007
<b>Franklin Mutual Shares VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	40,782,767	31,305,657	—	72,088,424
Auto Components	—	—	69,179	69,179
Automobiles	46,442,307	—	—	46,442,307
Banks	190,259,075	73,583,634	—	263,842,709
Building Products	61,277,242	—	—	61,277,242
Chemicals	35,931,669	—	—	35,931,669
Containers & Packaging	33,541,878	—	—	33,541,878
Diversified Financial Services	41,500,254	—	—	41,500,254
Diversified Telecommunication Services	14,150,129	—	11,289,712	25,439,841
Electric Utilities	52,165,896	—	—	52,165,896
Electrical Equipment	59,205,508	—	—	59,205,508
Entertainment	42,287,087	—	—	42,287,087
Equity Real Estate Investment Trusts (REITs)	54,314,281	—	—	54,314,281
Food Products	97,764,343	—	—	97,764,343
Health Care Equipment & Supplies	54,591,826	—	—	54,591,826
Health Care Providers & Services	140,443,079	—	—	140,443,079
Household Durables	61,546,202	—	—	61,546,202
Industrial Conglomerates	47,372,370	—	—	47,372,370
Insurance	224,840,118	—	—	224,840,118
IT Services	145,468,187	—	—	145,468,187
Media	138,970,257	—	—	138,970,257
Oil, Gas & Consumable Fuels	68,864,137	57,264,808	—	126,128,945
Pharmaceuticals	202,367,411	77,084,920	—	279,452,331
Professional Services	31,510,150	—	—	31,510,150
Road & Rail	28,119,496	—	—	28,119,496
Semiconductors & Semiconductor Equipment	39,544,281	—	—	39,544,281
Software	99,326,665	—	—	99,326,665
Specialty Retail	39,611,968	—	71,336	39,683,304
Technology Hardware, Storage & Peripherals	48,849,102	47,191,357	—	96,040,459
Textiles, Apparel & Luxury Goods	40,045,756	—	—	40,045,756
Tobacco	36,872,019	41,956,533	—	78,828,552
Wireless Telecommunication Services	48,598,626	—	—	48,598,626
Warrants:				
Diversified Telecommunication Services	—	—	636,630	636,630
Software	145,626	—	—	145,626
Corporate Bonds	—	27,768,597	—	27,768,597
Senior Floating Rate Interests	—	24,217,749	—	24,217,749
Asset-Backed Securities	—	2,093,604	—	2,093,604
Companies in Liquidation	—	—	— <sup>9</sup>	—
Short Term Investments	15,998,256	5,600,000	—	21,598,256
Total Investments in Securities	\$2,282,707,968	\$388,066,859 <sup>9</sup>	\$12,066,857	\$2,682,841,684
Other Financial Instruments:				
Forward exchange contracts	—	3,687,332	—	3,687,332
Futures contracts	492,747	—	—	492,747
Total Other Financial Instruments	\$492,747	\$3,687,332	\$—	\$4,180,079

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Mutual Shares VIP Fund</b> (continued)				
<b>Liabilities:</b>				
Other Financial Instruments:				
Securities Sold Short	\$46,444,841	\$—	\$—	\$46,444,841
Forward exchange contracts	—	301,345	—	301,345
Total Other Financial Instruments	\$46,444,841	\$301,345	\$—	\$46,746,186
<b>Franklin Rising Dividends VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities: <sup>1</sup>				
Common Stocks	1,642,633,300	—	—	1,642,633,300
Short Term Investments	18,011,529	—	—	18,011,529
Total Investments in Securities	\$1,660,644,829	\$—	\$—	\$1,660,644,829
<b>Franklin Small Cap Value VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Auto Components	20,631,990	—	—	20,631,990
Banks	129,701,894	—	—	129,701,894
Biotechnology	829,088	—	—	829,088
Building Products	57,334,915	—	—	57,334,915
Chemicals	91,461,731	—	—	91,461,731
Communications Equipment	26,377,205	—	—	26,377,205
Construction & Engineering	60,149,334	—	—	60,149,334
Construction Materials	31,528,366	—	—	31,528,366
Electric Utilities	10,230,898	—	—	10,230,898
Electrical Equipment	14,069,419	—	—	14,069,419
Electronic Equipment, Instruments & Components	49,606,304	—	—	49,606,304
Energy Equipment & Services	34,732,844	—	—	34,732,844
Equity Real Estate Investment Trusts (REITs)	38,555,553	—	—	38,555,553
Food & Staples Retailing	7,409,147	—	—	7,409,147
Food Products	—	24,166,258	—	24,166,258
Gas Utilities	1,848,737	—	—	1,848,737
Health Care Equipment & Supplies	31,202,568	—	—	31,202,568
Hotels, Restaurants & Leisure	104,045,376	—	—	104,045,376
Household Durables	3,173,740	—	—	3,173,740
Insurance	128,407,656	—	—	128,407,656
IT Services	20,742,782	—	—	20,742,782
Leisure Products	20,523,159	—	—	20,523,159
Machinery	155,042,266	—	—	155,042,266
Metals & Mining	4,894,592	—	—	4,894,592
Multi-Utilities	19,534,991	—	—	19,534,991
Oil, Gas & Consumable Fuels	50,373,022	—	—	50,373,022
Pharmaceuticals	1,473,993	—	—	1,473,993
Professional Services	13,868,129	—	—	13,868,129
Software	32,167,181	17,571,638	—	49,738,819
Specialty Retail	32,341,450	23,271,923	—	55,613,373
Textiles, Apparel & Luxury Goods	6,376,902	—	—	6,376,902
Thriffs & Mortgage Finance	4,830,543	—	—	4,830,543
Trading Companies & Distributors	37,003,044	—	—	37,003,044
Short Term Investments	15,853,422	—	—	15,853,422
Total Investments in Securities	\$1,256,322,241	\$65,009,819 <sup>k</sup>	\$—	\$1,321,332,060

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Small-Mid Cap Growth VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$6,820,302	\$—	\$—	\$6,820,302
Airlines	3,481,811	—	—	3,481,811
Automobiles	2,026,999	—	—	2,026,999
Banks	3,622,528	—	—	3,622,528
Biotechnology	20,841,392	—	—	20,841,392
Building Products	3,297,615	—	—	3,297,615
Capital Markets	25,386,878	—	—	25,386,878
Commercial Services & Supplies	9,819,246	—	—	9,819,246
Communications Equipment	2,508,572	—	—	2,508,572
Consumer Finance	661,398	—	—	661,398
Containers & Packaging	8,480,949	—	—	8,480,949
Electrical Equipment	5,763,184	—	—	5,763,184
Electronic Equipment, Instruments & Components	10,628,677	—	—	10,628,677
Entertainment	13,072,324	—	—	13,072,324
Equity Real Estate Investment Trusts (REITs)	12,777,727	—	—	12,777,727
Food & Staples Retailing	674,882	—	—	674,882
Food Products	4,892,332	—	—	4,892,332
Health Care Equipment & Supplies	42,428,682	—	—	42,428,682
Health Care Providers & Services	6,943,200	—	—	6,943,200
Health Care Technology	13,616,955	—	—	13,616,955
Hotels, Restaurants & Leisure	29,820,861	—	—	29,820,861
Household Durables	4,707,787	—	—	4,707,787
Interactive Media & Services	15,115,982	—	—	15,115,982
Internet & Direct Marketing Retail	7,811,217	—	—	7,811,217
IT Services	37,028,715	—	2,783,500	39,812,215
Leisure Products	1,319,626	—	4,478,312	5,797,938
Life Sciences Tools & Services	27,587,564	—	—	27,587,564
Machinery	11,100,687	—	—	11,100,687
Personal Products	3,776,100	—	—	3,776,100
Pharmaceuticals	3,006,580	—	—	3,006,580
Professional Services	26,779,264	—	—	26,779,264
Road & Rail	6,992,211	—	—	6,992,211
Semiconductors & Semiconductor Equipment	34,769,801	—	—	34,769,801
Software	110,013,329	—	818,841	110,832,170
Specialty Retail	30,100,183	—	—	30,100,183
Textiles, Apparel & Luxury Goods	15,041,263	—	—	15,041,263
Trading Companies & Distributors	7,003,477	—	—	7,003,477
Convertible Preferred Stocks	—	—	7,457,273	7,457,273
Warrants:				
Biotechnology	83,598	—	—	83,598
Software	—	—	— <sup>9</sup>	—
Short Term Investments	29,220,274	—	—	29,220,274
Total Investments in Securities	\$599,024,172	\$—	\$15,537,926	\$614,562,098
<b>Franklin Strategic Income VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Energy Equipment & Services	271,328	—	—	271,328
Machinery	—	586,411	—	586,411
Media	266,147	—	3,304	269,451
Multiline Retail	—	—	— <sup>9</sup>	—
Oil, Gas & Consumable Fuels	2,293	—	1,710	4,003

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Strategic Income VIP Fund</b> (continued)				
<b>Assets: (continued)</b>				
Investments in Securities:				
Common Stocks:				
Specialty Retail . . . . .	\$5	\$—	\$—	\$5
Management Investment Companies . . . . .	30,798,926	—	—	30,798,926
Warrants:				
Oil, Gas & Consumable Fuels . . . . .	—	—	570	570
Paper & Forest Products . . . . .	3,034	—	—	3,034
Convertible Bonds . . . . .	—	21,370	—	21,370
Corporate Bonds:				
Aerospace & Defense . . . . .	—	2,267,327	—	2,267,327
Air Freight & Logistics . . . . .	—	1,025,966	—	1,025,966
Airlines . . . . .	—	2,870,074	—	2,870,074
Auto Components . . . . .	—	5,981,995	—	5,981,995
Automobiles . . . . .	—	1,171,308	—	1,171,308
Banks . . . . .	—	10,241,592	—	10,241,592
Beverages . . . . .	—	2,861,730	—	2,861,730
Biotechnology . . . . .	—	754,709	—	754,709
Building Products . . . . .	—	1,722,480	—	1,722,480
Capital Markets . . . . .	—	2,517,007	—	2,517,007
Chemicals . . . . .	—	13,113,782	—	13,113,782
Commercial Services & Supplies . . . . .	—	3,582,105	—	3,582,105
Communications Equipment . . . . .	—	1,308,982	—	1,308,982
Construction & Engineering . . . . .	—	971,307	—	971,307
Consumer Finance . . . . .	—	300,750	—	300,750
Containers & Packaging . . . . .	—	6,621,238	—	6,621,238
Diversified Financial Services . . . . .	—	720,230	—	720,230
Diversified Telecommunication Services . . . . .	—	4,306,309	—	4,306,309
Electric Utilities . . . . .	—	7,371,652	—	7,371,652
Electrical Equipment . . . . .	—	1,019,200	—	1,019,200
Electronic Equipment, Instruments & Components . . . . .	—	1,852,169	—	1,852,169
Energy Equipment & Services . . . . .	—	1,660,347	—	1,660,347
Entertainment . . . . .	—	2,159,463	—	2,159,463
Equity Real Estate Investment Trusts (REITs) . . . . .	—	7,725,145	—	7,725,145
Food & Staples Retailing . . . . .	—	761,250	—	761,250
Food Products . . . . .	—	6,940,046	—	6,940,046
Gas Utilities . . . . .	—	307,277	—	307,277
Health Care Equipment & Supplies . . . . .	—	500,000	—	500,000
Health Care Providers & Services . . . . .	—	8,505,847	—	8,505,847
Hotels, Restaurants & Leisure . . . . .	—	12,247,685	—	12,247,685
Household Durables . . . . .	—	3,063,230	—	3,063,230
Household Products . . . . .	—	3,012,186	—	3,012,186
Independent Power and Renewable Electricity Producers . . . . .	—	7,127,577	—	7,127,577
Insurance . . . . .	—	1,092,593	—	1,092,593
Interactive Media & Services . . . . .	—	2,065,970	—	2,065,970
Internet & Direct Marketing Retail . . . . .	—	2,289,948	—	2,289,948
IT Services . . . . .	—	4,158,229	—	4,158,229
Machinery . . . . .	—	3,515,279	—	3,515,279
Marine . . . . .	—	1,268,826	—	1,268,826
Media . . . . .	—	9,201,731	—	9,201,731
Metals & Mining . . . . .	—	5,488,214	—	5,488,214
Mortgage Real Estate Investment Trusts (REITs) . . . . .	—	97,131	—	97,131
Multiline Retail . . . . .	—	—	9	—
Oil, Gas & Consumable Fuels . . . . .	—	21,634,130	—	21,634,130

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

	Level 1	Level 2	Level 3	Total
<b>Franklin Strategic Income VIP Fund (continued)</b>				
<b>Assets: (continued)</b>				
Investments in Securities:				
Corporate Bonds:				
Paper & Forest Products	\$—	\$1,106,750	\$—	\$1,106,750
Personal Products	—	1,401,762	—	1,401,762
Pharmaceuticals	—	6,474,072	—	6,474,072
Real Estate Management & Development	—	3,397,676	—	3,397,676
Road & Rail	—	4,013,913	—	4,013,913
Semiconductors & Semiconductor Equipment	—	103,464	—	103,464
Software	—	1,301,768	—	1,301,768
Specialty Retail	—	4,264,131	—	4,264,131
Technology Hardware, Storage & Peripherals	—	201,782	—	201,782
Thriffs & Mortgage Finance	—	2,061,252	—	2,061,252
Tobacco	—	1,270,504	—	1,270,504
Trading Companies & Distributors	—	2,801,670	—	2,801,670
Wireless Telecommunication Services	—	3,429,090	—	3,429,090
Senior Floating Rate Interests	—	6,663,105	—	6,663,105
Marketplace Loans	—	—	1,909,151	1,909,151
Loan Participations and Assignments	—	1,536,294	—	1,536,294
Foreign Government and Agency Securities	—	56,349,519	—	56,349,519
U.S. Government and Agency Securities	—	10,537,919	—	10,537,919
Asset-Backed Securities	—	26,210,805	—	26,210,805
Commercial Mortgage-Backed Securities	—	808,064	—	808,064
Mortgage-Backed Securities	—	5,558,540	—	5,558,540
Municipal Bonds	—	3,296,660	—	3,296,660
Residential Mortgage-Backed Securities	—	33,083,186	—	33,083,186
Escrows and Litigation Trusts	—	8,201	— <sup>9</sup>	8,201
Options purchased	—	63,097	—	63,097
Short Term Investments	11,118,742	—	—	11,118,742
Total Investments in Securities	\$42,460,475	\$353,955,021	\$1,914,735	\$398,330,231
Other Financial Instruments:				
Forward exchange contracts	—	135,187	—	135,187
Futures contracts	482,920	—	—	482,920
Swap contracts	—	262,679	—	262,679
Total Other Financial Instruments	\$482,920	\$397,866	\$—	\$880,786
<b>Liabilities:</b>				
Other Financial Instruments:				
Options written	\$—	\$59,287	\$—	\$59,287
Forward exchange contracts	—	73,734	—	73,734
Futures contracts	21,375	—	—	21,375
Swap contracts	—	76,054	—	76,054
Total Other Financial Instruments	\$21,375	\$209,075	\$—	\$230,450
<b>Franklin U.S. Government Securities VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities: <sup>1</sup>				
Corporate Bonds	—	15,678,979	—	15,678,979
Foreign Government and Agency Securities	—	13,209,923	—	13,209,923
U.S. Government and Agency Securities	—	110,849,785	—	110,849,785
Mortgage-Backed Securities	—	620,290,575	—	620,290,575
Short Term Investments	—	36,378,672	—	36,378,672
Total Investments in Securities	\$—	\$796,407,934	\$—	\$796,407,934



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

	Level 1	Level 2	Level 3	Total
<b>Franklin VolSmart Allocation VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities: <sup>1</sup>				
Common Stocks . . . . .	\$127,531,797	\$—	\$—	\$127,531,797
Management Investment Companies . . . . .	68,581,389	—	—	68,581,389
Short Term Investments . . . . .	4,872,450	—	—	4,872,450
Total Investments in Securities . . . . .	\$200,985,636	\$—	\$—	\$200,985,636
<b>Liabilities:</b>				
Other Financial Instruments:				
Swap contracts . . . . .	—	57	—	57

	Level 1	Level 2	Level 3	Total
<b>Templeton Developing Markets VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Brazil . . . . .	\$8,349,537	\$—	\$—	\$8,349,537
Cambodia . . . . .	—	1,170,310	—	1,170,310
China . . . . .	10,348,582	73,156,377	3,341,723	86,846,682
Hungary . . . . .	2,526,730	—	—	2,526,730
India . . . . .	—	25,322,612	—	25,322,612
Indonesia . . . . .	—	2,267,709	—	2,267,709
Mexico . . . . .	5,308,460	—	—	5,308,460
Pakistan . . . . .	648,107	—	—	648,107
Peru . . . . .	1,104,219	—	—	1,104,219
Philippines . . . . .	—	708,836	—	708,836
Russia . . . . .	7,086,115	17,864,749	—	24,950,864
South Africa . . . . .	2,394,692	3,822,133	—	6,216,825
South Korea . . . . .	—	67,167,172	—	67,167,172
Taiwan . . . . .	—	51,144,050	—	51,144,050
Thailand . . . . .	—	4,402,996	—	4,402,996
United Kingdom . . . . .	—	4,486,218	—	4,486,218
United States . . . . .	4,673,597	—	—	4,673,597
Preferred Stocks . . . . .	9,377,218	—	—	9,377,218
Escrows and Litigation Trusts . . . . .	—	—	— <sup>a</sup>	—
Short Term Investments . . . . .	1,505,471	—	—	1,505,471
Total Investments in Securities . . . . .	\$53,322,728	\$251,513,162 <sup>1</sup>	\$3,341,723	\$308,177,613

	Level 1	Level 2	Level 3	Total
<b>Templeton Foreign VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense . . . . .	\$—	\$31,323,993	\$—	\$31,323,993
Airlines . . . . .	—	11,086,823	—	11,086,823
Auto Components . . . . .	50,980	36,006,565	—	36,057,545
Automobiles . . . . .	—	67,773,114	—	67,773,114
Banks . . . . .	26,370,441	91,378,447	—	117,748,888
Beverages . . . . .	—	8,142,223	—	8,142,223
Biotechnology . . . . .	—	3,264,825	—	3,264,825
Chemicals . . . . .	—	17,486,532	—	17,486,532
Construction & Engineering . . . . .	—	22,976,762	—	22,976,762
Diversified Financial Services . . . . .	—	8,540,059	—	8,540,059

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

	Level 1	Level 2	Level 3	Total
<b>Templeton Foreign VIP Fund</b> (continued)				
<b>Assets: (continued)</b>				
Investments in Securities:				
Common Stocks:				
Electronic Equipment, Instruments & Components	\$—	\$7,761,847	\$—	\$7,761,847
Energy Equipment & Services	—	25,414,617	—	25,414,617
Food & Staples Retailing	—	16,999,893	—	16,999,893
Health Care Providers & Services	—	25,935,897	—	25,935,897
Household Durables	—	21,004,748	—	21,004,748
Industrial Conglomerates	—	71,588,033	—	71,588,033
Insurance	—	41,385,618	—	41,385,618
Interactive Media & Services	4,248,112	—	—	4,248,112
Internet & Direct Marketing Retail	—	43,991,214	—	43,991,214
IT Services	—	8,132,073	—	8,132,073
Machinery	—	14,234,944	—	14,234,944
Media	—	19,526,410	—	19,526,410
Metals & Mining	28,666,811	34,124,591	—	62,791,402
Multi-Utilities	—	22,831,502	—	22,831,502
Oil, Gas & Consumable Fuels	9,201,577	86,300,449	—	95,502,026
Pharmaceuticals	—	84,615,792	—	84,615,792
Professional Services	—	12,610,736	—	12,610,736
Real Estate Management & Development	—	34,377,370	—	34,377,370
Semiconductors & Semiconductor Equipment	38,762,673	74,992,360	—	113,755,033
Technology Hardware, Storage & Peripherals	—	54,550,080	—	54,550,080
Thriffs & Mortgage Finance	—	30,425,321	—	30,425,321
Tobacco	—	23,481,782	—	23,481,782
Warrants	447,259	—	—	447,259
Short Term Investments	80,232,241	—	—	80,232,241
Total Investments in Securities	\$187,980,094	\$1,052,264,620 <sup>m</sup>	\$—	\$1,240,244,714
	Level 1	Level 2	Level 3	Total
<b>Templeton Global Bond VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities: <sup>l</sup>				
Foreign Government and Agency Securities	\$—	\$1,123,533,331	\$—	\$1,123,533,331
U.S. Government and Agency Securities	—	451,121,681	—	451,121,681
Options purchased	—	11,132,778	—	11,132,778
Short Term Investments	271,185,192	333,596,128	—	604,781,320
Total Investments in Securities	\$271,185,192	\$1,919,383,918	\$—	\$2,190,569,110
Other Financial Instruments:				
Forward exchange contracts	\$—	\$8,709,705	\$—	\$8,709,705
Restricted Currency (ARS)	—	486,630	—	486,630
Total Other Financial Instruments	\$—	\$9,196,335	\$—	\$9,196,335
Receivables:				
Interest (ARS)	\$—	\$1,342,507	\$—	\$1,342,507
<b>Liabilities:</b>				
Other Financial Instruments:				
Options written	\$—	\$6,277,544	\$—	\$6,277,544
Forward exchange contracts	—	7,523,506	—	7,523,506
Total Other Financial Instruments	\$—	\$13,801,050	\$—	\$13,801,050
Payables:				
Deferred Tax (ARS)	\$—	\$1,573	\$—	\$1,573

10. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
<b>Templeton Growth VIP Fund</b>				
<b>Assets:</b>				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$—	\$11,455,261	\$—	\$11,455,261
Air Freight & Logistics	4,317,773	—	—	4,317,773
Airlines	6,006,767	4,824,075	—	10,830,842
Auto Components	9,039,268	5,217,103	—	14,256,371
Automobiles	—	8,617,177	—	8,617,177
Beverages	—	14,203,505	—	14,203,505
Chemicals	16,624,546	5,600,991	—	22,225,537
Consumer Finance	7,147,835	—	—	7,147,835
Diversified Telecommunication Services	4,003,059	—	—	4,003,059
Electric Utilities	6,397,969	—	—	6,397,969
Electrical Equipment	—	5,490,940	—	5,490,940
Electronic Equipment, Instruments & Components	—	1,072,569	—	1,072,569
Entertainment	10,731,299	3,586,190	—	14,317,489
Food & Staples Retailing	8,928,512	—	—	8,928,512
Food Products	—	6,139,023	—	6,139,023
Health Care Equipment & Supplies	17,965,507	—	—	17,965,507
Health Care Providers & Services	14,572,517	6,233,526	—	20,806,043
Hotels, Restaurants & Leisure	23,235,829	16,557,026	—	39,792,855
Household Durables	—	19,215,019	—	19,215,019
Industrial Conglomerates	4,194,653	5,719,133	—	9,913,786
Insurance	—	8,851,952	—	8,851,952
Internet & Direct Marketing Retail	—	466,859	—	466,859
IT Services	14,086,627	7,104,459	—	21,191,086
Machinery	11,446,691	11,407,295	—	22,853,986
Media	6,395,484	—	—	6,395,484
Metals & Mining	8,438,748	4,078,345	—	12,517,093
Multiline Retail	8,412,544	—	—	8,412,544
Multi-Utilities	—	9,500,118	—	9,500,118
Oil, Gas & Consumable Fuels	9,887,066	12,533,012	—	22,420,078
Personal Products	7,305,032	—	—	7,305,032
Pharmaceuticals	7,509,589	15,009,040	—	22,518,629
Semiconductors & Semiconductor Equipment	6,169,318	5,432,029	—	11,601,347
Specialty Retail	14,843,834	4,300,701	—	19,144,535
Technology Hardware, Storage & Peripherals	—	12,134,794	—	12,134,794
Textiles, Apparel & Luxury Goods	—	8,294,841	—	8,294,841
Wireless Telecommunication Services	6,067,322	—	—	6,067,322
Short Term Investments	—	22,000,000	—	22,000,000
Total Investments in Securities	\$233,727,789	\$235,044,983 <sup>n</sup>	\$—	\$468,772,772

<sup>a</sup>Includes foreign securities valued at \$119,013,783, 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.

<sup>b</sup>Includes foreign securities valued at \$11,066,901, 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.

<sup>c</sup>Includes foreign securities valued at \$42,268,098, 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.

<sup>d</sup>Includes foreign securities valued at \$564,762, 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.

<sup>e</sup>Includes foreign securities valued at \$65,054,985, 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.

<sup>f</sup>Includes foreign securities valued at \$1,172,525, 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.

<sup>g</sup>Includes securities determined to have no value at September 30, 2021.

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

<sup>h</sup>Includes foreign securities valued at \$203,666,264, 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.

<sup>i</sup>Includes foreign securities valued at \$328,386,909, 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.

<sup>j</sup>For detailed categories, see the accompanying Statement of Investments.

<sup>k</sup>Includes foreign securities valued at \$65,009,819, 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.

<sup>l</sup>Includes foreign securities valued at \$251,513,162, 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.

<sup>m</sup>Includes foreign securities valued at \$1,052,264,620, 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.

<sup>n</sup>Includes foreign securities valued at \$213,044,983, 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 September 30, 2021, the reconciliation is as follows:

	Balance at Beginning of Period	Purchases <sup>a</sup>	Sales <sup>b</sup>	Transfer Into Level 3	Transfer Out of Level 3	Net Accretion (Amortiza- tion)	Net Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Balance at End of Period	Net Change in Unrealized Appreciation (Depreciation) on Assets Held at Period End
<b>Franklin Small-Mid Cap Growth VIP Fund</b>										
<b>Assets:</b>										
Investments in Securities:										
Common Stocks:										
IT Services . . . . .	\$1,208,923	\$—	\$—	\$—	\$—	\$—	\$—	\$1,574,577	\$2,783,500	\$1,574,577
Leisure Products . . . . .	—	1,669,739	—	—	—	—	—	2,808,573	4,478,312	2,808,573
Software . . . . .	—	1,959,437	(1,421,542)	—	—	—	—	280,946	818,841	280,946
Convertible Preferred Stocks:										
Diversified Consumer Services . . . . .										
Services . . . . .	—	1,034,805	—	—	—	—	—	(10,617)	1,024,188	(10,617)
Software . . . . .	—	4,624,214	—	—	—	—	—	704,380	5,328,594	704,380
Textiles, Apparel & Luxury Goods . . . . .	1,068,276	—	—	—	—	—	—	36,215	1,104,491	36,215
Preferred Stocks:										
Internet & Direct Marketing Retail . . . . .										
Marketing Retail . . . . .	1,657,023	—	(1,600,000)	—	—	—	—	(57,023)	—	—
Software . . . . .	768,400	—	(768,400)	—	—	—	—	—	—	—
Warrants:										
Software . . . . .	—	— <sup>e</sup>	—	—	—	—	—	—	— <sup>e</sup>	—
Total Investments in Securities . . . . .	\$4,702,622	\$9,288,195	\$(3,789,942)	\$—	\$—	\$—	\$—	\$5,337,051	\$15,537,926	\$5,394,074

10. Fair Value Measurements (continued)

	Balance at Beginning of Period	Purchases <sup>a</sup>	Sales <sup>b</sup>	Transfer Into Level 3 <sup>c</sup>	Transfer Out of Level 3 <sup>d</sup>	Net Accretion (Amortiza- tion)	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
<b>Templeton Developing Markets VIP Fund</b>										
<b>Assets:</b>										
Investments in Securities:										
Common Stocks:										
China . . . . .	\$—	\$—	\$—	\$7,080,740	\$—	\$—	\$—	\$(3,739,017)	\$3,341,723	\$(3,739,017)
Escrows and Litigation Trusts . . . . .	— <sup>e</sup>	—	—	—	—	—	—	—	— <sup>e</sup>	—
Total Investments in Securities . . . . .	\$—	\$—	\$—	\$7,080,740	\$—	\$—	\$—	\$(3,739,017)	\$3,341,723	\$(3,739,017)
<b>Templeton Global Bond VIP Fund</b>										
<b>Assets:</b>										
Investments in Securities:										
Foreign										
Government and Agency Securities:										
Argentina . . . . .	\$43,034,720	\$—	\$—	\$—	\$(43,034,720)	\$—	\$—	\$—	\$—	\$—
Short Term Investments . . . . .	3,010,391	—	—	—	(3,010,391)	—	—	—	—	—
Total Investments in Securities . . . . .	\$46,045,111	\$—	\$—	\$—	\$(46,045,111)	\$—	\$—	\$—	\$—	\$—
Other Financial Instruments:										
Restricted Currency (ARS) . . . . .										
	\$3,151	\$—	\$—	\$—	\$(3,151)	\$—	\$—	\$—	\$—	\$—
Receivables:										
Interest (ARS) . . . . .										
	\$947,439	\$—	\$—	\$—	\$(947,439)	\$—	\$—	\$—	\$—	\$—
<b>Liabilities:</b>										
Payables:										
Investment Securities Purchased (ARS) . . . . .										
	\$463,749	\$—	\$—	\$—	\$(463,749)	\$—	\$—	\$—	\$—	\$—
Deferred Tax (ARS) . . . . .										
	\$2,124	\$—	\$—	\$—	\$(2,124)	\$—	\$—	\$—	\$—	\$—

<sup>a</sup>Purchases include all purchases of securities and securities received in corporate actions.

<sup>b</sup>Sales include all sales of securities, maturities, paydowns and securities tendered in corporate actions.

<sup>c</sup>Transferred 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.

<sup>d</sup>Transfers out of Level 3 were as a result of changes in the levels of observable liquidity and the improved reliability of a significant input.

<sup>e</sup>Includes 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 September 30, 2021, are as follows:

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

Description	Fair Value at End of Period	Valuation Technique	Unobservable Inputs	Amount / Range (Weighted Average) <sup>a</sup>	Impact to Fair Value if Input Increases <sup>b</sup>
<b>Franklin Small-Mid Cap Growth VIP Fund</b>					
<b>Assets:</b>					
Investments in Securities:					
Common Stocks					
IT Services . . . . .	2,783,500	Market comparables	Discount for lack of marketability	2.6%	Decrease <sup>c</sup>
Software . . . . .	818,841	Market comparables	Discount for lack of marketability	1.3%	Decrease
Convertible Preferred Stocks					
Diversified Consumer Services. . .	1,024,188	Discounted cash flow	Discount for lack of marketability	11.7%	Decrease <sup>c</sup>
			Weighted average cost of capital	15.2%	Decrease <sup>d</sup>
			Long-term growth rate	5.0%	Increase
Software . . . . .	1,947,980	Market comparables	EV / revenue multiple	19.5x - 29.7x (24.6x)	Increase <sup>c</sup>
Textiles, Apparel & Luxury Goods.	1,104,491	Market comparables	EV / revenue multiple	6.5x	Increase <sup>c</sup>
			Discount for lack of marketability	5.7%	Decrease
All Other Investments . . . . .	7,858,926 <sup>e,f</sup>				
Total	\$15,537,926				
<b>Templeton Developing Markets VIP Fund</b>					
<b>Assets:</b>					
Investments in Securities:					
Common Stocks					
China . . . . .	\$3,341,723	Discount to last traded price	Discount	45.0%	Decrease <sup>c</sup>
			Index Movement	-14.0%	Increase <sup>c</sup>
All Other Investments . . . . .	- <sup>f</sup>				
Total	\$3,341,723				

<sup>a</sup>Weighted based on the relative fair value of the financial instruments.

<sup>b</sup>Represents 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.

<sup>c</sup>Represents a significant impact to fair value but not net assets.

<sup>d</sup>Represents a significant impact to fair value and net assets.

<sup>e</sup>Includes 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.

<sup>f</sup>Includes securities determined to have no value at September 30, 2021.

**Abbreviations List**

EV - Enterprise value

## 11. 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

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

#### Selected Portfolio

<b>ADR</b>	American Depositary Receipt
<b>AGMC</b>	Assured Guaranty Municipal Corp.
<b>BADLAR</b>	Argentina Deposit Rates Badlar Private Banks ARS
<b>CDI</b>	CREST Depository Interest
<b>CLO</b>	Collateralized Loan Obligation
<b>CMT</b>	Constant Monthly U.S. Treasury Securities Yield Curve Rate Index
<b>COFI</b>	Cost of Funds Index
<b>CVR</b>	Contingent Voting Rights
<b>ETF</b>	Exchange-Traded Fund
<b>EURIBOR</b>	Euro Inter-Bank Offer Rate
<b>FFCB</b>	Federal Farm Credit Banks Funding Corp.
<b>FHLB</b>	Federal Home Loan Banks
<b>FHLMC</b>	Federal Home Loan Mortgage Corp.
<b>FNMA</b>	Federal National Mortgage Association
<b>FRN</b>	Floating Rate Note
<b>GDP</b>	Gross Domestic Product
<b>GDR</b>	Global Depositary Receipt
<b>GNMA</b>	Government National Mortgage Association
<b>GO</b>	General Obligation
<b>LIBOR</b>	London Inter-Bank Offered Rate

<b>MBS</b>	Mortgage-Backed Security
<b>NYRS</b>	New York Registry Shares
<b>PIK</b>	Payment-In-Kind
<b>REIT</b>	Real Estate Investment Trust
<b>TBD</b>	To Be Determined
<b>T-Note</b>	Treasury Note
<b>VIX</b>	Market Volatility Index
<b>VRI</b>	Value Recovery Instrument

#### Currency

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

#### Index

<b>CDX.NA.EM.Series number</b>	CDX North America Emerging Markets Index
<b>MCDX.NA.Series number</b>	MCDX North America Index

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

