

SEMIANNUAL REPORT

TEMPLETON FOREIGN VIP FUND

June 30, 2023

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The Securities and Exchange Commission has adopted new regulations that will result in changes to the design and delivery of annual and semiannual shareholder reports beginning in July 2024.

If you have previously elected to receive shareholder reports electronically, you will continue to do so and need not take any action.

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Templeton Foreign VIP Fund

This semiannual report for Templeton Foreign VIP Fund covers the period ended June 30, 2023.

6/30/23

Fund Overview

Fund Goal and Main Investments

The Fund seeks long-term capital growth. Under normal market conditions, the Fund invests at least 80% of its net assets in investments of issuers located outside the U.S., including those in emerging markets.

6/30/23

Europe	55.1%
Asia	37.3%
Latin America & Caribbean	1.3%
Short-Term Investments & Other Net Assets	6.3%

Performance Overview

For comparison, the Fund's benchmark, the MSCI All Country World Index (ACWI) ex USA Index-NR, posted a +9.47% total return for the period under review.¹

value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. Inception date of the Fund may have preceded the effective dates of the subaccounts, contracts or their availability in all states.

Industry, Country

Samsung Electronics Co. Ltd. <i>Technology Hardware, Storage & Peripherals, South Korea</i>	5.1%
BP plc <i>Oil, Gas & Consumable Fuels, United Kingdom</i>	4.9%
Shell plc <i>Oil, Gas & Consumable Fuels, Netherlands</i>	4.7%
Taiwan Semiconductor Manufacturing Co. Ltd. <i>Semiconductors & Semiconductor Equipment, Germany</i>	3.5%
Standard Chartered plc <i>Banks, United Kingdom</i>	3.0%
Housing Development Finance Corp. Ltd. <i>Financial Services, India</i>	2.7%
Bayerische Motoren Werke AG <i>Automobiles, Germany</i>	2.6%
AstraZeneca plc <i>Pharmaceuticals, United Kingdom</i>	2.5%
Infineon Technologies AG <i>Semiconductors & Semiconductor Equipment, Germany</i>	2.4%
Honda Motor Co. Ltd. <i>Automobiles, Japan</i>	2.4%

Thank you for your participation in Templeton Foreign VIP Fund. We look forward to serving your future investment needs.

index, and an index is not representative of the Fund's portfolio. See www.franklintempletondatasources.com for additional data provider information.

The dollar value, number of shares or principal amount, and names of all portfolio holdings are listed in the Fund's Schedule of Investments (SOI).

Your Fund's Expenses

As an investor in a variable insurance contract (Contract) that indirectly provides for investment in an underlying mutual fund, you can incur transaction and/or ongoing expenses at both the Fund level and the Contract Level: (1) transaction expenses can include sales charges (loads) on purchases, surrender fees, transfer fees and premium taxes; and (2) ongoing expenses can include management fees, distribution and service (12b-1) fees, contract fees, annual maintenance fees, mortality and expense risk fees and other fees and expenses. All mutual funds and Contracts have some types of ongoing expenses. The table below shows Fund-level ongoing expenses and can help you understand these costs and compare them with those of [c@^!Á { ~c~ æ|Á~ } á•Á [^!^áÁc@! [~* @Ác@^!ÁÔ [}c!æ&cÉÁV@^!Ácæà|ÁÁæ•~ { ^•Áæ!ÁFÉ€€ÁÁ } Ç^•c { ^ }cÁ@^|áÁ- [!Ác@^!Á•áÁ { []c@•Áá } áá&æc^áÉÁ Please refer to the Fund prospectus for additional information on operating expenses.

Actual Fund Expenses

The table below provides information about the actual account values and actual expenses in the columns under the heading

Financial Highlights

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST
FINANCIAL HIGHLIGHTS

(continued)

(for a share outstanding throughout the period)

	2017	2016	2015	2014	2013	2012
Net asset value, beginning of period	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
Income from investment operations ^a :						
Net investment income ^b	0.19	0.27	0.19	0.28 ^c	0.40	0.25
Net realized and unrealized gains (losses)	1.37	(1.31)	0.38	(0.53)	1.16	(2.58)
Total from investment operations	1.56	(1.04)	0.57	(0.25)	1.56	(2.33)
Less distributions from:						
Net investment income	(0.43)	(0.38)	(0.26)	(0.40)	(0.23)	(0.40)
Net realized gains	—	—	—	—	(0.14)	—
Total distributions	(0.43)	(0.38)	(0.26)	(0.40)	(0.37)	(0.40)
Net asset value, end of period	\$1.13	\$0.96	\$1.07	\$0.85	\$1.19	\$0.60
Total return ^d	12.79%	(7.61)%	4.16%	(1.16)%	12.53%	(15.44)%
Expenses before waiver and payments by						
Investment management	1.07%	1.04%	1.11%	1.11%	1.10%	1.08%
Expenses net of waiver and payments by						
Investment management	1.06%	1.03%	1.11% ^f	1.09%	1.08%	1.06%
Net investment income	2.92%	2.17%	1.35%	2.42% ^c	3.00%	1.71%

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Schedule of Investments (unaudited), June 30, 2023

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Hitachi Ltd.		Japan	223,404,000	<u>¥13,892,158</u>

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Statement of Assets and Liabilities

June 30, 2023 (unaudited)

Statement of Operations

for the six months ended June 30, 2023 (unaudited)

Investment income:	
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Income from securities loaned:	
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Þ []É& [] ç! [^ ä äæ äæç^•ÄÇÞ [ç^Ä3e)	8,234
Total investment income	17,701,062
Expenses:	
Management fees (Note 3a)	3,532,670
Distribution fees: (Note 3c)	
Class 2	887,832
Class 4	134,868
Custodian fees	33,708
Reports to shareholders fees	17,765
Professional fees	21,597
Trustees' fees and expenses	4,931
Other	43,459
Total expenses	4,676,830
Öç] ^ } • ^ ä , æiç^ ä Þ] æiä ä ä ^ äæ äæç^•ÄÇÞ [çe 3e)	(63,788)
Net expenses	4,613,042
Net investment income	13,088,020
Realized and unrealized gains (losses):	
Net realized gain (loss) from:	
Investments:	
W}æ äæç^äáä••~^!•	2,764,642
Foreign currency transactions	(145,543)
Net realized gain (loss)	

Statements of Changes in Net Assets

Notes to Financial Statements (unaudited)

Franklin Templeton Variable Insurance Products Trust (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of eighteen separate funds. The Trust follows the accounting and reporting guidance in Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 946 and applies the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP), including, but not limited to, ASC 946. Templeton Foreign VIP Fund (Fund) is included in this report. Shares of the Fund are generally sold only to insurance company separate accounts

shares: Class 1, Class 2 and Class 4. Each class of shares

at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Fund calculates the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Board has designated the Fund's investment manager as the valuation designee and has responsibility for oversight of valuation. The investment manager is assisted by the Fund's administrator in performing this responsibility, including leading the cross-functional Valuation Committee (VC). The Fund may utilize independent pricing services, quotations from securities and

Equity securities listed on an exchange or on the NASDAQ National Market System are valued at the last quoted sale

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 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.

Investments in open-end mutual funds are valued at the closing NAV.

The Fund has procedures to determine the fair value of an investment. An income-based valuation approach may be used for investments that do not have an active market. Investments 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 Fund may have used had an active market existed.

Trading in securities on foreign securities stock exchanges and OTC markets may be completed before 4 p.m. Eastern time. In addition, trading in certain foreign markets may not take place on every Fund's business day. Events can occur between the time at which trading in a foreign security is completed and 4 p.m. Eastern time that might call into question the reliability of the value of a portfolio security held by the Fund's portfolio securities as determined at the foreign market close and the latest indications of value at 4 p.m. Eastern time. In order to minimize the potential for volatility in the value of the Fund's portfolio securities used to adjust the value of the Fund's portfolio securities to the latest indications of fair value at 4 p.m. Eastern time. At June 30, 2023, certain securities may have been fair valued using these procedures, in which case the securities were categorized as Level 2 within the fair value hierarchy (referred to as "market level fair value"). See the Fair Value Measurements note for more information.

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When the last day of the reporting period is a non-business day, certain foreign markets may be open on those days that the Fund's NAV is not calculated, which could result

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in the foreign markets in which the Fund invests. When a capital gain tax is determined to apply, the Fund records an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date.

The Fund may recognize an income tax liability related to its uncertain tax positions under U.S. GAAP when the uncertain tax position has a less than 50% probability that it will be sustained upon examination by the tax authorities based on its technical merits. As of June 30, 2023, the Fund has no unrecognized tax benefits and no accrued interest and penalties related to uncertain tax positions for any open tax years (or expected to be taken in future tax years). Open tax years are those that remain subject to examination and are based on the statute of limitations in each jurisdiction in which the Fund invests.

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are recorded on the ex-dividend date except for certain dividends from securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Fund. Distributions to shareholders are recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax

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	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Templeton Foreign VIP Fund								
Non-Controlled Afiliates								
Non-Controlled Afiliates								Income from securities loaned
Total Afiliated Securities . . .								

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At December 31, 2022, the capital loss carryforwards were as follows:

Capital loss carryforwards not subject to expiration:

Long term	Á F Í É Í Í É € €
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At June 30, 2023, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments	Á Í Í É H J É H Í Í
Unrealized appreciation.	Á G F Í É G F Í É J I H
Unrealized depreciation.	(94,358,787)
Net unrealized appreciation (depreciation)	Á F G H É Í Í É F Í Í

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Purchases and sales of investments (excluding short term securities) for the period ended June 30, 2023, aggregated
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At June 30, 2023, in connection with securities lending transactions, the Fund loaned equity investments and received
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Investing in foreign securities may include certain risks and considerations not typically associated with investing in U.S. securities. These risks include, but are not limited to, the risk of currency fluctuations, political and economic instability, and the risk of illiquidity. In addition, certain foreign securities may not be as liquid as U.S. securities.

The Fund, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton Investment Management, which matures on February 2, 2024. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests.

Under the terms of the Global Credit Facility, the Fund shall, in addition to interest charged on any borrowings made by the Fund and other costs incurred by the Fund, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are payable to the Global Credit Facility.

The Fund follows a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Fund's own market assumptions (unobservable inputs). These inputs are used in determining the fair value of the Fund's investments.

The Fund's fair value hierarchy is as follows:

Level 1: Securities that are traded in active markets for identical assets or liabilities (such as U.S. government securities, common stocks, and corporate bonds).

Level 2: Securities that are not traded in active markets but for which observable inputs are available (such as corporate bonds, preferred stocks, and structured securities).

Level 3: Securities for which there are no observable inputs and the fair value is determined using valuation techniques (such as private equity, real estate, and derivatives).

A summary of inputs used as of June 30, 2023, in valuing the Fund's assets carried at fair value, is as follows:

Investments in Securities:				
Common Stocks:				
Aerospace & Defense	—	\$33,841,082	—	\$33,841,082
Automobile Components				

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Investments in Securities:

Common Stocks:

Energy Equipment & Services	Å—	Å18,831,539	Å—	Å18,831,539
Financial Services	—	37,895,861	—	37,895,861
Health Care Providers & Services	—	14,714,706	—	14,714,706
Household Durables				

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The Statement of Additional Information is amended as follows:

I. All references to "The Bank of New York Mellon" under the heading "Policies and Procedures Regarding the Release of Portfolio Holdings" are removed.

II. The following replaces in its entirety the "Custodian" section under "Management and Other Services":

Shareholder Information

Board Approval of Investment Management Agreements

(Fund)

At an in-person meeting held on April 18, 2023 (Meeting), the Board of Trustees (Board) of Franklin Templeton Variable Insurance Products Trust (Trust), including a majority of the Investment Company Act of 1940 (Independent Trustees), reviewed and approved the continuance of the investment management agreement between Templeton Investment Counsel, LLC (Manager) and the Trust, on behalf of the Fund. The Independent Trustees received advice from and met separately with Independent Trustee counsel in considering whether to approve the continuation of the Management Agreement.

In considering the continuation of the Management Agreement, the Board reviewed and considered information provided by the Manager at the Meeting and throughout the year at meetings of the Board and its committees. The Board also reviewed and considered information provided in response to a detailed set of requests for information submitted to the Manager by Independent Trustee counsel on behalf of the Independent Trustees in connection with the annual contract renewal process. In addition, prior to the Meeting, the Independent Trustees held a virtual contract meeting and conferred amongst themselves and Independent Trustee counsel about contract renewal matters; and then met with management to request additional information that the Independent Trustees reviewed and considered prior to and at the Meeting. The Board reviewed and considered all of the factors it deemed relevant in approving the continuance of the Management Agreement, including, but not limited to: (i) the nature, extent and quality of the services provided by the Manager; (ii) the investment performance of the Fund; (iii) the extent to which economies of scale are realized as

Management Agreement are fair and reasonable and that the continuance of the Management Agreement is in the best interests of the Fund and its shareholders. While attention was given to all information furnished, the following discusses some primary factors relevant to the Board's determination.

The Board reviewed and considered information regarding the nature, extent and quality of investment management Fund and its shareholders. This information included, among of the senior management and investment personnel of the Manager; as well as information on succession planning where appropriate; the structure of investment personnel compensation; oversight of third-party service providers; investment performance reports and related shareholder services; legal and compliance matters; risk controls; pricing and other services provided by the Manager T accounts where relevant. The Board also reviewed and considered an annual report on payments made by Franklin V as well as a memorandum relating to third-party servicing arrangements. The Board acknowledged management's continued development of strategies to address areas of heightened concern in the mutual fund industry, including various regulatory initiatives and continuing geopolitical concerns.

V provided to Fund shareholders of investing in a fund that is position of Franklin Resources, Inc. (FRI), the Manager's parent, and its commitment to the mutual fund business response to the market environment and project initiatives and capital investments relating to the services provided noted FT's commitment to technological innovation and advancement and investments to promote alternative investing.

In approving the continuance of the Management Agreement, the Board, including a majority of the Independent Trustees, determined that the terms of the

Following consideration of such information, the Board of Directors of the Fund has approved the following information to be provided to the Fund's shareholders.

The Board reviewed and considered the performance results of the Fund over various time periods ended December 31, 2022. The Board considered the performance returns for the Fund in comparison to the performance returns of mutual funds deemed comparable to the Fund included in a universe (Performance Universe) selected by Broadridge Financial Solutions, Inc. (Broadridge), an independent provider of investment company data. The Board received a description of the methodology used by Broadridge to select the mutual funds included in a Performance Universe. The Board also reviewed and considered Fund performance reports provided and discussions that occurred with portfolio managers at Board meetings throughout the year. A summary of the Fund's performance results is below.

The Performance Universe for the Fund included the Fund and all international multi-cap value funds underlying VIPs. The Board noted that the Fund's annualized total return for

auditor to FRI and certain FT funds, has been engaged to periodically review and assess the allocation methodologies to be used solely by the Fund's Board with respect to the

The Board noted management's belief that costs incurred in establishing the infrastructure necessary for the type of mutual fund operations conducted by the Manager and

by management. As part of this evaluation, the Board considered management's outsourcing of certain operations,

by the Manager but, over the long run is expected to result

representatives from Franklin Templeton's Risk, Trading, Global Compliance, Legal, Investment Compliance, Investment Operations, Valuation Committee, Product Management and Global Product Strategy.

In assessing and managing each Fund's liquidity risk, the ILC considers, as relevant, a variety of factors, including the Fund's investment strategy and the liquidity of its portfolio investments during both normal and reasonably foreseeable stressed conditions; its short and long-term other funding sources including the Funds' interfund lending holdings in the four liquidity categories is based on the number of days it is reasonably expected to take to convert the investment to cash (for Highly Liquid and Moderately Liquid holdings) or sell or dispose of the investment (for Less Liquid and Illiquid investments), in current market conditions

under the Liquidity Rule as "Highly Liquid Investments," and therefore is not required to establish an HLIM. Highly reasonably expected to be convertible to cash in current market conditions in three business days or less without the the investment.

At meetings of the Funds' Board of Trustees held in May 2023, the Program Administrator provided a written report the program for the year ended December 31, 2022. The Program Administrator report concluded that (i.) the LRMP, ~~is not~~ and implemented, remains reasonably designed to assess and manage each Fund's liquidity risk; (ii.) the LRMP, including the Highly Liquid Investment Minimum ("HLIM") where applicable, was implemented and operated each Fund's liquidity risk; and (iii.) each Fund was able to remaining investors' interests in the Fund.

Proxy Voting Policies and Procedures

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only to: (1) insurance company separate accounts (Separate Account) to serve as the underlying investment vehicle for variable

Authorized for distribution to investors in Separate Accounts only when accompanied or preceded by the current prospectus for the applicable contract, which includes the Separate Account and the FTVIP prospectuses. Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. The prospectus contains this and other information; please read it carefully before investing.

To help ensure we provide you with quality service, all calls to and from our service areas are monitored and/or recorded.



Templeton Investment Counsel, LLC Franklin Templeton Services, LLC

Franklin
Distributors, LLC