

ANNUAL REPORT

# FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST

FRANK  
TEMPE

The logo graphic consists of a white square with a horizontal line extending from its bottom edge to the right.



# Franklin Templeton Variable Insurance Products Trust Annual Report

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Share Class	Average Annual Total Return
1	

higher and may impact portfolio returns. Net expenses reflect contractual fee waivers, expense caps and/or reimbursements, which cannot be terminated prior to 4/30/23 without A 3 | } q wA ps and/or reimbA ps rD n











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*The foregoing information reflects our analysis, opinions  
and portfolio holdings as of December 31, 2022, the end*



**SUPPLEMENT DATED DECEMBER 23, 2022  
TO THE CURRENTLY EFFECTIVE PROSPECTUSES  
OF EACH FUND LISTED BELOW**

**FRANKLIN ALLOCATION VIP FUND  
FRANKLIN DYNATECH VIP FUND  
FRANKLIN GLOBAL REAL ESTATE VIP FUND  
FRANKLIN GROWTH AND INCOME VIP FUND  
FRANKLIN INCOME VIP FUND  
FRANKLIN LARGE CAP GROWTH VIP FUND  
FRANKLIN RISING DIVIDENDS VIP FUND  
FRANKLIN SMALL-MID CAP GROWTH VIP FUND  
FRANKLIN STRATEGIC INCOME VIP FUND  
FRANKLIN U.S. GOVERNMENT SECURITIES VIP FUND  
FRANKLIN VOLSMART ALLOCATION VIP FUND  
TEMPLETON DEVELOPING MARKETS VIP FUND  
TEMPLETON FOREIGN VIP FUND  
TEMPLETON GLOBAL BOND VIP FUND  
TEMPLETON GROWTH VIP FUND**

**ESG Considerations**

**ESG Considerations**

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## **Social and Governance Considerations**

*Please keep this supplement with your prospectus for future reference.*

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**Templeton Foreign VIP Fund**

**Year Ended December 31,**

**2022      2021      2020      2019      2018**

**Class 1**

**Per share operating performance**

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**Ratios to average net assets**

**Supplemental data**

The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.  
Based on average daily shares outstanding.

**Year Ended December 31,**

**Templeton Foreign VIP Fund**

**Year Ended December 31,**

**2022      2021      2020      2019      2018**

**Class 4**

**Per share operating performance**

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**Templeton Foreign VIP Fund**

	Country	Shares	Value
<b>Common Stocks</b>			
Insurance			
Interactive Media & Services 0.3%			
Internet & Direct Marketing Retail 5.3%			
Machinery 1.3%			
Media 0.5%			
Metals & Mining 3.3%			
Multiline Retail 0.9%			
Multi-Utilities 1.4%			
Oil, Gas & Consumable Fuels 11.9%			
Pharmaceuticals 5.2%			
Professional Services 2.0%			
Semiconductors & Semiconductor Equipment 6.8%			
Technology Hardware, Storage & Peripherals 3.8%			







**Templeton Foreign VIP Fund**

<b>Year Ended</b>	<b>Year Ended</b>
<b>December 31, 2022</b>	<b>December 31, 2021</b>

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**Templeton Foreign VIP Fund**

**1. Organization and Significant Accounting Policies**

**a. Financial Instrument Valuation**

## Templeton Foreign VIP Fund

### b. Foreign Currency Translation



## Templeton Foreign VIP Fund

**Templeton Foreign VIP Fund**

**Templeton Foreign VIP Fund**

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**Templeton Foreign VIP Fund**

**3. Transactions with Affiliates**

**e. Investments in Affiliated Management Investment Companies**

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Investment Income
<b>Templeton Foreign VIP Fund</b>								
Non-Controlled Affiliates								
Money Market Portfolio, 3.782%	50,936,475	183,616,106	(198,948,782)			35,603,799	35,603,799	580,771
Non-Controlled Affiliates								
Money Market Portfolio, 3.782%	\$192,332	\$237,178,901	\$(227,028,283)			\$10,342,950	10,342,950	\$83,781
Total Affiliated Securities . . .	\$51,128,807	\$420,795,007	\$(425,977,065)			\$45,946,749		\$664,552

**4. Income Taxes**

**2022**

**2021**



**Templeton Foreign VIP Fund**

**10. Fair Value Measurements**

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Templeton Foreign VIP Fund</b>				
<b>Assets:</b>				

## **Templeton Foreign VIP Fund**

Includes foreign securities valued at \$777,167,700, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial

## **11. New Accounting Pronouncements**

***Opinion on the Financial Statements***

***Basis for Opinion***



**Templeton Foreign VIP Fund**

**Bloomberg U.S. Government - Intermediate Index**

**Bloomberg 1-3 Month U.S. Treasury Bill Index**

**Bloomberg U.S. Aggregate Bond Index**

**Bloomberg U.S. Corporate Investment Grade Index**

**Bloomberg U.S. Corporate High Yield Index**

MSCI All Country World Index (ACWI) ex USA Index-NR

Russell 2000 Index

MSCI Emerging Markets (EM) Index-NR

Russell 2000 Value Index

MSCI Europe Index-NR

Russell 2500 Index

MSCI USA High Dividend Yield Index

Russell 3000 Index

MSCI USA Index

Russell Midcap Growth Index

MSCI World ex USA Index-NR

Russell Midcap Index

MSCI World Value Index-NR

Standard & Poor's 500 Index (S&P 500 )

Russell 1000 Growth Index

Russell 1000 Index

Russell 1000 Value Index

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## Board Members and Officers

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Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
Valerie M. Williams (1956)				



\*We base the number of portfolios on each separate series of the U.S. registered investment companies within the Franklin Templeton/Legg Mason fund complex. These portfolios have a common investment manager or affiliated investment managers.

\*\*Gregory E. Johnson is considered to be an interested person of the Fund under the federal securities laws due to his position as an officer and director of Franklin Resources, Inc. (Resources), which is the parent company of the Fund's investment manager and distributor. Rupert H. Johnson, Jr. is considered to be an interested person of the Fund under the federal securities laws due to his position as an officer and director and major shareholder of Resources.

Note 1: Rupert H. Johnson, Jr. is the uncle of Gregory E. Johnson.

Note 2: Officer information is current as of the date of this report. It is possible that after this date, information about officers may change.

The Sarbanes-Oxley Act of 2002 and Rules adopted by the Securities and Exchange Commission require the Fund to disclose whether the Fund's Audit Committee includes at least one member who is an audit committee financial expert within the meaning of such Act and Rules. The Fund's Board has determined that there is at least one such financial expert on the Audit Committee and has designated Mary C. Choksi as its audit committee financial expert. The Board believes that Ms. Choksi qualifies as such an expert in view of her extensive business background and experience. She served as a director of Avis Budget Group, Inc. (2007-2020) and formerly, Founder and Senior Advisor, Strategic Investment Group (1987 to 2017). Ms. Choksi has been a Member of the Fund's Audit Committee since 2014. As a result of such background and experience, the Board believes that Ms. Choksi has acquired an understanding of generally accepted accounting principles and financial statements, the general application of such principles in connection with the accounting estimates, accruals and reserves, and analyzing and evaluating financial statements that present a breadth and level of complexity of accounting issues generally comparable to those of the Fund, as well as an understanding of internal controls and procedures for financial reporting and an understanding of audit committee functions. Ms. Choksi is an independent Board member as that term is defined under the relevant Securities and Exchange Commission Rules and Releases.

The Statement of Additional Information (SAI) includes additional information about the board members and is available, without charge, upon request. Shareholders may call (800) DIAL BEN/342-5236 to request the SAI.











Annual Report