

June 30, 2022



FRANKLIN  
TEMPLETON



# Franklin Templeton Variable Insurance Products Trust Semiannual Report

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Templeton Global Bond VIP Fund . . . . .	TGB-1
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## Important Notes to Performance Information

Performance data is historical and cannot predict or guarantee future results. Principal value and investment

UHWXUQ ZLOO ÀXFWXDWH ZLWK PDUNHW FRQGLWLRQV DQG \RX PD\  
KDYH D JDLQ RU ORVV ZKHQ \RX ZLWKGUDZ \RXU PRQH\  
,QFHSWLRQ GDWHV RI WKH IXQGV PD\  
KDYH SUHFHGHG WKH H†HFWLYH  
GDWHV RI WKH VXEDFFRXQV FRQWUDFW RU WKHLU DYDLODELOLW\ LQ DOO  
states.

:KHQ UHYLHZLQJ WKH LQGH[ FRPSDULVRQV SOHDVH NHHS LQ

mind that indexes have a number of inherent performance

GL†HUHQWLDQV RYHU WKH IXQGV )LUVW XQOLNH WKH IXQGV ZKLFK  
PXVW KROG D PLQLXP DPRXQW RI FDVK WR PDLQWDLQ OLTXLGLW\  
LQGH[HV GR QRW KDYH D FDVK FRPSRQHQW 6HFRQG WKH IXQGV  
DUH DFWLYHO\ PDQDJHG DQG WKXV DUH VXEMHFW WR PDQDJHPHQW  
IHHV WR FRYHU VDODULHV RI VHFXULWLHV DQDO\VWV RU SRUWIROR

managers in addition to other expenses. Indexes are

XQPDQDJHG DQG GR QRW LQFOXGH DQ\ FRPPLVLRQV RU RWKHU  
H[SHQVHV W\SLFDOO\ DVVRFLDWHG ZLWK LQYHVWLQJ LQ VHFXULWLHV  
7KLUG LQGH[HV RIWHQ FRQWDLQ D GL†HUHQW PL[ RI VHFXULWLHV  
WKDQ WKH IXQG WR ZKLFK WKH\ DUH FRPSDUHG \$GGLWLRQDOO\  
SOHDVH UHPHPE003

# Templeton Global Bond VIP Fund

This semiannual UHSRUW IRU 7HPSOHWRQ \*ORED Period Ended -X, Q H XQG FRYHUV WKH

& ODVV 3HUIRUPDQFH- X Q PDU\ DV RI

The Fund's Class 1 Shares posted a -5.86% total return\* for the six-month period ended June 30, 2022.

\*The Fund has a fee waiver associated with any investment it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed

WKURXJK )XQG LQYHVWPHQW UHVXOWHV UHÀHFWV VZLW OGHKDDIHY EHHQ LQVXUW WKLV Z

3HUIRUPDQFH UHÀHFWV WKH )XQG & ODVV L QSOXOW DQJ FRSQVDFW EHVWGRHS FKDUJHV ,I WKH\ KDG EHHQ LQFOXGHG SHUIRUPDQFH ZRXOG EH ORZHU 7KHVH SROLFLHV FDQ KDYH D VLJQLFDQW HIIHFW RQ FRQWUDFW YDOXHV DQG LQVXUD GHVFULSWLRQ RI WKHVH H[SHQVHV LQFOXGLQJ VDOHV FKDUJHV

3HUIRUPDQFH GDWD UHSUHVHQW SDVW SHUIRUPDQFH ZKLFK GRHV QRW JXDUDQ ZLOO ÀXFWXDWH DQG \RX PD\ KDYH D JDLQ RU ORVV ZKHQ \RX VHOO \RXU VKDU



D UHGXFWRQ LQ 5XVVLD¶V H[SRUWV RI QDWXUDO JDV WR \*HUPDQ\  
WKH HFRQRPLF VWUDLQV RI UHIXJHH ÀLJKW LQ (XURSH YRODWLOH  
DQG HOHYDWHG FRPPRGLW\ SULFHV FRQWLQXHG VXSSO\ FKDLQ  
GLVUXSWLRQV WKH H±HFW RI &29,' UHODWHG ORFNGRZQV LQ  
&KLQD DQG WKH UHGXFWRQ RI SROLF\ VXSSRUW SRVW &29,'  
7KH FRPELQDWLRQ RI DERYH DYHUDJH LQÀDWLRQ DQG EHZ  
DYHUDJH JURZWK UDLVHG WKH VSHFWUH RI VWDJÀDWLRQ UH HW0LR90H PELQDW9 Q

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7KH IRUHJRLQJ LQIRUPDWLRQ UHÀHFWV RXU DQDO\VLV RSLQLRQV  
DQG SRUWIROLR KROGLQJV DV RI -XQH WKH HQG RI  
WKH UHSRUWLQJ SHULRG 7KH ZD\ ZH LPSOHPHQW RXU PDLQ  
LQYHVWPHQW VWUDWHJLHV DQG WKH UHVXOWLQJ SRUWIROLR KROGLQJV



## Class 1 Fund Expenses

\$ V DQ LQYHVWRU LQ D YDULDEOH LQVXUDQFH FRQWUDFW & RQWUDFW WKDW LQ \RX FDQ LQFXU WUDQVDFWLRQ DQG RU RQJRLQJ H[SHQVHV DW ERWK WKH )XQG FDQ LQFOXGH VDOHV FKDUJHV ORDGV RQ SXUFKDVHV VXUUHQGHU IHHV WUDQ FDQ LQFOXGH PDQDJHPHQW IHHV GLVWULEXWLRQ DQG VHUULFH E IHHV FR H[SHQVH ULVN IHHV DQG RWKHU IHHV DQG H[SHQVHV \$OO PXWXDO IXQGV DQG & WDEOH EHORZ VKRZV )XQG OHYHO RQJRLQJ H[SHQVHV DQG FDQ KHOS \RX XQGHU RWKHU PXWXDO IXQGV R+HUHG WKURXJK WKH & RQWUDFW 7KH WDEOH DVVXPHV 3OHDVH UHIHU WR WKH )XQG SURVSHFWXV IRU DGGLWLRQDO LQIRUPDWLRQ RQ R

### \$FWXDO )XQG ([SHQVHV

The table below provides information about the actual account values and actual expenses in the columns under the heading <sup>3</sup>\$FWXDO , Q WKHVH FROXPQV WKH )XQG V DFWXDO UHWXUQ ZKLFK LQFOXGHV WKH H+HFW RI RQJRLQJ & RQWUDFW H[SHQVHV FRXQV W V DQ MR ' FROXPQV WKH H[SHQVHV \RX SDLG GXULQJ WKH SHULRG IRU UHODUHQW DJF FRXQV W V DQ MR DQG H[SHQVHV WKRVH LQ WKLV LYLOXV WRXUWLRQ RQ XQWLYDWH FRXQW KDG DQ YDOXH WKH 7KHQ PXOWLSO\ WKH UHVXOW E\ WKH QXPEHU XQGHU WKH KHDGLQJ <sup>3</sup>\$FWXDO )XQG /HYHO ([SHQVHV 3DLG 'XULQJ 3HULRG ZHUH , Q WKLV QOXV WUDWLRQ WKH SDLG WKLV SHULRG DW WKH )XQG OHYHO DUH

### + \SRWKHWFDO ([DPSOH IRU & RPSDULVRQ ZLWK 2WKHU

8QGHU WKH KHDGLQJ <sup>3</sup>+ \SRWKHWFDO' LQ WKH WDEOH LQIRUPDWLRQ LV SURYLQ H[SHQVHV EDVHG RQ WKH )XQG V DFWXDO H[SHQVH UDWLR DQG DQ DVVXPHG UD QRW WKH )XQG V DFWXDO UHWXUQ 7KLV LQIRUPDWLRQ PD\ QRW EH XVHG WR HV SDLG IRU WKH SHULRG EXW LW FDQ KHOS \RX FRPSDUH RQJRLQJ FRVWV RI LQYH WKURXJK WKH & RQWUDFW 7R GR VR FRPSDUH WKLV K\SRWKHWFDO H[DPSOH VKDUHKROGHU UHSRUWV RI RWKHU IXQGV R+HUHG WKURXJK WKH & RQWUDFW

3OHDVH QRWH WKDW H[SHQVHV VKRZQ LQ WKH WDEOH DUH PHDQW WR KLJKOLJK DQ\ RQJRLQJ H[SHQVHV DW WKH & RQWUDFW OHYHO RU WUDQVDFWLRQ H[SHQVH WKH )XQG GRHV QRW KDYH WUDQVDFWLRQ H[SHQVHV LI WKH WUDQVDFWLRQ DQ WKH H[SHQVHV VKRZQ EHORZ ZRXOG EH KLJKHU <RX VKRXOG FRQVXOW \RXU & R LQIRUPDWLRQ

Share Class	Beginning Account Value 1/1/22	Actual (actual return after expenses)		Hypothetical (5% annual return before expenses)		Net Annualized Expense Ratio <sup>2</sup>
		Ending Account Value 6/30/22	Fund-Level Expenses Paid During Period 1/1/22–6/30/22 <sup>1,2</sup>	Ending Account Value 6/30/22	Fund-Level Expenses Paid During Period 1/1/22–6/30/22 <sup>1,2</sup>	
1						0.49%

1. Expenses are equal to the annualized expense ratio for the six-month period as indicated above—in the far right column—multiplied by the simple average account value RYHU WKH SHULRG LQGLFDWHG DQG WKHQ PXOWLSOLHG E\ WR UH+HFW WKH RQH KD 5H+HFWV H[SHQVHV DIWHU IHH ZDLYHUV DQG H[SHQVH UHLPXUVHPPHQWV 'RHV QRW LQF acquired fund fees and expenses.

# Financial Highlights

## Templeton Global Bond VIP Fund

Six Months  
Ended June 30, 2022 306 Tc -0.[42 TwTJ 8 0 0 8 201.424 142.2880443 396300H .424 61EMC 201.424 143 4240443 39630  
(unauEnd

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

	Six Months Ended June 30, 2022 (unaudited)	Year Ended December 31,				
		2021	2020	2019	2018	2017
<b>Class 2</b>						
Per share operating performance						

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

	Six Months Ended June 30, 2022 (unaudited)	Year Ended December 31,				
		2021	2020	2019	2018	2017
<b>Class 4</b>						
Per share operating performance						
IRU D VKDUH RXWVWDQGLQJ WKURXJKRXW WKH SHULRG						
1HW DVVHW YDOXH E.HJLQQLQJ RI SHULRG						
Income from investment operations <sup>a</sup>						
Net investment income <sup>b</sup> . . . . .			0.46		0.81	0.76
1HW UHDOLJHG DQG XQUHDOLJHG JDLQV ORVVHV						
Total from investment operations . . . . .					0.31	0.31
/HVV GLVWULEXWLRQV IURP						
Net investment income and net foreign						
F XUHQF\ JDLQV . . . . .	—	—			—	—
1HW UHDOLJHG JDLQV . . . . .						
Tax return of capital . . . . .	—	—	2 c	—	—	—
Total distributions . . . . .	—	—			—	—
1HW DVVHW YDOXH .H.QG.RI SHULRG						
Total return <sup>d</sup> . . . . .				1.48%	1.84%	1.76%
Ratios to average net assets <sup>e</sup>						
([SHQVHV EHIRUH ZDLYHU DQG SD\PHQWV E\ D^OLDWHV DQG H[SHQVH.UHGXF\ 0.86% Q			0.86%	0.85%	0.88%	0.91%
([SHQVHV QHW RI ZDLYHU DQG SD\PHQWV E\ D^OLDWHV . . . . .			0.84%	0.85%	0.81%	0.79%
([SHQVHV QHW RI ZDLYHU DQG SD\PHQWV E\ D^OLDWHV DQG H[SHQVH.UHGXF\ 0.84% Q			0.85% <sup>f</sup>	0.80%	0.77%	0.80%
Net investment income . . . . .	3.36%	3.07%	3.06%	4.87%	4.74%	4.46%
Supplemental data						
1HW DVVHW HQG RI SHULRG ¶V						
Portfolio turnover rate . . . . .						37.97%

<sup>a</sup>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 redemptions of the Fund.

<sup>b</sup>Based on average daily shares outstanding.

<sup>c</sup>Amount rounds to less than \$0.01 per share.

<sup>d</sup>Total return does not include fees, charges or expenses imposed by the variable annuity and life insurance contracts for which Franklin Templeton Variable Insurance Products Trust serves as an underlying investment vehicle. Total return is not annualized for periods less than one year.

<sup>e</sup>Ratios are annualized for periods less than one year.

<sup>f</sup>% Hedge fund reduction rounds to less than 0.01%.

Schedule of Investments (unaudited), June 30, 2022

Templeton Global Bond VIP Fund

	Principal Amount *	Value
<b>Foreign Government and Agency Securities 52.2%</b>		
Argentina 1.4%		
<sup>a</sup> \$ U J H Q W L Q D % 2 1 & ( 5 , Q G H [ / L Q N H G ..... \$ 56 , Q G H [ / L Q N H G ..... \$ 56 2 0 5 H J / L Q N H G 2 6 ..... + . S 0 0 + . S 0 0 3 0 3 2 \$ 56 , Q G H [ / L Q N H G ..... \$ 56		
		- / Spain 2017

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

Templeton Global Bond VIP Fund (continued)

	Principal Amount *	Value
<b>Foreign Government and Agency Securities</b> FRQWLQXHG		
India FRQWLQXHG		
, QGLD *RYHUQPHQW %RQG FRQWLQXHG		
6HQLRU %RQG .....	INR	
6HQLRU 1RWH .....	INR	
6HQLRU 1RWH .....	INR	
		_____
		_____
Indonesia 10.2%		
Indonesia Government Bond		
) 5 .....	IDR	
) 5 .....	IDR	
) 5 .....	IDR	
) 5 .....	IDR	
) 5 .....	IDR	
) 5 .....	IDR	
		_____
		_____
Mexico 2.2%		
0H[LFDQs Desarr )L[HG 5DWH 0		
6HQLRU %RQG .....	0 ; 1	
		_____
Norway 4.0%		
<sup>b</sup> 1RUZD\ *RYHUQPHQW %RQG		
6HQLRU %RQG 6 \$ .....		
6HQLRU %RQG 6 \$ .....	NOK	

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRU  
SCHEDULE OF INVESTMENTS (UNAUDITED)

Templeton Global Bond VIP Fund (continued)

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

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount #	Value
Options Purchased FRQWLQXHG			
Puts - Over-the-Counter FRQWLQXHG			
Currency Options FRQWLQXHG			
)RUHLJQ ([FKDQJH 86' 0;1 &RXQWHUSDUW\ &,7, -XO\ 6WULNH 3ULFH 0;1 ([SLUHV.....	1		
<b>Total Options Purchased (Cost \$4,806,303)</b> .....			

Short Term Investments 23.8%

	Principal Amount *	Value
<b>Foreign Government and Agency Securities 14.8%</b>		
Brazil 7.4%		
° % U D L T S do Tesouro Nacional		
.....	BRL	
.....	BRL	
.....	BRL	
Singapore 4.5%		
° 6LQJDSRUH 7UHDVXU\ %LOOV		
.....	SGD	
.....	SGD	[(SGD)]0.(C4874 [(SG8 3



FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRU  
 SCHEDULE OF INVESTMENTS (UNAUDITED)

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount #	Value
Options Written (0.0)% †			
Calls - Over-the-Counter			
Currency Options			
)RUHLJQ ([FKDQJH 86' 0;1			
&RXQWHUSDUW\ 06&2 \$XJXVW 6WULNH			
3ULFH 0;1 ([SLUHV			

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

Templeton Global Bond VIP Fund (continued)

\$W -XQH WKH )XQG KDG WKH IROORZLQJ IRUZDUG H[FKDQJH FRQWUDFWV RX



# Statement of Assets and Liabilities

June 30, 2022 (unaudited)

Statement of Assets and Liabilities (continued)

June 30, 2022 (unaudited)

Templeton  
 Global Bond  
 VIP Fund

Class 1:		
1 HW DVVHWV..D.W..Y.DOX.H.....	.....	_____
Shares outstanding.....	.....	_____
1 HW DVVHW YDOXH DQG PD[LXP.P.R.H.U.L.Q.J.S.U.L.F.H.S.H.U.V.K.D.U.H.....	.....	_____
Class 2:		
1 HW DVVHWV..D.W..Y.DOX.H.....	.....	_____
Shares outstanding.....	.....	_____
1 HW DVVHW YDOXH DQG PD[LXP.P.R.H.U.L.Q.J.S.U.L.F.H.S.H.U.V.K.D.U.H.....	.....	_____
Class 4:		
1 HW DVVHWV..D.W..Y.DOX.H.....	.....	_____
Shares outstanding.....	.....	_____
1 HW DVVHW YDOXH DQG PD[LXP.P.R.H.U.L.Q.J.S.U.L.F.H.S.H.U.V.K.D.U.H.....	.....	_____

# Statement of Operations

for the six months ended June 30, 2022 (unaudited)

Templeton  
Global Bond  
VIP Fund

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\_\_\_\_\_

Statements of Changes in Net Assets

	Templeton Global Bond VIP Fund	
	Six Months Ended June 30, 2022 (unaudited)	Year Ended December 31, 2021
Net investment income		
1HW UHDOLJHG JD.LQ .O.R.V.V.		
1HW FKDQJH LQ XQUHDOLJHG D.S.S.U.H.F.LD.WLR.Q .G.H.S.U.H.F.LD.WLR.Q		
1HW LQFUHDVH GHFUHDVH LQ QHW DV.V.H.W.V.U.H.V.X.O.W.L.Q.J IURP RSHUDWLRQV		
&DSLWDO VKDUH WUDQVDFWLRQV 1RWH		
Class 1		
&O.D.V.V.		
Class 4	20306.Tc 00 993. 8.Tm.[_1.1.Tf.8.0.0 8030	
Total capital share transactions		uS137G0

## Notes to Financial Statements (unaudited)



Templeton Global Bond VIP Fund FRQWLQXHG

LQ IRUHLJQ FXUUHQFLHV FRQWDLQ ULV SRW WLEIDW VEK RHOHFWULOH QLQWR ZQVWUQDW  
 GHFOLQH LQ YDOXH UHODWLYH WR WKH ULV DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 HYHQWV PD\ LPSDFW WKH DYDLODELO W\WKH DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 exchange rates used to convert the U.S. dollar equivalent YDULRXV SURYLVLRQV LQFOXGLQJ EXW Q  
 YDOXH ,I VXFK DQ HYHQW RFFXUV WKH DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 will be valued at fair value using procedures established and 7HUPLQDWLRQ HYHQWV DSSOLFDEOH WR W  
 DSSURYHG E\ WKH %RDUG FHUWDLQ GHWHULRUDWLRQV LQ WKH FUHQ

7KH )XQG GRHV QRW VHSUDUDWHO\ UHSR\WK\XQGHUHQW R\ DQGLDWHV DQGLDWHV DQGLDWHV  
 LQ IRUHLJQ H[FKDQJH UDWHV IURP FKDQJHV LQ RPDUNHWV DQGLDWHV DQGLDWHV DQGLDWHV  
 on securities held. Such changes are included in net WKH HYHQW RI GHIDXOW RU HDUO\ WHUPL  
 UHDOL]HG DQG XQUHDOL]HG JDLQ RU DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 Statement of Operations. DQG FORVH RXW DOO WUDQVDFWLRQV WUD

5HDOL]HG IRUHLJQ H[FKDQJH JDLQV RU XQGHUHQW DULV IURP YDOXH  
 RI IRUHLJQ FXUUHQFLHV FXUUHQF\ JDLQV RU ORVVHV UHDOL]HG RQH ERXQGWHUSDUW\ WR WKH RWKHU +RZH  
 between the trade and settlement dates on securities DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 WUDQVDFWLRQV DQG WKH GLUHFWHQFH DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 DPRXQWV RI GLYLGHQGV LQWHUHVW DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 WD[HV DQG WKH 8 6 GROODU HTXLYDOHQW RI WKH DPRXQWV DFWXDOO\ XQG RI DO\ QHW OLDELOLW\ RZHG WR WK  
 UHFHLYHG RU SDLG 1HW XQUHDOL]HG IRUHLJQ H[FKDQJH JDLQV ,6\$ DJUHHPHQW  
 and losses arise from changes in foreign exchange rates &ROODWHUDO UHTXLUPHQWV GLUHFWHQFH E\ W  
 on foreign denominated assets and liabilities other than WHUPV DUH FRQWUDFW VSHFL¿F IRU 27& G  
 investments in securities held at the end of the reporting GHULDWLYHV WUDGHG XQGHU DQ ,6\$ PD  
 period. RI FROODWHUDO LV UHTXLUH E\ HLWKHU

c. Derivative Financial Instruments

7KH )XQG HVVHG LQ GHULDWLYH QDQW\W\WKH DSSOLFDEOH ERXQGWHUSDUW\ H  
 RUGHU WR PDQDJH ULVN RU JDLQ H[SRVWWRU\ DPRXQW RZLWK W\SLFDOO\ UDC  
 LQYHVWPHQWV RU PDUNHWV 'HULDWLYHV DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 EDVHG RQ DQ XQGHUOLQJ RU QRWLRQ\WKH DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 initial investment or an initial net investment that is smaller DW WKH FORVH RI )XQG EXVLQHVV HDFK G  
 WKDQ ZRXOG QRUPDOO\ EH UHTXLUH WR KDYH D VLPLODU UHVSQVH  
 WR FKDQJHV LQ PDUNHW IDFWRUV DQG UHTXLUH RU SHUPLW QHW  
 VHWWOHPHQW 'HULDWLYHV FRQWDLQ YDULRXV ULNV LQFOXGLQJ  
 WKH SRWHQWLDO LQDELOLW\ RI WKH ERXQGWHUSDUW\ WR IXO¿OO WKHLU  
 REOLJDWLRQV XQGHU WKH WHUPV RI WKH FRQWUDFW WKH SRWHQWLDO IRU  
 DQ LOOLTXLG VHFRQGDU\ PDUNHW DQG RU WKH SRWHQWLDO IRU PDUNHW  
 PRYHPHQWV ZLWK H[SRVW WKH )XQG WR JDLQV RU ORVVHV LQ  
 H[FHV RI WKH DPRXQWV VKRZQ LQ WKH 6WDWPHQW RI \$VVHWV  
 DQG /LDELOLWLV 5HDOL]HG JDLQ DQG ORVV DQG XQUHDOL]HG  
 appreciation and depreciation on these contracts for the  
 period are included in the Statement of Operations.

'HULDWLYH ERXQGWHUSDUW\ FUHGLW ULVN  
 formal evaluation of the creditworthiness of all potential  
 ERXQGWHUSDUWLHV 7KH )XQGVDM\SRVSWV  
 WR ERXQGWHUSDUW\ FUHGLW ULVN RQ 27&  
 SRW WLEIDW VEK RHOHFWULOH QLQWR ZQVWUQDW  
 ULV DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 with certain counterparties. These agreements detail  
 YDULRXV SURYLVLRQV LQFOXGLQJ EXW Q  
 WKH DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 7HUPLQDWLRQ HYHQWV DSSOLFDEOH WR W  
 FHUWDLQ GHWHULRUDWLRQV LQ WKH FUHQ  
 7HUPLQDWLRQ HYHQWV DSSOLFDEOH WR W  
 SRW WLEIDW VEK RHOHFWULOH QLQWR ZQVWUQDW  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 the decline in net assets over various periods of time. In  
 WKH HYHQW RI GHIDXOW RU HDUO\ WHUPL  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 DQG FORVH RXW DOO WUDQVDFWLRQV WUD  
 XQGHU WKH ,6\$ DJUHHPHQW WR RQH QHW  
 RQH ERXQGWHUSDUW\ WR WKH RWKHU +RZH  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 RI GHIDXOW RU HDUO\ WHUPLQDWLRQ 27&  
 DQG OLDELOLWLV DUH SUHVHQWHG JURV  
 EHWHUWKH UHFHLYHG  
 6WDWPHQW RI \$VVHWV DQG /LDELOLWLV  
 ERXQGWHUSDUW\ PD\ UHVLQV LQ DQ LPPHG  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 IRUHLJQ H[FKDQJH JDLQV ,6\$ DJUHHPHQW  
 &ROODWHUDO UHTXLUPHQWV GLUHFWHQFH E\ W  
 WHUPV DUH FRQWUDFW VSHFL¿F IRU 27& G  
 GHULDWLYHV WUDGHG XQGHU DQ ,6\$ PD  
 RI FROODWHUDO LV UHTXLUH E\ HLWKHU  
 ERXQGWHUSDUW\ LI WKH WRWDO QHW H[SRV  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 WRWDO WRU\ DPRXQW RZLWK W\SLFDOO\ UDC  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 WKH DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 DW WKH FORVH RI )XQG EXVLQHVV HDFK G  
 WR KDYH D VLPLODU UHVSQVH  
 DQGLDWHV DQGLDWHV DQGLDWHV DQGLDWHV  
 VHWWOHPHQW 'HULDWLYHV FRQWDLQ YDULRXV ULNV LQFOXGLQJ  
 WKH SRWHQWLDO LQDELOLW\ RI WKH ERXQGWHUSDUW\ WR IXO¿OO WKHLU  
 REOLJDWLRQV XQGHU WKH WHUPV RI WKH FRQWUDFW WKH SRWHQWLDO IRU  
 DQ LOOLTXLG VHFRQGDU\ PDUNHW DQG RU WKH SRWHQWLDO IRU PDUNHW  
 PRYHPHQWV ZLWK H[SRVW WKH )XQG WR JDLQV RU ORVVHV LQ  
 H[FHV RI WKH DPRXQWV VKRZQ LQ WKH 6WDWPHQW RI \$VVHWV  
 DQG /LDELOLWLV 5HDOL]HG JDLQ DQG ORVV DQG XQUHDOL]HG

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

Templeton Global Bond VIP Fund      FRQWLQXHG

Templeton Global Bond VIP Fund FRQWLQXHG

h. Accounting Estimates

7KH SUHSDUDWLRQ RI ¿QDQFLDO VWDWHP  
 8 6 \*\$\$3 UHTXLUHV PDQDJHPHQW WR PDN  
 DVVXPSWLRQV WKDW D†HFW WKH UHSRUW  
 DQG OLDELWLWLV DW WKH GDWH RI WKH  
 WKH UDWLR RI QXPEHU RI VKDUHKROGHUV RI HDFK )XQG WR WKH  
 FRPELQH QXPEHU RI VKDUHKROGHUV the amounts of income and expenses during the reporting  
 H[SHQVHV DUH FKDUJHG GLUHFWRU WR WKH )XQG WKDW LQFXUUHG WKH  
 expense.

5HDOL]HG DQG XQUHDOL]HG JDLQV DQG ¿OHV WKH ¿OHV RU JDQL]DWLRQDO GR  
 LOYHYWPHQW LQFRPH H[FOXGLQJ FODVWLFDWHV FDWLRQGHV HG E\ WKH ZUXV  
 DUH DOORFDWHG GDLO\ WR HDFK FODVWLFDWHV FDWLRQGHV HG E\ WKH ZUXV  
 UHODWLYH SURSRUWLRQ RI QHW DVVHVVHG GRWHV LQ WKH FODVWLFDWHV  
 LQ SHU VKDUH GLVWULEXWLRQV E\ FODVWLFDWHV FDWLRQGHV LQWR FRQW  
 GL†HUHQFHV LQ FODVV VSHFL¿F H[SHQVHV WKDW FRQWDLQ JHQHUDO LQG

Trust's maximum exposure under these arrangements is

,QÁDWLRQ LQGH[HG ERQGV DUH DGMXVWV WKH ¿OHV LQÁDWLRQV LQÁDWLRQV LQÁDWLRQV  
 SHULRGLF LQFUHDVHV RU GHFUHDVHV LQÁDWLRQV LQÁDWLRQV LQÁDWLRQV LQÁDWLRQV  
 DFFUXDOV IDFH DPRXQW RU SULQFLSDO LQÁDWLRQV LQÁDWLRQV LQÁDWLRQV LQÁDWLRQV  
 DPRXQWV FRUHVSRQGLQJ WR WKH UDWH RI LQÁDWLRQV DV PHDVXUH  
 E\ DQ LQGH[ \$Q\ LQFUHDVHV RU GHFUHDVHV LQ WKH IDFH DPRXQW  
 RU SULQFLSDO UHGHPWLRQ YDOXH ZLOO EH LQFOXGHG DV LQÁDWLRQV  
 SULQFLSDO DGMXVWPHQWV LQ WKH 6WDWHPHQW RI 2SHUDWLRQV

6KDURR% HQH¿F LQÁDWLRQV

\$W -XQH WKHUH ZHUH DQ XQOLPLWHG QXPEHU 7UIDQV DUFML DQW K R UL JHG) XZ  
 ZHUH DV IROORZV

	Six Months Ended June 30, 2022		Year Ended December 31, 2021	
	Shares	Amount	Shares	Amount
Class 1 Shares:				
Shares sold .....				
Shares redeemed .....				
1HW LQFUHDVH..GHFUHDVH.....			00	Span << /ActualText w 0 0 m 72 0 EMC 8 0 8 11
1HW LQFUHDVH GHFUHDVH				

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
 NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

Templeton Global Bond VIP Fund FRQWLQXHG

7UDQVDFZLVROLDWHV

)UDQNOLQ 5HVRXUFHV ,QF LV WKH KROGLQJ FRPSDQ\ IRU YDULRXVPSXHWLSDULHV  
 &HUWDLQ R^FHUV DQG WUXVWHHV RI WKH )XQG DUH DOVR R^FHUV DQG RU GLUHFWD

Subsidiary	\$^OLDWLRQ
)UDQNOLQ \$GYLVHUV ,QF \$GYLVHUV	Investment manager
)UDQNOLQ 7HPSOHRQ 6HUylFHV //& )7 \$GFLQHWUDWLYH PDQDJHU	
)UDQNOLQ 'LVWULEXWRUV //& 'LVWULEXWRUV	Principal underwriter
)UDQNOLQ 7HPSOHRQ ,QYHVWRU 6HUylFHV	Transfer agent, QYHVWRU 6HUylFHV

a. Management Fees

7KH )XQG SD\ DQ LQYHVWPHQW PDQDJHPHQW IHWRFDGFLQHWUDWLYHSDGFLGORDQKSDLYH  
 DVVHWV RI WKH )XQG DV IROORZV

Annualized Fee Rate	Net Assa 252 0 cm 0 0 m 254 Q G 0 I S 12.-25.0 SDLG PRQOLRQ





Templeton Global Bond VIP Fund    FRQWLQXHG

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
 NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

Templeton Global Bond VIP Fund FRQWLQXHG

\$W -XQH 27 & GHULYDWLYH DVVHWV DQG OLDELWLHV DUH DV IROORZV

Gross Amounts of  
 Assets and Liabilities Presented  
 in the Statement of Assets and Liabilities

	Assets <sup>a</sup>	Liabilities <sup>a</sup>
Templeton Global Bond VIP Fund		
Derivatives		
)RUZDUG H[FKDQJH.FRQW.UDF.W.V.....		
Options purchased.....		—
Options written.....	—	





Templeton Global Bond VIP Fund FRQWLQXHG

13. Fair Value Measurements

7KH )XQG IROORZV D IDLU YDOXH KLHUDUFK\ WKDW GLVWLQJXLVKHV EHWZHHQ PDU  
REVHUYDEOH LQSXWV DQG WKH )XQG V RZQ PDU\WKH VDOXV SWLRQV XVGHU GHV  
YDOXH RI WKH )XQGLQ LQVWUXPHQWV DQG DUH VXPPDULJHG LQ WKH IROORZLQJ IDL

- /HYHO ± TXRWHG SULFHV LQ DFWLYH PDUNHWV IRU LGHQWLFDO ¿QDQFLDO LQ
- /HYHO ± RWKHU VLJQL¿FDQW REVHUYDEOH LQSXWV LQFOXGLQJ TXRWHG SUL  
SUHSD\PHQW VSHHG FUHGLW ULVN HWF
- /HYHO ± VLJQL¿FDQW XQREVHUYDEOH LQSXWV LQFOXGLQJ WKH )XQG V RZQ I  
¿QDQFLDO LQVWUXPHQWV

7KH LQSXW OHYHOV DUH QRW QHFHVVDULO\ DQ LQGLFDWLRQ RI WKH ULVN RU OLT  
\$ VXPPDU\ RI LQSXWV XVHG DV RI -XQH DVVHWV LQ DQ DQGLDQV LQVWUXPHQWV DW I

Level 1                      Level 2                      Level 3

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Templeton Global Bond VIP Fund FRQWLQXHG

Abbreviations

Counterparty

BNDP	% 13 3DULEDV 6\$
BOFA	% DQN RI \$PHULFD &RUS
BZWS	% DUFOD\ \V %DQN SOF
CITI	&LWLEDQN 1\$
DBAB	'HXWVFKH %DQN \$*
GSCO	*ROGPDQ 6DFKV *URXS ,QF
HSBK	+6% & %DQN SOF
JPHQ	-30RUJDQ &KDVH %DQN 1\$
MSCO	0RUJDQ 6WDQOH\

Currency

ARS	\$UJHQWLQH 3HVR
BRL	%UD]LOLDQ 5HDO
CAD	Canadian Dollar
COP	Colombian Peso
EUR	Euro
GBP	British Pound
GHS	Ghanaian Cedi
IDR	Indonesian Rupiah
INR	Indian Rupee
KRW	South Korean Won
MXN	0H[LFDQ 3HVR
NOK	Norwegian Krone
SEK	Swedish Krona
SGD	Singapore Dollar
THB	Thai Baht
USD	United States Dollar

## Index Descriptions

The indexes are unmanaged and include reinvestment of

DQ\ LQFRPH RU GLVWULEXWLRQV 7KH\ GR QRW UHÀHFW DQ\ IHHV  
H[SHQVHV RU VDOHV FKDUJHV 2QH FDQQRW LQYHVW GLUHFWO\ LQ  
DQ LQGH[ DQG DQ LQGH[ LV QRW UHSUHVHQWDWLYH RI WKH )XQG¶V  
SRUWIROLR 1HW 5HWXUQV 15 LQFOXGH LQFRPH QHW RI WD[  
withholding when dividends are paid.

)RU 5XVVHOO ,QGH[HV )UDQN 5XVVHOO &RPSDQ\ LV WKH VRXUFH  
DQG RZQHU RI WKH WUDGHPDUNV VHUFLFH PDUNV DQG FRS\ULJKWV  
related to the Russell Indexes. Russell® LV D WUDGHPDUN RI  
)UDQN 5XVVHOO &RPSDQ\

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
INDEX DESCRIPTIONS

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

LV D IUHH ÀRDW DGMXVWHG PDUNHW FDSLWDOL]DWLRQ ZHLJKWHG LQGH[  
GHVLJQHG WR PHDVXUH WKH HTXLW\ PDUNHW SHUIRUPDQFH RI  
JOREDO GHYHORSHG DQG HPHUJLQJ PDUNHWV H[FOXGLQJ WKH 8 6

MSCI Emerging Markets (EM) Index-NR LV D IUHH ÀRDW

DGMXVWHG PDUNHW FDSLWDOL]DWLRQ ZHLJKWHG LQGH[ GHVLJQHG WR  
PHDVXUH WKH HTXLW\ PDUNHW SHUIRUPDQFH RI JOREDO HPHUJLQJ  
PDUNHWV

MSCI Europe Index-NR LV D IUHH ÀRDW DGMXVWHG PDUNHW

FDSLWDOL]DWLRQ ZHLJKWHG LQGH[ GHVLJQHG WR PHDVXUH WKH HTXLW\

# Shareholder Information

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST

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 Mutual Global Discovery VIP Fund  
 Franklin Mutual Shares VIP Fund  
 Franklin Rising Dividends VIP Fund  
 Franklin Small Cap Value 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

- 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 Mutual Global Discovery VIP Fund
- Franklin Mutual Shares VIP Fund
- Franklin Rising Dividends VIP Fund
- Franklin Small Cap Value 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

\$W DQ LQ SHUVRQ PHHWLQJ KHOG RQ \$SULO  
 WKH %RDUG RI 7UXVWHHV %RDUG RI )UDQNOLQ 7HPSOHW RQ 9,3 )XQG )UDQNOLQ \$OORFDWLRQ 9,3 )XQG )UDQNOLQ \*URZWK DQG ,QFRPH 9,3 )XQG )UDQNOLQ /DUJH &DS \*URZWK 9,3 )XQG )UDQNOLQ 5LVVLQJ 'LYLGHQGV 9,3 )XQG )UDQNOLQ 6PDOO 0LG &DS \*URZWK 9,3 )XQG )UDQNOLQ 6WUDWHJLF ,QFRPH 9,3 )XQG )UDQNOLQ 8 6 \*RYHUQPHQW 6HFXULWLHV 9,3 )XQG )UDQNOLQ 9RO6PDUW \$OORFDWLRQ 9,3 )XQG DQG 7HPSOHW RQ \*OREDO %RQG 9,3 )XQG LL WKH LQYHVWPHQW VXE DGYLVRU\ DJUHHPHQW EHWZHHQ )\$9 DQG )UDQNOLQ 7HPSOHW RQ ,QVWLWXWLRQDO // & )7, / DQ D^OLDWH RI )\$9 RQ EHKDOI RI )UDQNOLQ \$OORFDWLRQ 9,3 )XQG LLL WKH LQYHVWPHQW VXE DGYLVRU\ DJUHHPHQW EHWZHHQ )\$9 DQG 7HPSOHW RQ \*OREDO \$GYLVRU\ /LPLWHG 7\*\$ / DQ D^OLDWH RI )\$9 RQ EHKDOI RI )UDQNOLQ \$OORFDWLRQ 9,3 )XQG LY WKH LQYHVWPHQW VXE DGYLVRU\ DJUHHPHQW EHWZHHQ )\$9 DQG %UDQG\ZLQH \*OREDO ,QYHVWPHQW 0DQDJHPPHQW // & %\*, 0 DQ D^OLDWH RI )\$9 RQ EHKDOI RI )UDQNOLQ \$OORFDWLRQ 9,3 )XQG Y WKH LQYHVWPHQW VXE DGYLVRU\ DJUHHPHQW EHWZHHQ )\$9



0DQDJHPPHQW WKHQ GLVFXVVHG ZLWK WKH %RDUG WKH DFWLRQV WKDW  
DUH EHLQJ WDNHQ LQ DQ H†RUW WR DGGUHVV WKH VRXUFHV RI WKH  
)XQG†V XQGHUSHUIRUPDQFH LQFOXGLQJ HQKDQFHPPHQWV PDGH WR  
WKH )XQG†V LQYHVWPHQW VWUDWHJLHV 7KH %RDUG FRQFOXGHG WKDW  
WKH )XQG†V 0DQDJHPPHQW \$JUHHPHQW VKRXOG EH FRQWLQXHG  
IRU DQ DGGLWLRQDO RQH \HDU SHULRG DQG PDQDJHPPHQW†V H†RUWV  
VKRXOG FRQWLQXH WR EH FORVHO\ PRQLWRUHG

)UDQNOLQ , QFR The Performance Universe for

WVWV)3320\30\PHG6800\W6†2\X106800\G††00 9452603626††(VWV900†B†D†G8†V†6†820Q00.6(531  
XQGHUO\LQJ 9,3V 7KH %RDUG QRWHG WKDW WKH )XQG†V DQQXDOLJHG  
LQFRPH UHWXUQ IRU WKH RQH WKUHH †YH DQG \HDU SHULRGV  
LQFRPHQXDO31600XHG

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FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
SHAREHOLDER INFORMATION

)UDQNOLQ /DUJH &DS \*URZWK 9,3 )XQG  
8QLYHUVH IRU WKH )UDQNOLQ /DUJH &DS \*URZWK 9,3 )XQG  
LQFOXGHG WKH )XQG DQG DOO PXOWL FDS JURZWK IXQGV XQGHUO\LQJ  
9,3V 7KH %RDUG QRWHG WKDW WKH )XQG¶V DQXDO L]HG WRWDO  
UHWXUQ IRU WKH RQH WKUHH DQG ¿YH \HDU SHULRGV ZDV DERYH  
WKH PHGLDQ RI LWV 3HUIRUPDQFH 8QLYHUVH EXW IRU WKH \HDU  
period was below the median of its Performance Universe.  
7KH %RDUG FRQFOXGHG WKDW WKH )XQG¶V SHUIRUPDQFH ZDV  
VDWLVIDFWRU\

7HPSOHW RQ 'HYHORSLQJ 0DUNHWV 9,3 )XQG DQG )UDQNOLQ  
6PDOO &DS 9DOXH The Performance Universe  
IRU WKH 7HPSOHW RQ 'HYHORSLQJ 0DUNHWV 9,3 )XQG LQFOXGHG  
WKH )XQG DQG DOO HPHUJLQJ PDUNHWV IXQGV XQGHUO\LQJ 9,3V  
7KH 3HUIRUPDQFH 8QLYHUVH IRU WKH )UDQNOLQ 6PDOO &DS  
9DOXH 9,3 )XQG LQFOXGHG WKH )XQG DQG DOO VPDOO FDS YDOXH  
IXQGV XQGHUO\LQJ 9,3V 7KH %RDUG QRWHG WKDW HDFK )XQG¶V  
DQXDO L]HG WRWDO UHWXUQ IRU WKH WKUHH ¿YH DQG \HDU  
periods was above the median of its respective Performance  
8QLYHUVH EXW IRU WKH RQH \HDU SHULRG ZDV EHORZ WKH PHGLDQ  
RI LWV UHVSHFWLYH 3HUIRUPDQFH 8QLYHUVH QRWLQJ WKH RQH \HDU  
DQXDO L]HG WRWDO UHWXUQ IRU WKH )UDQNOLQ 6PDOO &DS 9DOXH  
9,3 )XQG H[FHHGHG 7KH %RDUG FRQFOXGHG WKDW HDFK  
)XQG¶V SHUIRUPDQFH ZDV VDWLVIDFWRU\

)UDQNOLQ 0XWXDO \*ORED The L VFRYHU\ 9,3 )XQG  
3HUIRUPDQFH 8QLYHUVH IRU WKH )XQG LQFOXGHG WKH )XQG  
DQG DOO JORED O PXOWL FDS YDOXH IXQGV XQGHUO\LQJ 9,3V 7KH  
%RDUG QRWHG WKDW WKH )XQG¶V DQXDO L]HG WRWDO UHWXUQ IRU WKH  
RQH WKUHH DQG \HDU SHULRGV ZDV DERYH WKH PHGLDQ RI

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FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
SHAREHOLDER INFORMATION

([SHQVH \*URXS IRU WKH )UDQNOLQ \$OORFDWLRQ 9,3)XQG LQFOXGHG([SHQVH \*URXS  
WKH )XQG DQG RWKHU PL[HG DVVHWW\XQGHU\*OREDO'DMLFRQJURZWK)XQG LQFOXG  
IXQGV XQGHUO\LQJ 9,3V 7KH ([SHQVH RWRXISJURZWK)XQGHUO\LQJ YDOXH IXQG XQG  
\*URZWK DQG ,QFRPH 9,3 )XQG LQFOXGHGFRVH)XQGHUO\LQJ FRUH IXQGV XQGHUO\LQJ  
RWKHU HTXLW\LQFRPH IXQGV XQGHUO\LQJ,FDSTKURZWKIXQGV XQGHUO\LQJ 9,3V  
\*URXS IRU WKH )UDQNOLQ ,QFRPH 9,3 )XQGLQFOXGHG)WKH)XQGHUO\LQJ 0XWXDO 6KDUHV 9  
DQG RWKHU \[LEOH SRUWIROLR IXQGHUO\LQJ)XQGHUO\LQJ RWRXISJURZWKXOWL FDS YDOXH I  
([SHQVH \*URXS IRU WKH )UDQNOLQ 6P\O\T\H\XQGHUO\LQJ for the Templeton Developing  
LQFOXGHG WKH )XQG DQG HLJKW RWKHU ODUJH FDS)XQGLQFOXGHG WKH )XQG DQG  
XQGHUO\LQJ 9,3V 7KH ([SHQVH \*URXS IRUWKH)XQGHUO\LQJ 9,3V 7KH ([SHQ  
\*OREDO %RQG 9,3 )XQG LQFOXGHG WKH)XQGHUO\LQJ \*URZWK)XQGHUO\LQJ LQFOXGHG WKH  
LQFRPH IXQGV XQGHUO\LQJ 9,3V 7KH ([SHQVH \*URXS IRUWKH)XQGHUO\LQJ IXQG XQGHUO\LQJ  
)UDQNOLQ \QD7HFK 9,3 )XQG LQFOXGHG)XQGHUO\LQJ XQGHUO\LQJ 9,3V DQG WZR  
RWKHU ODUJH FDS JURZWK IXQGV XQGHUO\LQJ,FDSTKURZWKIXQGV XQGHUO\LQJ 9,3V 7KH ([SHQV  
\*URXS IRU WKH )UDQNOLQ 5LVLQJ 'LYLQGHUO\LQJ)XQGHUO\LQJ)XQG LQFOXGHG WKH  
WKH )XQG DQG RWKHU ODUJH FDS FRUH)XQGHUO\LQJ)XQGHUO\LQJ FDS YDOXH IXQGV X  
9,3V 7KH ([SHQVH \*URXS IRU WKH )UDQNOLQ)XQGHUO\LQJ)XQGHUO\LQJ ODUJH FDS YDOXH IX  
\*URZWK 9,3 )XQG LQFOXGHG WKH )XQGLQFOXGHG([SHQVH \*URXS IRUWKH)UDQNOLQ /DUJH  
JURZWK IXQGV XQGHUO\LQJ 9,3V 7KH %RDUG DOVR QRWHG WKDVAWKH)XQGHUO\LQJ IXQG DQG RWKHU  
0DQDJPHQW 5DWH DQG DFWXDO WRWDXQGHUO\LQJ)XQGHUO\LQJ 9,3V H)XQGHUO\LQJ ([SHQVH \*URXS  
)XQG ZHUH EHORZ WKH PHGLDQ RI LWV ODUJH)XQGHUO\LQJ)XQGHUO\LQJ 9,3 )XQG LQFOXGHG  
\*URXS 7KH %RDUG DOVR QRWHG WKDVAWKH)XQGHUO\LQJ)XQGHUO\LQJ 9,3V  
9,3 )XQG )UDQNOLQ \QD7HFK 9,3 )XQGDQGHUO\LQJ)XQGHUO\LQJ JURZWK IXQG  
DQG ,QFRPH 9,3 )XQGV DFWXDO WRWDXQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ 6WUDWHJ  
fee waiver from management. The Board further noted that LQFOXGHG WKH )XQG DQG QLQH RWKHU PXOV  
WKH )UDQNOLQ \$OORFDWLRQ 9,3 )XQGLQFOXGHG)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
)\$9 RXW RI WKH PDQDJPHQW IHH )\$9 SDWLQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
DQG WKDW WKH DOORFDWLRQ RI WKH ODUJH)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
VXE DGYLVHU UH\HFWHG WKH VHUULFHV SURYLGHG E\ HDFK WR WKH  
)XQG \$IWHU FRQVLGHUDWLRQ RI WKH ODUJH)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
WKDW WKH 0DQDJPHQW 5DWH FKDUJHG WR HDFK%RDUG DOVR QRWHG WKH PDQDJPHQW)XQGHUO\LQJ  
VXE DGYLVHU\ IHH SDLG WR HDFK VXE DGYLVHU RI WKH)UDQNOLQ  
\$OORFDWLRQ 9,3 )XQG DUH UH)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
)UDQNOLQ 8 6 \*RYHUQPHQW)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
([SHQVH \*URXS IRU WKH )XQG LQFOXGHG)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
LQWHUPHGLDWH 86 JRYHUQPHQW IXQGLQFOXGHG)XQGHUO\LQJ)XQGHUO\LQJ)UDQNOLQ /DUJH &DS  
LQ\DWLRQ SURWHFWHG ERQG IXQGV XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
QRWHG WKDW WKH 0DQDJPHQW 5DWH)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
PHGLDQ RI LWV ([SHQVH \*URXS DQG WKH)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
UDWLR IRU WKH )XQG ZDV VOLJKWO\ DQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
([SHQVH \*URXS 7KH %RDUG FRQFOXGHG)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
5DWH FKDUJHG WR WKH )XQGLQFOXGHG)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
)UDQNOLQ \*OREDO 5HDO (VWDWH 9,3 )XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
\*OREDO 'LVFRYHU\ 9,3 )XQG )UDQNOLQ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ)XQGHUO\LQJ  
)XQG 7HPSOHWRRQ 'HYHORSLQJ 0DUNHWV 9,3 )XQG 7HPSOHWRRQ  
\*URZWK 9,3 )XQG 7HPSOHWRRQ )RUHLQJ 9,3 )XQG )UDQNOLQ  
/DUJH &DS \*URZWK 9,3 )XQG )UDQNOLQ 9R06PDUW \$OORFDWLRQ  
9,3 )XQG DQG )UDQNOLQ 6WUDWHJLJF ,QFRPH 9,3 )XQG  
([SHQVH \*URXS IRU WKH )UDQNOLQ \*OREDO 5HDO (VWDWH 9,3  
)XQG LQFOXGHG WKH )XQG DQG VHYHQ RWKHU JOREDO UHDO HVWDWH

discussed with management the expenses of both of these )XQGV DQG PDQDJPHQW DJUHHG WR WKH 0DQDJPHQW 5DWH IRU WKH 7HP and implement an expense cap on the Templeton Growth 9,3 )XQGV DFWXDO WRWDO H[SHQVH UDWLR RI 7KH %RDUG DOVR QRWHG WKDW \$OORFDWLRQ 9,3 )XQGV DFWXDO WRWDO fee waiver from management. The Board further noted that WKH 7HPSOHWRQ 'HYHORSLQJ 0DUNHWV LV SDLG E\ 7\$0/ RXW RI WKH PDQDJPHQW IURP WKH )XQG DQG WKDW WKH DOORFDWHG 7\$0/ DQG WKH VXE DGYLVHU UHÀHFWHG HDFK WR WKH )XQG \$IWHU FRQVLGHU FRQFOXGHG WKDW WKH 0DQDJPHQW DQG WKH VXE DGYLVRU\ IHH SDLG WR 0DUNHWV 9,3 )XQGV VXE DGYLVHU

WKH )XQGV DV ZHOO DV WKH QHHG WR LP WKH 0DQDJPHQW 5DWH IRU WKH 7HP resulting from recent US Securities and Exchange & RPPLVLRQ DQG RWKHU UHJXODWRU\ UHT

The Board also considered the extent to which the Board reviewed and considered the extent to which as well as increased leverage with service providers and counterparties. Based upon its consideration of all these factors, the Board has determined that the fee waiver is appropriate. The Board further noted that the Board reviewed and considered information regarding the Board reviewed and considered information regarding and other services to each of the individual funds during

The Board also considered the extent to which the Board reviewed and considered the extent to which as well as increased leverage with service providers and counterparties. Based upon its consideration of all these factors, the Board has determined that the fee waiver is appropriate. The Board further noted that

### 3UR¿WDELOLW\

### Economies of Scale

The Board reviewed and considered information regarding WKH SUR¿WV UHDOLJHG E\ HDFK 0DQDJPHQW FRQQHFWRQ ZLWK WKH RSHUDWLRQ WKH %RDUG FRQVLGHU WKH )XQG SUR¿WV DGGUHVHV WKH RYHUDOO SUR¿WDELOLW\ DV ZHOO DV LWV SUR¿WV LQ SURYLGLQJ and other services to each of the individual funds during WKH PRQW SHULRG HGGH 6HSWHPRV PRVW UHFHQW ¿VFDO \HDU HGG IRU 5) DOWKRJK PDQDJPHQW FRQLXDO PHWKRGRORJLHV XVHG LQ FDOFXODWLRQ WR RUJDQLJDWLRQDO DQG SURGXFW UHPDQLQHG PHWKRGRORJ\ KDV UHPDLQHG FRQLV )XQGV SUR¿WDELOLW\ UHSRUW SUHVH 7KH %RDUG DOVR QRWHG WKDW 3ULFH DXGLWU WR 5) DQG FHUWDLQ 7 IXQG SHULRGLFDOO\ UHYLHZ DQG DVVHV WKH WR EH XVHG VROHO\ E\ WKH )XQGV SUR¿WDELOLW\ DQDO\VLV

The Board reviewed and considered the extent to which the Board reviewed and considered information regarding the Board reviewed and considered information regarding and other services to each of the individual funds during WKH SUR¿WV UHDOLJHG E\ HDFK 0DQDJPHQW FRQQHFWRQ ZLWK WKH RSHUDWLRQ WKH %RDUG FRQVLGHU WKH )XQG SUR¿WV DGGUHVHV WKH RYHUDOO SUR¿WDELOLW\ DV ZHOO DV LWV SUR¿WV LQ SURYLGLQJ and other services to each of the individual funds during WKH PRQW SHULRG HGGH 6HSWHPRV PRVW UHFHQW ¿VFDO \HDU HGG IRU 5) DOWKRJK PDQDJPHQW FRQLXDO PHWKRGRORJLHV XVHG LQ FDOFXODWLRQ WR RUJDQLJDWLRQDO DQG SURGXFW UHPDQLQHG PHWKRGRORJ\ KDV UHPDLQHG FRQLV )XQGV SUR¿WDELOLW\ UHSRUW SUHVH 7KH %RDUG DOVR QRWHG WKDW 3ULFH DXGLWU WR 5) DQG FHUWDLQ 7 IXQG SHULRGLFDOO\ UHYLHZ DQG DVVHV WKH WR EH XVHG VROHO\ E\ WKH )XQGV SUR¿WDELOLW\ DQDO\VLV

7KH %RDUG QRWHG PDQDJPHQW EHRIL E\ WKH DWW FZLWV WKH XQGDQG LWV VKD LQ HVWDEOLVKLQJ WKH LQIUDVWUXFWXURZQHFKV DOWR UGUUWKJQLSHG WKDW WK RI PXWDO IXQG RSHUDWLRQV FRGXFDQGHG DFKHWRDQVDOH IRU WKH )UDQ DQG LWV D'OLDWHV PD\ QRW EH IXOO\ UHÀHFWHG D'OLDWHV 9,3 )XQG DOORFDWHG WR HDFK )XQG LQ GHWHUPLQRU\ SOE¿WDELOLW\ /DWJH &DS \*U ZHOO DV WKH IDFW WKDW WKH OHYO RIDSUNFO\ QV ROR PD B MUSDOLF B WLRQW 9,3 )XQ UHÀHFWHG RSHUDWLRQDO FRVW VDYLQJV DQG H'FLHQFLHV LQLWLDWHG E\ PDQDJPHQW \$V SDUW RI WKLV HYDOXDWLRQ WKH %RDUG FRQVLGHU PDQDJPHQW RXWVRXUFLQJ RI FHUWDLQ RSHUDWLRQV ZKLFK H¿RUW KDV UHTXLUHG FRQVLGHUDEOH XS IURQW H[SHQGLWXUHV E\ WKH 0DQDJPHQW EXW RYHU WKH ORQJ UXQ LV H[SHFWHG WR UHVXOW LQ JUHDWHU H'FLHQFLHV 7KH %RDUG DOVR QRWHG PDQDJPHQW expenditures in improving shareholder services provided to

7KH %RDUG QRWHG PDQDJPHQW EHRIL E\ WKH DWW FZLWV WKH XQGDQG LWV VKD LQ HVWDEOLVKLQJ WKH LQIUDVWUXFWXURZQHFKV DOWR UGUUWKJQLSHG WKDW WK RI PXWDO IXQG RSHUDWLRQV FRGXFDQGHG DFKHWRDQVDOH IRU WKH )UDQ DQG LWV D'OLDWHV PD\ QRW EH IXOO\ UHÀHFWHG D'OLDWHV 9,3 )XQG DOORFDWHG WR HDFK )XQG LQ GHWHUPLQRU\ SOE¿WDELOLW\ /DWJH &DS \*U ZHOO DV WKH IDFW WKDW WKH OHYO RIDSUNFO\ QV ROR PD B MUSDOLF B WLRQW 9,3 )XQ UHÀHFWHG RSHUDWLRQDO FRVW VDYLQJV DQG H'FLHQFLHV LQLWLDWHG E\ PDQDJPHQW \$V SDUW RI WKLV HYDOXDWLRQ WKH %RDUG FRQVLGHU PDQDJPHQW RXWVRXUFLQJ RI FHUWDLQ RSHUDWLRQV ZKLFK H¿RUW KDV UHTXLUHG FRQVLGHUDEOH XS IURQW H[SHQGLWXUHV E\ WKH 0DQDJPHQW EXW RYHU WKH ORQJ UXQ LV H[SHFWHG WR UHVXOW LQ JUHDWHU H'FLHQFLHV 7KH %RDUG DOVR QRWHG PDQDJPHQW expenditures in improving shareholder services provided to

FRANKLIN TEMPLETON VARIABLE INSURANCE PRODUCTS TRUST  
SHAREHOLDER INFORMATION

WR WKH H[WHQW HFRQRPLHV RI VFDOH PD\ EH UHDOLJHG E\ HDFK  
0DQDJHU DQG LWV D^OLDWHV HDFK )XQG¶V PDQDJHPHQW IHH  
VWUXFWXUH SURYLGHG D VKDULQJ RI EHQH¿WV ZLWK WKH )XQG DQG LWV  
VKDUHKROGHUV DV WKH )XQG JURZV

Conclusion

%DVHG RQ LWV UHYLHZ FRQVLGHUDWLRQ DQG HYDOXDWLRQ RI DOO  
IDFWRUV LW EHOLHYHG UHOHYDQW LQFOXGLQJ WKH DERYH GHVFULEHG  
IDFWRUV DQG FRQFOXVLRQV WKH %RDUG XQDQLPRXVO\ DSSURYHG  
WKH FRQWLQXDWLRQ RI HDFK 0DQDJHPHQW \$JUHHPHQW IRU DQ  
DGGLWLRQDO RQH \HDU SHULRG

/LTXLGLW\ 5LVN 0DQDJHPHQW 3URJUDP

(DFK )XQG KDV DGRSWHG DQG LPSOHPHQWHG D ZULWWHQ /LTXLGLW\  
5LVN 0DQDJHPHQW 3URJUDP WKH <sup>3</sup>/503' DV UHTXLUHG E\  
5XOH H XQGHU WKH ,QYHVWPHQW &RPSDQ\ \$FW RI  
WKH <sup>3</sup>/LTXLGLW\ 5XOH' 7KH /503 LV GHVLJQHG WR DVVHVV DQG  
PDQDJH HDFK )XQG¶V OLTXLGLW\ ULVN ZKLFK LV GH¿QH DV WKH  
ULVN WKDW WKH )XQG FRXOG QRW PHHW UHTXHVWV WR UHGHP VKDUH  
LVVXH E\ WKH )XQG ZLWKRXW VLJQL¿FDQW GLOXWLRQ RI UHPDLQLQJ  
LQYHVWRUV¶ LQWHUHVW LQ WKH )XQG ,Q DFFRUGDQFH ZLWK WKH  
/LTXLGLW\ 5XOH WKH /503 LQFOXGHV SROLFLHV DQG SURFHGXUHV  
WKDW SURYLGH IRU DVVHVVPHQW PDQDJHPHQW DQG UHYLHZ  
QR OHVV IUHTXHQWO\ WKDQ DQXDOO\ RI HDFK )XQG¶V OLTXLGLW\

SUR[\ YRWLQJ UHFRUGV DUH DOVR PDGH DYDLODEOH RQOLQH DW  
IUDQNOLQWHP SOHWRQ FRP DQG SRVWHG RQ WKH 8 6 6HFXULWLHV DQG  
([FKDQJH &RPPLVVLRQ¶V ZHEVLWH DW VHF JRY DQG UHÅHFW WKH  
PRVW UHFHQW PRQWK SHULRG HQGHG -XQH

#### 4XDUWHUO\ 6FKHGXOH RI ,QYHVWPHQWV

7KH 7UXVW ¿OHV D FRPSOHWH VFKHGXOH RI LQYHVWPHQWV ZLWK  
WKH 8 6 6HFXULWLHV DQG ([FKDQJH &RPPLVVLRQ IRU WKH ¿UVW  
DQG WKLUG TXDUWHUV IRU HDFK ¿VFDO \HDU DV DQ H[KLELW WR LWV  
UHSRUW RQ )RUP 1 3257 6KDUHKROGHUV PD\ YLHZ WKH ¿OHG  
)RUP 1 3257 E\ YLVLWLQJ WKH &RPPLVVLRQ¶V ZHEVLWH DW VHF  
JRY 7KH ¿OHG IRUP PD\ DOVR EH YLHZHG DQG FRSLHG DW WKH  
&RPPLVVLRQ¶V 3XEOLF 5HIHUHQFH 5RRP LQ :DVKLQJWRQ '&

Information regarding the operations of the Public Reference

5RRP PD\ EH REWDLQHG E\ FDOOLQJ 6(&

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)UDQNOLQ 7HPSOHWRQ 9DULDEOH ,QVXUDQFH 3URGXFWV 7UXVW )79,3 VKDUHV DU  
RQO\ WR LQVXUDQFH FRPSDQ\ VHSDUDWH DFFRXQWV 6HSDUDWH \$FFRXQW WR  
FRQWUDFWV FHUWDLQ TXDOLHG SODQV DQG RWKHU PXWXDO IXQGV IXQGV

\$XWKRULJHG IRU GLVWULEXWLRQ WR LQYHVWRUV LQ 6HSDUDWH \$FFRXQWV RQO\ ZK  
DSSOLFDEOH FRQWUDFW ZKLFK LQFOXGHV WKH 6HSDUDWH \$FFRXQW DQG WKH )79,  
LQYHVWPHQW JRDOV ULNV FKDUJHV DQG SURSRFHQWV FRQWUDLQYHVWLRQV DQG RWKH  
FDUHIXOO\ EHIRUH LQYHVWLQJ

7R KHOS HQVXUH ZH SURYLGH \RX ZLWK TXDOLW\ VHUYLFH DOO FDOOV WR DQG IUR



Semiannual Report  
Franklin Templeton Variable Insurance Products Trust

Investment Managers	Fund Administrator	Distributor
)UDQNOLQ \$GYLVHUV )UDQNOLQ 7HPSOHWRQ 6HUYLFHV //& )		
)UDQNOLQ 0XWXDO \$GYLVHUV //&		'LVWULEXWRUV //&
)UDQNOLQ 7HPSOHWRQ ,QVWLWXWLRQDO //&		
7HPSOHWRQ \$VVHW 0DQDJHPHQW /WG		
7HPSOHWRQ *OREDO \$GYLVHUV /LPLWHG		
7HPSOHWRQ ,QYHVWPHQW &RXQVHO //&		