ANNUAL REPORT

TEMPLETON GLOBAL BOND VIP FUND

A Series of Franklin Templeton Variable Insurance Products Trust

December 31, 2023

FRANKLIN TEMPLETON

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.

Otherwise, paper copies of the Fund's shareholder reports will be mailed to you beginning in July 2024. If you would like to receive shareholder reports and other communications from the Fund electronically instead of by mail, you may make that request at any time by contacting your insurance company or your financial intermediary (such as a broker-dealer or bank).

Not FDIC Insured | May Lose Value | No Bank Guarantee

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Templeton Global Bond VIP Fund

This annual report for Templeton Global Bond VIP Fund covers the fiscal year ended December 31, 2023.

Fund Overview

Q. What is the Fund's investment strategy?

A. The Fund seeks high current income, consistent with preservation of capital. We invest selectively in bonds around the world based upon our assessment of changing market, political and economic conditions. While seeking opportunities, we monitor various factors including changes in interest rates, currency exchange rates and credit risks. We seek to manage the Fund's exposure to various currencies and regularly enter into various currency-related derivative instruments, such as currency and cross-currency forwards, currency and currency index futures contracts and currency options.

Q. What were the overall market conditions during the Fund's reporting period?

A. Inflation rates in most countries peaked, and in many cases fell sharply from the multi-year (and in some cases, multi-decade) highs that had been reached during 2022. Core inflation measures, which usually exclude volatile food and energy prices, were stickier due to service prices, but by year-end most of these had shown sharp deceleration too. In response to inflation developments, the monetary policy pivot away from tightening became increasingly clear over the course of the year, and it was seemingly confirmed by the U.S. Federal Reserve (Fed) signaling a pause at its December 2023 policy meeting. The year had been characterized by continued deceleration in the pace of interest-rate hikes and some pausing amongst developed market central banks, with certain emerging markets (particularly those who had been early and/or aggressive movers during the upcycle) embarking on rate cuts. In bond markets, the U.S. 10-year yield was unchanged over the course of the year, but most other sovereign bond yields fell. Japanese bond yields, however, rose, as the Bank of Japan loosened its yield curve control policy over the course of the year. Concerns about global growth remained. Growth rates remained positive, but major economies have been slowing more recently. The U.S. dollar (USD) largely moved sideways over the year, softening somewhat on a year-end to year-end basis. Currency performances were mixed, but in general European and Latin American currencies appreciated against the USD, while those in Asia depreciated. Policy tightening during the course of 2023 exposed some structural risks associated with prior large fiscal spending and excessive monetary accommodation, manifesting in the form of banking problems in the U.S. and Europe, and debt restructurings in some frontier markets. However, these did not lead to wider market disruptions.

Q. How did we respond to these changing market conditions?

A. We continued to aim at a high overall portfolio yield by holding higher-yielding local-currency positions in specific emerging markets. We have emphasized select local-currency sovereign bonds in countries that we view as having resilient fundamentals. As the year progressed, we identified the countries we considered most likely to benefit from the trends described above, such as those countries in Latin America who had previously been aggressive responders to rising inflation and stayed ahead of the curve, thus placing themselves in a relatively strong policy position for when the rate cycle turned. In sovereign bonds, we extended duration in select countries where we saw opportunity from inflation and interest-rate cycles rolling over, or where we saw improving fundamentals in a range of factors from fiscal progress to reshoring. In foreign exchange exposure, we considered countries whose currencies were likely to benefit from changing growth and interest rate differentials against the U.S. dollar and which also had solid fundamental support, with overweighted currency exposures focused on countries that generally have strong trade dynamics, current account surpluses, better fiscal management and stronger growth potential, notably in Asia. Along with extending duration where deemed appropriate, we also took profit in some positions as cycles turned. Near the end of the year when it became clearer that the Fed had reached a peak in rates, we identified specific opportunities in the EM sovereign credit space.

Performance Overview

You can find the Fund's one-year total return for all share classes in the Performance Summary. For comparison, the J.P. Morgan Global Government Bond Index posted a +4.02% total return, and the FTSE World Government Bond Index posted a +5.19% total return for the same period.[1]

1. Source: Morningstar. The J.P. Morgan (JPM) Global Government Bond Index (GGBI) tracks total returns for liquid, fixed-rate, domestic government bonds with maturities greater than one year issued by developed countries globally. The FTSE World Government Bond Index measures the performance of fixed-rate, local currency, investment-grade sovereign bonds and is stated in U.S. dollar terms.

The indexes are unmanaged and include reinvestment of any income or distributions. They do not reflect any fees, expenses or sales charges. One cannot invest directly in an index, and an index is not representative of the Fund's portfolio.

Important data provider notices and terms available at www.franklintempletondatasources.com.

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).

Performance data represent past performance, which does not guarantee future results. Investment return and principal 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.

Geographic Composition
12/31/23

	% of Total Net Assets
Asia	37.9%
Latin America & Caribbean	19.2%
North America	13.5%
Australia & New Zealand	9.3%
Europe	6.3%
Other	0.5%
Short-Term Investments & Other Net Assets	13.3%

Q. What were the leading contributors to performance?
A. Interest rate strategies contributed to absolute performance in 2023. Duration exposures in Colombia, Brazil, South Korea and Indonesia contributed to absolute returns. Among currencies, positions in the Colombian peso and Brazilian real contributed to absolute results.

Interest rate strategies contributed to relative performance in 2023. Overweighted duration exposures in Colombia, Brazil, South Korea and Indonesia contributed to relative returns. Among currencies, overweighted positions in the Colombian peso and Brazilian real contributed to relative results.

Q. What were the leading detractors from performance?
A. Currency positions detracted from absolute performance in 2023. Positions in the Japanese yen and South Korean won detracted from absolute results.

Currency positions detracted from relative performance in 2023. Overweighted positions in the Japanese yen and South Korean won detracted from relative results, as did an underweighted position in the euro. In interest rate strategies, underweighted duration exposures in the U.S. and euro area detracted from relative returns.

Q. Were there any significant changes to the Fund during the reporting period?
A. The duration of the Fund increased significantly over the course of the year, although it remained somewhat underweight the index by year-end.

Over the course of the year, we closed out our positions in the Chinese yuan and the Canadian dollar. We added new local currency positions in Australia and Malaysia. We also added a hard currency position in Panama. We closed out our prior net negative exposure to the euro, once that currency had depreciated significantly, and opened a new euro position in German bonds. We reduced our positions in the Norwegian krone, South Korean won, Brazilian real and Chilean peso (this last-mentioned after a closed position and tactical re-entry during the period), but we increased the Fund's positions in the Colombian peso and Mexican peso. We switched part of our Japanese bond holdings into foreign exchange forwards. We extended duration in a number of countries, including in select Asian and Latin American countries as well as in the U.S.. Our Ghanaian bonds were exchanged for new securities as part of Ghana's debt restructuring exercise.

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

The foregoing information reflects our analysis, opinions and portfolio holdings as of December 31, 2023, the end of the reporting period. The way we implement our main investment strategies and the resulting portfolio holdings may change depending on factors such as market and economic conditions. These opinions may not be relied upon as investment advice or an offer for a particular security. The information is not a complete analysis of every aspect of any market, country, industry, security or the Fund. Statements of fact are from sources considered reliable, but the investment manager makes no representation or warranty as to their completeness or accuracy. Although historical performance is no guarantee of future results, these insights may help you understand our investment management philosophy.

Performance Summary as of December 31, 2023[1]

Average annual total return of each share class represents the average annual change in value, assuming reinvestment of dividends and capital gains. Average returns smooth out variations in returns, which can be significant; they are not the same as year-by-year results.

Average Annual Total Return	Class 1	Class 2	Class 4
1-Year	+3.19%	+2.88%	+2.82%
5-Year	-1.89%	-2.13%	-2.23%
10-Year	-0.41%	-0.66%	-0.76%

1. Gross expenses are the Fund's total annual operating expenses as of the Fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns. Net expenses reflect contractual fee waivers, expense caps and/or reimbursements, which cannot be terminated prior to 4/30/24 without Board consent. Additional amounts may be voluntarily waived and/or reimbursed and may be modified or discontinued at any time without notice.

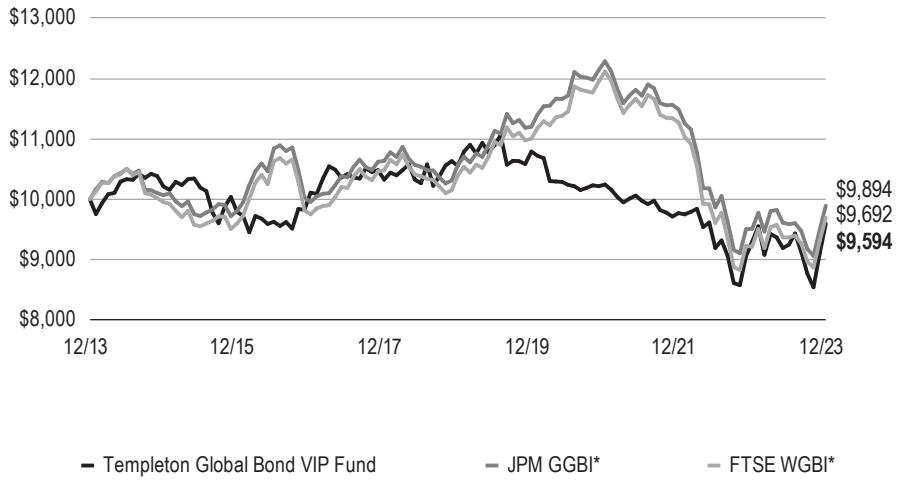
*Performance reflects the Fund's class operating expenses, but does **not** include any contract fees, expenses or sales charges. If they had been included, performance would be lower. These charges and deductions, particularly for variable life policies, can have a significant effect on contract values and insurance benefits. See the contract prospectus for a complete description of these expenses, including sales charges.*

Performance data represent past performance, which does not guarantee future results. Investment return and principal 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.

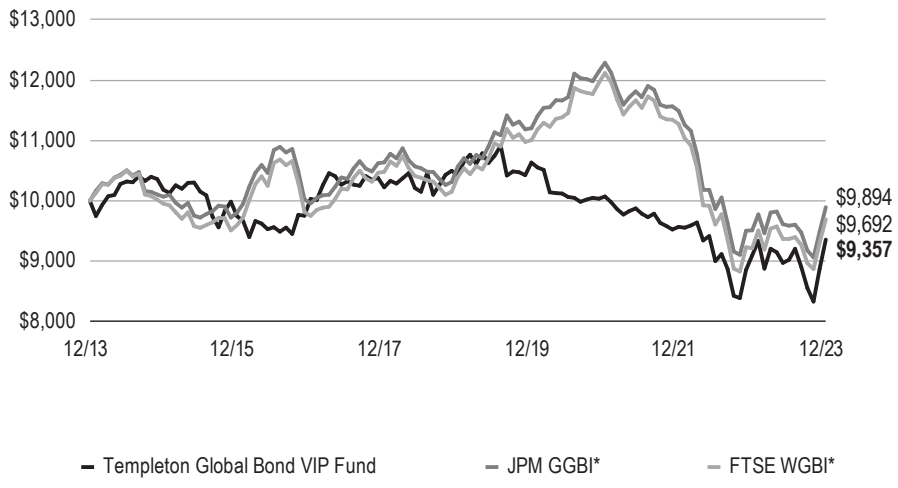
Total Return Index Comparison for a Hypothetical $10,000 Investment (12/31/13–12/31/23)[1]

The graphs below show the change in value of a hypothetical $10,000 investment in the Fund over the indicated period and include reinvestment of any income or distributions. The Fund's performance is compared to the performance of the JP Morgan Global Government Bond Index and FTSE World Government Bond Index. One cannot invest directly in an index, and an index is not representative of the Fund's portfolio.

Class 1 (12/31/13–12/31/23)



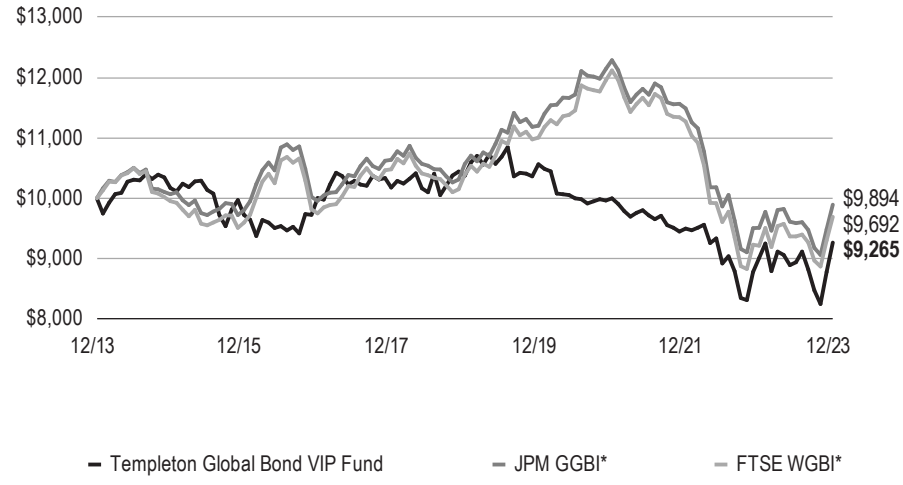
Class 2 (12/31/13–12/31/23)



*Source: FactSet.

Total Return Index Comparison for a Hypothetical $10,000 Investment (12/31/13–12/31/23)[1] (continued)

Class 4 (12/31/13–12/31/23)



Fund Risks

Events such as the spread of deadly diseases, disasters, and financial, political or social disruptions, may heighten risks and adversely affect performance.

All investments involve risks, including possible loss of principal. Derivative instruments can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance. **International investments** are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in **emerging markets. Fixed income securities** involve interest rate, credit, inflation and reinvestment risks, and possible loss of principal. As interest rates rise, the value of fixed income securities falls. **Low-rated, high-yield bonds** are subject to greater price volatility, illiquidity and possibility of default. Changes in the **credit rating** of a bond, or in the credit rating or financial strength of a bond's issuer, insurer or guarantor, may affect the bond's value. The portfolio is **non-diversified** and may invest in a relatively small number of issuers, which may negatively impact the performance and result in greater fluctuation in value. The manager may consider **environmental, social and governance (ESG) criteria** in the research or investment process; however, ESG considerations may not be a determinative factor in security selection. In addition, the manager may not assess every investment for ESG criteria, and not every ESG factor may be identified or evaluated. These and other risks are discussed in the Fund's prospectus.

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 other mutual funds offered through the Contract. The table assumes a $1,000 investment held for the six months indicated. 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 "Actual." In these columns the Fund's actual return, which includes the effect of ongoing Fund expenses but does not include the effect of ongoing Contract expenses, is used to calculate the "Ending Account Value." You can estimate the Fund-level expenses you paid during the period by following these steps (*of course, your account value and expenses will differ from those in this illustration*): Divide your account value by $1,000 (*if your account had an $8,600 value, then $8,600 ÷ $1,000 = 8.6*). Then multiply the result by the number under the headings "Actual" and "Fund-Level Expenses Paid During Period" (*if Fund-Level Expenses Paid During Period were $7.50, then 8.6 x $7.50 = $64.50*). In this illustration, the estimated expenses paid this period at the Fund level are $64.50.

Hypothetical Example for Comparison with Other Mutual Funds

Under the heading "Hypothetical" in the table, information is provided about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. This information may not be used to estimate the actual ending account balance or expenses you paid for the period, but it can help you compare ongoing costs of investing in the Fund with those of other mutual funds offered through the Contract. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds offered through the Contract.

Please note that expenses shown in the table are meant to highlight ongoing costs at the Fund level only and do not reflect any ongoing expenses at the Contract level, or transaction expenses at either the Fund or Contract levels. In addition, while the Fund does not have transaction expenses, if the transaction and ongoing expenses at the Contract level were included, the expenses shown below would be higher. You should consult your Contract prospectus or disclosure document for more information.

		Actual (actual return after expenses)		Hypothetical (5% annual return before expenses)		
Share Class	Beginning Account Value 7/1/23	Ending Account Value 12/31/23	Fund-Level Expenses Paid During Period 7/1/23–12/31/23[1,2]	Ending Account Value 12/31/23	Fund-Level Expenses Paid During Period 7/1/23–12/31/23[1,2]	Net Annualized Expense Ratio[2]
1	$1,000	$1,037.50	$2.16	$1,023.09	$2.14	0.42%
2	$1,000	$1,037.20	$3.44	$1,021.83	$3.41	0.67%
4	$1,000	$1,036.30	$3.95	$1,021.33	$3.92	0.77%

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 over the period indicated, and then multiplied by 184/365 to reflect the one-half year period.
2. Reflects expenses after fee waivers and expense reimbursements. Does not include any ongoing expenses of the Contract for which the Fund is an investment option or acquired fund fees and expenses.

Financial Highlights

Templeton Global Bond VIP Fund

	Year Ended December 31,				
	2023	2022	2021	2020	2019
Class 1					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	$13.15	$13.82	$14.49	$16.63	$17.54
Income from investment operations[a]:					
Net investment income[b]	0.51	0.47	0.48	0.52	0.89
Net realized and unrealized gains (losses)	(0.09)	(1.14)	(1.15)	(1.31)	(0.54)
Total from investment operations	0.42	(0.67)	(0.67)	(0.79)	0.35
Less distributions from:					
Net investment income and net foreign currency gains	—	—	—	(1.35)	(1.26)
Tax return of capital	—	—	—	(—)[c]	—
Total distributions	—	—	—	(1.35)	(1.26)
Net asset value, end of year	$13.57	$13.15	$13.82	$14.49	$16.63
Total return[d]	3.19%	(4.85)%	(4.62)%	(4.73)%	1.89%
Ratios to average net assets					
Expenses before waiver and payments by affiliates and expense reduction	0.50%	0.50%	0.51%	0.51%	0.53%
Expenses net of waiver and payments by affiliates	0.48%	0.48%	0.50%	0.46%	0.44%
Expenses net of waiver and payments by affiliates and expense reduction	0.44%	0.48%[e]	0.50%[e]	0.45%	0.42%
Net investment income	3.94%	3.56%	3.42%	3.43%	5.22%
Supplemental data					
Net assets, end of year (000's)	$162,098	$153,423	$204,318	$224,704	$322,794
Portfolio turnover rate	106.76%	14.78%	27.65%	52.84%	22.58%

[a]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.
[b]Based on average daily shares outstanding.
[c]Amount rounds to less than $0.01 per share.
[d]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.
[e]Benefit of expense reduction rounds to less than 0.01%.

Templeton Global Bond VIP Fund (continued)

	Year Ended December 31,				
	2023	2022	2021	2020	2019
Class 2					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	$12.47	$13.13	$13.82	$15.91	$16.83
Income from investment operations[a]:					
Net investment income[b]	0.45	0.41	0.43	0.46	0.82
Net realized and unrealized gains (losses)	(0.08)	(1.07)	(1.12)	(1.24)	(0.53)
Total from investment operations	0.37	(0.66)	(0.69)	(0.78)	0.29
Less distributions from:					
Net investment income and net foreign currency gains	—	—	—	(1.31)	(1.21)
Tax return of capital	—	—	—	(—)[c]	—
Total distributions	—	—	—	(1.31)	(1.21)
Net asset value, end of year	$12.84	$12.47	$13.13	$13.82	$15.91
Total return[d]	2.88%	(4.95)%	(4.99)%	(4.92)%	1.63%
Ratios to average net assets					
Expenses before waiver and payments by affiliates and expense reduction	0.75%	0.75%	0.76%	0.75%	0.78%
Expenses net of waiver and payments by affiliates	0.73%	0.73%	0.75%	0.71%	0.69%
Expenses net of waiver and payments by affiliates and expense reduction	0.69%	0.73%[e]	0.75%[e]	0.70%	0.67%
Net investment income	3.66%	3.31%	3.17%	3.16%	4.97%
Supplemental data					
Net assets, end of year (000's)	$1,404,468	$1,527,997	$1,859,619	$2,022,487	$2,389,610
Portfolio turnover rate	106.76%	14.78%	27.65%	52.84%	22.58%

[a]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.
[b]Based on average daily shares outstanding.
[c]Amount rounds to less than $0.01 per share.
[d]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.
[e]Benefit of expense reduction rounds to less than 0.01%.

Templeton Global Bond VIP Fund (continued)

	Year Ended December 31,				
	2023	2022	2021	2020	2019
Class 4					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	$12.77	$13.46	$14.17	$16.27	$17.19
Income from investment operations[a]:					
Net investment income[b]	0.45	0.41	0.42	0.46	0.82
Net realized and unrealized gains (losses)	(0.09)	(1.10)	(1.13)	(1.27)	(0.55)
Total from investment operations	0.36	(0.69)	(0.71)	(0.81)	0.27
Less distributions from:					
Net investment income and net foreign currency gains	—	—	—	(1.29)	(1.19)
Tax return of capital	—	—	—	(—)[c]	—
Total distributions	—	—	—	(1.29)	(1.19)
Net asset value, end of year	$13.13	$12.77	$13.46	$14.17	$16.27
Total return[d]	2.82%	(5.13)%	(5.01)%	(5.00)%	1.48%
Ratios to average net assets					
Expenses before waiver and payments by affiliates and expense reduction	0.85%	0.85%	0.86%	0.85%	0.88%
Expenses net of waiver and payments by affiliates	0.83%	0.83%	0.85%	0.81%	0.79%
Expenses net of waiver and payments by affiliates and expense reduction	0.79%	0.83%[e]	0.85%[e]	0.80%	0.77%
Net investment income	3.56%	3.21%	3.07%	3.06%	4.87%
Supplemental data					
Net assets, end of year (000's)	$51,317	$55,577	$71,454	$76,771	$90,272
Portfolio turnover rate	106.76%	14.78%	27.65%	52.84%	22.58%

[a]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.
[b]Based on average daily shares outstanding.
[c]Amount rounds to less than $0.01 per share.
[d]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.
[e]Benefit of expense reduction rounds to less than 0.01%.

Schedule of Investments, December 31, 2023

Templeton Global Bond VIP Fund

	Principal Amount*		Value
Foreign Government and Agency Securities 73.2%			
Australia 9.3%			
New South Wales Treasury Corp., Senior Bond, 2%, 3/08/33	48,446,000	AUD	$26,830,396
[a] Senior Bond, Reg S, 1.75%, 3/20/34	43,382,000	AUD	22,709,807
Queensland Treasury Corp., Senior Bond, 2%, 8/22/33	49,530,000	AUD	27,272,459
[a] Senior Bond, 144A, Reg S, 1.75%, 7/20/34	52,103,000	AUD	27,205,874
Treasury Corp. of Victoria,			
[a] Senior Bond, Reg S, 2.25%, 9/15/33	35,999,000	AUD	19,934,660
Senior Bond, 2.25%, 11/20/34	49,634,000	AUD	26,593,672
			150,546,868
Brazil 6.7%			
Brazil Notas do Tesouro Nacional,			
10%, 1/01/27	233,800,000	BRL	48,507,146
10%, 1/01/31	112,168,000	BRL	22,909,888
10%, 1/01/33	45,024,000	BRL	9,144,637
F, 10%, 1/01/29	134,126,000	BRL	27,650,924
			108,212,595
Colombia 6.4%			
Colombia Government Bond, Senior Bond, 9.85%, 6/28/27	576,000,000	COP	141,223
Colombia Titulos de Tesoreria,			
B, 7.5%, 8/26/26	62,065,600,000	COP	15,325,255
B, 6%, 4/28/28	28,988,600,000	COP	6,603,585
B, 7.75%, 9/18/30	37,868,000,000	COP	8,912,612
B, 7%, 3/26/31	17,210,500,000	COP	3,833,702
B, 7%, 6/30/32	24,227,000,000	COP	5,242,888
B, 13.25%, 2/09/33	95,554,000,000	COP	29,285,702
B, 7.25%, 10/18/34	53,738,000,000	COP	11,424,736
B, 6.25%, 7/09/36	10,374,000,000	COP	1,958,975
B, 9.25%, 5/28/42	91,424,000,000	COP	21,421,441
			104,150,119
Germany 2.3%			
[a]Bundesobligation, Reg S, 10/18/24	9,999,000	EUR	10,764,594
[a]Bundesrepublik Deutschland, Reg S, 6.25%, 1/04/24	2,544,000	EUR	2,809,167
[a]Bundesschatzanweisungen, Reg S, 0.4%, 9/13/24	21,697,000	EUR	23,482,839
			37,056,600
Ghana 0.4%			
[b]Ghana Government Bond, PIK, 8.35%, 2/16/27	24,154,527	GHS	1,098,399
PIK, 8.5%, 2/15/28	24,172,344	GHS	946,363
PIK, 8.65%, 2/13/29	23,816,765	GHS	822,452
PIK, 8.8%, 2/12/30	23,834,308	GHS	744,407
PIK, 8.95%, 2/11/31	21,783,338	GHS	626,619
PIK, 9.1%, 2/10/32	21,799,359	GHS	590,521
PIK, 9.25%, 2/08/33	21,815,380	GHS	564,657
PIK, 9.4%, 2/07/34	16,584,610	GHS	415,722
PIK, 9.55%, 2/06/35	16,596,780	GHS	407,255
PIK, 9.7%, 2/05/36	16,608,951	GHS	402,336

Templeton Global Bond VIP Fund (continued)

	Principal Amount*		Value
Foreign Government and Agency Securities (continued)			
Ghana (continued)			
[b]Ghana Government Bond, (continued)			
PIK, 9.85%, 2/03/37	16,621,122	GHS	$400,065
PIK, 10%, 2/02/38	16,633,293	GHS	399,797
			7,418,593
India 4.6%			
India Government Bond,			
Senior Bond, 5.77%, 8/03/30	526,000,000	INR	5,864,762
Senior Bond, 7.26%, 8/22/32	1,877,900,000	INR	22,619,874
Senior Note, 7.1%, 4/18/29	3,794,000,000	INR	45,522,529
			74,007,165
Indonesia 8.3%			
Indonesia Government Bond,			
FR68, 8.375%, 3/15/34	283,972,000,000	IDR	20,627,946
FR73, 8.75%, 5/15/31	7,058,000,000	IDR	513,106
FR82, 7%, 9/15/30	7,166,000,000	IDR	475,748
FR87, 6.5%, 2/15/31	47,115,000,000	IDR	3,047,772
FR91, 6.375%, 4/15/32	132,268,000,000	IDR	8,503,826
FR95, 6.375%, 8/15/28	7,169,000,000	IDR	464,791
FR96, 7%, 2/15/33	1,498,234,000,000	IDR	100,902,367
			134,535,556
Malaysia 7.4%			
Malaysia Government Bond,			
3.478%, 6/14/24	17,090,000	MYR	3,723,941
4.181%, 7/15/24	33,190,000	MYR	7,250,586
4.059%, 9/30/24	38,440,000	MYR	8,402,222
3.882%, 3/14/25	56,950,000	MYR	12,474,532
3.955%, 9/15/25	8,790,000	MYR	1,928,550
3.9%, 11/30/26	68,750,000	MYR	15,126,619
3.892%, 3/15/27	5,820,000	MYR	1,278,084
3.502%, 5/31/27	9,330,000	MYR	2,024,986
3.899%, 11/16/27	209,830,000	MYR	46,129,524
3.733%, 6/15/28	15,880,000	MYR	3,467,541
4.498%, 4/15/30	29,740,000	MYR	6,751,787
3.582%, 7/15/32	49,470,000	MYR	10,570,458
			119,128,830
Mexico 4.1%			
Mexican Bonos,			
M, 10%, 11/20/36	39,180,000	MXN	2,487,349
M, Senior Bond, 7.75%, 11/23/34	121,750,000	MXN	6,554,733
Mexican Bonos Desarr Fixed Rate,			
M, 7.5%, 5/26/33	719,380,000	MXN	38,401,390
M, Senior Bond, 8.5%, 5/31/29	114,900,000	MXN	6,625,705
M, Senior Bond, 8.5%, 11/18/38	71,820,000	MXN	4,037,578
M, Senior Bond, 7.75%, 11/13/42	154,590,000	MXN	8,015,137
			66,121,892
Norway 4.0%			
[a]Norway Government Bond, Senior Bond, 144A, Reg S, 3%, 3/14/24	528,222,000	NOK	51,813,419

Templeton Global Bond VIP Fund (continued)

	Principal Amount*		Value
Foreign Government and Agency Securities (continued)			
Norway (continued)			
[a]Norway Government Bond, (continued)			
Senior Bond, 144A, Reg S, 1.75%, 3/13/25	89,312,000	NOK	$8,578,124
Senior Bond, 144A, Reg S, 1.5%, 2/19/26	52,969,000	NOK	4,995,126
			65,386,669
Panama 2.0%			
Panama Government Bond,			
Senior Bond, 2.252%, 9/29/32	2,940,000		2,150,898
Senior Bond, 6.4%, 2/14/35	29,180,000		28,554,603
Senior Bond, 6.7%, 1/26/36	880,000		874,272
Senior Bond, 6.875%, 1/31/36	400,000		400,106
			31,979,879
Singapore 4.5%			
Singapore Government Bond,			
2.875%, 9/01/30	4,770,000	SGD	3,645,319
2.625%, 8/01/32	53,040,000	SGD	39,931,224
3.375%, 9/01/33	35,730,000	SGD	28,643,566
			72,220,109
South Korea 10.0%			
Korea Treasury Bonds,			
2.125%, 6/10/27	38,800,000,000	KRW	28,956,842
3.25%, 3/10/28	64,086,000,000	KRW	49,635,324
3.5%, 9/10/28	87,596,910,000	KRW	68,641,722
Senior Note, 1.75%, 9/10/26	20,481,000,000	KRW	15,251,114
			162,485,002
Thailand 3.2%			
Thailand Government Bond,			
0.75%, 9/17/24	858,940,000	THB	24,685,944
1%, 6/17/27	570,140,000	THB	15,801,357
Senior Note, 1.78%, 11/28/24	56,960,000	THB	1,646,928
Senior Note, 2.04%, 5/29/25	310,350,000	THB	8,979,692
			51,113,921
Total Foreign Government and Agency Securities (Cost $1,172,582,226)			**1,184,363,798**
U.S. Government and Agency Securities 13.5%			
United States 13.5%			
U.S. Treasury Bonds,			
3.375%, 8/15/42	27,930,000		24,916,069
3.125%, 2/15/43	16,230,000		13,879,820
3.625%, 8/15/43	56,190,000		51,679,435
3.75%, 11/15/43	14,300,000		13,369,942
U.S. Treasury Notes, 3.5%, 2/15/33	117,400,000		113,896,343
			217,741,609
Total U.S. Government and Agency Securities (Cost $222,932,160)			**217,741,609**
Total Long Term Investments (Cost $1,395,514,386)			**1,402,105,407**

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount#	Value
Options Purchased 0.1%			
Calls - Over-the-Counter			
Currency Options			
Foreign Exchange USD/MXN, Counterparty BZWS, March Strike Price 18.55 MXN, Expires 3/13/24	1	135,672,000	$626,963
			626,963
Puts - Over-the-Counter			
Currency Options			
Foreign Exchange USD/MXN, Counterparty BZWS, February Strike Price 16.04 MXN, Expires 2/01/24	1	33,918,000	6,239
Foreign Exchange USD/MXN, Counterparty BZWS, March Strike Price 17.39 MXN, Expires 3/13/24	1	33,918,000	966,913
			973,152
Total Options Purchased (Cost $2,158,881)			1,600,115

Short Term Investments 10.4%

	Principal Amount*		Value
Foreign Government and Agency Securities 4.2%			
Germany 2.1%			
[a,c]Germany Treasury Bills, Reg S, 3/20/24	30,852,000	EUR	33,793,433
Japan 2.1%			
[c]Japan Treasury Bills, 2/20/24	4,826,000,000	JPY	34,241,294
Total Foreign Government and Agency Securities (Cost $67,875,183)			**68,034,727**
	Shares		
Money Market Funds 6.2%			
United States 6.2%			
[d,e]Institutional Fiduciary Trust - Money Market Portfolio, 5.034%	100,787,690		100,787,690
Total Money Market Funds (Cost $100,787,690)			**100,787,690**
Total Short Term Investments (Cost $168,662,873)			**168,822,417**
Total Investments (Cost $1,566,336,140) 97.2%			**$1,572,527,939**
Options Written (0.1)%			**(1,616,994)**
Other Assets, less Liabilities 2.9%			**46,971,982**
Net Assets 100.0%			**$1,617,882,927**

Templeton Global Bond VIP Fund (continued)

	Number of Contracts	Notional Amount[#]	Value
[f]**Options Written (0.1)%**			
Calls - Over-the-Counter			
Currency Options			
Foreign Exchange USD/MXN, Counterparty BZWS, March Strike Price 18.32 MXN, Expires 3/13/24	1	33,918,000	$(198,699)
Foreign Exchange USD/MXN, Counterparty BZWS, March Strike Price 19.18 MXN, Expires 3/13/24	1	33,918,000	(84,665)
			(283,364)
Puts - Over-the-Counter			
Currency Options			
Foreign Exchange USD/MXN, Counterparty BZWS, March Strike Price 17.14 MXN, Expires 3/13/24	1	67,835,000	(1,333,630)
			(1,333,630)
Total Options Written (Premiums received $1,381,809)			$(1,616,994)

[#]Notional amount is the number of contracts multiplied by contract size, and may be multiplied by the underlying price. May include currency units, bushels, shares, pounds, barrels or other units. Currency units are stated in U.S. dollars unless otherwise indicated.
[*]The principal amount is stated in U.S. dollars unless otherwise indicated.
[a]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 December 31, 2023, the aggregate value of these securities was $206,087,043, representing 12.7% of net assets.
[b]Income may be received in additional securities and/or cash.
[c]The security was issued on a discount basis with no stated coupon rate.
[d]See Note 3(e) regarding investments in affiliated management investment companies.
[e]The rate shown is the annualized seven-day effective yield at period end.
[f]See Note 1(c) regarding written options.

At December 31, 2023, the Fund had the following forward exchange contracts outstanding. See Note 1(c).

Forward Exchange Contracts

Currency	Counter-party[a]	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts							
Chilean Peso	HSBK	Buy	6,783,000,000	7,773,232	1/04/24	$—	$(74,052)
Chilean Peso	HSBK	Sell	6,783,000,000	7,805,523	1/04/24	106,344	—
Indian Rupee	HSBK	Buy	241,380,400	2,892,793	1/08/24	7,122	—
South Korean Won	JPHQ	Buy	5,342,000,000	4,009,607	1/16/24	119,112	—
Chilean Peso	HSBK	Buy	6,783,000,000	7,798,524	1/18/24	—	(98,530)
Chilean Peso	JPHQ	Buy	6,233,500,000	7,142,857	1/31/24	—	(65,958)
Chilean Peso	HSBK	Buy	5,512,400,000	6,305,290	2/05/24	—	(47,928)
Chilean Peso	JPHQ	Buy	8,189,100,000	9,350,636	2/05/24	—	(54,836)
Indian Rupee	HSBK	Buy	242,055,750	2,903,461	2/12/24	163	—
Indian Rupee	CITI	Buy	590,870,000	7,066,978	3/20/24	8,172	—
Indian Rupee	HSBK	Buy	875,000,000	10,458,751	3/20/24	18,607	—
Indian Rupee	JPHQ	Buy	266,347,200	3,174,201	3/20/24	15,073	—
New Zealand Dollar	BOFA	Buy	10,600,000	6,285,270	3/20/24	418,434	—

Templeton Global Bond VIP Fund (continued)

Forward Exchange Contracts (continued)

Currency	Counter-party[a]	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
OTC Forward Exchange Contracts (continued)							
New Zealand Dollar	CITI	Buy	12,470,000	7,397,056	3/20/24	$489,283	$—
New Zealand Dollar	JPHQ	Buy	47,380,000	28,041,379	3/20/24	1,922,914	—
Singapore Dollar	CITI	Buy	4,670,000	3,466,964	3/20/24	84,259	—
Singapore Dollar	CITI	Sell	4,670,000	3,508,901	3/20/24	—	(42,321)
Singapore Dollar	MSCO	Buy	10,540,000	7,818,098	3/20/24	196,866	—
Singapore Dollar	MSCO	Sell	10,540,000	7,917,668	3/20/24	—	(97,296)
Japanese Yen	BOFA	Buy	4,218,690,870	29,571,645	3/21/24	726,904	—
Japanese Yen	BOFA	Sell	1,319,400,000	9,396,097	3/21/24	—	(79,806)
Australian Dollar	HSBK	Buy	77,360,000	50,002,023	3/25/24	2,856,852	—
Australian Dollar	HSBK	Sell	6,310,000	4,181,913	3/25/24	—	(129,611)
Japanese Yen	MSCO	Buy	4,678,000,000	32,371,462	4/05/24	1,306,073	—
Indian Rupee	JPHQ	Buy	1,431,342,200	17,082,087	4/15/24	33,604	—
Japanese Yen	BNDP	Buy	14,877,674,660	104,217,436	4/15/24	3,047,311	—
Japanese Yen	BOFA	Buy	7,460,672,540	52,259,146	4/15/24	1,530,654	—
Japanese Yen	DBAB	Buy	9,711,052,240	67,987,856	4/15/24	2,026,684	—
Japanese Yen	GSCO	Buy	6,951,000,000	48,628,863	4/15/24	1,486,311	—
Japanese Yen	JPHQ	Buy	2,202,609,690	15,160,561	5/21/24	804,196	—
Japanese Yen	MSCO	Buy	2,196,400,000	15,553,478	6/20/24	436,430	—
Mexican Peso	MSCO	Buy	107,315,000	4,723,861	9/03/24	1,343,556	—
Mexican Peso	MSCO	Sell	107,315,000	4,562,422	9/03/24	—	(1,504,996)
Total Forward Exchange Contracts						$18,984,924	$(2,195,334)
Net unrealized appreciation (depreciation)						$16,789,590	

*In U.S. dollars unless otherwise indicated.
[a]May be comprised of multiple contracts with the same counterparty, currency and settlement date.

At December 31, 2023, the Fund had the following interest rate swap contracts outstanding. See Note 1(c).

Interest Rate Swap Contracts

Description	Payment Frequency	Counter-party	Maturity Date	Notional Amount*	Value	Upfront Payments (Receipts)	Unrealized Appreciation (Depreciation)
Centrally Cleared Swap Contracts							
Receive Fixed 3.285%	Annual						
Pay Floating 1-day SOFR	Annual		5/03/33	92,910,000	$(2,724,034)	$—	$(2,724,034)
Receive Fixed 3.847%	Annual						
Pay Floating 1-day SOFR	Annual		8/31/33	39,360,000	963,609	—	963,609
Total Interest Rate Swap Contracts					$(1,760,425)	$—	$(1,760,425)

*In U.S. dollars unless otherwise indicated.

See Note 9 regarding other derivative information.

See Abbreviations on page 32.

Statement of Assets and Liabilities

December 31, 2023

	Templeton Global Bond VIP Fund
Assets:	
Investments in securities:	
Cost - Unaffiliated issuers	$1,465,548,450
Cost - Non-controlled affiliates (Note 3e)	100,787,690
Value - Unaffiliated issuers	$1,471,740,249
Value - Non-controlled affiliates (Note 3e)	100,787,690
Cash	701,427
Restricted cash for OTC derivative contracts (Note 1d)	6,610,000
Foreign currency, at value (cost $134,285)	136,470
Receivables:	
Capital shares sold	182,660
Interest	25,649,799
Deposits with brokers for:	
Centrally cleared swap contracts	5,901,825
Unrealized appreciation on OTC forward exchange contracts	18,984,924
Total assets	1,630,695,044
Liabilities:	
Payables:	
Capital shares redeemed	782,274
Management fees	597,913
Distribution fees	307,089
Trustees' fees and expenses	2,315
Variation margin on centrally cleared swap contracts	176,829
Deposits from brokers for:	
OTC derivative contracts	6,610,000
Options written, at value (premiums received $1,381,809)	1,616,994
Unrealized depreciation on OTC forward exchange contracts	2,195,334
Deferred tax	173,380
Accrued expenses and other liabilities	349,989
Total liabilities	12,812,117
Net assets, at value	$1,617,882,927
Net assets consist of:	
Paid-in capital	$1,916,226,030
Total distributable earnings (losses)	(298,343,103)
Net assets, at value	$1,617,882,927

Statement of Assets and Liabilities (continued)

December 31, 2023

	Templeton Global Bond VIP Fund
Class 1:	
Net assets, at value	$162,097,710
Shares outstanding	11,942,824
Net asset value and maximum offering price per share	$13.57
Class 2:	
Net assets, at value	$1,404,468,170
Shares outstanding	109,385,294
Net asset value and maximum offering price per share	$12.84
Class 4:	
Net assets, at value	$51,317,047
Shares outstanding	3,909,447
Net asset value and maximum offering price per share	$13.13

Statement of Operations

for the year ended December 31, 2023

	Templeton Global Bond VIP Fund
Investment income:	
Dividends:	
Non-controlled affiliates (Note 3e)	$4,846,239
Interest: (net of foreign taxes of $1,903,845)	
Unaffiliated issuers	65,911,111
Total investment income	70,757,350
Expenses:	
Management fees (Note 3a)	7,562,918
Distribution fees: (Note 3c)	
Class 2	3,553,968
Class 4	180,282
Custodian fees (Note 4)	444,622
Reports to shareholders fees	10,784
Professional fees	123,848
Trustees' fees and expenses	21,871
Other	(10,316)
Total expenses	11,887,977
Expense reductions (Note 4)	(556,866)
Expenses waived/paid by affiliates (Note 3e)	(369,910)
Net expenses	10,961,201
Net investment income	59,796,149
Realized and unrealized gains (losses):	
Net realized gain (loss) from:	
Investments: (net of foreign taxes of $237,108)	
Unaffiliated issuers	(160,825,239)
Written options	256,408
Foreign currency transactions	3,967,562
Forward exchange contracts	(29,174,770)
Swap contracts	(659,133)
Net realized gain (loss)	(186,435,172)
Net change in unrealized appreciation (depreciation) on:	
Investments:	
Unaffiliated issuers	177,804,861
Translation of other assets and liabilities denominated in foreign currencies	332,510
Written options	(235,185)
Forward exchange contracts	(4,142,191)
Swap contracts	(1,716,692)
Change in deferred taxes on unrealized appreciation	(8,333)
Net change in unrealized appreciation (depreciation)	172,034,970
Net realized and unrealized gain (loss)	(14,400,202)
Net increase (decrease) in net assets resulting from operations	$45,395,947

Statements of Changes in Net Assets

	Templeton Global Bond VIP Fund	
	Year Ended December 31, 2023	Year Ended December 31, 2022
Increase (decrease) in net assets:		
Operations:		
Net investment income	$59,796,149	$62,270,111
Net realized gain (loss)	(186,435,172)	(253,888,402)
Net change in unrealized appreciation (depreciation)	172,034,970	88,365,607
Net increase (decrease) in net assets resulting from operations	45,395,947	(103,252,684)
Capital share transactions: (Note 2)		
Class 1	3,465,866	(41,188,071)
Class 2	(162,298,992)	(241,650,752)
Class 4	(5,677,317)	(12,302,406)
Total capital share transactions	(164,510,443)	(295,141,229)
Net increase (decrease) in net assets	(119,114,496)	(398,393,913)
Net assets:		
Beginning of year	1,736,997,423	2,135,391,336
End of year	$1,617,882,927	$1,736,997,423

Notes to Financial Statements

Templeton Global Bond VIP Fund

1. Organization and Significant Accounting Policies

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 Topic 946, Financial Services – Investment Companies (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 Global Bond VIP Fund (Fund) is included in this report. Shares of the Fund are generally sold only to insurance company separate accounts to fund the benefits of variable life insurance policies or variable annuity contracts. The Fund offers three classes of shares: Class 1, Class 2 and Class 4. Each class of shares may differ by its distribution fees, voting rights on matters affecting a single class and its exchange privilege.

The following summarizes the Fund's significant accounting policies.

a. Financial Instrument Valuation

The Fund's 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 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 financial instrument dealers, and other market sources to determine fair value.

Debt securities generally trade in the over-the-counter (OTC) market rather than on a securities exchange. The Fund's 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.

Certain derivative financial instruments are centrally cleared or trade in the OTC market. The Fund's 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 Fund's net benefit or obligation under the derivative contract, as measured by the fair value of the contract, is included in net assets.

The Fund has procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Fund primarily employs a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, 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.

b. Foreign Currency Translation

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against U.S. dollars on the date of valuation. The Fund may

Templeton Global Bond VIP Fund (continued)

1. Organization and Significant Accounting Policies (continued)

b. Foreign Currency Translation (continued)

enter into foreign currency exchange contracts to facilitate transactions denominated in a foreign currency. Purchases and sales of securities, income and expense items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date. Portfolio securities and assets and liabilities denominated in foreign currencies contain risks that those currencies will decline in value relative to the U.S. dollar. Occasionally, events may impact the availability or reliability of foreign exchange rates used to convert the U.S. dollar equivalent value. If such an event occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Board.

The Fund does not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized and unrealized gain or loss from investments in the Statement of Operations.

Realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in foreign exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period.

c. Derivative Financial Instruments

The Fund 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 which expose the Fund to gains or losses in excess of the amounts shown in the Statement of Assets and Liabilities. Realized gain and loss and unrealized appreciation and depreciation on these contracts for the period are included in the Statement of Operations.

Derivative counterparty credit risk is managed through a formal evaluation of the creditworthiness of all potential counterparties. The Fund attempts to reduce its 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 Fund include failure of the Fund 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. However, absent an event of default or early termination, OTC derivative assets and liabilities are presented gross and not offset in the Statement of Assets and Liabilities. Early termination by the counterparty may result in an immediate payment by the Fund 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 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

Templeton Global Bond VIP Fund (continued)

1. Organization and Significant Accounting Policies (continued)

c. Derivative Financial Instruments (continued)

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 Fund's 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.

The Fund 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.

The Fund entered into interest rate swap contracts primarily to manage interest rate risk. An interest rate swap is an agreement between the Fund and a counterparty to exchange cash flows based on the difference between two interest rates, applied to a notional amount. These agreements may be privately negotiated in the over-the-counter market (OTC interest rate swaps) or may be executed on a registered exchange (centrally cleared interest rate swaps). For centrally cleared interest rate 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 in the Statement of Assets and Liabilities. Over the term of the contract, contractually required payments to be paid and to be received are accrued daily and recorded as unrealized appreciation or depreciation until the payments are made, at which time they are realized.

The Fund purchased or wrote OTC option contracts primarily to manage and/or gain exposure to 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.

See Note 9 regarding other derivative information.

d. Restricted Cash

At December 31, 2023, the Fund held restricted cash in connection with investments in certain derivative securities. Restricted cash is held in a segregated account with the Fund’s custodian and/or counterparty broker and is reflected in the Statement of Assets and Liabilities.

e. Income and Deferred Taxes

It is the Fund's policy to qualify as a regulated investment company under the Internal Revenue Code. The Fund intends to distribute to shareholders substantially all of its taxable income and net realized gains to relieve it from federal income and if applicable, excise taxes. As a result, no provision for U.S. federal income taxes is required.

The Fund may be subject to foreign taxation related to income received, capital gains on the sale of securities and certain foreign currency transactions in the foreign jurisdictions in which it invests. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist 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 December 31, 2023, the Fund has determined that no tax liability is required in its financial statements 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.

Templeton Global Bond VIP Fund (continued)

1. Organization and Significant Accounting Policies (continued)

f. Security Transactions, Investment Income, Expenses and Distributions

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income and estimated expenses are accrued daily. Amortization of premium and accretion of discount on debt securities are included in interest income. Dividend income is recorded on the ex-dividend date. Distributions to shareholders are recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions by class are generally due to differences in class specific expenses.

g. Accounting Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

h. Guarantees and Indemnifications

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Fund, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

2. Shares of Beneficial Interest

At December 31, 2023, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares were as follows:

	Year Ended December 31, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Class 1 Shares:				
Shares sold	1,635,998	$21,198,155	1,493,687	$19,745,561
Shares redeemed	(1,357,400)	(17,732,289)	(4,618,884)	(60,933,632)
Net increase (decrease)	278,598	$3,465,866	(3,125,197)	$(41,188,071)
Class 2 Shares:				
Shares sold	3,771,732	$46,530,705	4,612,566	$58,273,369
Shares redeemed	(16,881,545)	(208,829,697)	(23,697,756)	(299,924,121)
Net increase (decrease)	(13,109,813)	$(162,298,992)	(19,085,190)	$(241,650,752)

Templeton Global Bond VIP Fund (continued)

2. Shares of Beneficial Interest (continued)

	Year Ended December 31, 2023		Year Ended December 31, 2022	
	Shares	Amount	Shares	Amount
Class 4 Shares:				
Shares sold	312,247	$3,867,953	218,921	$2,837,434
Shares redeemed	(756,508)	(9,545,270)	(1,175,713)	(15,139,840)
Net increase (decrease)	(444,261)	$(5,677,317)	(956,792)	$(12,302,406)

3. Transactions with Affiliates

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Fund are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Distributors, LLC (Distributors)	Principal underwriter
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

a. Management Fees

The Fund pays an investment management fee, calculated daily and paid monthly, to Advisers based on the average daily net assets of the Fund as follows:

Annualized Fee Rate	Net Assets
0.625%	Up to and including $100 million
0.500%	Over $100 million, up to and including $250 million
0.450%	Over $250 million, up to and including $7.5 billion
0.440%	Over $7.5 billion, up to and including $10 billion
0.430%	Over $10 billion, up to and including $12.5 billion
0.420%	Over $12.5 billion, up to and including $15 billion
0.400%	In excess of $15 billion

For the year ended December 31, 2023, the gross effective investment management fee rate was 0.465% of the Fund’s average daily net assets.

b. Administrative Fees

Under an agreement with Advisers, FT Services provides administrative services to the Fund. The fee is paid by Advisers based on the Fund's average daily net assets, and is not an additional expense of the Fund.

c. Distribution Fees

The Board has adopted distribution plans for Class 2 and Class 4 shares pursuant to Rule 12b-1 under the 1940 Act. Under the Fund's compensation distribution plans, the Fund pays Distributors for costs incurred in connection with the servicing, sale and distribution of the Fund's shares up to 0.25% and 0.35% per year of its average daily net assets of Class 2 and Class 4, respectively. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31.

Templeton Global Bond VIP Fund (continued)

3. Transactions with Affiliates (continued)

d. Transfer Agent Fees

Investor Services, under terms of an agreement, performs shareholder servicing for the Fund and is not paid by the Fund for the services.

e. Investments in Affiliated Management Investment Companies

The Fund invests 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 Fund does not invest for purposes of exercising a controlling influence over the management or policies. Management fees paid by the Fund are waived on assets invested in the affiliated management investment companies, as noted in the Statement of Operations, in an amount not to exceed the management and administrative fees paid directly or indirectly by each affiliate. During the year ended December 31, 2023, the Fund held investments in affiliated management investment companies as follows:

	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
Templeton Global Bond VIP Fund								
Non-Controlled Affiliates								
								Dividends
Institutional Fiduciary Trust - Money Market Portfolio, 5.034%	$154,512,860	$811,460,552	$(865,185,722)	$—	$—	$100,787,690	100,787,690	$4,846,239
Total Affiliated Securities . . .	$154,512,860	$811,460,552	$(865,185,722)	$—	$—	$100,787,690		$4,846,239

4. Expense Offset Arrangement

The Fund has previously entered into an arrangement with its custodian whereby credits realized as a result of uninvested cash balances are used to reduce a portion of the Fund's custodian expenses. During the year ended December 31, 2023, the custodian fees were reduced as noted in the Statement of Operations. Effective July 10, 2023, earned credits, if any, will be recognized as income.

5. Income Taxes

For tax purposes, capital losses may be carried over to offset future capital gains.

At December 31, 2023, the capital loss carryforwards were as follows:

Capital loss carryforwards not subject to expiration:	
Short term	$26,668,297
Long term	266,161,463
Total capital loss carryforwards	$292,829,760

Templeton Global Bond VIP Fund (continued)

5. Income Taxes (continued)

At December 31, 2023, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments	$1,592,189,266
Unrealized appreciation	$59,692,850
Unrealized depreciation	(65,942,006)
Net unrealized appreciation (depreciation)	$(6,249,156)

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of foreign currency transactions, bond discounts and premiums, tax straddles, derivative financial instruments and net operating losses.

6. Investment Transactions

Purchases and sales of investments (excluding short term securities) for the year ended December 31, 2023, aggregated $1,379,265,956 and $1,373,907,344, respectively.

7. Credit Risk

At December 31, 2023, the Fund had 7.4% of its portfolio invested in high yield or other securities rated below investment grade and unrated securities. These securities may be more sensitive to economic conditions causing greater price volatility and are potentially subject to a greater risk of loss due to default than higher rated securities.

8. 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.

Templeton Global Bond VIP Fund (continued)

9. Other Derivative Information

At December 31, 2023, investments in derivative contracts are reflected in the Statement of Assets and Liabilities as follows:

	Asset Derivatives		Liability Derivatives	
Derivative Contracts Not Accounted for as Hedging Instruments	**Statement of Assets and Liabilities Location**	**Fair Value**	**Statement of Assets and Liabilities Location**	**Fair Value**
Templeton Global Bond VIP Fund				
Interest rate contracts	Variation margin on centrally cleared swap contracts	$963,609[a]	Variation margin on centrally cleared swap contracts	$2,724,034[a]
Foreign exchange contracts	Investments in securities, at value	1,600,115[b]	Options written, at value	1,616,994
	Unrealized appreciation on OTC forward exchange contracts	18,984,924	Unrealized depreciation on OTC forward exchange contracts	2,195,334
Total		$21,548,648		$6,536,362

[a]This amount reflects the cumulative appreciation (depreciation) of centrally cleared swap contracts as reported in the Schedule of Investments. Only the variation margin receivable/payable at year end is separately reported within the Statement of Assets and Liabilities. Prior variation margin movements were recorded to cash upon receipt or payment.
[b]Purchased option contracts are included in investments in securities, at value in the Statement of Assets and Liabilities.

For the year ended December 31, 2023, the effect of derivative contracts in the Statement of Operations was as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	**Statement of Operations Location**	**Net Realized Gain (Loss) for the Year**	**Statement of Operations Location**	**Net Change in Unrealized Appreciation (Depreciation) for the Year**
Templeton Global Bond VIP Fund				
	Net realized gain (loss) from:		Net change in unrealized appreciation (depreciation) on:	
Interest rate contracts	Swap contracts	$(659,133)	Swap contracts	$(1,716,692)
Foreign exchange contracts	Investments	(1,088,413)[a]	Investments	(558,766)[a]
	Written options	256,408	Written options	(235,185)
	Forward exchange contracts	(29,174,770)	Forward exchange contracts	(4,142,191)
Total		$(30,665,908)		$(6,652,834)

[a]Purchased option contracts are included in net realized gain (loss) from investments and net change in unrealized appreciation (depreciation) on investments in the Statement of Operations.

For the year ended December 31, 2023, the average month end notional amount of swap contracts and options represented $87,606,154 and $73,053,615, respectively. The average month end contract value of forward exchange contracts was $771,624,708.

Templeton Global Bond VIP Fund (continued)

9. Other Derivative Information (continued)

At December 31, 2023, the Fund's OTC derivative assets and liabilities are as follows:

	Gross Amounts of Assets and Liabilities Presented in the Statement of Assets and Liabilities	
	Assets[a]	Liabilities[a]
Templeton Global Bond VIP Fund		
Forward exchange contracts	$18,984,924	$2,195,334
Options purchased	1,600,115	—
Options written	—	1,616,994
Total	$20,585,039	$3,812,328

[a]Absent an event of default or early termination, OTC derivative assets and liabilities are presented gross and not offset in the Statement of Assets and Liabilities.

At December 31, 2023, OTC derivative assets, which may be offset against the Fund's OTC derivative liabilities and collateral received from the counterparty, are as follows:

		Amounts Not Offset in the Statement of Assets and Liabilities			
	Gross Amounts of Assets Presented in the Statement of Assets and Liabilities	Financial Instruments Available for Offset	Financial Instruments Collateral Received[a,b]	Cash Collateral Received[b]	Net Amount (Not less than zero)
Templeton Global Bond VIP Fund					
Counterparty					
BNDP	$3,047,311	$—	$(3,047,311)	$—	$—
BOFA	2,675,992	(79,806)	—	(2,400,000)	196,186
BZWS	1,600,115	(1,600,115)	—	—	—
CITI	581,714	(42,321)	—	(310,000)	229,393
DBAB	2,026,684	—	(2,020,320)	—	6,364
GSCO	1,486,311	—	—	(1,100,000)	386,311
HSBK	2,989,088	(350,121)	—	(2,638,967)	—
JPHQ	2,894,899	(120,794)	(2,380,041)	—	394,064
MSCO	3,282,925	(1,602,292)	(1,538,201)	—	142,432
Total	$20,585,039	$(3,795,449)	$(8,985,873)	$(6,448,967)	$1,354,750

Templeton Global Bond VIP Fund (continued)

9. Other Derivative Information (continued)

At December 31, 2023, OTC derivative liabilities, which may be offset against the Fund's OTC derivative assets and collateral pledged to the counterparty, are as follows:

		Amounts Not Offset in the Statement of Assets and Liabilities			
	Gross Amounts of Liabilities Presented in the Statement of Assets and Liabilities	Financial Instruments Available for Offset	Financial Instruments Collateral Pledged	Cash Collateral Pledged	Net Amount (Not less than zero)
Templeton Global Bond VIP Fund					
Counterparty					
BNDP	$—	$—	$—	$—	$—
BOFA	79,806	(79,806)	—	—	—
BZWS	1,616,994	(1,600,115)	—	—	16,879
CITI	42,321	(42,321)	—	—	—
DBAB	—	—	—	—	—
GSCO	—	—	—	—	—
HSBK	350,121	(350,121)	—	—	—
JPHQ	120,794	(120,794)	—	—	—
MSCO	1,602,292	(1,602,292)	—	—	—
Total	$3,812,328	$(3,795,449)	$—	$—	$16,879

[a]At December 31, 2023, the Fund received U.S. Treasury Bonds, Notes and Inflation Indexed Bonds as collateral for derivatives.
[b]In some instances, the collateral amounts disclosed in the table above were adjusted due to the requirement to limit the collateral amounts to avoid the effect of overcollateralization. Actual collateral received and/or pledged may be more than the amounts disclosed herein.

See Note 1(c) regarding derivative financial instruments.

See Abbreviations on page 32.

10. Credit Facility

The Fund, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling $2.675 billion (Global Credit Facility) which matured 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. Effective February 2, 2024, the Borrowers renewed the Global Credit Facility for a one-year term, maturing January 31, 2025, for a total of $2.675 billion.

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 reflected in other expenses in the Statement of Operations. During the year ended December 31, 2023, the Fund did not use the Global Credit Facility.

Templeton Global Bond VIP Fund (continued)

11. Fair Value Measurements

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 value of the Fund's 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.)
- Level 3 – significant unobservable inputs (including the Fund's 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 December 31, 2023, in valuing the Fund's assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Templeton Global Bond VIP Fund				
Assets:				
Investments in Securities:				
Foreign Government and Agency Securities	$—	$1,184,363,798	$—	$1,184,363,798
U.S. Government and Agency Securities	—	217,741,609	—	217,741,609
Options purchased	—	1,600,115	—	1,600,115
Short Term Investments	100,787,690	68,034,727	—	168,822,417
Total Investments in Securities	$100,787,690	$1,471,740,249	$—	$1,572,527,939
Other Financial Instruments:				
Forward exchange contracts	$—	$18,984,924	$—	$18,984,924
Swap contracts	—	963,609	—	963,609
Total Other Financial Instruments	$—	$19,948,533	$—	$19,948,533
Liabilities:				
Other Financial Instruments:				
Options written	$—	$1,616,994	$—	$1,616,994
Forward exchange contracts	—	2,195,334	—	2,195,334
Swap contracts	—	2,724,034	—	2,724,034
Total Other Financial Instruments	$—	$6,536,362	$—	$6,536,362

12. Subsequent Events

The Fund has evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure other than those already disclosed in the financial statements.

Templeton Global Bond VIP Fund (continued)

Abbreviations

Counterparty	
BNDP	BNP Paribas SA
BOFA	Bank of America Corp.
BZWS	Barclays Bank plc
CITI	Citibank NA
DBAB	Deutsche Bank AG
GSCO	Goldman Sachs Group, Inc.
HSBK	HSBC Bank plc
JPHQ	JPMorgan Chase Bank NA
MSCO	Morgan Stanley

Selected Portfolio	
PIK	Payment-In-Kind
SOFR	Secured Overnight Financing Rate

Currency	
AUD	Australian Dollar
BRL	Brazilian Real
COP	Colombian Peso
EUR	Euro
GHS	Ghanaian Cedi
IDR	Indonesian Rupiah
INR	Indian Rupee
JPY	Japanese Yen
KRW	South Korean Won
MXN	Mexican Peso
MYR	Malaysian Ringgit
NOK	Norwegian Krone
SGD	Singapore Dollar
THB	Thai Baht

The following reference rates, and their values as of period end, are used for security descriptions:

Reference Index	Reference Rate
1-day SOFR	5.38%

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Franklin Templeton Variable Insurance Products Trust and Shareholders of Templeton Global Bond VIP Fund

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of Templeton Global Bond VIP Fund (one of the funds constituting Franklin Templeton Variable Insurance Products Trust, referred to hereafter as the "Fund") as of December 31, 2023, the related statement of operations for the year ended December 31, 2023, the statements of changes in net assets for each of the two years in the period ended December 31, 2023, including the related notes, and the financial highlights for each of the five years in the period ended December 31, 2023 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2023, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended December 31, 2023 and the financial highlights for each of the five years in the period ended December 31, 2023 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2023 by correspondence with the custodian, transfer agent and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
San Francisco, California
February 20, 2024

We have served as the auditor of one or more investment companies in the Franklin Templeton Group of Funds since 1948.

Tax Information (unaudited)

Templeton Global Bond VIP Fund

By mid-February, tax information related to a shareholder's proportionate share of distributions paid during the preceding calendar year will be received, if applicable. Please also refer to www.franklintempleton.com for per share tax information related to any distributions paid during the preceding calendar year. Shareholders are advised to consult with their tax advisors for further information on the treatment of these amounts on their tax returns.

The following tax information for the Fund is required to be furnished to shareholders with respect to income earned and distributions paid during its fiscal year.

The Fund hereby reports the following amount, or if subsequently determined to be different, the maximum allowable amount, for the fiscal year ended December 31, 2023:

	Pursuant to:	Amount Reported
Interest Earned from Federal Obligations	Note (1)	$7,567,612

Note (1) - The Law varies in each state as to whether and what percentage of dividend income attributable to Federal obiligations is exempt from state income tax. Shareholders are advised to consult with their tax advisors to determine if any portion of the dividends received is exempt from state income taxes.

Under Section 853 of the Internal Revenue Code, the Fund intends to elect to pass through to its shareholders the following amounts, or amounts as finally determined, of foreign taxes paid and foreign source income earned by the Fund during the fiscal year ended December 31, 2023:

	Amount Reported
Foreign Taxes Paid	$2,140,953
Foreign Source Income Earned	$52,193,840

Board Members and Officers

The name, year of birth and address of the officers and board members, as well as their affiliations, positions held with the Trust, principal occupations during at least the past five years and number of U.S. registered portfolios overseen in the Franklin Templeton/Legg Mason fund complex, are shown below. Generally, each board member serves until that person's successor is elected and qualified.

Independent Board Members

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member[1]	Other Directorships Held During at Least the Past 5 Years
Harris J. Ashton (1932) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 1988	118	Bar-S Foods (meat packing company) (1981-2010).
Principal Occupation During at Least the Past 5 Years: Director of various companies; and **formerly**, Director, RBC Holdings, Inc. (bank holding company) (until 2002); and President, Chief Executive Officer and Chairman of the Board, General Host Corporation (nursery and craft centers) (until 1998).				
Terrence J. Checki (1945) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 2017	118	Hess Corporation (exploration of oil and gas) (2014-present).
Principal Occupation During at Least the Past 5 Years: Member of the Council on Foreign Relations (1996-present); Member of the National Committee on U.S.-China Relations (1999-present); member of the board of trustees of the Economic Club of New York (2013-present); member of the board of trustees of the Foreign Policy Association (2005-present); member of the board of directors of Council of the Americas (2007-present) and the Tallberg Foundation (2018-present); and **formerly**, Executive Vice President of the Federal Reserve Bank of New York and Head of its Emerging Markets and Internal Affairs Group and Member of Management Committee (1995-2014); and Visiting Fellow at the Council on Foreign Relations (2014).				
Mary C. Choksi (1950) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 2014	118	Omnicom Group Inc. (advertising and marketing communications services) (2011-present) and White Mountains Insurance Group, Ltd. (holding company) (2017-present); and **formerly**, Avis Budget Group Inc. (car rental) (2007-2020).
Principal Occupation During at Least the Past 5 Years: Director of various companies; and **formerly**, Founder and Senior Advisor, Strategic Investment Group (investment management group) (2015-2017); Founding Partner and Senior Managing Director, Strategic Investment Group (1987-2015); Founding Partner and Managing Director, Emerging Markets Management LLC (investment management firm) (1987-2011); and Loan Officer/Senior Loan Officer/Senior Pension Investment Officer, World Bank Group (international financial institution) (1977-1987).				

Independent Board Members (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member[1]	Other Directorships Held During at Least the Past 5 Years
Edith E. Holiday (1952) One Franklin Parkway San Mateo, CA 94403-1906	Lead Independent Trustee	Trustee since 2005 and Lead Independent Trustee since 2019	118	Hess Corporation (exploration of oil and gas) (1993-present), Santander Holdings USA (holding company) (2019-present); and **formerly**, Santander Consumer USA Holdings, Inc. (consumer finance) (2016-2023); Canadian National Railway (railroad) (2001-2021), White Mountains Insurance Group, Ltd. (holding company) (2004-2021), RTI International Metals, Inc. (manufacture and distribution of titanium) (1999-2015) and H.J. Heinz Company (processed foods and allied products) (1994-2013).

Principal Occupation During at Least the Past 5 Years:
Director or Trustee of various companies and trusts; and **formerly**, Assistant to the President of the United States and Secretary of the Cabinet (1990-1993); General Counsel to the United States Treasury Department (1989-1990); and Counselor to the Secretary and Assistant Secretary for Public Affairs and Public Liaison-United States Treasury Department (1988-1989).

J. Michael Luttig (1954) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 2009	118	Boeing Capital Corporation (aircraft financing) (2006-2010).

Principal Occupation During at Least the Past 5 Years:
Counselor and Special Advisor to the CEO and Board of Directors of The Coca-Cola Company (beverage company) (2021-present); and **formerly**, Counselor and Senior Advisor to the Chairman, CEO, and Board of Directors, of The Boeing Company (aerospace company), and member of the Executive Council (2019-2020); Executive Vice President, General Counsel and member of the Executive Council, The Boeing Company (2006-2019); and Federal Appeals Court Judge, United States Court of Appeals for the Fourth Circuit (1991-2006).

Larry D. Thompson (1945) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 2007	118	Graham Holdings Company (education and media organization) (2011-2021); The Southern Company (energy company) (2014-2020; previously 2010-2012) and Cbeyond, Inc. (business communications provider) (2010-2012).

Principal Occupation During at Least the Past 5 Years:
Director of various companies; Counsel, Finch McCranie, LLP (law firm) (2015-present); John A. Sibley Professor of Corporate and Business Law, University of Georgia School of Law (2015-present; previously 2011-2012); and **formerly**, Independent Compliance Monitor and Auditor, Volkswagen AG (manufacturer of automobiles and commercial vehicles) (2017-2020); Executive Vice President - Government Affairs, General Counsel and Corporate Secretary, PepsiCo, Inc. (consumer products) (2012-2014); Senior Vice President - Government Affairs, General Counsel and Secretary, PepsiCo, Inc. (2004-2011); Senior Fellow of The Brookings Institution (2003-2004); Visiting Professor, University of Georgia School of Law (2004); and Deputy Attorney General, U.S. Department of Justice (2001-2003).

Independent Board Members (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member[1]	Other Directorships Held During at Least the Past 5 Years
Valerie M. Williams (1956) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 2021	109	Omnicom Group, Inc. (advertising and marketing communications services) (2016-present), DTE Energy Co. (gas and electric utility) (2018-present), Devon Energy Corporation (exploration and production of oil and gas) (2021-present); and **formerly**, WPX Energy, Inc. (exploration and production of oil and gas) (2018-2021).

Principal Occupation During at Least the Past 5 Years:
Director of various companies; and **formerly**, Regional Assurance Managing Partner, Ernst & Young LLP (public accounting) (2005-2016) and various roles of increasing responsibility at Ernst & Young (1981-2005).

Interested Board Members and Officers

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member[1]	Other Directorships Held During at Least the Past 5 Years
Gregory E. Johnson[2] (1961) One Franklin Parkway San Mateo, CA 94403-1906	Chairman of the Board and Trustee	Chairman of the Board since 2023 and Trustee since 2013	128	None

Principal Occupation During at Least the Past 5 Years:
Executive Chairman, Chairman of the Board and Director, Franklin Resources, Inc.; officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of certain funds in the Franklin Templeton/Legg Mason fund complex; Vice Chairman, Investment Company Institute; and **formerly**, Chief Executive Officer (2013-2020) and President (1994-2015) Franklin Resources, Inc.

Rupert H. Johnson, Jr.[3] (1940) One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 1988	118	None

Principal Occupation During at Least the Past 5 Years:
Director (Vice Chairman), Franklin Resources, Inc.; Director, Franklin Advisers, Inc.; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of certain funds in the Franklin Templeton/Legg Mason fund complex.

Ted P. Becker (1951) 280 Park Avenue New York, NY 10017	Chief Compliance Officer	Since June 2023	Not Applicable	Not Applicable

Principal Occupation During at Least the Past 5 Years:
Vice President, Global Compliance of Franklin Templeton (since 2020); Chief Compliance Officer of Franklin Templeton Fund Adviser, LLC (since 2006); Chief Compliance Officer of certain funds associated with Legg Mason & Co. or its affiliates (since 2006); **formerly**, Director of Global Compliance at Legg Mason (2006-2020); Managing Director of Compliance of Legg Mason & Co. (2005-2020).

Susan Kerr (1949) 280 Park Avenue New York, NY 10017	Vice President - AML Compliance	Since 2021	Not Applicable	Not Applicable

Principal Occupation During at Least the Past 5 Years:
Senior Compliance Analyst, Franklin Templeton; Chief Anti-Money Laundering Compliance Officer, Legg Mason & Co., or its affiliates; Anti Money Laundering Compliance Officer; Senior Compliance Officer, Franklin Distributors; and officer of certain funds in the Franklin Templeton/Legg Mason fund complex.

Interested Board Members and Officers (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member[1]	Other Directorships Held During at Least the Past 5 Years
Christopher Kings (1974) One Franklin Parkway San Mateo, CA 94403-1906	Chief Executive Officer - Finance and Administration	Since January 2024	Not Applicable	Not Applicable
Principal Occupation During at Least the Past 5 Years: Senior Vice President, Franklin Templeton Services, LLC; and officer of certain funds in the Franklin Templeton/Legg Mason fund complex.				
Edward D. Perks (1970) One Franklin Parkway San Mateo, CA 94403-1906	President and Chief Executive Officer - Investment Management	Since 2018	Not Applicable	Not Applicable
Principal Occupation During at Least the Past 5 Years: President and Director, Franklin Advisers, Inc.; and officer of certain funds in the Franklin Templeton/Legg Mason fund complex.				
Navid J. Tofigh (1972) One Franklin Parkway San Mateo, CA 94403-1906	Vice President and Secretary	Vice President since 2015 and since June 2023	Not Applicable	Not Applicable
Principal Occupation During at Least the Past 5 Years: Senior Associate General Counsel, Franklin Templeton; and officer of certain funds in the Franklin Templeton/Legg Mason fund complex.				
Jeffrey W. White (1971) One Franklin Parkway San Mateo, CA 94403-1906	Chief Financial Officer, Chief Accounting Officer and Treasurer	Since January 2024	Not Applicable	Not Applicable
Principal Occupation During at Least the Past 5 Years: Chief Financial Officer, Chief Accounting Officer & Treasurer and officer of certain funds in the Franklin Templeton/Legg Mason fund complex; and **formerly**, Director and Assistant Treasurer within Franklin Templeton Global Fund Tax and Fund Administration and Financial Reporting (2017-2023).				

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.
1. Information is for the calendar year ended December 31, 2023, unless otherwise noted. 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.
2. 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.
3. 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 a major shareholder of Resources, which is the parent company of the Fund's investment manager and distributor.

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 to 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.

Shareholder Information

Proxy Voting Policies and Procedures

The Trust's investment manager has established Proxy Voting Policies and Procedures (Policies) that the Trust uses to determine how to vote proxies relating to portfolio securities. Shareholders may view the Trust's complete Policies online at franklintempleton.com. Alternatively, shareholders may request copies of the Policies free of charge by calling the Proxy Group collect at (954) 527-7678 or by sending a written request to: Franklin Templeton Companies, LLC, 300 S.E. 2nd Street, Fort Lauderdale, FL 33301, Attention: Proxy Group. Copies of the Trust's proxy voting records are also made available online at franklintempleton.com and posted on the U.S. Securities and Exchange Commission's website at sec.gov and reflect the most recent 12-month period ended June 30.

Quarterly Schedule of Investments

The Trust files a complete schedule of investments with the U.S. Securities and Exchange Commission for the first and third quarters for each fiscal year as an exhibit to its report on Form N-PORT. Shareholders may view the filed Form N-PORT by visiting the Commission's website at sec.gov. The filed form may also be viewed and copied at the Commission's Public Reference Room in Washington, DC. Information regarding the operations of the Public Reference Room may be obtained by calling (800) SEC-0330.

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Franklin Templeton Variable Insurance Products Trust (FTVIP) shares are not offered to the public; they are offered and sold only to: (1) insurance company separate accounts (Separate Account) to serve as the underlying investment vehicle for variable contracts; (2) certain qualified plans; and (3) other mutual funds (funds of funds).

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.

FRANKLIN TEMPLETON

Annual Report
Templeton Global Bond VIP Fund

Investment Manager
Franklin Advisers, Inc.

Fund Administrator
Franklin Templeton Services, LLC

Distributor
Franklin Distributors, LLC

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