

Franklin Templeton Variable Insurance Products Trust Franklin Income Securities Fund



As of 03/31/10

Investment Objective: Seeks to maximize income while maintaining prospects for capital appreciation.

Investment Strategy: The fund normally invests in both equity and debt securities. The fund seeks income by investing in corporate, foreign and U.S. Treasury bonds as well as stocks with dividend yields the manager believes are attractive.

Portfolio Manager: Charles B. Johnson; since 1989; joined Franklin Templeton in 1957. Edward D. Perks, CFA; since 2002; joined Franklin Templeton in 1992. Mr. Perks has primary responsibility subject to general supervision of Mr. Johnson. This portfolio management team is supported by a broad-based research staff.

Fund Risks: The fund's investments in stocks offer the potential for long-term gains but can be subject to short-term price fluctuations. Because the fund invests in bonds and other debt obligations, its share price and yield will be affected by interest rate movements. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the fund adjust to a rise in interest rates, the fund's share

price may decline. The fund may invest a substantial portion of its assets in high-yield, lower-rated (junk) bonds, which generally have greater price swings and higher risk of default and loss of principal than investment-grade bonds. Foreign investing, involves additional risks, including currency fluctuations, economic instability, market volatility and political and social instability. These and other risks are described more fully in the fund's prospectus.

Risks associated with investing in a bond portfolio include interest rate risk, credit risk and inflation risk. Increases in interest rates for fixed-income investments also generally affect bond prices because as interest rates rise, bond prices fall.

A series of Franklin Templeton Variable Insurance Products Trusts, shares of which are generally sold only to insurance company separate accounts to serve as investment options for variable insurance products. The fund is distributed by Franklin Templeton Distributors, Inc. 1 Franklin Parkway, San Mateo, CA 94403.

Top Portfolio Holdings* - Equities

1. Exxon Mobil Corp.	1.8%
2. Merck & Co., Inc.	1.7%
3. Bank of America Corp	1.6%
4. Southern Co.	1.3%
5. PG&E Corp.	1.1%

Top Sector Weightings* - Equities

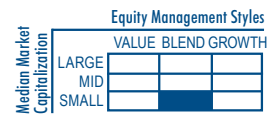
1. Utilities	12.0%
2. Financials	8.8%
3. Energy	5.8%
4. Consumer Discretionary	2.9%
5. Health Care	2.7%
6. Information Technology	2.6%
7. Telecommunication Services	2.4%
8. Other	2.2%

Top Portfolio Holdings* - Bond

1. Energy Future Holdings Corp.	4.4%
2. Ford Motor Credit Co., LLC	4.2%
3. HCA, Inc.	2.5%
4. Tenet Healthcare Corp.	2.5%
5. Freescale Semiconductor, Inc.	2.0%

Bond Breakdown* - Bond

1. Corporate Straight	53.2%
2. Loans	5.4%
3. Municipal Bonds	0.3%



Portfolio Facts

Net Assets \$7,567.6 Million
Inception Date 1/24/89**

Benchmark

S&P 500/Barclays Capital
Aggregate Index

Portfolio Composition



59.0% Fixed Income
39.4% Equities
1.6% Cash & Equivalents

For registered products this information must be preceded or accompanied by prospectuses. Variable products are sold by prospectuses, which contain more complete information including fees, contingent deferred sales charges and other costs that may apply.

Contact your registered representative or visit <http://fundinfo.ohionational.com> to obtain current prospectuses. Please read the product and fund prospectuses carefully before you invest or send money. Investors should consider the investment objectives, strategies, risk factors, charges and expenses of the underlying variable portfolios carefully before investing. The fund prospectus contains this and other information about the underlying variable portfolios.

Variable products, and their underlying portfolios, are not insured or guaranteed by the FDIC or any other government agency, are not a deposit and are subject to risk, including loss of principal. Variable annuities are long-term investment vehicles designed for retirement purposes. Withdrawals from annuities are subject to applicable surrender charges, ordinary income tax, and if taken prior to age 59½, a 10 percent federal tax penalty may apply. Variable life insurance is an insurance product with investment features. It is most appropriate when there is a need for life insurance protection. If tax-free loans are taken, and the policy lapses, a taxable event may occur. Loans and withdrawals from life insurance policies that are classified as modified endowment contracts may be subject to tax at the time the loan or withdrawal is made. Loans and withdrawals reduce the death benefit, cash surrender value and any living benefit amount. Consult a qualified tax adviser regarding individual circumstances.

Variable annuities are sold by prospectuses.

Product availability varies by state.

Some portfolios contain different investments than similarly named retail funds offered by the portfolio manager. Investment results may be higher or lower.

* The information presented regarding the portfolio's holdings, weightings and composition are accurate as of the date indicated and are subject to change at any time.