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TEMPLETON GLOBAL INCOME FUND
Form N-CSRS
April 29, 2010

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-CSRS

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-05459

TEMPLETON GLOBAL INCOME FUND

(Exact name of registrant as specified in charter)

500 EAST BROWARD BLVD., SUITE 2100, FORT LAUDERDALE, FL 33394-3091

(Address of principal executive offices) (Zip code)

CRAIG S. TYLE, ONE FRANKLIN PARKWAY, SAN MATEO, CA 94403-1906

(Name and address of agent for service)

Registrant's telephone number, including area code: (954) 527-7500

Date of fiscal year end: 8/31

Date of reporting period: 2/28/10

ITEM 1. REPORTS TO STOCKHOLDERS.

FEBRUARY 28, 2010

SEMIANNUAL REPORT

(GRAPHIC)

FIXED INCOME

TEMPLETON GLOBAL INCOME FUND

(FRANKLIN TEMPLETON INVESTMENTS (R) LOGO)

Franklin - TEMPLETON - Mutual Series

Franklin Templeton Investments

GAIN FROM OUR PERSPECTIVE (R)

Franklin Templeton's distinct multi-manager structure combines the specialized expertise of three world-class investment management groups-- Franklin, Templeton and Mutual Series.

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SPECIALIZED EXPERTISE

Each of our portfolio management groups operates autonomously, relying on its own research and staying true to the unique investment disciplines that underlie its success.

FRANKLIN. Founded in 1947, Franklin is a recognized leader in fixed income investing and also brings expertise in growth- and value-style U.S. equity investing.

TEMPLETON. Founded in 1940, Templeton pioneered international investing and, in 1954, launched what has become the industry's oldest global fund. Today, with offices in over 25 countries, Templeton offers investors a truly global perspective.

MUTUAL SERIES. Founded in 1949, Mutual Series is dedicated to a unique style of value investing, searching aggressively for opportunity among what it believes are undervalued stocks, as well as arbitrage situations and distressed securities.

TRUE DIVERSIFICATION

Because our management groups work independently and adhere to different investment approaches, Franklin, Templeton and Mutual Series funds typically have distinct portfolios. That's why our funds can be used to build truly diversified allocation plans covering every major asset class.

RELIABILITY YOU CAN TRUST

At Franklin Templeton Investments, we seek to consistently provide investors with exceptional risk-adjusted returns over the long term, as well as the reliable, accurate and personal service that has helped us become one of the most trusted names in financial services.

MUTUAL FUNDS | RETIREMENT PLANS | 529 COLLEGE SAVINGS PLANS | SEPARATE ACCOUNTS

(GRAPHIC)

Not part of the semiannual report

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Semiannual Report

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Templeton Global Income Fund

YOUR FUND'S GOALS AND MAIN INVESTMENTS: Templeton Global Income Fund seeks high, current income, with a secondary goal of capital appreciation. Under normal market conditions, the Fund invests at least 80% of its net assets in income-producing securities, including debt securities of U.S. and foreign issuers, including emerging markets.

PORTFOLIO BREAKDOWN

Based on Total Net Assets as of 2/28/10

(PIE CHART)

Government Bonds.....	90.5%
Municipal Bonds.....	3.7%
Short-Term Investments & Other Net Assets...	5.8%

Dear Shareholder:

We are pleased to bring you Templeton Global Income Fund's semiannual report for the period ended February 28, 2010.

THE DOLLAR VALUE, NUMBER OF SHARES OR PRINCIPAL AMOUNT, AND NAMES OF ALL PORTFOLIO HOLDINGS ARE LISTED IN THE FUND'S STATEMENT OF INVESTMENTS (SOI). THE SOI BEGINS ON PAGE 10.

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GEOGRAPHIC BREAKDOWN

Based on Total Net Assets as of 2/28/10

Asia Pacific	36.3%
Americas	26.1%
Other Europe	23.4%
Middle East & Africa	6.3%
Supranational*	4.3%
Other Net Assets	3.6%

* The Fund's supranational investments were denominated in the Mexican peso, New Zealand dollar, Norwegian krone and U.S. dollar.

PERFORMANCE OVERVIEW

For the six months under review, Templeton Global Income Fund delivered cumulative total returns in U.S. dollar terms of +10.40% based on market price and +9.73% based on net asset value. The Fund outperformed the J.P. Morgan (JPM) Global Government Bond Index (GGBI), which posted cumulative total returns of +1.59% in local currency terms and +1.07% in U.S. dollar terms for the same period. (1) You can find the Fund's long-term performance data in the Performance Summary on page 7.

ECONOMIC AND MARKET OVERVIEW

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During the six months under review, the global economic recovery took hold and strengthened. For most countries, economic growth reached its low point in 2009's second quarter, and the subsequent rebound in activity benefited many bond and currency markets. Improved economic growth in the U.S., eurozone and Japan was accompanied by contained inflationary pressures, which allowed major central banks to leave interest rates at very low levels and maintain ample liquidity. Although the U.S. Federal Reserve Board and the European Central Bank began preparing for eventual tightening, Japan increased its level of monetary accommodation. Outside of the G-3 (U.S., eurozone and Japan), other central banks such as those of Australia and Norway began to normalize their interest rate policies given stronger growth dynamics and pricing pressures.

During the period, differentiation in recovery strength increased across regions and countries. For example, U.S. gross domestic product (GDP) rose 0.1% year-over-year in 2009's fourth quarter, while Japan's contracted 0.4% and the eurozone's shrank 2.1%.⁽²⁾ However, the positive figure recorded in the U.S. was meager compared with growth rates outside developed economies. Real GDP in fourth quarter 2009 rose 10.7% in China year-over-year, in India and South Korea, 6.0%, in Brazil, 4.3%, and in Poland, 3.1%.⁽³⁾

Although increased government spending and financial sector bailouts helped mitigate the recession's severity in developed economies like those of the U.S. and Europe, the fiscal deterioration led to upward pressure on public debt

- (1.) Source: (C) 2010 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. The JPM GGBI tracks total returns for liquid, fixed-rate, domestic government bonds with maturities greater than one year issued by developed countries globally. The index is unmanaged and includes reinvested interest. One cannot invest directly in an index, and an index is not representative of the Fund's portfolio.
- (2.) Sources: Economic and Social Research Institute (Japan); Eurostat (eurozone).
- (3.) Sources: National Bureau of Statistics (China); India Central Statistical Organization; Bank of Korea (South Korea); IBGE (Brazil); Polish Statistical Office.

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ratios. The International Monetary Fund estimated in its October 2009 World Economic Outlook that the debt-to-GDP ratio of developed G-20 countries would rise from 78% in 2007 to nearly 107% by 2010, while the corresponding debt ratio of emerging G-20 countries would rise from 37% to nearly 40% over the same time.⁽⁴⁾ Increased investor and institutional scrutiny of sovereign debt sustainability in several eurozone economies led to euro weakness and rising interest rate spreads for those governments.

Concerns about developed economies' sovereign credit fundamentals had limited spillover into emerging markets. Additionally, ample liquidity supported by low interest rates maintained by many major central banks underpinned capital flows to emerging markets given comparatively better economic growth dynamics, interest rate prospects and credit fundamentals.

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INVESTMENT STRATEGY

We invest selectively in bonds around the world to generate income for the Fund, seeking opportunities while monitoring changes in interest rates, currency exchange rates and credit risks.

MANAGER'S DISCUSSION

The Fund's total return was influenced by various factors, including interest rate developments, currency movements and exposure to sovereign debt markets.

INTEREST RATE STRATEGY

Relative to the JPM GGBI, the Fund benefited from its interest rate strategy during the six-month reporting period. Given historically low interest rates in the world's largest economies, we maintained a lower duration than that of the index. We held no U.S. Treasury securities and had limited duration exposure in other developed bond markets. Although U.S. inflationary pressures remained subdued by slack in the economy, characterized by a relatively high 9.7% unemployment rate as of February 2010 and increased labor productivity, we avoided exposure to U.S. government bonds given a large fiscal deficit (9.9% of GDP in 2009) and what we believed were more attractive yield opportunities elsewhere.⁽⁵⁾ During the reporting period, the Fund's relative performance benefited from a lack of exposure to U.S. Treasuries as long-term government bond yields rose 21 basis points (bps) from 3.40% to 3.61%.

WHAT IS DURATION?

Duration is a measure of a bond's price sensitivity to interest rate changes. In general, a portfolio of securities with a lower duration can be expected to be less sensitive to interest rate changes than a portfolio with a higher duration.

(4.) The G-20 is an informal forum that promotes open and constructive discussion between industrial and emerging market countries on key issues related to global economic stability. It is made up of the finance ministers and central bank governors of 19 countries and the European Union.

(5.) Sources: Bureau of Labor Statistics; Congressional Budget Office.

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CURRENCY BREAKDOWN

2/28/10

	% OF TOTAL NET ASSETS -----
AMERICAS	58.2%
U.S. Dollar	34.0%
Brazilian Real	9.1%
Chilean Peso	7.3%
Mexican Peso	4.4%
Peruvian Nuevo Sol	3.4%
ASIA PACIFIC	36.2%

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South Korean Won	15.2%
Malaysian Ringgit	14.7%
Australian Dollar	10.5%
Indonesian Rupiah	8.4%
Indian Rupee	6.4%
Philippine Peso	5.0%
Chinese Yuan	4.9%
Sri Lankan Rupee	2.0%
New Zealand Dollar*	-10.7%
Japanese Yen*	-20.2%
MIDDLE EAST & AFRICA	5.2%
Israeli New Shekel	4.4%
Egyptian Pound	0.8%
EUROPE	0.4%
Swedish Krona	11.9%
Polish Zloty	8.0%
Norwegian Krone	6.6%
Euro*	-26.1%

* Holding is a negative percentage because of the Fund's holdings of forward currency exchange contracts.

Conversely, the Fund's underweighted eurozone position and lack of exposure to Japanese government bonds detracted from relative performance.

We maintained duration exposure in select cases where we viewed significant slack in an economy, such as Mexico's, or prospects for a drop in risk premium, such as in Indonesia. The Fund benefited from duration exposure in Mexico where long-term bond yields fell 56 bps from 8.16% to 7.60%. Mexico's economic recovery was relatively weak, with fourth quarter 2009 GDP contracting an annualized 2.3%, supporting disinflation, or a slowdown in the rate of price increases.(6) Additionally, Mexico passed fiscal reform legislation to increase budget revenues and help secure fiscal stability. The Fund also benefited from duration exposure in Indonesia, where long-term bond yields fell 66 bps from 10.51% to 9.85%.

CURRENCY STRATEGY

The Fund's currency strategy benefited relative performance. Fund positioning during the reporting period reflected growing divergence in economic performance among the G-3 and between developed and emerging market economies.

The Fund benefited from its large net negative position in the euro, which fell 4.90% against the U.S. dollar during the period.(7) We viewed the euro-zone's economic growth prospects versus the U.S. as hampered by Europe's relatively more constrained credit conditions, lower productivity, less flexible labor market, and concerns involving the fiscal creditworthiness of Greece. Conversely, the Fund's net negative Japanese yen position detracted from performance given the yen's 4.39% appreciation against the U.S. dollar.(7) We continued to view Japan as a significant economic underperformer among major industrial countries. While the U.S. and eurozone discussed strategies for scaling back unconventional monetary stimulus, Japan increased liquidity injections into its commercial banking system to counter increased risks to growth and greater deflation pressure. January 2010 consumer prices rose an annualized 2.6% in the U.S. and 1.0% in the eurozone but fell an annualized 1.3% in Japan.(8) We also held net negative yen exposure to protect against rising U.S. Treasury yields given our analysis of a strong correlation between the value of the Japanese yen versus the U.S. dollar and the differential between interest rates in the U.S. and Japan.

(6.) Source: National Institute of Statistics and Geography.

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(7.) Source: IDC/Exshare.

(8.) Sources: Bureau of Labor Statistics (U.S.); Eurostat (eurozone); Economic and Social Research Institute (Japan).

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The Fund also benefited from exposure to Asian currencies. Relative to the U.S. dollar, the Indonesian rupiah rose 7.98%, the South Korean won, 7.67%, the Australian dollar, 6.22%, and the Indian rupee, 5.90%, during the six months under review. (7) Asia's positive economic growth momentum led policymakers to begin tightening monetary policy. Australia was one of the first developed economy to increase interest rates, and China and India also tightened policy during the period. While the region's positive growth differential and rising interest rates attracted capital inflows, its overall balance of payment positions remained supportive as evidenced by the region's reserve accumulation. Exposure to Latin American currencies also contributed to relative performance. For example, the Chilean peso rose 4.88% and the Brazilian real, 3.37%, against the U.S. dollar over the period. (7)

GLOBAL SOVEREIGN DEBT AND CREDIT STRATEGY

The Fund invested in hard currency-denominated sovereign debt. As an asset class, these securities typically compensate for greater credit risk by offering higher yields relative to comparable maturity U.S. and European benchmark treasury yields. U.S. dollar-denominated emerging market debt generated a six-month total return of +8.42% as measured by the J.P. Morgan (JPM) Emerging Markets Bond Index Global (EMBIG). (9) Sovereign interest rate spreads fell from 389 bps at the beginning of the reporting period to 311 bps at period-end as emerging market credit yields declined and the U.S. Treasury yield curve steepened. (10) Exposure to sovereign credits helped the Fund's performance relative to the JPM GGBI.

WHAT IS BALANCE OF PAYMENTS?

Balance of payments is a record of all of a country's exports and imports of goods and services, borrowing and lending with the rest of the world during a particular time period. It helps a country evaluate its competitive strengths and weaknesses and forecast the strength of its currency.

(9.) Source: (C) 2010 Morningstar. The JPM EMBIG tracks total returns for U.S. dollar-denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities: Brady bonds, loans and Eurobonds.

(10.) Source: J.P. Morgan.

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

Sincerely,

(PHOTO OF MICHAEL HASENSTAB)

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/s/ Michael Hasenstab
 Michael Hasenstab, Ph.D.
 Portfolio Manager
 Templeton Global Income Fund

THE FOREGOING INFORMATION REFLECTS OUR ANALYSIS, OPINIONS AND PORTFOLIO HOLDINGS AS OF FEBRUARY 28, 2010, 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.

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Performance Summary as of 2/28/10

Your dividend income will vary depending on dividends or interest paid by securities in the Fund's portfolio, adjusted for operating expenses. Capital gain distributions are net profits realized from the sale of portfolio securities. Total return reflects reinvestment of the Fund's dividends and capital gain distributions, if any, and any unrealized gains or losses. Total returns do not reflect any sales charges paid at inception or brokerage commissions paid on secondary market purchases. The performance table does not reflect any taxes that a shareholder would pay on Fund dividends, capital gains distributions, if any, or any realized gains on the sale of Fund shares.

PRICE AND DISTRIBUTION INFORMATION

SYMBOL: GIM -----	CHANGE -----	2/28/10 -----	8/31/09 -----
Net Asset Value (NAV)	+\$0.60	\$9.44	\$8.84
Market Price (NYSE)	+\$0.68	\$9.83	\$9.15
DISTRIBUTIONS (9/1/09-2/28/10)			
Dividend Income	\$0.2520		

PERFORMANCE

	6-MONTH -----	1-YEAR -----	5-YEAR -----	10-YEAR -----
Cumulative Total Return(1)				
Based on change in NAV(2)	+9.73%	+31.80%	+65.28%	+211.04%
Based on change in market price(3)	+10.40%	+52.21%	+67.87%	+305.92%
Average Annual Total Return(1)				
Based on change in NAV(2)	+9.73%	+31.80%	+10.57%	+12.02%
Based on change in market price(3)	+10.40%	+52.21%	+10.92%	+15.04%

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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.

ENDNOTES

CHANGES IN INTEREST RATES WILL AFFECT THE VALUE OF THE FUND'S PORTFOLIO AND ITS SHARE PRICE AND YIELD. BOND PRICES GENERALLY MOVE IN THE OPPOSITE DIRECTION OF INTEREST RATES. THUS, AS PRICES OF BONDS IN THE FUND ADJUST TO A RISE IN INTEREST RATES, THE FUND'S SHARE PRICE MAY DECLINE. SPECIAL RISKS ARE ASSOCIATED WITH FOREIGN INVESTING, INCLUDING CURRENCY FLUCTUATIONS, ECONOMIC INSTABILITY AND POLITICAL DEVELOPMENTS. INVESTMENTS IN DEVELOPING MARKETS INVOLVE HEIGHTENED RISKS RELATED TO THE SAME FACTORS, IN ADDITION TO THOSE ASSOCIATED WITH THEIR RELATIVELY SMALL SIZE AND LESSER LIQUIDITY. THE FUND'S USE OF FOREIGN CURRENCY TECHNIQUES INVOLVES SPECIAL RISKS AS SUCH TECHNIQUES MAY NOT ACHIEVE THE ANTICIPATED BENEFITS AND/OR MAY RESULT IN LOSSES TO THE FUND. ALSO, AS A NONDIVERSIFIED INVESTMENT COMPANY, THE FUND MAY INVEST IN A RELATIVELY SMALL NUMBER OF ISSUERS AND, AS A RESULT, BE SUBJECT TO A GREATER RISK OF LOSS WITH RESPECT TO ITS PORTFOLIO SECURITIES.

- (1.) Total return calculations represent the cumulative and average annual changes in value of an investment over the periods indicated. Six-month return has not been annualized.
- (2.) Assumes reinvestment of distributions based on net asset value.
- (3.) Assumes reinvestment of distributions based on the dividend reinvestment and cash purchase plan.

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Important Notice to Shareholders

SHARE REPURCHASE PROGRAM

The Fund's Board previously authorized management to implement an open-market share repurchase program pursuant to which the Fund may purchase Fund shares, from time to time, in open-market transactions, at the discretion of management. This authorization remains in effect.

EXCHANGE-TRADED PUT AND CALL OPTIONS ON INTEREST RATE/BOND FUTURES

The Fund may purchase options on interest rate/bond futures to help hedge the Fund's risk of potentially rising interest rates. An option on an interest rate or bond futures contract is an exchange-traded contract in which a seller grants to a buyer the right (but not the obligation) to buy or sell a futures contract. The buyer pays the seller a premium for the option. Contract standardization, together with the clearing corporation guarantee, facilitates options trading. A buyer or seller of an exchange-traded option can liquidate an open position in an option before expiration by making an offsetting transaction. For example, the holder of a put option can liquidate his position by selling a put with the same strike price and expiration date. As with futures contracts, most positions in standardized options are liquidated with an offsetting transaction before the expiration date rather than being held for the purpose of selling or buying the underlying instrument. The net profit or loss in an option transaction is determined by the difference between the premium originally paid and the price received when it is sold.

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Similar to futures, options on futures trade on exchanges designated as contract markets. They provide transparent pricing/valuation and the elimination of counterparty risk. Unlike futures contracts, buyers of options are not required to deposit funds in a margin account because their risk of loss is limited to the premium paid for the option.

If the Investment Manager's judgment regarding the general direction of market prices or interest rates is incorrect, the Fund's overall performance would be negatively impacted. When options on futures contracts are used for hedging, there may be an imperfect correlation between movements in the prices of the underlying asset(s) on which the options on futures contract is based and movements in the prices of the assets sought to be hedged. Adverse market movements could cause the Fund to experience substantial losses. Futures contracts that are traded on foreign exchanges, as well as options on such contracts, may not be as liquid as those purchased on Commodity Futures Trading Commission designated contract markets.

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Templeton Global Income Fund

FINANCIAL HIGHLIGHTS

	SIX MONTHS ENDED FEBRUARY 28, 2010 (UNAUDITED)	2009	YEAR 2008
	-----	-----	-----
PER SHARE OPERATING PERFORMANCE			
(for a share outstanding throughout the period)			
Net asset value, beginning of period	\$ 8.84	\$ 8.81	\$ 8.95
	-----	-----	-----
Income from investment operations:			
Net investment income(a)	0.28	0.46	0.44
Net realized and unrealized gains	0.57	0.91	0.49
	-----	-----	-----
Total from investment operations	0.85	1.37	0.93
	-----	-----	-----
Less distributions from net investment income and net foreign currency gains	(0.25)	(1.34)	(1.07)
	-----	-----	-----
Net asset value, end of period	\$ 9.44	\$ 8.84	\$ 8.81
	=====	=====	=====
Market value, end of period(b)	\$ 9.83	\$ 9.15	\$ 8.97
	=====	=====	=====
 Total return (based on market value per share) (c) ...	 10.40%	 20.48%	 12.25%
 RATIOS TO AVERAGE NET ASSETS(d)			
Expenses(e)	0.74%	0.74%	0.74%
Net investment income	6.08%	5.52%	4.82%
 SUPPLEMENTAL DATA			
Net assets, end of period (000's)	\$1,240,181	\$1,160,282	\$1,155,981
Portfolio turnover rate	11.70%	57.11%	64.44%

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- (a) Based on average daily shares outstanding.
- (b) Based on the last sale on the New York Stock Exchange.
- (c) Total return is not annualized for periods less than one year.
- (d) Ratios are annualized for periods less than one year.
- (e) Benefit of expense reduction rounds to less than 0.01%.

The accompanying notes are an integral part of these financial statements.

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED)

	PRINCIPAL AMOUNT
<p>BONDS 90.5%</p> <p>ARGENTINA 2.6%</p>	
(b, c) Government of Argentina, senior bond, FRN, 0.389%, 8/03/12	98,97
<p>AUSTRALIA 7.9%</p> <p>New South Wales Treasury Corp.,</p>	
6.00%, 5/01/12	10,56
senior note, 5.50%, 3/01/17	36,97
<p>Queensland Treasury Corp.,</p>	
13, 6.00%, 8/14/13	41,53
17, 6.00%, 9/14/17	12,39
(d) 144A, 7.125%, 9/18/17	7,48
<p>BRAZIL 7.4%</p> <p>Nota Do Tesouro Nacional,</p>	
10.00%, 1/01/12	2
10.00%, 1/01/14	1
10.00%, 1/01/17	5
(f) Index Linked, 6.00%, 5/15/15	2
(f) Index Linked, 6.00%, 5/15/45	2
<p>CANADA 1.4%</p> <p>Province of Manitoba, 6.375%, 9/01/15</p>	
Province of Ontario, 6.25%, 6/16/15	14,80
	8,46
<p>HUNGARY 2.3%</p> <p>Government of Hungary,</p>	
3.50%, 7/18/16	90
4.375%, 7/04/17	4,43
5.75%, 6/11/18	12,69

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senior note, 3.875%, 2/24/20 2,70

INDONESIA 10.3%

Government of Indonesia,	
FR19, 14.25%, 6/15/13	84,050,00
FR20, 14.275%, 12/15/13	81,836,00
FR26, 11.00%, 10/15/14	3,500,00
FR27, 9.50%, 6/15/15	34,890,00
FR30, 10.75%, 5/15/16	87,035,00
FR31, 11.00%, 11/15/20	335,739,00
FR34, 12.80%, 6/15/21	59,666,00
FR35, 12.90%, 6/15/22	32,530,00
FR36, 11.50%, 9/15/19	23,000,00
FR42, 10.25%, 7/15/27	25,430,00
FR43, 10.25%, 7/15/22	8,450,00
FR46, 9.50%, 7/15/23	41,250,00

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

PRINCIPAL AMOUN

BONDS (CONTINUED)

INDONESIA (CONTINUED)

Government of Indonesia, (continued)	
FR47, 10.00%, 2/15/28	52,895,00
FR48, 9.00%, 9/15/18	18,520,00
(d) senior bond, 144A, 8.50%, 10/12/35	2,95
(d) senior bond, 144A, 6.625%, 2/17/37	2,09
(d) senior bond, 144A, 7.75%, 1/17/38	7,05
(g) senior bond, Reg S, 8.50%, 10/12/35	5,51
(g) senior bond, Reg S, 7.75%, 1/17/38	3,31

LITHUANIA 2.0%

(d) Government of Lithuania, 144A,	
6.75%, 1/15/15	15,00
7.375%, 2/11/20	8,82

MEXICO 4.7%

Government of Mexico,	
M 20, 8.00%, 12/07/23	2,72
M 20, 10.00%, 12/05/24	1
M 20, 7.50%, 6/03/27	3,05
senior bond, 5.95%, 3/19/19	13,26

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NORWAY 1.4%	
Government of Norway, 6.00%, 5/16/11	96,19
PERU 3.4%	
Government of Peru,	
9.91%, 5/05/15	6,50
7.84%, 8/12/20	32,20
Series 7, 8.60%, 8/12/17	61,54
POLAND 8.6%	
Government of Poland,	
4.75%, 4/25/12	27,93
5.75%, 4/25/14	147,35
6.25%, 10/24/15	19,33
5.75%, 9/23/22	60,50
senior note, 6.375%, 7/15/19	17,00
QATAR 0.9%	
(d) Government of Qatar, senior note, 144A, 6.55%, 4/09/19	10,45
RUSSIA 4.7%	
(d) Government of Russia, 144A, 7.50%, 3/31/30	51,54

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

BONDS (CONTINUED)

SOUTH AFRICA 2.6%

Government of South Africa,

5.25%, 5/16/13	3,33
4.50%, 4/05/16	1,82
6.875%, 5/27/19	18,62
senior note, 6.50%, 6/02/14	77
senior note, 5.875%, 5/30/22	3,35

SOUTH KOREA 15.3%

The Export-Import Bank of Korea, 4.625%, 2/20/17	20
Government of Korea, senior bond, 5.625%, 11/03/25	62
Korea Deposit Insurance Corp.,	
07-1, 5.57%, 9/14/12	7,200,00
08-1, 5.28%, 2/15/13	1,232,00
Korea Treasury Bond,	

PRINCIPAL AMOUNT

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0400-1206, 4.00%, 6/10/12	76,268,71
0475-1112, 4.75%, 12/10/11	69,639,88
0475-1203, 4.75%, 3/10/12	15,946,00
0525-1303, 5.25%, 3/10/13	1,866,53
0525-1509, 5.25%, 9/10/15	4,000,00
0550-1106, 5.50%, 6/10/11	19,068,60
senior note, 7.125%, 4/16/19	15,88
SRI LANKA 2.0%	
Government of Sri Lanka, A,	
12.00%, 7/15/11	94,15
8.50%, 1/15/13	567,30
13.50%, 2/01/13	550,80
11.25%, 7/15/14	585,50
11.00%, 8/01/15	1,103,40
(i) SUPRANATIONAL 4.3%	
Corporacion Andina De Fomento, 8.125%, 6/04/19	8,64
European Investment Bank, senior note, 4.50%, 5/15/13	113,65
Inter-American Development Bank,	
7.50%, 4/15/15	8,00
6.00%, 12/15/17	6,00
senior note, 7.50%, 12/05/24	185,00
SWEDEN 4.4%	
Government of Sweden, 5.25%, 3/15/11	372,57

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

	PRINCIPAL AMOUNT

BONDS (CONTINUED)	
UNITED ARAB EMIRATES 0.9%	
(d) Emirate of Abu Dhabi, 144A, 6.75%, 4/08/19	10,26
VENEZUELA 2.6%	
Government of Venezuela,	
10.75%, 9/19/13	6,15
(g) senior bond, Reg S, 5.375%, 8/07/10	19,90
Petroleos de Venezuela SA, senior bond, zero cpn., 7/10/11	7,60
VIETNAM 0.8%	

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(d) Government of Vietnam, 144A, 6.75%, 1/29/20	9,27
TOTAL BONDS (COST \$981,379,705)	
MUNICIPAL BONDS 3.7%	
UNITED STATES AND U.S. TERRITORIES 3.7%	
Alabama Public Housing Authorities Capital Program Revenue, Series B, FSA Insured, 4.45%, 1/01/24	5
Alabama State University Revenue, General Tuition and Fee, Assured Guaranty, 5.00%, 9/01/29	
5.75%, 9/01/39	
Bay Area Toll Authority Toll Bridge Revenue, San Francisco Bay Area, Refunding, Series F-1, 5.00%, 4/01/39	60
5.50%, 4/01/43	29
Bexar County Hospital District GO, Certificates of Obligation, 5.00%, 2/15/32	80
Bexar County Revenue, Venue Project, Refunding, Series A, BHAC Insured, 5.25%, 8/15/47	73
California State GO, Refunding, 5.125%, 4/01/33	50
Refunding, 5.00%, 4/01/38	20
Various Purpose, 6.00%, 4/01/38	20,13
District of Columbia University Revenue, Georgetown University, Refunding, Series D, BHAC Insured, 5.50%, 4/01/36	1,54
Hamilton County Sales Tax Revenue, sub. bond, Refunding, Series A, FSA Insured, 5.00%, 12/01/32	1,82
Illinois Municipal Electricity Agency Power Supply Revenue, Series A, BHAC Insured, 5.00%, 2/01/35	1,08
Kentucky State Municipal Power Agency Power System Revenue, Prairie State Project, Series A, BHAC Insured, 5.25%, 9/01/42	2,39
Las Vegas Valley Water District GO, Refunding, Series A, NATL Insured, 5.00%, 6/01/26	39
Louisville ISD, GO, School Building, 5.00%, 8/15/26	54
(j) Los Angeles USD, GO, Series KRY, 5.25%, 7/01/26	35
Minneapolis Health Care System Revenue, Fairview Health Services, Series B, Assured Guaranty, 6.50%, 11/15/38	1,67
MTA Revenue, Series B, Assured Guaranty, 5.25%, 11/15/20	43
Transportation, Series A, FSA Insured, 5.50%, 11/15/21	41

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

PRINCIPAL AMOUNT

MUNICIPAL BONDS (CONTINUED)	
UNITED STATES AND U.S. TERRITORIES (CONTINUED)	
North Carolina Eastern Municipal Power Agency Power System Revenue, Refunding, Series A, Assured Guaranty, 5.25%, 1/01/19	25
Palomar Pomerado Health GO, Election of 2004, Series A, NATL Insured,	

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5.125%, 8/01/37	2,08
Philadelphia GO, Refunding, Series A, Assured Guaranty,	
5.00%, 8/01/24	5
Placentia-Yorba Linda USD, GO, 2008 Election, Series A,	
5.25%, 8/01/32	2,40
Poway USD, GO, Election of 2008, ID 07-1-A, zero cpn.,	
8/01/27	70
8/01/30	70
8/01/32	88
8/01/33	47
Puerto Rico Commonwealth GO, Public Improvement, Refunding, Series A,	
NATL Insured, 5.50%, 7/01/21	10
Regional Transportation District Sales Tax Revenue, Fastracks Project,	
Series A, AMBAC Insured, 5.00%, 11/01/27	59
San Bernardino Community College District GO, Election of 2002, Series	
A,	
6.375%, 8/01/26	40
6.50%, 8/01/27	58
6.50%, 8/01/28	24
San Mateo County Community College District GO, Election of 2001,	
Series C, NATL Insured, zero cpn.,	
9/01/30	1,70
3/01/31	46
Tarrant County Cultural Education Facilities Finance Corp. Revenue,	
Christus Health, Refunding, Series A, Assured Guaranty,	
6.25%, 7/01/28	1,40
TOTAL MUNICIPAL BONDS (COST \$42,580,282)	
TOTAL INVESTMENTS BEFORE SHORT TERM INVESTMENTS	
(COST \$1,023,959,987)	
SHORT TERM INVESTMENTS 2.2%	
FOREIGN GOVERNMENT AND AGENCY SECURITIES 1.9%	
EGYPT 0.8%	
(j, k) Egypt Treasury Bill, 8/03/10 - 2/08/11	62,32
ISRAEL 1.1%	
(k) Israel Treasury Bill, 1/05/11	50,00
TOTAL FOREIGN GOVERNMENT AND AGENCY SECURITIES (COST \$23,540,741)	
TOTAL INVESTMENTS BEFORE MONEY MARKET FUND (COST \$1,047,500,728)	
	SHARES

MONEY MARKET FUNDS (COST \$4,445,542) 0.3%	
UNITED STATES 0.3%	
(l) Institutional Fiduciary Trust Money Market Portfolio, 0.00%	4,44

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STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

TOTAL INVESTMENTS (COST \$1,051,946,270) 96.4%
 OTHER ASSETS, LESS LIABILITIES 3.6%
 NET ASSETS 100.0%

- (a) The principal amount is stated in U.S. dollars unless otherwise indicated.
- (b) The coupon rate shown represents the rate at period end.
- (c) The principal amount is stated in original face, and scheduled paydowns are reflected in the market price on ex-date.
- (d) Security was purchased pursuant to Rule 144A under the Securities Act of 1933 and 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. These securities have been deemed liquid under guidelines approved by the Fund's Board of Trustees. At February 28, 2010, the aggregate value of these securities was \$135,302,656, representing 10.91% of net assets.
- (e) Principal amount is stated in 1,000 Brazilian Real Units.
- (f) Redemption price at maturity is adjusted for inflation. See Note 1(f).
- (g) Security was purchased pursuant to Regulation S under the Securities Act of 1933, which exempts from registration securities offered and sold outside of the United States. Such a security 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. These securities have been deemed liquid under guidelines approved by the Fund's Board of Trustees. At February 28, 2010, the aggregate value of these securities was \$30,122,063, representing 2.43% of net assets.
- (h) Principal amount is stated in 100 Mexican Peso Units.
- (i) A supranational organization is an entity formed by two or more central governments through international treaties.
- (j) A portion or all of the security purchased on a delayed delivery basis. See Note 1(c).
- (k) The security is traded on a discount basis with no stated coupon rate.
- (l) See Note 7 regarding investments in the Institutional Fiduciary Trust Money Market Portfolio. The rate shown is the annualized seven-day yield at period end.

At February 28, 2010, the Fund had the following forward exchange contracts outstanding. See Note 1(d).

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
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SETTLEMENT DATE

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Chilean Peso	DBAB	Sell	1,153,220,000	2,184,129	3/03/10
Chilean Peso	DBAB	Buy	1,153,220,000	1,911,837	3/03/10
Chilean Peso	DBAB	Sell	1,873,290,000	3,547,898	3/04/10
Chilean Peso	DBAB	Buy	1,873,290,000	3,058,932	3/04/10
Chilean Peso	DBAB	Sell	1,173,870,000	2,223,239	3/05/10
Chilean Peso	DBAB	Buy	1,173,870,000	1,911,840	3/05/10
Chilean Peso	DBAB	Buy	1,107,150,000	1,799,571	3/08/10
Chilean Peso	DBAB	Buy	1,176,260,000	1,911,841	3/09/10
Chilean Peso	MLCO	Sell	366,300,000	691,785	3/10/10
Chilean Peso	MLCO	Buy	366,300,000	677,079	3/10/10
Chilean Peso	DBAB	Buy	2,301,970,000	4,308,788	3/12/10
Chilean Peso	DBAB	Buy	2,298,030,000	4,326,925	3/16/10
Singapore Dollar	JPHQ	Sell	7,659,000	4,977,255	3/17/10
Singapore Dollar	JPHQ	Buy	7,659,000	5,506,111	3/17/10
Singapore Dollar	DBAB	Sell	9,714,000	6,316,405	3/18/10
Singapore Dollar	DBAB	Buy	9,714,000	6,993,369	3/18/10
Chilean Peso	JPHQ	Buy	670,400,000	1,268,376	3/19/10
Singapore Dollar	DBAB	Sell	14,546,000	9,475,193	3/19/10
Singapore Dollar	DBAB	Buy	14,546,000	10,373,698	3/19/10
Singapore Dollar	DBAB	Sell	19,370,000	12,633,089	3/22/10
Singapore Dollar	DBAB	Buy	19,370,000	13,944,682	3/22/10
Singapore Dollar	UBSW	Sell	17,593,000	11,583,106	3/23/10
Singapore Dollar	UBSW	Buy	17,593,000	12,676,899	3/23/10

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
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Australian Dollar	BZWS	Sell	4,102,790	2,790,513	3/24/10
Singapore Dollar	JPHQ	Sell	4,766,000	3,158,592	3/31/10
Singapore Dollar	JPHQ	Buy	4,766,000	3,416,977	3/31/10
Indian Rupee	DBAB	Buy	110,524,000	2,135,977	4/09/10
Indian Rupee	DBAB	Buy	237,003,000	4,577,115	4/12/10
Indian Rupee	JPHQ	Buy	159,192,000	3,051,409	4/13/10
Indian Rupee	JPHQ	Buy	156,262,000	3,051,396	4/15/10
Indian Rupee	DBAB	Buy	54,789,000	1,068,012	4/19/10
Indian Rupee	JPHQ	Buy	78,058,000	1,529,949	4/19/10
Malaysian Ringgit	JPHQ	Buy	5,072,841	1,401,221	4/19/10
Malaysian Ringgit	JPHQ	Buy	14,535,000	4,047,957	4/20/10
Indian Rupee	DBAB	Buy	110,998,000	2,141,934	4/26/10
Indian Rupee	JPHQ	Buy	15,835,000	305,990	4/27/10
Indian Rupee	DBAB	Buy	507,510,181	9,912,308	4/28/10
Indian Rupee	JPHQ	Buy	78,563,000	1,529,951	4/28/10
New Zealand Dollar	DBAB	Sell	16,563,648	9,065,285	4/28/10
Swedish Krona	BOFA	Buy	29,978,900	2,820,747	EUR 4/29/10
Indian Rupee	JPHQ	Buy	78,640,000	1,529,961	4/30/10
Chilean Peso	DBAB	Buy	730,900,000	1,354,271	5/10/10
Chilean Peso	DBAB	Buy	2,278,980,000	3,974,919	5/18/10
Chilean Peso	CITI	Buy	103,407,000	185,317	5/26/10

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Chilean Peso	DBAB	Buy	362,056,000	648,613		5/26/10
Chilean Peso	DBAB	Buy	466,410,000	825,504		5/28/10
Chilean Peso	CITI	Buy	466,580,000	825,513		5/28/10
Chilean Peso	CITI	Buy	186,070,000	330,204		6/01/10
Indian Rupee	DBAB	Buy	150,389,000	3,064,223		6/01/10
New Zealand Dollar	CITI	Sell	6,044,416	4,215,255		6/01/10
New Zealand Dollar	DBAB	Sell	10,620,020	7,417,978		6/01/10
New Zealand Dollar	UBSW	Sell	10,684,383	7,463,896		6/01/10
Indian Rupee	HSBC	Buy	4,458,000	91,918		6/02/10
New Zealand Dollar	FBCO	Sell	1,511,663	1,065,722		6/02/10
New Zealand Dollar	DBAB	Sell	4,580,779	3,232,427		6/02/10
New Zealand Dollar	BZWS	Sell	8,856,368	6,237,363		6/02/10
Indian Rupee	HSBC	Buy	22,062,000	459,625		6/03/10
Indian Rupee	HSBC	Buy	147,266,000	3,064,211		6/04/10
Poland Zloty	DBAB	Buy	13,705,000	3,012,684	EUR	6/04/10
Indian Rupee	DBAB	Buy	73,633,000	1,532,106		6/07/10
Poland Zloty	DBAB	Buy	12,965,000	2,824,434	EUR	6/07/10
Indian Rupee	HSBC	Buy	29,570,000	612,850		6/08/10
Indian Rupee	DBAB	Buy	37,141,000	770,560		6/08/10
Poland Zloty	CITI	Buy	5,203,000	1,129,672	EUR	6/08/10
New Zealand Dollar	BZWS	Sell	8,856,368	6,233,643		6/09/10
Indian Rupee	DBAB	Buy	29,990,000	616,444		6/10/10
Indian Rupee	HSBC	Buy	30,052,000	616,451		6/11/10
Indian Rupee	BZWS	Buy	44,847,000	924,680		6/11/10
Indian Rupee	DBAB	Buy	75,068,000	1,541,121		6/16/10
Indian Rupee	DBAB	Buy	68,380,000	1,387,018		6/21/10
Swedish Krona	UBSW	Buy	50,589,000	4,548,225	EUR	6/28/10
Swedish Krona	UBSW	Buy	36,736,000	3,315,224	EUR	6/29/10

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
Swedish Krona	UBSW	Buy	45,098,000	4,100,526 EUR	7/15/10
Malaysian Ringgit	DBAB	Buy	61,396,000	17,063,924	7/16/10
Malaysian Ringgit	DBAB	Buy	9,759,000	1,943,056 EUR	7/16/10
Indian Rupee	CITI	Buy	16,598,000	331,960	7/19/10
Indian Rupee	JPHQ	Buy	16,598,000	331,960	7/20/10
Malaysian Ringgit	DBAB	Buy	96,842,000	27,120,533	7/20/10
Malaysian Ringgit	DBAB	Buy	11,019,000	2,189,655 EUR	7/20/10
Malaysian Ringgit	DBAB	Buy	14,167,000	2,815,158 EUR	7/23/10
Malaysian Ringgit	DBAB	Buy	117,760,000	33,256,142	7/23/10
Malaysian Ringgit	JPHQ	Buy	123,816,000	34,877,746	7/27/10
Malaysian Ringgit	JPHQ	Buy	14,167,000	2,806,402 EUR	7/27/10
Swedish Krona	DBAB	Buy	45,098,000	4,230,780 EUR	7/27/10
Malaysian Ringgit	HSBC	Buy	1,687,000	478,405	7/30/10
New Zealand Dollar	DBAB	Sell	17,733,735	11,411,658	7/30/10
New Zealand Dollar	DBAB	Sell	17,666,270	11,347,929	8/03/10
New Zealand Dollar	BZWS	Sell	6,915,607	4,439,820	8/03/10
New Zealand Dollar	DBAB	Sell	6,999,201	4,471,789	8/04/10

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New Zealand Dollar	BZWS	Sell	3,484,510	2,237,056		8/04/10
New Zealand Dollar	CITI	Sell	17,544,053	11,456,705		8/05/10
New Zealand Dollar	DBAB	Sell	5,204,459	3,392,267		8/05/10
Malaysian Ringgit	HSBC	Buy	3,400,000	971,984		8/06/10
New Zealand Dollar	CITI	Sell	6,870,623	4,490,055		8/06/10
New Zealand Dollar	FBCO	Sell	3,428,957	2,233,108		8/06/10
New Zealand Dollar	FBCO	Sell	15,302,017	10,059,786		8/09/10
New Zealand Dollar	CITI	Sell	6,779,343	4,457,147		8/09/10
New Zealand Dollar	DBAB	Sell	6,809,934	4,479,575		8/09/10
New Zealand Dollar	FBCO	Sell	6,713,771	4,458,817		8/11/10
New Zealand Dollar	DBAB	Sell	15,333,885	9,990,809		8/12/10
New Zealand Dollar	DBAB	Sell	4,178,000	2,711,940		8/13/10
New Zealand Dollar	DBAB	Sell	4,407,000	2,909,061		8/16/10
Brazilian Real	DBAB	Buy	4,460,000	216,608,820	JPY	8/17/10
Japanese Yen	UBSW	Sell	619,237,000	6,528,180		8/17/10
New Israeli Shekel	CITI	Buy	12,073,000	3,185,993		8/17/10
Brazilian Real	DBAB	Buy	3,295,000	158,654,250	JPY	8/18/10
Japanese Yen	JPHQ	Sell	307,706,000	3,264,093		8/18/10
Brazilian Real	DBAB	Buy	4,942,000	232,303,652	JPY	8/19/10
Japanese Yen	HSBC	Sell	306,279,000	3,255,517		8/19/10
New Israeli Shekel	CITI	Buy	6,038,000	1,592,930		8/19/10
New Israeli Shekel	DBAB	Buy	1,209,000	318,493		8/19/10
New Israeli Shekel	CITI	Buy	6,041,000	1,589,319		8/19/10
Indian Rupee	DBAB	Buy	115,936,000	2,321,506		8/20/10
Japanese Yen	DBAB	Sell	307,444,000	3,255,512		8/20/10
Japanese Yen	BZWS	Sell	307,053,000	3,260,347		8/20/10
New Israeli Shekel	CITI	Buy	4,634,100	1,212,449		8/20/10
Norwegian Krone	UBSW	Buy	44,332,000	5,049,318	EUR	8/20/10
Indian Rupee	DBAB	Buy	100,473,000	2,011,967		8/23/10
Japanese Yen	CITI	Sell	613,483,000	6,520,692		8/23/10
Japanese Yen	FBCO	Sell	608,984,000	6,520,695		8/23/10

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
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New Israeli Shekel	CITI	Buy	7,908,300	2,073,927	8/23/10
Norwegian Krone	UBSW	Buy	44,332,000	5,054,557	EUR 8/23/10
Japanese Yen	JPHQ	Sell	612,179,000	6,520,693	8/24/10
Japanese Yen	BZWS	Sell	610,141,000	6,520,690	8/24/10
New Zealand Dollar	FBCO	Sell	6,159,450	4,061,418	8/24/10
Japanese Yen	DBAB	Sell	303,441,000	3,260,352	8/25/10
New Zealand Dollar	DBAB	Sell	6,130,000	4,097,905	8/27/10
Brazilian Real	DBAB	Buy	3,300,000	154,185,900	JPY 8/31/10
Indian Rupee	DBAB	Buy	71,050,000	1,423,848	9/01/10
Japanese Yen	JPHQ	Sell	304,127,000	3,260,349	9/01/10
Brazilian Real	DBAB	Buy	4,949,000	228,826,913	JPY 9/02/10
Japanese Yen	HSBC	Sell	300,940,000	3,260,349	9/02/10
Norwegian Krone	BZWS	Buy	44,332,000	5,045,123	EUR 9/07/10
New Israeli Shekel	DBAB	Buy	35,742,000	9,430,607	9/08/10

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Japanese Yen	HSBC	Sell	453,244,000	4,890,524		9/09/10
Japanese Yen	HSBC	Sell	451,689,000	4,890,526		9/10/10
Japanese Yen	DBAB	Sell	383,650,000	4,179,376		9/10/10
Japanese Yen	UBSW	Sell	318,692,000	3,482,820		9/13/10
Brazilian Real	DBAB	Buy	7,424,000	346,161,075	JPY	9/15/10
Japanese Yen	UBSW	Sell	377,653,000	4,179,380		9/15/10
Japanese Yen	HSBC	Sell	253,555,000	2,786,257		9/15/10
Japanese Yen	BZWS	Sell	250,749,000	2,786,255		9/15/10
Japanese Yen	HSBC	Sell	376,102,000	4,179,375		9/16/10
Japanese Yen	DBAB	Sell	126,078,000	1,393,127		9/16/10
Euro	BZWS	Sell	1,331,300	1,960,140		9/20/10
Japanese Yen	JPHQ	Sell	252,156,000	2,786,254		9/21/10
Japanese Yen	HSBC	Sell	125,019,000	1,393,125		9/21/10
Euro	UBSW	Sell	8,685,912	12,735,545		9/23/10
Swedish Krona	DBAB	Buy	28,384,373	2,799,248	EUR	9/23/10
Swedish Krona	UBSW	Buy	91,000,000	8,950,438	EUR	9/23/10
Euro	JPHQ	Sell	3,821,732	5,658,456		9/24/10
Japanese Yen	JPHQ	Sell	109,322,000	1,208,045		9/24/10
Indian Rupee	DBAB	Buy	225,000,000	6,533,101	NZD	9/27/10
Japanese Yen	JPHQ	Sell	10,871,000	120,802		9/27/10
Japanese Yen	JPHQ	Sell	78,559,000	872,975		9/28/10
Japanese Yen	JPHQ	Sell	130,931,000	1,454,951		9/29/10
Philippine Peso	HSBC	Buy	120,792,000	2,496,992		10/04/10
Philippine Peso	DBAB	Buy	150,587,000	3,121,233		10/04/10
New Israeli Shekel	DBAB	Buy	35,422,000	9,408,234		10/05/10
Philippine Peso	DBAB	Buy	180,042,000	3,745,491		10/05/10
Philippine Peso	HSBC	Buy	180,085,000	3,745,477		10/05/10
Philippine Peso	JPHQ	Buy	47,563,000	998,803		10/06/10
Philippine Peso	DBAB	Buy	147,797,000	3,121,241		10/07/10
Philippine Peso	CITI	Buy	59,159,000	1,248,502		10/08/10
Philippine Peso	HSBC	Buy	118,491,000	2,496,992		10/08/10
Philippine Peso	JPHQ	Buy	59,005,000	1,248,492		10/08/10
Philippine Peso	DBAB	Buy	118,267,000	2,496,981		10/08/10
Philippine Peso	DBAB	Buy	35,215,000	749,096		10/12/10

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
Philippine Peso	JPHQ	Buy	145,824,000	3,114,592	10/13/10
Philippine Peso	HSBC	Buy	58,717,000	1,248,501	10/13/10
Chinese Yuan	HSBC	Buy	32,663,916	3,316,969	EUR 10/15/10
Philippine Peso	JPHQ	Buy	19,133,000	407,953	10/15/10
Chinese Yuan	HSBC	Buy	32,823,215	3,323,035	EUR 10/18/10
Philippine Peso	JPHQ	Buy	63,534,000	1,359,860	10/18/10
Chinese Yuan	HSBC	Buy	43,995,179	4,441,373	EUR 10/19/10
Philippine Peso	DBAB	Buy	32,011,000	679,928	10/19/10
Chinese Yuan	HSBC	Buy	27,185,000	4,119,876	10/21/10
Philippine Peso	DBAB	Buy	127,962,000	2,719,702	10/21/10
Philippine Peso	JPHQ	Buy	64,253,000	1,359,852	10/21/10

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Philippine Peso	HSBC	Buy	185,677,000	3,896,684	10/25/10
Philippine Peso	DBAB	Buy	123,655,000	2,597,794	10/25/10
Philippine Peso	JPHQ	Buy	61,866,000	1,298,887	10/25/10
Chilean Peso	CITI	Buy	219,208,545	415,364	10/26/10
Indian Rupee	HSBC	Buy	159,768,000	3,360,707	10/26/10
Indian Rupee	DBAB	Buy	478,778,000	10,082,084	10/26/10
Norwegian Krone	BZWS	Buy	68,284,000	8,076,168	EUR 10/26/10
Philippine Peso	HSBC	Buy	160,559,000	3,377,125	10/26/10
Indian Rupee	HSBC	Buy	237,998,000	5,041,049	10/27/10
Chilean Peso	JPHQ	Buy	142,245,000	270,814	10/28/10
Philippine Peso	DBAB	Buy	49,630,000	1,039,154	10/28/10
Japanese Yen	CITI	Sell	104,080,747	1,150,288	11/08/10
Japanese Yen	BZWS	Sell	102,242,000	1,141,635	11/10/10
Japanese Yen	BZWS	Sell	183,499,000	2,047,866	11/12/10
Japanese Yen	UBSW	Sell	103,657,300	1,157,807	11/12/10
Japanese Yen	DBAB	Sell	592,373,000	6,613,151	11/15/10
Japanese Yen	JPHQ	Sell	295,806,000	3,306,573	11/16/10
Japanese Yen	BZWS	Sell	142,600,000	1,587,178	11/16/10
Japanese Yen	BZWS	Sell	590,640,000	6,613,147	11/17/10
Japanese Yen	HSBC	Sell	154,574,000	1,719,418	11/17/10
Japanese Yen	UBSW	Sell	236,300,000	2,645,248	11/17/10
Euro	UBSW	Sell	4,666,969	6,971,519	11/18/10
Euro	DBAB	Sell	913,279	1,357,133	11/18/10
Japanese Yen	BZWS	Sell	823,639,000	9,258,407	11/18/10
Malaysian Ringgit	JPHQ	Buy	26,285,176	7,818,315	11/18/10
Euro	DBAB	Sell	1,274,797	1,910,284	11/29/10
Japanese Yen	BZWS	Sell	930,663,000	10,581,037	11/29/10
Japanese Yen	BOFA	Sell	638,748,000	7,208,328	11/29/10
Japanese Yen	CITI	Sell	230,997,000	2,645,256	11/29/10
Norwegian Krone	UBSW	Buy	51,846,000	6,063,647	EUR 11/29/10
Swedish Krona	BZWS	Buy	150,288,486	14,529,752	EUR 11/30/10
Australian Dollar	DBAB	Buy	13,946,000	12,160,927	12/01/10
Japanese Yen	DBAB	Sell	572,745,000	6,613,149	12/01/10
Norwegian Krone	UBSW	Buy	16,770,000	1,944,348	EUR 12/01/10
Mexican Peso	CITI	Sell	39,049,000	2,875,267	12/02/10
Chinese Yuan	HSBC	Buy	24,661,000	3,723,539	12/06/10
Chinese Yuan	HSBC	Buy	31,071,000	3,122,174	EUR 12/06/10

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
-----	-----	---	-----	-----	-----
Euro	UBSW	Sell	1,325,806	1,994,635	12/07/10
Australian Dollar	DBAB	Buy	5,578,000	4,891,906	12/09/10
Australian Dollar	DBAB	Buy	6,958,000	6,071,551	12/10/10
Australian Dollar	BZWS	Buy	6,958,000	6,068,768	12/10/10
Chinese Yuan	JPHQ	Buy	16,342,344	2,457,495	12/13/10
Chinese Yuan	HSBC	Buy	32,777,418	4,929,676	12/14/10
Chinese Yuan	HSBC	Buy	32,904,211	4,951,352	12/15/10
Malaysian Ringgit	JPHQ	Buy	16,656,368	4,883,133	12/16/10

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Swedish Krona	DBAB	Buy	93,370,021	9,026,316	EUR	12/16/10
Malaysian Ringgit	JPHQ	Buy	5,137,469	1,506,633		12/17/10
Malaysian Ringgit	JPHQ	Buy	6,147,742	1,794,961		12/21/10
Malaysian Ringgit	HSBC	Buy	8,175,565	2,378,339		12/22/10
Malaysian Ringgit	HSBC	Buy	3,991,727	1,160,521		12/23/10
Malaysian Ringgit	HSBC	Buy	4,516,266	1,311,191		12/28/10
Japanese Yen	BZWS	Sell	189,880,000	2,084,017		1/07/11
Japanese Yen	CITI	Sell	94,950,000	1,042,010		1/07/11
Japanese Yen	UBSW	Sell	94,930,000	1,041,985		1/07/11
New Israeli Shekel	DBAB	Buy	48,521,000	12,999,250		1/07/11
Euro	CITI	Sell	3,597,000	5,173,205		1/10/11
Euro	UBSW	Sell	6,354,000	9,085,267		1/11/11
Euro	DBAB	Sell	12,240,000	17,494,754		1/11/11
Japanese Yen	HSBC	Sell	95,340,000	1,041,967		1/11/11
Japanese Yen	DBAB	Sell	95,240,000	1,041,979		1/11/11
Euro	UBSW	Sell	5,675,942	8,236,814		1/13/11
Euro	JPHQ	Sell	3,792,783	5,490,157		1/13/11
Euro	CITI	Sell	2,459,575	3,560,419		1/13/11
Japanese Yen	HSBC	Sell	277,440,000	3,024,990		1/13/11
Philippine Peso	JPHQ	Buy	282,044,000	6,064,579		1/13/11
Euro	BZWS	Sell	3,027,169	4,392,422		1/14/11
Japanese Yen	BZWS	Sell	275,350,000	3,024,943		1/14/11
Japanese Yen	UBSW	Sell	219,020,000	2,419,966		1/14/11
Philippine Peso	HSBC	Buy	45,260,000	967,714		1/14/11
Philippine Peso	HSBC	Buy	88,621,000	1,898,438		1/18/11
Philippine Peso	DBAB	Buy	50,543,000	1,085,779		1/18/11
Euro	BZWS	Sell	2,459,575	3,527,891		1/19/11
Philippine Peso	JPHQ	Buy	126,210,000	2,708,079		1/19/11
Philippine Peso	DBAB	Buy	31,623,000	676,717		1/19/11
Euro	UBSW	Sell	4,351,556	6,122,639		1/25/11
Brazilian Real	DBAB	Buy	8,966,000	408,299,984	JPY	1/26/11
Japanese Yen	BZWS	Sell	758,940,000	8,450,290		1/26/11
Japanese Yen	UBSW	Sell	664,000,000	7,394,045		1/26/11
Japanese Yen	DBAB	Sell	189,220,000	2,112,538		1/26/11
Brazilian Real	HSBC	Buy	3,346,000	152,871,244	JPY	1/27/11
Chilean Peso	DBAB	Buy	1,968,980,000	3,916,809		1/27/11
Japanese Yen	HSBC	Sell	652,664,000	7,266,921		1/27/11
Chilean Peso	DBAB	Buy	4,531,910,000	8,946,619		1/28/11
Chilean Peso	JPHQ	Buy	596,880,000	1,173,229		1/28/11
Malaysian Ringgit	JPHQ	Buy	48,000,000	14,081,615		1/28/11

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)		SETTLEMENT DATE
New Zealand Dollar	UBSW	Sell	7,150,005	4,889,674		1/28/11
Chilean Peso	DBAB	Buy	2,733,940,000	5,273,472		1/31/11
Euro	UBSW	Sell	338,000	473,301		1/31/11
Swedish Krona	DBAB	Buy	89,650,000	8,756,422	EUR	1/31/11
Chinese Yuan	DBAB	Buy	135,288,000	20,373,165		2/01/11

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Australian Dollar	MSCO	Buy	3,675,596	3,061,000		2/08/11
Australian Dollar	UBSW	Buy	3,674,582	3,061,000		2/08/11
Euro	HSBC	Sell	675,000	923,096		2/08/11
Euro	UBSW	Sell	6,294,000	8,640,718		2/08/11
Euro	CITI	Sell	8,393,000	11,518,092		2/08/11
Australian Dollar	CITI	Buy	2,328,000	172,302,264	JPY	2/09/11
Australian Dollar	BZWS	Buy	2,328,000	171,876,240	JPY	2/09/11
Australian Dollar	DBAB	Buy	2,328,000	172,653,792	JPY	2/09/11
Euro	BZWS	Sell	9,316,000	12,713,312		2/09/11
Euro	HSBC	Sell	6,987,000	9,555,421		2/09/11
South Korean Won	HSBC	Buy	7,294,254,000	6,180,000		2/09/11
Chilean Peso	MLCO	Buy	727,600,000	1,354,304		2/10/11
Chilean Peso	DBAB	Buy	727,600,000	1,354,304		2/10/11
Euro	DBAB	Sell	2,336,000	3,194,013		2/10/11
Euro	BZWS	Sell	7,943,000	10,854,110		2/10/11
Japanese Yen	MSCO	Sell	110,363,000	1,240,554		2/10/11
South Korean Won	HSBC	Buy	3,868,000,000	291,002,106	JPY	2/10/11
Chilean Peso	BZWS	Buy	726,200,000	1,354,156		2/11/11
Chilean Peso	DBAB	Buy	935,230,000	1,746,135		2/11/11
Euro	UBSW	Sell	6,873,000	9,451,200		2/11/11
Chilean Peso	DBAB	Buy	718,400,000	1,354,194		2/14/11
Malaysian Ringgit	DBAB	Buy	24,260,103	7,026,822		2/14/11
New Zealand Dollar	HSBC	Sell	1,456,071	979,790		2/14/11
South Korean Won	HSBC	Buy	7,084,000,000	6,069,746		2/14/11
South Korean Won	DBAB	Buy	1,149,000,000	87,296,763	JPY	2/14/11
South Korean Won	JPHQ	Buy	1,326,000,000	100,454,545	JPY	2/14/11
Chilean Peso	MSCO	Buy	1,432,600,000	2,708,385		2/16/11
Euro	UBSW	Sell	6,214,000	8,450,419		2/16/11
Euro	JPHQ	Sell	6,214,000	8,454,768		2/16/11
South Korean Won	JPHQ	Buy	774,000,000	59,251,320	JPY	2/16/11
Malaysian Ringgit	HSBC	Buy	6,108,000	1,775,478		2/17/11
Chilean Peso	DBAB	Buy	331,700,000	634,226		2/18/11
Chilean Peso	JPHQ	Buy	664,600,000	1,268,321		2/18/11
Euro	UBSW	Sell	6,210,000	8,531,360		2/18/11
Euro	DBAB	Sell	6,210,000	8,532,167		2/18/11
Chilean Peso	JPHQ	Buy	1,128,000,000	2,156,169		2/22/11
Chilean Peso	MSCO	Buy	3,473,400,000	6,620,768		2/22/11
Chilean Peso	DBAB	Buy	1,821,550,000	3,475,569		2/22/11
Japanese Yen	JPHQ	Sell	187,900,000	2,088,242		2/22/11
Japanese Yen	HSBK	Sell	187,760,000	2,088,241		2/22/11
Chilean Peso	MLCO	Buy	669,000,000	1,268,367		2/23/11
Chilean Peso	MSCO	Buy	664,200,000	1,268,283		2/24/11
Chilean Peso	DBAB	Buy	994,600,000	1,902,448		2/25/11

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

CURRENCY	COUNTERPARTY	TYPE	QUANTITY	CONTRACT AMOUNT (a)	SETTLEMENT DATE
Chilean Peso	CITI	Buy	2,019,520,000	3,850,372	2/25/11
Chilean Peso	MSCO	Buy	1,419,160,000	2,714,226	2/25/11

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Chilean Peso	JPHQ	Buy	364,500,000	692,966	2/28/11
Chilean Peso	DBAB	Buy	1,153,220,000	2,205,431	2/28/11
Chilean Peso	MSCO	Buy	1,174,700,000	2,239,657	3/01/11
Chilean Peso	MLCO	Buy	366,300,000	698,646	3/01/11
Chilean Peso	DBAB	Buy	1,873,290,000	3,581,816	3/01/11
Japanese Yen	JPHQ	Sell	197,000,000	2,204,862	3/01/11
Japanese Yen	HSBK	Sell	196,900,000	2,205,001	3/01/11
Japanese Yen	UBSW	Sell	219,700,000	2,469,705	3/01/11
Chilean Peso	DBAB	Buy	292,600,000	560,000	3/02/11
Chilean Peso	DBAB	Buy	1,173,870,000	2,244,493	3/04/11

Unrealized appreciation (depreciation)

Net unrealized appreciation (depreciation)

(a) In U.S. dollars unless otherwise indicated.

At February 28, 2010, the Fund had the following interest rate swap contracts outstanding. See Note 1(d).

COUNTERPARTY	PAY/RECEIVE FLOATING RATE	FIXED RATE	FLOATING RATE	NOTIONAL AMOUNT (a)	EXPIRATION DATE
JPHQ	Pay	7.16%	NZD Bank Bill Rate	5,740,000 NZD	7/31/11
JPHQ	Pay	7.12%	NZD Bank Bill Rate	5,750,000 NZD	8/01/11
JPHQ	Pay	7.055%	NZD Bank Bill Rate	5,750,000 NZD	8/04/11
JPHQ	Pay	7.035%	NZD Bank Bill Rate	11,500,000 NZD	8/05/11
JPHQ	Pay	7.05%	NZD Bank Bill Rate	2,875,000 NZD	8/06/11
JPHQ	Pay	7.05%	NZD Bank Bill Rate	2,875,000 NZD	8/07/11
JPHQ	Pay	7.00%	NZD Bank Bill Rate	3,045,600 NZD	8/14/11
JPHQ	Pay	5.23%	NZD Bank Bill Rate	7,000,000 NZD	12/05/11
MLCO	Pay	9.03%	MXN Interbank Equilibrium Interest Rate	723,000,000 MXN	8/17/11
JPHQ	Pay	8.6748%	MXN Interbank Equilibrium Interest Rate	37,800,000 MXN	11/29/11
JPHQ	Pay	5.59%	NZD Bank Bill Rate	8,500,000 NZD	12/05/11
CITI	Pay	7.6973%	MXN Interbank Equilibrium Interest Rate	51,400,000 MXN	1/11/12
CITI	Pay	7.666%	MXN Interbank Equilibrium Interest Rate	67,000,000 MXN	1/12/12
CITI	Pay	7.835%	MXN Interbank Equilibrium Interest Rate	44,700,000 MXN	1/15/12
CITI	Pay	7.869%	MXN Interbank Equilibrium Interest Rate	58,100,000 MXN	1/16/12
CITI	Pay	8.00%	MXN Interbank Equilibrium Interest Rate	35,060,000 MXN	1/18/12
JPHQ	Pay	8.06%	MXN Interbank Equilibrium Interest Rate	55,780,000 MXN	1/22/12
CITI	Pay	8.07%	MXN Interbank Equilibrium Interest Rate	175,300,000 MXN	1/22/12

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, FEBRUARY 28, 2010 (UNAUDITED) (CONTINUED)

COUNTERPARTY	PAY/RECEIVE FLOATING RATE	FIXED RATE	FLOATING RATE	NOTIONAL AMOUNT (a)	EXPIRATION DATE
MLCO	Pay	9.10%	MXN Interbank Equilibrium Interest Rate	240,000,000 MXN	8/04/2
JPHQ	Pay	8.3167%	MXN Interbank Equilibrium Interest Rate	83,670,000 MXN	1/09/2
Unrealized appreciation (depreciation)					
Net unrealized appreciation (depreciation)					

(a) In U.S. dollars unless otherwise indicated.

See Abbreviations on page 36.

The accompanying notes are an integral part of these financial statements.

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Templeton Global Income Fund

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES
February 28, 2010 (unaudited)

Assets:

Investments in securities:	
Cost - Unaffiliated issuers	\$1,047,500,728
Cost - Sweep Money Fund (Note 7)	4,445,542
<hr/>	
Total cost of investments	\$1,051,946,270
<hr/>	
Value - Unaffiliated issuers	\$1,190,749,790
Value - Sweep Money Fund (Note 7)	4,445,542
<hr/>	
Total value of investments	1,195,195,332
Foreign currency, at value (cost \$3,358,867)	3,386,365
Cash	1,850,000
Receivables:	
Investment securities sold	400,858
Capital shares issued for reinvestment of distributions ..	336,498
Interest	23,873,973
Unrealized appreciation on forward exchange contracts	34,318,496
Unrealized appreciation on swap contracts	8,483,074
<hr/>	
Total assets	1,267,844,596
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Liabilities:	
Payables:	
Investment securities purchased	1,490,171
Affiliates	587,551
Due to brokers	2,330,000
Unrealized depreciation on forward exchange contracts	22,617,149
Unrealized depreciation on swap contracts	125,465
Accrued expenses and other liabilities	513,608

Total liabilities	27,663,944

Net assets, at value	\$1,240,180,652
	=====
Net assets consist of:	
Paid-in capital	\$1,088,583,526
Undistributed net investment income	18,860,567
Net unrealized appreciation (depreciation)	163,223,997
Accumulated net realized gain (loss)	(30,487,438)

Net assets, at value	\$1,240,180,652
	=====
Shares outstanding	131,405,058
	=====
Net asset value per share	\$ 9.44
	=====

The accompanying notes are an integral part of these financial statements.

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Templeton Global Income Fund

FINANCIAL STATEMENTS (CONTINUED)

STATEMENT OF OPERATIONS

for the six months ended February 28, 2010 (unaudited)

Investment income:

Interest (net of foreign taxes of \$665,431)	\$ 41,030

Expenses:

Management fees (Note 3a)	3,016
Administrative fees (Note 3b)	737
Transfer agent fees	129
Custodian fees (Note 4)	345
Reports to shareholders	57
Registration and filing fees	60
Professional fees	38
Trustees' fees and expenses	49
Other	21

Total expenses	4,456
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Expense reductions (Note 4)	(1)

Net expenses	4,454

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Net investment income	36,575
<hr/>	
Realized and unrealized gains (losses):	
Net realized gain (loss) from:	
Investments	16,660
Foreign currency transactions	(15,475)
Swap contracts	8,839
<hr/>	
Net realized gain (loss)	10,023
<hr/>	
Net change in unrealized appreciation (depreciation) on:	
Investments	40,326
Translation of other assets and liabilities denominated in foreign currencies ..	24,368
<hr/>	
Net change in unrealized appreciation (depreciation)	64,695
<hr/>	
Net realized and unrealized gain (loss)	74,718
<hr/>	
Net increase (decrease) in net assets resulting from operations	\$111,294
<hr/>	

The accompanying notes are an integral part of these financial statements.

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Templeton Global Income Fund

FINANCIAL STATEMENTS (CONTINUED)

STATEMENTS OF CHANGES IN NET ASSETS

	SIX MONTHS ENDED FEBRUARY 28, 2010 (UNAUDITED)
<hr/>	
Increase (decrease) in net assets:	
Operations:	
Net investment income	\$ 36,575,855
Net realized gain (loss) from investments, foreign currency transactions, and swap contracts	10,023,563
Net change in unrealized appreciation (depreciation) on investments and translation of other assets and liabilities denominated in foreign currencies	64,695,233
<hr/>	
Net increase (decrease) in net assets resulting from operations ...	111,294,651
<hr/>	
Distributions to shareholders from net investment income and net foreign currency gains	(33,086,794)
Capital share transactions: (Note 2)	1,690,728
<hr/>	
Net increase (decrease) in net assets	79,898,585
Net assets:	
Beginning of period	1,160,282,067
<hr/>	
End of period	\$1,240,180,652

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Undistributed net investment income included in net assets:	
End of period	\$ 18,860,567
	=====

The accompanying notes are an integral part of these financial statements.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Templeton Global Income Fund (Fund) is registered under the Investment Company Act of 1940, as amended, (1940 Act) as a closed-end investment company.

The following summarizes the Fund's significant accounting policies.

A. SECURITY VALUATION

Corporate debt securities, government securities and municipal securities generally trade in the over-the-counter market rather than on a securities exchange. The Fund may utilize independent pricing services, quotations from bond dealers, and information with respect to bond and note transactions, to assist in determining a current market value for each security. The Fund's pricing services may use valuation models or matrix pricing which considers information with respect to comparable bond and note transactions, quotations from bond dealers, or by reference to other securities that are considered comparable in such characteristics as rating, interest rate and maturity date, option adjusted spread models, prepayment projections, interest rate spreads and yield curves, to determine current value. Debt securities denominated in a foreign currency are converted into their U.S. dollar equivalent at the foreign exchange rate in effect at the close of the NYSE on the date that the values of the foreign debt securities are determined. Investments in open-end mutual funds are valued at the closing net asset value.

The Fund has procedures to determine the fair value of individual securities and other assets for which market prices are not readily available or which may not be reliably priced. Methods for valuing these securities may include: fundamental analysis based upon the underlying investment book value, anticipated future cash flows, market changes in comparable or similar securities, matrix pricing, discounts from market prices of similar securities, or discounts applied due to the nature and duration of restrictions on the disposition of the securities. Due to the inherent uncertainty of valuations of such securities, the fair values may differ significantly from the values that would have been used had a ready market for such investments existed. Occasionally, events occur between the time at which trading in a security is completed and the close of the NYSE that might call into question the availability (including the reliability) of the value of a portfolio security held by the Fund. If such an event occurs, the securities may be valued using fair value procedures, which may include the use of independent pricing services. All security valuation procedures are approved by the Fund's Board of Trustees.

B. FOREIGN CURRENCY TRANSLATION

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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 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. 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

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. FOREIGN CURRENCY TRANSLATION (CONTINUED)

occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Fund's Board of Trustees.

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 on 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. SECURITIES PURCHASED ON A DELAYED DELIVERY BASIS

The Fund may purchase securities on a delayed delivery basis, with payment and delivery scheduled for a future date. These transactions are subject to market fluctuations and are subject to the risk that the value at delivery may be more or less than the trade date purchase price. Although the Fund will generally purchase these securities with the intention of holding the securities, it may sell the securities before the settlement date. Sufficient assets have been segregated for these securities.

D. DERIVATIVE FINANCIAL INSTRUMENTS

The Fund may invest in derivative financial instruments (derivatives) 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 may 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 the potential for market movements which may expose the Fund to gains or losses in excess of the amounts shown on the Statement of

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Assets and Liabilities.

Derivatives are marked to market daily based upon quotations from market makers or the Fund's independent pricing services and the Fund's net benefit or obligation under the contract, as measured by the fair market value of the contract, is included in net assets. Realized gain and loss and unrealized appreciation and depreciation on these contracts for the period are included in the Statement of Operations.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

The Fund generally enters into forward exchange contracts in order to hedge against fluctuations in foreign exchange rates or to 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 for a specific exchange rate on a future date. Pursuant to the terms of the forward exchange contracts, cash or securities may be required to be deposited as collateral.

The Fund generally enters into interest rate swap contracts in order 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 principal amount. Over the term of the contract, contractually required payments to be paid and to be received are accrued daily and recorded as unrealized depreciation and appreciation until the payments are made, at which time they are realized. Pursuant to the terms of the interest rate swap contract, cash or securities may be required to be deposited as collateral.

At February 28, 2010, the fund holds \$6,191,787 in U.S. Treasury securities and \$2,330,000 in cash collateral for derivatives. Unrestricted cash received may be invested according to the Fund's investment objectives.

See Note 10 regarding other derivative information.

E. INCOME TAXES

No provision has been made for U.S. income taxes because it is the Fund's policy to qualify as a regulated investment company under the Internal Revenue Code and to distribute to shareholders substantially all of its taxable income and net realized gains.

The Fund has reviewed the tax positions, taken on federal income tax returns, for each of the three open tax years as of February 28, 2010, and has determined that no provision for income tax is required in the Fund's financial statements.

Foreign securities held by the Fund may be subject to foreign taxation on interest income received. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Fund invests.

F. SECURITY TRANSACTIONS, INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS

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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. Distributions to shareholders are recorded on the ex-dividend date and are determined according to income tax regulations (tax basis). Distributable earnings determined on a tax basis may differ from earnings recorded in accordance with accounting principles generally accepted in the United States of America. These differences may be permanent or temporary.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. SECURITY TRANSACTIONS, INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS (CONTINUED)

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.

Inflation-indexed bonds provide an inflation hedge through periodic increases or decreases in the security's interest accruals and principal redemption value, by amounts corresponding to the current rate of inflation. Any such adjustments, including adjustments to principal redemption value, are recorded as interest income.

G. ACCOUNTING ESTIMATES

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

2. SHARES OF BENEFICIAL INTEREST

At February 28, 2010, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares were as follows:

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	SIX MONTHS ENDED FEBRUARY 28, 2010		YEAR ENDED AUGUST 31, 2009	
	SHARES	AMOUNT	SHARES	AMOUNT
Shares issued in reinvestment of distributions	182,179	\$1,690,728	78,530	\$683,052

The Fund's Board of Trustees previously authorized an open-market share repurchase program pursuant to which the Fund may purchase, from time to time, Fund shares in open-market transactions, at the discretion of management. This authorization remains in effect. Through February 28, 2010, the Fund had repurchased a total of 11,210,400 shares. During the periods ended February 28, 2010 and August 31, 2009, there were no shares repurchased.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

3. TRANSACTIONS WITH AFFILIATES

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton Investments. 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

A. MANAGEMENT FEES

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

ANNUALIZED FEE RATE	NET ASSETS
0.550%	Up to and including \$200 million
0.500%	Over \$200 million, up to and including \$1 billion
0.480%	Over \$1 billion, up to and including \$5 billion
0.460%	Over \$5 billion, up to and including \$10 billion
0.440%	Over \$10 billion, up to and including \$15 billion
0.420%	Over \$15 billion, up to and including \$20 billion
0.400%	In excess of \$20 billion

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B. ADMINISTRATIVE FEES

The Funds pays an administrative fee to FT Services based on the Fund's average daily net assets as follows:

ANNUALIZED FEE RATE	NET ASSETS
0.150%	Up to and including \$200 million
0.135%	Over \$200 million, up to and including \$700 million
0.100%	In excess of \$700 million

4. EXPENSE OFFSET ARRANGEMENT

The Fund has 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 period ended February 28, 2010, the custodian fees were reduced as noted in the Statement of Operations.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

5. INCOME TAXES

For tax purposes, capital losses may be carried over to offset future capital gains, if any. At August 31, 2009, the capital loss carryforwards were as follows:

Capital loss carryforwards expiring in:

2010 ...	\$17,156,631
2011 ...	4,209,282
2017 ...	1,836,347
	\$23,202,260
	=====

For tax purposes, realized capital losses and realized currency losses occurring subsequent to October 31, may be deferred and treated as occurring on the first day of the following fiscal year. At August 31, 2009, the Fund deferred realized capital losses and realized currency losses of \$275,661 and \$10,734,746, respectively.

At February 28, 2010, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments.....	\$1,058,978,922
	=====

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Unrealized appreciation.....	\$ 147,447,867
Unrealized depreciation.....	(11,231,457)

Net unrealized appreciation (depreciation)...	\$ 136,216,410
	=====

Net investment income differs for financial statement and tax purposes primarily due to differing treatments of foreign currency transactions, bond discounts and premiums, swaps, tax straddles and inflation related adjustments on foreign securities.

Net realized gains (losses) differ for financial statement and tax purposes primarily due to differing treatments of wash sales, foreign currency transactions, bond discounts and premiums, swaps and tax straddles.

6. INVESTMENT TRANSACTIONS

Purchases and sales of investments (excluding short term securities) for the period ended February 28, 2010, aggregated \$137,608,479 and \$144,362,667, respectively.

7. INVESTMENTS IN INSTITUTIONAL FIDUCIARY TRUST MONEY MARKET PORTFOLIO

The Fund may invest in the Institutional Fiduciary Trust Money Market Portfolio (Sweep Money Fund), an open-end investment company managed by Advisers. Pursuant to a SEC exemptive order specific to the Fund's investment in the Sweep Money Fund, management fees paid by the Fund are reduced on assets invested in the Sweep Money Fund, in an amount not to exceed the management and administrative fees paid by the Sweep Money Fund.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

8. CREDIT RISK

At February 28, 2010, the Fund had 18.86% of its portfolio invested in high yield or other securities rated below investment grade. 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.

9. 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 and regional economic, political and social conditions, which may result in greater market volatility. In addition, certain foreign securities may not be as liquid as U.S. securities.

10. OTHER DERIVATIVE INFORMATION

At February 28, 2010, the Fund has invested in derivative contracts which are reflected on the Statement of Assets and Liabilities as follows:

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DERIVATIVE CONTRACTS NOT ACCOUNTED FOR AS HEDGING INSTRUMENTS	ASSET DERIVATIVES		LIABILITY DERIVATIVES	
	STATEMENT OF ASSETS AND LIABILITIES LOCATION	FAIR VALUE AMOUNT	STATEMENT OF ASSETS AND LIABILITIES LOCATION	FAIR VALUE AMOUNT
Interest rate contracts	Unrealized appreciation on swap contracts	\$ 8,483,074	Unrealized depreciation on swap contracts	
Foreign exchange contracts ..	Unrealized appreciation on forward exchange contracts	34,318,496	Unrealized depreciation on forward exchange contracts	

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

10. OTHER DERIVATIVE INFORMATION (CONTINUED)

For the period ended February 28, 2010, the effect of derivative contracts on the Fund's Statement of Operations was as follows:

DERIVATIVE CONTRACTS NOT ACCOUNTED FOR AS HEDGING INSTRUMENTS	STATEMENT OF OPERATIONS LOCATIONS	REALIZED GAIN (LOSS) FOR THE PERIOD	CHANGE IN UNREALIZED APPRECIATION (DEPRECIATION) FOR THE PERIOD
Interest rate contracts	Net realized gain (loss) from swap contracts / Net change in unrealized appreciation (depreciation) on investments	\$ 8,839,144	\$ (2,457,144)
Foreign exchange contracts	Net realized gain (loss) from foreign currency transactions / Net change in unrealized appreciation (depreciation) on translation of other assets and liabilities denominated in foreign currencies	(10,560,771)	25,138,771

(a) Represents the average notional amount outstanding during the period. For derivative contracts denominated in foreign currencies, notional amounts are converted to U.S. dollars.

See Note 1(d) regarding derivative financial instruments.

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

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assumptions (unobservable inputs). These inputs are used in determining the value of the Fund's investments and are summarized in the following fair value hierarchy:

- Level 1 - quoted prices in active markets for identical securities
- Level 2 - other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speed, credit risk, etc.)
- Level 3 - significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not an indication of the risk associated with investing in those securities.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

11. FAIR VALUE MEASUREMENTS (CONTINUED)

The following is a summary of the inputs used as of February 28, 2010, in valuing the Fund's assets and liabilities carried at fair value:

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
ASSETS:				
Investments in Securities:				
Bonds	\$ --	\$1,122,177,587	\$--	\$1,122,177,587
Municipal Bonds	--	45,137,930	--	45,137,930
Short Term Investments	4,445,542	23,434,273	--	27,879,815
	-----	-----	---	-----
Total Investments in Securities	\$4,445,542	\$1,190,749,790	\$--	\$1,195,195,332
	=====	=====	===	=====
Swaps	--	8,483,074	--	8,483,074
Forward Exchange Contracts ...	--	34,318,496	--	34,318,496
LIABILITIES:				
Swaps	--	125,465	--	125,465
Forward Exchange Contracts	--	22,617,149	--	22,617,149

12. NEW ACCOUNTING PRONOUNCEMENTS

In January 2010, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2010-6, FAIR VALUE MEASUREMENTS AND DISCLOSURES (TOPIC 820): IMPROVING DISCLOSURES ABOUT FAIR VALUE MEASUREMENTS, which enhances and clarifies existing fair value measurement disclosure requirements and is effective for interim and annual periods beginning after December 15, 2009. The Fund is currently evaluating the impact, if any, of applying this provision.

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In March 2010, the FASB issued ASU No. 2010-11, DERIVATIVES AND HEDGING (TOPIC 815): SCOPE EXCEPTION RELATED TO EMBEDDED CREDIT DERIVATIVES, which clarifies existing derivatives and hedging disclosure requirements and is effective for fiscal quarters beginning after June 15, 2010. The Fund is currently evaluating the impact, if any, of applying this provision.

13. 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.

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Templeton Global Income Fund

NOTES TO FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

ABBREVIATIONS

CURRENCY

AUD - Australian Dollar
BRL - Brazilian Real
EGP - Egyptian Pound
EUR - Euro
JPY - Japanese Yen
IDR - Indonesian Rupiah
ILS - New Israeli Shekel
KRW - South Korean Won
LKR - Sri Lankan Rupee
MXN - Mexican Peso
NOK - Norwegian Krone
NZD - New Zealand Dollar
PEN - Peruvian Nuevo Sol
PLN - Polish Zloty
SEK - Swedish Krona

SELECTED PORTFOLIO

AMBAC - American Municipal Bond Assurance Corp.
BHAC - Berkshire Hathaway Assurance Corp.
FRN - Floating Rate Note
FSA - Financial Security Assurance Inc.
GO - General Obligation
ID - Improvement District
ISD - Independent School District
MTA - Metropolitan Transit Authority
USD - Unified/Union School District

COUNTERPARTY

BOFA - Bank of America N.A.
BZWS - Barclays Bank PLC
CITI - Citibank N.A.
DBAB - Deutsche Bank AG
FBCO - Credit Suisse International
HSBC - HSBC Bank USA
HSBK - HSBC Bank PLC
JPHQ - JPMorgan Chase Bank, N.A.

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MLCO - Merrill Lynch Capital Services, Inc.
 MSCO - Morgan Stanley and Co., Inc.
 UBSW - UBS AG

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Templeton Global Income Fund

ANNUAL MEETING OF SHAREHOLDERS, FEBRUARY 26, 2010

The Annual Meeting of Shareholders of the Fund was held at the Fund's offices, 500 E. Broward Boulevard, Fort Lauderdale, Florida, on February 26, 2010. The purpose of the meeting was to elect five Trustees of the Fund and to ratify the selection of PricewaterhouseCoopers LLP as the independent registered public accounting firm of the Fund for the fiscal year ending August 31, 2010. At the meeting, the following persons were elected by the shareholders to serve as Trustees of the Fund: Frank J. Crothers, Larry D. Thompson, Charles B. Johnson, Gregory E. Johnson and J. Michael Luttig.* Shareholders also ratified the selection of PricewaterhouseCoopers LLP as the independent registered public accounting firm for the Fund for the fiscal year ending August 31, 2010. No other business was transacted at the meeting.

The results of the voting at the Annual Meeting are as follows:

1. The election of five Trustees:

	FOR	% OF OUTSTANDING SHARES	% OF PRESENT AND VOTING	WITHHELD	% OF OUTSTANDING SHARES	% PRES AN VOT
	-----	-----	-----	-----	-----	-----
TERM EXPIRING 2013						
Frank J. Crothers	115,441,986	87.92%	97.73%	2,676,835	2.04%	2.2
Larry D. Thompson	115,482,650	87.96%	97.77%	2,636,171	2.01%	2.2
Charles B. Johnson	114,845,143	87.47%	97.23%	3,273,678	2.49%	2.7
Gregory E. Johnson	115,118,562	87.68%	97.46%	3,000,259	2.29%	2.5
Term Expiring 2011						
J. Michael Luttig	115,520,119	87.98%	97.80%	2,598,702	1.98%	2.2

2. The ratification of the selection of PricewaterhouseCoopers LLP as the independent registered public accounting firm of the Fund for the fiscal year ending August 31, 2010:

	SHARES VOTED	% OF OUTSTANDING SHARES	% OF VOTED SHARES
	-----	-----	-----
For.....	115,917,746	88.29%	98.14%
Against.....	1,091,817	0.83%	0.92%
Abstain.....	1,109,257	0.84%	0.94%
	-----	-----	-----
Total.....	118,118,820	89.96%	100.00%

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* Harris J. Ashton, Ann Torre Bates, David W. Niemiec, Robert E. Wade, Edith E. Holiday, Frank A. Olson and Constantine D. Tseretopoulos are Trustees of the Fund who are currently serving and whose terms of office continued after the Annual Meeting of Shareholders.

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Templeton Global Income Fund

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN

The Fund offers a Dividend Reinvestment and Cash Purchase Plan (the "Plan") with the following features:

Shareholders must affirmatively elect to participate in the Plan. If you decide to use this service, share dividends and capital gains distributions will be reinvested automatically in shares of the Fund for your account. BNY Mellon Shareowner Services, P.O. Box 358015, Pittsburgh, PA, 15252-8015, will provide additional Plan information upon request.

Whenever the Fund declares dividends in either cash or shares of the Fund, if the market price is equal to or exceeds net asset value at the valuation date, the participant will receive the dividends entirely in new shares at a price equal to the net asset value, but not less than 95% of the then current market price of the Fund's shares. If the market price is lower than net asset value or if dividends and/or capital gains distributions are payable only in cash, the participant will receive shares purchased on the New York Stock Exchange or otherwise on the open market.

A participant has the option of submitting additional cash payments to the Plan Administrator, in any amounts of at least \$100, up to a maximum of \$5,000 per month, for the purchase of Fund shares for his or her account. These payments can be made by check or money order payable to The Bank of New York Mellon (the "Plan Administrator") and sent to BNY Mellon Shareowner Services, P.O. Box 382009, Pittsburgh, PA, 15252-8009, Attention: Templeton Global Income Fund. The Plan Administrator will apply such payments (less a \$5.00 service charge and less a pro rata share of trading fees) to purchases of Fund shares on the open market.

The automatic reinvestment of dividends and/or capital gains does not relieve the participant of any income tax that may be payable on dividends or distributions.

Whenever shares are purchased on the New York Stock Exchange or otherwise on the open market, each participant will pay a pro rata portion of trading fees. Trading fees will be deducted from amounts to be invested. The Plan Administrator's fee for a sale of shares through the Plan is \$15.00 per transaction plus a \$0.12 per share trading fee.

A participant may withdraw from the Plan without penalty at any time by written notice to the Plan Administrator sent to BNY Mellon Shareowner Services, P. O. Box 358015, Pittsburgh, PA, 15252-8015. Upon withdrawal, the participant will receive, without charge, share certificates issued in the participant's name for all full shares held by the Plan Administrator; or, if the participant wishes, the Plan Administrator will sell the shares and send the proceeds to the participant, less a service charge of \$15.00 and less trading fees of \$0.12 per share. The Plan Administrator will convert any fractional shares held at the

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time of withdrawal to cash at current market price and send a check to the participant for the net proceeds.

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Templeton Global Income Fund

DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN (CONTINUED)

DIRECT DEPOSIT SERVICE FOR REGISTERED SHAREHOLDERS

Cash distributions can now be electronically credited to a checking or savings account at any financial institution that participates in the Automated Clearing House ("ACH") system. The Direct Deposit service is provided for registered shareholders at no charge. To enroll in the service, access your account online by going to <http://vault.bnymellon.com/isd> or dial 1-800-416-5585 (toll free) and follow the instructions. Direct Deposit will begin with the next scheduled distribution payment date following enrollment in the service.

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Templeton Global Income Fund

TRANSFER AGENT

BNY Mellon Shareowner Services
P.O. Box 358015
Pittsburgh, PA 15252-8015
1-800-416-5585
www.bnymellon.com

DIRECT REGISTRATION

If you are a registered shareholder of the Fund, purchases of shares of the Fund can be electronically credited to your Fund account at BNY Mellon Shareowner Services through Direct Registration. This service provides shareholders with a convenient way to keep track of shares through book-entry transactions, electronically move book-entry shares between broker-dealers, transfer agents and DRS eligible issuers, and eliminate the possibility of lost certificates. For additional information, please contact BNY Mellon Shareowner Services at 1-800-416-5585.

SHAREHOLDER INFORMATION

Shares of Templeton Global Income Fund are traded on the New York Stock Exchange under the symbol "GIM." Information about the net asset value and the market price is published each Monday in the WALL STREET JOURNAL, weekly in BARRON'S and each Saturday in THE NEW YORK TIMES and other newspapers. Daily market prices for the Fund's shares are published in the "New York Stock Exchange Composite Transactions" section of newspapers.

For current information about distributions and shareholder accounts, call 1-800-416-5585. Registered shareholders can access their Fund account on-line with INVESTOR SERVICEDIRECT(R). For information go to BNY Mellon Shareowner Services' web site at <https://vault.bnymellon.com/isd> and follow the instructions.

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The daily closing net asset value as of the previous business day may be obtained when available by calling Franklin Templeton Fund Information after 7 a.m. Pacific time any business day at 1-800/DIAL BEN(R) (1-800/342-5236). The Fund's net asset value and dividends are also listed on the NASDAQ Stock Market, Inc.'s Mutual Fund Quotation Service ("NASDAQ MFQS").

Shareholders not receiving copies of reports to shareholders because their shares are registered in the name of a broker or a custodian can request that they be added to the Fund's mailing list by writing Templeton Global Income Fund, 100 Fountain Parkway, P.O. Box 33030, St. Petersburg, FL 33733-8030.

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Templeton Global Income Fund

SHAREHOLDER INFORMATION

PROXY VOTING POLICIES AND PROCEDURES

The Fund's investment manager has established Proxy Voting Policies and Procedures (Policies) that the Fund uses to determine how to vote proxies relating to portfolio securities. Shareholders may view the Fund'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, 500 East Broward Boulevard, Suite 1500, Fort Lauderdale, FL 33394, Attention: Proxy Group. Copies of the Fund'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 STATEMENT OF INVESTMENTS

The Fund files a complete statement of investments with the U.S. Securities and Exchange Commission for the first and third quarters for each fiscal year on Form N-Q. Shareholders may view the filed Form N-Q 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.

CERTIFICATIONS

The Fund's Chief Executive Officer - Finance and Administration is required by the New York Stock Exchange's Listing Standards to file annually with the Exchange a certification that she is not aware of any violation by the Fund of the Exchange's Corporate Governance Standards applicable to the Fund. The Fund has filed such certification.

In addition, the Fund's Chief Executive Officer - Finance and Administration and Chief Financial Officer and Chief Accounting Officer are required by the rules of the U.S. Securities and Exchange Commission to provide certain certifications with respect to the Fund's Form N-CSR and Form N-CSRS (which include the Fund's annual and semiannual reports to shareholders) that are filed annually with the Commission. The Fund has filed such certifications with its Form N-CSR for the year ended August 31, 2009. Additionally, the Fund expects to file, on or about April 30, 2010, such certifications with its Form N-CSRS for the six months ended February 28, 2010.

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Franklin Templeton Funds

LITERATURE REQUEST. TO RECEIVE A PROSPECTUS, PLEASE CALL US AT (800) DIAL BEN/(800) 342-5236 OR VISIT franklintempleton.com. INVESTORS SHOULD CAREFULLY CONSIDER A FUND'S INVESTMENT GOALS, RISKS, CHARGES AND EXPENSES BEFORE INVESTING. THE PROSPECTUS CONTAINS THIS AND OTHER INFORMATION. PLEASE CAREFULLY READ THE PROSPECTUS BEFORE INVESTING. TO ENSURE THE HIGHEST QUALITY OF SERVICE, WE MAY MONITOR, RECORD AND ACCESS TELEPHONE CALLS TO OR FROM OUR SERVICE DEPARTMENTS. THESE CALLS CAN BE IDENTIFIED BY THE PRESENCE OF A REGULAR BEEPING TONE.

VALUE

Franklin All Cap Value Fund
Franklin Balance Sheet Investment Fund
Franklin Large Cap Value Fund
Franklin MicroCap Value Fund(1)
Franklin MidCap Value Fund
Franklin Small Cap Value Fund
Mutual Beacon Fund
Mutual Quest Fund(2)
Mutual Recovery Fund(3)
Mutual Shares Fund

BLEND

Franklin Focused Core Equity Fund
Franklin Large Cap Equity Fund
Franklin Rising Dividends Fund

GROWTH

Franklin DynaTech Fund
Franklin Flex Cap Growth Fund
Franklin Growth Fund
Franklin Growth Opportunities Fund
Franklin Small Cap Growth Fund
Franklin Small-Mid Cap Growth Fund

SECTOR

Franklin Biotechnology Discovery Fund
Franklin Global Real Estate Fund
Franklin Gold & Precious Metals Fund
Franklin Natural Resources Fund
Franklin Real Estate Securities Fund
Franklin Utilities Fund
Mutual Financial Services Fund

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GLOBAL

Mutual Global Discovery Fund(4)
Templeton Global Long-Short Fund(5)
Templeton Global Opportunities Trust
Templeton Global Smaller Companies Fund
Templeton Growth Fund
Templeton World Fund

INTERNATIONAL

Franklin India Growth Fund
Franklin International Growth Fund
Franklin International Small Cap Growth Fund
Mutual European Fund
Mutual International Fund
Templeton BRIC Fund
Templeton China World Fund
Templeton Developing Markets Trust
Templeton Emerging Markets Small Cap Fund
Templeton Foreign Fund
Templeton Foreign Smaller Companies Fund
Templeton Frontier Markets Fund

HYBRID

Franklin Balanced Fund
Franklin Convertible Securities Fund
Franklin Equity Income Fund
Franklin Income Fund
Templeton Income Fund

ASSET ALLOCATION

Franklin Templeton Corefolio(R) Allocation Fund
Franklin Templeton Founding Funds Allocation Fund
Franklin Templeton Perspectives Allocation Fund
Franklin Templeton Conservative Target Fund
Franklin Templeton Growth Target Fund
Franklin Templeton Moderate Target Fund
Franklin Templeton 2015 Retirement Target Fund
Franklin Templeton 2025 Retirement Target Fund
Franklin Templeton 2035 Retirement Target Fund
Franklin Templeton 2045 Retirement Target Fund

FIXED INCOME

Franklin Adjustable U.S. Government Securities Fund(6)
Franklin Floating Rate Daily Access Fund
Franklin High Income Fund
Franklin Limited Maturity U.S. Government Securities Fund(6)
Franklin Low Duration Total Return Fund
Franklin Real Return Fund
Franklin Strategic Income Fund
Franklin Strategic Mortgage Portfolio
Franklin Templeton Hard Currency Fund
Franklin Total Return Fund
Franklin U.S. Government Securities Fund(6)
Templeton Global Bond Fund
Templeton Global Total Return Fund
Templeton International Bond Fund

TAX-FREE INCOME (7)

NATIONAL

Double Tax-Free Income Fund
Federal Tax-Free Income Fund

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High Yield Tax-Free Income Fund
Insured Tax-Free Income Fund(8)

LIMITED-/INTERMEDIATE-TERM

California Intermediate-Term Tax-Free Income Fund
Federal Intermediate-Term Tax-Free Income Fund
Federal Limited-Term Tax-Free Income Fund
New York Intermediate-Term Tax-Free Income Fund

STATE-SPECIFIC

Alabama
Arizona
California(9)
Colorado
Connecticut
Florida
Georgia
Kentucky
Louisiana
Maryland
Massachusetts(10)
Michigan(10)
Minnesota(10)
Missouri
New Jersey
New York(9)
North Carolina
Ohio(10)
Oregon
Pennsylvania
Tennessee
Virginia

INSURANCE FUNDS

Franklin Templeton Variable Insurance Products Trust(11)

- (1.) The fund is closed to new investors. Existing shareholders and select retirement plans can continue adding to their accounts.
- (2.) Effective 5/1/09, Mutual Qualified Fund changed its name to Mutual Quest Fund. The fund's investment goal and strategy remained unchanged.
- (3.) The fund is a continuously offered, closed-end fund. Shares may be purchased daily; there is no daily redemption. However, each quarter, pending board approval, the fund will authorize the repurchase of 5%-25% of the outstanding number of shares. Investors may tender all or a portion of their shares during the tender period.
- (4.) Effective 5/1/09, Mutual Discovery Fund changed its name to Mutual Global Discovery Fund. The fund's investment goal and strategy remained unchanged.
- (5.) Effective 12/18/09, this fund is closed to new investors, pending a proposal to merge the fund into Templeton World Fund. Existing shareholders may continue to make additional investments until shortly before the completion of the transaction, expected in April 2010.
- (6.) An investment in the fund is neither insured nor guaranteed by the U.S. government or by any other entity or institution.
- (7.) For investors subject to the alternative minimum tax, a small portion of

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fund dividends may be taxable. Distributions of capital gains are generally taxable.

- (8.) The fund invests primarily in insured municipal securities.
- (9.) These funds are available in three or more variations, including long-term portfolios, intermediate-term portfolios, portfolios of insured securities, a high-yield portfolio (CA only) and a money market portfolio (CA only).
- (10.) The Board of Trustees approved the elimination of the non-fundamental policy requiring the fund to invest at least 80% of net assets in insured municipal securities and the removal of the word "Insured" from the fund name. The changes became effective 2/15/09.
- (11.) The funds of the Franklin Templeton Variable Insurance Products Trust are generally available only through insurance company variable contracts.

02/10

Not part of the semiannual report

(FRANKLIN TEMPLETON INVESTMENTS (R) LOGO) 100 Fountain Parkway
P.O. Box 33030
St. Petersburg, FL 33733-8030

SEMIANNUAL REPORT

TEMPLETON GLOBAL INCOME FUND

INVESTMENT MANAGER
Franklin Advisers, Inc.

TRANSFER AGENT
BNY Mellon Shareowner Services
P.O. Box 358015
Pittsburgh, PA 15252-8015
Toll free number: (800) 416-5585
Hearing Impaired phone number: (800) 231-5469
Foreign Shareholders phone number: (201) 680-6578
www.melloninvestor.com/isd

FUND INFORMATION
(800) 342-5236

Investors should be aware that the value of investments made for the Fund may go down as well as up. Like any investment in securities, the value of the Fund's portfolio will be subject to the risk of loss from market, currency, economic, political and other factors. The Fund and its investors are not protected from such losses by the investment manager. Therefore, investors who cannot accept this risk should not invest in shares of the Fund.

To ensure the highest quality of service, telephone calls to or from our service departments may be monitored, recorded and accessed. These calls can be identified by the presence of a regular beeping tone.

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ITEM 2. CODE OF ETHICS.

- (a) The Registrant has adopted a code of ethics that applies to its principal

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executive officers and principal financial and accounting officer.

(c) N/A

(d) N/A

(f) Pursuant to Item 12(a)(1), the Registrant is attaching as an exhibit a copy of its code of ethics that applies to its principal executive officers and principal financial and accounting officer.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

(a)(1) The Registrant has an audit committee financial expert serving on its audit committee.

(2) The audit committee financial expert is David W. Niemiec and he is "independent" as defined under the relevant Securities and Exchange Commission Rules and Releases.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES. N/A

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS

Members of the Audit Committee are: Frank J. Crothers, David W. Niemiec, Ann Torre Bates and Constantine D. Tseretopoulos.

ITEM 6. SCHEDULE OF INVESTMENTS. N/A

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

The board of trustees of the Fund has delegated the authority to vote proxies related to the portfolio securities held by the Fund to the Fund's manager Franklin Advisers, Inc. in accordance with the Proxy Voting Policies and Procedures (Policies) adopted by the manager.

The manager has delegated its administrative duties with respect to the voting of proxies to the Proxy Group within Franklin Templeton Companies, LLC (Proxy Group), an affiliate and wholly owned subsidiary of Franklin Resources, Inc. All proxies received by the Proxy Group will be voted based upon the manager's instructions and/or policies.

To assist it in analyzing proxies, the manager subscribes to RiskMetrics Group (RiskMetrics), an unaffiliated third-party corporate governance research service that provides in-depth analyses of shareholder meeting agendas, vote recommendations, recordkeeping and vote disclosure services. In addition, the manager subscribes to Glass, Lewis & Co., LLC (Glass Lewis), an unaffiliated third-party analytical research firm, to receive analyses and vote recommendations on the shareholder meetings of publicly held U.S. companies. Although RiskMetrics' and/or Glass Lewis' analyses are thoroughly reviewed and considered in making a final voting decision, the manager does not consider recommendations from RiskMetrics, Glass Lewis or any other third party to be determinative of the manager's ultimate decision. As a matter of policy, the officers, directors/trustees and employees of the manager and the Proxy Group will not be influenced by outside sources whose interests conflict with the interests of the Fund and its shareholders. Efforts are made to resolve all conflicts in the interests of the manager's clients. Material conflicts of interest are identified by the Proxy Group based upon analyses of client, distributor, broker dealer and vendor lists, information periodically gathered from directors and officers, and information derived from other sources, including public filings. In situations where a material conflict of interest is

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identified, the Proxy Group may defer to the voting recommendation of RiskMetrics, Glass Lewis or those of another independent third-party provider of proxy services; or send the proxy directly to the Fund with the manager's recommendation regarding the vote for approval. If the conflict is not resolved by the Fund, the Proxy Group may refer the matter, along with the recommended course of action by the manager, if any, to an interdepartmental Proxy Review Committee (which may include portfolio managers and/or research analysts employed by the manager), for evaluation and voting instructions. The Proxy Review Committee may defer to the voting recommendation of RiskMetrics, Glass Lewis or those of another independent third-party provider of proxy services; or send the proxy directly to the Fund. Where the Proxy Group or the Proxy Review Committee refers a matter to the Fund, it may rely upon the instructions of a representative of the Fund, such as the board or a committee of the board.

Where a material conflict of interest has been identified, but the items on which the manager's vote recommendations differ from Glass Lewis, RiskMetrics, or another independent third-party provider of proxy services relate specifically to (1) shareholder proposals regarding social or environmental issues or political contributions, (2) "Other Business" without describing the matters that might be considered, or (3) items the manager wishes to vote in opposition to the recommendations of an issuer's management, the Proxy Group may defer to the vote recommendations of the manager rather than sending the proxy directly to the Fund for approval.

To avoid certain potential conflicts of interest, the manager will employ echo voting, if possible, in the following instances: (1) when the Fund invests in an underlying fund in reliance on any one of Sections 12(d)(1)(E), (F), or (G) of the 1940 Act, or pursuant to an SEC exemptive order; (2) when the Fund invests uninvested cash in affiliated money market funds pursuant to an SEC exemptive order ("cash sweep arrangement"); or (3) when required pursuant to the Fund's governing documents or applicable law. Echo voting means that the investment manager will vote the shares in the same proportion as the vote of all of the other holders of the Fund's shares.

The recommendation of management on any issue is a factor that the manager considers in determining how proxies should be voted. However, the manager does not consider recommendations from management to be determinative of the manager's ultimate decision. As a matter of practice, the votes with respect to most issues are cast in accordance with the position of the company's management. Each issue, however, is considered on its own merits, and the manager will not support the position of the company's management in any situation where it deems that the ratification of management's position would adversely affect the investment merits of owning that company's shares.

MANAGER'S PROXY VOTING POLICIES AND PRINCIPLES The manager has adopted general proxy voting guidelines, which are summarized below. These guidelines are not an exhaustive list of all the issues that may arise and the manager cannot anticipate all future situations. In all cases, each proxy will be considered based on the relevant facts and circumstances.

BOARD OF DIRECTORS. The manager supports an independent board of directors, and prefers that key committees such as audit, nominating, and compensation committees be comprised of independent directors. The manager will generally vote against management efforts to classify a board and will generally support proposals to declassify the board of directors. The manager may withhold votes from directors who have attended less than 75% of meetings without a valid reason. While generally in favor of separating Chairman and CEO positions, the manager will review this issue as well as proposals to restore or provide for cumulative voting on a case-by-case basis, taking into consideration factors such as the company's corporate governance guidelines or provisions and performance.

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RATIFICATION OF AUDITORS OF PORTFOLIO COMPANIES. The manager will closely scrutinize the role and performance of auditors. On a case-by-case basis, the manager will examine proposals relating to non-audit relationships and non-audit fees. The manager will also consider, on a case-by-case basis, proposals to rotate auditors, and will vote against the ratification of auditors when there is clear and compelling evidence of accounting irregularities or negligence.

MANAGEMENT AND DIRECTOR COMPENSATION. A company's equity-based compensation plan should be in alignment with the shareholders' long-term interests. The manager believes that executive compensation should be directly linked to the performance of the company. The manager evaluates plans on a case-by-case basis by considering several factors to determine whether the plan is fair and reasonable, including the RiskMetrics quantitative model utilized to assess such plans and/or the Glass Lewis evaluation of the plans. The manager will generally oppose plans that have the potential to be excessively dilutive, and will almost always oppose plans that are structured to allow the repricing of underwater options, or plans that have an automatic share replenishment "evergreen" feature. The manager will generally support employee stock option plans in which the purchase price is at least 85% of fair market value, and when potential dilution is 10% or less.

Severance compensation arrangements will be reviewed on a case-by-case basis, although the manager will generally oppose "golden parachutes" that are considered to be excessive. The manager will normally support proposals that require a percentage of directors' compensation to be in the form of common stock, as it aligns their interests with those of shareholders.

ANTI-TAKEOVER MECHANISMS AND RELATED ISSUES. The manager generally opposes anti-takeover measures since they tend to reduce shareholder rights. However, as with all proxy issues, the manager conducts an independent review of each anti-takeover proposal. On occasion, the manager may vote with management when the research analyst has concluded that the proposal is not onerous and would not harm the Fund or its shareholders' interests. The manager generally supports proposals that require shareholder rights' plans ("poison pills") to be subject to a shareholder vote and will closely evaluate such plans on a case-by-case basis to determine whether or not they warrant support. In addition, the manager will generally vote against any proposal to issue stock that has unequal or subordinate voting rights. The manager generally opposes any supermajority voting requirements as well as the payment of "greenmail." The manager generally supports "fair price" provisions and confidential voting.

CHANGES TO CAPITAL STRUCTURE. The manager realizes that a company's financing decisions have a significant impact on its shareholders, particularly when they involve the issuance of additional shares of common or preferred stock or the assumption of additional debt. The manager will review, on a case-by-case basis, proposals by companies to increase authorized shares and the purpose for the increase. The manager will generally not vote in favor of dual-class capital structures to increase the number of authorized shares where that class of stock would have superior voting rights. The manager will generally vote in favor of the issuance of preferred stock in cases where the company specifies the voting, dividend, conversion and other rights of such stock and the terms of the preferred stock issuance are deemed reasonable.

MERGERS AND CORPORATE RESTRUCTURING. Mergers and acquisitions will be subject to careful review by the research analyst to determine whether they would be beneficial to shareholders. The manager will analyze various economic and strategic factors in making the final decision on a merger or acquisition. Corporate restructuring proposals are also subject to a thorough examination on a case-by-case basis.

SOCIAL AND CORPORATE POLICY ISSUES. The manager will generally give management discretion with regard to social, environmental and ethical issues, although the

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manager may vote in favor of those that are believed to have significant economic benefits or implications for the Fund and its shareholders.

GLOBAL CORPORATE GOVERNANCE. Many of the tenets discussed above are applied to the manager's proxy voting decisions for international investments. However, the manager must be flexible in these instances and must be mindful of the varied market practices of each region.

The manager will attempt to process every proxy it receives for all domestic and foreign issuers. However, there may be situations in which the manager cannot process proxies, for example, where a meeting notice was received too late, or sell orders preclude the ability to vote. If a security is on loan, the manager may determine that it is not in the best interests of the Fund to recall the security for voting purposes. Also, the manager may abstain from voting under certain circumstances or vote against items such as "Other Business" when the manager is not given adequate information from the company.

Shareholders may view the 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, 500 East Broward Boulevard, Suite 1500, Fort Lauderdale, FL 33394, Attention: Proxy Group. Copies of the Fund's proxy voting records are available online at franklintempleton.com and posted on the SEC website at www.sec.gov. The proxy voting records are updated each year by August 31 to reflect the most recent 12-month period ended June 30.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES. N/A

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS. N/A

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

There have been no changes to the procedures by which shareholders may recommend nominees to the Registrant's Board of Trustees that would require disclosure herein.

ITEM 11. CONTROLS AND PROCEDURES.

(A) EVALUATION OF DISCLOSURE CONTROLS AND PROCEDURES. The Registrant maintains disclosure controls and procedures that are designed to ensure that information required to be disclosed in the Registrant's filings under the Securities Exchange Act of 1934 and the Investment Company Act of 1940 is recorded, processed, summarized and reported within the periods specified in the rules and forms of the Securities and Exchange Commission. Such information is accumulated and communicated to the Registrant's management, including its principal executive officer and principal financial officer, as appropriate, to allow timely decisions regarding required disclosure. The Registrant's management, including the principal executive officer and the principal financial officer, recognizes that any set of controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives.

Within 90 days prior to the filing date of this Shareholder Report on Form N-CSR, the Registrant had carried out an evaluation, under the supervision and with the participation of the Registrant's management, including the Registrant's principal executive officer and the Registrant's principal financial officer, of the effectiveness of the design and operation of the Registrant's disclosure controls and procedures. Based on such evaluation, the Registrant's principal executive officer and principal financial officer concluded that the Registrant's disclosure controls and procedures are

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effective.

(B) CHANGES IN INTERNAL CONTROLS. There have been no significant changes in the Registrant's internal controls or in other factors that could significantly affect the internal controls subsequent to the date of their evaluation in connection with the preparation of this Shareholder Report on Form N-CSR.

ITEM 12. EXHIBITS.

(a) (1) Code of Ethics

(a) (2) Certifications pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 of Laura F. Fergerson, Chief Executive Officer - Finance and Administration, and Mark H. Otani, Chief Financial Officer and Chief Accounting Officer

(b) Certifications pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 of Laura F. Fergerson, Chief Executive Officer - Finance and Administration, and Mark H. Otani, Chief Financial Officer and Chief Accounting Officer

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

TEMPLETON GLOBAL INCOME FUND

By /s/LAURA F. FERGERSON

Laura F. Fergerson
Chief Executive Officer -
Finance and Administration

Date: April 27, 2010

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /s/LAURA F. FERGERSON

Laura F. Fergerson
Chief Executive Officer -
Finance and Administration

Date: April 27, 2010

By /s/MARK H. OTANI

Mark H. Otani
Chief Financial Officer and
Chief Accounting Officer

Date: April 27, 2010