

TEMPLETON GLOBAL INCOME FUND
Form N-Q
July 28, 2009

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF
REGISTERED MANAGEMENT INVESTMENT COMPANY

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: 05/31/09

ITEM 1. SCHEDULE OF INVESTMENTS.

Templeton Global Income Fund

QUARTERLY STATEMENT OF INVESTMENTS
MAY 31, 2009

CONTENTS

Statement of Investments	3
Notes to Statement of Investments	9

(FRANKLIN TEMPLETON INVESTMENTS(R) LOGO)

Franklin - TEMPLETON - Mutual Series

Quarterly Statement of Investments | 1

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Templeton Global Income Fund

STATEMENT OF INVESTMENTS, MAY 31, 2009 (UNAUDITED)

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	PRINCIPAL AMOUNT

BONDS 88.2%	
ARGENTINA 2.8%	
(b,c) Government of Argentina, senior bond, FRN, 1.683%, 8/03/12	98,971
AUSTRALIA 7.2%	
New South Wales Treasury Corp., senior note, 5.50%, 3/01/17	36,971
Queensland Treasury Corp.,	
13, 6.00%, 8/14/13	38,901
17, 6.00%, 9/14/17	12,395
(d) 144A, 7.125%, 9/18/17	16,480
BRAZIL 7.3%	
Nota Do Tesouro Nacional,	
10.082%, 1/01/12	41
10.082%, 1/01/14	15
10.082%, 1/01/17	54
(f) Index Linked, 6.00%, 5/15/15	9
(f) Index Linked, 6.00%, 5/15/45	23
CANADA 1.3%	
Province of Manitoba, 6.375%, 9/01/15	14,800
Province of Ontario, 6.25%, 6/16/15	8,460
FRANCE 3.0%	
Government of France, 4.00%, 4/25/18	23,500
HUNGARY 2.0%	
Government of Hungary,	
3.50%, 7/18/16	700
4.375%, 7/04/17	3,645
5.75%, 6/11/18	12,120
senior note, 3.875%, 2/24/20	2,370
INDONESIA 9.8%	
Government of Indonesia,	
FR19, 14.25%, 6/15/13	84,050,000
FR20, 14.275%, 12/15/13	81,836,000
FR26, 11.00%, 10/15/14	3,500,000
FR27, 9.50%, 6/15/15	34,890,000
FR30, 10.75%, 5/15/16	87,035,000
FR31, 11.00%, 11/15/20	335,739,000
FR34, 12.80%, 6/15/21	59,666,000
FR35, 12.90%, 6/15/22	32,530,000
FR36, 11.50%, 9/15/19	23,000,000
FR42, 10.25%, 7/15/27	25,430,000
FR43, 10.25%, 7/15/22	8,450,000
FR46, 9.50%, 7/15/23	41,250,000
FR47, 10.00%, 2/15/28	52,895,000
FR48, 9.00%, 9/15/18	18,520,000

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Quarterly Statement of Investments | 3

Templeton Global Income Fund

STATEMENT OF INVESTMENTS, MAY 31, 2009 (UNAUDITED) (CONTINUED)

	PRINCIPAL AMOUNT

BONDS (CONTINUED)	
INDONESIA (CONTINUED)	
Government of Indonesia, (continued)	
(d) senior bond, 144A, 8.50%, 10/12/35	2,952
(d) senior bond, 144A, 6.625%, 2/17/37	2,090
(d) senior bond, 144A, 7.75%, 1/17/38	7,050
(g) senior bond, Reg S, 8.50%, 10/12/35	5,510
(g) senior bond, Reg S, 7.75%, 1/17/38	3,310
MALAYSIA 1.3%	
Government of Malaysia,	
3.869%, 4/13/10	7,500
3.702%, 2/25/13	3,370
3.70%, 5/15/13	1,290
3.461%, 7/31/13	20,100
3.814%, 2/15/17	19,530
MEXICO 4.9%	
Government of Mexico,	
8.00%, 12/07/23	2,727
10.00%, 12/05/24	15
M 20, 7.50%, 6/03/27	3,058
senior bond, 5.95%, 3/19/19	13,260
NEW ZEALAND 1.1%	
Government of New Zealand, 6.00%, 11/15/11	18,273
PERU 3.5%	
Government of Peru,	
9.91%, 5/05/15	6,500
7.84%, 8/12/20	32,200
Series 7, 8.60%, 8/12/17	61,545
PHILIPPINES 0.1%	
(g) Government of the Philippines, Reg S, 9.125%, 2/22/10	770
POLAND 3.1%	
Government of Poland,	

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4.75%, 4/25/12	10,400
5.75%, 4/25/14	22,855
6.25%, 10/24/15	19,335
5.75%, 9/23/22	60,500

QATAR 1.0%	
(d) Government of Qatar, senior note, 144A, 6.55%, 4/09/19	10,450

4 | Quarterly Statement of Investments

Templeton Global Income Fund

STATEMENT OF INVESTMENTS, MAY 31, 2009 (UNAUDITED) (CONTINUED)

PRINCIPAL AMOUNT

BONDS (CONTINUED)	
RUSSIA 6.3%	
Government of Russia,	
(d) 144A, 7.50%, 3/31/30	64,735
(g) senior bond, Reg S, 7.50%, 3/31/30	6,408
SOUTH AFRICA 2.6%	
Government of South Africa,	
5.25%, 5/16/13	3,330
4.50%, 4/05/16	1,829
6.875%, 5/27/19	18,620
senior note, 6.50%, 6/02/14	775
senior note, 5.875%, 5/30/22	3,355
SOUTH KOREA 15.2%	
The Export-Import Bank of Korea,	
5.125%, 3/16/15	300
4.625%, 2/20/17	205
(g) Reg S, 5.25%, 2/10/14	295
senior note, 8.125%, 1/21/14	995
Government of Korea, senior bond, 5.625%, 11/03/25	620
Korea Deposit Insurance Corp.,	
07-1, 5.57%, 9/14/12	7,200,000
08-1, 5.28%, 2/15/13	1,232,000
Korea Development Bank,	
5.30%, 1/17/13	800
senior note, 8.00%, 1/23/14	2,585
Korea Treasury Bond,	
0475-1112, 4.75%, 12/10/11	69,639,880
0475-1203, 4.75%, 3/10/12	15,946,000
0525-1509, 5.25%, 9/10/15	4,000,000

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	0525-2703, 5.25%, 3/10/27	10,693,550
(i)	0550-1106, 5.50%, 6/10/11	7,236,620,0
	0550-1709, 5.50%, 9/10/17	49,577,560
	0575-1809, 5.75%, 9/10/18	17,343,000
	senior note, 7.125%, 4/16/19	15,880
(j)	SUPRANATIONAL 8.3%	
(i)	Corporacion Andina De Fomento, 8.125%, 6/04/19	8,640
	European Bank for Reconstruction & Development, senior note, 5.10%, 6/12/09	125,000
	European Investment Bank, senior note, 4.50%, 5/15/13	113,650
	Inter-American Development Bank, 1.90%, 7/08/09	640,000
	7.50%, 4/15/15	8,000
	6.00%, 12/15/17	6,000
	senior note, 7.50%, 12/05/24	185,000
	SWEDEN 4.6%	
	Government of Sweden, 5.25%, 3/15/11	366,355

Quarterly Statement of Investments | 5

Templeton Global Income Fund

STATEMENT OF INVESTMENTS, MAY 31, 2009 (UNAUDITED) (CONTINUED)

	PRINCIPAL AMOUNT	

BONDS (CONTINUED)		
UNITED ARAB EMIRATES 0.9%		
(d)	Emirate of Abu Dhabi, 144A, 6.75%, 4/08/19	10,260
VENEZUELA 1.9%		
Government of Venezuela, 10.75%, 9/19/13		3,880
(g)	senior bond, Reg S, 5.375%, 8/07/10	19,905
TOTAL BONDS (COST \$949,859,182)		
MUNICIPAL BONDS 5.5%		
UNITED STATES AND U.S. TERRITORIES 5.5%		
	Alabama Public Housing Authorities Capital Program Revenue, Series B, FSA Insured, 4.45%, 1/01/24	65
	Bay Area Toll Authority Toll Bridge Revenue, San Francisco Bay Area, Refunding, Series F1, 5.00%, 4/01/39	605
	5.50%, 4/01/43	295
	Bexar County Hospital District GO, Certificates of Obligation,	

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5.00%, 2/15/32	805
Bexar County Revenue, Venue Project, Refunding, Series A, BHAC Insured, 5.25%, 8/15/47	730
California State GO, 6.00%, 4/01/38	20,130
Refunding, 5.125%, 4/01/33	500
Refunding, 5.00%, 4/01/38	205
Chicago Board of Education GO, Refunding, Series C, Assured Guaranty, 5.25%, 12/01/26	1,810
Chicago GO, Project and Refunding, Series A, FSA Insured, 5.00%, 1/01/25	475
District of Columbia University Revenue, Georgetown University, Refunding, Series D, BHAC Insured, 5.50%, 4/01/36	1,545
Energy Northwest Electric Revenue, Columbia Generating Station, Refunding, Series A, 5.00%, 7/01/24	1,545
Florida State Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 4.25%, 7/01/14	2,375
Hamilton County Sales Tax Revenue, sub. bond, Refunding, Series A, FSA Insured, 5.00%, 12/01/32	1,825
Illinois Municipal Electricity Agency Power Supply Revenue, Series A, BHAC Insured, 5.00%, 2/01/35	1,085
Kentucky State Municipal Power Agency Power System Revenue, Prairie State Project, Series A, BHAC Insured, 5.25%, 9/01/42	2,395
Las Vegas Valley Water District GO, Refunding, Series A, MBIA Insured, 5.00%, 6/01/26	395
Lewisville ISD, GO, School Building, 5.00%, 8/15/26	545
Los Angeles USD, GO, Series I, 5.00%, 7/01/26	180
7/01/27	195
Matanuska-Susitna Borough Lease Revenue, Goose Greek Correctional Center, Assured Guaranty, 5.50%, 9/01/23	1,605
6.00%, 9/01/28	2,005

6 | Quarterly Statement of Investments

Templeton Global Income Fund

STATEMENT OF INVESTMENTS, MAY 31, 2009 (UNAUDITED) (CONTINUED)

	PRINCIPAL AMOUNT

MUNICIPAL BONDS (CONTINUED)	
UNITED STATES AND U.S. TERRITORIES (CONTINUED)	
Metropolitan Atlanta Rapid Transit Authority Sales Tax Revenue, Refunding, Third Indenture Series A, FGIC Insured, 5.00%, 7/01/19	150
Metropolitan Water District of Southern California Waterworks Revenue, Series A, 5.00%, 7/01/37	775
Minneapolis Health Care System Revenue, Fairview Health Services, Series B, Assured Guaranty, 6.50%, 11/15/38	1,670
MTA Revenue, Series B, Assured Guaranty, 5.25%, 11/15/20	430
Transportation, Series A, FSA Insured, 5.50%, 11/15/21	410
New Jersey State Transportation Trust Fund Authority Revenue, Transportation System, Series A, Assured Guaranty, 5.50%, 12/15/38 ...	2,810

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New York City GO, Series L, Sub Series L-1, 5.00%, 4/01/26	100
North Carolina Eastern Municipal Power Agency Power System Revenue, Refunding, Series A, Assured Guaranty, 5.25%, 1/01/19	250
Palomar Pomerado Health GO, Election of 2004, Series A, MBIA Insured, 5.125%, 8/01/37	2,080
Philadelphia GO, Series B, Assured Guaranty, 7.125%, 7/15/38	885
Placentia-Yorba Linda USD, GO, 2008 Election, Series A, 5.25%, 8/01/32 ...	2,400
Poway USD, GO, Election of 2008, ID 07-1-A, zero cpn., 8/01/27	705
8/01/30	705
8/01/32	885
8/01/33	470
Puerto Rico Commonwealth GO, Public Improvement, Refunding, Series A, MBIA Insured, 5.50%, 7/01/21	100
Regional Transportation District Sales Tax Revenue, Fastracks Project, Series A, AMBAC Insured, 5.00%, 11/01/27	590
San Bernardino Community College District GO, Election of 2002, Series A, 6.375%, 8/01/26	400
6.50%, 8/01/27	580
6.50%, 8/01/28	240
6.25%, 8/01/33	600
San Mateo County Community College District GO, Election of 2001, Series C, MBIA Insured, zero cpn., 9/01/30	1,705
3/01/31	465
Seattle Water System Revenue, BHAC Insured, 5.00%, 9/01/34	935
Tarrant County Cultural Education Facilities Finance Corp. Revenue, Christus Health, Refunding, Series A, Assured Guaranty, 6.25%, 7/01/28	1,400
Wisconsin State GO, Series A, FGIC Insured, 5.00%, 5/01/21	50
TOTAL MUNICIPAL BONDS (COST \$58,403,391)	
TOTAL INVESTMENTS BEFORE SHORT TERM INVESTMENTS (COST \$1,008,262,573)	

Quarterly Statement of Investments | 7

Templeton Global Income Fund

STATEMENT OF INVESTMENTS, MAY 31, 2009 (UNAUDITED) (CONTINUED)

	PRINCIPAL AMOUNT

SHORT TERM INVESTMENTS 3.9%	
FOREIGN GOVERNMENT AND AGENCY SECURITIES (COST \$33,297,271) 2.8%	
EGYPT 2.8%	
(k) Egypt Treasury Bills, 6/30/09 - 9/22/09	181,175
TOTAL INVESTMENTS BEFORE MONEY MARKET FUNDS (COST \$1,041,559,844)	

SHARES

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MONEY MARKET FUNDS (COST \$12,027,110) 1.1%	
UNITED STATES 1.1%	
(1) Institutional Fiduciary Trust Money Market Portfolio, 0.02%	12,027
TOTAL INVESTMENTS (COST \$1,053,586,954) 97.6%	
NET UNREALIZED APPRECIATION ON FORWARD EXCHANGE CONTRACTS (0.6)%	
OTHER ASSETS, LESS LIABILITIES 3.0%	
NET ASSETS 100.0%	

See Abbreviations on page 17.

- (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 May 31, 2009, the aggregate value of these securities was \$109,128,723, representing 9.66% of net assets.
- (e) Principal amount is stated in 1,000 Brazilian Real Units.
- (f) Redemption price at maturity is adjusted for inflation.
- (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 May 31, 2009, the aggregate value of these securities was \$34,638,836, representing 3.07% of net assets.
- (h) Principal amount is stated in 100 Mexican Peso Units.
- (i) Security purchased on a delayed delivery basis.

See Notes to Statement of Investments.

8 | Quarterly Statement of Investments

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED)

1. ORGANIZATION

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

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2. SECURITY VALUATION

Securities listed on a securities exchange or on the NASDAQ National Market System are valued at the last quoted sale price or the official closing price of the day, respectively. Over-the-counter securities and listed securities for which there is no reported sale are valued within the range of the most recent quoted bid and ask prices. Securities that trade in multiple markets or on multiple exchanges are valued according to the broadest and most representative market. Investments in open-end mutual funds are valued at the closing net asset value.

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.

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, 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.

3. 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

Quarterly Statement of Investments | 9

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

3. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

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.

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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.

The Fund enters into foreign exchange contracts in order to manage foreign exchange rate risk between the trade date and settlement date of securities transactions. A foreign 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.

The Fund 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.

The Fund 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.

4. INCOME TAXES

At May 31, 2009, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments	\$1,058,059,720

Unrealized appreciation	\$ 106,057,071
Unrealized depreciation	(62,314,215)

Net unrealized appreciation (depreciation)	\$ 43,742,856
	=====

10 | Quarterly Statement of Investments

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

5. FORWARD EXCHANGE CONTRACTS

At May 31, 2009, the Fund had the following forward exchange contracts outstanding:

CONTRACT AMOUNT (a)	SETTLEMENT DATE	UNREALIZED APPRECIATION	UNREAL DEPRECI
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CONTRACTS TO BUY					
21,404,532	Swiss Franc	13,885,522	EUR	6/11/09	\$ 417,537 \$
191,669,460	Malaysian Ringgit	38,716,472	EUR	6/16/09	177,413
205,190,790	Russian Ruble	92,527,712	MXN	6/16/09	-- (38)
183,084,303	Malaysian Ringgit	37,054,099	EUR	6/17/09	66,130
58,966,389,000	Vietnamese Dong	4,137,940	AUD	6/22/09	-- (
9,423,957	Malaysian Ringgit	1,891,981	EUR	7/14/09	22,837
23,285,042	Malaysian Ringgit	4,654,272	EUR	7/15/09	85,221
6,055,551	Malaysian Ringgit	1,210,868	EUR	7/16/09	21,451
6,152,870	Malaysian Ringgit	1,229,787	EUR	7/17/09	22,513
4,283,433	Malaysian Ringgit	851,391	EUR	7/24/09	22,147
1,687,374	Malaysian Ringgit	336,331	EUR	7/31/09	7,313
3,370,207	Malaysian Ringgit	680,053	EUR	8/05/09	2,795
151,667,902	Russian Ruble	9,038,612	NZD	8/12/09	-- (93)
73,838,479	Russian Ruble	4,411,955	NZD	8/14/09	-- (46)
647,291,600	Japanese Yen	4,154,187	EUR	8/21/09	932,448
321,024,200	Japanese Yen	2,058,375	EUR	8/26/09	465,420
223,340,000	Japanese Yen	1,472,617	EUR	9/04/09	266,862
13,341,000	Chinese Yuan	1,389,688	EUR	9/18/09	--
83,126,800	Chinese Yuan	8,685,911	EUR	9/23/09	-- (3
91,000,000	Swedish Krona	9,461,328	EUR	9/23/09	-- (1,34
37,088,000	Chinese Yuan	3,821,732	EUR	9/24/09	60,466
441,513,514	Russian Ruble	21,004,870	AUD	9/24/09	-- (2,78
225,000,000	Indian Rupee	7,364,975	NZD	9/25/09	35,029
1,342,000,000	Japanese Yen	8,982,338	EUR	9/28/09	1,421,228
243,166,459	Russian Ruble	11,688,183	AUD	9/28/09	-- (1,63
42,313,777,933	Vietnamese Dong	3,436,066	AUD	10/07/09	-- (39
13,969,953	Chinese Yuan	3,018,377	AUD	10/13/09	-- (33
779,666,250	Kazakhstan Tenge	6,032,234		10/13/09	-- (95
32,663,916	Chinese Yuan	3,466,035	EUR	10/15/09	-- (8
32,823,215	Chinese Yuan	3,510,373	EUR	10/16/09	-- (11
23,662,387	Chinese Yuan	5,024,598	AUD	10/19/09	-- (49
43,995,179	Chinese Yuan	4,724,375	EUR	10/19/09	-- (18
27,185,000	Chinese Yuan	3,927,049		10/21/09	82,226
219,208,545	Chilean Peso	332,134		10/26/09	58,809
142,244,757	Chilean Peso	207,584		10/28/09	46,093
3,571,898	Swiss Franc	2,453,058	EUR	10/28/09	-- (11
7,181,000,000	Indonesian Rupiah	508,569		11/17/09	162,197
35,001,000,000	Indonesian Rupiah	2,540,907		11/18/09	727,745
28,391,000	Russian Ruble	635,216	EUR	11/20/09	-- (1
38,962,000,000	Indonesian Rupiah	2,540,890		11/23/09	1,093,569
150,288,486	Swedish Krona	14,654,428	EUR	11/30/09	-- (83
31,071,000	Chinese Yuan	3,373,564	EUR	12/04/09	-- (16
24,661,000	Chinese Yuan	3,373,598		12/04/09	274,317
20,258,000,000	Indonesian Rupiah	1,447,000		12/07/09	436,998
49,119,762	Chinese Yuan	6,954,190		12/14/09	316,146

Quarterly Statement of Investments | 11

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

5. FORWARD EXCHANGE CONTRACTS (CONTINUED)

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	CONTRACT AMOUNT (a)	SETTLEMENT DATE	UNREALIZED APPRECIATION	UN DEP
	-----	-----	-----	-----
CONTRACTS TO BUY (CONTINUED)				
65,695,397 Chinese Yuan	9,302,464	12/15/09	\$ 421,864	\$
32,996,252 Chinese Yuan	4,688,633	12/16/09	195,818	
16,656,368 Malaysian Ringgit	4,688,633	12/16/09	57,537	
10,145,784 Chinese Yuan	1,435,047	12/17/09	66,929	
5,137,469 Malaysian Ringgit	1,435,047	12/17/09	28,837	
30,514,414 Chinese Yuan	4,305,142	12/18/09	212,470	
8,294,486 Chinese Yuan	1,183,236	12/21/09	44,974	
9,301,365 Malaysian Ringgit	2,609,484	12/21/09	40,738	
9,755,745 Chinese Yuan	1,401,688	12/22/09	42,987	
5,021,942 Malaysian Ringgit	1,435,579	12/22/09	--	
3,991,727 Malaysian Ringgit	1,148,038	12/23/09	--	
4,516,266 Malaysian Ringgit	1,291,543	12/28/09	--	
1,968,980,000 Chilean Peso	3,117,448	1/28/10	396,635	
48,000,000 Malaysian Ringgit	13,111,172	1/28/10	558,806	
5,128,790,000 Chilean Peso	8,173,807	1/29/10	979,823	
89,650,000 Swedish Krona	8,549,902	EUR 1/29/10	--	
950,440,000 Chilean Peso	1,520,704	2/02/10	175,719	
1,783,500,000 Chilean Peso	2,851,319	2/03/10	332,074	
135,288,000 Chinese Yuan	19,180,966	2/03/10	905,676	
173,615,100 Mexican Peso	11,571,817	2/03/10	1,161,593	
262,700,000 Mexican Peso	17,357,756	2/04/10	1,906,710	
935,230,000 Chilean Peso	1,520,699	2/12/10	148,873	
24,260,103 Malaysian Ringgit	6,683,224	2/12/10	224,528	
7,084,000,000 South Korean Won	5,208,824	2/12/10	466,650	
2,301,970,000 Chilean Peso	3,801,767	2/16/10	308,001	
2,298,030,000 Chilean Peso	3,823,677	2/17/10	279,130	
6,108,000 Malaysian Ringgit	1,675,031	2/17/10	64,034	
5,097,330,000 Chilean Peso	8,412,060	2/26/10	688,879	
1,153,220,000 Chilean Peso	1,911,837	3/03/10	146,936	
1,873,290,000 Chilean Peso	3,058,932	3/04/10	285,264	
1,173,870,000 Chilean Peso	1,911,840	3/05/10	183,706	
1,107,150,000 Chilean Peso	1,799,571	3/08/10	176,740	
1,176,260,000 Chilean Peso	1,911,841	3/09/10	187,789	
395,410,000 Mexican Peso	24,590,174	3/16/10	4,241,355	
110,524,000 Indian Rupee	2,135,977	4/09/10	156,220	
237,003,000 Indian Rupee	4,577,115	4/12/10	337,377	
159,192,000 Indian Rupee	3,051,409	4/13/10	249,416	
156,262,000 Indian Rupee	3,051,396	4/15/10	188,325	
132,847,000 Indian Rupee	2,597,961	4/19/10	155,710	
5,072,841 Malaysian Ringgit	1,401,221	4/19/10	42,627	
14,535,000 Malaysian Ringgit	4,047,957	4/20/10	89,022	
110,998,000 Indian Rupee	2,141,934	4/26/10	157,976	
15,835,000 Indian Rupee	305,990	4/27/10	22,098	
586,073,181 Indian Rupee	11,442,259	4/28/10	700,029	
29,978,900 Swedish Krona	2,820,747	EUR 4/29/10	--	
78,640,000 Indian Rupee	1,529,961	4/30/10	99,129	
2,278,980,000 Chilean Peso	3,974,919	5/18/10	86,878	

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NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

5. FORWARD EXCHANGE CONTRACTS (CONTINUED)

	CONTRACT AMOUNT (a)	SETTLEMENT DATE	UNREALIZED APPRECIATION	UN DEP
	-----	-----	-----	-----
CONTRACTS TO BUY (CONTINUED)				
465,463,000 Chilean Peso	833,930	5/26/10	\$ --	\$
932,990,000 Chilean Peso	1,651,017	5/28/10	11,477	
186,070,000 Chilean Peso	330,204	6/01/10	1,325	
150,389,000 Indian Rupee	3,064,223	6/01/10	45,822	
4,458,000 Indian Rupee	91,918	6/02/10	920	
CONTRACTS TO SELL				
2,470,410 Euro	294,077,606	JPY 6/10/09	--	
92,945,816 Mexican Peso	206,423,363	RUB 6/10/09	--	
29,507,162 Mexican Peso	1,334,726,977	CLP 6/12/09	138,588	
194,757,301 Mexican Peso	432,760,932	RUB 6/16/09	--	
106,279,890 Mexican Peso	237,713,212	RUB 6/19/09	--	
61,955,606 Mexican Peso	136,619,484	RUB 7/10/09	--	
4,919,150 Euro	7,604,637	7/13/09	651,279	
30,888,068 Mexican Peso	68,008,329	RUB 7/13/09	--	
3,027,169 Euro	4,689,236	7/14/09	410,283	
4,919,150 Euro	7,691,583	7/15/09	738,342	
2,459,575 Euro	3,861,041	7/17/09	384,479	
4,351,556 Euro	6,807,139	7/24/09	656,660	
14,610,919 Mexican Peso	32,786,902	RUB 7/24/09	--	
39,424,000 Mexican Peso	2,800,219	7/31/09	--	
24,883,740 New Zealand Dollar	13,821,567	7/31/09	--	
24,581,877 New Zealand Dollar	13,821,567	8/03/09	--	
18,936,000 Brazilian Real	8,396,967	8/04/09	--	
28,027,764 New Zealand Dollar	15,780,907	8/04/09	--	
5,204,459 New Zealand Dollar	2,939,010	8/05/09	--	
8,457,907 New Zealand Dollar	56,133,438,372	IDR 8/05/09	--	
10,299,580 New Zealand Dollar	5,878,020	8/06/09	--	
20,291,294 New Zealand Dollar	11,685,234	8/07/09	--	
3,357,710 New Zealand Dollar	1,947,539	8/10/09	--	
3,356,061 New Zealand Dollar	1,947,539	8/11/09	--	
6,303,485 New Zealand Dollar	3,714,959	8/12/09	--	
4,168,252 New Zealand Dollar	50,512,959,923	VND 8/14/09	145,480	
6,159,450 New Zealand Dollar	3,715,134	8/24/09	--	
6,130,000 New Zealand Dollar	3,706,995	8/26/09	--	
6,050,000 Euro	732,322,250	JPY 11/18/09	--	
257,757 Euro	326,269	11/19/09	--	
2,796,556 Euro	3,520,585	11/20/09	--	
1,870,413 Euro	2,330,628	11/24/09	--	
655,522 Euro	820,386	11/25/09	--	
1,274,797 Euro	1,663,610	11/30/09	--	
27,348,819 New Zealand Dollar	16,806,634	11/30/09	--	
39,049,000 Mexican Peso	2,882,377	12/01/09	--	
23,805,178 New Zealand Dollar	14,667,739	12/02/09	--	
1,325,806 Euro	1,676,415	12/08/09	--	
70,391,000 Singapore Dollar	46,888,153	1/29/10	--	
10,258,681 New Zealand Dollar	5,186,174	2/02/10	--	

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Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

5. FORWARD EXCHANGE CONTRACTS (CONTINUED)

	CONTRACT AMOUNT (a)	SETTLEMENT DATE	UNREALIZED APPRECIATION	UN DEP
	-----	-----	-----	-----
CONTRACTS TO SELL (CONTINUED)				
16,454,000 Singapore Dollar	10,949,156	2/02/10	\$ --	\$ --
14,723,000 Singapore Dollar	9,776,293	2/03/10	--	--
14,805,000 Singapore Dollar	9,776,407	2/04/10	--	--
11,809,000 Singapore Dollar	7,821,307	2/05/10	--	--
9,302,000 Singapore Dollar	6,178,678	2/08/10	--	--
11,787,000 Singapore Dollar	7,827,733	2/09/10	--	--
4,670,600 Singapore Dollar	3,131,205	2/11/10	--	--
1,456,071 New Zealand Dollar	756,283	2/12/10	--	--
1,943,304 New Zealand Dollar	972,041	2/22/10	--	--
26,988,728 New Zealand Dollar	13,534,847	2/26/10	--	(
15,310,000 Singapore Dollar	9,954,583	3/17/10	--	--
9,714,000 Singapore Dollar	6,316,405	3/18/10	--	--
14,546,000 Singapore Dollar	9,475,193	3/19/10	--	--
19,370,000 Singapore Dollar	12,633,089	3/22/10	--	--
17,593,000 Singapore Dollar	11,583,106	3/23/10	--	--
4,102,790 Australian Dollar	2,790,513	3/24/10	--	--
4,766,000 Singapore Dollar	3,158,592	3/31/10	--	--
16,563,648 New Zealand Dollar	9,065,285	4/28/10	--	(
Unrealized appreciation (depreciation) on offsetting forward exchange contracts			8,050,055	
			-----	-----
Unrealized appreciation (depreciation) on forward exchange contracts			\$ 35,675,502	\$ (4
			-----	-----
NET UNREALIZED APPRECIATION (DEPRECIATION)				
ON FORWARD EXCHANGE CONTRACTS				\$ (
				====

See Abbreviations on page 17.

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

6. INTEREST RATE SWAPS

At May 31, 2009, the Fund had the following interest rate swap contracts outstanding:

COUNTER- PARTY	RECEIVE -- FIXED RATE	PAY -- FLOATING RATE	NOTIONAL PRINCIPAL AMOUNT (a)	EXPIRATION DATE	UNREALIZED APPRECIATION
-----	-----	-----	-----	-----	-----
JPMorgan	7.16%	NZD Bank Bill Rate	5,740,000 NZD	7/31/13	\$ 406,9
JPMorgan	7.12%	NZD Bank Bill Rate	5,750,000 NZD	8/01/13	400,4

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JPMorgan	7.055%	NZD Bank Bill Rate	5,750,000	NZD	8/04/13	390,4
JPMorgan	7.035%	NZD Bank Bill Rate	11,500,000	NZD	8/05/13	774,9
JPMorgan	7.05%	NZD Bank Bill Rate	2,875,000	NZD	8/06/13	193,5
JPMorgan	7.05%	NZD Bank Bill Rate	2,875,000	NZD	8/07/13	193,5
JPMorgan	7.00%	NZD Bank Bill Rate	3,045,600	NZD	8/14/13	200,1
JPMorgan	5.23%	NZD Bank Bill Rate	7,000,000	NZD	12/05/13	139,6
Merrill Lynch	7.053%	Tasa Nominal Annual Rate	7,900,000,000	CLP	6/13/18	2,263,5
JPMorgan	7.06%	Tasa Nominal Annual Rate	2,646,000,000	CLP	6/13/18	760,6
Merrill Lynch	7.094%	Tasa Nominal Annual Rate	8,650,000,000	CLP	6/16/18	2,507,8
JPMorgan	7.15%	Tasa Nominal Annual Rate	2,700,000,000	CLP	6/18/18	803,7
JPMorgan	7.85%	Tasa Nominal Annual Rate	702,800,000	CLP	7/11/18	298,1
JPMorgan	7.855%	Tasa Nominal Annual Rate	705,600,000	CLP	7/17/18	298,7
Merrill Lynch	7.40%	Tasa Nominal Annual Rate	580,000,000	CLP	7/30/18	208,6

14 | Quarterly Statement of Investments

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

6. INTEREST RATE SWAPS (CONTINUED)

COUNTER- PARTY	RECEIVE -- FIXED RATE	PAY -- FLOATING RATE	NOTIONAL PRINCIPAL AMOUNT (a)	EXPIRATION DATE	UNREALIZED APPRECIATION
Merrill Lynch	7.40%	Tasa Nominal Annual Rate	580,000,000 CLP	8/06/18	\$ 209,2
JPMorgan	7.50%	Tasa Nominal Annual Rate	1,210,680,000 CLP	8/07/18	455,5
Merrill Lynch	7.51%	Tasa Nominal Annual Rate	580,000,000 CLP	8/07/18	219,0
JPMorgan	7.50%	Tasa Nominal Annual Rate	1,208,320,000 CLP	8/13/18	452,9
Merrill Lynch	9.03%	MXN Interbank Equilibrium Interest Rate	723,000,000 MXN	8/17/18	3,780,3
JPMorgan	7.67%	Tasa Nominal Annual Rate	415,200,000 CLP	8/29/18	164,1
JPMorgan	8.6748%	MXN Interbank Equilibrium Interest Rate	37,800,000 MXN	11/29/18	119,2
JPMorgan	5.59%	NZD Bank Bill Rate	8,500,000 NZD	12/05/18	
Citigroup	7.6973%	MXN Interbank Equilibrium Interest Rate	51,400,000 MXN	1/11/19	
Citigroup	7.666%	MXN Interbank Equilibrium Interest Rate	67,000,000 MXN	1/12/19	
Citigroup	7.835%	MXN Interbank Equilibrium Interest Rate	44,700,000 MXN	1/15/19	
Citigroup	7.869%	MXN Interbank Equilibrium Interest Rate	58,100,000 MXN	1/16/19	
Citigroup	8.00%	MXN Interbank Equilibrium Interest Rate	35,060,000 MXN	1/18/19	
JPMorgan	8.06%	MXN Interbank Equilibrium Interest Rate	55,780,000 MXN	1/22/19	
Citigroup	8.07%	MXN Interbank Equilibrium Interest Rate	175,300,000 MXN	1/22/19	
Merrill Lynch	9.10%	MXN Interbank Equilibrium Interest Rate	240,000,000 MXN	8/04/28	836,4
JPMorgan	8.3167%	MXN Interbank Equilibrium Interest Rate	83,670,000 MXN	1/09/29	
Unrealized appreciation (depreciation) on interest rate swap contracts					\$ 16,077,8

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NET UNREALIZED APPRECIATION (DEPRECIATION) ON INTEREST RATE SWAP CONTRACTS \$ 15,460,5
=====

See Abbreviations on page 17.

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

7. FAIR VALUE MEASUREMENTS

The Fund adopted Financial Accounting Standards Board (FASB) Statement No. 157, "Fair Value Measurement" (SFAS 157), on September 1, 2008. SFAS 157 defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. The Fund has determined that the implementation of SFAS 157 did not have a material impact on the Fund's financial statements.

Quarterly Statement of Investments | 15

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

7. FAIR VALUE MEASUREMENTS (CONTINUED)

SFAS 157 establishes a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Fund's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Fund's 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.

The following is a summary of the inputs used as of May 31, 2009, in valuing the Fund's assets and liabilities carried at fair value:

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
	-----	-----	-----	-----
ASSETS:				
Investments in Securities	\$12,027,110	\$1,089,775,466	\$--	\$1,101,802,576
Other Financial Instruments(a) ...	--	51,753,392	--	51,753,392
LIABILITIES:				
Other Financial Instruments(a) ...	--	42,736,078	--	42,736,078

(a) Other financial instruments include net unrealized appreciation

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(depreciation) on forward exchange contracts and swaps.

8. NEW ACCOUNTING PRONOUNCEMENTS

In April 2009, FASB issued FASB Staff Position FSP FAS 157-4, "Determining Fair Value When the Volume and Level of Activity for the Asset or Liability Have Significantly Decreased and Identifying Transactions That Are Not Orderly" (FSP FAS 157-4), which provides additional guidance when the volume and level of activity for the asset or liability measured at fair value have significantly decreased. Additionally, FSP FAS 157-4 amends SFAS 157, expanding disclosure requirements by reporting entities surrounding the major categories of assets and liabilities carried at fair value. FSP FAS 157-4 is effective for interim and annual periods ending after June 15, 2009. The Fund believes applying FSP FAS 157-4 will not have a material impact on its financial statements.

In May 2009, FASB issued Statement No. 165, "Subsequent Events", which is intended to establish general standards of accounting for and disclosure of events that occur after the balance sheet date but before the statements are issued or are available to be issued. FASB 165 is effective for interim or annual financial periods ending after June 15, 2009, the adoption of FASB 165 will not have a material impact on its financial statements.

16 | Quarterly Statement of Investments

Templeton Global Income Fund

NOTES TO STATEMENT OF INVESTMENTS (UNAUDITED) (CONTINUED)

ABBREVIATIONS

CURRENCY

AUD	- Australian Dollar
BRL	- Brazilian Real
EGP	- Egyptian Pound
EUR	- Euro
IDR	- Indonesian Rupiah
INR	- Indian Rupee
JPY	- Japanese Yen
KRW	- South Korean Won
MXN	- Mexican Peso
MYR	- Malaysian Ringgit
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.
FGIC	- Financial Guaranty Insurance Co.
FRN	- Floating Rate Note
FSA	- Financial Security Assurance Inc.
GO	- General Obligation
ID	- Improvement District
ISD	- Independent School District
MBIA	- Municipal Bond Investors Assurance Corp. (effective February 18, 2009,

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MBIA spun-off and established National Public Financial Guarantee Corp. as a subsidiary under MBIA)
MTA - Metropolitan Transit Authority
USD - Unified/Union School District

For information on the Fund's policy regarding other significant accounting policies, please refer to the Fund's most recent semiannual or annual shareholder report.

Quarterly Statement of Investments | 17

ITEM 2. 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 Quarterly Schedule of Portfolio Holdings on Form N-Q, 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 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 Quarterly Schedule of Portfolio Holdings on Form N-Q.

ITEM 3. EXHIBITS.

(a) Certification pursuant to Section 30a-2 under the Investment Company Act of 1940 of Laura F. Ferguson, 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

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Laura F. Ferguson
Chief Executive Officer -
Finance and Administration
Date July 27, 2009

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. Ferguson
Chief Executive Officer -
Finance and Administration
Date July 27, 2009

By /s/MARK H. OTANI

Mark H. Otani
Chief Financial Officer and
Chief Accounting Officer
Date July 27, 2009