

For professional investors only. Not directed at retail investors.

## Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	38,327 million
Inception Date	28.02.1991
Number of Holdings	255
Benchmark	JP Morgan Global Government Bond Index
Morningstar Category™	Global Bond - GBP Hedged
Distribution Yield	2.86%

## Summary of Investment Objective

The Fund aims to maximise total investment return consisting of a combination of interest income, capital appreciation and currency gains by investing principally in a portfolio of fixed or floating rate debt securities and debt obligations issued by government or government-related issuers worldwide.

## Fund Management

Michael Hasenstab, PhD: United States  
Sonal Desai, PhD: United States

## EUSD Status - I(Mdis) GBP-H1

Redemption: In Scope

Distribution: In Scope

## Ratings - I(Mdis) GBP-H1

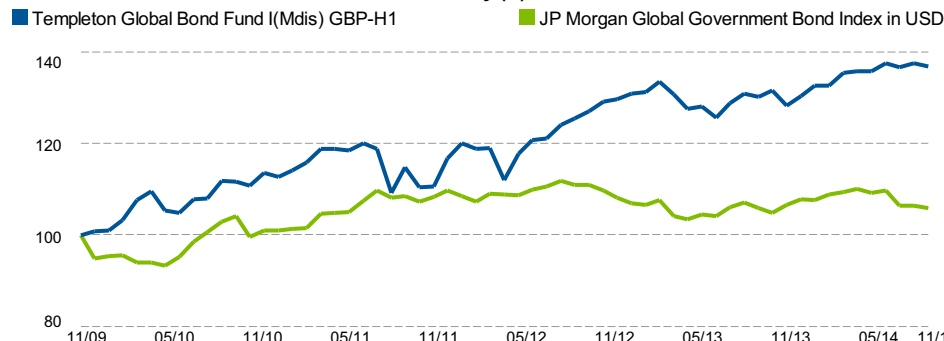
Overall Morningstar Rating™: ★★★★★

## Asset Allocation

	%
Fixed Income	84.74
Cash & Cash Equivalents	15.26

## Performance

### Performance over 5 Years in Share Class Currency (%)



### Performance in Share Class Currency (%)

	Cumulative							Annualised		
	1 Mth	3 Mths	6 Mths	1 Yr	3 Yrs	5 Yrs	Since Incept	3 Yrs	5 Yrs	Since Incept
I(Mdis) GBP-H1	-0.52	-0.50	1.05	5.17	23.93	36.97	44.03	7.41	6.50	7.08
Benchmark in USD	-0.45	-3.56	-3.15	-0.02	-1.26	5.97	14.08	-0.42	1.17	2.50
Category Average	0.70	0.88	2.37	5.77	15.82	26.14	31.32	5.02	4.75	5.24

### Discrete Annual Performance in Share Class Currency (%)

	Sep-13 Sep-14	Sep-12 Sep-13	Sep-11 Sep-12	Sep-10 Sep-11	Sep-09 Sep-10
I(Mdis) GBP-H1	6.18	3.82	13.56	-2.42	14.04
Benchmark in USD	0.31	-5.06	3.34	5.16	6.28

**Past performance is not an indicator nor a guarantee of future performance.** The value of shares in the Fund and income received from it can go down as well as up, and investors may not get back the full amount invested. Performance details provided are in share class currency, include the reinvested dividends gross of basic rate UK tax and are net of management fees. Sales charges and other commissions, other taxes and relevant costs to be paid by an investor are not included in the calculations. Performance may also be affected by currency fluctuations. Up to date performance figures can be found on our local website.

The share class shown has adopted a hedging strategy intended to reduce the effect of exchange rate movements between the currency of the Fund's investment strategy and the currency of the share class. The benchmark returns displayed are shown in the reference currency of the Fund's investment strategy (USD), while share class returns are shown in the reference currency of share class (GBP). As a result, the returns shown above reflect the effect of the hedging strategy and one can compare the returns of the Fund (net of fees) relative to its benchmark index without the impact of exchange rate movements on index returns.

## Top Holdings (% of Total)

Security Name	
Government of Ireland, 5.00%, 10/18/20	3.56
Government of Ireland, senior bond, 5.40%, 3/13/25	2.28
Government of Mexico, 8.00%, 12/17/15	2.27
Government of Poland, Strip, 1/25/16	2.22
Government of Hungary, senior note, 6.375%, 3/29/21	2.08
Government of Sweden, 4.50%, 8/12/15	2.00
Korea Monetary Stabilization Bond, senior note, 2.76%, 6/02/15	1.99
Government of Canada, 1.00%, 2/01/15	1.66
Korea Monetary Stabilization Bond, senior note, 2.46%, 8/02/16	1.57
Government of Malaysia, 4.72%, 9/30/15	1.44

## Fund Measures

Average Credit Quality	A-
Average Duration	1.36 Years
Average Weighted Maturity	2.67 Years
Yield to Maturity	3.66%

## Share Class Information (For a full list of available share classes, please visit your local website)

Share Class	Incept Date	NAV	Ongoing Charges (%)	Fees		Dividends		Fund Identifiers	
				Max. Sales Charge (%)	Max. Annual Charge (%)	Frequency	Last Paid Date	SEDOL	ISIN
I(Mdis) GBP-H1	31.07.2009	GBP 12.04	0.85	N/A	0.55	Mth	17.11.2014	B3VGCN4	LU0441901765

For professional investors only. Not directed at retail investors.

## Composition of Fund

■ Templeton Global Bond Fund ■ JP Morgan Global Government Bond Index

### Geographic

	% of Total	
South Korea	12.50	0.00
Mexico	10.57	0.00
Poland	9.82	0.00
Malaysia	9.33	0.00
Ireland	8.60	0.00
Hungary	8.29	0.00
Brazil	5.96	0.00
N/A	5.55	0.00
Cash	9.71	0.00
Other	19.67	100.00

### Ratings

	% of Total	
AAA	10.06	64.82
AA	0.00	0.87
AA-	14.59	21.75
A+	0.00	7.19
A	22.34	0.00
A-	22.72	0.00
BBB+	0.90	0.00
BBB	8.59	3.96
BBB-	3.75	0.00
BB+	10.85	0.00
BB-	0.04	0.00
B+	2.76	0.00
CCC	2.97	0.00
CCC-	0.43	0.00
NR	0.00	1.41

### Duration Contribution by Currency

	Yrs	
EURO	0.57	1.96
Brazilian Real	0.23	0.00
Polish Zloty	0.21	0.00
Hungarian Forint	0.14	0.00
Indonesian Rupiah	0.13	0.00
Mexican Peso	0.12	0.00
South Korean Won	0.10	0.00
Indian Rupee	0.06	0.00
Malaysian Ringgit	0.05	0.00
Other	-0.26	5.18

### Currency

	% of Total	
US Dollar	70.15	38.88
Mexican Peso	14.31	0.00
Malaysian Ringgit	13.47	0.00
South Korean Won	12.71	0.00
Polish Zloty	11.20	0.00
Singapore Dollar	8.38	0.00
Brazilian Real	6.25	0.00
Japanese Yen	-22.97	21.75
EURO	-38.93	28.29
Other	25.43	11.08

### Duration

	% of Total	
0 to 1 Year	53.79	0.00
1 to 2 Years	12.44	13.08
2 to 3 Years	-0.62	12.41
3 to 5 Years	9.80	22.30
5 to 7 Years	11.16	14.54
7 to 10 Years	5.66	13.77
10 to 15 Years	0.46	9.75
15 to 20 Years	-3.55	11.68
20 to 30 Years	0.00	2.47
Offset Derivatives	10.87	0.00

## Important Information

This document is intended to be of general interest only and does not constitute legal or tax advice nor is it an offer for shares or invitation to apply for shares of the Franklin Templeton Investment Funds SICAV (the Fund). Nothing in this document should be construed as investment advice. Given the rapidly changing market environment, Franklin Templeton Investments disclaim responsibility for updating this material. Subscriptions to shares of the Fund can only be made on the basis of the current prospectus and where available, the relevant Key Investor Information Document, accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter. No shares of the Fund may be directly or indirectly offered or sold to nationals or residents of the United States of America. Shares of the Fund are not available for distribution in all jurisdictions and prospective investors should confirm availability with their local Franklin Templeton Investments representative before making any plans to invest. References to particular industries, sectors or companies are for general information and are not necessarily indicative of a Fund's holding at any one time. The value of shares in the Fund and income received from it can go down as well as up, and investors may not get back the full amount invested. All or most of the protections provided by the UK Regulatory System will not apply to Franklin Templeton Investment Funds (SICAV) Investors. An investment in the Fund entails risks which are described in the Fund's prospectus and where available, the relevant Key Investor Information Document.

Source for data and information provided by Franklin Templeton Investments, as of the date of this document, unless otherwise noted. Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted. References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. An index is unmanaged and one cannot invest directly in an index. The performance of the index does not include the deduction of expenses and does not represent the performance of any Franklin Templeton fund.

In emerging markets, the risks can be greater than in developed markets. Investments in derivative instruments entail specific risks that may increase the risk profile of the fund and are more fully described in the Fund's prospectus.

**Fund Overview:** The Distribution Yield reflects the amounts that may be expected to be distributed over the next 12 months as a percentage of the mid-market unit price of the fund as at the date shown. It does not include any preliminary charge and investors may be subject to tax on distributions.

**EUSD Status:** Any tax information provided is intended to be a general guide and should not be relied upon as a basis for calculating individual liabilities. The information does not take into consideration your / your clients / or any personal circumstances and may be subject to change in the future. If you are in any doubt about the impact of tax on your investment you should consult a qualified tax adviser.

**Ratings:** © Morningstar, Inc. 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.

**Top Holdings:** These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top holdings list.

**Fund Measures:** The average credit quality (ACQ) rating may change over time. The portfolio itself has not been rated by an independent rating agency. The letter rating, which may be based on bond ratings from different agencies, is provided to indicate the average credit rating of the portfolio's underlying bonds and generally ranges from AAA (highest) to D (lowest). The ACQ is determined by assigning a sequential integer to all credit ratings AAA to D, taking a simple, asset-weighted average of debt holdings by market value and rounding to the nearest rating. The risk of default increases as a bond's rating decreases, so the ACQ provided is not a statistical measurement of the portfolio's default risk because a simple, weighted average does not measure the increasing level of risk from lower rated bonds. The ACQ is provided for informational purposes only. Derivative positions and unrated securities are not reflected in the ACQ.

**Ongoing Charges:** The Ongoing Charge Ratio (OCR) represents all operating charges and expenses of the Fund in the prior 12 months as a percentage of the Fund's average net assets for the period.

**Composition of Fund:** Quality ratings shown are assigned by one or more Nationally Recognized Statistical Rating Organizations ('NRSRO'), such as Standard & Poor's, Moody's and Fitch. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). When ratings from all three agencies are available, the middle rating is used; when two are available, the lowest rating is used; and when only one is available, that rating is used. Foreign government bonds without a specific rating are assigned the country rating provided by an NRSRO, if available. The NR category consists of rateable securities that have not been rated by an NRSRO. Cash and equivalents (defined as bonds with stated maturities, or that can be redeemed at intervals, of seven days or less) as well as derivatives are excluded from this breakdown. As a result, the chart does not reflect the fund's total net assets.

For professional investors only. Not directed at retail investors.

## **Important Information (continued)**

Performance attribution is calculated in the base currency of the fund.

For a free copy of the latest prospectus, the relevant Key Investor Information Document, the annual report and semi-annual report, if published thereafter or for more information about any Franklin Templeton Investments' fund, UK investors should contact: Franklin Templeton Investments, Telephone: 0800 305 306, Email: [enquiries@franklintempleton.co.uk](mailto:enquiries@franklintempleton.co.uk) or write to us at the address below. Issued by Franklin Templeton Investment Management Limited (FTIML) Registered office: The Adelphi, 1-11 John Adam Street, London WC2N 6HT. FTIML is authorised and regulated by the Financial Conduct Authority.