FRANKLIN TEMPLETON INVESTMENTS

Franklin Templeton Investment Funds

Templeton Global Bond Fund - I (Mdis) GBP

Global Fixed Income
LU0441902573
31 August 2016

Fund Fact Sheet

For professional investors only. Not directed at retail investors.

Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	20,970 million
Fund Inception Date	28.02.1991
Number of Holdings	225
Benchmark	JP Morgan Global Government Bond Index
Morningstar Category™	Global Bond
Distribution Yield	4.92%

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

Redemption: In Scope

Distribution: In Scope

Ratings - I (Mdis) GBP

Overall Morningstar Rating™: ★★★

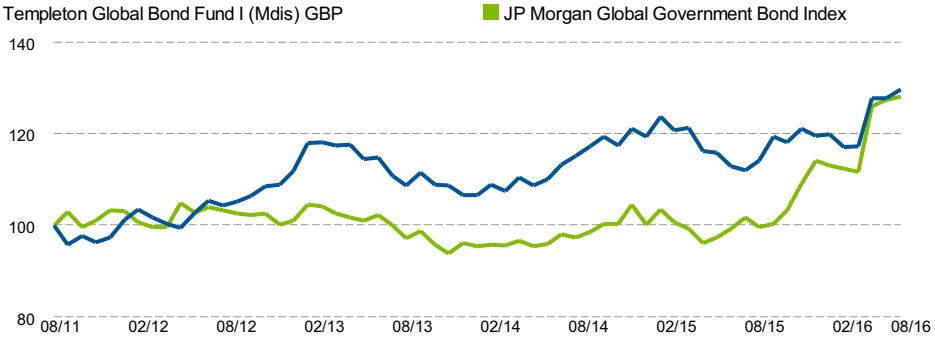
Asset Allocation



	%
Fixed Income	86.84
Cash & Cash Equivalents	13.16

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	1.52	10.48	8.45	14.82	17.02	29.73	65.29	5.38	5.34	7.39
Benchmark in GBP	0.52	14.72	12.28	29.08	28.29	28.22	53.06	8.66	5.09	6.23
Category Average	1.10	13.84	12.08	23.40	21.01	25.62	49.43	6.56	4.67	5.87

Discrete Annual Performance in Share Class Currency (%)

	Jun-15 Jun-16	Jun-14 Jun-15	Jun-13 Jun-14	Jun-12 Jun-13	Jun-11 Jun-12
I (Mdis) GBP	9.91	7.07	-5.18	11.51	1.71
Benchmark in GBP	31.20	0.61	-5.53	-1.71	6.06

Past performance is not an indicator or 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.

Top Holdings (% of Total)

Security Name	
Government of Mexico, senior note, M, 5.00%, 6/15/17	5.08
Korea Treasury Bond, senior note, 2.00%, 3/10/21	3.39
Government of Malaysia, senior note, 3.394%, 3/15/17	3.19
Nota Do Tesouro Nacional, senior note, 10.00%, 1/01/17	2.24
Korea Monetary Stabilization Bond, senior note, 1.45%, 6/02/18	2.10
Government of Indonesia, senior bond, FR56, 8.375%, 9/15/26	1.97
Letra Tesouro Nacional, Strip, 7/01/19	1.91
Government of Poland, FRN, 5.15%, 1/25/21	1.84
Government of Mexico, 7.25%, 12/15/16	1.81
Government of Indonesia, senior bond, FR53, 8.25%, 7/15/21	1.59

Fund Measures

Average Credit Quality	BBB+
Average Duration	-0.28 Years
Average Weighted Maturity	2.52 Years
Yield to Maturity	6.34%
Standard Deviation (5 Yrs)	8.38
Sharpe Ratio (5 Yrs)	0.59
Tracking Error (5 Yrs)	9.17
Information Ratio (5 Yrs)	0.04
Alpha (5 Yrs)	3.16
Beta (5 Yrs)	0.42
R-Squared (5 Yrs)	20.81%
Correlation (5 Yrs)	0.46

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

				Fees		Dividends			Fund Identifiers	
Share Class	Incept Date	NAV	Ongoing Charges (%)	Max. Sales Charge (%)	Max. Annual Charge (%)	Frequency	Last Paid Date	Last Paid Amount	SEDOL	ISIN
I (Mdis) GBP	14.08.2009	GBP 12.90	0.85	N/A	0.55	Mth	15.08.2016	0.0650	B3Y1RW0	LU0441902573

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Templeton Global Bond Fund

31 August 2016

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Composition of Fund

Templeton Global Bond Fund JP Morgan Global Government Bond Index

Geographic	% of Total	
Mexico	20.66	0.00
South Korea	16.43	0.00
Brazil	14.87	0.00
Indonesia	9.64	0.00
Malaysia	9.18	0.00
Ukraine	5.56	0.00
Poland	3.77	0.00
United States	-3.82	39.68
ST Cash and Cash Equivalents	17.53	0.00
Other	6.17	60.32

Currency	% of Total	
US Dollar	112.33	39.68
Mexican Peso	21.20	0.00
Malaysian Ringgit	15.49	0.00
Brazilian Real	14.87	0.00
Indonesian Rupiah	9.64	0.00
Indian Rupee	8.72	0.00
Australian Dollar	-8.93	1.40
Japanese Yen	-43.53	22.79
EURO	-45.84	26.91
Other	16.05	9.23

Ratings	% of Total	
AAA	0.52	64.27
AA+	0.00	1.82
AA	15.74	0.00
AA-	0.00	22.79
A+	0.00	6.90
A-	29.38	0.00
BBB+	3.26	3.96
BBB	3.15	0.00
BBB-	12.27	0.00
BB+	1.28	0.00
BB	14.25	0.00
B+	1.67	0.00
CCC	5.32	0.00
NR	0.00	0.26
Cash & Cash Equivalents	13.16	0.00

Duration	% of Fixed Income	
0 to 1 Year	42.61	0.00
1 to 2 Years	10.66	11.60
2 to 3 Years	7.67	12.18
3 to 5 Years	10.38	20.62
5 to 7 Years	15.01	13.95
7 to 10 Years	-9.92	13.27
10 to 15 Years	0.78	9.19
15 to 20 Years	-7.92	13.83
20 to 30 Years	0.00	4.94
30+ Years	0.00	0.42
Offset Derivatives	30.74	0.00

Duration Contribution by Currency	Yrs	
Brazilian Real	0.50	0.00
Indonesian Rupiah	0.50	0.00
South Korean Won	0.27	0.00
Colombian Peso	0.18	0.00
Indian Rupee	0.17	0.00
Mexican Peso	0.13	0.00
Malaysian Ringgit	0.05	0.00
Polish Zloty	0.05	0.00
Sri Lanka Rupee	0.04	0.00
Other	-2.17	8.09

Portfolio Data Derivatives Disclosures

Asset Allocation figures shown reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors. Fund Measures figures shown for Average Duration, Average Weighted Maturity and Yield to Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets). Composition of Fund - Geographic, Currency and Duration portfolio weights reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors. Duration Contribution by Currency statistics reflect certain derivatives held in the portfolio (or their underlying reference assets).

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 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 Funds'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.

The fund charges all or part of its management fees to Capital. This could lead to a higher level of income but may constrain capital growth.

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.

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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.

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Important Information (continued)

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 (or internal ratings for unrated bonds, cash and equivalents), is provided to indicate the average credit rating of the portfolio's underlying investments and generally ranges from AAA (highest) to D (lowest). For unrated bonds, cash and equivalents, ratings may be assigned based on the ratings of the issuer, the ratings of the underlying holdings of a pooled investment vehicle, or other relevant factors. The ACQ is determined by assigning a sequential integer to all credit ratings AAA to D, taking a simple, asset-weighted average of investments 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 may be lower if cash and equivalents are excluded from the calculation. The ACQ is provided for informational purposes only. Derivative positions are not reflected in the ACQ.

Ongoing Charges: Ongoing Charges is a figure representing all operating charges and expenses as a percentage of the Fund's average net assets during the year. Where ex-post expense information is not a fair representation of future operating costs and where 12 months of information is not available, an estimate will be disclosed.

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 includes equivalents, which may be rated. Derivatives are excluded from this breakdown.

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 or write to us at the address below. Issued by Franklin Templeton Investment Management Limited (FTIML) Registered office: Cannon Place, 78 Cannon Street, London, EC4N 6HL. FTIML is authorised and regulated by the Financial Conduct Authority.

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