This is a marketing communication. Please refer to the prospectus of the UCITS and to the KID before making any final investment decisions.

FRANKLIN TEMPLETON

Franklin Templeton Investment Funds

# Franklin European Corporate Bond Fund

**Fund Fact Sheet**

European Fixed Income
LU0496370122
31 March 2023

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## Fund Overview

| | |
|---|---|
| Base Currency for Fund | EUR |
| Total Net Assets (EUR) | 53 million |
| Fund Inception Date | 30.04.2010 |
| Number of Holdings | 97 |
| Benchmark | Bloomberg Euro-Aggregate: Corporates Index |
| Investment Style | Fixed Income - Total Return |
| Morningstar Category™ | EUR Corporate Bond |
| EU SFDR Category | Article 8 |

## Summary of Investment Objective

The Fund seeks to maximise total investment returns through a combination of interest income and capital appreciation by investing principally in investment-grade fixed or floating-rate debt securities of European corporate issuers and/or euro-denominated debt securities of non-European corporate issuers. Most investments will be either denominated in euros or hedged back into euros.

## Fund Management

David Zahn, CFA: United Kingdom
Emmanuel Teissier: United Kingdom
Marc Kremer, CFA: United States

## Ratings - I (acc) EUR

Overall Morningstar Rating™: ★★★

## Asset Allocation (Market Value)

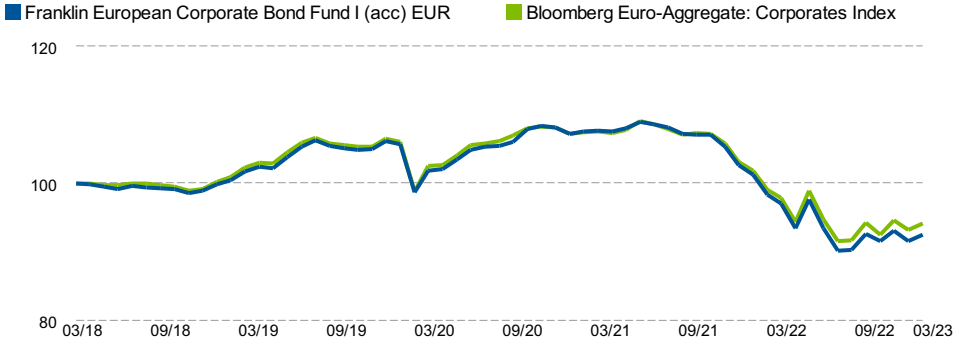


| | % |
|---|---|
| Fixed Income | 99.55 |
| Cash & Cash Equivalents | 0.45 |

## Performance

**Past performance does not predict future returns.**

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




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

| | 03/22 03/23 | 03/21 03/22 | 03/20 03/21 | 03/19 03/20 | 03/18 03/19 | 03/17 03/18 | 03/16 03/17 | 03/15 03/16 | 03/14 03/15 | 03/13 03/14 |
|---|---|---|---|---|---|---|---|---|---|---|
| I (acc) EUR | -8.68 | -5.81 | 8.99 | -3.00 | 1.74 | 1.55 | 3.91 | -1.36 | 8.10 | 5.34 |
| Benchmark in EUR | -7.55 | -5.23 | 8.76 | -3.38 | 2.31 | 1.74 | 2.48 | 0.52 | 7.34 | 4.21 |

## Performance in Share Class Currency (%)

| | Cumulative | | | | | | | Annualised | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1 Mth | 6 Mths | YTD | 1 Yr | 3 Yrs | 10 Yrs | Since Incept | 3 Yrs | 10 Yrs | Since Incept |
| I (acc) EUR | 0.95 | 2.58 | 1.03 | -8.68 | -6.26 | 9.66 | 27.31 | -2.13 | 0.93 | 1.89 |
| Benchmark in EUR | 1.00 | 2.86 | 1.75 | -7.55 | -4.71 | 10.42 | 29.09 | -1.60 | 1.00 | 2.00 |
| Category Average | 0.66 | 2.77 | 1.47 | -7.42 | -4.93 | 6.23 | 21.72 | -1.67 | 0.61 | 1.53 |
| Quartile | 2 | 3 | 4 | 4 | 3 | 2 | 2 | 3 | 2 | 2 |

## Calendar Year Performance in Share Class Currency (%)

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|---|---|---|---|---|---|---|---|---|---|---|
| I (acc) EUR | -14.52 | -1.14 | 3.19 | 6.18 | -1.59 | 2.67 | 5.40 | -1.16 | 8.48 | 3.03 |
| Benchmark in EUR | -13.65 | -0.97 | 2.77 | 6.24 | -1.25 | 2.41 | 4.73 | -0.56 | 8.40 | 2.37 |

The fund's returns may increase or decrease as a result of changes to foreign exchange rates.

**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 performance data shown is in the currency stated, include reinvested dividends and are net of management fees. Sales charges and other commissions, taxes and other relevant costs paid by the investor are not included in the calculations. The fund offers other share classes subject to different fees and expenses, which will affect their performance.

## Fund Measures

| | |
|---|---|
| Average Credit Quality | BBB+ |
| Average Duration | 4.32 Years |
| Average Weighted Maturity | 4.97 Years |
| Yield to Maturity | 4.32% |
| Standard Deviation (5 Yrs) | 5.91% |
| Sharpe Ratio (5 Yrs) | -0.20 |
| Tracking Error (5 Yrs) | 0.72% |
| Information Ratio (5 Yrs) | -0.49 |
| Beta (5 Yrs) | 0.97 |

## Share Class Information

| | | | | Fees | Dividends | | | Fund Identifiers | |
|---|---|---|---|---|---|---|---|---|---|
| Share Class | Incept Date | NAV | TER (%) 28.02.2023 | Max. Annual Charge (%) | Frequency | Last Paid Date | Last Paid Amount | Bloomberg ID | ISIN |
| I (acc) EUR | 30.04.2010 | EUR 12.73 | 0.59 | 0.40 | N/A | N/A | N/A | TECBIAE LX | LU0496370122 |

The charges are the fees the fund charges to investors to cover the costs of running the Fund. Additional costs, including transaction fees, will also be incurred. These costs are paid out by the Fund, which will impact on the overall return of the Fund.
Fund charges will be incurred in multiple currencies, meaning that payments may increase or decrease as a result of currency exchange fluctuations.


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## Composition of Fund

Franklin European Corporate Bond Fund  Bloomberg Euro-Aggregate: Corporates Index

| Geographic (Notional Exposure) | % of Total |
|---|---|
| United States | 17.74 / 20.29 |
| France | 16.36 / 20.07 |
| United Kingdom | 15.56 / 8.49 |
| Germany | 6.15 / 13.78 |
| Spain | 5.74 / 5.89 |
| Switzerland | 5.71 / 3.09 |
| Netherlands | 5.34 / 5.42 |
| Denmark | 4.23 / 1.41 |
| Belgium | 3.75 / 2.03 |
| Others | 16.51 / 19.53 |
| Cash & Cash Equivalents | 0.45 / 0.00 |

| Credit Quality (Market Value) | % of Total |
|---|---|
| AAA | 1.29 / 0.30 |
| AA+ | 0.00 / 0.29 |
| AA | 0.00 / 0.94 |
| AA- | 3.96 / 5.69 |
| A+ | 3.04 / 9.18 |
| A | 9.64 / 10.47 |
| A- | 24.98 / 21.25 |
| BBB+ | 24.11 / 21.23 |
| BBB | 17.88 / 20.07 |
| BBB- | 12.50 / 10.49 |
| BB+ | 1.64 / 0.09 |
| BB | 0.51 / 0.00 |
| Not Applicable | -0.02 / 0.00 |
| Cash & Cash Equivalents | 0.45 / 0.00 |

| Maturity (Market Value) | % of Total |
|---|---|
| 0 to 1 Year | 2.51 / 1.30 |
| 1 to 2 Years | 4.33 / 15.00 |
| 2 to 3 Years | 13.63 / 15.46 |
| 3 to 5 Years | 38.24 / 29.06 |
| 5 to 7 Years | 24.59 / 18.77 |
| 7 to 10 Years | 13.50 / 14.15 |
| 10 to 15 Years | 3.19 / 4.30 |
| 15 to 20 Years | 0.00 / 1.65 |
| 20 to 30 Years | 0.00 / 0.29 |
| 30+ Years | 0.00 / 0.03 |

| Sector (Notional Exposure) | % of Total |
|---|---|
| Corporate IG Credit | 92.58 / 99.91 |
| Quasi-Sovereign | 4.83 / 0.00 |
| Corporate HY Credit | 2.15 / 0.09 |
| Derivatives - Interest Rate | -2.47 / 0.00 |
| Cash & Cash Equivalents | 0.45 / 0.00 |

| Duration (Notional Exposure) | % of Total |
|---|---|
| 0 to 1 Year | 2.51 / 2.18 |
| 1 to 2 Years | 5.81 / 16.20 |
| 2 to 3 Years | 11.29 / 16.29 |
| 3 to 5 Years | 44.03 / 30.24 |
| 5 to 7 Years | 24.87 / 18.59 |
| 7 to 10 Years | 6.84 / 12.70 |
| 10 to 15 Years | 2.18 / 3.18 |
| 15 to 20 Years | 0.00 / 0.54 |
| 20 to 30 Years | 0.00 / 0.08 |

## Portfolio Data Derivatives Disclosures

Market value figures reflect the trading value of the investments. Notional exposure figures are intended to estimate the portfolio's exposure, including any hedged or increased exposure through certain derivatives held in the portfolio (or their underlying reference assets). Average Duration, Average Weighted Maturity and Yield to Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets). Portfolio breakdown percentages may not total 100% and may be negative due to rounding, use of any derivatives, unsettled trades or other factors.

## What Are the Key Risks?

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 may also be affected by currency fluctuations. Currency fluctuations may affect the value of overseas investments. The Fund invests mainly in higher-quality debt securities of corporations located in or doing significant business in European countries. Such securities have historically proven to present some stability over time and have benefitted from a limited exposure to interest rates and movements in the bond market but the performance can fluctuate moderately over time. The Fund may distribute income gross of expenses. Whilst this might allow more income to be distributed, it may also have the effect of reducing capital. Other significant risks include: credit risk, derivative instruments risk, liquidity risk. For full details of all of the risks applicable to this Fund, please refer to the "Risk Considerations" section of the Fund in the current prospectus of Franklin Templeton Investment Funds.

## Important Information

**This fund has been classified as Article 8 under the Regulation on sustainability related disclosures in the financial services sector (EU) 2019/2088. These are Funds which have an ESG integration approach and, in addition, have binding environmental and/or social characteristics in their investment process.**
Further information in relation to the sustainability-related aspects of the Fund can be found at www.franklinresources.com/countries. Please review all of the fund's objectives and characteristics before investing.

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For the avoidance of doubt, if you make a decision to invest, you will be buying units/shares in the Fund and will not be investing directly in the underlying assets of the Fund.
Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted.
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## Important Information (continued)

**Performance:** References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

**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.

Yield figures quoted should not be used as an indication of the income that has or will be received. Yield figures are based on the portfolio's underlying holdings and do not represent a payout of the portfolio.

**Composition of Fund:** Ratings shown are assigned by one or more Nationally Recognised Statistical Rating Organisations ('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 Not Applicable category consists of nonrateable securities (e.g., equities). Cash includes equivalents, which may be rated.

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