

As of: 30 September 2018 | Published on: 16 October 2018

Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	116 million
Fund Inception Date	08.07.1991
Number of Issuers	95
Benchmark	MSCI All Country World Small Cap Index
Investment Style	Value
Morningstar Category™	Global Small-Cap Equity

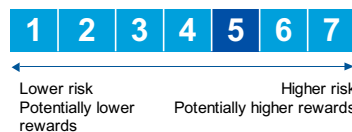
Investment Objective & Investment Policy

The Fund aims to increase the value of its investments over the medium to long term. The Fund invests mainly in equity securities issued by smaller companies that have a market capitalisation typically below USD 2 billion at the time of purchase, located in any country, including emerging markets. The Fund can invest to a lesser extent in equity securities issued by companies of any size located in any country. The investment team uses in-depth analysis to select individual equity securities that it believes are undervalued and will provide the best opportunities for increased value over the long term.

Fund Management

Harlan Hodes: United States
David Tuttle, CFA: Canada
Tina Sadler, CFA: Canada

Risk Classification - A (acc) USD

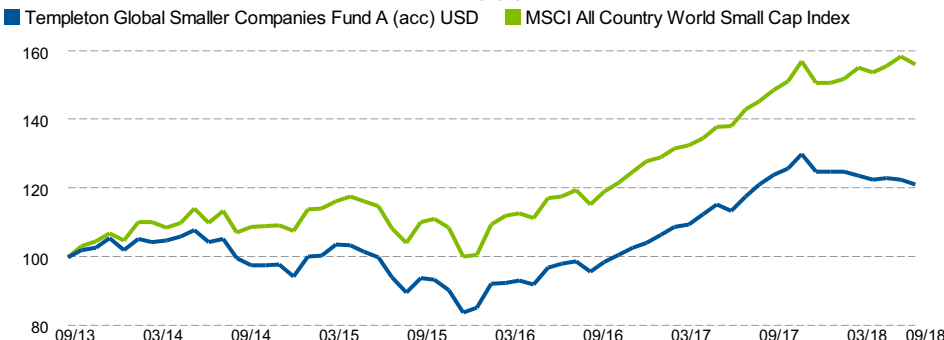


Asset Allocation

Equity	95.27%
Cash & Cash Equivalents	4.73%

Performance

Performance over 5 Years in Share Class Currency (%)



Performance in Share Class Currency (%)

	Cumulative						Annualised			
	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (acc) USD	-3.74	2.94	35.17	21.09	69.01	137.86	10.56	3.90	5.39	5.11
Benchmark in USD	3.18	9.12	49.89	56.12	186.78	415.04	14.44	9.32	11.11	9.89

Calendar Year Performance in Share Class Currency (%)

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
A (acc) USD	25.12	11.11	-7.51	-7.37	25.85	15.23	-25.56	27.39	61.09	-54.21
Best Month	3.64	7.99	6.19	3.14	7.04	8.95	6.51	10.71	21.23	4.78
Worst Month	-1.52	-7.45	-5.92	-5.44	-3.18	-13.64	-12.80	-8.70	-7.92	-30.59
Benchmark in USD	24.32	12.10	-0.63	2.20	29.18	18.63	-10.96	26.71	51.30	-43.42

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. 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. Performance may also be affected by currency fluctuations. Up to date performance figures can be found at www.franklintempleton.co.za. 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.

Top Ten Holdings (% of Total)

Issuer Name	
AMER SPORTS OYJ	2.52
COLUMBIA SPORTSWEAR CO	2.05
TECHTRONIC INDUSTRIES CO LTD	2.03
HILLENBRAND INC	2.02
ALLIANCEBERNSTEIN HOLDING LP	2.02
THULE GROUP AB/THE	1.98
TECHNOGYM SPA	1.95
FERRO CORP	1.94
INTERPUMP GROUP SPA	1.94
TSUMURA & CO	1.92

Fund Measures

Price to Earnings (12-mo Trailing)	18.20x
Price to Book	1.96x
Price to Cash Flow	12.63x
Dividend Yield	2.03%
Standard Deviation (5 Yrs)	10.06%

Share Class Information (For a full list of available share classes, please visit www.franklintempleton.co.za)

Share Class	Incept Date	NAV	TER (%)	Fund Identifiers	
				Bloomberg ID	ISIN
A (acc) USD	14.05.2001	USD 44.20	1.86	TEMSCFA LX	LU0128526141

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Composition of Fund

■ Templeton Global Smaller Companies Fund ■ MSCI All Country World Small Cap Index

Geographic		% of Total		Sector		% of Total	
United States	31.99	/	52.61	Consumer Discretionary	24.44	/	12.26
Japan	10.78	/	10.88	Industrials	22.50	/	16.82
Germany	6.01	/	2.06	Financials	12.53	/	13.41
Canada	5.26	/	3.37	Information Technology	10.19	/	12.65
Italy	4.61	/	1.28	Consumer Staples	7.62	/	4.81
United Kingdom	4.59	/	6.36	Materials	7.29	/	7.74
Taiwan	4.37	/	1.80	Health Care	4.26	/	11.57
Finland	4.00	/	0.51	Real Estate	3.68	/	9.96
Sweden	3.86	/	1.90	Energy	2.78	/	4.42
Others	19.79	/	19.22	Others	0.00	/	6.37
Cash & Cash Equivalents	4.73	/	0.00	Cash & Cash Equivalents	4.73	/	0.00

Market Capitalisation Breakdown in USD		% of Equity	
<1.0 Billion	15.86		
1.0-2.0 Billion	31.83		
2.0-5.0 Billion	36.23		
5.0-10.0 Billion	11.81		
>10.0 Billion	3.86		
N/A	0.41		

Effective Annual Cost

The Effective Annual Cost (EAC) is a measure which has been introduced to allow you to compare the charges you incur and their impact on investment returns when you invest in different funds and share classes. It is expressed as an annualised percentage. The EAC is made up of four components, which are added together, as shown in the table/s below. The effect of some of the charges may vary, depending on your investment period. The EAC calculation assumes that an investor terminates his or her investment in the share class at the end of the relevant periods shown in the table.

Impact of charges A (acc) USD	1 Yr	3 Yrs	5 Yrs	10 Yrs
Investment Management (%)	1.07	1.07	1.07	1.07
Advice (%)	0.50	0.50	0.50	0.50
Administration (%)	0.35	0.35	0.35	0.35
Other (%)	0.00	0.00	0.00	0.00
Effective Annual Cost (%)	1.92	1.92	1.92	1.92

- EAC mentioned above is forward looking estimations for 1/3/5/10 years. It is a reasonable best estimate based on the last financial year or last half year actual cost figures (as applicable).
- EAC will be updated twice a year.
- For a list of EACs for all share classes, please refer to our website www.franklintempleton.co.za.

Distributions 01.10.2017 - 30.09.2018

No dividend has been paid in the past 12 months.

Practical Information

Custodian: The Custodian of Franklin Templeton Investment Funds is J.P. Morgan Bank Luxembourg S.A. The contact details of the Custodian are: European Bank & Business Centre, 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg.

Literature: Copies of the latest prospectus and the latest annual and semi-annual reports of Franklin Templeton Investment Funds are available on the website www.franklintempleton.co.za or may be obtained free of charge from Franklin Templeton International Services S.à r.l., 8A, rue Albert Borschette, L-1246 Luxembourg or your financial adviser.

Fund Valuation & Cut-off Times: The prices at which Shares of the relevant Classes can be purchased, sold or switched in each Share Class are calculated on each Valuation Day by reference to the Net Asset Value per Share of the Class concerned and are available on the following Business Day. Orders to be executed on the same Valuation Day must be received by FTI prior to the dealing cut-off time on the day. Orders received after this cut-off time or on a non-Validation Day will be processed on the following Valuation Day. For orders received by fax, the cut-off time is 18:00 (CET). For orders received by electronic dealing, the cut-off time is 22:00 (CET) for transactions in the currency of the share class and 18:00 (CET) for other currencies and hedged share classes. The latest prices and other information of the Fund (including other share classes of the Fund) are available from Franklin Templeton International Services S.à r.l., 8A, rue Albert Borschette, L-1246 Luxembourg or www.franklintempleton.co.za. You may request the sale of your shares on any Luxembourg business day.

Important Information

This document serves as the Minimum Disclosure Document required in terms of the Advertising, Marketing and Information Disclosure Requirements for Collective Investment Schemes published by the Financial Services Board.

The Templeton Global Smaller Companies Fund is a Collective Investment Scheme in Securities.

Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted.

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Important Information (continued)

Collective Investment Schemes in Securities (CIS) are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not an indicator or a guarantee of future performance. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. CIS are traded at ruling prices and can engage in borrowing and scrip lending. A schedule of fees and charges and maximum commissions is available on request from Franklin Templeton International Services S.à r.l., 8A rue Albert Borschette, L-1246 Luxembourg. Commission and incentives may be paid and if so, would be included in the overall costs. Franklin Templeton Investment Funds ("FTIF") are priced on a forward basis and prices are calculated daily. FTIF does not provide any guarantee either with respect to the capital or the return of a portfolio. FTIF is regulated in Luxembourg and the FTIF sub-funds available for public sale in South Africa are approved by the Financial Services Board. Investments in foreign securities may expose the fund to risks such as potential constraints on liquidity and repatriation of funds, macroeconomic, political, foreign exchange, tax, settlement and potential limitations on the availability of market information. For full information on all the risks applicable to this fund, please refer to the fund's prospectus.

Franklin Templeton Investments SA (PTY) Ltd ("FTISA") is an authorised Financial Services Provider. FTISA is a Member of the Association for Savings & Investment SA (ASISA).

Copies of the latest prospectus, Minimum Disclosure Document (MDD) and the latest annual and semi-annual reports of FTIF are available on the website www.franklintempleton.co.za or may be obtained free of charge from Franklin Templeton International Services S.à r.l., 8A rue Albert Borschette, L-1246 Luxembourg or your local FTI representative.

Performance is calculated as a lump-sum and is quoted in USD or in the base currency of the fund and its respective share classes currencies. Performance is calculated for the portfolio, individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Annualised performance is the fund's total return expressed as an annual equivalent percentage rate over the time period listed. Currency fluctuations may affect the value of overseas investments. When investing in a fund denominated in a foreign currency, your performance may also be affected by currency fluctuations. 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.

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Fund Management: Franklin Templeton International Services S.à r.l. is the Management Company. Investment Managers have been appointed by the Management Company to provide day-to-day management of the net assets of the Funds. The portfolio manager(s) employed by the Investment Manager are listed on page 1 under the Fund Management section. Details of the Investment Manager are available in the Fund prospectus.

Fund Management: CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

Risk Classification: The Risk Classification is designed to provide a measure of the price movement of this share class based on historical behavior. Historical data may not be a reliable indication of the future risk profile of the Fund. The category shown is not guaranteed to remain unchanged and may shift over time. The lowest category does not mean risk free. The Fund invests mainly in equity securities of smaller companies around the world. Such securities have historically been subject to significant price movements that may occur suddenly due to market or company-specific factors. As a result, the performance of the Fund can fluctuate significantly over relatively short time periods.

Top Ten 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.

Share Class Information: The Fund does not charge performance fees nor advisory fees.

For more information on the TER(%), please refer to the latest annual or semi-annual report.

CDSC (Contingent Deferred Sales Charge): If investors redeem an A share class investment within 18 months of investing, they will be charged the CDSC as set out in the prospectus.

Source for data and information provided by Franklin Templeton Investments unless otherwise noted. Benchmark-related data provided by FactSet.