

Fund Overview

| | |
|------------------------|-------------------------------|
| Base Currency for Fund | USD |
| Total Net Assets (USD) | 764 million |
| Fund Inception Date | 25.10.2005 |
| Number of Issuers | 86 |
| Benchmark | MSCI World Index |
| Investment Style | Deep Value |
| Morningstar Category™ | Global Large-Cap Value Equity |

Summary of Investment Objective

The Fund aims to achieve capital appreciation by investing primarily in equity securities of companies of any nation that the investment manager believes are available at market prices less than their intrinsic value. The Fund primarily invests in mid and large-cap companies with a market capitalisation around or greater than 1.5 billion US dollars. To a lesser extent, the Fund may also invest in distressed securities and merger arbitrage situations.

Fund Management

Peter Langerman: United States
Tim Rankin, CFA: United States
Christian Correa, CFA: United States

Ratings - A (acc) USD

Overall Morningstar Rating™: ★ ★ ★

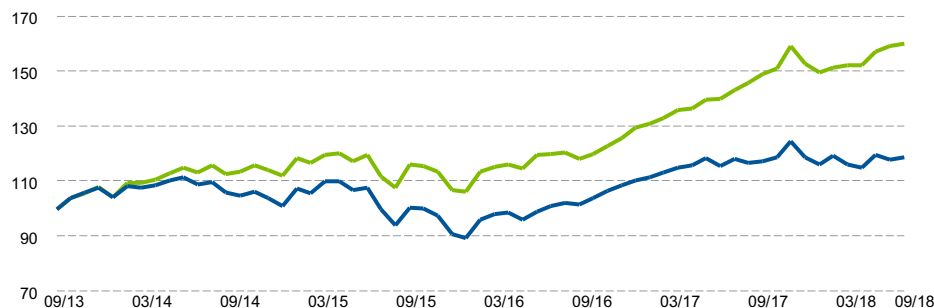
Asset Allocation

| | |
|-------------------------|-------|
| | % |
| Equity | 92.67 |
| Cash & Cash Equivalents | 5.74 |
| Fixed Income | 1.59 |

Performance

Performance over 5 Years in Share Class Currency (%)

■ Franklin Mutual Global Discovery Fund A (acc) USD ■ MSCI World Index



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 | -0.10 | 0.45 | 26.34 | 18.82 | 74.34 | 99.62 | 8.10 | 3.51 | 5.72 | 5.49 |
| A (acc) EUR | 3.22 | 2.26 | 21.58 | 38.42 | 111.08 | 107.92 | 6.73 | 6.72 | 7.76 | 5.82 |
| A (Ydis) EUR | 3.21 | 2.24 | 21.62 | 38.37 | 111.13 | 91.75 | 6.74 | 6.71 | 7.76 | 5.54 |
| N (acc) EUR | 2.62 | 1.46 | 18.89 | 33.38 | 95.98 | 88.34 | 5.93 | 5.93 | 6.96 | 5.02 |
| N (acc) USD | -0.66 | -0.28 | 23.55 | 14.42 | 61.62 | 81.01 | 7.30 | 2.73 | 4.92 | 4.70 |
| Benchmark in USD | 5.89 | 11.84 | 48.88 | 60.26 | 140.57 | 158.00 | 14.18 | 9.89 | 9.18 | 7.61 |

Calendar Year Performance in Share Class Currency (%)

| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| A (acc) USD | 11.44 | 9.40 | -6.18 | -3.43 | 26.86 | 14.72 | -6.96 | 9.15 | 19.88 | -25.96 |
| A (acc) EUR | -2.28 | 12.93 | 4.52 | 9.82 | 21.66 | 12.48 | -3.81 | 16.83 | 16.97 | -22.66 |
| A (Ydis) EUR | -2.25 | 12.93 | 4.48 | 9.77 | 21.73 | 12.46 | -3.89 | 16.83 | 17.05 | -22.68 |
| N (acc) EUR | -2.96 | 12.10 | 3.69 | 8.98 | 20.80 | 11.65 | -4.57 | 16.00 | 16.15 | -23.26 |
| N (acc) USD | 10.56 | 8.64 | -6.93 | -4.12 | 25.93 | 13.83 | -7.70 | 8.35 | 18.96 | -26.48 |
| Benchmark in USD | 23.07 | 8.15 | -0.32 | 5.50 | 27.37 | 16.54 | -5.02 | 12.34 | 30.79 | -40.33 |

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.lu. 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 | |
|------------------------------|------|
| ELI LILLY & CO | 3.17 |
| MEDTRONIC PLC | 3.09 |
| NOVARTIS AG | 2.82 |
| MERCK & CO INC | 2.70 |
| WALT DISNEY CO | 2.49 |
| GLAXOSMITHKLINE PLC | 2.24 |
| ROYAL DUTCH SHELL PLC | 2.19 |
| NN GROUP NV | 2.12 |
| BRITISH AMERICAN TOBACCO PLC | 2.03 |
| CITIZENS FINANCIAL GROUP INC | 1.86 |

Fund Measures

| | |
|------------------------------------|--------|
| Price to Earnings (12-mo Trailing) | 13.33x |
| Price to Book | 1.49x |
| Price to Cash Flow | 6.87x |
| Dividend Yield | 3.04% |
| Standard Deviation (5 Yrs) | 10.48% |

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

| Share Class | Incept Date | NAV | TER (%) | Fees | | Dividends | | Fund Identifiers | | |
|--------------|-------------|-----------|---------|------------------------|--|-----------|----------------|------------------|--------------|--------------|
| | | | | Max. Annual Charge (%) | | Frequency | Last Paid Date | Last Paid Amount | Bloomberg ID | ISIN |
| A (acc) USD | 25.10.2005 | USD 19.96 | 1.83 | 1.50 | | N/A | N/A | N/A | FMGDAAC LX | LU0211331839 |
| A (acc) EUR | 25.10.2005 | EUR 20.79 | 1.83 | 1.50 | | N/A | N/A | N/A | FMGDAAE LX | LU0211333025 |
| A (Ydis) EUR | 01.09.2006 | EUR 27.99 | 1.83 | 1.50 | | Ann | 09.07.2018 | 0.2800 | FMGCADE LX | LU0260862726 |
| N (acc) EUR | 25.10.2005 | EUR 18.83 | 2.58 | 2.25 | | N/A | N/A | N/A | FMGDNAE LX | LU0211333298 |
| N (acc) USD | 25.10.2005 | USD 18.10 | 2.58 | 2.25 | | N/A | N/A | N/A | FMGDNAC LX | LU0211332217 |
| | | | | | | | | | | Fund number |
| | | | | | | | | | | 0592 |
| | | | | | | | | | | 0593 |
| | | | | | | | | | | 0461 |
| | | | | | | | | | | 0597 |
| | | | | | | | | | | 0596 |

Composition of Fund

■ Franklin Mutual Global Discovery Fund ■ MSCI World Index

| Geographic | % of Total | | Sector | % of Total | |
|-------------------------|------------|---------|-------------------------|------------|---------|
| United States | 53.85 | / 61.98 | Financials | 24.50 | / 16.39 |
| United Kingdom | 12.59 | / 6.07 | Health Care | 15.38 | / 12.84 |
| Switzerland | 4.97 | / 2.86 | Information Technology | 12.39 | / 15.63 |
| Netherlands | 4.34 | / 1.16 | Communication Services | 10.59 | / 8.28 |
| France | 3.67 | / 3.89 | Energy | 10.31 | / 6.54 |
| Germany | 2.72 | / 3.26 | Consumer Discretionary | 5.90 | / 10.84 |
| Japan | 2.22 | / 8.52 | Industrials | 5.44 | / 11.32 |
| South Korea | 1.84 | / 0.00 | Consumer Staples | 4.17 | / 7.81 |
| Israel | 1.74 | / 0.19 | Utilities | 2.98 | / 2.96 |
| Others | 6.33 | / 12.09 | Others | 2.60 | / 7.39 |
| Cash & Cash Equivalents | 5.74 | / 0.00 | Cash & Cash Equivalents | 5.74 | / 0.00 |

Market Capitalisation Breakdown in USD

| | % of Equity |
|-------------------|-------------|
| <2.0 Billion | 0.37 |
| 2.0-5.0 Billion | 2.02 |
| 5.0-10.0 Billion | 3.98 |
| 10.0-25.0 Billion | 23.96 |
| 25.0-50.0 Billion | 20.12 |
| >50.0 Billion | 48.16 |
| N/A | 1.39 |

Important Information

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

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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.