

## Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	121 million
Fund Inception Date	29.10.2010
Number of Holdings	108
Benchmark	Bloomberg Barclays Global Aggregate Index
Investment Style	Fixed Income - Total Return
Morningstar Category™	Global Bond
Distribution Yield – A (Mdis)	1.22%
USD	

## Summary of Investment Objective

The Fund seeks to maximise, consistent with prudent investment management, total investment return, consisting of a combination of interest income and capital appreciation. The Fund seeks to achieve this objective by investing principally in fixed or floating rate debt securities issued by governments, government-related entities and corporations worldwide. The Fund invests mainly in investment grade securities, but may invest up to 10% in non-investment grade.

## Fund Management

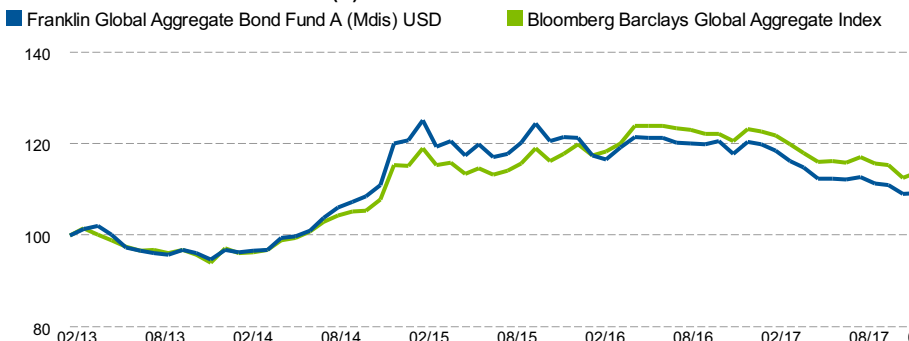
John Beck: United Kingdom  
David Zahn, CFA: United Kingdom

## Asset Allocation

	%
Fixed Income	93.89
Cash & Cash Equivalents	6.11

## Performance

### Performance over 5 Years in EUR (%)



### Discrete Annual Performance in EUR (%)

	02/17 02/18	02/16 02/17	02/15 02/16	02/14 02/15	02/13 02/14
A (Mdis) USD	-9.27	-0.69	0.35	25.55	-3.72
A (acc) EUR	-9.35	-0.66	0.45	25.56	-3.84
A (acc) EUR-H1	1.52	-5.18	-3.16	2.18	1.25
A (Mdis) EUR	-9.33	-0.70	0.43	25.53	-3.80
Benchmark in EUR	-7.64	2.86	4.09	19.70	-3.74

### Performance in EUR (%)

	Cumulative			Annualised	
	1 Yr	3 Yrs	5 Yrs	3 Yrs	5 Yrs
A (Mdis) USD	-9.27	-9.58	9.30	-3.30	1.79
A (acc) EUR	-9.35	-9.55	9.21	-3.29	1.78
A (acc) EUR-H1	1.52	-6.78	-3.55	-2.31	-0.72
A (Mdis) EUR	-9.33	-9.57	9.20	-3.30	1.78
Benchmark in EUR	-7.64	-1.11	13.93	-0.37	2.64

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. Currency fluctuations may affect the value of overseas investments. The fund offers other share classes subject to different fees and expenses, which will affect their performance. Please see the prospectus for details. Up to date performance figures can be found on our local website.

References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown.

## Fund Measures

Average Credit Quality	A
Average Duration	5.67 Years
Average Weighted Maturity	7.62 Years
Yield to Maturity	2.88%
Standard Deviation (5 Yrs, USD)	4.27%

## Share Class Information

Share Class	Incept Date	NAV	TER (%)	Fees		Dividends			Fund Identifiers	
				Max. Sales Charge (%)	Max. Annual Charge (%)	Frequency	Last Paid Date	Last Paid Amount	Bloomberg ID	ISIN
A (Mdis) USD	29.10.2010	USD 9.86	1.24	5.00	0.95	Mth	15.02.2018	0.0100	FTAAMDU LX	LU0543369770
A (acc) EUR	29.10.2010	EUR 12.22	1.24	5.00	0.95	N/A	N/A	N/A	FTABAAE LX	LU0543369341
A (acc) EUR-H1	29.10.2010	EUR 10.04	1.23	5.00	0.95	N/A	N/A	N/A	FTAAEH1 LX	LU0543369424
A (Mdis) EUR	29.10.2010	EUR 11.24	1.24	5.00	0.95	Mth	15.02.2018	0.0110	FTAAMDE LX	LU0543369697

## Composition of Fund

■ Franklin Global Aggregate Bond Fund ■ Bloomberg Barclays Global Aggregate Index

## Geographic

	% of Total
United States	34.37 / 37.42
Poland	6.30 / 0.37
Australia	5.46 / 1.70
Spain	5.34 / 2.80
Canada	4.87 / 3.22
Mexico	4.78 / 0.71
Japan	4.32 / 17.59
South Africa	4.27 / 0.01
ST Cash and Cash Equivalents	6.19 / 0.00
Others	24.10 / 36.15

## Currency

	% of Total
U.S. Dollar	45.36 / 43.32
Euro	18.50 / 25.67
Polish Zloty	6.25 / 0.24
British Pound	4.79 / 5.19
Mexican Peso	4.42 / 0.28
South Africa Rand	4.27 / 0.02
Japanese Yen	3.98 / 17.21
Australian Dollar	3.53 / 1.39
Malaysian Ringgit	3.11 / 0.30
Others	5.79 / 6.37

## Sector

	% of Total
USD IG Corp	17.39 / 12.07
U.S. Govt/Agency	14.27 / 15.21
EMU Govt	13.08 / 18.47
Asia ex-Japan	10.81 / 5.51
Americas ex-US	6.66 / 1.03
Non-EMU Europe	6.25 / 2.36
Sovereign	4.84 / 3.66
USD Securitised	3.99 / 12.14
Cash & Cash Equivalents	6.11 / 0.00
Others	16.60 / 29.56

## 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, Sector and Currency 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.

## 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 debt securities issued by any government or corporation worldwide. Such securities have historically been subject to price movements, generally due to interest rates or movements in the bond market. As a result, the performance of the Fund can fluctuate moderately over time.

Other significant risks include: credit risk, currency risk, derivatives 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

Issued by Franklin Templeton International Services, S.à r.l. Franklin Templeton Investment Funds (the "Fund") is a Luxembourg registered SICAV. Source for data and information provided by Franklin Templeton Investments, as of the date of this document, unless otherwise noted. This document does not constitute legal or tax advice nor investment advice or an offer for shares of the Fund. 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 semi-annual report accessible on our website at [www.franklintempleton.lu](http://www.franklintempleton.lu) or which can be obtained, free of charge, from Franklin Templeton International Services, S.à r.l. - Supervised by the Commission de Surveillance du Secteur Financier - 8A, rue Albert Borschette, L-1246 Luxembourg. 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. 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. An investment in the Fund entails risks, which are described in the Fund's prospectus and where available, in the relevant Key Investor Information Document. Special risks may be associated with a Fund's investment in certain types of securities, asset classes, sectors, markets, currencies or countries and in the Fund's possible use of derivatives. These risks are more fully described in the Fund's prospectus and where available, in the relevant Key Investor Information Document and should be read closely before investing. Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change. 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.

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

Please consult your financial advisor before deciding to invest.

**Fund Overview:** The **Distribution Yield** is based on the most recent month's distribution and shown as an annualized percentage as of the date shown. It does not include any preliminary charge and investors may be subject to tax on distributions. Information is historical and may not reflect current or future distributions.

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

**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.