



FRANKLIN TEMPLETON  
INVESTMENTS

Franklin Templeton Investment Funds  
**Franklin European Total Return  
Fund**

European Fixed  
Income  
LU0231792887  
28 February 2019

Fund Fact Sheet

**Fund Overview**

Base Currency for Fund	EUR
Total Net Assets (EUR)	280 million
Fund Inception Date	29.08.2003
Number of Holdings	53
Benchmark	Bloomberg Barclays Euro Aggregate Index
Morningstar Category™	EUR Diversified Bond
Distribution Yield	1,49%

**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 in a portfolio of fixed and floating rate debt securities and debt obligations of governments, government-related or corporate issuers in Europe.

**Fund Management**

Sonal Desai, PhD: United States  
John Beck: United Kingdom  
David Zahn, CFA: United Kingdom

**Ratings - A (Mdis) USD**

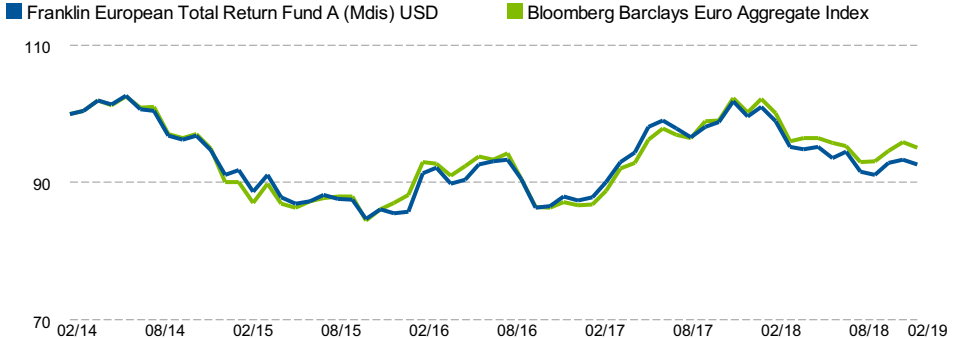
Overall Morningstar Rating™: ★★★★★

**Asset Allocation (Market Value)**

Fixed Income	93,23%
Cash & Cash Equivalents	6,77%

**Performance**

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



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

	02/18 02/19	02/17 02/18	02/16 02/17	02/15 02/16	02/14 02/15
A (Mdis) USD	-6,98	14,07	1,88	-6,61	-8,16
Benchmark in USD	-5,11	15,69	-1,75	-2,15	-9,83

**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
A (Mdis) USD	-0,67	1,66	-0,96	-6,98	8,10	-7,28	25,29	2,63	-1,50	1,70
Benchmark in USD	-0,84	2,11	-0,67	-5,11	7,85	-4,84	54,43	2,55	-0,99	3,31

**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, net income reinvested, gross of tax, 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.

**Fund Measures**

Average Credit Quality	A
Average Duration	3,80 Years
Average Weighted Maturity	8,57 Years
Yield to Maturity	1,25%
Standard Deviation (5 Yrs)	7,43%

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

Share Class	Incept Date	NAV	TER (%)	Fees	Dividends	Fund Identifiers			
				Max. Annual Charge (%)	Last Paid Date	Last Paid Amount	Bloomberg ID	ISIN	SEDOL
A (Mdis) USD	25.10.2005	USD 11,24	0,95	0,70	15.02.2019	0,0140	TETRADU LX	LU0231792887	B0LWKH1

## Composition of Fund

■ Franklin European Total Return Fund ■ Bloomberg Barclays Euro Aggregate Index

## Geographic (Notional Exposure)

	% of Total	
Italy	14,48	/ 14,26
Spain	11,84	/ 10,50
Denmark	7,77	/ 0,37
Poland	7,62	/ 0,39
Euro Community	5,80	/ 0,00
Belgium	4,37	/ 4,33
Germany	-14,81	/ 18,11
France	-16,47	/ 22,34
Cash & Cash Equivalents	6,77	/ 0,00
Others	31,40	/ 29,70

## Currency (Notional Exposure)

	% of Total	
Euro	85,10	/ 100,00
Danish Krone	7,77	/ 0,00
Norwegian Krone	6,69	/ 0,00
Polish Zloty	0,23	/ 0,00
British Pound	0,22	/ 0,00

## Sector (Notional Exposure)

	% of Total	
Euro IG Corp	17,62	/ 18,23
Non-EMU Europe	7,62	/ 0,43
Sovereign	6,30	/ 2,03
Euro HY Corp	1,02	/ 0,00
EMU Govt	0,22	/ 56,60
Euro Securitised	0,00	/ 8,17
Asia ex-Japan	0,00	/ 3,15
Cash & Cash Equivalents	6,77	/ 0,00
Others	19,23	/ 11,39

## 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 European higher-quality debt securities issued by any type of entity. 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.

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, 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

Given the variety of investment options available today, we suggest investors seek guidance from a Financial Adviser.

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 (the Fund). Nothing in this document should be construed as investment advice.

Opinions expressed are the author's at publication date and they are subject to change without prior notice. **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. Past performance is not an indicator or a guarantee of future performance.** 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. An investment in the Fund entails risks which are described in the Fund's prospectus and the relevant Key Investor Information Document. 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 and in the relevant Key Investor Information Document. No shares of the Fund may be directly or indirectly offered or sold to residents of the United States of America. Any research and analysis contained in this document has been procured by Franklin Templeton Investments for its own purposes and is provided to you only incidentally. 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.

Please consult your financial advisor before deciding to invest. Subscriptions to shares of the Fund can only be made on the basis of the current prospectus, the relevant Key Investor Information Document, accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter. These documents can be obtained, free of charge from Franklin Templeton International Services S.á.r.l. (FTIS), Swedish branch filial, Blasieholmsgatan 5, SE-111 48 Stockholm, Sweden. Phone: +46 (0) 8 545 01230, Fax: +46 (0) 8 545 01239, E-mail: nordicinfo@franklintempleton.com or can be found on our website [www.franklintempletonnordic.com](http://www.franklintempletonnordic.com) or [www.ftidocuments.com](http://www.ftidocuments.com). Issued by FTIS, Stockholm Branch. FTIS is authorised and regulated in the Luxembourg by the Commission de Surveillance du Secteur Financier and is authorized to conduct certain financial services in Denmark, in Sweden, in Norway and in Finland. 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.

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.

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.

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**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.

**Important Information (continued)**

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, contact Franklin Templeton International Services S.á.r.l. (FTIS), Swedish branch filial, , Blasieholmsgatan 5, SE-111 48 Stockholm, Sweden. Phone: +46 (0) 8 545 01230, Fax: +46 (0) 8 545 01239, E-mail: [nordicinfo@franklintempleton.com](mailto:nordicinfo@franklintempleton.com) or can be found on our website [www.franklintempletonnordic.com](http://www.franklintempletonnordic.com) or [www.ftidocuments.com](http://www.ftidocuments.com). Issued by FTIS, Stockholm Branch. FTIS is authorised and regulated in the Luxemburg by the Commission de Surveillance du Secteur Financier and is authorized to conduct certain financial services in Denmark, in Sweden, in Norway and in Finland.