



FRANKLIN TEMPLETON  
INVESTMENTS

Franklin Templeton Investment Funds  
**Franklin European Income Fund**

European Balanced  
LU1129998099  
28 February 2019

Fund Fact Sheet

**Fund Overview**

Base Currency for Fund	EUR
Total Net Assets (EUR)	19 million
Fund Inception Date	17.11.2014
Number of Issuers	58
Benchmark	Custom 50% Bloomberg Barclays Euro Aggregate and 50% MSCI Europe Index
Morningstar Category™	EUR Moderate Allocation
Distribution Yield	3,11%

**Summary of Investment Objective**

The Fund's objective is to maximise income while maintaining prospects for capital appreciation. The fund will seek to achieve its objective by investing principally in a portfolio of equities and fixed income, domiciled or having significant business activities in European countries, including emerging markets in Europe.

**Fund Management**

David Zahn, CFA: United Kingdom  
Dylan Ball: United Kingdom

**Ratings - A (Mdis) EUR**

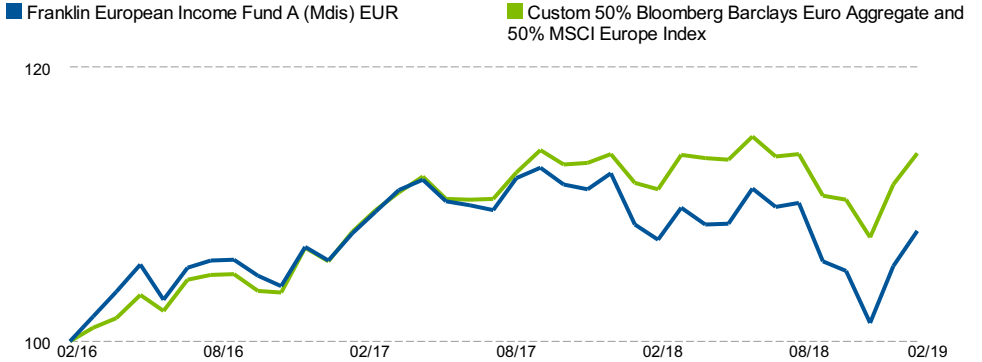
Overall Morningstar Rating™: ★ ★ ★

**Asset Allocation (Market Value)**

Equity	59,42	%
Fixed Income	38,67	%
Cash & Cash Equivalents	1,91	%

**Performance**

**Performance over 3 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) EUR	-0,45	0,59	7,91	-7,76	N/A
Benchmark in EUR	1,97	3,30	7,79	-5,61	N/A

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

	Cumulative						Annualised	
	1 Mth	3 Mths	6 Mths	1 Yr	3 Yrs	Since Incept	3 Yrs	Since Incept
A (Mdis) EUR	2,41	2,74	-1,63	-0,45	8,06	12,38	2,62	2,76
Benchmark in EUR	2,04	3,12	0,22	1,97	13,50	17,57	4,32	3,85

**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.

**Top Ten Holdings (% of Total)**

Security Name	Weight (%)
Italy Treasury Bond, senior bond, Reg S, 4.75%, 9/01/28	4,95
Government of Poland, 2.50%, 7/25/26	3,30
Novartis AG	3,19
Roche Holding AG	2,98
Franklin Euro High Yield Fund, Class I	2,88
ING Groep NV	2,82
Royal Dutch Shell PLC, B	2,74
GlaxoSmithKline PLC	2,59
Franklin Liberty Euro Short Maturity UCITS ETF	2,57
NXP Semiconductors NV	2,44

**Fund Measures**

Historical 3 Yr Sales Growth	4,06%
Estimated 3-5 Yr EPS Growth	6,61%
Price to Earnings (12-mo Forward)	13,26x
Average Credit Quality	BBB+
Average Duration	5,86 Years
Average Weighted Maturity	7,07 Years
Yield to Maturity	2,21%
Standard Deviation (3 Yrs)	6,42%

**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) EUR	17.11.2014	EUR 10,02	1,70	1,35		15.02.2019	0,0260	FEUIAME LX	LU1129998099	BSMT282

## Composition of Fund

■ Franklin European Income Fund ■ MSCI Europe Index  
 ■ Custom 50% Bloomberg Barclays Euro Aggregate and 50% MSCI Europe Index

## Geographic (Market Value)

	% of Total	
United Kingdom	12,87	14,63
France	12,10	20,10
Italy	9,52	8,98
Germany	8,30	16,02
Netherlands	7,76	5,43
Switzerland	7,55	7,32
United States	5,64	1,66
Belgium	4,59	2,94
Denmark	4,21	1,58
Others	25,55	21,32
Cash & Cash Equivalents	1,91	0,00

## Sector (Market Value)—Equity

	% of Equity	
Financials	24,13	18,99
Industrials	20,76	13,13
Health Care	19,30	12,92
Information Technology	14,33	5,31
Energy	8,56	8,23
Communication Services	5,00	4,82
Materials	4,15	7,65
Consumer Staples	3,76	13,95
Consumer Discretionary	0,00	9,39
Others	0,00	5,61

## Currency (Market Value)

	% of Total	
Euro	73,78	75,35
British Pound	11,32	13,56
Swiss Franc	7,55	6,98
Danish Krone	4,21	1,40
Swedish Krona	1,98	2,13
Norwegian Krone	0,97	0,58
Polish Zloty	0,19	0,00

## Market Capitalisation Breakdown in EUR

	% of Equity
<2,0 Billion	13,25
2,0-5,0 Billion	6,90
5,0-10,0 Billion	10,55
10,0-25,0 Billion	16,20
25,0-50,0 Billion	14,08
>50,0 Billion	39,03

## Portfolio Data Derivatives Disclosures

Market value figures reflect the trading value of the investments. 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 a diversified portfolio of European equity, equity-related and debt securities. Such securities have historically been subject to price movements that may occur suddenly due to equity market- and bond market-specific factors. As a result, the performance of the Fund can fluctuate 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.à.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 or 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.

All MSCI data is provided "as is." The Fund described herein is not sponsored or endorsed by MSCI. In no event shall MSCI, its affiliates or any MSCI data provider have any liability of any kind in connection with the MSCI data or the Fund described herein. Copying or redistributing the MSCI data is strictly prohibited.

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.

**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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**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.

**Important Information (continued)**

**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). For unrated bonds ratings may be assigned based on the ratings of the issuer 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 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 are not reflected in the ACQ.

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 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.