

Franklin Templeton Investment Funds

## Templeton Global High Yield Fund

FRANKLIN TEMPLETON  
INVESTMENTS

## Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	131 million
Launch Date	27.09.2007
Number of Holdings	275
Benchmark	JP Morgan Global High Yield Index
Investment Style	Fixed Income - High Yield

## Summary of Investment Objectives

The Fund aims to earn a high level of current income, and seeks capital appreciation when consistent with its principal objective of high current income, by investing principally in fixed and floating rate debt securities of issuers globally, including those in emerging markets.

## Fund Management

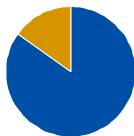
Eric Takaha, CFA	United States
Michael Hasenstab, PhD	United States

## EUSD Status - A(Mdis) USD

Redemption	In Scope
Distribution	In Scope

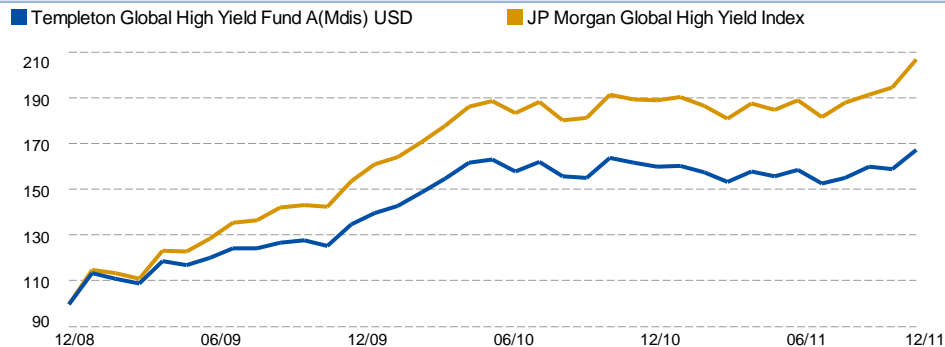
## Asset Allocation

		%
Fixed Income		84.89
Cash & Cash Equivalents		15.11



## Performance

## Performance over 3 Years in EUR



## Performance in EUR (%)

	Cumulative		Annualised	
	1 Yr	3 Yrs	3 Yrs	3 Yrs
A(Mdis) USD	3.53	67.64		18.81
A(acc) EUR	3.42	67.80		18.85
A(Mdis) EUR	3.42	67.58		18.79
<b>Benchmark</b>	<b>9.26</b>	<b>106.96</b>		<b>27.46</b>

Past performance is no 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 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.

## Calendar Year Performance in EUR (%)

	2011	2010	2009	2008
A(Mdis) USD	3.53	19.90	35.06	-18.02
<b>Benchmark</b>	<b>9.26</b>	<b>23.04</b>	<b>53.95</b>	<b>-23.04</b>

## Top Holdings

Security Name	%
Franklin Floating Rate II Fund, Class I	2.91
Government of Ghana, 12.39%, 4/28/14	1.86
Halyk Savings Bank of Kazakhstan JSC, Reg S, 7.25%, 1/28/21	1.52
Government of Poland, 5.75%, 4/25/14	1.35
Korea Treasury Bond, senior bond, 3.75%, 6/10/13	1.29
Government of Ukraine, Reg S, 7.75%, 9/23/20	1.29
Government of Mexico, MI, 8.00%, 12/19/13	1.28
Government of Indonesia, senior bond, 12.50%, 3/15/13	1.23
Korea Treasury Bond, senior bond, 4.25%, 12/10/12	1.17
Petroleos de Venezuela SA, senior sub. bond, 4.90%, 10/28/14	1.15

## Fund Measures

Average Credit Quality	BB-
Average Duration	3.55 Years
Average Weighted Maturity	4.89 Years
Yield to Maturity	7.70%
Standard Deviation (3 Yrs, USD)	9.94

## 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	27.09.2007	USD 9.45	1.67	3.00	1.35	M	15.12.2011	0.0420	TGHYAMU LX	LU0300741062
A(acc) EUR	27.09.2007	EUR 9.38	1.65	3.00	1.35	N/A	N/A	N/A	TGHAACE LX	LU0300743944
A(Mdis) EUR	27.09.2007	EUR 7.31	1.67	3.00	1.35	M	15.12.2011	0.0320	TGHAMEU LX	LU0300744165

## Contact Information

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Composition of Fund

■ Templeton Global High Yield Fund

■ JP Morgan Global High Yield Index

Geographic

		% of Total
United States		50.87 / 79.78
ST Cash and Cash Equivalents		14.92 / 0.00
Indonesia		4.43 / 0.58
South Korea		3.48 / 0.07
Brazil		3.39 / 2.64
United Kingdom		3.30 / 1.36
Mexico		3.24 / 1.52
Poland		2.81 / 0.04
Hungary		2.14 / 0.00
Other		11.42 / 14.03

Currency

		% of Total
US Dollar		85.23 / 100.00
Indonesian Rupiah		4.43 / 0.00
South Korean Won		3.48 / 0.00
Brazilian Real		2.85 / 0.00
Malaysian Ringgit		2.78 / 0.00
Polish Zloty		2.70 / 0.00
Mexican Peso		2.26 / 0.00
EURO		-5.26 / 0.00
Japanese Yen		-5.37 / 0.00
Other		6.89 / 0.00



















Sector











		% of Total
Corporate Bonds: Non-Investment Grade		56.73 / 97.51
Cash & Cash Equivalents		15.11 / 0.00
Intl Govt/Agency Bonds: Investment Grade		11.29 / 0.00
Intl Govt/Agency Bonds: Non-Investment Grade		8.43 / 0.00
Sovereign Bonds: Non-Investment Grade		4.24 / 0.00
Others		3.17 / 0.00
Sovereign Bonds: Investment Grade		0.95 / 0.00
Corporate Bonds: Investment Grade		0.65 / 2.49
Derivatives		-0.59 / 0.00












Composition of Fund (continued)

■ Templeton Global High Yield Fund

■ JP Morgan Global High Yield Index

Ratings		% of Total
A+		4.07 / 0.00
A		3.16 / 0.00
BBB+		2.65 / 0.00
BBB		4.05 / 0.00
BBB-		0.74 / 0.00
BB+		13.40 / 11.60
BB		3.27 / 10.84
BB-		9.71 / 12.98
B+		13.97 / 15.07
B		15.51 / 14.63
B-		13.43 / 16.00
CCC+		13.22 / 10.89
CCC		1.91 / 4.80
CCC-		0.09 / 1.88
CC		0.11 / 0.58
C		0.07 / 0.04
D		0.00 / 0.09
NR		0.64 / 0.58

Duration		% of Total
0 to 1 Year		31.71 / 4.02
1 to 2 Years		7.11 / 9.19
2 to 3 Years		6.28 / 10.82
3 to 5 Years		28.79 / 43.58
5 to 7 Years		27.40 / 26.58
7 to 10 Years		3.71 / 4.11
10 to 15 Years		0.11 / 1.61
20 to 30 Years		0.65 / 0.00
N/A		0.00 / 0.09
Offset Derivatives		-5.76 / 0.00

Maturity		% of Total
0 to 1 Year		21.20 / 4.75
1 to 2 Years		5.29 / 7.53
2 to 3 Years		7.10 / 8.18
3 to 5 Years		20.28 / 29.62
5 to 7 Years		20.03 / 26.90
7 to 10 Years		21.55 / 19.86
10 to 15 Years		2.71 / 0.69
15 to 20 Years		1.02 / 0.84
20 to 30 Years		0.15 / 1.48
30+ Years		0.65 / 0.06
N/A		0.00 / 0.09

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**EUSD Status:** Any tax information provided is intended to be a general guide and should not be relied upon as a basis for calculating individual liabilities. The information does not take into consideration your personal circumstances and may be subject to change in the future. If you are in any doubt about the impact of tax on your investment you should consult a qualified tax adviser.

**Top Holdings:** Top Holdings represent the largest holdings of the fund as of the date indicated. These securities do not represent all of the securities purchased, sold or recommended for advisory clients, and the reader should not assume that investment in the securities listed was or will be profitable.

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**Composition of Fund:** Quality ratings shown are assigned by one or more Nationally Recognized Statistical Credit Rating Organizations (NRSRO), such as Standard & Poor's, Moody's and Fitch. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). When ratings from all three agencies are available, the middle rating is used; when two are available, the lowest rating is used; and when only one is available, that rating is used. Foreign government bonds without a specific rating are assigned the country rating provided by an NRSRO, if available. The NR category consists of rateable securities that have not been rated by an NRSRO. Cash and equivalents (defined as bonds with stated maturities, or that can be redeemed at intervals, of seven days or less) as well as derivatives are excluded from this breakdown. As a result, the chart does not reflect the fund's total net assets.