

Franklin Templeton Investment Funds

## Templeton Global Bond (Euro) Fund

FRANKLIN TEMPLETON  
INVESTMENTS

## Fund Overview

Base Currency for Fund	EUR
Total Net Assets (EUR)	438 million
Launch Date	29.08.2003
Number of Holdings	85
Benchmark	JP Morgan Global Government Bond Hedged to Euro Index
Investment Style	Fixed Income - Governments

## Summary of Investment Objectives

The Fund aims to maximise total investment return consisting of a combination of interest income, capital appreciation and currency gains by investing principally in a portfolio of fixed or floating rate debt securities and debt obligations issued by government or government-related issuers worldwide. The name of the Fund reflects the base currency of the Fund being in euro, and does not necessarily imply that any particular proportion of the Fund's net invested assets are denominated in euro.

## Fund Management

Michael Hasenstab, PhD	United States
Sonal Desai, PhD	United States

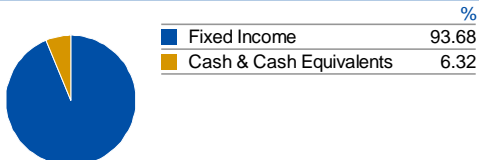
## EUSD Status - A(Ydis) EUR

Redemption	In Scope
Distribution	In Scope

## Ratings - A(Ydis) EUR

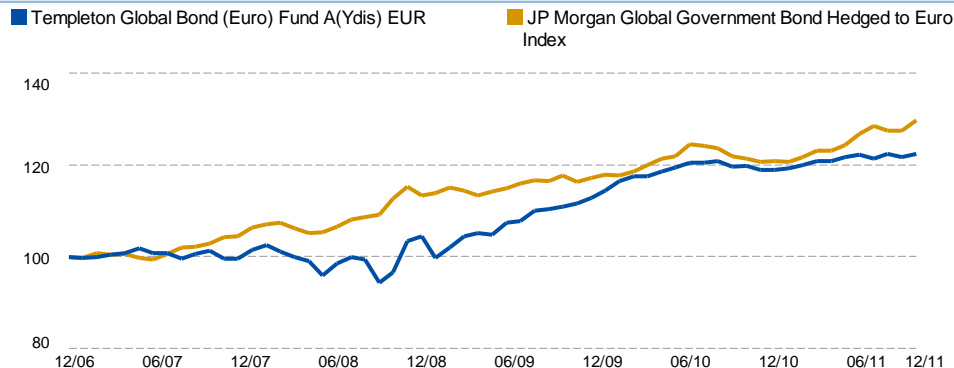
S&P Fund Management Rating	AAV4
Overall Morningstar Rating™	- - -

## Asset Allocation



## Performance

## Performance over 5 Years in EUR



## Performance in EUR (%)

	Cumulative			Annualised	
	1 Yr	3 Yrs	5 Yrs	3 Yrs	5 Yrs
A(Ydis) EUR	2.11	18.42	22.51	5.80	4.15
A(acc) EUR	2.11	18.38	22.55	5.79	4.15
<b>Benchmark</b>	<b>6.90</b>	<b>12.44</b>	<b>29.86</b>	<b>3.99</b>	<b>5.37</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	2007	2006	2005	2004
A(Ydis) EUR	2.11	7.29	8.09	3.74	-0.27	1.89	3.45	4.30
<b>Benchmark</b>	<b>6.90</b>	<b>4.31</b>	<b>0.84</b>	<b>10.42</b>	<b>4.59</b>	<b>0.97</b>	<b>3.87</b>	<b>5.46</b>

## Top Holdings

Security Name	%
Government of Ireland, senior bond, 5.40%, 3/13/25	6.33
Government of Malaysia, senior bond, 3.718%, 6/15/12	5.60
Government of Mexico, MI, 8.00%, 12/19/13	4.51
Government of Indonesia, FR40, 11.00%, 9/15/25	4.41
Korea Treasury Bond, senior bond, 4.00%, 6/10/12	4.00
Government of Poland, 5.75%, 9/23/22	3.33
Government of Russia, senior bond, Reg S, 7.50%, 3/31/30	2.85
Government of Malaysia, senior bond, 2.711%, 2/14/12	2.81
Government of Mexico, MI, 9.00%, 12/20/12	2.49
Government of Hungary, 6.75%, 7/28/14	1.81

## Fund Measures

Average Credit Quality	A
Average Duration	3.10 Years
Average Weighted Maturity	4.33 Years
Yield to Maturity	2.83%
Standard Deviation (5 Yrs)	5.82

## 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(Ydis) EUR	29.08.2003	EUR 10.01	1.39	3.00	1.05	Y	08.07.2011	0.2390	TGBEFAD LX	LU0170474935
A(acc) EUR	29.08.2003	EUR 13.59	1.39	3.00	1.05	N/A	N/A	N/A	TGBEFAA LX	LU0170474422

## Contact Information

<b>Tel</b>	<b>Fax</b>	<b>E-Mail</b>	<b>Web</b>
+352 46 66 671	+352 22 13 57	lucs@franklintempleton.com	www.franklintempleton.lu

Composition of Fund

■ Templeton Global Bond (Euro) Fund

■ JP Morgan Global Government Bond Hedged to Euro Index

Geographic		% of Total
Ireland		12.97 / 0.00
Malaysia		10.34 / 0.00
France		9.23 / 6.25
Germany		8.91 / 5.94
Finland		8.56 / 0.00
Indonesia		7.83 / 0.00
Mexico		7.02 / 0.00
ST Cash and Cash Equivalents		6.32 / 0.00
Hungary		6.08 / 0.00
Other		22.74 / 87.81

Currency		% of Total
EURO		89.98 / 100.00
Indonesian Rupiah		2.95 / 0.00
South Korean Won		2.05 / 0.00
Brazilian Real		1.26 / 0.00
Australian Dollar		1.00 / 0.00
Mexican Peso		0.99 / 0.00
Swedish Krona		0.62 / 0.00
Polish Zloty		0.34 / 0.00
Peru Nuevo Sol		0.33 / 0.00
Other		0.48 / 0.00

Ratings		% of Total
AAA		31.09 / 57.94
AA+		0.00 / 1.64
AA		0.58 / 0.00
AA-		0.00 / 34.95
A+		5.99 / 5.47
A		14.59 / 0.00
A-		0.62 / 0.00
BBB+		21.74 / 0.00
BBB		8.50 / 0.00
BB+		14.85 / 0.00
B+		0.68 / 0.00
B		0.02 / 0.00
B-		0.85 / 0.00
NR		0.49 / 0.00

Duration		% of Total
0 to 1 Year		51.02 / 0.15
1 to 2 Years		8.37 / 14.66
2 to 3 Years		2.02 / 12.41
3 to 5 Years		4.77 / 22.55
5 to 7 Years		14.38 / 14.61
7 to 10 Years		18.09 / 14.66
10 to 15 Years		0.67 / 10.29
15 to 20 Years		0.00 / 8.84
20 to 30 Years		0.69 / 1.82

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**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.

**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.

**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.