

Franklin Templeton Investment Funds

Franklin Mutual Beacon Fund



FRANKLIN TEMPLETON
INVESTMENTS

Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	892 million
Launch Date	07.07.1997
Number of Holdings	136
Benchmark	S&P 500 Index
Investment Style	Deep Value

Summary of Investment Objectives

The Fund aims to achieve long-term capital appreciation by investing principally in US equity securities with no more than 30% of the Fund's net assets invested in securities of non-US issuers. The Fund may also seek to invest in the securities of companies involved in mergers, consolidations, liquidations and reorganisations. To a lesser extent, the Fund may also purchase debt securities of companies involved in reorganisation or financial restructuring.

Fund Management

Peter Langerman	United States
David Segal, CFA	United States
Deborah A. Turner, CFA	United States

EUUSD Status - A(acc) USD

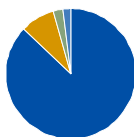
Redemption	Out of Scope
Distribution	Out of Scope

Ratings - A(acc) USD

S&P Fund Management Rating	AA
Overall Morningstar Rating™	★★★★

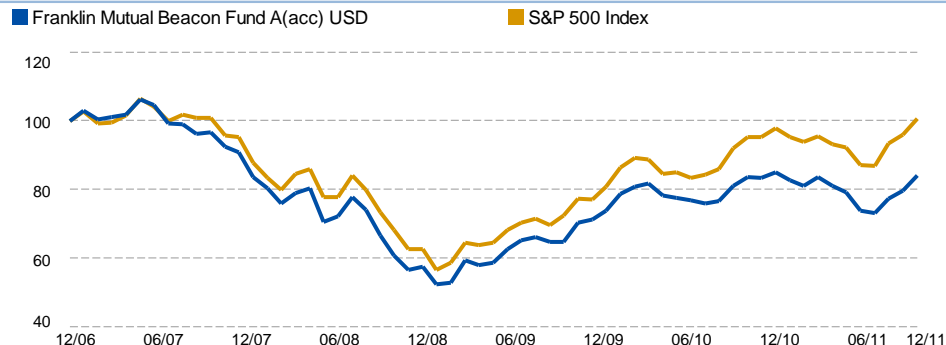
Asset Allocation

	%
Undervalued Equities	87.08
Cash & Other Net Assets	8.52
Distressed Investments	2.25
Merger Arbitrage	2.14



Performance

Performance over 5 Years in EUR



Performance in EUR (%)

	Cumulative				Annualised		
	1 Yr	3 Yrs	5 Yrs	10 Yrs	3 Yrs	5 Yrs	10 Yrs
A(acc) USD	0.66	48.47	-15.78	-12.89	14.09	-3.38	-1.37
A(acc) EUR	0.65	48.47	-15.77	-12.81	14.09	-3.38	-1.36
A(acc) EUR-H1	-2.81	34.96	N/A	N/A	10.52	N/A	N/A
Benchmark	5.54	60.53	0.72	-8.26	17.10	0.14	-0.86

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	2003	2002
A(acc) USD	0.66	18.62	24.35	-37.61	-9.08	6.09	23.38	4.04	2.47	-25.88
Benchmark	5.54	23.12	23.54	-34.25	-4.58	3.85	20.26	3.07	7.06	-33.90

Top Holdings

Issuer Name	%
CVS CAREMARK CORP	3.06
MERCK & CO INC	2.82
WHITE MOUNTAINS INSURANCE GROUP INC	2.78
PFIZER INC	2.50
KRAFT FOODS INC	2.33
MICROSOFT CORP	2.32
BRITISH AMERICAN TOBACCO PLC	2.26
MARATHON OIL CORP	1.89
IMPERIAL TOBACCO GROUP PLC	1.88
AMGEN INC	1.72

Fund Measures

Price to Earnings	12.44
Price to Book Value	1.47
Price to Cash Flow	5.07
Standard Deviation (5 Yrs, USD)	18.37

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(acc) USD	07.07.1997	USD 45.86	1.82	5.25	1.50	N/A	N/A	N/A	TEMAMAI LX	LU0070302665
A(acc) EUR	31.12.2001	EUR 35.47	1.81	5.25	1.50	N/A	N/A	N/A	TEMAMAE LX	LU0140362707
A(acc) EUR-H1	10.04.2007	EUR 31.57	1.77	5.25	1.50	N/A	N/A	N/A	TEBACEH LX	LU0294217905








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Composition of Fund

■ Franklin Mutual Beacon Fund ■ S&P 500 Index







Geographic

		% of Total
United States		73.41 / 100.00
United Kingdom		9.56 / 0.00
Germany		2.63 / 0.00
France		1.73 / 0.00
Switzerland		0.92 / 0.00
Denmark		0.86 / 0.00
Other		10.89 / 0.00

Sector

		% of Total
Consumer Staples		20.46 / 11.54
Health Care		14.80 / 11.85
Financials		14.15 / 13.43
Energy		9.21 / 12.27
Information Technology		8.50 / 19.02
Consumer Discretionary		7.95 / 10.67
Industrials		5.74 / 10.69
Materials		4.35 / 3.50
Utilities		3.48 / 3.87
Telecommunication Services		2.24 / 3.17

Market Capitalisation Breakdown in USD

		% of Equity
< 1.5 Billion		0.60
1.5-5.0 Billion		10.90
5.0-25.0 Billion		34.90
25.0-50.0 Billion		18.90
> 50.0 Billion		32.80
N/A		1.90

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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.