



**FRANKLIN TEMPLETON  
INVESTMENTS**

**Portfolio Holdings for FTIF - Franklin European Small-Mid Cap Growth Fund as of December 31, 2011**

The following portfolio data for the Franklin Templeton funds is made available to the public under our Portfolio Holdings Release Policy and is "as of" the date indicated. *This portfolio data should not be relied upon as a complete listing of a fund's holdings (or of a fund's top holdings) as information on particular holdings may be withheld if it is in the fund's interest to do so. Additionally, foreign currency forwards are not included in the portfolio data. Instead, the net market value of all currency forward contracts is included in cash and other net assets of the fund. Further, portfolio holdings data of over-the-counter derivative investments such as Credit Default Swaps, Interest Rate Swaps or other Swap contracts list only the name of counterparty to the derivative contract, not the details of the derivative. Complete portfolio data can be found in the semi- and annual financial statements of the fund.*

Security Identifier	Security Name	Shares/ Positions Held	Market Value	% of TNA	Coupon Rate	Maturity Date
7309283	BENETEAU	801,208	\$6,483,375	2.93%	N/A	N/A
B011Y09	C&C GROUP PLC	2,756,826	\$7,912,090	3.58%	N/A	N/A
0177294	CARPETRIGHT PLC	1,751,167	\$10,062,087	4.55%	N/A	N/A
4189477	DCC PLC	467,400	\$8,544,072	3.87%	N/A	N/A
B3DGH82	DE LA RUE PLC	944,600	\$10,083,244	4.56%	N/A	N/A
B4JZFN1	DIGNITY PLC	722,005	\$7,094,109	3.21%	N/A	N/A
B19NLV4	EXPERIAN PLC	992,500	\$10,421,853	4.72%	N/A	N/A
4359690	FLUGHAFEN WIEN AG	177,500	\$5,190,987	2.35%	N/A	N/A
B00NKF3	GRAFTON GROUP PLC	1,895,686	\$4,525,002	2.05%	N/A	N/A
0417008	HEADLAM GROUP PLC	2,668,800	\$8,283,100	3.75%	N/A	N/A
4108278	HELLENIC EXCHANGES SA HOLDING	1,206,318	\$3,486,259	1.58%	N/A	N/A
B587FC4	HOMESERVE	1,489,375	\$5,125,236	2.32%	N/A	N/A
3339455	IRISH CONTINENTAL GROUP PLC	624,542	\$9,474,302	4.29%	N/A	N/A
7243530	JUMBO SA	2,222,269	\$8,444,622	3.82%	N/A	N/A
0486622	KELLER GROUP PLC	550,196	\$1,754,676	0.79%	N/A	N/A
B0PYHC7	LANCASHIRE HOLDINGS LTD	341,836	\$2,964,915	1.34%	N/A	N/A
0574635	MCBRIDE PLC	5,714,300	\$7,706,179	3.49%	N/A	N/A
5617096	NEOPOST SA	196,614	\$10,235,724	4.63%	N/A	N/A
7130836	NEXANS SA	166,900	\$6,692,690	3.03%	N/A	N/A
3426454	OPTIMAL PAYMENTS PLC	11,473,667	\$7,831,231	3.54%	N/A	N/A
B1W4V69	PRYSMIAN SPA	738,800	\$7,088,786	3.21%	N/A	N/A
B0WMWD0	QINETIQ GROUP PLC	5,016,656	\$7,991,995	3.62%	N/A	N/A
B06S4F0	RHJ INTERNATIONAL	2,446,100	\$8,585,811	3.89%	N/A	N/A
0750695	ROTORK PLC	146,272	\$3,385,222	1.53%	N/A	N/A
B135BJ4	SAVILLS PLC	2,298,986	\$8,992,774	4.07%	N/A	N/A
B1VV9V2	SLIGRO FOOD GROUP NV	397,800	\$8,254,350	3.74%	N/A	N/A



**FRANKLIN TEMPLETON  
INVESTMENTS**

**Portfolio Holdings for FTIF - Franklin European Small-Mid Cap Growth Fund as of December 31, 2011**

<b>Security Identifier</b>	<b>Security Name</b>	<b>Shares/ Positions Held</b>	<b>Market Value</b>	<b>% of TNA</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>
0834704	SPIRAX-SARCO ENGINEERING PLC	154,571	\$3,468,774	1.57%	N/A	N/A
5232671	UPONOR OYJ	599,750	\$4,114,285	1.86%	N/A	N/A
4581619	VALORA HOLDING AG	21,800	\$3,527,111	1.60%	N/A	N/A
0929666	VITEC GROUP PLC	258,365	\$1,723,135	0.78%	N/A	N/A
B1FY8X2	WAVIN N.V.	854,300	\$8,115,850	3.67%	N/A	N/A
5770900	ZARDOYA OTIS SA	351,376	\$3,724,585	1.69%	N/A	N/A



FRANKLIN TEMPLETON  
INVESTMENTS

Portfolio Holdings for FTIF - Franklin European Small-Mid Cap Growth Fund as of December 31, 2011

Security Identifier	Security Name	Shares/ Positions Held	Market Value	% of TNA	Coupon Rate	Maturity Date
---------------------	---------------	---------------------------	--------------	-------------	----------------	------------------

**LUXEMBOURG PUBLIC DISCLAIMER**

- *This information is intended to be of general information and 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 Luxembourg-domiciled SICAV Franklin Templeton Investment Funds (the "Fund"). Nothing in this information should be construed as investment advice.*
- *Information and data provided at publication date are subject to change without prior notice especially given the rapidly changing market environment. Franklin Templeton Investments disclaims responsibility for updating this data and should not be liable to any user of this information or to any other person or entity for the inaccuracy of information or any errors or omissions in its content, regardless of the cause of such inaccuracy, error or omission.*
- *Subscriptions to shares of the Fund can only be made on the basis of the current full or simplified prospectus of the Fund, accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter.*
- *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 indication 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 full and simplified prospectus. In emerging markets, the risks can be greater than in developed markets. Investments in derivative instruments entail specific risks more fully described in the Fund's prospectus.*
- *No shares of the Fund may be directly or indirectly offered or sold to nationals or residents of the United States of America. Shares of the Fund are not available for distribution in all jurisdictions and prospective investors should confirm availability with their local Franklin Templeton Investments representative before making any plans to invest.*
- *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 future performance.*



**FRANKLIN TEMPLETON  
INVESTMENTS**

**Portfolio Holdings for FTIF - Franklin European Small-Mid Cap Growth Fund as of December 31, 2011**

<b>Security Identifier</b>	<b>Security Name</b>	<b>Shares/ Positions Held</b>	<b>Market Value</b>	<b>% of TNA</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>
----------------------------	----------------------	-----------------------------------	---------------------	---------------------	------------------------	--------------------------

- Please consult your financial advisor before deciding to invest. A copy of the latest prospectus, the annual report and semi-annual report, if published, thereafter can be found on our website [www.franklintempleton.lu](http://www.franklintempleton.lu) or can be obtained, free of charge, from Franklin Templeton International Services S.A. - Professional of the Financial Sector under the supervision of the Commission de Surveillance du Secteur Financier - 26 Boulevard Royal L-2449 Luxembourg - Tel: +352-46 66 67-1 - Fax: +352-46 66 76.***

**Issued by Franklin Templeton International Services S.A.**