



FRANKLIN TEMPLETON
INVESTMENTS

Portfolio Holdings for FTIF - Franklin High Yield Fund as of June 30, 2010

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.*

| Security Name | Shares/ Positions | Market Value | Coupon Rate | Maturity Date |
|--------------------------------|----------------------|--------------|----------------|------------------|
| ADVANCED MICRO DEVICES INC | 4,700,000 | \$4,700,000 | 8.125% | 12/15/17 |
| AES CORP | 15,000,000 | \$15,225,000 | 8% | 10/15/17 |
| ALLISON TRANSMISSION INC | 15,500,000 | \$16,236,250 | 11% | 11/01/15 |
| AMEREN CORP | 11,670,000 | \$13,544,026 | 8.875% | 05/15/14 |
| ANADARKO PETROLEUM CORP | 18,000,000 | \$17,029,908 | 8.7% | 03/15/19 |
| ANTERO RESOURCES FINANCE | 20,000,000 | \$20,100,000 | 9.375% | 12/01/17 |
| ARVINMERITOR INC | 9,500,000 | \$10,117,500 | 10.625% | 03/15/18 |
| ATLAS PIPELINE PARTNERS LP | 6,000,000 | \$5,610,000 | 8.75% | 06/15/18 |
| ATLAS PIPELINE PARTNERS LP | 14,000,000 | \$12,950,000 | 8.125% | 12/15/15 |
| BALL CORPORATION | 2,600,000 | \$2,717,000 | 7.375% | 09/01/19 |
| BALL CORPORATION | 2,700,000 | \$2,838,375 | 7.125% | 09/01/16 |
| BALL CORPORATION | 14,200,000 | \$14,413,000 | 6.75% | 09/15/20 |
| BANK OF AMERICA CORP | 27,000,000 | \$26,122,500 | 8.125% | 05/15/18 |
| BERRY PETROLEUM CO | 12,700,000 | \$13,716,000 | 10.25% | 06/01/14 |
| BOSTON SCIENTIFIC CORP | 18,000,000 | \$17,915,760 | 6% | 01/15/20 |
| BUILDING MATERIALS CORP OF AME | 9,000,000 | \$8,887,500 | 7.5% | 03/15/20 |
| BWAY HOLDING COMPANY | 4,600,000 | \$4,818,500 | 10% | 06/15/18 |
| CABLEVISION SYSTEMS CORP | 4,900,000 | \$5,022,500 | 8.625% | 09/15/17 |
| CAMBRIDGE INDS LIQUIDATING TRU | 1,342,565 | \$0 | N/A | N/A |
| CASE NEW HOLLAND INC | 10,000,000 | \$10,275,000 | 7.75% | 09/01/13 |
| CASE NEW HOLLAND INC | 14,100,000 | \$14,276,250 | 7.875% | 12/01/17 |
| CCH II LLC/CCH II CAPITAL CORP | 18,334,449 | \$21,451,305 | 13.5% | 11/30/16 |
| CCO HLDGS LLC / CCO HLDGS CAP | 7,200,000 | \$7,272,000 | 7.875% | 04/30/18 |
| CEDC FIN CORP INTL INC | 11,400,000 | \$11,115,000 | 9.125% | 12/01/16 |
| CELLU TISSUE HOLDINGS INC | 12,200,000 | \$13,237,000 | 11.5% | 06/01/14 |
| CEVA GROUP PLC | 4,500,000 | \$4,668,750 | 11.625% | 10/01/16 |
| CEVA GROUP PLC | 15,900,000 | \$16,218,000 | 11.5% | 04/01/18 |
| CF INDUSTRIES HOLDINGS INC | 12,300,000 | \$12,515,250 | 6.875% | 05/01/18 |
| CHESAPEAKE ENERGY CORP | 5,000,000 | \$5,106,250 | 6.625% | 01/15/16 |
| CHESAPEAKE ENERGY CORP | 20,000,000 | \$20,000,000 | 6.25% | 01/15/18 |
| CIE GENERALE DE GEOPHYSIQUE-VE | 10,000,000 | \$10,429,230 | 9.5% | 05/15/16 |
| CIE GENERALE DE GEOPHYSIQUE-VE | 15,000,000 | \$14,287,500 | 7.75% | 05/15/17 |
| CIT GROUP INC | 32,000,000 | \$28,960,000 | 7% | 05/01/17 |
| CLEAR CHANNEL WORLDWIDE HLDGS | 2,400,000 | \$2,400,000 | 9.25% | 12/15/17 |
| CLEAR CHANNEL WORLDWIDE HLDGS | 9,600,000 | \$9,696,000 | 9.25% | 12/15/17 |
| CMS ENERGY CORP | 10,950,000 | \$12,154,423 | 8.75% | 06/15/19 |
| CONSOL ENERGY INC | 4,600,000 | \$4,772,500 | 8% | 04/01/17 |
| CONSOL ENERGY INC | 5,200,000 | \$5,447,000 | 8.25% | 04/01/20 |
| COOPER-STANDARD AUTOMOTIVE INC | 7,900,000 | \$7,998,750 | 8.5% | 05/01/18 |
| CROWN CASTLE INTERNATIONAL COR | 1,600,000 | \$1,572,000 | 7.125% | 11/01/19 |



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| Security Name | Shares/ Positions | Market Value | Coupon Rate | Maturity Date |
|---------------------------------|----------------------|--------------|----------------|------------------|
| CROWN CASTLE INTERNATIONAL COR | 12,700,000 | \$13,493,750 | 9% | 01/15/15 |
| CRTX ENRG LP/CRTX ENRG FINC CO | 5,700,000 | \$5,721,375 | 8.875% | 02/15/18 |
| CSC HOLDINGS INC | 17,400,000 | \$17,682,750 | 7.625% | 07/15/18 |
| DAVITA INC | 25,000,000 | \$25,125,000 | 7.25% | 03/15/15 |
| DELTA AIR LINES INC | 6,700,000 | \$7,068,500 | 9.5% | 09/15/14 |
| DENBURY RESOURCES INC | 7,771,000 | \$8,159,550 | 8.25% | 02/15/20 |
| DEX ONE CORP | 370,000 | \$7,030,000 | N/A | N/A |
| DIGICEL GROUP LTD | 8,000,000 | \$7,960,000 | 8.25% | 09/01/17 |
| DIGICEL GROUP LTD | 17,000,000 | \$16,702,500 | 8.875% | 01/15/15 |
| DOLE FOOD CO INC | 12,982,000 | \$15,286,305 | 13.875% | 03/15/14 |
| DOLLAR GENERAL CORP | 16,670,000 | \$18,316,162 | 10.625% | 07/15/15 |
| DYNEGY HOLDINGS INC | 15,000,000 | \$11,943,750 | 8.375% | 05/01/16 |
| ECHOSTAR DBS CORP | 25,000,000 | \$25,875,000 | 6.375% | 10/01/11 |
| EL PASO CORP | 10,000,000 | \$10,235,230 | 6.875% | 06/15/14 |
| EL PASO CORP | 16,000,000 | \$16,001,120 | 7% | 06/15/17 |
| ENTERPRISE PRODUCTS OPERATING | 18,000,000 | \$16,583,418 | 7.034% | 01/15/2068 |
| EXPRO FINANCE LUXEMBOURG | 15,200,000 | \$14,592,000 | 8.5% | 12/15/16 |
| FELCOR LODGING LP | 16,300,000 | \$17,115,000 | 10% | 10/01/14 |
| FIRST DATA CORP | 3,200,000 | \$2,416,000 | 9.875% | 09/24/15 |
| FIRST DATA CORP | 15,000,000 | \$11,475,000 | 9.875% | 09/24/15 |
| FMC FINANCE III SA | 25,900,000 | \$26,288,500 | 6.875% | 07/15/17 |
| FONTAINEBLEAU LAS VEGAS | 20,000,000 | \$175,000 | 11% | 06/15/15 |
| FORD MOTOR CREDIT CO LLC | 4,800,000 | \$4,910,625 | 8.125% | 01/15/20 |
| FORD MOTOR CREDIT CO LLC | 8,000,000 | \$8,420,320 | 9.875% | 08/10/11 |
| FORD MOTOR CREDIT CO LLC | 12,000,000 | \$11,886,648 | 7% | 04/15/15 |
| FORD MOTOR CREDIT CO LLC | 37,000,000 | \$38,063,750 | 7.5% | 08/01/12 |
| FOREST CITY ENTERPRISES INC | 12,900,000 | \$11,964,750 | 7.625% | 06/01/15 |
| FREEMPORT-MCMORAN COPPER & GOLD | 16,700,000 | \$18,393,864 | 8.375% | 04/01/17 |
| FREESCALE SEMICONDUCTOR INC | 1,400,000 | \$1,127,000 | 10.125% | 12/15/16 |
| FREESCALE SEMICONDUCTOR INC | 26,100,000 | \$24,077,250 | 8.875% | 12/15/14 |
| FRESENIUS US FINANCE II | 4,300,000 | \$4,681,625 | 9% | 07/15/15 |
| GENERAL MARITIME CORP | 10,550,000 | \$10,813,750 | 12% | 11/15/17 |
| GEO GROUP INC | 4,400,000 | \$4,422,000 | 7.75% | 10/15/17 |
| GMAC INC | 4,029 | \$3,131,918 | N/A | N/A |
| GMAC INC | 5,000,000 | \$5,112,500 | 6.875% | 09/15/11 |
| GMAC INC | 7,000,000 | \$6,510,000 | 8% | 12/31/18 |
| GMAC INC | 30,996,000 | \$31,228,470 | 6.875% | 08/28/12 |
| GOSS GRAPHIC SYSTEMS INC | 1,733,089 | \$173 | 12.25% | 02/20/49 |
| GREENBRIER COMPANIES INC | 6,300,000 | \$5,969,250 | 8.375% | 05/15/15 |
| HANESBRANDS INC | 3,900,000 | \$3,973,125 | 8% | 12/15/16 |
| HARRAHS OPERATING CO INC | 27,000,000 | \$28,417,500 | 11.25% | 06/01/17 |
| HCA INC | 4,300,000 | \$4,343,000 | 7.25% | 09/15/20 |
| HCA INC | 8,000,000 | \$8,390,000 | 9.125% | 11/15/14 |
| HCA INC | 10,518,000 | \$11,280,555 | 9.625% | 11/15/16 |



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|--------------------------------|----------------------|--------------|----------------|------------------|
| HCA INC | 15,000,000 | \$14,062,500 | 6.5% | 02/15/16 |
| HCA INC | 25,000,000 | \$25,843,750 | 7.875% | 02/15/20 |
| HOLLY CORP | 6,400,000 | \$6,608,000 | 9.875% | 06/15/17 |
| HOLLY ENERGY PARTNERS LP | 11,800,000 | \$11,977,000 | 8.25% | 03/15/18 |
| HOST HOTELS & RESORTS LP | 26,000,000 | \$25,837,500 | 6.75% | 06/01/16 |
| HUNTSMAN INTL LLC | 20,000,000 | \$19,400,000 | 7.875% | 11/15/14 |
| INEOS FINANCE PLC | 1,700,000 | \$1,695,750 | 9% | 05/15/15 |
| INEOS GROUP HLDGS PLC | 15,000,000 | \$11,775,000 | 8.5% | 02/15/16 |
| INTEGRA TELECOM INC | 12,100,000 | \$11,903,375 | 10.75% | 04/15/16 |
| INTELSAT BERMUDA LTD | 5,000,000 | \$5,350,000 | 11.25% | 06/15/16 |
| INTELSAT INTERMEDIATE | 25,000,000 | \$25,562,500 | 9.5% | 02/01/15 |
| INTERGEN NV | 26,000,000 | \$26,130,000 | 9% | 06/30/17 |
| INTERNATIONAL LEASE FINANCE CO | 29,000,000 | \$25,882,500 | 5.65% | 06/01/14 |
| JARDEN CORP | 5,200,000 | \$5,096,000 | 7.5% | 01/15/20 |
| JARDEN CORP | 20,000,000 | \$19,700,000 | 7.5% | 05/01/17 |
| JBS USA LLC | 20,000,000 | \$22,500,000 | 11.625% | 05/01/14 |
| JOHNSON DIVERSEY HOLDINGS INC | 15,100,000 | \$16,987,500 | 10.5% | 05/15/20 |
| JOSTENS IH CORP | 10,000,000 | \$10,050,000 | 7.625% | 10/01/12 |
| KAC ACQUISITION CO | 25,203 | \$0 | 8% | 04/26/26 |
| KB HOME | 10,000,000 | \$8,950,000 | 6.25% | 06/15/15 |
| KERLING PLC | 13,700,000 | \$17,029,542 | 10.625% | 01/28/17 |
| LAMAR MEDIA CORP | 8,500,000 | \$8,585,000 | 7.875% | 04/15/18 |
| LBI ESCROW CORP | 7,700,000 | \$7,950,250 | 8% | 11/01/17 |
| LEHMAN BROTHERS HOLDINGS INC | 20,000,000 | \$4,050,000 | 6.2% | 09/26/14 |
| LINN ENERGY CORP | 18,700,000 | \$19,237,625 | 8.625% | 04/15/20 |
| MACDERMID INC | 20,123,000 | \$20,223,615 | 9.5% | 04/15/17 |
| MANITOWOC CO INC | 22,700,000 | \$22,813,500 | 9.5% | 02/15/18 |
| MARINER ENERGY INC | 4,300,000 | \$4,429,000 | 7.5% | 04/15/13 |
| MARKWEST ENERGY PARTNERS LP | 5,400,000 | \$5,211,000 | 6.875% | 11/01/14 |
| MARKWEST ENERGY PARTNERS LP | 12,500,000 | \$12,687,500 | 8.75% | 04/15/18 |
| MARQUETTE TRANSPORTATION CO/FI | 11,200,000 | \$11,144,000 | 10.875% | 01/15/17 |
| MARTIN MIDSTREAM PARTNERS LP | 8,200,000 | \$8,159,000 | 8.875% | 04/01/18 |
| MEDIA GENERAL INC | 13,000,000 | \$13,260,000 | 11.75% | 02/15/17 |
| METROPCS WIRELESS INC | 27,000,000 | \$27,945,000 | 9.25% | 11/01/14 |
| MGM RESORTS INTERNATIONAL | 6,800,000 | \$7,021,000 | 9% | 03/15/20 |
| MGM RESORTS INTERNATIONAL | 10,000,000 | \$8,050,000 | 6.875% | 04/01/16 |
| MGM RESORTS INTERNATIONAL | 20,000,000 | \$15,850,000 | 6.625% | 07/15/15 |
| MICHAELS STORES INC | 24,544,000 | \$25,464,400 | 10% | 11/01/14 |
| MIRANT NORTH AMERICA LLC | 10,000,000 | \$10,275,000 | 7.375% | 12/31/13 |
| MYLAN INC | 17,700,000 | \$18,142,500 | 7.875% | 07/15/20 |
| NALCO HOLDING CO | 17,400,000 | \$17,922,000 | 8.875% | 11/15/13 |
| NEW COMMUNICATIONS HLDGS | 4,000,000 | \$4,035,000 | 8.25% | 04/15/17 |
| NEW COMMUNICATIONS HLDGS | 4,400,000 | \$4,433,000 | 8.5% | 04/15/20 |
| NEW COMMUNICATIONS HLDGS | 9,400,000 | \$9,447,000 | 8.75% | 04/15/22 |



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|--------------------------------|----------------------|--------------|----------------|------------------|
| NEWPAGE CORP | 26,000,000 | \$23,725,000 | 11.375% | 12/31/14 |
| NORWEGIAN CRUISE LINE LTD | 20,000,000 | \$21,000,000 | 11.75% | 11/15/16 |
| NOVELIS INC | 3,000,000 | \$3,150,000 | 11.5% | 02/15/15 |
| NOVELIS INC | 25,000,000 | \$24,250,000 | 7.25% | 02/15/15 |
| NRG ENERGY INC | 12,000,000 | \$11,910,000 | 7.375% | 01/15/17 |
| NRG ENERGY INC | 12,000,000 | \$11,970,000 | 7.375% | 02/01/16 |
| OPTI CANADA INC | 6,100,000 | \$6,191,500 | 9% | 12/15/12 |
| OSHKOSH CORP | 2,800,000 | \$2,926,000 | 8.5% | 03/01/20 |
| OSHKOSH CORP | 3,000,000 | \$3,135,000 | 8.25% | 03/01/17 |
| OWENS-BROCKWAY GLASS CONTAINER | 5,000,000 | \$5,237,500 | 7.375% | 05/15/16 |
| OWENS-ILLINOIS INC | 15,000,000 | \$15,693,750 | 7.8% | 05/15/18 |
| PENN VIRGINIA RESOURCE | 4,700,000 | \$4,641,250 | 8.25% | 04/15/18 |
| PETROHAWK ENERGY CORP | 18,000,000 | \$19,462,500 | 10.5% | 08/01/14 |
| PETROPLUS FINANCE LTD | 6,100,000 | \$5,002,000 | 7% | 05/01/17 |
| PETROPLUS FINANCE LTD | 18,000,000 | \$15,750,000 | 6.75% | 05/01/14 |
| PHILLIPS-VAN HEUSEN CORP | 4,800,000 | \$4,860,000 | 7.375% | 05/15/20 |
| PINNACLE ENTERTAINMENT INC | 10,000,000 | \$9,425,000 | 7.5% | 06/15/15 |
| PINNACLE ENTERTAINMENT INC | 11,800,000 | \$12,213,000 | 8.625% | 08/01/17 |
| PLAINS EXPLORATION & PRODUCTIO | 2,000,000 | \$2,035,000 | 8.625% | 10/15/19 |
| PLAINS EXPLORATION & PRODUCTIO | 5,000,000 | \$4,875,000 | 7.625% | 04/01/20 |
| PLAINS EXPLORATION & PRODUCTIO | 19,500,000 | \$19,183,125 | 7.625% | 06/01/18 |
| PRIDE INTERNATIONAL INC | 8,000,000 | \$8,010,000 | 7.375% | 07/15/14 |
| QUEBECOR MEDIA INC | 7,300,000 | \$7,190,500 | 7.75% | 03/15/16 |
| QUEBECOR MEDIA INC | 10,200,000 | \$10,047,000 | 7.75% | 03/15/16 |
| QUICKSILVER RESOURCES INC | 20,050,000 | \$19,899,625 | 8.25% | 08/01/15 |
| QVC INC | 6,600,000 | \$6,567,000 | 7.5% | 10/01/19 |
| QVC INC | 10,000,000 | \$9,800,000 | 7.375% | 10/15/20 |
| QVC INC | 10,000,000 | \$9,875,000 | 7.125% | 04/15/17 |
| QWEST COMMUNICATIONS INTERNATI | 6,800,000 | \$6,817,000 | 7.125% | 04/01/18 |
| QWEST COMMUNICATIONS INTERNATI | 25,000,000 | \$25,187,500 | 7.5% | 02/15/14 |
| RADIO ONE INC | 7,600,000 | \$6,498,000 | 6.375% | 02/15/13 |
| RADIO ONE INC | 14,800,000 | \$13,986,000 | 8.875% | 07/01/11 |
| RBS GLOBAL & REXNORD CORP | 5,400,000 | \$5,238,000 | 8.5% | 05/01/18 |
| RBS GLOBAL & REXNORD CORP | 22,600,000 | \$23,673,500 | 11.75% | 08/01/16 |
| REYNOLDS GROUP ISSUER INC/LLC/ | 25,000,000 | \$24,656,250 | 8.5% | 05/15/18 |
| RITE AID CORP | 11,050,000 | \$11,602,500 | 9.75% | 06/12/16 |
| ROYAL CARIBBEAN CRUISES LTD | 5,000,000 | \$5,775,000 | 11.875% | 07/15/15 |
| ROYAL CARIBBEAN CRUISES LTD | 17,900,000 | \$17,452,500 | 7.25% | 03/15/18 |
| RSC EQUIPMENT RENTAL INC/RSC H | 4,000,000 | \$4,060,000 | 10.25% | 11/15/19 |
| RSC EQUIPMENT RENTAL INC/RSC H | 19,000,000 | \$18,976,250 | 9.5% | 12/01/14 |
| SALEM COMMUNICATIONS CORP | 6,121,000 | \$6,335,235 | 9.625% | 12/15/16 |
| SANDRIDGE ENERGY INC | 3,300,000 | \$3,151,500 | 8.75% | 01/15/20 |
| SANDRIDGE ENERGY INC | 4,100,000 | \$4,182,000 | 9.875% | 05/15/16 |
| SANDRIDGE ENERGY INC | 15,000,000 | \$14,287,500 | 8% | 06/01/18 |



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|--------------------------------|----------------------|--------------|----------------|------------------|
| SANMINA-SCI CORP | 9,000,000 | \$8,955,000 | 6.75% | 03/01/13 |
| SANMINA-SCI CORP | 10,300,000 | \$10,197,000 | 8.125% | 03/01/16 |
| SBA TELECOMMUNICATIONS INC | 7,500,000 | \$7,931,250 | 8.25% | 08/15/19 |
| SHINGLE SPRINGS TRIBAL GAMING | 12,500,000 | \$9,968,750 | 9.375% | 06/15/15 |
| SINCLAIR TELEVISION GROUP | 17,500,000 | \$17,762,500 | 9.25% | 11/01/17 |
| SITEL LLC | 9,900,000 | \$9,207,000 | 11.5% | 04/01/18 |
| SOLO CUP COMPANY | 3,700,000 | \$3,843,375 | 10.5% | 11/01/13 |
| SOLO CUP COMPANY | 19,800,000 | \$17,869,500 | 8.5% | 02/15/14 |
| SPEEDWAY MOTORSPORTS INC | 9,000,000 | \$9,495,000 | 8.75% | 06/01/16 |
| SPRINT NEXTEL CORP | 25,000,000 | \$25,125,000 | 8.375% | 08/15/17 |
| STANDARD PACIFIC CORP | 6,900,000 | \$6,589,500 | 8.375% | 05/15/18 |
| STARWOOD HOTELS & RESORTS WORL | 3,000,000 | \$3,052,500 | 7.15% | 12/01/19 |
| STARWOOD HOTELS & RESORTS WORL | 7,000,000 | \$7,560,000 | 7.875% | 10/15/14 |
| STARWOOD HOTELS & RESORTS WORL | 13,000,000 | \$13,065,000 | 6.75% | 05/15/18 |
| STATION CASINOS INC | 1,700,000 | \$21,250 | 6.5% | 02/01/14 |
| STATION CASINOS INC | 17,775,000 | \$102,206 | 6.875% | 03/01/16 |
| STATION CASINOS INC | 3,500,000 | \$225,312 | 6% | 04/01/12 |
| STATION CASINOS INC | 11,750,000 | \$719,687 | 7.75% | 08/15/16 |
| SUNGARD DATA SYSTEMS INC | 6,000,000 | \$6,127,500 | 9.125% | 08/15/13 |
| SUNGARD DATA SYSTEMS INC | 14,100,000 | \$14,628,750 | 10.25% | 08/15/15 |
| TALECRIS BIOTHERAPEUTICS HOLDI | 8,300,000 | \$8,881,000 | 7.75% | 11/15/16 |
| TEEKAY CORP | 6,000,000 | \$6,000,000 | 8.5% | 01/15/20 |
| TENET HEALTHCARE CORP | 5,000,000 | \$5,312,500 | 9% | 05/01/15 |
| TENET HEALTHCARE CORP | 15,700,000 | \$15,817,750 | 7.375% | 02/01/13 |
| TESORO CORPORATION | 20,000,000 | \$18,400,000 | 6.5% | 06/01/17 |
| TEXAS COMPETITIVE ELECTRIC HOL | 45,000,000 | \$29,925,000 | 10.25% | 11/01/15 |
| TRANS UNION LLC/TRANSUNION COR | 6,600,000 | \$6,979,500 | 11.375% | 06/15/18 |
| TRW AUTOMOTIVE INC | 20,500,000 | \$19,987,500 | 7.25% | 03/15/17 |
| UNITED SURGICAL PARTNERS INTER | 7,500,000 | \$7,518,750 | 8.875% | 05/01/17 |
| UNITED SURGICAL PARTNERS INTER | 11,900,000 | \$11,959,500 | 9.25% | 05/01/17 |
| UNIVERSAL CITY DEVELOPMENT | 2,200,000 | \$2,255,000 | 10.875% | 11/15/16 |
| UNIVERSAL CITY DEVELOPMENT | 14,800,000 | \$14,948,000 | 8.875% | 11/15/15 |
| UNIVISION COMMUNICATIONS INC | 2,700,000 | \$2,909,250 | 12% | 07/01/14 |
| UNIVISION COMMUNICATIONS INC | 11,077,562 | \$9,277,458 | N/A | 03/15/15 |
| UPC GERMANY GMBH | 19,200,000 | \$19,320,000 | 8.125% | 12/01/17 |
| US ONCOLOGY INC | 4,000,000 | \$4,130,000 | 9.125% | 08/15/17 |
| US ONCOLOGY INC | 15,000,000 | \$15,450,000 | 10.75% | 08/15/14 |
| VANGUARD HEALTH HOLDING COMPAN | 14,000,000 | \$13,510,000 | 8% | 02/01/18 |
| VIRGIN MEDIA SECURED FINANCE | 10,400,000 | \$10,270,000 | 6.5% | 01/15/18 |
| VISANT HOLDING CORP | 10,000,000 | \$10,150,000 | 8.75% | 12/01/13 |
| VS HOLDINGS INC | 420,333 | \$0 | N/A | N/A |
| WELLS FARGO CAPITAL XIII | 14,500,000 | \$14,717,500 | 7.7% | 03/26/13 |
| WEYERHAEUSER CO | 12,900,000 | \$13,684,454 | 7.375% | 10/01/19 |
| WILLIAMS COS INC | 7,406,000 | \$8,512,678 | 7.875% | 09/01/21 |



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| Security Name | Shares/ Positions | Market Value | Coupon Rate | Maturity Date |
|--------------------------------|------------------------------|---------------------|------------------------|--------------------------|
| WIND ACQUISITION FIN SA | 17,500,000 | \$18,200,000 | 11.75% | 07/15/17 |
| WIND ACQUISITION HOLDING | 6,550,000 | \$5,993,250 | N/A | 07/15/17 |
| WINDSTREAM CORP | 7,800,000 | \$7,653,750 | 7.875% | 11/01/17 |
| WINDSTREAM CORP | 10,000,000 | \$10,125,000 | 8.625% | 08/01/16 |
| WMG ACQUISITION CORP (WARNER M | 15,000,000 | \$16,050,000 | 9.5% | 06/15/16 |
| YONKERS RACEWAY CORP | 10,000,000 | \$10,762,500 | 11.375% | 07/15/16 |



FRANKLIN TEMPLETON
INVESTMENTS

Portfolio Holdings for FTIF - Franklin High Yield Fund as of June 30, 2010

| Security Name | Shares/ Positions | Market Value | Coupon Rate | Maturity Date |
|---------------|----------------------|--------------|----------------|------------------|
|---------------|----------------------|--------------|----------------|------------------|

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