



**FRANKLIN TEMPLETON
INVESTMENTS**

Portfolio Holdings for FTIF - Franklin Mutual Beacon 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 |
|---------------------|--------------------------------|---------------------------|--------------|-------------|----------------|------------------|
| 4253048 | A P MOLLER - MAERSK A/S | 1,159 | \$7,652,802 | 0.86% | N/A | N/A |
| 00374N107 | ABOVENET INC | 66,409 | \$4,317,249 | 0.48% | N/A | N/A |
| H0023R105 | ACE LTD | 175,638 | \$12,315,736 | 1.38% | N/A | N/A |
| 00685R409 | ADELPHIA RECOVERY TRUST | 13,876,106 | \$13,876 | 0.00% | N/A | N/A |
| 00685R102 | ADELPHIA RECOVERY TRUST | 1,106,158 | \$45,352 | 0.01% | N/A | N/A |
| 017175100 | ALLEGHANY CORP (DEL) | 17,705 | \$5,051,059 | 0.57% | N/A | N/A |
| S86311580 | ALLY FINANCIAL INC | 590 | \$3,068,468 | 0.34% | N/A | N/A |
| 02209S103 | ALTRIA GROUP INC | 503,737 | \$14,935,802 | 1.67% | N/A | N/A |
| 026874784 | AMERICAN INTERNATIONAL GROUP I | 353,310 | \$8,196,792 | 0.92% | N/A | N/A |
| 031162100 | AMGEN INC | 238,997 | \$15,345,997 | 1.72% | N/A | N/A |
| 037411105 | APACHE CORP | 114,170 | \$10,341,518 | 1.16% | N/A | N/A |
| 101137107 | BOSTON SCIENTIFIC CORP | 1,060,580 | \$5,663,497 | 0.63% | N/A | N/A |
| 0798059 | BP PLC | 614,170 | \$4,389,644 | 0.49% | N/A | N/A |
| 0287580 | BRITISH AMERICAN TOBACCO PLC | 423,755 | \$20,130,967 | 2.26% | N/A | N/A |
| 0141192 | BRITISH SKY BROADCASTING GROUP | 557,047 | \$6,342,159 | 0.71% | N/A | N/A |
| G1839G102 | CABLE & WIRELESS COMMUNICATION | 3,649,927 | \$2,159,416 | 0.24% | N/A | N/A |
| 3101609 | CANARY WHARF GROUP PLC | 1,181,766 | \$4,338,461 | 0.49% | N/A | N/A |
| 140661AK5 | CAPMARK FINANCIAL GROUP INC | 958,000 | \$974,765 | 0.11% | 9% | 09/30/17 |
| DDD438274 | CB FIM COINVESTORS LLC | 5,757,459 | \$0 | 0.00% | N/A | N/A |
| 156ESCAJ4 | CENTURY COMMUNICATIONS CORP | 584,000 | \$0 | 0.00% | N/A | N/A |
| 156ESCAF2 | CENTURY COMMUNICATIONS CORP | 1,302,000 | \$0 | 0.00% | N/A | N/A |
| 156ESCAH8 | CENTURY COMMUNICATIONS CORP | 72,000 | \$0 | 0.00% | N/A | N/A |
| 156ESCAL9 | CENTURY COMMUNICATIONS CORP | 60,000 | \$0 | 0.00% | N/A | N/A |
| 156ESCAN5 | CENTURY COMMUNICATIONS CORP | 929,000 | \$0 | 0.00% | N/A | N/A |
| 156ESCAG0 | CENTURY COMMUNICATIONS CORP | 142,000 | \$0 | 0.00% | N/A | N/A |
| DDD395306 | CERBERUS CG INVESTOR I LLC | 15,009,170 | \$1,575,962 | 0.18% | N/A | N/A |



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| DDD395310 | CERBERUS CG INVESTOR II LLC | 15,009,044 | \$1,575,949 | 0.18% | N/A | N/A |
| DDD395311 | CERBERUS CG INVESTOR III LLC | 7,505,090 | \$788,034 | 0.09% | N/A | N/A |
| 17275R102 | CISCO SYSTEMS INC | 607,240 | \$10,978,899 | 1.23% | N/A | N/A |
| 125581801 | CIT GROUP INC | 110,721 | \$3,860,841 | 0.43% | N/A | N/A |
| 172967424 | CITIGROUP INC | 181,668 | \$4,779,685 | 0.54% | N/A | N/A |
| 19122T109 | COCA-COLA ENTERPRISES INC | 173,520 | \$4,473,345 | 0.50% | N/A | N/A |
| 200334100 | COMDISCO HOLDING CO INC | 118 | \$696 | 0.00% | N/A | N/A |
| 203668108 | COMMUNITY HEALTH SYSTEMS INC | 380,142 | \$6,633,477 | 0.74% | N/A | N/A |
| 222862104 | COVENTRY HEALTH CARE INC | 132,585 | \$4,026,606 | 0.45% | N/A | N/A |
| 126650100 | CVS CAREMARK CORP | 670,326 | \$27,335,894 | 3.06% | N/A | N/A |
| 23331A109 | D R HORTON INC | 274,510 | \$3,461,571 | 0.39% | N/A | N/A |
| 5529027 | DAIMLER AG | 17,291 | \$755,719 | 0.08% | N/A | N/A |
| B3VHZ94 | DEUTSCHE BOERSE AG | 67,973 | \$3,563,966 | 0.40% | N/A | N/A |
| 257559203 | DOMTAR CORP | 52,110 | \$4,166,715 | 0.47% | N/A | N/A |
| 26138E109 | DR PEPPER SNAPPLE GROUP INC | 221,795 | \$8,756,466 | 0.98% | N/A | N/A |
| 4942904 | E.ON AG | 296,886 | \$6,351,810 | 0.71% | N/A | N/A |
| 28336L109 | EL PASO CORP | 242,330 | \$6,438,708 | 0.72% | N/A | N/A |
| 532457108 | ELI LILLY & CO | 286,840 | \$11,921,070 | 1.34% | N/A | N/A |
| 29358Q109 | ENSCO PLC | 80,244 | \$3,765,048 | 0.42% | N/A | N/A |
| 29364G103 | ENTERGY CORP | 61,400 | \$4,485,270 | 0.50% | N/A | N/A |
| DDD501968 | EUR/USD | (51) | \$61,703 | 0.01% | N/A | 03/19/12 |
| 30161N101 | EXELON CORP | 217,910 | \$9,450,756 | 1.06% | N/A | N/A |
| 30225X103 | EXTERRAN HOLDING INC | 102,630 | \$933,933 | 0.10% | N/A | N/A |
| DDD461928 | FIM COINVESTOR HOLDINGS I LLC | 7,202,506 | \$0 | 0.00% | N/A | N/A |
| 346233109 | FORESTAR GROUP INC | 106,714 | \$1,614,582 | 0.18% | N/A | N/A |
| DDD501983 | GBP/USD | (36) | \$0 | 0.00% | N/A | 03/19/12 |
| B0C2CQ3 | GDF SUEZ | 147,310 | \$4,026,809 | 0.45% | N/A | N/A |
| 368682100 | GENCORP INC | 125,910 | \$669,841 | 0.08% | N/A | N/A |
| 370334104 | GENERAL MILLS INC | 226,270 | \$9,143,570 | 1.02% | N/A | N/A |
| 37045V100 | GENERAL MOTORS CO | 303,760 | \$6,157,215 | 0.69% | N/A | N/A |
| DDD410061 | GLCP HARRAH'S INVESTMENT LP | 5,584,925 | \$0 | 0.00% | N/A | N/A |
| DDD319214 | GLOBAL CROSSING HOLDINGS LTD | 2,365,399 | \$0 | 0.00% | N/A | N/A |
| DDD319216 | GLOBAL CROSSING HOLDINGS LTD | 470,000 | \$0 | 0.00% | N/A | N/A |



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| DDD319222 | GLOBAL CROSSING HOLDINGS LTD | 285,000 | \$0 | 0.00% | N/A | N/A |
| DDD319240 | GLOBAL CROSSING HOLDINGS LTD | 555,000 | \$0 | 0.00% | N/A | N/A |
| DDD319242 | GLOBAL CROSSING HOLDINGS LTD | 90,000 | \$0 | 0.00% | N/A | N/A |
| DDD319245 | GLOBAL CROSSING HOLDINGS LTD | 80,000 | \$0 | 0.00% | N/A | N/A |
| B0PKPX2 | GLODYNE TECHNOSERVE LTD | 1,098 | \$4,945 | 0.00% | N/A | N/A |
| 382388106 | GOODRICH CORP | 41,020 | \$5,074,174 | 0.57% | N/A | N/A |
| 38259P9BI | GOOGLE INC | (18) | (\$50,760) | -0.01% | N/A | 02/18/12 |
| 38259P508 | GOOGLE INC | 12,700 | \$8,202,930 | 0.92% | N/A | N/A |
| 40075T102 | GUARANTY BANCORP | 426,534 | \$627,004 | 0.07% | N/A | N/A |
| 441060100 | HOSPIRA INC | 161,116 | \$4,893,092 | 0.55% | N/A | N/A |
| 446413106 | HUNTINGTON INGALLS INDUSTRIES | 164,952 | \$5,159,698 | 0.58% | N/A | N/A |
| 0454492 | IMPERIAL TOBACCO GROUP PLC | 443,530 | \$16,788,808 | 1.88% | N/A | N/A |
| 45904F983 | INTERNATIONAL AUTOMOTIVE COMPO | 912,806 | \$740,860 | 0.08% | N/A | N/A |
| 460146103 | INTERNATIONAL PAPER CO | 434,290 | \$12,854,984 | 1.44% | N/A | N/A |
| DDD384756 | INT'L AUTOMOTIVE COMPONENTS GR | 7,361,457 | \$3,120,521 | 0.35% | N/A | N/A |
| B3DF0Y6 | KB FINANCIAL GROUP INC | 61,324 | \$1,920,259 | 0.22% | N/A | N/A |
| 500255104 | KOHL'S CORP | 104,050 | \$5,134,867 | 0.58% | N/A | N/A |
| 50075N104 | KRAFT FOODS INC | 556,401 | \$20,787,141 | 2.33% | N/A | N/A |
| 501044101 | KROGER CO | 497,082 | \$12,039,326 | 1.35% | N/A | N/A |
| 5740817 | LINDE AG | 51,143 | \$7,609,044 | 0.85% | N/A | N/A |
| 544147101 | LORILLARD INC | 75,166 | \$8,568,924 | 0.96% | N/A | N/A |
| 565849106 | MARATHON OIL CORP | 575,958 | \$16,858,290 | 1.89% | N/A | N/A |
| 56585A102 | MARATHON PETROLEUM CORP | 169,987 | \$5,658,867 | 0.63% | N/A | N/A |
| DDD319485 | MARCONI CORP | 70,000 | \$1,225 | 0.00% | N/A | N/A |
| DDD319511 | MARCONI CORP | 572,000 | \$10,010 | 0.00% | N/A | N/A |
| DDD319483 | MARCONI CORP | 890,000 | \$15,575 | 0.00% | N/A | N/A |
| DDD319484 | MARCONI CORP | 1,015,000 | \$17,762 | 0.00% | N/A | N/A |
| 577081102 | MATTEL INC | 191,210 | \$5,307,989 | 0.59% | N/A | N/A |
| 583334107 | MEADWESTVACO CORP | 301,041 | \$9,016,177 | 1.01% | N/A | N/A |
| 585055106 | MEDTRONIC INC | 344,760 | \$13,187,070 | 1.48% | N/A | N/A |
| 58933Y105 | MERCK & CO INC | 667,710 | \$25,172,667 | 2.82% | N/A | N/A |
| 59156R108 | METLIFE INC | 177,890 | \$5,546,610 | 0.62% | N/A | N/A |
| 594918104 | MICROSOFT CORP | 796,749 | \$20,683,604 | 2.32% | N/A | N/A |



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| 617446448 | MORGAN STANLEY | 515,172 | \$7,794,552 | 0.87% | N/A | N/A |
| 620097105 | MOTOROLA MOBILITY HOLDINGS INC | 127,840 | \$4,960,192 | 0.56% | N/A | N/A |
| 626717102 | MURPHY OIL CORP | 121,990 | \$6,799,722 | 0.76% | N/A | N/A |
| 65248E203 | NEWS CORP | 58,049 | \$1,055,330 | 0.12% | N/A | N/A |
| 65248E104 | NEWS CORP | 766,544 | \$13,675,144 | 1.53% | N/A | N/A |
| 6639550 | NINTENDO CO LTD | 19,683 | \$2,710,839 | 0.30% | N/A | N/A |
| 629377AX0 | NRG ENERGY INC | 1,700,000 | \$1,768,000 | 0.20% | 7.375% | 01/15/17 |
| 629377508 | NRG ENERGY INC | 370,638 | \$6,715,960 | 0.75% | N/A | N/A |
| B1VJYW2 | NYSE EURONEXT | 161,473 | \$4,214,445 | 0.47% | N/A | N/A |
| 680223104 | OLD REPUBLIC INTERNATIONAL COR | 161,617 | \$1,498,189 | 0.17% | N/A | N/A |
| DDD225780 | OLYMPUS RE HOLDINGS LTD | 2,600 | \$0 | 0.00% | N/A | N/A |
| B1VQF42 | ORKLA ASA | 73,604 | \$549,508 | 0.06% | N/A | N/A |
| 688239201 | OSHKOSH CORP | 208,280 | \$4,453,026 | 0.50% | N/A | N/A |
| 690742101 | OWENS CORNING INC | 254,830 | \$7,318,717 | 0.82% | N/A | N/A |
| 713448108 | PEPSICO INC | 112,610 | \$7,471,673 | 0.84% | N/A | N/A |
| 4682329 | PERNOD RICARD SA | 122,971 | \$11,405,503 | 1.28% | N/A | N/A |
| 717081103 | PFIZER INC | 1,031,685 | \$22,325,663 | 2.50% | N/A | N/A |
| 718172109 | PHILIP MORRIS INTERNATIONAL IN | 109,784 | \$8,615,848 | 0.97% | N/A | N/A |
| 693475105 | PNC FINANCIAL SERVICES GROUP I | 258,540 | \$14,910,001 | 1.67% | N/A | N/A |
| 5481558 | POSTNL NV | 279,084 | \$888,597 | 0.10% | N/A | N/A |
| DDD479632 | PRIME AET&D HOLDINGS NO 1 PTY | 1,191,432 | \$0 | 0.00% | N/A | N/A |
| 755111507 | RAYTHEON CO | 245,000 | \$11,853,100 | 1.33% | N/A | N/A |
| 761713106 | REYNOLDS AMERICAN INC | 130,196 | \$5,392,718 | 0.60% | N/A | N/A |
| 767754BM5 | RITE AID CORP | 1,232,000 | \$1,195,040 | 0.13% | 8.625% | 03/01/15 |
| 767754BQ6 | RITE AID CORP | 1,583,000 | \$1,535,510 | 0.17% | 9.375% | 12/15/15 |
| B09CBL4 | ROYAL DUTCH SHELL | 361,219 | \$13,160,849 | 1.47% | N/A | N/A |
| 854502101 | STANLEY BLACK & DECKER INC | 89,180 | \$6,028,568 | 0.68% | N/A | N/A |
| 871503108 | SYMANTEC CORP | 410,995 | \$6,432,071 | 0.72% | N/A | N/A |
| B62B7C3 | TE CONNECTIVITY LTD | 247,255 | \$7,617,926 | 0.85% | N/A | N/A |
| 88033G100 | TENET HEALTHCARE CORP | 1,437,796 | \$7,375,893 | 0.83% | N/A | N/A |
| 881624209 | TEVA PHARMACEUTICAL INDUSTRIES | 105,390 | \$4,253,540 | 0.48% | N/A | N/A |
| 969457100 | THE WILLIAMS COS INC | 255,590 | \$8,439,581 | 0.95% | N/A | N/A |
| 5636927 | THYSSENKRUPP AG | 225,816 | \$5,188,441 | 0.58% | N/A | N/A |



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| 88732J207 | TIME WARNER CABLE INC | 195,433 | \$12,423,675 | 1.39% | N/A | N/A |
| B3Y0JD2 | TNT EXPRESS NV | 212,960 | \$1,591,511 | 0.18% | N/A | N/A |
| H8817H100 | TRANSOCEAN LTD | 140,250 | \$5,384,197 | 0.60% | N/A | N/A |
| 897083AA9 | TROPICANA ENTERTAINMENT LLC/TR | 7,988,000 | \$0 | 0.00% | 9.625% | 12/15/14 |
| 9127953W9 | U S TREASURY BILL | 3,000,000 | \$2,999,151 | 0.34% | N/A | 06/28/12 |
| 9127955S6 | U S TREASURY BILL | 5,000,000 | \$4,998,980 | 0.56% | N/A | 06/14/12 |
| B18YFJ4 | UBS AG | 325,433 | \$3,877,381 | 0.43% | N/A | N/A |
| 9127955M9 | UNITED STATES TREASURY BILL | 4,000,000 | \$3,999,608 | 0.45% | N/A | 05/10/12 |
| 9127955R8 | UNITED STATES TREASURY BILL | 5,000,000 | \$4,999,075 | 0.56% | N/A | 06/07/12 |
| 9127955K3 | UNITED STATES TREASURY BILL | 5,000,000 | \$4,999,645 | 0.56% | N/A | 04/26/12 |
| 9127953G4 | UNITED STATES TREASURY BILL | 5,000,000 | \$4,999,865 | 0.56% | N/A | 03/08/12 |
| 9127953C3 | UNITED STATES TREASURY BILL | 5,000,000 | \$4,999,935 | 0.56% | N/A | 02/09/12 |
| 9127955E7 | UNITED STATES TREASURY BILL | 15,000,000 | \$14,999,505 | 1.68% | N/A | 03/22/12 |
| 91324P102 | UNITEDHEALTH GROUP INC | 222,200 | \$11,261,096 | 1.26% | N/A | N/A |
| 92553P201 | VIACOM INC | 279,490 | \$12,691,640 | 1.42% | N/A | N/A |
| B16GWD5 | VODAFONE GROUP PLC | 4,863,076 | \$13,517,117 | 1.51% | N/A | N/A |
| 931142103 | WAL-MART STORES INC | 113,418 | \$6,777,859 | 0.76% | N/A | N/A |
| 949746101 | WELLS FARGO & CO | 215,180 | \$5,930,360 | 0.66% | N/A | N/A |
| G9618E107 | WHITE MOUNTAINS INSURANCE GROU | 54,810 | \$24,854,142 | 2.78% | N/A | N/A |
| 984121103 | XEROX CORP | 1,798,911 | \$14,319,331 | 1.60% | N/A | N/A |
| 5983816 | ZURICH FINANCIAL SERVICES AG | 19,125 | \$4,331,073 | 0.49% | N/A | N/A |



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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.*
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- *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.*



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- 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 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.***

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