

Fund Fact Sheet
Fund Overview

Base Currency for Fund	EUR
Total Net Assets (EUR)	331 million
Fund Inception Date	03.12.2001
Number of Issuers	28
Benchmark	MSCI Europe Small-Mid Cap (Net Dividends) Index
Investment Style	Growth
Morningstar Category™	Europe Small-Cap Equity

Summary of Investment Objective

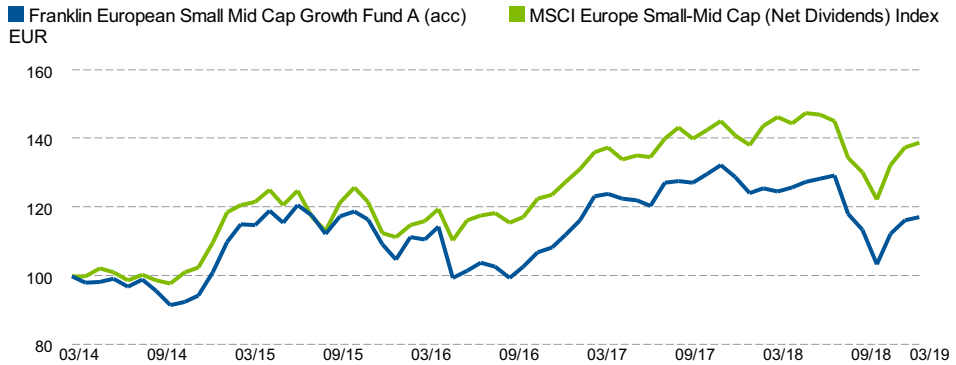
The Fund aims to achieve long-term capital appreciation by investing principally in equity and/or equity-related securities of small and mid-cap companies (those with market capitalisation above Euro 100 million and below Euro 8 billion) in Europe.

Fund Management

Ed Lugo, CFA: United States

Asset Allocation

Equity	91.73%
Cash & Cash Equivalents	8.27%

Performance
Performance over 5 Years in EUR (%)

Discrete Annual Performance in EUR (%)

	03/18 03/19	03/17 03/18	03/16 03/17	03/15 03/16	03/14 03/15
A (acc) EUR	-5.64	6.93	4.34	-3.25	15.15
Benchmark in EUR	0.55	5.44	14.15	-4.77	20.60

Performance in EUR (%)

	Cumulative				Annualised		
	1 Yr	3 Yrs	5 Yrs	10 Yrs	3 Yrs	5 Yrs	10 Yrs
A (acc) EUR	-5.64	5.28	17.29	225.86	1.73	3.24	12.54
Benchmark in EUR	0.55	21.02	38.98	276.39	6.57	6.81	14.18

Past performance is not an indicator or a 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. Currency fluctuations may affect the value of overseas investments. The fund offers other share classes subject to different fees and expenses, which will affect their performance. Please see the prospectus for details. 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. When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

Top Ten Holdings (% of Total)

Issuer Name	% of Total
CLARKSON PLC	5.51
ZARDOYA OTIS SA	5.17
JOHN WOOD GROUP PLC	5.00
HEADLAM GROUP PLC	4.76
BIFFA PLC	4.49
GRANDVISION NV	4.33
ISS A/S	4.31
HELLENIC EXCHANGES - ATHENS STOCK EXCHANGE SA	4.30
ELIOR GROUP SA	4.25
SCANDINAVIAN TOBACCO GROUP A/S	4.21

Fund Measures

P/E to Growth	1.38x
Historical 3 Yr Sales Growth	9.28%
Estimated 3-5 Yr EPS Growth	8.25%
Price to Earnings (12-mo Forward)	13.40x
Standard Deviation (5 Yrs)	14.11%

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) EUR	03.12.2001	EUR 37.31	1.83	5.75	1.50	N/A	N/A	N/A	TEMESMA LX	LU0138075311
A (acc) USD-H1	30.08.2018	USD 9.28	1.81	5.75	1.50	N/A	N/A	N/A	FESAUH1 LX	LU1863845712

Composition of Fund

■ Franklin European Small Mid Cap Growth Fund ■ MSCI Europe Small-Mid Cap (Net Dividends) Index

Geographic	% of Total	Sector	% of Total
United Kingdom	37.02 / 29.82	Industrials	28.69 / 22.59
Spain	8.83 / 3.74	Consumer Discretionary	15.54 / 12.43
Denmark	8.52 / 4.04	Real Estate	11.02 / 7.25
France	6.88 / 11.76	Consumer Staples	9.64 / 5.71
Norway	6.82 / 2.99	Energy	8.74 / 3.20
Netherlands	4.33 / 3.97	Financials	7.39 / 14.34
Greece	4.30 / 0.00	Materials	7.27 / 9.85
United States	4.17 / 0.00	Information Technology	3.45 / 6.65
Ireland	3.74 / 1.95	Health Care	0.00 / 8.26
Others	7.13 / 41.74	Others	0.00 / 9.71
Cash & Cash Equivalents	8.27 / 0.00	Cash & Cash Equivalents	8.27 / 0.00

Market Capitalisation Breakdown in EUR

	% of Equity
<1.0 Billion	46.84
1.0-2.0 Billion	15.03
2.0-5.0 Billion	33.43
5.0-10.0 Billion	4.70

What are the Key Risks?

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.

Performance may also be affected by currency fluctuations. Currency fluctuations may affect the value of overseas investments.

The Fund invests mainly in equity and equity-related securities of small- and mid-cap companies located in or doing significant business in European countries. Such securities have historically been subject to significant price movements that may occur suddenly due to market or company-specific factors. As a result, the performance of the Fund can fluctuate considerably over time. Other significant risks include currency risk, liquidity risk.

For full details of all of the risks applicable to this Fund, please refer to the "Risk Considerations" section of the Fund in the current prospectus of Franklin Templeton Investment Funds.

Important Information

Issued by Franklin Templeton International Services, S.à r.l. Franklin Templeton Investment Funds (the "Fund") is a Luxembourg registered SICAV. Source for data and information provided by Franklin Templeton Investments, as of the date of this document, unless otherwise noted. This document does not constitute legal or tax advice nor investment advice or an offer for shares of the Fund. Subscriptions to shares of the Fund can only be made on the basis of the current prospectus and where available, the relevant Key Investor Information Document, accompanied by the latest available audited annual report and semi-annual report accessible on our website at www.franklintempleton.lu or which can be obtained, free of charge, from Franklin Templeton International Services, S.à r.l. - Supervised by the Commission de Surveillance du Secteur Financier - 8A, rue Albert Borschette, L-1246 Luxembourg. 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. No shares of the Fund may be directly or indirectly offered or sold to 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. An investment in the Fund entails risks, which are described in the Fund's prospectus and where available, in the relevant Key Investor Information Document. Special risks may be associated with a Fund's investment in certain types of securities, asset classes, sectors, markets, currencies or countries and in the Fund's possible use of derivatives. These risks are more fully described in the Fund's prospectus and where available, in the relevant Key Investor Information Document and should be read closely before investing. Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change. References to particular industries, sectors or companies are for general information and are not necessarily indicative of a fund's holding at any one time.

Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted.

Please consult your financial advisor before deciding to invest.

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