



FRANKLIN TEMPLETON  
INVESTMENTS

Franklin Templeton Investment Funds  
**Franklin Euro High Yield Fund**

European Fixed  
Income  
LU0109395268  
31 January 2019

Fund Fact Sheet

**Fund Overview**

Base Currency for Fund	EUR
Total Net Assets (EUR)	526 million
Fund Inception Date	17.04.2000
Number of Holdings	171
Benchmark	ICE BofAML Euro High Yield Constrained Index
Investment Style	Fixed Income - High Yield
Morningstar Category™	EUR High Yield Bond
Distribution Yield – A (Ydis) EUR	4.18%

**Summary of Investment Objective**

The Fund aims to earn a high level of current income and seeks capital appreciation when consistent with its principal objective of high current income, by investing principally either directly or through the use of financial derivative instruments in Euro-denominated or Non-Euro denominated Euro-hedged Fixed Income Debt Securities of European or Non-European issuers with Non-investment grade ratings, or if unrated, their equivalent.

**Fund Management**

Patricia O'Connor, CFA: United States  
Piero del Monte: United Kingdom  
Rod MacPhee, CFA: United Kingdom  
Emmanuel Teissier: United Kingdom

**Ratings - A (Ydis) EUR**

Overall Morningstar Rating™: ★★ ★

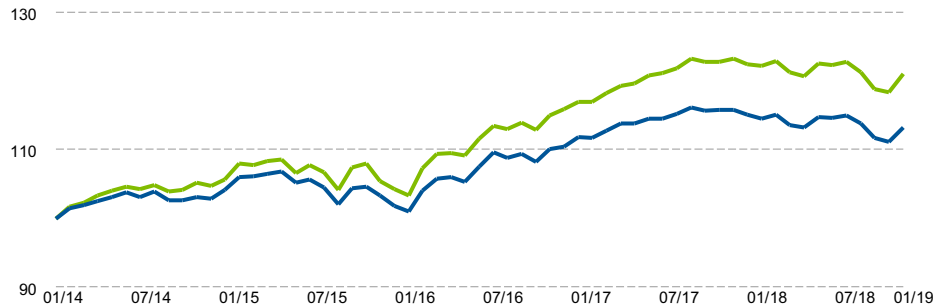
**Asset Allocation (Market Value)**

Fixed Income	91.68%
Cash & Cash Equivalents	8.25%
Equity	0.07%

**Performance**

**Performance over 5 Years in EUR (%)**

■ Franklin Euro High Yield Fund A (Ydis) EUR ■ ICE BofAML Euro High Yield Constrained Index



**Discrete Annual Performance in EUR (%)**

	01/18 01/19	01/17 01/18	01/16 01/17	01/15 01/16	01/14 01/15
A (Ydis) EUR	-2.19	4.82	8.48	-2.15	4.12
A (acc) EUR	-2.19	4.85	8.40	-2.03	4.10
A (Mdis) EUR	-2.14	4.94	8.24	-2.00	4.22
Benchmark in EUR	-1.79	6.36	11.19	-1.37	5.71

**Performance in EUR (%)**

	Cumulative				Annualised		
	1 Yr	3 Yrs	5 Yrs	10 Yrs	3 Yrs	5 Yrs	10 Yrs
A (Ydis) EUR	-2.19	11.21	13.30	131.48	3.61	2.53	8.76
A (acc) EUR	-2.19	11.17	13.38	131.81	3.59	2.54	8.77
A (Mdis) EUR	-2.14	11.15	13.52	131.77	3.59	2.57	8.77
Benchmark in EUR	-1.79	16.14	21.09	209.01	5.11	3.90	11.94

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.

**Fund Measures**

Average Credit Quality	BB
Average Duration	3.10 Years
Average Weighted Maturity	3.73 Years
Yield to Maturity	4.09%
Standard Deviation (5 Yrs)	3.76%

**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 (Ydis) EUR	17.04.2000	EUR 5.98	1.53	5.00	1.20	Ann	09.07.2018	0.2500	TEMHYEI LX	LU0109395268
A (acc) EUR	02.07.2001	EUR 18.80	1.53	5.00	1.20	N/A	N/A	N/A	TEMHYAC LX	LU0131126574
A (Mdis) EUR	12.07.2007	EUR 5.87	1.53	5.00	1.20	Mth	16.01.2019	0.0200	TEMHYAD LX	LU0300744835

## Composition of Fund

■ Franklin Euro High Yield Fund ■ ICE BofAML Euro High Yield Constrained Index

## Geographic (Market Value)

	% of Total	
United States	19.59	15.23
Germany	13.33	11.11
Italy	11.72	16.85
France	7.90	11.78
United Kingdom	6.36	5.19
Luxembourg	6.25	3.87
Spain	4.28	8.78
Netherlands	4.12	4.65
Cash & Cash Equivalents	8.25	0.00
Others	18.21	22.55

## Currency (Notional Exposure)

	% of Total	
Euro	99.95	100.00
U.S. Dollar	0.20	0.00
Swiss Franc	0.06	0.00
South Africa Rand	0.01	0.00
British Pound	-0.22	0.00

## Sector (Market Value)

	% of Total	
Finance	11.32	15.17
Health Care	10.11	6.45
Automotive	7.03	6.24
Packaging	6.82	4.05
Industrial	6.54	7.79
Treasury & Govt. Related	4.69	3.49
Energy	4.32	2.29
Chemicals	4.21	4.64
Cash & Cash Equivalents	8.25	0.00
Others	36.71	49.89

## Portfolio Data Derivatives Disclosures

Market value figures reflect the trading value of the investments. Notional exposure figures are intended to estimate the portfolio's exposure, including any hedged or increased exposure through certain derivatives held in the portfolio (or their underlying reference assets). Average Duration, Average Weighted Maturity and Yield to Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets). Portfolio breakdown percentages may not total 100% and may be negative due to rounding, use of any derivatives, unsettled trades or other factors.

## 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 lower-quality debt securities denominated in euro. Such securities have historically been subject to price movements, generally due to interest rates or movements in the bond market in general. As a result, the performance of the Fund can fluctuate moderately over time.

The Fund may distribute income gross of expenses. Whilst this might allow more income to be distributed, it may also have the effect of reducing capital.

Other significant risks include: credit risk, derivatives 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](http://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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**Fund Overview:** The **Distribution Yield** is based on the most recent month's distribution and shown as an annualized percentage as of the date shown. It does not include any preliminary charge and investors may be subject to tax on distributions. Information is historical and may not reflect current or future distributions.

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**Fund Measures:** The average credit quality (ACQ) rating may change over time. The portfolio itself has not been rated by an independent rating agency. The letter rating, which may be based on bond ratings from different agencies (or internal ratings for unrated bonds, cash and equivalents), is provided to indicate the average credit rating of the portfolio's underlying investments and generally ranges from AAA (highest) to D (lowest). For unrated bonds, cash and equivalents, ratings may be assigned based on the ratings of the issuer, the ratings of the underlying holdings of a pooled investment vehicle, or other relevant factors. The ACQ is determined by assigning a sequential integer to all credit ratings AAA to D, taking a simple, asset-weighted average of investments by market value and rounding to the nearest rating. The risk of default increases as a bond's rating decreases, so the ACQ provided is not a statistical measurement of the portfolio's default risk because a simple, weighted average does not measure the increasing level of risk from lower-rated bonds. The ACQ may be lower if cash and equivalents are excluded from the calculation. The ACQ is provided for informational purposes only. Derivative positions are not reflected in the ACQ.