

**Fund Overview**

Base Currency for Fund	EUR
Total Net Assets (EUR)	1.34 billion
Fund Inception Date	29.08.2003
Number of Holdings	130
Benchmark	Bloomberg Barclays Euro Aggregate Index
Investment Style	Fixed Income - Total Return
Morningstar Category™	EUR Diversified Bond

**Summary of Investment Objective**

The Fund aims to maximise total investment return consisting of a combination of interest income, capital appreciation and currency gains by investing in a portfolio of fixed and floating rate debt securities and debt obligations of governments, government-related or corporate issuers in Europe and in euro-denominated securities of non-European issuers.

**Fund Management**

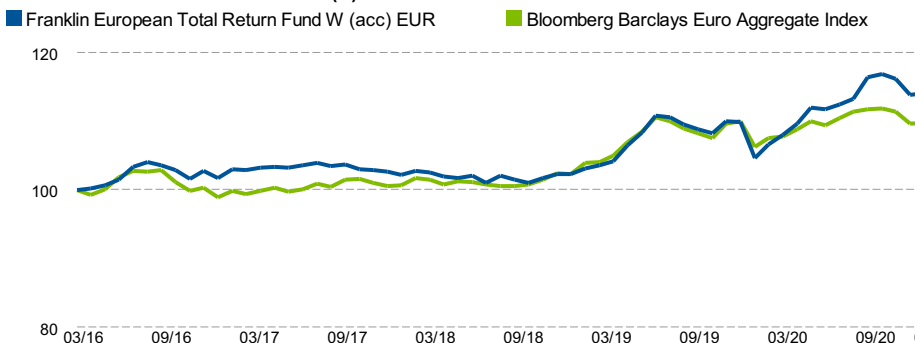
David Zahn, CFA: United Kingdom  
Rod MacPhee, CFA: United Kingdom  
John Beck: United Kingdom  
Sonal Desai, PhD: United States

**Ratings - W (acc) EUR**

Overall Morningstar Rating™: ★★★★★

**Asset Allocation (Market Value)**

	%
Fixed Income	88.75
Cash & Cash Equivalents	11.25

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

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

	03/20 03/21	03/19 03/20	03/18 03/19	03/17 03/18	03/16 03/17
W (acc) EUR	9.02	1.51	0.27	-0.09	2.93
Benchmark in EUR	3.24	2.23	2.18	2.37	-0.56

**Performance in EUR (%)**

	Cumulative				Annualised		
	1 Yr	3 Yrs	5 Yrs	10 Yrs	3 Yrs	5 Yrs	10 Yrs
W (acc) EUR	9.02	10.96	14.11	53.85	3.53	2.68	4.40
Benchmark in EUR	3.24	7.84	9.77	49.93	2.55	1.88	4.13

**Calendar Year Performance in EUR (%)**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
W (acc) EUR	7.95	6.49	-1.16	0.18	3.99	1.60	10.90	2.92	15.29	-0.90
Benchmark in EUR	4.05	5.98	0.41	0.68	3.32	1.00	11.10	2.17	11.19	3.24

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.

The W (acc) EUR share class launched on 23.05.2014. Performance data prior to that date is for the A (acc) EUR share class launched on 29.08.2003 which has higher annual charges.

**Fund Measures**

Average Credit Quality	A
Average Duration	6.18 Years
Average Weighted Maturity	7.98 Years
Yield to Maturity	0.85%
Standard Deviation (5 Yrs)	3.99%

**Share Class Information**

Share Class	Incept Date	NAV	TER (%)	Fees		Dividends	Fund Identifiers	
				Max. Sales Charge (%)	Max. Annual Charge (%)		Last Paid Date	Last Paid Amount
W (acc) EUR	23.05.2014	EUR 12.45	0.60	N/A	0.35	N/A	N/A	N/A
							Bloomberg ID	ISIN
							TETRWAE LX	LU1065170968

## Composition of Fund

■ Franklin European Total Return Fund ■ Bloomberg Barclays Euro Aggregate Index

## Geographic (Notional Exposure)

	% of Total	
Germany	13.45	18.91
Spain	9.57	10.11
Denmark	9.36	0.38
United States	7.38	3.83
United Kingdom	5.04	1.97
Italy	4.62	14.56
Sweden	3.67	0.76
Supranational	3.64	5.07
France	-6.28	22.26
Others	23.63	22.13
Cash & Cash Equivalents	11.25	0.00

## Currency (Notional Exposure)

	% of Total	
Euro	98.13	100.00
Norwegian Krone	2.98	0.00
Danish Krone	2.44	0.00
Swedish Krona	0.01	0.00
Czech Koruna	-0.06	0.00
British Pound	-3.50	0.00

## Sector (Notional Exposure)

	% of Total	
Euro IG Corp	26.23	19.31
Euro HY Corp	11.07	0.03
EMU Govt	10.33	56.78
Securitized	7.80	6.29
Sovereign	7.22	1.34
Non-EMU Europe	5.50	0.55
Quasi-Sovereign	1.61	0.77
Asia ex-Japan	0.02	3.92
Currency Derivatives	-0.13	0.00
Others	4.43	11.02
Cash & Cash Equivalents	11.25	0.00

## 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 Credit Quality figures are intended to estimate the portfolio's exposure to issuer credit risk, including any hedged or increased exposure through credit derivatives held in the portfolio (or their underlying reference assets). Any credit derivatives are assigned the ratings of 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 European higher-quality debt securities issued by any type of entity. Such securities have historically been subject to price movements, generally due to interest rates or movements in the bond market. 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, foreign currency risk, derivatives instruments 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

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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 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.

Yield figures quoted should not be used as an indication of the income that has or will be received. Yield figures are based on the portfolio's underlying holdings and do not represent a payout of the portfolio.