**FRANKLIN TEMPLETON**®

Franklin Templeton Investment Funds
**Templeton Global Total Return Fund**

Global Fixed Income
30.06.2019

Fund Fact Sheet

## Fund Overview

| | |
|---|---|
| Base Currency for Fund | USD |
| Total Net Assets (USD) | 17.19 billion |
| Fund Inception Date | 29.08.2003 |
| Number of Holdings | 261 |
| Benchmark | Bloomberg Barclays Multiverse Index |
| Morningstar Category™ | Global Bond |

### Minimum Investment

| Share Class | Initial | Subsequent |
|---|---|---|
| A (acc) USD | USD 1,000 | USD 500 |

### 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 principally in a portfolio of fixed and/or floating rate debt securities and debt obligations issued by government and government-related issuers or corporate entities worldwide. The Fund may invest in investment grade and non-investment grade debt securities. The Fund may also use various currency-related and other transactions involving derivative instruments.

### Fund Management

Michael Hasenstab, PhD: United States
Calvin Ho, PhD: United States

### Ratings - A (acc) USD

Overall Morningstar Rating™: ★ ★ ★ ★

### Asset Allocation (Market Value)



| | % |
|---|---|
| ■ Fixed Income | 75.67 |
| ■ Cash & Cash Equivalents | 24.33 |

## Performance

### Performance over 5 Years in Share Class Currency (%)

■ Templeton Global Total Return Fund A (acc) USD  ■ Bloomberg Barclays Multiverse Index



### Performance in Share Class Currency (%)

| | Cumulative | | | | | Annualised | |
|---|---|---|---|---|---|---|---|
| | 1 Mth | 3 Mths | YTD | 1 Yr | Since Incept | 3 Yrs | Since Incept |
| A (acc) USD | 1.87 | 1.47 | 2.96 | 5.73 | 210.08 | 4.68 | 7.41 |
| After Sales Charge* | -3.22 | -3.60 | -2.19 | 0.44 | 194.57 | 2.90 | 7.06 |
| Benchmark in USD | 2.28 | 3.31 | 5.78 | 6.01 | 92.19 | 1.95 | 4.21 |

### Fund Measures

| | |
|---|---|
| Average Credit Quality | BBB+ |
| Average Duration | -2.08 Years |
| Average Weighted Maturity | 1.51 Years |
| Yield to Maturity | 8.61% |
| Standard Deviation (5 Yrs) | 6.97% |

## Share Class Information  (For a full list of available share classes, please visit www.franklintempleton.com.sg.)

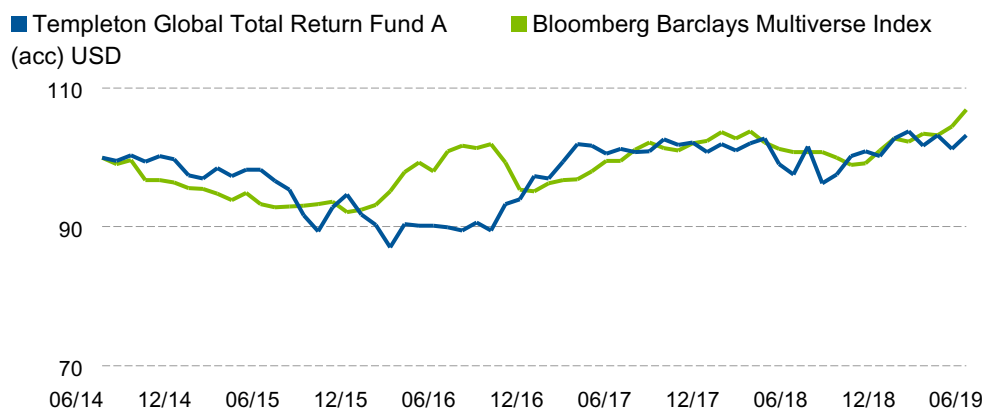| Share Class | Incept Date | NAV | TER (%) | Fees Max. Sales Charge (%) | Max. Annual Charge (%) | Mgmt. Fee (%) | Max. Maint. Charge (%) |
|---|---|---|---|---|---|---|---|
| A (acc) USD | 29.08.2003 | USD 31.01 | 1.41 | 5.00 | 1.05 | 0.75 | 0.30 |

### Additional Share Class Information

| Share Class | Incept Date | Subscription Type | Dividends Frequency | Last Paid Date | Last Paid Amount | Fund Identifiers Bloomberg ID | ISIN |
|---|---|---|---|---|---|---|---|
| A (acc) USD | 29.08.2003 | Cash | N/A | N/A | N/A | TGTRFAA LX | LU0170475312 |

## Composition of Fund

■ Templeton Global Total Return Fund   ■ Bloomberg Barclays Multiverse Index

| Geographic (Market Value) | % of Total | |
|---|---|---|
| Mexico | 18.15 / | 0.64 |
| Brazil | 15.77 / | 0.63 |
| India | 12.12 / | 0.10 |
| South Korea | 10.69 / | 1.30 |
| Indonesia | 9.00 / | 0.49 |
| Argentina | 7.22 / | 0.14 |
| Ghana | 2.86 / | 0.02 |
| United States | -2.93 / | 39.27 |
| Cash & Cash Equivalents | 24.33 / | 0.00 |
| Others | 2.78 / | 57.35 |

| Sector (Market Value) | % of Total | |
|---|---|---|
| Local Curr. Govt/Agency Bonds: Investment Grade | 52.05 / | 41.91 |
| Local Curr. Govt/Agency Bonds: Non-Investment Grade | 25.32 / | 0.45 |
| Non-Local Curr. Sovereign Bonds: Non-Investment Grade | 1.02 / | 0.92 |
| Supranational | 0.15 / | 2.02 |
| Corporate Bonds: Investment Grade | 0.00 / | 18.20 |
| US Treasuries/Agencies | 0.00 / | 15.85 |
| Securitised: MBS | 0.00 / | 10.58 |
| Derivatives | -2.88 / | 0.00 |
| Cash & Cash Equivalents | 24.33 / | 0.00 |
| Others | 0.01 / | 10.07 |

| Currency (Notional Exposure) | % of Total | |
|---|---|---|
| U.S. Dollar | 83.51 / | 46.25 |
| Japanese Yen | 20.34 / | 15.33 |
| Brazilian Real | 15.77 / | 0.37 |
| Mexican Peso | 14.34 / | 0.25 |
| Indonesian Rupiah | 9.00 / | 0.29 |
| Argentine Peso | 6.69 / | 0.00 |
| Ghanaian Cedi | 2.86 / | 0.00 |
| Australian Dollar | -15.18 / | 1.18 |
| Euro | -39.87 / | 23.88 |
| Others | 2.53 / | 12.46 |

## 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 debt securities issued by government, government-related or corporate entities worldwide and in derivatives. Such securities and derivatives have historically been subject to price movements, generally due to interest rates, foreign exchange rates or movements in the bond market. As a result, the performance of the Fund can fluctuate 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, currency risk, derivatives risk, liquidity risk, emerging markets 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.

## Glossary

**Average Credit Quality**: The average credit quality reflects the holdings of the underlying issues, based on the size of each holding and ratings assigned to each based on rating agency assessments of its creditworthiness.

**Average Duration**: A measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years. The weighted average duration of a fund reflects the effective duration of the underlying issues, based on the size of each holding.

**Average Weighted Maturity**: An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings.

**Standard Deviation**: A measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

**Yield to Maturity**: Yield to Maturity ('YTM') also known as the 'Gross Redemption Yield' or 'Redemption Yield'. The rate of return anticipated on a bond if it is held until the maturity date. YTM is considered a long-term bond yield expressed as an annual rate. The calculation of YTM takes into account the current market price, par value, coupon interest rate and time to maturity. It is also assumed that all coupons are reinvested at the same rate.

## Important Information

## Important Information (continued)

**This document is for information only and does not constitute investment advice or a recommendation and was prepared without regard to the specific objectives, financial situation or needs of any particular person who may receive it. The value of investments and the income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is not an indicator or a guarantee of future performance.** Subscriptions may only be made on the basis of the most recent Prospectus and Product Highlights Sheet which is available at Templeton Asset Management Ltd or our authorised distributors. Potential investor should read the details of the Prospectus and Product Highlights Sheet before deciding to subscribe for or purchase the Fund. This shall not be construed as the making of any offer or invitation to anyone in any jurisdiction in which such offer is not authorised or in which the person making such offer is not qualified to do so or to anyone to whom it is unlawful to make such an offer. In particular, this Fund is not available to U.S. Persons and Canadian residents. **Investors may wish to seek advice from a financial adviser before making a commitment to invest in shares of the Fund. In the event an investor chooses not to seek advice from a financial adviser, he/she should consider whether the Fund is suitable for him/her.**

**The Fund can use derivatives for hedging, efficient portfolio management and/or investment purposes.**

<u>Performance:</u> Performance details provided are in the share class currency, based on NAV-NAV and include reinvested dividends. Performances of different share classes will vary. Please refer to the Fund Manager for more information.

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.

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<u>After Sales Charge*:</u> Calculated based on initial sales charge of 5%; or 0% for Money Market Funds.

<u>Fund Measures:</u> 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.