



FRANKLIN TEMPLETON
INVESTMENTS

Franklin Templeton Investment Funds
**Templeton Emerging Markets Bond
Fund**

Emerging Markets Fixed
Income
LU0029876355
31 December 2018

Fund Fact Sheet

Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	10.04 billion
Fund Inception Date	05.07.1991
Number of Holdings	171
Benchmark	JP Morgan EMBI Global Index
Investment Style	Fixed Income - Emerging Markets
Minimum Investment	USD 5,000 or the equivalent in the relevant share class currency
Morningstar Category™	Global Emerging Markets Bond
Distribution Yield – A (Qdis) USD	11.15%

Summary of Investment Objective

The Fund aims to maximize total investment return, consisting of a combination of interest income, capital appreciation and currency gains by investing principally in a portfolio of fixed and floating rate debt securities and debt obligations issued by government and government-related issuers or corporate entities located in developing or emerging market countries.

Fund Management

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

Ratings - A (Qdis) USD

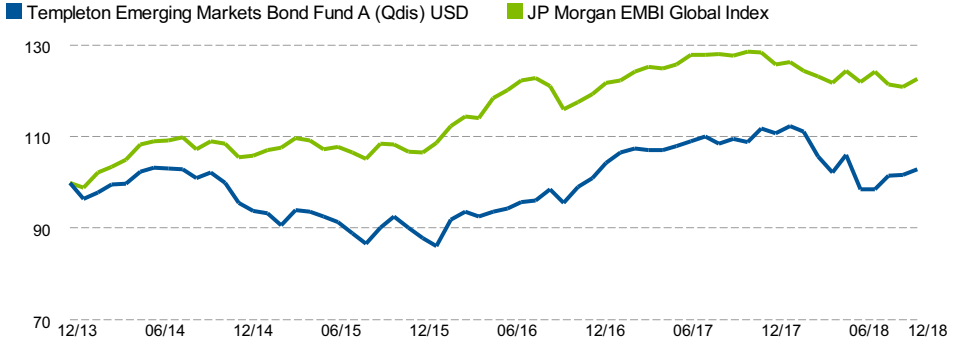
Overall Morningstar Rating™: ★ ★ ★

Asset Allocation (Market Value)

Fixed Income	83.35%
Cash & Cash Equivalents	16.65%

Performance

Performance over 5 Years in Share Class Currency (%)



Discrete Annual Performance in Share Class Currency (%)

	12/17	12/16	12/15	12/14	12/13
	12/18	12/17	12/16	12/15	12/14
A (Qdis) USD	-5.44	9.85	9.92	-5.63	-4.44
Benchmark in USD	-4.61	9.32	10.19	1.23	5.53

Performance in Share Class Currency (%)

	Cumulative						
	1 Mth	3 Mths	6 Mths	YTD	1 Yr	3 Yrs	5 Yrs
A (Qdis) USD	1.22	4.50	0.66	-5.44	-5.44	14.17	2.96
Benchmark in USD	1.46	-1.19	0.65	-4.61	-4.61	14.91	22.75

Calendar Year Performance in Share Class Currency (%)

	2018	2017	2016	2015	2014
A (Qdis) USD	-5.44	9.85	9.92	-5.63	-4.44
Benchmark in USD	-4.61	9.32	10.19	1.23	5.53

Past performance is not an indicator or a guarantee of future performance. 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. 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	BBB-
Average Duration	0.85 Years
Average Weighted Maturity	3.05 Years
Yield to Maturity	12.20%
Standard Deviation (5 Yrs)	8.63%

Share Class Information (For a full list of available share classes, please visit our local website)

Share Class	Incept Date	NAV	TER (%)	Fees	Fund Identifiers
				Max. Annual Charge (%)	ISIN
A (Qdis) USD	05.07.1991	USD 13.24	1.91	1.50	LU0029876355 482575

Composition of Fund

■ Templeton Emerging Markets Bond Fund ■ JP Morgan EMBI Global Index

Geographic (Market Value)

	% of Total	
Argentina	14.23	/ 4.08
Brazil	14.23	/ 4.07
Mexico	10.98	/ 11.89
India	10.30	/ 0.53
Indonesia	9.92	/ 9.31
Ghana	6.85	/ 0.43
Colombia	5.88	/ 2.80
Thailand	4.70	/ 0.00
Cash & Cash Equivalents	16.65	/ 0.00
Others	6.27	/ 66.89

Currency (Notional Exposure)

	% of Total	
U.S. Dollar	39.59	/ 100.00
Mexican Peso	21.54	/ 0.00
Brazilian Real	14.65	/ 0.00
Argentine Peso	13.43	/ 0.00
Indian Rupee	11.62	/ 0.00
Indonesian Rupiah	9.92	/ 0.00
Ghanaian Cedi	6.85	/ 0.00
Japanese Yen	-10.59	/ 0.00
Euro	-15.93	/ 0.00
Others	8.93	/ 0.00

Sector (Market Value)

	% of Total	
Local Curr. Govt/Agency Bonds: Investment Grade	41.77	/ 0.00
Local Curr. Govt/Agency Bonds: Non-Investment Grade	37.74	/ 0.00
Non-Local Curr. Sovereign Bonds: Non-Investment Grade	3.36	/ 41.94
Derivatives	0.20	/ 0.00
Corporate Bonds: Non-Investment Grade	0.14	/ 0.00
Supranational	0.13	/ 0.00
Non-Local Curr. Sovereign Bonds: Investment Grade	0.00	/ 58.06
Cash & Cash Equivalents	16.65	/ 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 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 of any quality issued by entities located in developing and emerging markets. Such securities have historically been subject to price movements, generally due to interest rates, market factors 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, derivatives risk, emerging markets 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

Data as of 31 December 2018, unless otherwise stated.

This document is intended to be of general 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. Nothing in this document should be construed as investment advice. Subscriptions to shares of the Fund can only be made on the basis of the current Key Investor Information Document (KIID), the full 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 indicator 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 prospectus and Key Investor Information Document. In emerging markets, the risks can be greater than in developed markets. Investments in derivative instruments entail specific risks that may increase the risk profile of the fund and are more fully described in the Fund's prospectus. No shares of the Fund may be directly or indirectly offered or sold to residents of the United States of America. 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 holding at any one time. Please consult your financial advisor before deciding to invest. A copy of the latest prospectus, of the Key Investor Information Document, the annual report and semi-annual report, if published thereafter can be found, on our website www.franklintempleton.ch or can be obtained, free of charge, from Franklin Templeton Switzerland Ltd, a Member of Franklin Templeton Investments, Stockerstrasse 38, CH-8002 Zurich, Tel +41 44 217 81 81 / Fax +41 44 217 81 82, info@franklintempleton.ch. Paying agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich.

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References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. An index is unmanaged and one cannot invest directly in an index. The performance of the index does not include the deduction of expenses and does not represent the performance of any Franklin Templeton fund.

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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Performance Benchmark: The Templeton Emerging Markets Bond Fund used the JP Morgan EMBI index as the fund's benchmark from inception until 1993, when it was replaced by the JPM EMBIG which is now the sole benchmark.

All performance data shown is in the Fund currency stated and include reinvested dividends and are net of management fees. Sales charges and other commissions, taxes and other relevant costs incurred on the issue and redemption of units paid by the investor are not included in the calculations.

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.

TER: A fund's Total Expense Ratio (TER) is a measure of its total costs and fees expressed as a percentage of the average net assets of the fund in the previous financial year and with reference to the asset class shown in the performance table. As of 31 December 2018. Calculation method according to Luxembourg law. The TER as of fiscal year-end is published in the latest available annual report and the latest semi-annual report, if published thereafter, for Switzerland and is calculated according to SFAMA guidelines.

Important Information (continued)

Distribution of Dividends: The Board of Directors intends to distribute all of the income attributable to the Distribution Shares. No distribution of dividends shall be made for the Accumulation Shares (**acc**), however the income attributable will be reflected in the increased value of the Shares. Dividends may be paid monthly (**Mdis**), quarterly (**Qdis**), or annually (**Ydis**).