



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
Minimum Investment	USD 5,000 or the equivalent in the relevant share class currency
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)

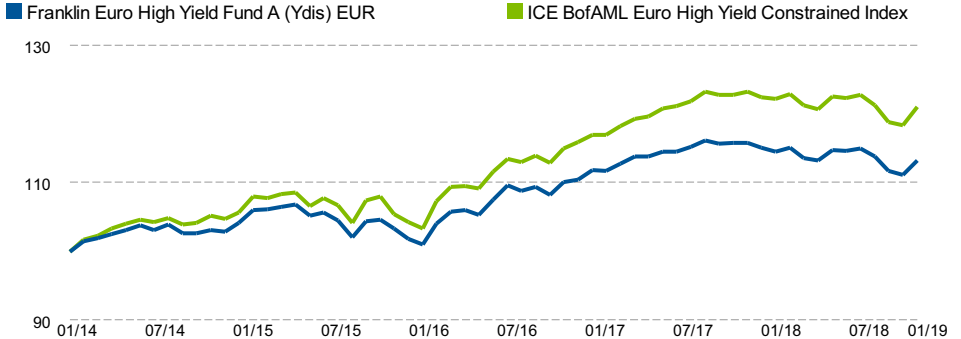
	%
Fixed Income	91.68
Cash & Cash Equivalents	8.25
Equity	0.07

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 Valoren
A (Ydis) EUR	17.04.2000	EUR 5.98	1.53	1.20	LU0109395268 1065505

Performance

Performance over 5 Years in Share Class Currency (%)



Discrete Annual Performance in Share Class Currency (%)

	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	4.82 8.48	8.48 -2.15	-2.15 4.12	4.12
Benchmark in EUR	-1.79	6.36	11.19	-1.37	5.71

Performance in Share Class Currency (%)

	Cumulative							Since Incept
	1 Mth	3 Mths	6 Mths	YTD	1 Yr	3 Yrs	5 Yrs	
A (Ydis) EUR	1.87	-0.50	-1.32	1.87	-2.19	11.21	13.30	89.90
Benchmark in EUR	2.30	-0.16	-1.26	2.30	-1.79	16.14	21.09	148.27

Calendar Year Performance in Share Class Currency (%)

	2018	2017	2016	2015	2014
A (Ydis) EUR	-3.99	5.15	6.58	0.49	3.33
Benchmark in EUR	-3.60	6.72	9.10	0.73	5.34

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

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

Data as of 31 January 2019, unless otherwise stated.

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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.

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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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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 January 2019. 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.

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**).