

## Performance Review

- Global equity markets modestly rebounded in November following October's widespread rout. The US-China trade dispute provided alternating positive and negative newsflow affecting sentiment, which contributed to stock market volatility during the month. Emerging-market stocks, as measured by MSCI indices in US dollars, collectively surged ahead of a global equity index, as well as their developed-market peers as a group.
- For the month, the fund's A (Ydis) USD shares returned 0.37%, and its benchmark, the MSCI All Country World Index, returned 1.51%.

## ONE-MONTH KEY PERFORMANCE DRIVERS

	Stocks	Sectors	Countries
Helped	Vestas Wind Systems A/S	Communication Services (Stock Selection)	Denmark (Stock Selection)
	China Telecom Corp. Ltd. Class H	Industrials (Stock Selection)	China (Overweight)
	Vodafone Group Plc	Information Technology (Underweight)	Israel
Hurt	CommScope Holding Co., Inc.	Financials (Stock Selection)	United States (Stock Selection)
	Coty Inc. Class A	Energy (Stock Selection, Overweight)	Ireland (Overweight)
	BP p.l.c.	Health Care (Stock Selection)	Italy (Stock Selection)

- Shares of US-based cosmetics firm Coty slumped and impaired relative fund results after the firm announced another profit warning and the departure of both its chief executive officer and chairman. Conditions in the highly competitive cosmetics business remain difficult, and Coty is working to regain lost market share and improve operationally by consolidating production and distribution.
- Financials stocks have come under pressure in recent months, particularly in Europe, where macro fears have escalated. We continue to believe that such fears are largely discounted by cheap valuations, while the fundamental strengthening of capital positions, risk controls and business portfolios remains underappreciated by sceptical investors. Should worst-case macro scenarios simply fail to materialise, select European financials holdings look well-positioned for potential outperformance from current levels over our long-term investment horizon.
- The stock price of Danish wind turbine manufacturer Vestas Wind Systems surged during the month after the firm maintained full-year guidance in the face of tougher competition, signalling to analysts that management expects a strong finish to the year. We were encouraged by the stabilisation in pricing and continued strength in new orders, and continue to believe that Vestas is well-positioned to participate in the long-term growth of the wind turbine manufacturing industry.

## Outlook & Strategy

- The old saying "don't fight the Fed" has rung true this cycle and will likely still apply going forward. As global central banks led by the US Federal Reserve (Fed) gradually change their tack from dovish to hawkish, we expect the financial market beneficiaries of yesterday's largesse to become the casualties of tomorrow's restraint. Likewise, what didn't work in the old environment (and value investing certainly qualifies) looks poised for better performance potential as policy conditions normalise.
- At Templeton, we are taking proactive measures to refine and improve our process in this challenging environment, including strengthening risk management, applying robust procedures for downside mitigation, and working closely with a dedicated trading team to improve tactical entry and exit. We are confident that these measures, along with the normalising macro backdrop, can position the fund for potential long-term investment success.

## Fund Details

Inception Date	28/02/1991
Benchmark	MSCI All Country World Index

## Fund Description

The fund aims to achieve long-term capital appreciation by investing in equity and debt obligations of companies and governments of any nation throughout the world, including emerging markets. The fund invests principally in common stocks.

## Performance Data

### Performance Net of Management Fees as at 30/11/2018 (Dividends Reinvested) (%)<sup>1</sup>

	1 Mth	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception
A (Ydis) USD	0.37	-6.90	-7.19	-5.17	2.81	1.00	7.94	5.51
Net of Sales Charge - A (Ydis) USD	-4.65	-11.55	-11.83	-9.92	1.07	-0.04	7.39	5.32
A (acc) SGD	-0.67	-6.98	-4.77	-3.53	1.86	2.80	6.88	0.34
Net of Sales Charge - A (acc) SGD	-5.64	-11.63	-9.53	-8.35	0.14	1.75	6.34	-0.12
MSCI All Country World Index USD	1.51	-5.63	-2.07	-0.46	9.16	6.73	11.25	7.38
MSCI All Country World Index SGD	0.57	-5.49	0.54	1.39	8.19	8.67	10.20	3.70

The Inception Date for the A (Ydis) USD share class and A (acc) SGD share class is 28/02/1991 and 25/10/2007 respectively.

## Investment Team

**Heather Arnold, CFA**  
Years with Firm 13  
Years Experience 34

**Dylan Ball**  
Years with Firm 11  
Years Experience 18

**Peter Moeschter, CFA**  
Years with Firm 21  
Years Experience 26

### 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 equity securities of companies around the world. Such securities have historically been subject to significant price movements that may occur suddenly due to market or company-specific factors. As a result, the performance of the Fund can fluctuate considerably over time. Other significant risks include: currency 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.

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1. Source for all information is Franklin Templeton Investments. Benchmark related data provided by FactSet. Fund performance computed in share class currency, on NAV-NAV basis and dividends reinvested. Net of Sales Charge figures are after 5% sales charge. Past performance is no guarantee of future results. Portfolio holdings are subject to change. Periods greater than one year are shown as average annual total returns. Other commissions, taxes and other relevant costs paid by investor are not included.



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