

Fund Manager Report

Product Details

Fund Assets	€6,519,847,231.10
Fund Inception Date	09/08/2000
Number of Issuers	77
Bloomberg	TEMGREU LX
ISIN	LU0114760746
Base Currency	EUR
Investment Style	Value
Benchmark	MSCI All Country World Index-NR
Morningstar Category™	Global Large-Cap Value Equity

Asset Allocation¹

Percent of Total	%
Equity	90.49
Cash & Cash Equivalents	9.51
Fixed Income	0.00

Fund Description

The Fund aims to achieve long-term capital appreciation by investing primarily in equity securities of companies worldwide, including emerging markets.

Performance Data^{2,3}

Performance Net of Management Fees as at 30/11/2020 (Dividends Reinvested) (%)⁴

	1 Mth	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (09/08/2000)
A (acc) EUR	10.01	6.19	-6.40	-5.40	-0.93	0.34	6.17	2.59
Net of Sales Charge - A (acc) EUR	4.51	0.88	-11.08	-10.13	-2.61	-0.69	5.63	2.34
MSCI All Country World Index-NR EUR	9.38	6.04	4.25	6.01	8.87	8.11	10.33	3.76

Cumulative Performance (%)

	1 Mth	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (09/08/2000)
A (acc) EUR	10.01	6.19	-6.40	-5.40	-2.77	1.70	82.07	68.23
Net of Sales Charge - A (acc) EUR	4.51	0.88	-11.08	-10.13	-7.63	-3.38	72.96	59.82
MSCI All Country World Index-NR EUR	9.38	6.04	4.25	6.01	29.04	47.71	167.37	111.70

Portfolio Manager Insight

Performance Review

ONE-MONTH KEY PERFORMANCE DRIVERS

	Stocks	Sectors	Countries
HELPED	Anheuser-Busch InBev SA/NV	Consumer Discretionary (Stock Selection)	United States (Stock Selection)
	Sysco Corporation	Consumer Staples (Stock Selection)	United Kingdom (Stock Selection)
	Freeport-McMoRan, Inc.	Communication Services (Stock Selection)	Belgium (Overweight)
HURT	Wheaton Precious Metals Corp	Financials (Underweight)	Canada (Stock Selection)
	Alibaba Group Holding Ltd.	Materials (Stock Selection)	Switzerland (Stock Selection)
	Roche Holding AG	Energy (Underweight)	Spain (Lack of Exposure)

- Shares of Belgian brewer Anheuser-Busch InBev (ABI) rallied after its third-quarter results beat analysts' estimates, driven by improving volume growth and a shift in product mix. The recent strength highlights the success of ABI's commercial strategy and innovation initiatives, as well as the benefits of its robust distribution network. We continue to believe the firm can be a long-term winner given its strong brand portfolio, unrivalled market dominance and attractive exposure to under-penetrated emerging markets.
- The stock price of Sysco also benefitted from better-than-expected results, with quarterly earnings beating analyst estimates despite trailing last year's results as the COVID-19 pandemic weighed on the company's food service business. Management has proven to be agile during the crisis, effectively reducing its cost base and incentivising staff to win new business. We believe the stock remains reasonably valued at period-end for a well-managed industry leader actively gaining market share in a fragmented industry.

1. Percentage may not equal 100% due to rounding. All holdings are subject to change.

2. MSCI All Country World Index-NR reflects performance of the MSCI All Country World Index (gross returns) from fund inception through 31 December 2000 and MSCI All Country World Index-NR thereafter.

3. Net Returns (NR) include income net of tax withholding when dividends are paid.

- Canadian precious metals firm Wheaton Precious Metals was the biggest individual stock detractor in a weak month for gold. Precious metals sold off with other perceived safe havens in November after positive vaccine news sparked a strong recovery in investor risk appetite. We still like the uncorrelated precious metals exposure in the portfolio, as well as Wheaton’s unique asset light “streaming” model.

Outlook & Strategy

- November was a banner month for gauges of global stocks. Risk assets responded favourably to positive vaccine progress and political developments during the month. The market had long since retraced most of March’s COVID plunge, so instead of pulling stocks out of a trough the vaccine news propelled several major indices to new all-time highs. Yet even if the vaccine could immediately bring us back to pre-crisis conditions (which it can’t), stocks weren’t exactly cheap in January 2020 and global growth wasn’t thriving. In many regards, current conditions seem an unlikely backdrop for all-time highs. Instead, we attribute the market’s ebullience to many investors’ faith in stimulus and their readiness to pull forward future gains to the maximum extent possible to compensate for present hardship.
- Our understanding of the COVID situation led us to expect a vaccine in the final months of 2020, and we prepared for such a development over the course of the year by increasing cyclical exposures, primarily to industrials and “away-from-home” stocks in the eye of the coronavirus storm. We focused on companies with the fortitude to withstand a temporary crisis and avoided businesses for which the challenges appeared to be more structural in nature.
- We believe investors eventually will become more realistic about the shape and trajectory of this recovery, and our focus on fundamentals and value is intended to position the portfolios for an environment where price once again matters. In the meantime, given the opposing forces of fundamental frailty on the one hand and liquidity-driven momentum on the other, we are focusing on diversification and sensible portfolio construction in order to manage risks and deliver high-conviction ideas appropriate for a range of intermediate-term outcomes.

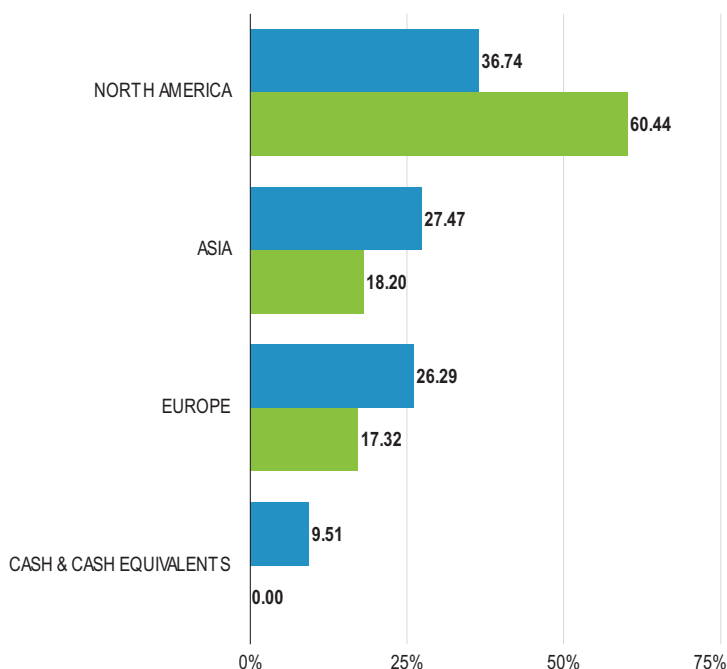
Portfolio Characteristics^{5,6}

	Portfolio	MSCI All Country World Index-NR
Price to Earnings (12-Month Trailing)	24.72x	26.40x
Price to Book	2.01x	2.64x
Price to Cash Flow	9.74x	14.74x
Market Capitalisation (Millions in EUR)	84,218	209,472
Dividend Yield	2.16%	1.88%

Portfolio Diversification

Geographic Weightings vs. MSCI All Country World Index-NR⁷

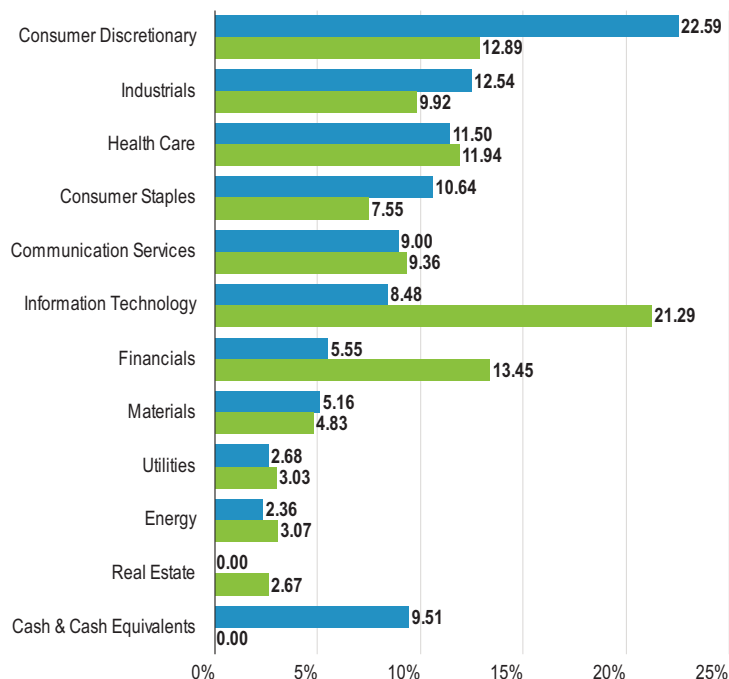
Percent of Total



● Templeton Growth (Euro) Fund
● MSCI All Country World Index-NR

Sector Weightings vs. MSCI All Country World Index-NR⁷

Percent of Total



● Templeton Growth (Euro) Fund
● MSCI All Country World Index-NR

Top Ten Holdings⁸

Percent of Total

Top Holdings	Sector	%
SAMSUNG ELECTRONICS CO LTD	Technology Hardware & Equipment	3.23
SANOFI	Pharmaceuticals, Biotechnology & Life Sciences	2.68
ROCHE HOLDING AG	Pharmaceuticals, Biotechnology & Life Sciences	2.61
ANHEUSER-BUSCH INBEV SA/NV	Food, Beverage & Tobacco	2.38
VERIZON COMMUNICATIONS INC	Telecommunication Services	2.32
COMCAST CORP	Media & Entertainment	2.13
DOLLAR TREE INC	Retailing	2.13
WALT DISNEY CO/THE	Media & Entertainment	2.09
SYSCO CORP	Food & Staples Retailing	2.08
E.ON SE	Utilities	1.83

Supplemental Performance Statistics**Supplemental Risk Statistics⁹**

	3 Yrs	5 Yrs	10 Yrs	Since Inception
Standard Deviation (%)				
Templeton Growth (Euro) Fund	16.25	14.19	13.17	13.81
MSCI All Country World Index-NR	15.99	13.50	12.13	14.35
Tracking Error (%)	4.91	4.71	4.36	5.02
Information Ratio¹⁰	-2.01	-1.67	-0.95	-0.21
Beta	0.94	0.96	1.00	0.89
Sharpe Ratio				
Templeton Growth (Euro) Fund	-0.02	0.07	0.49	0.10
MSCI All Country World Index-NR	0.59	0.65	0.87	0.17

Investment Team

Portfolio Manager	Years with Firm	Years Experience
Peter Moeschter, CFA	23	28
Herbert J Arnett Jr.	24	26
Warren Pustam, CFA	7	15

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 and equity-related 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: foreign currency risk, derivatives instruments risk, emerging markets risk, liquidity risk, Chinese market 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.

9. Beta, Information Ratio and Tracking Error information are measured against the MSCI All Country World Index-NR.

10. Information Ratio is a way to evaluate a manager's ability to outperform a benchmark in relation to the risk that manager is assuming, with risk defined as deviation from the benchmark. This measure is calculated by dividing the portfolio's excess return (portfolio return less the benchmark return) by the tracking error (derived by taking the standard deviation of the monthly differences between the portfolio return and the benchmark return over time).

Important Legal Information

Templeton Growth (Euro) Fund is a sub-fund of the Luxembourg-domiciled Franklin Templeton Investment Funds (FTIF).

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In addition, it should not be assumed that any securities mentioned were or will prove to be profitable. Stocks mentioned in this report are not a solicitation to purchase those stocks, and are examples of some stocks which performed well. Not all stocks in the portfolio performed as well. For the most current information on the fund, please contact your Franklin Templeton marketing representative.

Performance figures are not based on audited financial statements and assume reinvestment of interest and dividends. When comparing the performance of Franklin Templeton Investment Funds (the "Fund") with a benchmark index, it is important to note that the securities in which the Fund invests may be substantially different than those represented by the benchmark index. Furthermore, an investment in Franklin Templeton Investment Funds represents an investment in a managed investment company in which certain charges and expenses, including management fees, are applicable. These charges and expenses are not applicable to indices. Lastly, please note that indices are unmanaged and are not available for direct investment. Certain data and other information shown have been supplied by outside sources. While we consider that information to be reliable, we give no assurance that such data and information is accurate or complete.

The indices include a greater number of securities than those held in the Fund.

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4. 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.

5. The portfolio characteristics listed are based on the fund's underlying holdings, and do not necessarily reflect the fund's characteristics. Due to data limitations all equity holdings are assumed to be the primary equity issue (usually the ordinary or common shares) of each security's issuing company. This methodology may cause small differences between the portfolio's reported characteristics and the portfolio's actual characteristics. In practice, Franklin Templeton's portfolio managers invest in the class or type of security which they believe is most appropriate at the time of purchase. The market capitalisation figures for both the portfolio and the benchmark are at the security level, not aggregated up to the main issuer. Source: FactSet. Price ratio calculations for weighted average use harmonic means. Any exceptions to this are noted. All holdings are subject to change.

6. The dividend yield quoted here is the yield on securities within the portfolio and should not be used as an indication of the income received from this portfolio. **Past performance is not an indicator or a guarantee of future performance.**

7. Percentage may not equal 100% due to rounding. All holdings are subject to change.

8. Holdings of the same issuers have been combined. Top ten holdings information is historical and may not reflect current or future portfolio characteristics. All holdings are subject to change. The information provided is not a recommendation to purchase, sell, or hold any particular security. The securities identified do not represent the fund's entire holdings and in the aggregate may represent only a small percentage of such holdings. There is no assurance that securities purchased will remain in the fund, or that securities sold will not be repurchased. The portfolio manager reserves the right to withhold release of information with respect to holdings that would otherwise be included.

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