



FRANKLIN TEMPLETON  
INVESTMENTS

Franklin Templeton Investment Funds  
**Franklin Strategic Income Fund**

Global Fixed Income  
31.01.2019

Fund Fact Sheet

**Fund Overview**

Base Currency for Fund	USD
Total Net Assets (USD)	809 million
Fund Inception Date	12.07.2007
Number of Holdings	678
Benchmark	Bloomberg Barclays U.S. Aggregate Index
Morningstar Category™	Other Bond

**Minimum Investment**

Share Class	Initial	Subsequent
A (Mdis) SGD-H1	SGD 1,000	SGD 500
A (Mdis) USD	USD 1,000	USD 500

**Summary of Investment Objective**

The Fund aims to earn a high level of current income and seeks capital appreciation over the long term by investing principally in fixed and floating rate debt securities globally, including those in emerging markets.

**Fund Management**

Sonal Desai, PhD: United States  
Roger Bayston, CFA: United States  
Patricia O'Connor, CFA: United States  
Kent Burns, CFA: United States

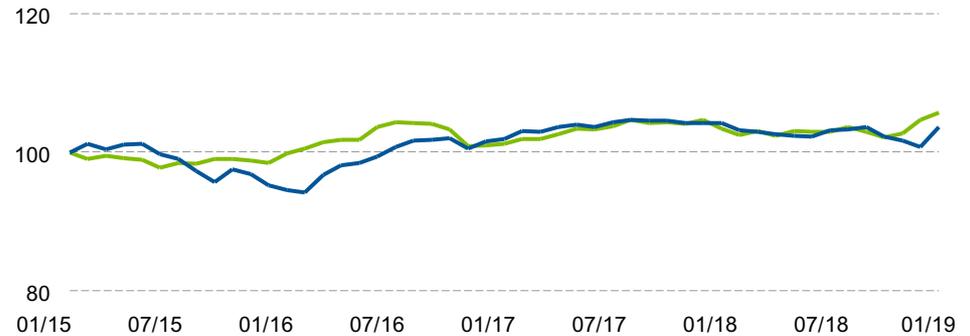
**Asset Allocation (Market Value)**

Fixed Income	96.91%
Cash & Cash Equivalents	2.63%
Equity	0.45%

**Performance**

**Performance Since Inception in Share Class Currency (%)**

■ Franklin Strategic Income Fund A (Mdis) SGD-H1  
■ Bloomberg Barclays U.S. Aggregate Index in USD



**Performance in Share Class Currency (%)**

	Cumulative					Annualised	
	1 Mth	3 Mths	YTD	1 Yr	Since Incept	3 Yrs	Since Incept
A (Mdis) SGD-H1	2.84	1.34	2.84	-0.54	3.70	3.13	0.90
After Sales Charge*	-2.30	-3.72	-2.30	-5.51	-1.48	1.38	-0.37
Benchmark in USD	1.06	3.53	1.06	2.25	7.08	1.95	1.70
A (Mdis) USD	2.91	1.56	2.91	0.21	53.63	3.66	3.79
After Sales Charge*	-2.24	-3.51	-2.24	-4.80	45.95	1.91	3.33
Benchmark in USD	1.06	3.53	1.06	2.25	58.05	1.95	4.04

**Fund Measures**

Average Credit Quality	BB+
Average Duration	3.52 Years
Average Weighted Maturity	5.92 Years
Yield to Maturity	6.14%
Standard Deviation (3 Yrs)	3.15%

**Share Class Information (For a full list of available share classes, please visit [www.franklintempleton.com.sg](http://www.franklintempleton.com.sg).)**

Share Class	Incept Date	NAV	TER (%)	Fees			
				Max. Sales Charge (%)	Max. Annual Charge (%)	Mgmt. Fee (%)	Max. Maint. Charge (%)
A (Mdis) SGD-H1	09.01.2015	SGD 8.67	1.35	5.00	1.25	0.75	0.50
A (Mdis) USD	12.07.2007	USD 9.67	1.35	5.00	1.25	0.75	0.50

**Additional Share Class Information**

Share Class	Incept Date	Subscription Type	Dividends			Fund Identifiers	
			Frequency	Last Paid Date	Last Paid Amount	Bloomberg ID	ISIN
A (Mdis) SGD-H1	09.01.2015	Cash/SRS	Mth	16.01.2019	0.0400	FSASGH1 LX	LU1162222480
A (Mdis) USD	12.07.2007	Cash	Mth	16.01.2019	0.0440	FTSIADU LX	LU0300737201

## Composition of Fund

■ Franklin Strategic Income Fund ■ Bloomberg Barclays U.S. Aggregate Index

Geographic (Notional Exposure)		% of Total		Sector (Notional Exposure)		% of Total	
United States	103.60	91.84	High Yield Corporates	29.15	0.07		
United Kingdom	1.64	1.12	Bank Loans	17.03	0.00		
Mexico	1.53	0.56	Investment Grade Corporates	16.41	24.40		
Indonesia	1.45	0.04	International Bonds	11.86	4.06		
China	1.35	0.18	Agency Mortgage-Backed Securities	11.79	28.17		
Brazil	1.19	0.08	Residential Mortgage-Backed Securities	9.78	0.00		
Argentina	0.95	0.00	Collateralized Loan Obligations	9.39	0.00		
Republic of Serbia	0.95	0.00	U.S. Treasury	5.95	38.81		
Cash & Cash Equivalents	2.63	0.00	Cash & Cash Equivalents	2.63	0.00		
Others	9.03	6.18	Others	8.66	4.49		

Currency (Notional Exposure)		% of Total	
U.S. Dollar	99.77	100.00	
Mexican Peso	0.75	0.00	
Indonesian Rupiah	0.62	0.00	
Indian Rupee	0.48	0.00	
Brazilian Real	0.35	0.00	
Euro	-0.41	0.00	
Chinese Renminbi	-0.43	0.00	
Canadian Dollar	-0.64	0.00	
Australian Dollar	-0.83	0.00	
Others	0.33	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). Interest Rate Derivatives sector consists of Treasury, interest rate and other derivatives that are primarily used for duration management. Average Credit Quality figures are intended to estimate the portfolio's exposure to issuer credit risk, including any hedged or increased exposure through credit derivatives held in the portfolio (or their underlying reference assets). Any credit derivatives are assigned the ratings of 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 from issuers of both developed and emerging countries. Such securities 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 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, 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.

## 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:** Also known as 'effective' or 'Macaulay' duration it is 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. It's an indication of an issue's coupon relative to its maturity. Rising interest rates mean falling bond prices; declining interest rates mean rising bond prices. The bigger the duration number, the greater the interest-rate risk; (or reward for bond prices). The weighted average duration of a fund reflects the effective duration of the underlying issues, based on the size of each holding. This value differs with 'Modified Duration' which is modified for the market (dirty) price of an issue.

**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**

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

**Performance:** 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.

The share class shown has adopted a hedging strategy intended to reduce the effect of exchange rate movements between the currency of the Fund's investment strategy and the currency of the share class. The benchmark returns displayed are shown in the reference currency of the Fund's investment strategy (USD), while share class returns are shown in the reference currency of share class (SGD). As a result, the returns shown above reflect the effect of the hedging strategy and one can compare the returns of the Fund (net of fees) relative to its benchmark index without the impact of exchange rate movements on index returns.

**Fund Management:** CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

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

**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.