



FRANKLIN TEMPLETON
INVESTMENTS

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FOR IMMEDIATE RELEASE

**Franklin Templeton Limited Duration Income Trust
Reports Asset Allocation**

San Mateo, CA, November 1, 2012 -- Franklin Templeton Limited Duration Income Trust [NYSE MKT:FTF], a closed-end investment company managed by Franklin Advisers, Inc., today reported its portfolio composition, certain portfolio characteristics and NYSE MKT closing price as of September 30, 2012.

Franklin Advisers, Inc., is a wholly owned subsidiary of Franklin Resources, Inc. [NYSE:BEN], a global investment management organization operating as Franklin Templeton Investments. Franklin Templeton Investments provides global and domestic investment management solutions managed by its Franklin, Templeton, Mutual Series, Fiduciary Trust, Darby and Bissett investment teams. The San Mateo, CA-based company has more than 60 years of investment experience and over \$749 billion in assets under management as of September 30, 2012. For more information, please call 1-800/DIAL BEN® or visit franklintempleton.com.

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FRANKLIN TEMPLETON LIMITED DURATION INCOME TRUST ASSET ALLOCATION at September 30, 2012

SECTOR ALLOCATION	MARKET VALUE (Millions)	PERCENTAGE OF FUND ¹
High Yield Corporate Bonds & Preferred Securities	185.7	33.6%
Investment Grade Corporate Bonds	0.0	0.0%
Floating Rate Loans	195.2	35.3%
Mortgage-Backed Securities	136.6	24.7%
Other Asset-Backed Securities ²	25.9	4.7%
International Government Bonds (US\$ & non-US\$)	6.8	1.2%
Common Stock & Warrants	0.0	0.0%
Cash & Other Net Assets ³	2.2	0.4%
Total Assets ⁴	\$552.5	100.0%

TOP 10 INDUSTRIES ⁵	MARKET VALUE (Millions)	PERCENTAGE OF FUND ¹
Healthcare Services	49.1	8.9%
Energy	33.2	6.0%
Automotive	26.8	4.8%
Financial Services	21.3	3.8%
Retail	19.5	3.5%
Broadcasting	19.1	3.5%
Chemicals	18.9	3.4%
Info/Technology	18.6	3.4%
Gaming/Leisure	18.0	3.3%
Pay TV	16.9	3.1%
Total ⁴	\$241.4	43.7%

10 LARGEST HOLDINGS BY ISSUER	MARKET VALUE (Millions)	PERCENTAGE OF FUND ¹
Fannie Mae	111.1	20.1%
Freddie Mac	24.1	4.4%
Reynolds Group Holdings Inc.	7.2	1.3%
Intelsat	6.6	1.2%
Caesars Entertainment	6.2	1.1%
Visant	5.6	1.0%
ADS Waste	5.4	1.0%
Davita	5.0	0.9%
Calpine	5.0	0.9%
Ineos Finance	4.7	0.8%
Total ⁴	\$181.0	32.8%

Number of positions	413
NAV per share	\$ 14.05
Market price per share	\$ 14.76
Number of shares outstanding	26,810,588
Total net assets	\$ 376,559,905

Weighted average duration (including leverage) ⁶ 3 years

Fund leverage percentage ⁷ 32%

¹ Percentage of total investments of the Fund. Total investments of the Fund include long-term and short-term investments and other net assets. Does not include last day portfolio and shareholder trades.

² May include collateralized loan obligations ("CLOs").

³ Includes currency forward contracts.

⁴ Total figures may not represent exact sum of items as a result of rounding.

⁵ Top 10 industries for corporate bonds and floating rate loans.

⁶ Duration calculated using internal methodologies. Rounded to the nearest year.

⁷ Preferred shares issued by the Fund and mortgage dollar rolls used for leverage divided by total assets of the Fund.