



Templeton Emerging Markets Bond Fund

Fixed Income
September 30, 2019

Fund Fact Sheet | Share Class: Advisor

Fund Description

The fund's investment goal is to seek current income with capital appreciation as a secondary goal. Under normal market conditions, the fund invests at least 80% of its net assets in a non-diversified portfolio of bonds issued by governments or government related entities that are located in emerging market countries, as well as bonds issued by emerging market corporate entities.

Fund Overview

| | |
|--------------------------------------|---|
| Total Net Assets [All Share Classes] | \$49 million |
| Fund Inception Date | 4/1/2013 |
| Dividend Frequency | Quarterly in March, June, September, December |
| Number of Holdings | 197 |

Share Class Information

| Share Class | CUSIP | NASDAQ Symbol |
|-------------|-------------|---------------|
| Advisor | 880 208 780 | FEMZX |
| A | 880 208 830 | FEMGX |
| C | 880 208 822 | FEMHX |
| R | 880 208 814 | N/A |
| R6 | 880 208 798 | FEMRX |

Fund Management

| | Years with Firm | Years of Experience |
|------------------------|-----------------|---------------------|
| Michael Hasenstab, PhD | 20 | 24 |
| Calvin Ho, PhD | 14 | 14 |

Maximum Sales Charge

Advisor Class: None

Total Annual Operating Expenses

| Share Class | With Waiver | Without Waiver |
|-------------|-------------|----------------|
| Advisor | 1.00% | 2.00% |

30-Day Standardized Yield

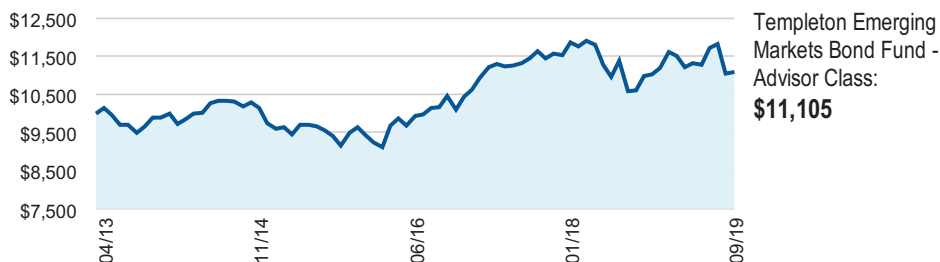
| Share Class | With Waiver | Without Waiver |
|-------------|-------------|----------------|
| Advisor | 4.75% | 3.74% |

Asset Allocation (Market Value %)

| | |
|-------------------------|-------|
| Fixed Income | 53.72 |
| Cash & Cash Equivalents | 46.27 |

Performance

Growth of a \$10,000 Investment (from 04/01/2013-09/30/2019)



Total Returns % (as of 9/30/2019)

| Share Class | YTD | AVERAGE ANNUAL | | | Since Inception | Inception Date |
|-------------|-------|----------------|-------|-------|-----------------|----------------|
| | | 1 Yr | 3 Yrs | 5 Yrs | | |
| Advisor | -0.84 | 4.58 | 2.97 | 1.73 | 1.63 | 4/1/2013 |

Calendar Year Total Returns %

| Share Class | 2018 | 2017 | 2016 | 2015 | 2014 |
|-------------|-------|-------|-------|-------|-------|
| Advisor | -3.01 | 10.53 | 10.52 | -3.14 | -2.47 |

Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment returns and principal values will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

Advisor Class shares do not have sales charges or 12b-1 fees and are offered only to certain eligible investors as stated in the prospectus.

The fund has an expense reduction and a fee waiver associated with any investments it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed through April 30, 2020. Fund investment results reflect the expense reduction and fee waiver; without these reductions, the results would have been lower.

Fund Measures

| | |
|--|------------|
| Average Duration | 0.68 Years |
| Average Weighted Maturity | 1.74 Years |
| Standard Deviation (3 Yrs) - Advisor Class | 9.12% |

Composition of Fund

■ Templeton Emerging Markets Bond Fund ■ JP Morgan EMBI Global Index

| Geographic (Market Value) | % of Total |
|----------------------------------|-------------------|
| Brazil | 18.96 / 3.50 |
| Mexico | 9.72 / 10.49 |
| Thailand | 5.06 / 0.00 |
| Indonesia | 5.01 / 8.63 |
| Ghana | 4.83 / 0.63 |
| Argentina | 3.49 / 1.92 |
| Egypt | 2.79 / 1.61 |
| Colombia | 1.83 / 2.64 |
| Costa Rica | 1.19 / 0.49 |
| Others | 0.84 / 70.08 |
| Cash & Cash Equivalents | 46.27 / 0.00 |

| Currency (Notional Exposure) | % of Total |
|-------------------------------------|-------------------|
| U.S. Dollar | 52.45 / 100.00 |
| Japanese Yen | 23.17 / 0.00 |
| Brazilian Real | 20.31 / 0.00 |
| Mexican Peso | 6.20 / 0.00 |
| Thailand Baht | 5.06 / 0.00 |
| Indonesian Rupiah | 5.01 / 0.00 |
| Ghanaian Cedi | 4.83 / 0.00 |
| Australian Dollar | -10.71 / 0.00 |
| Euro | -14.16 / 0.00 |
| Others | 7.83 / 0.00 |

| Sector (Market Value) | % of Total |
|---|-------------------|
| Local Curr. Govt/Agency Bonds: Non-Investment Grade | 29.80 / 0.00 |
| Local Curr. Govt/Agency Bonds: Investment Grade | 21.62 / 0.00 |
| Corporate Bonds: Non-Investment Grade | 1.20 / 0.00 |
| Non-Local Curr. Sovereign Bonds: Non-Investment Grade | 1.17 / 35.52 |
| Derivatives: Currency Derivatives | 0.78 / 0.00 |
| Non-Local Curr. Sovereign Bonds: Investment Grade | 0.00 / 64.48 |
| Derivatives: Derivatives | -0.83 / 0.00 |
| Cash & Cash Equivalents | 46.27 / 0.00 |

Portfolio Data 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 and Average Weighted 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 Risks?

All investments involve risks, including possible loss of principal. Foreign securities involve special risks, including currency rate fluctuations (which may be significant over the short-term) and economic and political uncertainties; investments in emerging markets involve heightened risks related to the same factors, in addition to those associated with their relatively small size and lesser liquidity. Sovereign debt securities are subject to various risks in addition to those relating to debt securities and foreign securities generally, including, but not limited to, the risk that a government entity may be unwilling or unable to pay interest and repay principal on its sovereign debt, or otherwise meet its obligations when due. Derivatives, including currency management strategies, involve costs and can create economic leverage in the portfolio that may result in significant volatility and cause the Fund to participate in losses on an amount that exceeds the Fund's initial investment. The Fund may not achieve the anticipated benefits and may realize losses when a counterparty fails to perform as promised. Bonds are subject to liquidity risk, which may have an adverse impact on the security's value or a fund's ability to sell such securities. Changes in interest rates will affect the value of the Fund's portfolio, share price and yield. Bond prices generally move in the opposite direction of interest rates. As prices of bonds in the Fund adjust to a rise in interest rates, the Fund's share price may decline. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. Investments in lower rated securities include higher risks of default and loss of principal. These and other risks are discussed in the Fund's prospectus.

Glossary

Average Duration: 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. The weighted average duration of a fund reflects the effective duration of the underlying issues, based on the size of each holding.

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.

Important Information

Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. To obtain a summary prospectus and/or prospectus, which contains this and other information, talk to your financial advisor, call us at (800) DIAL BEN/342-5236 or visit franklintempleton.com. Please carefully read a prospectus before you invest or send money.

Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.

Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Performance: The fund offers other share classes subject to different fees and expenses, which will affect their performance.

30-Day Standardized Yield: The fund's 30-day standardized yield is calculated over a trailing 30-day period using the yield to maturity on bonds and/or the dividends accrued on stocks. It may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.