



Templeton Emerging Markets Bond Fund

Fixed Income
December 31, 2014

Fund Fact Sheet

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 government 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] | \$19 million |
| Fund Inception Date | 4/1/2013 |
| Dividend Frequency | No |
| Number of Holdings | 115 |

Share Class Information

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

Fund Management

| | Years with Firm | Years of Experience |
|------------------------|-----------------|---------------------|
| Michael Hasenstab, PhD | 16 | 19 |
| Laura Burakreis | 8 | 27 |

30-Day Standardized Yield

| Share Class | With Waiver | Without Waiver |
|-------------|-------------|----------------|
| A | 5.17% | 4.11% |
| C | 4.90% | 3.79% |

Maximum Sales Charge

Class A: 4.25% initial sales charge
Class C: 1.00% contingent deferred sales charge (CDSC) in the first year only

Total Annual Operating Expenses

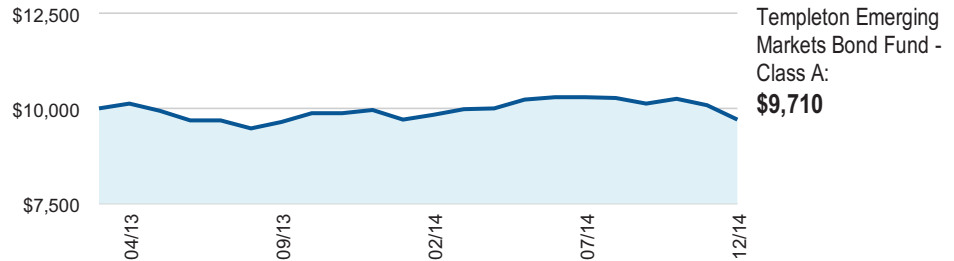
| Share Class | With Waiver | Without Waiver |
|-------------|-------------|----------------|
| A | 1.26% | 3.24% |
| C | 1.66% | 3.64% |

Asset Allocation (%)

| | |
|-------------------------|-------|
| Fixed Income | 83.79 |
| Cash & Cash Equivalents | 16.21 |

Performance

Growth of a \$10,000 Investment - Without Sales Charge (from 04/01/2013-12/31/2014)



Total Returns % (as of 12/31/2014)

| Share Class | YTD | AVERAGE ANNUAL | | |
|-------------|----------------------|----------------|-----------------|----------------|
| | | 1 Yr | Since Inception | Inception Date |
| A | With Sales Charge | -6.83 | -4.06 | 4/1/2013 |
| | Without Sales Charge | -2.70 | -1.67 | 4/1/2013 |
| C | With Sales Charge | -3.95 | -2.01 | 4/1/2013 |
| | Without Sales Charge | -3.05 | -2.01 | 4/1/2013 |

Calendar Year Total Returns % - Without Sales Charge

| Share Class | 2014 |
|-------------|-------|
| A | -2.70 |

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.

If the sales charge had been included, the return would have been lower.

The fund has an expense reduction contractually guaranteed through at least December 31, 2015. The fund may also have a fee waiver associated with any investments it makes in a Franklin Templeton money fund, an arrangement that is contractually guaranteed through at least its current fiscal year end. Fund investment results reflect the expense reduction and fee waiver, as applicable; without these reductions, the results would have been lower.

Top 10 Holdings (% of Total)

| Security Name | |
|---------------------------------------------------------------------------|------|
| Government of Hungary, 5.375%, 2/21/23 | 4.71 |
| Uruguay Notas del Tesoro, 10.25%, 8/22/15 | 4.06 |
| Government of Mexico, 6.25%, 6/16/16 | 3.93 |
| Government of Ecuador, senior note, 144A, 7.95%, 6/20/24 | 3.58 |
| Reventazon Finance Trust, secured bond, first lien, 144A, 8.00%, 11/15/33 | 3.40 |
| Government of Hungary, 5.50%, 12/22/16 | 3.25 |
| Serbia Treasury Note, 8.00%, 10/02/16 | 2.94 |
| Government of Mexico, 6.00%, 6/18/15 | 2.83 |
| Korea Monetary Stabilization Bond, senior note, 2.74%, 2/02/15 | 2.48 |
| Letra Tesouro Nacional, Strip, 7/01/15 | 2.40 |

Fund Measures

| | |
|---------------------------|------------|
| Average Duration | 1.58 Years |
| Average Weighted Maturity | 3.28 Years |

Composition of Fund

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

| Geographic | % of Total |
|--------------------|---------------|
| Hungary | 10.53 / 2.82 |
| Nigeria | 8.36 / 0.24 |
| Mexico | 8.06 / 12.25 |
| Uruguay | 7.31 / 1.27 |
| Republic of Serbia | 6.83 / 0.86 |
| Brazil | 5.79 / 7.18 |
| Ukraine | 5.46 / 1.35 |
| Ecuador | 3.58 / 0.40 |
| Cash | 14.09 / 0.00 |
| Other | 29.98 / 73.63 |

| Currency | % of Total |
|-------------------|----------------|
| US Dollar | 61.43 / 100.00 |
| Mexican Peso | 10.27 / 0.00 |
| Uruguayan Peso | 7.31 / 0.00 |
| Malaysian Ringgit | 6.28 / 0.00 |
| Nigerian Naira | 5.83 / 0.00 |
| Hungarian Forint | 5.82 / 0.00 |
| Brazilian Real | 5.79 / 0.00 |
| Japanese Yen | -9.38 / 0.00 |
| EURO | -13.85 / 0.00 |
| Other | 20.50 / 0.00 |

| Sector | % of Total |
|----------------------------------------------|---------------|
| Intl Govt/Agency Bonds: Investment Grade | 30.91 / 0.00 |
| Sovereign Bonds: Non-Investment Grade | 21.07 / 24.86 |
| Intl Govt/Agency Bonds: Non-Investment Grade | 20.82 / 0.00 |
| Corporate Bonds: Non-Investment Grade | 10.75 / 0.00 |
| Sovereign Bonds: Investment Grade | 1.21 / 75.14 |
| Derivatives | -0.97 / 0.00 |
| Cash & Cash Equivalents | 16.21 / 0.00 |

Important Information About Portfolio Data

Asset Allocation: The figures shown reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors.

Fund Measures: The figures shown for Average Duration and Average Weighted Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets).

Composition of Fund: Geographic, Sector and Currency portfolio weights reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors.

What Are the Risks

All investments involve risks, including possible loss of principal. Changes in interest rates will affect the value of the fund's portfolio and its share price and yield. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. The fund's use of foreign currency techniques involve special risks. Currency rates may fluctuate significantly over short periods of time, and can reduce returns. Derivatives, including currency management strategies, involve costs and can create economic leverage in the portfolio which may result in significant volatility and cause the fund to participate in losses (as well as enable gains) on an amount that exceeds the fund's initial investment. The fund may not achieve the anticipated benefits, and may realize losses when counterparty fails to perform as promised. Special risks are associated with foreign investing, including currency rate fluctuations, economic instability and political developments. Investments in developing markets involve heightened risks related to the same factors, in addition to those associated with their relatively small size and lesser liquidity. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. The risks associated with higher-yielding, lower rated securities include higher risks of default and loss of principal. The fund is also non-diversified, which involves the risk of greater price fluctuation than a more diversified portfolio. These and other risk considerations 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.

Average Weighted Maturity: An estimate of the number of terms of maturity, taking the possibility of early payments into account, for the underlying holdings.

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.

Source for Index: FactSet. Indexes are unmanaged and one cannot invest directly in an index.

30-Day Standardized Yield: The 30-Day Standardized Yield reflects an estimated yield to maturity. It should be regarded as an estimate of the fund's rate of investment income, and it may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.

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

Class C Shares have higher annual fees and expenses than Class A Shares.

Top 10 Holdings: The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included.