

# Franklin Mutual Shares Fund

Class Z: MUTHX Class A: TESIX Class C: TEMTX Class R: TESRX Class R6: FMSHX

Value | Factsheet as of March 31, 2025

## Investment Overview

The fund seeks capital appreciation, which may occasionally be short term, with income as a secondary goal. Its strategy is focused on undervalued mid- and large-cap equity securities, which may include foreign securities and, to a lesser extent, distressed securities and merger arbitrage.

## Average Annual Total Returns (%)

	Without Sales Charges					With Sales Charges					Inception Date
	1-Yr	3-Yr	5-Yr	10-Yr	Inception	1-Yr	3-Yr	5-Yr	10-Yr	Inception	
Class Z	5.47	6.81	14.23	6.21	12.13	5.47	6.81	14.23	6.21	12.13	7/1/1949
Class A	5.20	6.54	13.95	5.95	11.29	-0.57	4.55	12.66	5.35	11.21	7/1/1949
Class C	4.44	5.76	13.11	5.16	9.81	3.48	5.76	13.11	5.16	9.81	7/1/1949
Class R	4.94	6.28	13.67	5.69	10.76	4.94	6.28	13.67	5.69	10.76	7/1/1949
Class R6	5.52	6.86	14.30	6.30	12.53	5.52	6.86	14.30	6.30	12.53	7/1/1949
Benchmark	7.18	6.64	16.15	8.79	—	7.18	6.64	16.15	8.79	—	—

## Cumulative Total Returns (% Without Sales Charge)

	3-Mo	YTD	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Class Z	2.53	2.53	11.51	13.93	-7.11	19.34	-4.34	23.13	-8.95	8.49	15.88	-3.81
Class A	2.45	2.45	11.23	13.64	-7.35	19.07	-4.60	22.86	-9.18	8.21	15.61	-4.10
Class C	2.25	2.25	10.42	12.85	-8.04	18.13	-5.29	21.93	-9.87	7.37	14.77	-4.79
Class R	2.38	2.38	10.99	13.36	-7.60	18.75	-4.80	22.55	-9.41	7.96	15.31	-4.32
Class R6	2.53	2.53	11.57	14.00	-7.05	19.37	-4.27	23.26	-8.88	8.61	16.05	-3.71
Benchmark	2.14	2.14	14.37	11.46	-7.54	25.16	2.80	26.54	-8.27	13.66	17.34	-3.83

**Performance data quoted represents past performance, which does not guarantee future results.** Current performance may be lower or higher than the figures shown. Principal value and investment returns will fluctuate, and investors' shares, when redeemed, may be worth more or less than the original cost. Performance would have been lower if fees had not been waived in various periods. Total returns assume the reinvestment of all distributions and the deduction of all fund expenses. Returns with sales charge reflect a deduction of the stated maximum sales charge. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. Returns for periods of less than one year are not annualized. All classes of shares may not be available to all investors or through all distribution channels. For current month-end performance, please visit [franklintempleton.com](http://franklintempleton.com).

The fund began offering R Class shares on 1/2/2002, and the fund began offering R6 Class shares on 5/1/2013. Performance quotations have been calculated as follows: (a) for R Class periods prior to 1/2/2002, a restated figure is used based on the fund's Class Z performance; for R6 Class periods prior to 5/1/2013, a restated figure is used based on the fund's Class Z performance. The performance was adjusted to take into account differences in class-specific operating expenses and maximum sales charges. (b) For periods after share class offering, performance for the specific share class is used, reflecting the expenses and maximum sales charges applicable to that class.

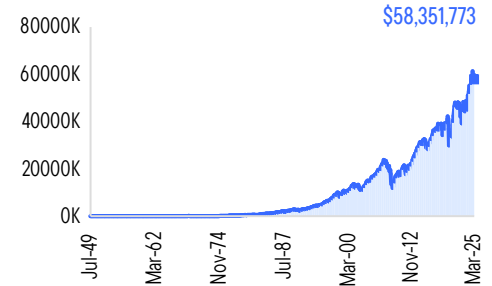
## Share Class Details

	CUSIP	Ticker	Sales Charges (%)		Expenses (%)	
			Max	CDSC	Gross	Net
Class Z	628380107	MUTHX	0.00	—	0.75	0.75
Class A	628380602	TESIX	5.50	—	1.00	1.00
Class C	628380701	TEMTX	0.00	1.00	1.75	1.75
Class R	354026502	TESRX	0.00	—	1.25	1.25
Class R6	354026742	FMSHX	0.00	—	0.71	0.71

The total annual operating expenses are as of the fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns. There is a 1% CDSC on any Class C shares you sell within 12 months of purchase.

## Growth of \$10,000

Class Z Shares—Inception through March 31, 2025  
Excluding Effects of Sales Charges



## Fund Overview

Dividend Frequency, if any	Semi-Annually
Morningstar Category	Aggressive Allocation
Lipper Classification	Multi-Cap Value Funds
Turnover (fiscal yr)	33%

## Benchmark(s)

Linked Russell 1000 Value Index

## Fund Characteristics

	Fund
Total Net Assets	\$7.04 Billion
Number of Issuers	64
Average Market Cap (Millions USD)	\$102,766
Price to Book	2.21x
Price to Earnings (12-Month Trailing)	16.77x

## Risk Statistics (3-Year—Class Z)

	Fund	Benchmark
Beta	1.01	—
R-Squared	0.95	—
Sharpe Ratio	0.14	0.14
Standard Deviation (%)	17.37	16.76
Alpha (%)	0.22	—
Information Ratio	0.04	—
Tracking Error (%)	3.87	—

Asset Allocation (% of Total)

	Fund
Undervalued Equities	93.91
Special Situations	4.76
Cash & Other Net Assets	1.33

Top Holdings (% of Total)

	Fund
CHEVRON CORP	2.58
BANK OF AMERICA CORP	2.49
ELEVANCE HEALTH INC	2.40
CHARTER COMMUNICATIONS INC	2.38
NOVARTIS AG	2.35
EOG RESOURCES INC	2.31
FISERV INC	2.23
MEDTRONIC PLC	2.07
FERGUSON ENTERPRISES INC	2.03
AMERICAN TOWER CORP	2.01

Geographic Allocation (% of Total)

	Fund	Benchmark
United States	87.47	100.00
United Kingdom	3.58	0.00
Switzerland	2.35	0.00
Ireland	1.93	0.00
France	1.91	0.00
Netherlands	1.44	0.00
Cash & Cash Equivalents	1.33	0.00

Sector Allocation (% of Total)

	Fund	Benchmark
Financials	23.81	23.24
Health Care	15.91	14.78
Industrials	13.59	14.06
Consumer Staples	7.81	8.15
Energy	7.42	7.09
Information Technology	6.95	8.65
Communication Services	6.42	4.55
Consumer Discretionary	4.69	5.76
Other	12.08	13.73
Cash & Cash Equivalents	1.33	0.00

Portfolio Management

	Years with Firm	Years of Experience
Christian Correa, CFA	21	23
Grace Hoefig	17	43
Aman Gupta, CFA	15	22

What should I know before investing?

**All investments involve risks, including possible loss of principal.** The **investment style** may become out of favor, which may have a negative impact on performance. **International investments** are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in **emerging markets**. Investments in companies engaged in **mergers, reorganizations or liquidations** also involve special risks as pending deals may not be completed on time or on favorable terms. **Low-rated, high-yield bonds** are subject to greater price volatility, illiquidity and possibility of default. The manager may consider **environmental, social and governance (ESG) criteria** in the research or investment process; however, ESG considerations may not be a determinative factor in security selection. In addition, the manager may not assess every investment for ESG criteria, and not every ESG factor may be identified or evaluated. These and other risks are discussed in the fund's prospectus.

Glossary

**Special Situations** includes investments in merger arbitrage and stressed and distressed debt. **Beta:** A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market. **R-squared** measures the strength of the linear relationship between the fund and its benchmark. R-squared at 1 implies perfect linear relationship and zero implies no relationship exists. **Sharpe Ratio** refers to a risk-adjusted measure calculated using standard deviation and excess returns to determine reward per unit of risk. The higher the ratio, the greater the risk-adjusted performance. **Standard Deviation:** 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. **Alpha** is the annualized percentage difference between a portfolio's actual returns and its expected performance given its level of market risk, as measured by beta. **Information Ratio:** In investing terminology, the ratio of expected return to risk. Usually, this statistical technique is used to measure a manager's performance against a benchmark. This measure explicitly relates the degree by which an investment has beaten the benchmark to the consistency by which the investment has beaten the benchmark. **Tracking Error** measure of the deviation of the return of a fund compared to the return of a benchmark over a fixed period of time. Expressed as a percentage. The more passively the investment fund is managed, the smaller the tracking error. **Turnover** is a measure of the fund's trading activity which represents the portion of the fund's holdings that has changed over a twelve-month period through the fiscal year end. There is no assurance that the fund will maintain its current level of turnover. **Weighted Average Market Capitalization:** A determination of a company's value, calculated by multiplying the total number of company stock shares outstanding by the price per share. For a portfolio, the value represents a weighted average based on the stocks held. **Price to Book:** The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the value represents a weighted average of the stocks it holds. **Price to Earnings (12-Month Trailing)** is the share price of a stock, divided by its per-share earnings over the past year. For a portfolio, the value represents a weighted average of the stocks it holds.

Important Information

**CFA®** and Chartered Financial Analyst® are trademarks owned by CFA Institute. The **Linked Russell 1000 Value Index** reflects the performance of S&P 500 Index from fund inception through 12/31/1978 and Russell 1000 Value Index thereafter. The **Russell 1000 Value Index** measures the performance of the large-cap value segment of the U.S. equity universe. Source: FTSE. Important data provider notices and terms available at [www.franklintempletondatasources.com](http://www.franklintempletondatasources.com). All data is subject to change. Franklin Distributors, LLC. Member FINRA/SIPC. © Franklin Templeton. All rights reserved.

**Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, or summary prospectus, if available, at [www.franklintempleton.com](http://www.franklintempleton.com). Please read it carefully.**