ASSET ALLOCATION

Franklin Templeton Global Allocation Fund

A CORE PORTFOLIO FOR TODAY'S GLOBAL INVESTOR

FRANKLIN TEMPLETON INVESTMENTS

Franklin Templeton Global Allocation Fund

Seeking the Best of All Worlds

Take seven strategies run by experienced managers with proven long-term track records. Strategically allocate these independently-run investments in an effort to optimize the long-term risk/reward potential. Complement this core portfolio with a tactical allocation strategy seeking to take advantage of shorter-term opportunities. The result: Franklin Templeton Global Allocation Fund.

The core of the fund comprises seven distinct strategies, plus a commodities component, delivering broad diversification from a distinguished group of managers long-experienced in their bottom-up, research-driven approaches. This core portfolio then is paired with a tactical allocation strategy, which uses top-down macroeconomic analysis, bottom-up fundamentals research and short-term sentiment indicators to capitalize on current market dynamics *without disrupting the strategies of the managers of the core portfolio.* This approach leads to a portfolio that has the potential to deliver the best of all worlds.

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

The Strategy

Combine Proven Strategies with Tactical Opportunities

Franklin Templeton Global Allocation Fund seeks total return by taking a two-tiered approach.

1] CORE PORTFOLIO

Approximately 85% of fund assets will comprise a strategic allocation to seven distinct equity and fixed income strategies, and an additional 5% will be linked to commodities.[1]

Base Allocation

50% Equities	• Franklin U.S. Growth Equity • Franklin Non-U.S. Growth Equity • Mutual Series Equity • Templeton Global Equity • Templeton Emerging Markets Equity
35% Fixed Income	• Templeton Global Bond • Franklin Templeton Global Low Duration Bond
5% Commodities	• Commodities ETN

2] TACTICAL STRATEGY

Approximately 10% of the portfolio will implement the tactical strategy using a Franklin Templeton Solutions approach. Cash, stock index futures, government bond futures, currency futures and forward contracts, and other derivative investments may be used to drive the final overall allocation. The use of these instruments allows the portfolio managers to actively deploy tactical decisions independently of the core managers' investment strategies. Such tactical decisions may reallocate the overall asset class, country, and currency exposure of the fund.[2]

KEY DECISION INPUTS	APPLIED TO	OUTPUT
• **Macroeconomic Factors** • **Bottom-Up Fundamentals** • **Short-Term Indicators**	• **Global Asset Classes** • **Countries/Regions** • **Currencies**	• **Relative Valuations** – Equity vs. Fixed Income vs. Cash – Equity By Country/Market – Fixed Income By Country/Market – Currencies

1. The baseline allocation may change from time to time at the investment manager's discretion.
2. The investments in the tactical allocation portion may be contrary to individual investments held in the core portfolio.

The Benefits

A Wealth of Experience & Expertise

Franklin Templeton Global Allocation Fund leverages the vast resources of one of the nation's leading mutual fund providers. Eleven portfolio managers representing seven different investment management groups bring their expertise to the portfolio. Among them they have over 280 years of investment management experience.

PORTFOLIO TEAM KEY STATISTICS

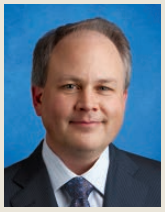
PORTFOLIO MANAGEMENT TEAM	**11**
PORTFOLIO MANAGEMENT EXPERIENCE	**281 YEARS**
PROFESSIONAL DEGREES	**2 PhDs, 4 CFAs, 1 JD**

SUB-ADVISORS

	Equities			
STRATEGY	**Franklin U.S. Growth Equity**	**Franklin Non-U.S. Growth Equity**	**Mutual Series Equity**	**Templeton Global Equity**
PORTFOLIO MANAGER	**Conrad Herrmann CFA**	**Coleen Barbeau**	**Peter Langerman**	**Tucker Scott CFA**
EXPERIENCE	31 years	33 years	28 years	22 years
BASED	San Mateo, CA	New York	Short Hills, NJ	Nassau, Bahamas
GOAL	Capital appreciation	Capital appreciation	Capital appreciation	Long-term capital appreciation
INVESTMENT UNIVERSE	Stocks of U.S. companies of any size	Stocks of primarily mid- and large-size companies outside the U.S. with long-term growth potential	Primarily undervalued mid- and large-cap equities, including foreign securities, and to a lesser extent, distressed securities and merger arbitrage securities	Stocks of companies primarily located outside the U.S., including emerging markets
APPROACH	Focus on high-quality, growth companies of all market capitalizations, keeping an eye on valuation	Concentrated approach, focused on high quality, sustainable growth	Deep value, including merger arbitrage opportunities and distressed investing	Bottom-up, value-oriented, long-term
WHAT YOU SHOULD KNOW	Broad sector diversification, supported by over 25 sector specialists	30-year tenure with Franklin Templeton	24 years with Mutual Series, wrapped around a 3-year term as head of investing for the state of New Jersey	The Templeton "Bargain List"; backed by an investment organization with 70 years' experience

3. Franklin Templeton Solutions (FT Solutions) is a global investment management group dedicated to multi-strategy solutions and is comprised of individuals representing various registered investment advisory entity subsidiaries of Franklin Resources, Inc., a global investment organization operating as Franklin Templeton Investments (FTI). Certain individuals advise FT Solutions mandates through K2 Advisors L.L.C. ("K2"), an FTI adviser that forms part of an investment group founded in 1994 through existing advisory entities or their predecessors. FT Solutions originated in 2007 to combine the research and oversight of the multi-strategy investment solutions offered by FTI.

Samer Habl



Todd Saunders

Portfolio managers Samer Habl and Todd Saunders are key members of Franklin Templeton Solutions (FT Solutions) global investment platform, which has nearly 20 years' experience managing asset allocation products.[3] They are responsible for managing the fund's overall portfolio. They rebalance as needed to maintain the baseline allocation—and may adjust the baseline allocation from time to time—but most importantly, they apply the tactical asset allocation component of the fund. They are also responsible for allocating the fund's investments among the following sub-advised strategy components of the portfolio.

	Fixed Income	
Templeton Emerging Markets Equity	**Templeton Global Bond**	**Franklin Templeton Global Low Duration Bond**
Mark Mobius PhD	**Michael Hasenstab PhD**	**Warren Keyser** **Kent Burns, CFA** **David Zahn, CFA**
46 years	19 years	29, 21, 20 years
Hong Kong	San Mateo, CA	New York, San Mateo, London
Long-term capital appreciation	Current income with capital appreciation and growth of income	Long-term total return while seeking to control overall risk
Stocks of companies located in emerging market countries	Bonds and other debt securities of governments and government agencies located around the world	Primarily investment grade debt securities, targeting an average duration of three years or less
Bottom-up, value-oriented, long-term, on-the-ground company evaluation	"Go anywhere" approach	Shorter duration approach should help to control volatility in overall portfolio
Named one of "Ten Top Money Managers of the 20th Century."[4] Supported by a team in 18 offices worldwide	Morningstar's Fixed Income Manager of the Year, 2010[5]	Trio has global diversity partially framed by different geographic locales

4. Survey by the Carson Group, 1999.

5. © 2014 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance does not guarantee future results. Morningstar's mutual fund analysts select the winner based on their assessments of fund portfolios, returns, stewardship, and their own knowledge of funds and the managers who run them. They tend to look for strong risk-adjusted performance resulting from a solid investment strategy.

The Benefits

BROAD ASSET AND STYLE DIVERSIFICATION

MULTIPLE ASSET CLASSES	Global bond; U.S. equity, international equity, emerging markets, commodities and more are all represented in the fund.
MANAGEMENT	From deep value equity through high-quality growth equity, and low duration bond through global government approach, the fund incorporates a vast array of investment styles.
RESEARCH	Independent, bottom-up security research drives the core portfolio strategies, while top-down macroeconomic, short-term sentiment and valuation fundamentals drive the tactical approach.

FLEXIBILITY

Through the use of its tactical allocation strategy, the fund has the ability to quickly shift its exposure among broad asset classes.

Allocation[6]

	Maximum Anticipated Equity	Neutral	Maximum Anticipated Fixed Income
Equity	70%	50%	30%
Fixed Income	15%	35%	55%

Tactical Views on Many Markets

More than a simple stock/bond allocation decision, the fund managers also shift exposure *among* stock markets, bond markets and currencies, as they take relative views on individual world equity markets, global bond markets and currencies, and position the fund accordingly.

DYNAMIC RISK MANAGEMENT

Tactical allocation is also designed to give the investment manager greater flexibility to dynamically manage risk, and seek to improve the fund's overall risk/return profile by actively navigating the multiple factors that influence global markets.

"With the strength of the experienced managers building the core of this portfolio, and our ability to overlay tactical opportunities, Franklin Templeton Global Allocation Fund has the breadth and flexibility of investments to be a core investment option."

SAMER HABL, DIRECTOR OF GLOBAL TACTICAL ASSET ALLOCATION, PORTFOLIO MANAGER

6. Illustrative of potential ranges of asset class exposures, including exposure through derivative instruments used in the tactical allocation portion. The investment manager may shift the portfolio's net exposure to asset classes from the baseline allocation, based on their tactical views. It is currently anticipated that this shift typically will not exceed +/-20% from the stated equity or fixed income allocations. There is no guarantee the fund will use the full tactical range.

Franklin Templeton Investments

Gain From Our Perspective®

Franklin Templeton's distinct multi-manager structure combines the specialized expertise of three world-class investment management groups—Franklin, Templeton and Mutual Series.

SPECIALIZED EXPERTISE

Each of our portfolio management groups operates autonomously, relying on its own research and staying true to the unique investment disciplines that underlie its success.

Franklin. Founded in 1947, Franklin is a recognized leader in fixed income investing and also brings expertise in growth- and value-style U.S. equity investing.

Templeton. Founded in 1940, Templeton pioneered international investing and, in 1954, launched what has become the industry's oldest global fund. Today, with offices in over 25 countries, Templeton offers investors a truly global perspective.

Mutual Series. Founded in 1949, Mutual Series is dedicated to a unique style of value investing, searching aggressively for opportunity among what it believes are undervalued stocks, as well as arbitrage situations and distressed securities.

TRUE DIVERSIFICATION

Because our management groups work independently and adhere to different investment approaches, Franklin, Templeton and Mutual Series funds typically have distinct portfolios. That's why our funds can be used to build truly diversified allocation plans covering every major asset class.

RELIABILITY YOU CAN TRUST

At Franklin Templeton Investments, we seek to provide investors with strong risk-adjusted returns over the long term, as well as the reliable, accurate and personal service that has helped us become one of the most trusted names in financial services.

WHAT ARE THE RISKS?

All investments involve risks. Generally, investors should be comfortable with fluctuation in the value of their investments, especially over the short term. Stocks prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. 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. Foreign investing carries additional risks such as currency and market volatility and political or social instability; risks which are heightened in developing countries. 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. Because the fund allocates assets to a variety of investment strategies involving certain risks, Franklin Templeton Global Allocation Fund is subject to those same risks. These and other risks are described more fully in the fund's prospectus.

< GAIN FROM OUR PERSPECTIVE® >

VALUE | BLEND | GROWTH | SECTOR | GLOBAL | INTERNATIONAL | HYBRID | ALTERNATIVE | **ASSET ALLOCATION** | FIXED INCOME | TAX-FREE INCOME

Franklin Templeton Distributors, Inc.
One Franklin Parkway, San Mateo, CA 94403-1906
(800) DIAL BEN®/342-5236
franklintempleton.com

Franklin Templeton Investments

Your Source For:

- Mutual Funds
- Retirement
- 529 College Savings Plans
- Separately Managed Accounts

Franklin Templeton Global Allocation Fund

Symbols/CUSIPs:

- Class A: FGAAX
- Class C: 353 61F 766
- Class R: 353 61F 758
- Advisor: FGAZX

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.*

© 2014 Franklin Templeton Investments. All rights reserved.

099 XINV 02/14