

Fund Fact Sheet

Fund Description

The fund seeks capital appreciation and current income by investing predominantly in the securities of public utility companies, with a focus on companies operating in the U.S. electricity and gas sectors.

Fund Overview

Total Net Assets [All Share Classes]	\$6,287 million
Fund Inception Date	9/30/1948
Dividend Frequency	Quarterly in March, June, September and December
Number of Issuers	61

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
A	353 496 409	FKUTX
C	353 496 706	FRUSX
R	353 496 698	FRURX
R6	353 496 615	FUFRX
Advisor	353 496 854	FRUAX

Fund Management

	Years with Firm	Years of Experience
John Kohli, CFA	22	22
Blair Schmicker, CFA	7	10

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

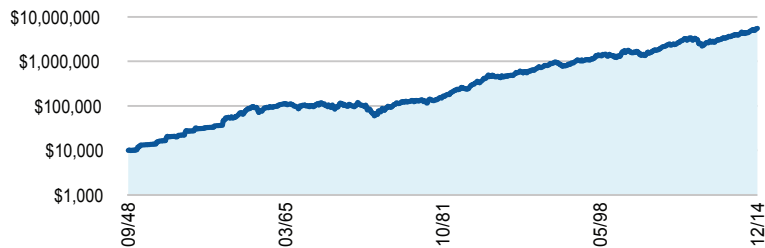
Share Class	Expense Ratio
A	0.75%
C	1.25%

Asset Allocation (%)

Equity	96.24
Cash & Cash Equivalents	2.49
Fixed Income	1.27

Performance

Growth of a \$10,000 Investment - Without Sales Charge (from 09/30/1948-12/31/2014)



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

Share Class	YTD	AVERAGE ANNUAL				Since Inception	Inception Date
		1 Yr	3 Yrs	5 Yrs	10 Yrs		
A With Sales Charge	19.89	19.89	12.93	12.94	9.54	9.92	9/30/1948
A Without Sales Charge	25.18	25.18	14.57	13.93	10.01	9.99	9/30/1948
C With Sales Charge	23.54	23.54	13.99	13.36	9.45	9.33	5/1/1995
C Without Sales Charge	24.54	24.54	13.99	13.36	9.45	9.33	5/1/1995

Calendar Year Total Returns % - Without Sales Charge

Share Class	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
A	25.19	13.71	5.65	19.44	6.85	13.82	-25.60	16.42	23.89	10.74
	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
	23.14	19.30	-10.48	-8.09	41.61	-15.00	7.57	24.90	2.03	30.68

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.

Top 10 Holdings (% of Total)

Issuer Name	Weight (%)
NEXTERA ENERGY INC	4.90
DUKE ENERGY CORP	4.72
EDISON INTERNATIONAL	4.58
DOMINION RESOURCES INC	4.53
SEMPRA ENERGY	4.25
AMERICAN ELECTRIC POWER CO INC	3.96
EXELON CORP	3.42
PG&E CORP	3.39
SOUTHERN CO	3.28
XCEL ENERGY INC	2.57

Fund Measures

Standard Deviation (3 Yrs)	11.30
Beta (3 Yrs; vs. S&P 500 Index)	0.43

Composition of Fund

■ Franklin Utilities Fund ■ S&P 500 Utilities Index

Sector	% of Equity
Electric Utilities	50.16 / 54.25
Multi-Utilities	32.33 / 41.58
Oil & Gas Storage & Transportation	8.82 / 0.00
Water Utilities	3.41 / 0.00
Gas Utilities	2.51 / 1.10
Integrated Telecommunication Services	1.82 / 0.00
Indep Power Prod & Energy Traders	0.95 / 3.07

Morningstar Rating™—Class A

Overall Morningstar Rating™ As of December 31, 2014 the fund's Class A shares received a traditional 3 star overall Morningstar Rating™, measuring risk-adjusted returns against 62, 58 and 50 U.S.-domiciled Utilities funds over the 3-, 5- and 10- year periods, respectively. A fund's overall rating is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) rating metrics.

**What Are the Risks**

All investments involve risks, including possible loss of principal. In addition to other factors, securities issued by utility companies have been historically sensitive to interest rate changes. When interest rates fall, utility securities prices, and thus a utilities fund's share price, tend to rise; when interest rates rise, their prices generally fall. These and other risks specific to the public utilities industry are described more fully in the fund's prospectus.

Glossary

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.

Standard Deviation: A measure of risk; the larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate.

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.

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Fund Management: CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

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

Class A. Effective 5/1/94, the fund implemented a Rule 12b-1 plan, which affects subsequent performance. Class C: Prior to 1/1/04, these shares were offered with an initial sales charge; thus actual returns would have differed. 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.

Composition of Fund: Percentage may not equal 100% due to rounding.

Overall Morningstar Rating™: Source: Morningstar® 12/31/14. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance after adjusting for sales loads (except for load-waived A shares), redemption fees, and the risk free rate, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. Class A shares of Franklin Utilities Fund received a traditional Morningstar Rating of 2, 3 and 4 star(s) for the 3-, 5- and 10-year periods, respectively. The Morningstar Rating™ may differ among share classes of a mutual fund as a result of different sales loads and/or expense structure. **Past performance does not guarantee future results.** ©2015 Morningstar, Inc. All rights reserved. The information contained herein is proprietary to Morningstar and/or its content providers; may not be copied or distributed; and 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.