# Franklin Income Fund



Performance data represent past performance, which does not guarantee future results. Current performance may differ from the figures shown. The fund's investment return and principal value will



change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton Investments at (800) DIAL BEN/342-5236 or visit franklintempleton.com for most recent month-end performance.

#### Seeking an impressive 65-year track record? Looking for income and growth potential? Building a diversified portfolio?

Consider **Franklin Income Fund**. This highly diversified portfolio of stocks, bonds and convertible securities seeks to offer high, current income and prospects for capital growth.

### A Proven, Long-Term History (Class A)

- Uninterrupted dividend payments for 65 years.
- A diversified portfolio consisting of 47.65% stocks, 38.67% bonds, 12.41% convertibles and 1.27% cash.<sup>2</sup>
- The fund has adhered to a disciplined, value-oriented approach since its inception in 1948.

1. 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. High yields reflect the higher credit risks associated with certain lower-rated securities in the fund's portfolio, and in some cases, the lower market prices for these instruments.

2. As of 2/28/14. Holdings are subject to change.

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE



## Franklin Income Fund

Average Annual Total Returns—Class A (12/31/13)<sup>3</sup> With maximum 4.25% initial sales charge

| 1-Year <b>9.35%</b>                 |
|-------------------------------------|
| 5-Year <b>14.33%</b>                |
| 10-Year 6.84%                       |
| Since Inception (8/31/48) $10.47\%$ |

Total Annual Operating Expenses—Class A4: 0.64%

#### What Are the Risks?

All investments involve risks, including possible loss of principal. The fund's portfolio includes a substantial portion of higher-yielding, lower-rated corporate bonds because of the relatively higher yields they offer. Floating-rate loans are lower-rated, higher-yielding instruments, which are subject to increased risk of default and can potentially result in loss of principal. These securities carry a greater degree of credit risk relative to investment-grade securities. 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. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. Stock prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. These and other risks are discussed in the fund's prospectus.

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.

- 3. On 5/1/94, the fund implemented a Rule 12b-1 plan, which affects subsequent performance. The fund offers other share classes subject to different fees and expenses that will affect their performance.
- 4. The fund has a fee waiver associated with its investments in a Franklin Templeton money fund, contractually guaranteed through at least its current fiscal year end. Fund investment results reflect the fee waiver; without this reduction, the results would have been lower.

© 2014 Franklin Templeton Investments. All rights reserved.



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

109 FLYLD 03/14