FRANKLIN TEMPLETON INVESTMENTS

Franklin MicroCap Value Fund

Value
June 30, 2015

Fund Fact Sheet | Share Classes: A, Advisor

Fund Description

The fund seeks high total return by investing at least 80% of its net assets in companies with a total market capitalization of less than $500 million at the time of purchase.

Fund Overview

Total Net Assets [All Share Classes]	$392 million
Fund Inception Date	12/12/1995
Dividend Frequency	Annually in December
Number of Issuers	83

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
A	355 148 206	FRMCX
R6	355 148 677	FMCVX
Advisor	355 148 750	FVRMX

Fund Management

	Years with Firm	Years of Experience
Bruce Baughman	28	31
Donald Taylor	18	33

Maximum Sales Charge

Class A: 5.75% initial sales charge
Advisor Class: None

Total Annual Operating Expenses

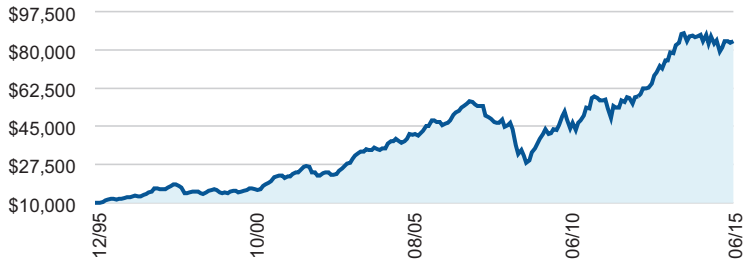
Share Class	With Waiver	Without Waiver
A	1.16%	1.18%
Advisor	0.92%	0.94%

Asset Allocation (%)

Equity	95.69
Cash & Cash Equivalents	4.31

Performance

Growth of a $10,000 Investment - Without Sales Charge (from 12/12/1995-06/30/2015)



Franklin MicroCap Value Fund - Class A:
$84,369

Total Returns % (as of 6/30/2015)

		CUMULATIVE	AVERAGE ANNUAL					
Share Class		**YTD**	**1 Yr**	**3 Yrs**	**5 Yrs**	**10 Yrs**	**Since Inception**	**Inception Date**
A	With Sales Charge	-6.16	-9.08	10.55	12.37	7.26	11.19	12/12/1995
	Without Sales Charge	-0.43	-3.54	12.76	13.71	7.90	11.53	12/12/1995
Advisor		-0.28	-3.30	13.02	13.99	8.15	11.66	12/12/1995

Calendar Year Total Returns % – Without Sales Charge

Share Class	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
A	-3.77	35.67	20.54	-0.14	22.07	27.79	-30.26	-4.21	19.94	12.23
Advisor	-3.55	35.99	20.83	0.10	22.41	28.05	-30.08	-4.00	20.23	12.28

Share Class	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
A	16.01	36.42	4.01	41.28	12.07	-3.98	-6.76	27.71	27.11	N/A
Advisor	16.01	36.42	4.01	41.28	12.07	-3.98	-6.76	27.71	27.11	N/A

Effective February 19, 2013, the fund is closed to all new investors. Existing shareholders may continue to add additional money to their accounts.

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 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.

Top 10 Holdings (% of Total)

Issuer Name	
SENECA FOODS CORP	4.37
HURCO COMPANIES INC	3.30
PHI INC	3.14
OMEGA PROTEIN CORP	3.08
HEALTHCARE SERVICES GROUP INC	3.03
DELTA APPAREL INC	2.84
GIBRALTAR INDUSTRIES INC	2.65
HARDINGE INC	2.35
ALAMO GROUP INC	2.25
JOHN B SANFILIPPO & SON INC	2.12

Fund Measures

Standard Deviation (3 Yrs) - Class A	10.03
Beta (3 Yrs; vs. Russell 2000 Value Index) - Class A	0.72

Composition of Fund

Franklin MicroCap Value Fund Russell 2000 Value Index

Sector	% of Equity
Industrials	29.61 / 12.40
Consumer Discretionary	18.17 / 10.78
Financials	17.96 / 41.75
Consumer Staples	11.92 / 3.00
Energy	9.72 / 6.29
Materials	6.08 / 3.87
Telecommunication Services	3.81 / 0.85
Information Technology	2.73 / 10.32
Utilities	0.00 / 6.49
Health Care	0.00 / 4.25

Morningstar Rating™—Class A

Overall Morningstar Rating™

As of June 30, 2015 the fund's Class A shares received a traditional 3 star overall Morningstar Rating™, measuring risk-adjusted returns against 365, 305 and 198 U.S.-domiciled Small Value 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. The fund's ability to invest in smaller-company securities that may have limited liquidity involves additional risks, such as relatively small revenues, limited product lines and small market share. Historically, these stocks have exhibited greater price volatility than larger-company stocks, especially over the short term. In addition, the fund may invest up to 25% of its total assets in foreign securities, which involve special risks, including currency fluctuations and economic and political uncertainty. These and other risks are detailed 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.
The Russell index shown is a trademark/servicemark of the Frank Russell Company.
Performance: The fund offers other share classes subject to different fees and expenses, which will affect their performance. Advisor shares do not have sales charges or 12b-1 fees and are offered only to certain eligible investors as stated in the prospectus.
Class A: Prior to 8/3/98, fund shares were offered at a lower initial sales charge; thus, actual returns would have differed. Advisor: Effective 11/1/05, the fund began offering Advisor Class Shares. For periods prior to the fund's Advisor Class inception date, a restated figure is used based on the fund's oldest share class, Class A performance, excluding the effect of Class A's maximum initial sales charge but reflecting the effect of the Class A Rule 12b-1 fees; and for periods after the fund's Advisor Class inception date, actual Advisor Class performance is used, reflecting all charges and fees applicable to that class.
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® 6/30/15. 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 MicroCap Value Fund received a traditional Morningstar Rating of 1, 2 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.

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