

Franklin Natural Resources Fund

Sector December 31, 2014

Fund Fact Sheet

Fund Description

The fund seeks high total return by investing at least 80% of its net assets in equity and debt securities of U.S. and foreign companies that own, produce, refine, process, transport and market natural resources, as well as those that provide related services.

Fund Overview

Total Net Assets [All Share Classes]		\$610 million
Fund Inception Date		6/5/1995
Dividend Frequency	Annually	in December
Number of Issuers		90

Share Class Information Share Class Cl

Share Class	CUSIP	NASDAQ Symbol
A	354 713 604	FRNRX
С	354 713 455	FNCRX
R6	354 713 257	N/A
Advisor	354 713 851	FNRAX

Fund Management

	Years with	Years of
	Firm	Experience
Fred Fromm, CFA	22	22
Matthew Adams, CFA	9	16
Steve Land, CFA	17	17

Maximum Sales Charge

Class A: 5.75% initial sales charge

Class C: 1.00% contingent deferred sales charge

(CDSC) in the first year only

Total Annual Operating Expenses

Share Class			
A	1.07%		
C	1.76%		

Asset Allocation (%)



Performance

Growth of a \$10,000 Investment - Without Sales Charge (from 06/05/1995-12/31/2014)



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

	CUMULATIVE		AVERAGE ANNUAL					
							Since	Inception
Sha	are Class	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Inception	Date
Α	With Sales Charge	-24.76	-24.76	-7.79	-2.07	4.53	7.74	6/5/1995
	Without Sales Charge	-20.17	-20.17	-5.95	-0.90	5.15	8.07	6/5/1995
С	With Sales Charge	-21.51	-21.51	-6.60	-1.60	N/A	1.54	9/1/2005
	Without Sales Charge	-20.72	-20.72	-6.60	-1.60	N/A	1.54	9/1/2005

Calendar Year Total Returns % – Without Sales Charge										
Share Class	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
A	-20.17	9.55	-4.89	-11.71	30.12	62.34	-51.18	38.87	14.24	37.50
	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
	31.23	24.98	-5.24	-16.70	34.82	33.52	-26.03	3.67	39.65	N/A

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	
ANADARKO PETROLEUM CORP	3.86
OCCIDENTAL PETROLEUM CORP	3.77
SCHLUMBERGER LTD	3.63
CHEVRON CORPORATION	3.55
EXXON MOBIL CORP	2.88
BHP BILLITON PLC	2.71
CABOT OIL & GAS CORP	2.39
HALLIBURTON CO	2.16
CONCHO RESOURCES INC	2.13
MARATHON OIL CORP	2.03

Fund Measures	
Standard Deviation (3 Yrs)	18.20
Beta (3 Yrs; vs. S&P 500 Index)	1.22

Composition of Fund

■ Franklin Natural Resources Fund
■ S&P North American Natural Resources Sector Index

Geographic	% of Equity	Sector	% of Equity
United States	75.37 /100.00	Oil & Gas Exploration & Production	34.22 / 27.18
Canada	7.90 / 0.00	Oil & Gas Equipment & Services	19.76 / 15.13
Australia	4.90 / 0.00	Integrated Oil & Gas	16.75 / 23.40
United Kingdom	4.62 / 0.00	Diversified Metals & Mining	12.64 / 2.09
Switzerland	1.90 / 0.00	Gold	5.45 / 3.84
France	1.63 / 0.00	Oil & Gas Refining & Marketing	4.23 / 6.64
Jersey Islands	0.95 / 0.00	Oil & Gas Drilling	2.53 / 2.36
Colombia	0.86 / 0.00	Commodity Chemicals	1.43 / 0.00
Zambia	0.68 / 0.00	Coal & Consumable Fuels	0.87 / 0.93
Other	1.18 / 0.00	Other	2.13 / 18.44

What Are the Risks

All investments involve risks, including possible loss of principal. Investing in a fund concentrating in the natural resources sector involves special risks, including increased susceptibility to adverse economic and regulatory developments affecting the sector. Smaller companies can be particularly sensitive to changes in economic conditions and have less certain growth prospects than larger, more established companies and can be volatile, especially over the short term. The fund may also invest in foreign companies, which involve special risks, including currency fluctuations and political uncertainty. These and other risks 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: Prior to 8/3/98, these shares were offered at a lower initial sales charge; thus actual returns may differ. 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.