

ANNUAL REPORT AND SHAREHOLDER LETTER

# TEMPLETON GLOBAL BOND FUND

A Series of Templeton Income Trust

December 31, 2019



FRANKLIN  
TEMPLETON

**Internet Delivery of Fund Reports Unless You Request Paper Copies:** Effective January 1, 2021, as permitted by the SEC, paper copies of the Fund's shareholder reports will no longer be sent by mail, unless you specifically request them from the Fund or your financial intermediary. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. If you have not signed up for electronic delivery, we would encourage you to join fellow shareholders who have. You may elect to receive shareholder reports and other communications electronically from the Fund by calling (800) 632-2301 or by contacting your financial intermediary.

You may elect to continue to receive paper copies of all your future shareholder reports free of charge by contacting your financial intermediary or, if you invest directly with a Fund, calling (800) 632-2301 to let the Fund know of your request. Your election to receive reports in paper will apply to all funds held in your account.

# FRANKLIN TEMPLETON

Successful investing begins with ambition. And achievement only comes when you reach for it. That's why we continually strive to deliver better outcomes for investors. No matter what your goals are, our deep, global investment expertise allows us to offer solutions that can help.

During our more than 70 years of experience, we've managed through all kinds of markets—up, down and those in between. We're always preparing for what may come next. It's because of this, combined with our strength as one of the world's largest asset managers that we've earned the trust of millions of investors around the world.

Dear Shareholder:

During the 12 months ended December 31, 2019, global economic growth moderated amid ongoing U.S.-China trade disputes, but interest-rate reductions by many central banks and easing trade tensions near period-end contributed to a generally positive investment environment for stocks and bonds worldwide. Among major central banks, the U.S. Federal Reserve reduced its federal funds rate range by 0.25% three times in 2019, and the European Central Bank announced new stimulus measures including a cut to its deposit rate and a restart of its quantitative easing program. In this environment, global government bonds, as measured by the FTSE World Government Bond Index, posted total returns of +5.90% and +6.00% in U.S. dollar and local currency terms, respectively.

We are committed to our long-term perspective and disciplined investment approach as we conduct a rigorous, fundamental analysis of securities with a regular emphasis on investment risk management.

Historically, patient investors have achieved rewarding results by evaluating their goals, diversifying their assets globally and maintaining a disciplined investment program, all hallmarks of the Templeton investment philosophy. We continue to recommend investors consult their financial advisors and review their portfolios to design a long-term strategy and portfolio allocation that meet their individual needs, goals and risk tolerance.

Templeton Global Bond Fund's annual report includes more detail about prevailing conditions and a discussion about investment decisions during the period. Please remember all securities markets fluctuate, as do mutual fund share prices.

We thank you for investing with Franklin Templeton, welcome your questions and comments, and look forward to serving your investment needs in the years ahead.

Sincerely,



Michael Hasenstab, Ph.D.  
Executive Vice President,  
Chief Investment Officer of Templeton Global Macro

*This letter reflects our analysis and opinions as of December 31, 2019, unless otherwise indicated. The information is not a complete analysis of every aspect of any market, country, industry, security or fund. Statements of fact are from sources considered reliable.*

Not FDIC Insured | May Lose Value | No Bank Guarantee

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Visit **franklintempleton.com** for fund updates, to access your account, or to find helpful financial planning tools.

# ANNUAL REPORT

## Templeton Global Bond Fund

This annual report for Templeton Global Bond Fund covers the fiscal year ended December 31, 2019.

### Your Fund's Goal and Main Investments

The Fund seeks current income with capital appreciation and growth of income. Under normal market conditions, the Fund invests at least 80% of its net assets in bonds, predominantly those issued by governments, government-related entities and government agencies located around the world. Bonds include debt obligations of any maturity, such as bonds, notes, bills and debentures.

### Performance Overview

For the 12 months under review, the Fund's Class A shares posted a +0.63% cumulative total return. In comparison, global government bonds, as measured by the Fund's benchmark, the FTSE World Government Bond Index (WGBI), had a cumulative total return of +5.90% in U.S. dollar terms for the same period.<sup>1</sup> You can find the Fund's long-term performance data in the Performance Summary beginning on page 7.

*Performance data represent past performance, which does not guarantee future results. Investment return and principal value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. For most recent month-end performance, go to [franklintempleton.com](http://franklintempleton.com) or call (800) 342-5236.*

### Economic and Market Overview

Global financial markets started 2019 on a positive note, with rallies in risk assets through much of the first quarter after a volatile end to 2018. However, escalating trade tensions between the U.S. and China sporadically resurfaced throughout the year, leading to broad resurgences in global risk aversion that intermittently affected market valuations. Both the U.S. Federal Reserve (Fed) and the European Central Bank (ECB) increasingly cited trade uncertainties and global risks as policy concerns during the year, with the Fed building a case for rate cuts and the ECB signaling that additional monetary accommodation could arrive in the Fall.

1. Source: Morningstar.

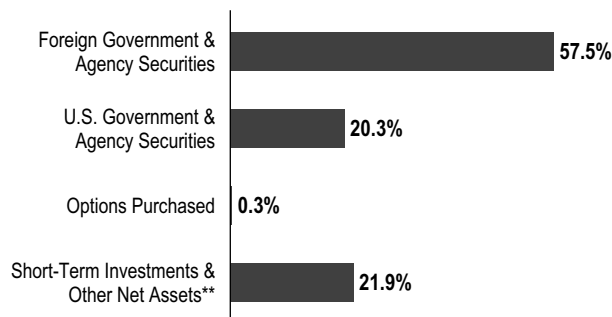
The index is unmanaged and includes reinvestment of any income or distributions. It does not reflect any fees, expenses or sales charges. One cannot invest directly in an index, and an index is not representative of the Fund's portfolio.

See [www.franklintempletondatasources.com](http://www.franklintempletondatasources.com) for additional data provider information.

The dollar value, number of shares or principal amount, and names of all portfolio holdings are listed in the Fund's Statement of Investments (SOI). The SOI begins on page 16.

### Portfolio Composition\*

Based on Total Net Assets as of 12/31/19



\*Figures represent the net Fund exposure and include certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of any derivatives or other factors.

\*\*Includes U.S. and foreign government and agency securities, money market funds and other net assets (including derivatives).

The Fed took a dovish turn at its January 2019 meeting, halting its series of rate hikes from 2018 and removing its prior statement that "some further gradual increases in the target range for the federal funds rate" would be consistent with economic activity and inflation objectives. Policy guidance turned even further dovish at the March meeting as the Fed kept rates unchanged and moderately downgraded U.S. growth forecasts for 2019 and 2020. The Fed ultimately kept the federal funds target rate unchanged at its May and June meetings before cutting rates for the first time in more than a decade at its July meeting. The rate cut was 25 basis points (bps). In August, the Fed discontinued its monthly pace of balance sheet unwinding, two months earlier than originally forecast. It then consecutively cut rates 25 bps at its September and October meetings to a range of 1.50% to 1.75%, before signaling that it would likely keep rates unchanged going forward, barring a material change in the economic outlook.

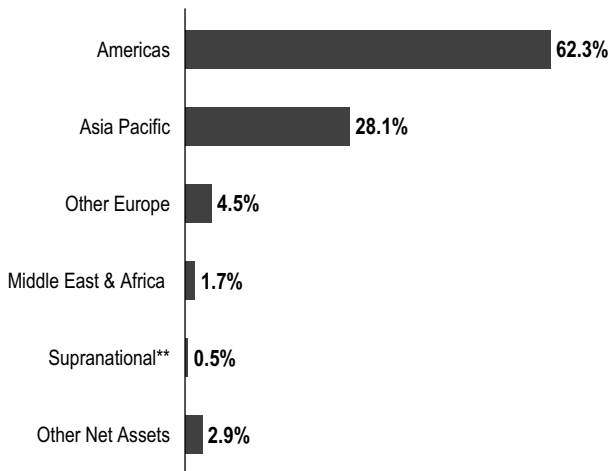
The shifts in monetary policy affected the shape of the U.S. Treasury (UST) yield curve throughout the year. A yield curve inversion from the three-month UST bill to the 10-year UST note took hold in May, reaching a low of 50 bps of spread inversion in late August. However, the Fed provided updated

forward guidance in September and October that enabled the curve to steepen, erasing the inversion as the front end rallied lower while longer-term UST yields rose. The curve continued to steepen through the end of the year, as the Fed kept rates unchanged at its December meeting with the first 10-0 consensus policy vote since May. The updated dot plot in December indicated that a strong majority of Fed officials expected rates to remain unchanged through the end of 2020.

In our view, longer-term USTs appeared vulnerable to a potential rate shock given rising deficit spending, rising debt issuance and over-levered financial markets. Additionally, inflation risks remained significantly underpriced, in our view, given supply chain disruptions, immigration restrictions and exceptional tightness in the labor market. Given each of these factors, we believed longer-term USTs remained highly overvalued. The Fed can control short-term rates, but it cannot always control the economic and technical pressures on the longer end of the curve. We believed the yield curve inversion was overdone and that longer-term UST yields would rise.

**Geographic Composition\***

Based on Total Net Assets as of 12/31/19



\*Figures represent the net Fund exposure and include certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of any derivatives or other factors.

\*\*The Fund's supranational investment was denominated in the Mexican peso.

Despite escalating trade disputes between the U.S. and China during much of the year, including a peak in retaliatory measures by each country in August, the U.S. and China appeared to reach agreement on a "phase one" trade deal in December, expected to be ratified on January 15. The potential resolution bolstered market sentiment, driving risk asset valuations higher in several markets across the globe. However, we continued to monitor the broader implications of

trade tensions on multiple fronts and the potential ramifications to risk assets in various regions. Despite the positive developments on trade policy, risks for additional disputes remained elevated, in our view.

In Europe, the ECB kept its policy rate unchanged (0.0% main refinancing operations, -0.40% deposit facility) for most of the reporting period, but delivered on an anticipated stimulus package at its September meeting, dropping the deposit rate to 0.5% and scheduling the re-start of its quantitative easing (QE) program in November, at a pace of €20 billion in bond purchases per month. Mario Draghi kept rates unchanged at his final meeting as ECB president in October, before Christine Lagarde took over the post in November. Lagarde held her first policy meeting in December, keeping rates and the QE program unchanged, as largely expected. During the reporting period, it appeared Lagarde would maintain continuity with the policy framework she inherited from her predecessor, indicating her support for negative rates by commenting that the ECB has "done the right thing to act in favor of jobs and growth rather than the protection of savers." We expected the euro to weaken against the U.S. dollar during the period on continued monetary accommodation from the ECB, as well as unresolved structural vulnerabilities in the eurozone.

The Bank of Japan (BOJ) kept monetary policy unchanged during the reporting period, retaining its 0.0% yield target on the 10-year Japanese government bond and its -0.1% target on the overnight rate. However, BOJ Governor Haruhiko Kuroda increasingly indicated a willingness to cut rates at future meetings if there were risks to achieving the 2.0% inflation target. We expected monetary policy to remain highly accommodative during the reporting period, but our expectations for weakness in the Japanese yen against the U.S. dollar shifted to expectations for strength on softer policy divergence between the Fed and BOJ, and the yen's potential to rally as a perceived safe haven during periods of risk aversion, given Japan's strong external balances.

A number of central banks around the world followed the dovish directions of the Fed and the ECB in 2019, taking the opportunity to cut their own domestic rates. Notably, Mexico and Indonesia cut their policy rates by 100 bps, India cut by 135 bps and Brazil cut by 200 bps. Overall, sovereign bond yields declined across much of the world during the reporting period. The yield on the 10-year UST note finished the period 77 bps lower at 1.92%, and the yield on the 10-year German Bund fell 43 bps to finish at 0.19%, after reaching its lowest level on record in August ( 0.71%). On the whole, long duration exposures tended to perform well in

most markets, while currency valuations were more idiosyncratic to individual country dynamics.

## Investment Strategy

We invest selectively in bonds around the world based upon our assessment of changing market, political and economic conditions. While seeking opportunities, we monitor various factors including changes in interest rates, currency exchange rates and credit risks. For purposes of pursuing its investment goals, the Fund regularly enters into various currency-related transactions involving derivative instruments, principally currency and cross currency forwards, but it may also use currency and currency index futures contracts and currency options.

### What is a currency forward contract?

A currency forward contract is an agreement between the Fund and a counterparty to buy or sell a foreign currency in exchange for another currency at a specific exchange rate on a future date. Currency forward contracts are privately traded in the interbank market, not on a centralized exchange.

### What is a currency option?

A currency option is a derivative financial instrument that gives the owner the right but not the obligation to exchange money denominated in one currency at a pre-agreed exchange rate on a specified date.

## Manager's Discussion

During the reporting period, the strategy continued to seek select duration exposures in countries that have attractive risk-adjusted yields, strong or improving economic fundamentals and prudent fiscal and monetary policies. Several emerging markets continued to offer significantly higher yields than those available in the developed markets. The strategy also maintained negative duration exposure to longer-term U.S. Treasuries as the team believed that inflation pressures, rising deficit spending and surging levels of debt issuance were significantly underpriced risks in the longer-term U.S. Treasury markets. The strategy also increased its allocations to undervalued safe-haven assets to hedge against global financial market risks associated with geopolitical tensions and price distortions from ongoing loose monetary policy across the developed world, notably including the Japanese yen, Swiss franc, Swedish krona and Norwegian krone. The strategy held a net-negative position in the euro to hedge against broad-based U.S. dollar strength and unresolved structural risks across Europe, and a net-negative position in the Australian dollar to hedge against

broad emerging market risks. During the period, we used forward currency exchange contracts to actively manage currencies. We also used interest-rate swaps to tactically manage duration exposures.

### What is duration?

Duration is a measure of a bond's price sensitivity to interest-rate changes. In general, a portfolio of securities with a lower duration can be expected to be less sensitive to interest-rate changes than a portfolio with a higher duration.

### What is an interest-rate swap?

An interest-rate swap is an agreement between two parties to exchange interest-rate payment obligations, generally one based on an interest rate fixed to maturity and the other based on an interest rate that changes in accordance with changes in a designated benchmark (for example, LIBOR, prime, commercial paper or other benchmarks).

## Currency Composition\*

12/31/19

	% of Total Net Assets
<b>Americas</b>	<b>82.0%</b>
United States Dollar	57.4%
Mexican Peso	11.4%
Brazilian Real	9.3%
Argentine Peso	2.1%
Colombian Peso	1.8%
<b>Asia Pacific</b>	<b>31.2%</b>
Japanese Yen	35.6%
Indonesian Rupiah	9.5%
Indian Rupee	0.2%
South Korean Won	0.0%**
Australian Dollar	-14.1%
<b>Middle East &amp; Africa</b>	<b>1.7%</b>
Ghanaian Cedi	1.7%
<b>Europe</b>	<b>-14.9%</b>
Norwegian Krone	8.1%
Swiss Franc	5.7%
Swedish Krona	5.6%
Euro	-34.3%

\*Figures represent the net Fund exposure and include certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of any derivatives or other factors.

\*\*Rounds to less than 0.1%.

During the period, the Fund's positive absolute performance was primarily attributable to currency positions. Interest-rate

strategies detracted from absolute results, while sovereign credit exposures had a largely neutral effect. Among currencies, the Fund's net-negative position in the euro contributed to absolute performance, as did its position in the Indonesian rupiah. However, currency positions in Latin America detracted from absolute results (the Argentine peso detracted, while the Mexican peso contributed). The Fund maintained a defensive approach regarding interest rates in developed markets, while holding duration exposures in select emerging markets. Negative duration exposure to U.S. Treasuries detracted from absolute results, while select duration exposures in Asia ex-Japan (Indonesia and India) and Latin America (Brazil) contributed.

On a relative basis, the Fund underperformed its benchmark due to interest-rate strategies. Currency positions contributed to relative results, while sovereign credit exposures had a largely neutral effect. Underweighted duration exposures in the U.S. and Japan detracted from relative performance, as did select underweighted duration exposures in Europe and a lack of duration exposure in the U.K. However, select overweighted duration exposures in Asia ex-Japan (Indonesia and India) and Latin America (Brazil) contributed to relative results. Among currencies, the Fund's underweighted position in the euro contributed to relative performance, as did its overweighted position in the Indonesian rupiah. However, overweighted currency positions in Latin America detracted from relative results (the Argentine peso detracted, while the Mexican peso contributed).

Thank you for your continued participation in Templeton Global Bond Fund. We look forward to serving your future investment needs.



Michael Hasenstab, Ph.D.  
Lead Portfolio Manager



Calvin Ho  
Portfolio Manager

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*The foregoing information reflects our analysis, opinions and portfolio holdings as of December 31, 2019, the end of the reporting period. The way we implement our main investment strategies and the resulting portfolio holdings may change depending on factors such as market and economic conditions. These opinions may not be relied upon as investment advice or an offer for a particular security. The information is not a complete analysis of every aspect of any market, country, industry, security or the Fund. Statements of fact are from sources considered reliable, but the investment manager makes no representation or warranty as to their completeness or accuracy. Although historical performance is no guarantee of future results, these insights may help you understand our investment management philosophy.*



## Performance Summary as of December 31, 2019

The performance table and graphs do not reflect any taxes that a shareholder would pay on Fund dividends, capital gain distributions, if any, or any realized gains on the sale of Fund shares. Total return reflects reinvestment of the Fund's dividends and capital gain distributions, if any, and any unrealized gains or losses. Your dividend income will vary depending on dividends or interest paid by securities in the Fund's portfolio, adjusted for operating expenses of each class. Capital gain distributions are net profits realized from the sale of portfolio securities.

### Performance as of 12/31/19<sup>1</sup>

*Cumulative total return excludes sales charges. Average annual total return includes maximum sales charges. Sales charges will vary depending on the size of the investment and the class of share purchased. The maximum is 3.75% and the minimum is 0%. **Class A:** 3.75% maximum initial sales charge; **Advisor Class:** no sales charges. For other share classes, visit [franklintempleton.com](http://franklintempleton.com).*

Share Class	Cumulative Total Return <sup>2</sup>	Average Annual Total Return <sup>3</sup>
<b>A<sup>4</sup></b>		
1-Year	+0.63% <sup>5</sup>	-3.14%
5-Year	+6.08%	+0.41%
10-Year	+40.32%	+3.05%
<b>Advisor</b>		
1-Year	+0.89% <sup>5</sup>	+0.89%
5-Year	+7.45%	+1.45%
10-Year	+43.82%	+3.70%

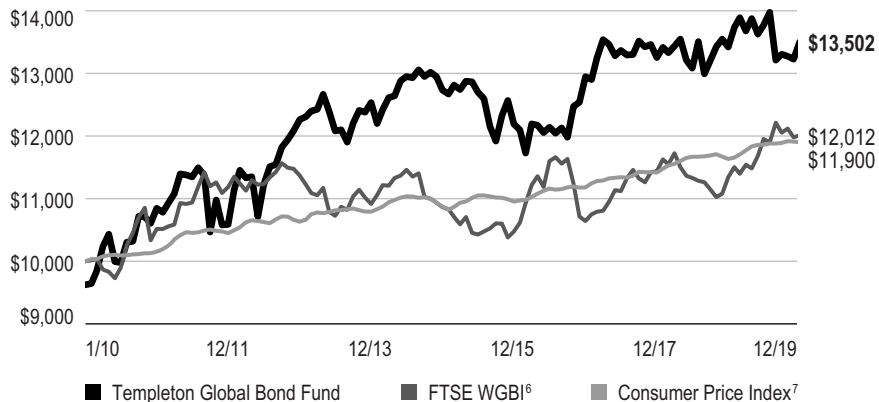
*Performance data represent past performance, which does not guarantee future results. Investment return and principal value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. For most recent month-end performance, go to [franklintempleton.com](http://franklintempleton.com) or call (800) 342-5236.*

See page 9 for Performance Summary footnotes.

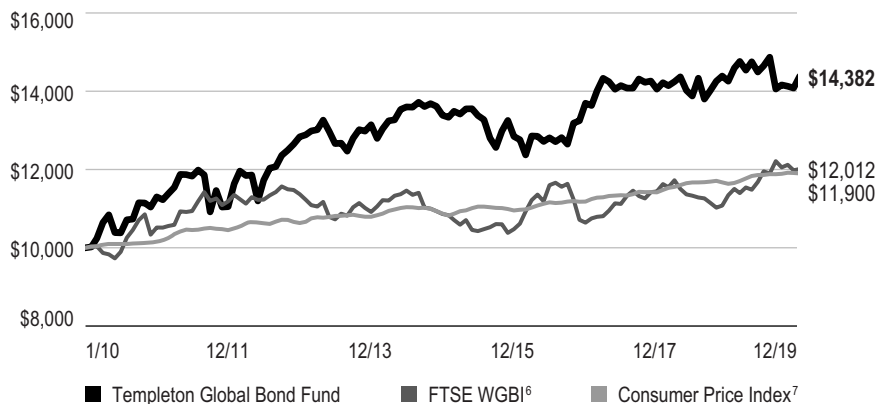
## Total Return Index Comparison for a Hypothetical \$10,000 Investment<sup>1</sup>

Total return represents the change in value of an investment over the periods shown. It includes any applicable maximum sales charge, Fund expenses, account fees and reinvested distributions. The unmanaged indexes include reinvestment of any income or distributions. They differ from the Fund in composition and do not pay management fees or expenses. One cannot invest directly in an index.

### Class A (1/1/10–12/31/19)



### Advisor Class (1/1/10–12/31/19)



See page 9 for Performance Summary footnotes.

## Distributions (1/1/19–12/31/19)

Share Class	Net Investment Income
A	\$0.6559
C	\$0.6107
R	\$0.6280
R6	\$0.6974
Advisor	\$0.6837

## Total Annual Operating Expenses<sup>8</sup>

Share Class	With Fee Waiver	Without Fee Waiver
A	0.94%	1.02%
Advisor	0.69%	0.77%

Each class of shares is available to certain eligible investors and has different annual fees and expenses, as described in the prospectus.

All investments involve risks, including possible loss of principal. Derivatives, including currency management strategies, involve costs and can create economic leverage in the portfolio that may result in significant volatility and cause the Fund to participate in losses on an amount that exceeds the Fund's initial investment. The Fund may not achieve the anticipated benefits and may realize losses when a counterparty fails to perform as promised. The markets for particular securities or types of securities are or may become relatively illiquid. Reduced liquidity will have an adverse impact on the security's value and on the Fund's ability to sell such securities when necessary to meet the Fund's liquidity needs or in response to a specific market event. Foreign securities involve special risks, including currency fluctuations (which may be significant over the short term) and economic and political uncertainties; investments in emerging markets involve heightened risks related to the same factors. Sovereign debt securities are subject to various risks in addition to those relating to debt securities and foreign securities generally, including, but not limited to, the risk that a government entity may be unwilling or unable to pay interest and repay principal on its sovereign debt, or otherwise meet its obligations when due. Investments in lower rated bonds include higher risk of default and loss of principal. Bond prices generally move in the opposite direction of interest rates. As 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. The Fund's prospectus also includes a description of the main investment risks.

1. The Fund has a fee waiver associated with any investment it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed through 4/30/20. Fund investment results reflect the fee waiver; without this waiver, the results would have been lower.
2. Cumulative total return represents the change in value of an investment over the periods indicated.
3. Average annual total return represents the average annual change in value of an investment over the periods indicated. Return for less than one year, if any, has not been annualized.
4. Prior to 3/1/19, these shares were offered at a higher initial sales charge of 4.25%, thus actual returns (with sales charges) would have differed. Average annual total returns (with sales charges) have been restated to reflect the current maximum initial sales charge of 3.75%.
5. Total return information is based on net asset values calculated for shareholder transactions. Certain adjustments were made to the net asset values of the Fund at 12/31/19 for financial reporting purposes. Accordingly, adjusted total returns have been disclosed in the Financial Highlights and differ from those reported here.
6. Source: Morningstar. The FTSE WGBI is a market capitalization-weighted index consisting of investment-grade world government bond markets.
7. Source: Bureau of Labor Statistics, bls.gov/cpi. The Consumer Price Index (CPI) is a commonly used measure of the inflation rate.
8. Figures are as stated in the Fund's current prospectus and may differ from the expense ratios disclosed in the Your Fund's Expenses and Financial Highlights sections in this report. In periods of market volatility, assets may decline significantly, causing total annual Fund operating expenses to become higher than the figures shown. See [www.franklintempletondatasources.com](http://www.franklintempletondatasources.com) for additional data provider information.

## Your Fund’s Expenses

As a Fund shareholder, you can incur two types of costs: (1) transaction costs, including sales charges (loads) on Fund purchases and redemptions; and (2) ongoing Fund costs, including management fees, distribution and service (12b-1) fees, and other Fund expenses. All mutual funds have ongoing costs, sometimes referred to as operating expenses. The table below shows ongoing costs of investing in the Fund and can help you understand these costs and compare them with those of other mutual funds. The table assumes a \$1,000 investment held for the six months indicated.

### Actual Fund Expenses

The table below provides information about actual account values and actual expenses in the columns under the heading “Actual.” In these columns the Fund’s actual return, which includes the effect of Fund expenses, is used to calculate the “Ending Account Value” for each class of shares. You can estimate the expenses you paid during the period by following these steps (*of course, your account value and expenses will differ from those in this illustration*): Divide your account value by \$1,000 (*if your account had an \$8,600 value, then  $\$8,600 \div \$1,000 = 8.6$* ). Then multiply the result by the number in the row for your class of shares under the headings “Actual” and “Expenses Paid During Period” (*if Actual Expenses Paid During Period were \$7.50, then  $8.6 \times \$7.50 = \$64.50$* ). In this illustration, the actual expenses paid this period are \$64.50.

### Hypothetical Example for Comparison with Other Funds

Under the heading “Hypothetical” in the table, information is provided about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. This information may not be used to estimate the actual ending account balance or expenses you paid for the period, but it can help you compare ongoing costs of investing in the Fund with those of other funds. To do so, compare this 5% hypothetical example for the class of shares you hold with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table are meant to highlight ongoing costs and do not reflect any transactional costs. Therefore, information under the heading “Hypothetical” is useful in comparing ongoing costs only, and will not help you compare total costs of owning different funds. In addition, if transactional costs were included, your total costs would have been higher.

Share Class	Beginning Account Value 7/1/19	Actual (actual return after expenses)		Hypothetical (5% annual return before expenses)		Net Annualized Expense Ratio <sup>2</sup>
		Ending Account Value 12/31/19	Expenses Paid During Period 7/1/19–12/31/19 <sup>1, 2</sup>	Ending Account Value 12/31/19	Expenses Paid During Period 7/1/19–12/31/19 <sup>1, 2</sup>	
A	\$1,000	\$980.60	\$4.24	\$1,020.92	\$4.33	0.85%
C	\$1,000	\$978.60	\$6.23	\$1,018.90	\$6.36	1.25%
R	\$1,000	\$979.40	\$5.49	\$1,019.66	\$5.60	1.10%
R6	\$1,000	\$982.40	\$2.40	\$1,022.79	\$2.45	0.48%
Advisor	\$1,000	\$981.80	\$3.00	\$1,022.18	\$3.06	0.60%

1. Expenses are equal to the annualized expense ratio for the six-month period as indicated above—in the far right column—multiplied by the simple average account value over the period indicated, and then multiplied by 184/365 to reflect the one-half year period.

2. Reflects expenses after fee waivers and expense reimbursements. Does not include acquired fund fees and expenses.

## Financial Highlights

### Templeton Global Bond Fund

	Year Ended December 31,			Year Ended August 31,		
	2019	2018	2017	2016 <sup>a</sup>	2016	2015
<b>Class A</b>						
<b>Per share operating performance</b> (for a share outstanding throughout the year)						
Net asset value, beginning of year . . . . .	\$11.30	\$11.89	\$12.00	\$11.32	\$11.66	\$13.41
Income from investment operations <sup>b</sup> :						
Net investment income <sup>c</sup> . . . . .	0.59	0.59	0.56	0.16	0.42	0.34
Net realized and unrealized gains (losses) . . . . .	(0.54)	(0.44)	(0.27)	0.60	(0.44)	(1.24)
Total from investment operations . . . . .	0.05	0.15	0.29	0.76	(0.02)	(0.90)
Less distributions from:						
Net investment income and net foreign currency gains . . . . .	(0.66)	(0.74)	(0.40)	—	(0.12)	(0.82)
Net realized gains . . . . .	—	—	—	—	—	(0.03)
Tax return of capital . . . . .	—	—	—	(0.08)	(0.20)	—
Total distributions . . . . .	(0.66)	(0.74)	(0.40)	(0.08)	(0.32)	(0.85)
Net asset value, end of year . . . . .	\$10.69	\$11.30	\$11.89	\$12.00	\$11.32	\$11.66
Total return <sup>d</sup> . . . . .	0.35%	1.27%	2.35%	6.75%	(0.15)%	(6.96)%
<b>Ratios to average net assets<sup>e</sup></b>						
Expenses before waiver and payments by affiliates and expense reduction . . . . .	0.92%	0.94%	0.97%	0.96%	0.93%	0.90%
Expenses net of waiver and payments by affiliates . . .	0.85%	0.86%	0.90%	0.91%	0.90%	0.88%
Expenses net of waiver and payments by affiliates and expense reduction . . . . .	0.85%	0.86% <sup>f</sup>	0.89%	0.90%	0.90% <sup>f</sup>	0.88%
Net investment income . . . . .	5.27%	4.99%	4.60%	4.22%	3.66%	2.68%
<b>Supplemental data</b>						
Net assets, end of year (000's) . . . . .	\$6,514,630	\$8,375,227	\$9,656,645	\$12,703,966	\$13,759,572	\$19,063,126
Portfolio turnover rate . . . . .	32.63%	19.86%	42.12%	22.63%	49.70%	43.19%

<sup>a</sup>For the period September 1, 2016 to December 31, 2016.

<sup>b</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned, adjustments to interest income for the inflation-indexed bonds, and/or fluctuating fair value of the investments of the Fund.

<sup>c</sup>Based on average daily shares outstanding.

<sup>d</sup>Total return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

<sup>e</sup>Ratios are annualized for periods less than one year.

<sup>f</sup>Benefit of expense reduction rounds to less than 0.01%.

**Templeton Global Bond Fund** (continued)

	Year Ended December 31,			Year Ended August 31,		
	2019	2018	2017	2016 <sup>a</sup>	2016	2015
<b>Class C</b>						
<b>Per share operating performance</b> (for a share outstanding throughout the year)						
Net asset value, beginning of year . . . . .	\$11.33	\$11.92	\$12.03	\$11.35	\$11.69	\$13.44
Income from investment operations <sup>b</sup> :						
Net investment income <sup>c</sup> . . . . .	0.55	0.54	0.51	0.15	0.37	0.29
Net realized and unrealized gains (losses) . . . . .	(0.55)	(0.44)	(0.27)	0.59	(0.44)	(1.24)
Total from investment operations . . . . .	—	0.10	0.24	0.74	(0.07)	(0.95)
Less distributions from:						
Net investment income and net foreign currency gains . . . . .	(0.61)	(0.69)	(0.35)	—	(0.10)	(0.77)
Net realized gains . . . . .	—	—	—	—	—	(0.03)
Tax return of capital . . . . .	—	—	—	(0.06)	(0.17)	—
Total distributions . . . . .	(0.61)	(0.69)	(0.35)	(0.06)	(0.27)	(0.80)
Net asset value, end of year . . . . .	\$10.72	\$11.33	\$11.92	\$12.03	\$11.35	\$11.69
Total return <sup>d</sup> . . . . .	(0.06)%	0.86%	1.94%	6.59%	(0.55)%	(7.32)%
<b>Ratios to average net assets<sup>e</sup></b>						
Expenses before waiver and payments by affiliates and expense reduction . . . . .	1.32%	1.34%	1.37%	1.35%	1.33%	1.30%
Expenses net of waiver and payments by affiliates . . . . .	1.25%	1.26%	1.30%	1.30%	1.30%	1.28%
Expenses net of waiver and payments by affiliates and expense reduction . . . . .	1.25%	1.26% <sup>f</sup>	1.29%	1.29%	1.30% <sup>f</sup>	1.28%
Net investment income . . . . .	4.87%	4.59%	4.20%	3.83%	3.26%	2.28%
<b>Supplemental data</b>						
Net assets, end of year (000's) . . . . .	\$1,392,223	\$2,218,852	\$3,232,023	\$4,072,562	\$4,430,727	\$6,171,509
Portfolio turnover rate . . . . .	32.63%	19.86%	42.12%	22.63%	49.70%	43.19%

<sup>a</sup>For the period September 1, 2016 to December 31, 2016.

<sup>b</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned, adjustments to interest income for the inflation-indexed bonds, and/or fluctuating fair value of the investments of the Fund.

<sup>c</sup>Based on average daily shares outstanding.

<sup>d</sup>Total return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

<sup>e</sup>Ratios are annualized for periods less than one year.

<sup>f</sup>Benefit of expense reduction rounds to less than 0.01%.

**Templeton Global Bond Fund** (continued)

	Year Ended December 31,			Year Ended August 31,		
	2019	2018	2017	2016 <sup>a</sup>	2016	2015
<b>Class R</b>						
<b>Per share operating performance</b> (for a share outstanding throughout the year)						
Net asset value, beginning of year . . . . .	\$11.30	\$11.89	\$12.00	\$11.32	\$11.66	\$13.41
Income from investment operations <sup>b</sup> :						
Net investment income <sup>c</sup> . . . . .	0.56	0.56	0.53	0.15	0.39	0.31
Net realized and unrealized gains (losses). . . . .	(0.54)	(0.44)	(0.27)	0.60	(0.44)	(1.24)
Total from investment operations . . . . .	0.02	0.12	0.26	0.75	(0.05)	(0.93)
Less distributions from:						
Net investment income and net foreign currency gains . . . . .	(0.63)	(0.71)	(0.37)	—	(0.11)	(0.79)
Net realized gains . . . . .	—	—	—	—	—	(0.03)
Tax return of capital . . . . .	—	—	—	(0.07)	(0.18)	—
Total distributions. . . . .	(0.63)	(0.71)	(0.37)	(0.07)	(0.29)	(0.82)
Net asset value, end of year . . . . .	\$10.69	\$11.30	\$11.89	\$12.00	\$11.32	\$11.66
Total return <sup>d</sup> . . . . .	0.10%	1.02%	2.10%	6.66%	(0.40)%	(7.19)%
<b>Ratios to average net assets<sup>e</sup></b>						
Expenses before waiver and payments by affiliates and expense reduction . . . . .	1.17%	1.19%	1.22%	1.21%	1.18%	1.15%
Expenses net of waiver and payments by affiliates. . . . .	1.10%	1.11%	1.15%	1.16%	1.15%	1.13%
Expenses net of waiver and payments by affiliates and expense reduction . . . . .	1.10%	1.11% <sup>f</sup>	1.14%	1.15%	1.15% <sup>f</sup>	1.13%
Net investment income . . . . .	5.02%	4.74%	4.35%	3.97%	3.41%	2.43%
<b>Supplemental data</b>						
Net assets, end of year (000's) . . . . .	\$208,853	\$239,671	\$274,295	\$306,907	\$319,155	\$358,318
Portfolio turnover rate . . . . .	32.63%	19.86%	42.12%	22.63%	49.70%	43.19%

<sup>a</sup>For the period September 1, 2016 to December 31, 2016.

<sup>b</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned, adjustments to interest income for the inflation-indexed bonds, and/or fluctuating fair value of the investments of the Fund.

<sup>c</sup>Based on average daily shares outstanding.

<sup>d</sup>Total return is not annualized for periods less than one year.

<sup>e</sup>Ratios are annualized for periods less than one year.

<sup>f</sup>Benefit of expense reduction rounds to less than 0.01%.

**Templeton Global Bond Fund** (continued)

	Year Ended December 31,			Year Ended August 31,		
	2019	2018	2017	2016 <sup>a</sup>	2016	2015
<b>Class R6</b>						
<b>Per share operating performance</b> (for a share outstanding throughout the year)						
Net asset value, beginning of year . . . . .	\$11.25	\$11.85	\$11.96	\$11.28	\$11.62	\$13.36
Income from investment operations <sup>b</sup> :						
Net investment income <sup>c</sup> . . . . .	0.62	0.63	0.61	0.18	0.47	0.38
Net realized and unrealized gains (losses) . . . . .	(0.53)	(0.45)	(0.27)	0.60	(0.44)	(1.22)
Total from investment operations . . . . .	0.09	0.18	0.34	0.78	0.03	(0.84)
Less distributions from:						
Net investment income and net foreign currency gains . . . . .	(0.70)	(0.78)	(0.45)	—	(0.14)	(0.87)
Net realized gains . . . . .	—	—	—	—	—	(0.03)
Tax return of capital . . . . .	—	—	—	(0.10)	(0.23)	—
Total distributions . . . . .	(0.70)	(0.78)	(0.45)	(0.10)	(0.37)	(0.90)
Net asset value, end of year . . . . .	\$10.64	\$11.25	\$11.85	\$11.96	\$11.28	\$11.62
Total return <sup>d</sup> . . . . .	0.73%	1.57%	2.79%	6.92%	0.25%	(6.55)%
<b>Ratios to average net assets<sup>e</sup></b>						
Expenses before waiver and payments by affiliates and expense reduction . . . . .	0.57%	0.59%	0.55%	0.55%	0.53%	0.52%
Expenses net of waiver and payments by affiliates . . . . .	0.48%	0.49%	0.48%	0.50%	0.50%	0.50%
Expenses net of waiver and payments by affiliates and expense reduction . . . . .	0.48%	0.49% <sup>f</sup>	0.47%	0.49%	0.50% <sup>f</sup>	0.50%
Net investment income . . . . .	5.64%	5.36%	5.02%	4.63%	4.06%	3.06%
<b>Supplemental data</b>						
Net assets, end of year (000's) . . . . .	\$4,407,299	\$4,084,816	\$3,870,342	\$2,924,394	\$3,096,051	\$2,805,620
Portfolio turnover rate . . . . .	32.63%	19.86%	42.12%	22.63%	49.70%	43.19%

<sup>a</sup>For the period September 1, 2016 to December 31, 2016.

<sup>b</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned, adjustments to interest income for the inflation-indexed bonds, and/or fluctuating fair value of the investments of the Fund.

<sup>c</sup>Based on average daily shares outstanding.

<sup>d</sup>Total return is not annualized for periods less than one year.

<sup>e</sup>Ratios are annualized for periods less than one year.

<sup>f</sup>Benefit of expense reduction rounds to less than 0.01%.



**Templeton Global Bond Fund** (continued)

	Year Ended December 31,			Year Ended August 31,		
	2019	2018	2017	2016 <sup>a</sup>	2016	2015
<b>Advisor Class</b>						
<b>Per share operating performance</b> (for a share outstanding throughout the year)						
Net asset value, beginning of year . . . . .	\$11.25	\$11.85	\$11.96	\$11.28	\$11.62	\$13.36
Income from investment operations <sup>b</sup> :						
Net investment income <sup>c</sup> . . . . .	0.61	0.61	0.59	0.17	0.44	0.37
Net realized and unrealized gains (losses). . . . .	(0.54)	(0.44)	(0.27)	0.60	(0.43)	(1.22)
Total from investment operations . . . . .	0.07	0.17	0.32	0.77	0.01	(0.85)
Less distributions from:						
Net investment income and net foreign currency gains . . . . .	(0.68)	(0.77)	(0.43)	—	(0.13)	(0.86)
Net realized gains . . . . .	—	—	—	—	—	(0.03)
Tax return of capital . . . . .	—	—	—	(0.09)	(0.22)	—
Total distributions. . . . .	(0.68)	(0.77)	(0.43)	(0.09)	(0.35)	(0.89)
Net asset value, end of year . . . . .	\$10.64	\$11.25	\$11.85	\$11.96	\$11.28	\$11.62
Total return <sup>d</sup> . . . . .	0.60%	1.44%	2.62%	6.86%	0.10%	(6.67)%
<b>Ratios to average net assets<sup>e</sup></b>						
Expenses before waiver and payments by affiliates and expense reduction . . . . .	0.67%	0.69%	0.72%	0.71%	0.68%	0.65%
Expenses net of waiver and payments by affiliates. . . . .	0.60%	0.61%	0.65%	0.66%	0.65%	0.63%
Expenses net of waiver and payments by affiliates and expense reduction . . . . .	0.60%	0.61% <sup>f</sup>	0.64%	0.65%	0.65% <sup>f</sup>	0.63%
Net investment income . . . . .	5.52%	5.24%	4.85%	4.47%	3.91%	2.93%
<b>Supplemental data</b>						
Net assets, end of year (000's) . . . . .	\$14,244,707	\$18,506,219	\$20,808,794	\$20,838,200	\$22,169,948	\$32,534,368
Portfolio turnover rate . . . . .	32.63%	19.86%	42.12%	22.63%	49.70%	43.19%

<sup>a</sup>For the period September 1, 2016 to December 31, 2016.

<sup>b</sup>The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned, adjustments to interest income for the inflation-indexed bonds, and/or fluctuating fair value of the investments of the Fund.

<sup>c</sup>Based on average daily shares outstanding.

<sup>d</sup>Total return is not annualized for periods less than one year.

<sup>e</sup>Ratios are annualized for periods less than one year.

<sup>f</sup>Benefit of expense reduction rounds to less than 0.01%.

Statement of Investments, December 31, 2019

Templeton Global Bond Fund

	Principal Amount*		Value
<b>Foreign Government and Agency Securities 57.5%</b>			
<b>Argentina 1.8%</b>			
<sup>a</sup> Argentina Treasury Bill,			
Strip, 3/30/20 . . . . .	7,863,401,000	ARS \$	94,202,928
Strip, 4/28/20 . . . . .	4,447,081,800	ARS	68,074,495
Strip, 5/28/20 . . . . .	228,099,300	ARS	3,066,598
Strip, 7/29/20 . . . . .	2,640,097,800	ARS	37,602,374
Strip, 10/29/20 . . . . .	1,309,257,400	ARS	14,029,183
<sup>a</sup> Argentine Bonos del Tesoro,			
18.20%, 10/03/21 . . . . .	10,809,194,000	ARS	57,679,912
16.00%, 10/17/23 . . . . .	11,569,749,000	ARS	55,556,917
senior note, 15.50%, 10/17/26 . . . . .	18,801,412,000	ARS	84,754,599
Government of Argentina,			
<sup>a,b</sup> FRN, 52.564%, (ARS Badlar + 2.00%), 4/03/22 . . . . .	700,128,000	ARS	6,033,626
<sup>a,c</sup> Index Linked, 4.00%, 3/06/20 . . . . .	46,573,000	ARS	895,514
senior note, 4.50%, 2/13/20 . . . . .	94,495,000		47,870,222
			<u>469,766,368</u>
<b>Brazil 10.0%</b>			
Letra Tesouro Nacional,			
Strip, 7/01/20 . . . . .	2,416,080 <sup>d</sup>	BRL	588,800,710
Strip, 7/01/21 . . . . .	1,017,240 <sup>d</sup>	BRL	235,653,598
Nota do Tesouro Nacional,			
10.00%, 1/01/21 . . . . .	3,623,620 <sup>d</sup>	BRL	947,801,422
10.00%, 1/01/23 . . . . .	3,288,561 <sup>d</sup>	BRL	909,674,797
			<u>2,681,930,527</u>
<b>Colombia 1.8%</b>			
Government of Colombia,			
senior bond, 7.75%, 4/14/21 . . . . .	45,050,000,000	COP	14,144,173
senior bond, 4.375%, 3/21/23 . . . . .	6,831,000,000	COP	2,036,086
senior bond, 9.85%, 6/28/27 . . . . .	10,884,000,000	COP	4,162,993
Titulos de Tesoreria,			
B, 7.75%, 9/18/30 . . . . .	175,388,800,000	COP	59,091,696
senior bond, B, 11.00%, 7/24/20 . . . . .	88,998,000,000	COP	28,167,894
senior bond, B, 7.00%, 5/04/22 . . . . .	131,527,000,000	COP	41,861,624
senior bond, B, 10.00%, 7/24/24 . . . . .	518,579,000,000	COP	187,140,330
senior bond, B, 7.50%, 8/26/26 . . . . .	216,664,700,000	COP	72,037,286
senior bond, B, 6.00%, 4/28/28 . . . . .	236,008,100,000	COP	71,545,690
			<u>480,187,772</u>
<b>Ghana 1.7%</b>			
Government of Ghana,			
24.75%, 3/01/21 . . . . .	6,310,000	GHS	1,186,577
16.25%, 5/17/21 . . . . .	63,860,000	GHS	10,940,540
24.50%, 6/21/21 . . . . .	990,000	GHS	184,771
24.75%, 7/19/21 . . . . .	10,770,000	GHS	1,971,968
18.75%, 1/24/22 . . . . .	337,130,000	GHS	57,510,906
17.60%, 11/28/22 . . . . .	3,220,000	GHS	527,862
19.75%, 3/25/24 . . . . .	337,130,000	GHS	57,082,540

Templeton Global Bond Fund (continued)

	Principal Amount*		Value
<b>Foreign Government and Agency Securities (continued)</b>			
<b>Ghana (continued)</b>			
Government of Ghana, (continued)			
19.00%, 11/02/26 . . . . .	1,011,340,000	GHS \$	161,154,013
senior bond, 19.75%, 3/15/32 . . . . .	1,011,340,000	GHS	162,563,146
senior note, 21.50%, 3/09/20 . . . . .	13,090,000	GHS	2,304,288
senior note, 18.50%, 6/01/20 . . . . .	4,390,000	GHS	762,859
senior note, 18.25%, 9/21/20 . . . . .	4,190,000	GHS	747,479
senior note, 16.50%, 3/22/21 . . . . .	15,240,000	GHS	2,639,215
			<u>459,576,164</u>
<b>India 9.4%</b>			
Government of India,			
senior bond, 8.20%, 2/15/22 . . . . .	7,698,000,000	INR	112,522,996
senior bond, 8.35%, 5/14/22 . . . . .	4,260,400,000	INR	62,575,076
senior bond, 8.08%, 8/02/22 . . . . .	4,089,000,000	INR	59,909,722
senior bond, 9.15%, 11/14/24 . . . . .	9,798,000,000	INR	151,319,276
senior bond, 8.24%, 2/15/27 . . . . .	2,500,000,000	INR	37,733,866
senior bond, 8.28%, 9/21/27 . . . . .	2,500,000,000	INR	37,751,384
senior bond, 8.60%, 6/02/28 . . . . .	5,000,000,000	INR	78,358,209
senior note, 7.80%, 4/11/21 . . . . .	9,845,400,000	INR	141,374,650
senior note, 8.79%, 11/08/21 . . . . .	7,315,000,000	INR	107,385,005
senior note, 8.15%, 6/11/22 . . . . .	19,499,000,000	INR	285,263,602
senior note, 6.84%, 12/19/22 . . . . .	2,217,000,000	INR	31,573,336
senior note, 7.16%, 5/20/23 . . . . .	4,378,700,000	INR	62,787,380
senior note, 8.83%, 11/25/23 . . . . .	42,330,900,000	INR	641,498,066
senior note, 6.79%, 5/15/27 . . . . .	16,759,700,000	INR	234,290,530
senior note, 7.17%, 1/08/28 . . . . .	33,416,000,000	INR	478,023,713
			<u>2,522,366,811</u>
<b>Indonesia 9.5%</b>			
Government of Indonesia,			
senior bond, FR31, 11.00%, 11/15/20 . . . . .	1,090,303,000,000	IDR	82,433,449
senior bond, FR34, 12.80%, 6/15/21 . . . . .	1,603,246,000,000	IDR	126,977,724
senior bond, FR35, 12.90%, 6/15/22 . . . . .	1,172,669,000,000	IDR	97,496,404
senior bond, FR37, 12.00%, 9/15/26 . . . . .	66,550,000,000	IDR	6,103,474
senior bond, FR39, 11.75%, 8/15/23 . . . . .	641,965,000,000	IDR	54,286,679
senior bond, FR40, 11.00%, 9/15/25 . . . . .	710,760,000,000	IDR	61,509,597
senior bond, FR42, 10.25%, 7/15/27 . . . . .	931,607,000,000	IDR	79,011,267
senior bond, FR43, 10.25%, 7/15/22 . . . . .	377,390,000,000	IDR	29,844,605
senior bond, FR44, 10.00%, 9/15/24 . . . . .	248,790,000,000	IDR	20,399,611
senior bond, FR46, 9.50%, 7/15/23 . . . . .	6,667,220,000,000	IDR	528,238,507
senior bond, FR47, 10.00%, 2/15/28 . . . . .	1,627,582,000,000	IDR	137,076,746
senior bond, FR53, 8.25%, 7/15/21 . . . . .	5,990,194,000,000	IDR	447,047,579
senior bond, FR56, 8.375%, 9/15/26 . . . . .	4,110,173,000,000	IDR	318,510,458
senior bond, FR61, 7.00%, 5/15/22 . . . . .	165,670,000,000	IDR	12,206,416
senior bond, FR63, 5.625%, 5/15/23 . . . . .	670,707,000,000	IDR	47,400,004
senior bond, FR70, 8.375%, 3/15/24 . . . . .	6,507,615,000,000	IDR	501,483,320
			<u>2,550,025,840</u>

**Templeton Global Bond Fund** (continued)

	Principal Amount*		Value
<b>Foreign Government and Agency Securities</b> (continued)			
<b>Mexico 14.7%</b>			
Government of Mexico,			
senior bond, M, 8.00%, 6/11/20 . . . . .	455,729,200 <sup>e</sup>	MXN	\$ 2,425,061,055
senior bond, M, 6.50%, 6/10/21 . . . . .	281,607,150 <sup>e</sup>	MXN	1,483,626,496
<sup>f</sup> Mexican Udibonos, Index Linked, 2.50%, 12/10/20 . . . . .	6,996,430 <sup>g</sup>	MXN	36,627,596
			<u>3,945,315,147</u>
<b>Norway 3.6%</b>			
<sup>h,i</sup> Government of Norway,			
144A, Reg S, 3.75%, 5/25/21 . . . . .	2,316,690,000	NOK	272,762,369
144A, Reg S, 2.00%, 5/24/23 . . . . .	2,148,176,000	NOK	249,605,692
144A, Reg S, 3.00%, 3/14/24 . . . . .	2,590,732,000	NOK	314,473,986
144A, Reg S, 1.75%, 3/13/25 . . . . .	1,005,900,000	NOK	116,753,160
			<u>953,595,207</u>
<b>South Korea 4.5%</b>			
Korea Monetary Stabilization Bond,			
senior note, 2.05%, 10/05/20 . . . . .	221,770,000,000	KRW	192,851,791
senior note, 1.18%, 8/02/21 . . . . .	78,493,000,000	KRW	67,700,660
Korea Treasury Bond,			
senior note, 1.75%, 6/10/20 . . . . .	23,978,000,000	KRW	20,778,445
senior note, 1.375%, 9/10/21 . . . . .	117,740,000,000	KRW	101,890,183
senior note, 2.00%, 12/10/21 . . . . .	143,866,000,000	KRW	125,957,517
senior note, 2.25%, 9/10/23 . . . . .	13,848,000,000	KRW	12,315,004
senior note, 1.875%, 3/10/24 . . . . .	239,662,000,000	KRW	210,503,834
senior note, 1.375%, 9/10/24 . . . . .	385,853,010,000	KRW	332,240,008
senior note, 3.00%, 9/10/24 . . . . .	146,030,000,000	KRW	134,748,452
			<u>1,198,985,894</u>
<b><sup>j</sup>Supranational 0.5%</b>			
Inter-American Development Bank, senior bond, 7.50%, 12/05/24 . . . . .	2,473,000,000	MXN	133,981,722
			<u>15,395,731,452</u>
<b>Total Foreign Government and Agency Securities</b> <b>(Cost \$18,077,568,274)</b> . . . . .			
			<u>15,395,731,452</u>
<b>U.S. Government and Agency Securities 20.3%</b>			
<b>United States 20.3%</b>			
U.S. Treasury Note,			
1.125%, 6/30/21 . . . . .	864,300,000		858,271,309
2.625%, 7/15/21 . . . . .	181,593,000		184,427,728
1.125%, 7/31/21 . . . . .	946,257,000		939,193,949
1.125%, 8/31/21 . . . . .	951,072,000		943,730,675
1.50%, 8/31/21 . . . . .	548,906,000		548,008,105
1.125%, 9/30/21 . . . . .	167,063,000		165,681,788
1.50%, 9/30/21 . . . . .	1,598,510,000		1,595,923,227
2.125%, 12/31/21 . . . . .	189,745,000		191,721,105
			<u>5,426,957,886</u>
<b>Total U.S. Government and Agency Securities</b> <b>(Cost \$5,433,444,938)</b> . . . . .			
			<u>5,426,957,886</u>

Templeton Global Bond Fund (continued)

	Number of Contracts	Notional Amount*		Value
<b>Options Purchased 0.3%</b>				
<b>Calls - Over-the-Counter</b>				
<b>Currency Options 0.1%</b>				
AUD/JPY, Counterparty CITI, January Strike Price 79.00 JPY, Expires 1/23/20 . . . . .	1	369,068,000	AUD \$	54,641
AUD/JPY, Counterparty CITI, February Strike Price 79.45 JPY, Expires 2/12/20 . . . . .	1	197,220,000	AUD	76,385
AUD/JPY, Counterparty CITI, February Strike Price 82.35 JPY, Expires 2/12/20 . . . . .	1	31,140,000	AUD	852
AUD/JPY, Counterparty CITI, April Strike Price 79.30 JPY, Expires 4/22/20 . . . . .	1	166,333,000	AUD	383,151
AUD/JPY, Counterparty CITI, May Strike Price 84.00 JPY, Expires 5/06/20 . . . . .	1	138,399,000	AUD	29,520
AUD/JPY, Counterparty CITI, May Strike Price 86.63 JPY, Expires 5/06/20 . . . . .	1	152,240,000	AUD	11,750
AUD/JPY, Counterparty CITI, May Strike Price 78.75 JPY, Expires 5/07/20 . . . . .	1	138,398,000	AUD	511,851
AUD/JPY, Counterparty CITI, May Strike Price 85.50 JPY, Expires 5/07/20 . . . . .	1	553,598,000	AUD	61,372
AUD/JPY, Counterparty CITI, November Strike Price 84.33 JPY, Expires 11/12/20 . . . . .	1	103,800,000	AUD	157,898
AUD/JPY, Counterparty CITI, December Strike Price 82.15 JPY, Expires 12/21/20 . . . . .	1	415,192,000	AUD	1,534,089
AUD/USD, Counterparty HSBK, April Strike Price \$0.77, Expires 4/30/20 . . . . .	1	173,002,000	AUD	39,329
AUD/USD, Counterparty HSBK, May Strike Price \$0.77, Expires 5/04/20 . . . . .	1	217,980,000	AUD	62,249
AUD/USD, Counterparty HSBK, May Strike Price \$0.77, Expires 5/07/20 . . . . .	1	138,399,000	AUD	29,714
AUD/USD, Counterparty MSCO, May Strike Price \$0.77, Expires 5/12/21 . . . . .	1	249,119,000	AUD	1,361,473
USD/JPY, Counterparty CITI, March Strike Price 111.15 JPY, Expires 3/20/20 . . . . .	1	455,358,000		603,805
USD/JPY, Counterparty CITI, March Strike Price 111.40 JPY, Expires 3/30/20 . . . . .	1	531,252,000		704,440
USD/JPY, Counterparty CITI, September Strike Price 112.24 JPY, Expires 9/22/20 . . . . .	1	588,172,000		2,076,247
USD/MXN, Counterparty CITI, March Strike Price 20.78 MXN, Expires 3/09/20 . . . . .	1	191,881,000		151,202
USD/MXN, Counterparty CITI, March Strike Price 18.40 MXN, Expires 3/30/20 . . . . .	1	115,129,000		4,760,239
USD/MXN, Counterparty CITI, March Strike Price 21.92 MXN, Expires 3/30/20 . . . . .	1	172,690,000		75,466
USD/MXN, Counterparty CITI, May Strike Price 20.50 MXN, Expires 5/11/20 . . . . .	1	252,447,000		1,120,107
USD/MXN, Counterparty CITI, May Strike Price 20.09 MXN, Expires 5/12/20 . . . . .	1	231,083,000		1,594,704
USD/MXN, Counterparty CITI, May Strike Price 20.92 MXN, Expires 5/12/20 . . . . .	1	90,160,000		271,832
USD/MXN, Counterparty CITI, May Strike Price 20.87 MXN, Expires 5/14/20 . . . . .	1	508,508,000		1,659,262
USD/MXN, Counterparty CITI, May Strike Price 20.58 MXN, Expires 5/15/20 . . . . .	1	158,682,000		689,791
USD/MXN, Counterparty CITI, July Strike Price 21.03 MXN, Expires 7/30/20 . . . . .	1	122,804,000		823,769
USD/MXN, Counterparty CITI, September Strike Price 21.94 MXN, Expires 9/03/20 . . . . .	1	479,699,000		2,320,784
USD/MXN, Counterparty CITI, September Strike Price 21.70 MXN, Expires 9/08/20 . . . . .	1	479,222,000		2,779,967
USD/MXN, Counterparty CITI, September Strike Price 20.85 MXN, Expires 9/17/20 . . . . .	1	505,499,000		5,490,225

**Templeton Global Bond Fund** (continued)

	Number of Contracts	Notional Amount*	Value
<b>Options Purchased</b> (continued)			
<b>Calls - Over-the-Counter</b> (continued)			
<b>Currency Options</b> (continued)			
USD/MXN, Counterparty GSCO, March Strike Price 21.20 MXN, Expires 3/12/20 . . . . .	1	460,500,000	\$ 241,762
USD/MXN, Counterparty JPHQ, March Strike Price 20.89 MXN, Expires 3/05/20 . . . . .	1	191,421,000	113,321
USD/MXN, Counterparty JPHQ, April Strike Price 20.11 MXN, Expires 4/24/20 . . . . .	1	254,254,000	1,368,141
USD/MXN, Counterparty JPHQ, May Strike Price 20.47 MXN, Expires 5/13/20 . . . . .	1	290,576,000	1,361,930
USD/MXN, Counterparty JPHQ, June Strike Price 20.70 MXN, Expires 6/12/20 . . . . .	1	95,591,000	505,485
USD/MXN, Counterparty JPHQ, July Strike Price 20.90 MXN, Expires 7/27/20 . . . . .	1	145,288,000	1,040,843
USD/MXN, Counterparty MSCO, February Strike Price 18.94 MXN, Expires 2/06/20 . . . . .	1	765,683,000	8,032,780
USD/MXN, Counterparty MSCO, February Strike Price 20.67 MXN, Expires 2/06/20 . . . . .	1	382,840,000	80,779
USD/MXN, Counterparty MSCO, February Strike Price 19.65 MXN, Expires 2/20/20 . . . . .	1	767,516,000	2,022,405
USD/MXN, Counterparty MSCO, February Strike Price 20.98 MXN, Expires 2/20/20 . . . . .	1	383,760,000	96,707
USD/MXN, Counterparty MSCO, March Strike Price 21.58 MXN, Expires 3/05/20 . . . . .	1	383,759,000	102,080
USD/MXN, Counterparty MSCO, March Strike Price 24.81 MXN, Expires 3/05/20 . . . . .	1	191,881,000	3,838
USD/MXN, Counterparty MSCO, March Strike Price 21.36 MXN, Expires 3/10/20 . . . . .	1	719,549,000	292,856
USD/MXN, Counterparty MSCO, March Strike Price 20.90 MXN, Expires 3/12/20 . . . . .	1	124,900,000	94,050
USD/MXN, Counterparty MSCO, June Strike Price 21.45 MXN, Expires 6/15/20 . . . . .	1	124,900,000	360,461
USD/MXN, Counterparty MSCO, September Strike Price 22.33 MXN, Expires 9/04/20 . . . . .	1	383,759,000	1,498,963
USD/MXN, Counterparty MSCO, September Strike Price 25.97 MXN, Expires 9/04/20 . . . . .	1	383,759,000	302,402
			46,954,917
<b>Puts - Over-the-Counter</b>			
<b>Currency Options 0.2%</b>			
AUD/JPY, Counterparty CITI, May Strike Price 69.54 JPY, Expires 5/06/20 . . . . .	1	110,720,000	AUD 245,878
AUD/JPY, Counterparty CITI, May Strike Price 70.65 JPY, Expires 5/06/20 . . . . .	1	69,200,000	AUD 206,986
AUD/JPY, Counterparty CITI, May Strike Price 74.48 JPY, Expires 5/06/20 . . . . .	1	110,720,000	AUD 985,611
AUD/JPY, Counterparty CITI, May Strike Price 75.05 JPY, Expires 5/06/20 . . . . .	1	69,200,000	AUD 730,012
AUD/JPY, Counterparty CITI, May Strike Price 65.55 JPY, Expires 5/07/20 . . . . .	1	69,199,000	AUD 57,002
AUD/JPY, Counterparty CITI, May Strike Price 73.25 JPY, Expires 5/07/20 . . . . .	1	230,667,000	AUD 1,444,003
AUD/JPY, Counterparty CITI, July Strike Price 72.00 JPY, Expires 7/21/20 . . . . .	1	830,399,000	AUD 6,286,785
AUD/JPY, Counterparty CITI, November Strike Price 66.78 JPY, Expires 11/12/20 . . . . .	1	51,900,000	AUD 266,817
AUD/JPY, Counterparty CITI, November Strike Price 69.18 JPY, Expires 11/12/20 . . . . .	1	31,140,000	AUD 237,481

Templeton Global Bond Fund (continued)

	Number of Contracts	Notional Amount*		Value
<b>Options Purchased</b> (continued)				
<b>Puts - Over-the-Counter</b> (continued)				
<b>Currency Options</b> (continued)				
AUD/JPY, Counterparty CITI, November Strike Price 72.78 JPY, Expires 11/12/20 . . . . .	1	129,750,000	AUD \$	1,836,167
AUD/JPY, Counterparty CITI, November Strike Price 74.00 JPY, Expires 11/12/20 . . . . .	1	93,420,000	AUD	1,639,425
AUD/JPY, Counterparty CITI, December Strike Price 65.85 JPY, Expires 12/21/20 . . . . .	1	207,600,000	AUD	1,106,599
AUD/USD, Counterparty HSBK, April Strike Price \$0.68, Expires 4/30/20 . . .	1	230,668,000	AUD	754,374
AUD/USD, Counterparty HSBK, May Strike Price \$0.68, Expires 5/04/20 . . .	1	288,332,000	AUD	802,760
AUD/USD, Counterparty HSBK, May Strike Price \$0.66, Expires 5/05/20 . . .	1	230,666,000	AUD	377,912
AUD/USD, Counterparty HSBK, May Strike Price \$0.65, Expires 5/07/20 . . .	1	276,800,000	AUD	266,077
AUD/USD, Counterparty HSBK, May Strike Price \$0.68, Expires 5/07/20 . . .	1	138,400,000	AUD	417,567
AUD/USD, Counterparty MSCO, August Strike Price \$0.67, Expires 8/12/20 . . . . .	1	784,247,000	AUD	3,790,242
USD/JPY, Counterparty CITI, March Strike Price 100.11 JPY, Expires 3/20/20 . . . . .	1	455,358,000		252,268
USD/JPY, Counterparty CITI, March Strike Price 105.29 JPY, Expires 3/20/20 . . . . .	1	910,716,000		2,852,362
USD/JPY, Counterparty CITI, March Strike Price 104.61 JPY, Expires 3/30/20 . . . . .	1	1,062,502,000		3,105,693
USD/JPY, Counterparty CITI, September Strike Price 104.48 JPY, Expires 9/22/20 . . . . .	1	1,176,342,000		13,996,117
USD/MXN, Counterparty CITI, March Strike Price 18.35 MXN, Expires 3/06/20 . . . . .	1	204,468,000		230,231
USD/MXN, Counterparty CITI, March Strike Price 18.68 MXN, Expires 3/09/20 . . . . .	1	143,911,000		523,692
USD/MXN, Counterparty CITI, May Strike Price 18.31 MXN, Expires 5/14/20 . . . . .	1	127,128,000		309,430
USD/MXN, Counterparty CITI, September Strike Price 19.11 MXN, Expires 9/03/20 . . . . .	1	239,850,000		3,438,250
USD/MXN, Counterparty GSCO, March Strike Price 18.57 MXN, Expires 3/12/20 . . . . .	1	76,750,000		195,175
USD/MXN, Counterparty JPHQ, January Strike Price 18.50 MXN, Expires 1/27/20 . . . . .	1	108,963,000		62,981
USD/MXN, Counterparty JPHQ, March Strike Price 18.74 MXN, Expires 3/05/20 . . . . .	1	143,566,000		605,418
USD/MXN, Counterparty MSCO, March Strike Price 18.92 MXN, Expires 3/10/20 . . . . .	1	95,940,000		740,273
				<u>47,763,588</u>
<b>Total Options Purchased</b> <b>(Cost \$329,976,753)</b> . . . . .				<u>94,718,505</u>
<b>Total Investments before Short Term Investments</b> <b>(Cost \$23,840,989,965)</b> . . . . .				<u>20,917,407,843</u>

Templeton Global Bond Fund (continued)

	Principal Amount*		Value
<b>Short Term Investments 19.0%</b>			
<b>Foreign Government and Agency Securities 5.6%</b>			
<b>Argentina 0.2%</b>			
<sup>a</sup> Argentina Treasury Bill,			
<sup>k</sup> 2/26/20 - 5/13/20 . . . . .	2,636,296,390	ARS \$	30,518,403
Strip, 8/27/20 . . . . .	700,886,180	ARS	8,023,381
<sup>a,b</sup> Government of Argentina, FRN, 70.253%, (ARPP7DRR), 6/21/20 . . . . .	370,601,670	ARS	3,241,636
			<u>41,783,420</u>
<b>Japan 4.5%</b>			
<sup>k</sup> Japan Treasury Discount Bill,			
1/14/20 - 9/23/20 . . . . .	95,947,550,000	JPY	883,254,490
1/27/20 . . . . .	35,269,000,000	JPY	324,572,809
			<u>1,207,827,299</u>
<b>Norway 0.9%</b>			
<sup>h,i,k</sup> Norway Treasury Bill, 144A, Reg S, 3/18/20 - 9/16/20 . . . . .	2,249,938,000	NOK	255,216,547
			<u>1,504,827,266</u>
<b>Total Foreign Government and Agency Securities (Cost \$1,493,499,256)</b> . . . . .			
<b>U.S. Government and Agency Securities (Cost \$194,470,943) 0.7%</b>			
<b>United States 0.7%</b>			
U.S. Treasury Note, 1.25%, 1/31/20 . . . . .	194,600,000		194,538,946
			<u>22,616,774,055</u>
<b>Total Investments before Money Market Funds (Cost \$25,528,960,164)</b> . . . . .			
		<b>Shares</b>	
<b>Money Market Funds (Cost \$3,382,668,169) 12.7%</b>			
<b>United States 12.7%</b>			
<sup>l,m</sup> Institutional Fiduciary Trust Money Market Portfolio, 1.26% . . . . .	3,382,668,169		3,382,668,169
			<u>25,999,442,224</u>
<b>Options Written (0.6)%</b> . . . . .			
<b>Other Assets, less Liabilities 3.5%</b> . . . . .			
			<u>932,787,774</u>
<b>Net Assets 100.0%</b> . . . . .			
			<u>\$26,767,712,756</u>
	<b>Number of Contracts</b>	<b>Notional Amount*</b>	
<b><sup>n</sup> Options Written (0.6)%</b>			
<b>Calls - Over-the-Counter</b>			
<b>Currency Options (0.3)%</b>			
AUD/JPY, Counterparty CITI, January Strike Price 76.70 JPY, Expires 1/23/20 . . . . .	1	322,722,000	AUD (1,041,163)
AUD/JPY, Counterparty CITI, February Strike Price 75.90 JPY, Expires 2/12/20 . . . . .	1	197,220,000	AUD (1,781,082)
AUD/JPY, Counterparty CITI, February Strike Price 77.28 JPY, Expires 2/12/20 . . . . .	1	103,800,000	AUD (335,825)



Templeton Global Bond Fund (continued)

	Number of Contracts	Notional Amount*		Value
<sup>n</sup> <b>Options Written</b> (continued)				
<b>Calls - Over-the-Counter</b> (continued)				
<b>Currency Options</b> (continued)				
AUD/JPY, Counterparty CITI, February Strike Price 78.18 JPY, Expires 2/12/20 . . . . .	1	62,280,000	AUD \$	(86,873)
AUD/JPY, Counterparty CITI, April Strike Price 75.95 JPY, Expires 4/22/20 . . . . .	1	166,333,000	AUD	(2,164,926)
AUD/JPY, Counterparty CITI, May Strike Price 76.00 JPY, Expires 5/06/20 . . . . .	1	290,641,000	AUD	(3,888,707)
AUD/JPY, Counterparty CITI, May Strike Price 76.50 JPY, Expires 5/07/20 . . . . .	1	276,800,000	AUD	(3,046,096)
AUD/JPY, Counterparty CITI, May Strike Price 77.35 JPY, Expires 5/07/20 . . . . .	1	138,406,000	AUD	(1,045,126)
AUD/JPY, Counterparty CITI, December Strike Price 75.70 JPY, Expires 12/21/20 . . . . .	1	415,192,000	AUD	(9,251,142)
AUD/USD, Counterparty HSBK, April Strike Price \$0.71, Expires 4/30/20 . . . . .	1	173,002,000	AUD	(1,332,828)
AUD/USD, Counterparty HSBK, May Strike Price \$0.71, Expires 5/04/20 . . . . .	1	217,980,000	AUD	(2,059,414)
AUD/USD, Counterparty HSBK, November Strike Price \$0.71, Expires 11/05/20 . . . . .	1	138,399,000	AUD	(2,009,351)
AUD/USD, Counterparty HSBK, November Strike Price \$0.80, Expires 11/05/20 . . . . .	1	276,799,000	AUD	(235,971)
AUD/USD, Counterparty HSBK, May Strike Price \$0.78, Expires 5/05/21 . . . . .	1	230,666,000	AUD	(993,578)
AUD/USD, Counterparty MSCO, August Strike Price \$0.74, Expires 8/12/20 . . . . .	1	294,097,000	AUD	(1,269,690)
AUD/USD, Counterparty MSCO, May Strike Price \$0.74, Expires 5/12/21 . . . . .	1	498,240,000	AUD	(5,626,654)
USD/JPY, Counterparty CITI, March Strike Price 108.91 JPY, Expires 3/20/20 . . . . .	1	910,716,000		(5,967,011)
USD/JPY, Counterparty CITI, March Strike Price 109.16 JPY, Expires 3/30/20 . . . . .	1	1,062,502,000		(6,455,762)
USD/JPY, Counterparty CITI, September Strike Price 108.77 JPY, Expires 9/22/20 . . . . .	1	1,176,342,000		(14,425,482)
USD/MXN, Counterparty CITI, January Strike Price 19.96 MXN, Expires 1/30/20 . . . . .	1	61,402,000		(28,245)
USD/MXN, Counterparty CITI, March Strike Price 21.82 MXN, Expires 3/06/20 . . . . .	1	119,273,000		(25,882)
USD/MXN, Counterparty CITI, March Strike Price 19.95 MXN, Expires 3/30/20 . . . . .	1	230,254,000		(963,383)
USD/MXN, Counterparty CITI, May Strike Price 19.34 MXN, Expires 5/12/20 . . . . .	1	115,540,000		(1,933,215)
USD/MXN, Counterparty CITI, May Strike Price 22.85 MXN, Expires 5/14/20 . . . . .	1	254,253,000		(187,639)
USD/MXN, Counterparty CITI, May Strike Price 22.91 MXN, Expires 5/21/20 . . . . .	1	48,691,000		(38,028)
USD/MXN, Counterparty CITI, September Strike Price 23.00 MXN, Expires 9/03/20 . . . . .	1	239,850,000		(650,473)
USD/MXN, Counterparty CITI, September Strike Price 24.30 MXN, Expires 9/08/20 . . . . .	1	159,740,000		(247,118)
USD/MXN, Counterparty CITI, September Strike Price 20.06 MXN, Expires 9/17/20 . . . . .	1	252,750,000		(4,913,460)
USD/MXN, Counterparty CITI, September Strike Price 22.40 MXN, Expires 9/17/20 . . . . .	1	252,750,000		(1,059,275)
USD/MXN, Counterparty GSCO, March Strike Price 19.49 MXN, Expires 3/12/20 . . . . .	1	153,500,000		(951,700)
USD/MXN, Counterparty GSCO, March Strike Price 22.11 MXN, Expires 3/12/20 . . . . .	1	153,500,000		(31,621)

Templeton Global Bond Fund (continued)

	Number of Contracts	Notional Amount*	Value
<sup>n</sup> <b>Options Written</b> (continued)			
<b>Calls - Over-the-Counter</b> (continued)			
<b>Currency Options</b> (continued)			
USD/MXN, Counterparty JPHQ, May Strike Price 21.54 MXN, Expires 5/13/20 . . . . .	1	181,608,125	\$ (328,711)
USD/MXN, Counterparty JPHQ, July Strike Price 22.30 MXN, Expires 7/27/20 . . . . .	1	145,288,000	(412,327)
USD/MXN, Counterparty MSCO, February Strike Price 19.98 MXN, Expires 2/06/20 . . . . .	1	1,148,522,000	(862,540)
USD/MXN, Counterparty MSCO, February Strike Price 20.15 MXN, Expires 2/20/20 . . . . .	1	1,151,276,000	(1,113,284)
USD/MXN, Counterparty MSCO, March Strike Price 22.56 MXN, Expires 3/05/20 . . . . .	1	287,819,000	(29,645)
USD/MXN, Counterparty MSCO, March Strike Price 20.49 MXN, Expires 3/10/20 . . . . .	1	239,851,000	(286,382)
USD/MXN, Counterparty MSCO, March Strike Price 22.87 MXN, Expires 3/12/20 . . . . .	1	94,000,000	(9,964)
USD/MXN, Counterparty MSCO, June Strike Price 24.20 MXN, Expires 6/15/20 . . . . .	1	62,400,000	(32,261)
USD/MXN, Counterparty MSCO, September Strike Price 24.56 MXN, Expires 9/04/20 . . . . .	1	575,640,000	(771,933)
USD/MXN, Counterparty MSCO, September Strike Price 22.46 MXN, Expires 9/10/20 . . . . .	1	47,970,000	(182,622)
			<u>(78,076,389)</u>
<b>Puts - Over-the-Counter</b>			
<b>Currency Options (0.3)%</b>			
AUD/JPY, Counterparty CITI, July Strike Price 68.00 JPY, Expires 7/21/20 . . . . .	1	369,068,000	AUD (1,183,690)
AUD/USD, Counterparty MSCO, August Strike Price \$0.64, Expires 8/12/20 . . . . .	1	196,063,000	AUD (304,850)
USD/JPY, Counterparty CITI, March Strike Price 102.84 JPY, Expires 3/20/20 . . . . .	1	910,716,000	(1,193,038)
USD/JPY, Counterparty CITI, March Strike Price 100.13 JPY, Expires 3/30/20 . . . . .	1	531,252,000	(386,751)
USD/JPY, Counterparty CITI, September Strike Price 100.03 JPY, Expires 9/22/20 . . . . .	1	588,172,000	(3,009,676)
USD/MXN, Counterparty CITI, March Strike Price 18.96 MXN, Expires 3/06/20 . . . . .	1	191,688,000	(1,577,209)
USD/MXN, Counterparty CITI, March Strike Price 19.38 MXN, Expires 3/06/20 . . . . .	1	115,012,000	(2,502,086)
USD/MXN, Counterparty CITI, March Strike Price 19.37 MXN, Expires 3/09/20 . . . . .	1	287,819,000	(6,140,618)
USD/MXN, Counterparty CITI, May Strike Price 19.55 MXN, Expires 5/11/20 . . . . .	1	252,447,000	(6,815,312)
USD/MXN, Counterparty CITI, May Strike Price 19.69 MXN, Expires 5/12/20 . . . . .	1	90,159,000	(2,902,669)
USD/MXN, Counterparty CITI, May Strike Price 19.24 MXN, Expires 5/14/20 . . . . .	1	381,384,000	(6,451,492)
USD/MXN, Counterparty CITI, May Strike Price 20.58 MXN, Expires 5/15/20 . . . . .	1	158,682,000	(11,200,886)
USD/MXN, Counterparty CITI, May Strike Price 19.09 MXN, Expires 5/21/20 . . . . .	1	48,691,000	(629,526)

Templeton Global Bond Fund (continued)

	Number of Contracts	Notional Amount*	Value
<sup>n</sup> <b>Options Written</b> (continued)			
<b>Currency Options</b> (continued)			
USD/MXN, Counterparty CITI, September Strike Price 19.76 MXN, Expires 9/03/20 . . . . .	1	479,699,000	\$ (14,681,668)
USD/MXN, Counterparty GSCO, March Strike Price 19.40 MXN, Expires 3/12/20 . . . . .	1	192,000,000	(4,273,152)
USD/MXN, Counterparty JPHQ, January Strike Price 19.00 MXN, Expires 1/27/20 . . . . .	1	290,576,000	(2,244,409)
USD/MXN, Counterparty JPHQ, March Strike Price 19.45 MXN, Expires 3/05/20 . . . . .	1	287,133,000	(7,055,719)
USD/MXN, Counterparty JPHQ, April Strike Price 19.36 MXN, Expires 4/24/20 . . . . .	1	254,253,000	(5,173,540)
USD/MXN, Counterparty JPHQ, June Strike Price 19.40 MXN, Expires 6/12/20 . . . . .	1	95,591,000	(2,040,008)
USD/MXN, Counterparty MSCO, March Strike Price 19.05 MXN, Expires 3/12/20 . . . . .	1	94,000,000	(992,170)
USD/MXN, Counterparty MSCO, June Strike Price 19.05 MXN, Expires 6/15/20 . . . . .	1	94,000,000	(1,177,538)
USD/MXN, Counterparty MSCO, September Strike Price 19.76 MXN, Expires 9/10/20 . . . . .	1	143,911,000	(4,504,846)
			<u>(86,440,853)</u>
<b>Total Options Written (Premiums received \$231,804,813)</b> . . . . .			<u>(164,517,242)</u>

\*The principal/notional amount is stated in U.S. dollars unless otherwise indicated.

<sup>a</sup>Securities denominated in Argentine Peso have been designated as Level 3 investments. See Note 11 regarding fair value measurements.

<sup>b</sup>The coupon rate shown represents the rate at period end.

<sup>c</sup>Redemption price at maturity is adjusted for inflation. See Note 1(f).

<sup>d</sup>Principal amount is stated in 1,000 Brazilian Real Units.

<sup>e</sup>Principal amount is stated in 100 Mexican Peso Units.

<sup>f</sup>Principal amount of security is adjusted for inflation. See Note 1(f).

<sup>g</sup>Principal amount is stated in 100 Unidad de Inversion Units.

<sup>h</sup>Security was purchased pursuant to Rule 144A under the Securities Act of 1933 and may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. At December 31, 2019, the aggregate value of these securities was \$1,208,811,754, representing 4.5% of net assets.

<sup>i</sup>Security was purchased pursuant to Regulation S under the Securities Act of 1933, which exempts from registration securities offered and sold outside of the United States. Such a security cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At December 31, 2019, the aggregate value of these securities was \$1,208,811,754, representing 4.5% of net assets.

<sup>j</sup>A supranational organization is an entity formed by two or more central governments through international treaties.

<sup>k</sup>The security was issued on a discount basis with no stated coupon rate.

<sup>l</sup>See Note 3(f) regarding investments in affiliated management investment companies.

<sup>m</sup>The rate shown is the annualized seven-day effective yield at period end.

<sup>n</sup>See Note 1(c) regarding written options.

**Templeton Global Bond Fund** (continued)

At December 31, 2019, the Fund had the following forward exchange contracts outstanding. See Note 1(c).

**Forward Exchange Contracts**

Currency	Counterparty <sup>a</sup>	Type	Quantity	Contract Amount <sup>*</sup>	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b>							
Norwegian Krone	DBAB	Buy	621,166,000	68,043,904	1/03/20	\$ 2,725,073	\$ —
Norwegian Krone	DBAB	Sell	621,166,000	67,597,397	1/03/20	—	(3,171,580)
Indian Rupee	BNDP	Sell	15,907,375,900	221,844,723	1/07/20	—	(1,020,384)
South Korean Won	HSBK	Buy	189,000,000,000	162,580,645	1/08/20	941,607	—
South Korean Won	HSBK	Sell	217,730,968,000	182,338,973	1/08/20	—	(6,041,229)
Indian Rupee	BNDP	Sell	4,475,348,160	61,350,261	1/13/20	—	(1,333,812)
Australian Dollar	JPHQ	Sell	356,800,000	26,170,919,632	JPY 1/14/20	—	(9,430,539)
Australian Dollar	JPHQ	Buy	318,485,546	216,338,951	1/15/20	7,213,346	—
Australian Dollar	JPHQ	Sell	318,485,546	223,135,751	1/15/20	—	(416,546)
Indian Rupee	CITI	Sell	30,888,702,600	421,803,941	1/16/20	—	(10,783,072)
Euro	SCNY	Buy	140,680,000	155,958,129	1/17/20	1,979,588	—
Euro	SCNY	Sell	140,680,000	156,310,955	1/17/20	—	(1,626,763)
South Korean Won	CITI	Sell	280,696,000,000	233,835,388	1/17/20	—	(9,065,480)
Euro	DBAB	Buy	21,602,855	24,018,054	1/23/20	244,243	—
Euro	DBAB	Sell	21,602,855	24,601,763	1/23/20	339,466	—
Australian Dollar	JPHQ	Buy	248,603,352	168,927,718	1/31/20	5,644,600	—
Australian Dollar	JPHQ	Sell	248,603,352	172,481,006	1/31/20	—	(2,091,312)
Indian Rupee	HSBK	Sell	37,052,679,517	516,053,276	2/03/20	—	(2,315,849)
Brazilian Real	JPHQ	Buy	821,500,000	181,558,998	EUR 2/04/20	168,836	—
Brazilian Real	JPHQ	Sell	682,986,700	165,906,357	2/04/20	—	(3,890,165)
Indian Rupee	HSBK	Sell	32,873,248,007	456,658,142	2/05/20	—	(3,139,719)
Indian Rupee	BNDP	Sell	16,040,174,100	223,770,068	2/06/20	—	(559,142)
Indian Rupee	HSBK	Sell	9,662,150,000	135,352,665	2/06/20	223,055	—
Swiss Franc	UBSW	Buy	182,206,072	165,822,781	EUR 2/10/20	2,405,986	—
South Korean Won	HSBK	Sell	100,447,500,000	86,317,350	2/12/20	—	(652,228)
Swiss Franc	GSCO	Buy	178,817,677	162,792,394	EUR 2/12/20	2,304,291	—
Swedish Krona	DBAB	Buy	2,270,871,661	212,712,083	EUR 2/13/20	3,766,583	—
Indian Rupee	HSBK	Sell	8,304,820,383	114,720,140	2/14/20	—	(1,324,887)
Indian Rupee	HSBK	Sell	21,563,770,000	297,451,824	2/18/20	—	(3,731,468)
Australian Dollar	JPHQ	Sell	631,528,887	45,193,154,446	JPY 2/21/20	—	(26,599,502)
South Korean Won	CITI	Sell	521,261,500,000	447,780,689	2/21/20	—	(3,627,109)
Euro	SCNY	Buy	106,299,000	118,121,256	2/24/20	1,498,081	—
Euro	SCNY	Sell	106,299,000	119,304,683	2/24/20	—	(314,654)
Australian Dollar	CITI	Sell	230,489,162	16,477,958,311	JPY 2/25/20	—	(9,837,892)
Euro	HSBK	Sell	256,573,382	30,276,582,738	JPY 2/25/20	—	(9,258,914)
Japanese Yen	CITI	Buy	37,765,598,300	359,569,973	2/26/20	—	(10,935,894)
Japanese Yen	CITI	Sell	37,765,598,300	354,466,102	2/26/20	5,832,023	—
Norwegian Krone	DBAB	Buy	1,522,441,000	170,015,858	2/26/20	3,467,881	—
Norwegian Krone	DBAB	Sell	1,522,441,000	165,680,814	2/26/20	—	(7,802,924)
Japanese Yen	CITI	Buy	25,751,284,600	244,938,674	2/27/20	—	(7,201,533)
Japanese Yen	CITI	Sell	25,751,284,600	241,714,847	2/27/20	3,977,705	—
Japanese Yen	JPHQ	Buy	25,451,577,900	242,079,985	2/27/20	—	(7,109,751)
Japanese Yen	CITI	Buy	49,452,842,000	473,692,805	2/28/20	—	(17,115,769)
Japanese Yen	CITI	Sell	49,452,842,000	464,216,477	2/28/20	7,639,440	—
Brazilian Real	JPHQ	Sell	856,375,200	207,382,890	3/03/20	—	(5,164,891)

Templeton Global Bond Fund (continued)

Forward Exchange Contracts (continued)

Currency	Counterparty <sup>a</sup>	Type	Quantity	Contract Amount <sup>*</sup>	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts (continued)</b>							
Australian Dollar	CITI	Sell	264,500,000	18,942,837,743	JPY 3/06/20	\$ —	\$ (10,925,611)
Euro	CITI	Buy	264,949,140	293,176,821	3/06/20	5,179,416	—
Euro	CITI	Sell	264,949,140	295,815,715	3/06/20	—	(2,540,522)
Japanese Yen	HSBK	Buy	12,854,977,080	121,168,661	3/06/20	—	(2,435,509)
Japanese Yen	JPHQ	Buy	12,209,005,355	115,204,360	3/06/20	—	(2,437,634)
Japanese Yen	JPHQ	Sell	12,209,005,355	116,051,191	3/06/20	3,284,464	—
Euro	BOFA	Buy	177,262,005	198,169,350	3/10/20	1,495,212	—
Euro	BOFA	Sell	177,262,005	197,523,053	3/10/20	—	(2,141,510)
Euro	JPHQ	Buy	98,740,367	110,611,427	3/10/20	607,850	—
Euro	JPHQ	Sell	98,740,367	110,049,298	3/10/20	—	(1,169,979)
Australian Dollar	HSBK	Sell	272,405,000	20,062,900,655	JPY 3/12/20	—	(6,099,966)
Australian Dollar	JPHQ	Sell	322,250,000	24,048,086,710	JPY 3/12/20	—	(4,314,426)
Australian Dollar	HSBK	Sell	138,350,000	10,286,391,675	JPY 3/13/20	—	(2,200,806)
Swedish Krona	DBAB	Buy	2,270,870,060	212,632,265	EUR 3/13/20	3,755,536	—
Norwegian Krone	DBAB	Buy	2,060,194,402	228,508,568	3/20/20	6,258,650	—
South Korean Won	CITI	Sell	465,402,500,000	395,363,802	3/20/20	—	(8,205,784)
Euro	GSCO	Buy	98,661,109	109,773,309	3/23/20	1,450,530	—
Euro	GSCO	Sell	98,661,108	110,577,397	3/23/20	—	(646,442)
Japanese Yen	HSBK	Buy	70,143,769,930	660,154,485	3/23/20	—	(11,633,304)
Japanese Yen	HSBK	Sell	70,143,769,930	669,652,637	3/23/20	21,131,456	—
Japanese Yen	JPHQ	Buy	47,483,415,958	446,530,250	3/23/20	—	(7,517,619)
Japanese Yen	JPHQ	Sell	47,483,415,958	451,770,292	3/23/20	12,757,661	—
Norwegian Krone	DBAB	Buy	1,243,434,000	139,075,688	3/23/20	2,618,867	—
Norwegian Krone	DBAB	Sell	1,243,434,000	136,347,428	3/23/20	—	(5,347,127)
Japanese Yen	JPHQ	Buy	12,323,948,130	116,995,324	3/24/20	—	(3,046,332)
Japanese Yen	JPHQ	Sell	12,323,948,130	117,259,683	3/24/20	3,310,691	—
Norwegian Krone	DBAB	Buy	935,306,000	104,014,190	3/24/20	2,567,973	—
Norwegian Krone	DBAB	Sell	935,306,000	101,784,288	3/24/20	—	(4,797,876)
Euro	CITI	Buy	39,100,000	43,318,890	3/25/20	765,524	—
Euro	CITI	Sell	39,100,000	43,518,300	3/25/20	—	(566,114)
Euro	HSBK	Sell	256,580,052	30,332,893,753	JPY 3/25/20	—	(8,809,724)
Euro	BZWS	Buy	121,193,300	134,945,709	3/31/20	1,750,034	—
Euro	BZWS	Sell	121,193,300	134,281,570	3/31/20	—	(2,414,174)
Euro	CITI	Buy	30,327,138	33,612,174	3/31/20	594,261	—
Euro	CITI	Sell	30,327,138	35,133,989	3/31/20	927,555	—
Euro	CITI	Sell	302,614,600	35,660,039,099	JPY 3/31/20	—	(11,470,710)
Euro	SCNY	Buy	225,919,558	251,604,805	3/31/20	3,213,259	—
Euro	SCNY	Sell	225,919,558	250,440,867	3/31/20	—	(4,377,197)
Euro	HSBK	Buy	111,328,000	123,943,689	4/01/20	1,632,637	—
Euro	HSBK	Sell	111,328,000	123,371,463	4/01/20	—	(2,204,863)
Euro	BOFA	Buy	177,149,495	197,396,796	4/08/20	2,512,150	—
Euro	BOFA	Sell	177,149,495	196,843,204	4/08/20	—	(3,065,742)
Euro	GSCO	Buy	127,740,000	142,272,980	4/08/20	1,878,539	—
Euro	GSCO	Sell	127,740,000	141,976,623	4/08/20	—	(2,174,896)
Mexican Peso	CITI	Sell	1,270,192,000	63,246,180	4/08/20	—	(2,900,007)
Euro	UBSW	Buy	154,764,200	173,345,190	4/09/20	1,313,347	—

**Templeton Global Bond Fund** (continued)

**Forward Exchange Contracts** (continued)

Currency	Counterparty <sup>a</sup>	Type	Quantity	Contract Amount <sup>*</sup>	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts</b> (continued)							
Euro	UBSW	Sell	154,764,200	172,190,649	4/09/20	\$ —	—\$ (2,467,888)
Euro	BZWS	Buy	202,258,000	225,410,473	4/14/20	2,917,982	—
Euro	BZWS	Sell	202,258,000	224,858,309	4/14/20	—	(3,470,147)
Euro	BOFA	Buy	177,095,041	198,265,447	4/15/20	1,669,052	—
Euro	BOFA	Sell	177,095,041	197,579,624	4/15/20	—	(2,354,875)
Euro	GSCO	Buy	311,139,260	346,832,854	4/15/20	4,433,178	—
Euro	GSCO	Sell	311,139,260	347,662,992	4/15/20	—	(3,603,039)
Swedish Krona	DBAB	Buy	2,270,870,900	208,929,065	EUR 4/15/20	7,814,767	—
Japanese Yen	HSBK	Buy	13,388,924,282	124,733,783	4/21/20	—	(741,061)
Euro	GSCO	Buy	98,685,171	110,727,229	4/23/20	740,556	—
Euro	GSCO	Sell	98,685,171	111,425,427	4/23/20	—	(42,358)
Euro	UBSW	Buy	245,086,718	274,759,367	4/24/20	2,090,470	—
Euro	UBSW	Sell	245,086,718	276,145,332	4/24/20	—	(704,504)
Euro	BOFA	Buy	260,447,167	292,082,642	4/29/20	2,209,915	—
Euro	BOFA	Sell	260,447,167	292,450,914	4/29/20	—	(1,841,642)
Euro	GSCO	Buy	204,004,038	228,985,352	4/29/20	1,529,230	—
Euro	GSCO	Sell	204,004,038	229,243,417	4/29/20	—	(1,271,165)
Euro	SCNY	Buy	221,525,985	248,347,244	4/29/20	1,966,282	—
Euro	SCNY	Sell	221,525,985	248,909,920	4/29/20	—	(1,403,606)
Euro	BOFA	Buy	260,447,167	292,103,478	4/30/20	2,207,399	—
Euro	BOFA	Sell	260,447,167	292,521,235	4/30/20	—	(1,789,641)
Euro	CITI	Sell	302,614,600	36,607,288,162	JPY 4/30/20	—	(2,775,134)
Euro	GSCO	Buy	164,724,987	184,907,916	4/30/20	1,234,847	—
Euro	GSCO	Sell	164,724,987	184,964,746	4/30/20	—	(1,178,017)
Brazilian Real	JPHQ	Sell	774,633,900	186,879,875	5/05/20	—	(4,808,997)
Swiss Franc	UBSW	Buy	182,206,073	165,963,250	EUR 5/08/20	2,404,593	—
Swiss Franc	GSCO	Buy	178,817,677	162,931,824	EUR 5/12/20	2,304,256	—
Swedish Krona	DBAB	Buy	2,270,871,160	213,329,497	EUR 5/13/20	2,741,303	—
Euro	BOFA	Buy	189,563,331	212,863,698	5/20/20	1,613,953	—
Euro	BOFA	Sell	189,563,331	212,070,185	5/20/20	—	(2,407,465)
Australian Dollar	JPHQ	Sell	1,263,057,774	91,600,195,829	JPY 5/21/20	—	(39,461,514)
Euro	BOFA	Buy	36,000,000	40,362,408	5/21/20	371,613	—
Euro	BOFA	Sell	79,015,000	88,560,012	5/21/20	—	(845,506)
Euro	GSCO	Sell	98,661,108	110,549,772	5/21/20	—	(1,085,330)
Euro	UBSW	Sell	23,478,000	26,314,142	5/21/20	—	(251,228)
Euro	HSBK	Sell	513,146,764	61,113,290,826	JPY 5/22/20	—	(13,714,051)
Japanese Yen	JPHQ	Buy	25,451,087,700	237,018,883	5/26/20	—	(855,975)
Swedish Krona	DBAB	Buy	403,702,175	42,428,866	5/26/20	974,652	—
Euro	BNDP	Sell	167,743,577	186,881,619	5/27/20	—	(2,991,347)
Euro	MSCO	Sell	385,872,751	430,325,292	5/27/20	—	(6,453,301)
Euro	BOFA	Sell	433,100,194	482,772,455	5/29/20	—	(7,525,155)
Euro	BZWS	Sell	121,193,300	135,612,878	5/29/20	—	(1,585,825)
Euro	GSCO	Sell	162,082,480	180,660,016	5/29/20	—	(2,827,902)
Brazilian Real	CITI	Buy	740,416,000	156,602,369	EUR 6/02/20	5,643,057	—
Euro	HSBK	Sell	172,450,000	193,329,384	6/04/20	—	(1,968,317)
Euro	SCNY	Sell	276,473,292	309,885,366	6/05/20	—	(3,237,087)

Templeton Global Bond Fund (continued)

Forward Exchange Contracts (continued)

Currency	Counterparty <sup>a</sup>	Type	Quantity	Contract Amount*	Settlement Date	Unrealized Appreciation	Unrealized Depreciation
<b>OTC Forward Exchange Contracts (continued)</b>							
Euro	UBSW	Sell	15,764,200	17,670,092	6/05/20	\$ —	\$ (183,803)
Japanese Yen	HSBK	Buy	12,854,977,220	121,871,691	6/08/20	—	(2,501,857)
Japanese Yen	JPHQ	Buy	12,209,005,415	115,882,311	6/08/20	—	(2,510,896)
Japanese Yen	JPHQ	Sell	12,209,005,415	116,663,320	6/08/20	3,291,905	—
Australian Dollar	HSBK	Sell	413,665,000	30,476,209,960	JPY 6/12/20	—	(8,291,812)
Australian Dollar	JPHQ	Sell	632,510,000	46,736,358,972	JPY 6/12/20	—	(11,405,687)
Euro	JPHQ	Sell	86,668,842	100,719,595	6/15/20	2,500,695	—
Norwegian Krone	JPHQ	Buy	1,654,058,800	180,752,687	6/15/20	7,737,541	—
Swedish Krona	DBAB	Buy	2,270,870,060	216,396,994	EUR 6/15/20	—	(860,346)
Swedish Krona	DBAB	Buy	2,270,871,661	212,361,986	EUR 6/15/20	3,712,567	—
Norwegian Krone	JPHQ	Buy	1,643,992,700	180,752,689	6/16/20	6,590,471	—
Mexican Peso	CITI	Sell	4,355,417,000	214,230,479	6/17/20	—	(10,271,437)
Norwegian Krone	JPHQ	Buy	1,684,107,200	186,859,343	6/19/20	5,055,195	—
Japanese Yen	JPHQ	Buy	23,767,265,972	224,745,522	6/22/20	—	(3,871,235)
Japanese Yen	JPHQ	Sell	13,066,000,000	124,943,438	6/22/20	3,518,305	—
Japanese Yen	BNDP	Buy	60,062,260,870	573,665,313	6/24/20	—	(15,430,929)
Euro	CITI	Sell	302,614,600	35,653,986,807	JPY 6/30/20	—	(11,774,685)
Euro	UBSW	Sell	119,762,500	135,984,331	7/23/20	—	(60,559)
Swiss Franc	UBSW	Buy	182,206,072	166,094,870	EUR 8/10/20	2,406,788	—
Swiss Franc	GSCO	Buy	178,817,677	163,065,546	EUR 8/12/20	2,297,472	—
Australian Dollar	JPHQ	Sell	631,528,893	44,882,695,249	JPY 8/21/20	—	(26,943,395)
Australian Dollar	CITI	Sell	229,875,438	16,316,248,248	JPY 8/24/20	—	(9,987,496)
Euro	HSBK	Sell	256,573,382	30,318,558,144	JPY 8/24/20	—	(9,278,056)
Japanese Yen	CITI	Buy	30,984,770,000	299,805,563	8/31/20	—	(10,716,956)
Japanese Yen	CITI	Sell	30,984,770,000	294,063,824	8/31/20	4,975,217	—
Japanese Yen	HSBK	Buy	12,854,977,030	123,861,608	9/08/20	—	(3,870,067)
Norwegian Krone	JPHQ	Buy	1,475,731,300	163,564,323	9/21/20	4,564,043	—
Euro	CITI	Sell	605,229,200	72,380,353,814	JPY 9/30/20	—	(14,016,758)
Euro	GSCO	Sell	195,619,980	218,883,108	10/05/20	—	(4,363,367)
Mexican Peso	CITI	Sell	1,303,300,000	63,246,113	10/08/20	—	(2,853,871)
Mexican Peso	CITI	Sell	978,884,000	47,434,594	10/09/20	—	(2,205,099)
Mexican Peso	CITI	Sell	3,263,613,000	157,828,680	10/13/20	—	(7,580,724)
Mexican Peso	CITI	Sell	4,803,893,000	233,155,680	10/15/20	—	(10,253,390)
Euro	BOFA	Sell	94,781,665	107,273,889	10/16/20	—	(968,196)
Mexican Peso	CITI	Sell	4,398,692,000	215,456,340	10/16/20	—	(7,391,249)
Swiss Franc	UBSW	Buy	182,206,073	166,222,151	EUR 11/09/20	2,410,066	—
Swiss Franc	GSCO	Buy	178,817,677	163,184,593	EUR 11/12/20	2,308,959	—
Total Forward Exchange Contracts						\$ 225,613,745	\$ (570,260,829)
Net unrealized appreciation (depreciation)						\$	(344,647,084)

\*In U.S. dollars unless otherwise indicated.

<sup>a</sup>May be comprised of multiple contracts with the same counterparty, currency and settlement date.

**Templeton Global Bond Fund** (continued)

At December 31, 2019, the Fund had the following interest rate swap contracts outstanding. See Note 1(c).

**Interest Rate Swap Contracts**

Description	Payment Frequency	Maturity Date	Notional Amount	Value/ Unrealized Appreciation (Depreciation)
<b>Centrally Cleared Swap Contracts</b>				
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 2.861%. . . . .	Semi-Annual	7/24/45	\$ 54,025,000	\$ (9,003,437)
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 2.574%. . . . .	Semi-Annual	8/24/45	482,400,000	(51,337,134)
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 2.537%. . . . .	Semi-Annual	4/13/47	404,700,000	(39,207,846)
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 2.587%. . . . .	Semi-Annual	7/27/47	980,700,000	(112,714,692)
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 2.980%. . . . .	Semi-Annual	2/20/48	422,692,000	(86,169,388)
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 3.002%. . . . .	Semi-Annual	2/22/48	422,692,000	(88,267,591)
Receive Floating 3-month USD LIBOR . . . . .	Quarterly			
Pay Fixed 3.019%. . . . .	Semi-Annual	2/23/48	422,692,000	(89,888,206)
Total Interest Rate Swap Contracts . . . . .				\$ (476,588,294)

See Note 9 regarding other derivative information.

See Abbreviations on page 51.



## Statement of Assets and Liabilities

December 31, 2019

### Templeton Global Bond Fund

Assets:

Investments in securities:	
Cost - Unaffiliated issuers . . . . .	\$25,528,960,164
Cost - Non-controlled affiliates (Note 3f) . . . . .	3,382,668,169
Value - Unaffiliated issuers . . . . .	\$22,616,774,055
Value - Non-controlled affiliates (Note 3f) . . . . .	3,382,668,169
Cash . . . . .	26,950,000
Restricted currency, at value (cost \$97,524,761) (Note 1d) . . . . .	96,378,491
Foreign currency, at value(cost \$22,134,349) . . . . .	22,199,956
Receivables:	
Capital shares sold . . . . .	119,252,329
Interest . . . . .	314,205,164
Affiliates . . . . .	118,612
Deposits with brokers for:	
OTC derivative contracts . . . . .	450,395,000
Centrally cleared swap contracts . . . . .	439,166,432
Variation margin on centrally cleared swap contracts . . . . .	36,474,404
Unrealized appreciation on OTC forward exchange contracts . . . . .	225,613,745
Other assets . . . . .	4,125
Total assets . . . . .	<u>27,730,200,482</u>

Liabilities:

Payables:	
Capital shares redeemed . . . . .	167,920,545
Management fees . . . . .	10,180,031
Distribution fees . . . . .	2,266,090
Transfer agent fees . . . . .	8,224,013
Deposits from brokers for:	
OTC derivative contracts . . . . .	1,010,000
Options written, at value (premiums received \$231,804,813) . . . . .	164,517,242
Unrealized depreciation on OTC forward exchange contracts . . . . .	570,260,829
Deferred tax . . . . .	27,282,042
Accrued expenses and other liabilities . . . . .	10,826,934
Total liabilities . . . . .	<u>962,487,726</u>
Net assets, at value . . . . .	<u>\$26,767,712,756</u>

Net assets consist of:

Paid-in capital . . . . .	\$31,249,314,257
Total distributable earnings (losses) . . . . .	(4,481,601,501)
Net assets, at value . . . . .	<u>\$26,767,712,756</u>

## Statement of Assets and Liabilities (continued)

December 31, 2019

### Templeton Global Bond Fund

**Class A:**

Net assets, at value	\$ 6,514,630,360
Shares outstanding	609,606,496
Net asset value per share <sup>a</sup>	\$10.69
Maximum offering price per share (net asset value per share ÷ 96.25%)	\$11.11

**Class C:**

Net assets, at value	\$ 1,392,223,410
Shares outstanding	129,908,962
Net asset value and maximum offering price per share <sup>a</sup>	\$10.72

**Class R:**

Net assets, at value	\$ 208,853,314
Shares outstanding	19,543,354
Net asset value and maximum offering price per share	\$10.69

**Class R6:**

Net assets, at value	\$ 4,407,298,544
Shares outstanding	414,269,860
Net asset value and maximum offering price per share	\$10.64

**Advisor Class:**

Net assets, at value	\$14,244,707,128
Shares outstanding	1,338,966,834
Net asset value and maximum offering price per share	\$10.64

<sup>a</sup>Redemption price is equal to net asset value less contingent deferred sales charges, if applicable.

## Statement of Operations

for the year ended December 31, 2019

### Templeton Global Bond Fund

Investment income:

Dividends:

Non-controlled affiliates (Note 3f) . . . . . \$ 120,725,792

Interest: (net of foreign taxes)~

Unaffiliated issuers . . . . . 1,846,768,571

Total investment income . . . . . 1,967,494,363

Expenses:

Management fees (Note 3a) . . . . . 153,926,604

Distribution fees: (Note 3c)

Class A . . . . . 19,193,494

Class C . . . . . 12,401,616

Class R . . . . . 1,138,745

Transfer agent fees: (Note 3e)

Class A . . . . . 11,089,203

Class C . . . . . 2,757,270

Class R . . . . . 329,580

Class R6 . . . . . 1,933,516

Advisor Class . . . . . 25,588,907

Custodian fees (Note 4) . . . . . 9,164,461

Reports to shareholders . . . . . 2,442,141

Registration and filing fees . . . . . 587,266

Professional fees . . . . . 140,029

Trustees' fees and expenses . . . . . 624,419

Other . . . . . 4,294,499

Total expenses . . . . . 245,611,750

Expenses waived/paid by affiliates (Note 3f and 3g) . . . . . (23,149,410)

Net expenses . . . . . 222,462,340

Net investment income . . . . . 1,745,032,023

Realized and unrealized gains (losses):

Net realized gain (loss) from:

Investments:#

Unaffiliated issuers . . . . . (481,105,346)

Written options . . . . . 56,381,652

Foreign currency transactions . . . . . (61,484,770)

Forward exchange contracts . . . . . 1,072,433,714

Swap contracts . . . . . (720,052,956)

Net realized gain (loss) . . . . . (133,827,706)

Net change in unrealized appreciation (depreciation) on:

Investments:

Unaffiliated issuers . . . . . (607,935,492)

Translation of other assets and liabilities  
denominated in foreign currencies . . . . . 1,377,141

Forward exchange contracts . . . . . (293,162,139)

Written options . . . . . 67,287,571

Swap contracts . . . . . (642,859,404)

Change in deferred taxes on unrealized appreciation . . . . . 10,401,477

Net change in unrealized appreciation (depreciation) . . . . . (1,464,890,846)

Net realized and unrealized gain (loss) . . . . . (1,598,718,552)

Net increase (decrease) in net assets resulting from operations . . . . . \$ 146,313,471

**Statement of Operations** (continued)  
for the year ended December 31, 2019

**Templeton Global Bond Fund**

~Foreign taxes withheld on interest . . . . .	\$	48,337,968
#Net of foreign taxes . . . . .	\$	8,569,531

## Statements of Changes in Net Assets

### Templeton Global Bond Fund

	Year Ended December 31,	
	2019	2018
Increase (decrease) in net assets:		
Operations:		
Net investment income . . . . .	\$ 1,745,032,023	\$ 1,881,305,349
Net realized gain (loss) . . . . .	(133,827,706)	872,684,714
Net change in unrealized appreciation (depreciation) . . . . .	(1,464,890,846)	(2,273,047,672)
Net increase (decrease) in net assets resulting from operations . . . . .	146,313,471	480,942,391
Distributions to shareholders:		
Class A . . . . .	(450,594,449)	(557,200,572)
Class C . . . . .	(102,741,096)	(154,357,753)
Class R . . . . .	(12,804,137)	(15,214,928)
Class R6 . . . . .	(286,196,893)	(277,790,647)
Advisor Class . . . . .	(1,083,896,447)	(1,317,299,338)
Total distributions to shareholders . . . . .	(1,936,233,022)	(2,321,863,238)
Capital share transactions: (Note 2)		
Class A . . . . .	(1,464,401,812)	(823,064,124)
Class C . . . . .	(726,315,359)	(882,670,395)
Class R . . . . .	(18,340,182)	(21,965,769)
Class R6 . . . . .	598,029,081	432,049,270
Advisor Class . . . . .	(3,256,125,030)	(1,280,741,905)
Total capital share transactions . . . . .	(4,867,153,302)	(2,576,392,923)
Net increase (decrease) in net assets . . . . .	(6,657,072,853)	(4,417,313,770)
Net assets:		
Beginning of year . . . . .	33,424,785,609	37,842,099,379
End of year . . . . .	\$26,767,712,756	\$33,424,785,609

# Notes to Financial Statements

## Templeton Global Bond Fund

### 1. Organization and Significant Accounting Policies

Templeton Income Trust (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of four separate funds and applies the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP). Templeton Global Bond Fund (Fund) is included in this report. The Fund offers five classes of shares: Class A, Class C, Class R, Class R6 and Advisor Class. Class C shares automatically convert to Class A shares after they have been held for 10 years. Each class of shares may differ by its initial sales load, contingent deferred sales charges, voting rights on matters affecting a single class, its exchange privilege and fees due to differing arrangements for distribution and transfer agent fees.

The following summarizes the Fund's significant accounting policies.

#### a. Financial Instrument Valuation

The Fund's investments in financial instruments are carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Fund calculates the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Fund's administrator has responsibility for oversight of valuation, including leading the cross-functional Valuation Committee (VC). The Fund may utilize independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Debt securities generally trade in the over-the-counter (OTC) market rather than on a securities exchange. The Fund's pricing services use multiple valuation techniques to determine fair value. In instances where sufficient market activity exists, the pricing services may utilize a market-based approach through which quotes from market makers are used to determine fair value. In instances where sufficient market activity may not exist or is limited, the pricing services also utilize proprietary valuation models which may consider market characteristics such as benchmark yield curves, credit spreads, estimated default rates, anticipated market interest rate volatility, coupon rates, anticipated timing of principal

repayments, underlying collateral, and other unique security features in order to estimate the relevant cash flows, which are then discounted to calculate the fair value. Securities denominated in a foreign currency are converted into their U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the date that the values of the foreign debt securities are determined.

Investments in open-end mutual funds are valued at the closing NAV.

Certain derivative financial instruments are centrally cleared or trade in the OTC market. The Fund's pricing services use various techniques including industry standard option pricing models and proprietary discounted cash flow models to determine the fair value of those instruments. The Fund's net benefit or obligation under the derivative contract, as measured by the fair value of the contract, is included in net assets.

The Fund has procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Fund primarily employs a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, book values, and other relevant information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

#### b. Foreign Currency Translation

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against U.S. dollars on the date of valuation. The Fund may enter into foreign currency exchange contracts to facilitate transactions denominated in a foreign currency. Purchases and sales of securities, income and expense items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date. Portfolio securities and assets and liabilities denominated in foreign currencies contain risks that those currencies will decline in value relative to the U.S. dollar. Occasionally,

**Templeton Global Bond Fund** (continued)

events may impact the availability or reliability of foreign exchange rates used to convert the U.S. dollar equivalent value. If such an event occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Board.

The Fund does not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized and unrealized gain or loss from investments in the Statement of Operations.

Realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in foreign exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period.

**c. Derivative Financial Instruments**

The Fund invested in derivative financial instruments in order to manage risk or gain exposure to various other investments or markets. Derivatives are financial contracts based on an underlying or notional amount, require no initial investment or an initial net investment that is smaller than would normally be required to have a similar response to changes in market factors, and require or permit net settlement. Derivatives contain various risks including the potential inability of the counterparty to fulfill their obligations under the terms of the contract, the potential for an illiquid secondary market, and/or the potential for market movements which expose the Fund to gains or losses in excess of the amounts shown in the Statement of Assets and Liabilities. Realized gain and loss and unrealized appreciation and depreciation on these contracts for the period are included in the Statement of Operations.

Derivative counterparty credit risk is managed through a formal evaluation of the creditworthiness of all potential counterparties. The Fund attempts to reduce its exposure to counterparty credit risk on OTC derivatives, whenever possible, by entering into International Swaps and Derivatives Association (ISDA) master agreements with certain counterparties. These agreements contain various provisions, including but not limited to collateral requirements, events of

default, or early termination. Termination events applicable to the counterparty include certain deteriorations in the credit quality of the counterparty. Termination events applicable to the Fund include failure of the Fund to maintain certain net asset levels and/or limit the decline in net assets over various periods of time. In the event of default or early termination, the ISDA master agreement gives the non-defaulting party the right to net and close-out all transactions traded, whether or not arising under the ISDA agreement, to one net amount payable by one counterparty to the other. However, absent an event of default or early termination, OTC derivative assets and liabilities are presented gross and not offset in the Statement of Assets and Liabilities. Early termination by the counterparty may result in an immediate payment by the Fund of any net liability owed to that counterparty under the ISDA agreement.

Collateral requirements differ by type of derivative. Collateral or initial margin requirements are set by the broker or exchange clearing house for exchange traded and centrally cleared derivatives. Initial margin deposited is held at the exchange and can be in the form of cash and/or securities. For OTC derivatives traded under an ISDA master agreement, posting of collateral is required by either the Fund or the applicable counterparty if the total net exposure of all OTC derivatives with the applicable counterparty exceeds the minimum transfer amount, which typically ranges from \$100,000 to \$250,000, and can vary depending on the counterparty and the type of the agreement. Generally, collateral is determined at the close of Fund business each day and any additional collateral required due to changes in derivative values may be delivered by the Fund or the counterparty the next business day, or within a few business days. Collateral pledged and/or received by the Fund for OTC derivatives, if any, is held in segregated accounts with the Fund's custodian/counterparty broker and can be in the form of cash and/or securities. Unrestricted cash may be invested according to the Fund's investment objectives. To the extent that the amounts due to the Fund from its counterparties are not subject to collateralization or are not fully collateralized, the Fund bears the risk of loss from counterparty non-performance.

The Fund entered into OTC forward exchange contracts primarily to manage and/or gain exposure to certain foreign currencies. A forward exchange contract is an agreement between the Fund and a counterparty to buy or sell a foreign currency at a specific exchange rate on a future date.

## Templeton Global Bond Fund (continued)

### 1. Organization and Significant Accounting Policies (continued)

#### c. Derivative Financial Instruments (continued)

The Fund entered into interest rate swap contracts primarily to manage interest rate risk. An interest rate swap is an agreement between the Fund and a counterparty to exchange cash flows based on the difference between two interest rates, applied to a notional amount. These agreements may be privately negotiated in the over-the-counter market (OTC interest rate swaps) or may be executed on a registered exchange (centrally cleared interest rate swaps). For centrally cleared interest rate swaps, required initial margins are pledged by the Fund, and the daily change in fair value is accounted for as a variation margin payable or receivable in the Statement of Assets and Liabilities. Over the term of the contract, contractually required payments to be paid and to be received are accrued daily and recorded as unrealized depreciation and appreciation until the payments are made, at which time they are realized.

The Fund purchased or wrote OTC option contracts primarily to manage and/or gain exposure to foreign exchange rate risk. An option is a contract entitling the holder to purchase or sell a specific amount of shares or units of an asset or notional amount of a swap (swaption), at a specified price. When an option is purchased or written, an amount equal to the premium paid or received is recorded as an asset or liability, respectively. Upon exercise of an option, the acquisition cost or sales proceeds of the underlying investment is adjusted by any premium received or paid. Upon expiration of an option, any premium received or paid is recorded as a realized gain or loss. Upon closing an option other than through expiration or exercise, the difference between the premium received or paid and the cost to close the position is recorded as a realized gain or loss.

The Fund invests in value recovery instruments (VRI) primarily to gain exposure to economic growth. Periodic payments from VRI are dependent on established benchmarks for underlying variables. VRI has a notional amount, which is used to calculate amounts of payments to holders. Payments are recorded upon receipt as realized gains in the Statement of Operations. The risks of investing in VRI include growth risk, liquidity, and the potential loss of investment.

See Note 9 regarding other derivative information.

#### d. Restricted Currency

At December 31, 2019, the Fund held currencies in certain markets in which the ability to repatriate such currency is limited. As a result of such limitations on repatriation, the Fund may incur substantial delays in gaining access to these assets and may be exposed to potential adverse movements in currency value.

#### e. Income and Deferred Taxes

It is the Fund's policy to qualify as a regulated investment company under the Internal Revenue Code. The Fund intends to distribute to shareholders substantially all of its taxable income and net realized gains to relieve it from federal income and excise taxes. As a result, no provision for U.S. federal income taxes is required.

The Fund may be subject to foreign taxation related to income received, capital gains on the sale of securities and certain foreign currency transactions in the foreign jurisdictions in which it invests. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Fund invests. When a capital gain tax is determined to apply, the Fund records an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date.

The Fund may recognize an income tax liability related to its uncertain tax positions under U.S. GAAP when the uncertain tax position has a less than 50% probability that it will be sustained upon examination by the tax authorities based on its technical merits. As of December 31, 2019, the Fund has determined that no tax liability is required in its financial statements related to uncertain tax positions for any open tax years (or expected to be taken in future tax years). Open tax years are those that remain subject to examination and are based on the statute of limitations in each jurisdiction in which the Fund invests.

#### f. Security Transactions, Investment Income, Expenses and Distributions

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income and estimated expenses are accrued daily. Amortization of premium and accretion of discount on debt securities are included in interest income. Dividend income is recorded on the ex-dividend date. Distributions to shareholders are



**Templeton Global Bond Fund** (continued)

recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions by class are generally due to differences in class specific expenses.

Inflation-indexed bonds are adjusted for inflation through periodic increases or decreases in the security's interest accruals, face amount, or principal redemption value, by

amounts corresponding to the rate of inflation as measured by an index. Any increase or decrease in the face amount or principal redemption value will be included as interest income in the Statement of Operations.

**g. Accounting Estimates**

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

**h. Guarantees and Indemnifications**

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Fund, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

**2. Shares of Beneficial Interest**

At December 31, 2019, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares were as follows:

	Year Ended December 31,			
	2019		2018	
	Shares	Amount	Shares	Amount
<b>Class A Shares:</b>				
Shares sold <sup>a</sup> . . . . .	137,611,766	\$ 1,533,264,819	182,347,620	\$ 2,136,666,269
Shares issued in reinvestment of distributions . . . . .	38,387,362	426,738,930	45,864,962	530,435,217
Shares redeemed . . . . .	(307,683,804)	(3,424,405,561)	(298,813,486)	(3,490,165,610)
Net increase (decrease). . . . .	(131,684,676)	\$(1,464,401,812)	(70,600,904)	\$ (823,064,124)
<b>Class C Shares:</b>				
Shares sold . . . . .	13,548,410	\$ 151,865,696	11,849,791	\$ 139,437,612
Shares issued in reinvestment of distributions . . . . .	8,148,728	90,991,905	11,881,218	137,865,021
Shares redeemed <sup>a</sup> . . . . .	(87,656,361)	(969,172,960)	(98,914,466)	(1,159,973,028)
Net increase (decrease). . . . .	(65,959,223)	\$(726,315,359)	(75,183,457)	\$ (882,670,395)

**Templeton Global Bond Fund** (continued)

**2. Shares of Beneficial Interest** (continued)

	Year Ended December 31,			
	2019		2018	
	Shares	Amount	Shares	Amount
<b>Class R Shares:</b>				
Shares sold . . . . .	5,242,028	\$ 58,489,043	5,543,830	\$ 65,061,723
Shares issued in reinvestment of distributions . . . . .	1,110,292	12,316,999	1,240,090	14,331,689
Shares redeemed . . . . .	(8,022,260)	(89,146,224)	(8,632,695)	(101,359,181)
Net increase (decrease). . . . .	(1,669,940)	\$ (18,340,182)	(1,848,775)	\$ (21,965,769)
<b>Class R6 Shares:</b>				
Shares sold . . . . .	158,867,377	\$ 1,776,522,575	104,154,321	\$ 1,220,751,045
Shares issued in reinvestment of distributions . . . . .	22,483,223	247,906,617	22,604,811	260,294,994
Shares redeemed . . . . .	(130,160,868)	(1,426,400,111)	(90,365,753)	(1,048,996,769)
Net increase (decrease). . . . .	51,189,732	\$ 598,029,081	36,393,379	\$ 432,049,270
<b>Advisor Class Shares:</b>				
Shares sold . . . . .	448,155,451	\$ 4,971,329,931	423,530,275	\$ 4,956,365,495
Shares issued in reinvestment of distributions . . . . .	87,051,750	962,385,089	97,996,461	1,128,514,511
Shares redeemed . . . . .	(841,142,266)	(9,189,840,050)	(633,059,421)	(7,365,621,911)
Net increase (decrease). . . . .	(305,935,065)	\$(3,256,125,030)	(111,532,685)	\$(1,280,741,905)

<sup>a</sup>May include a portion of Class C shares that were automatically converted to Class A.

**3. Transactions with Affiliates**

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Fund are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Templeton Distributors, Inc. (Distributors)	Principal underwriter
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

**Templeton Global Bond Fund** (continued)

**a. Management Fees**

The Fund pays an investment management fee to Advisers based on the average daily net assets of the Fund as follows:

<b>Annualized Fee Rate</b>	<b>Net Assets</b>
0.650%	Up to and including \$200 million
0.585%	Over \$200 million, up to and including \$700 million
0.550%	Over \$700 million, up to and including \$1.2 billion
0.525%	Over \$1.2 billion, up to and including \$1.3 billion
0.475%	Over \$1.3 billion, up to and including \$35 billion
0.470%	Over \$35 billion, up to and including \$50 billion
0.465%	Over \$50 billion, up to and including \$65 billion
0.460%	Over \$65 billion, up to and including \$80 billion
0.455%	In excess of \$80 billion

For the year ended December 31, 2019, the gross effective investment management fee rate was 0.479% of the Fund's average daily net assets.

**b. Administrative Fees**

Under an agreement with Advisers, FT Services provides administrative services to the Fund. The fee is paid by Advisers based on the Fund's average daily net assets, and is not an additional expense of the Fund.

**c. Distribution Fees**

The Board has adopted distribution plans for each share class, with the exception of Class R6 and Advisor Class shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Fund's Class A reimbursement distribution plan, the Fund reimburses Distributors for costs incurred in connection with the servicing, sale and distribution of the Fund's shares up to the maximum annual plan rate. Under the Class A reimbursement distribution plan, costs exceeding the maximum for the current plan year cannot be reimbursed in subsequent periods. In addition, under the Fund's Class C and R compensation distribution plans, the Fund pays Distributors for costs incurred in connection with the servicing, sale and distribution of the Fund's shares up to the maximum annual plan rate for each class. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31.

The maximum annual plan rates, based on the average daily net assets, for each class, are as follows:

Class A . . . . .	0.25%
Class C . . . . .	0.65%
Class R . . . . .	0.50%

**d. Sales Charges/Underwriting Agreements**

Front-end sales charges and contingent deferred sales charges (CDSC) do not represent expenses of the Fund. These charges are deducted from the proceeds of sales of Fund shares prior to investment or from redemption proceeds prior to remittance, as applicable. Distributors has advised the Fund of the following commission transactions related to the sales and redemptions of the Fund's shares for the year:

Sales charges retained net of commissions paid to unaffiliated brokers/dealers . . . . .	\$199,307
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**Templeton Global Bond Fund** (continued)

**3. Transactions with Affiliates** (continued)

**d. Sales Charges/Underwriting Agreements** (continued)

CDSC retained . . . . . \$134,190

Effective March 1, 2019, certain front-end sales charges on Class A and A1 shares, if any, were lowered. Further details are disclosed in the Fund's Prospectus.

**e. Transfer Agent Fees**

Each class of shares pays transfer agent fees to Investor Services for its performance of shareholder servicing obligations. The fees are based on an annualized asset based fee of 0.02% plus a transaction based fee. In addition, each class reimburses Investor Services for out of pocket expenses incurred and, except for Class R6, reimburses shareholder servicing fees paid to third parties. These fees are allocated daily based upon their relative proportion of such classes' aggregate net assets. Class R6 pays Investor Services transfer agent fees specific to that class.

For the year ended December 31, 2019, the Fund paid transfer agent fees of \$41,698,476, of which \$12,779,889 was retained by Investor Services.

**f. Investments in Affiliated Management Investment Companies**

The Fund invests in one or more affiliated management investment companies for purposes other than exercising a controlling influence over the management or policies. Management fees paid by the Fund are waived on assets invested in the affiliated management investment companies, as noted in the Statement of Operations, in an amount not to exceed the management and administrative fees paid directly or indirectly by each affiliate. During the year ended December 31, 2019, the Fund held investments in affiliated management investment companies as follows:

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Dividend Income
<b>Non-Controlled Affiliates</b>								
Institutional Fiduciary Trust Money Market Portfolio, 1.26% . . . . .	\$7,481,574,945	\$13,590,123,163	\$(17,689,029,939)	\$ —	\$ —	\$3,382,668,169	3,382,668,169	\$120,725,792

**g. Waiver and Expense Reimbursements**

Investor Services has contractually agreed in advance to waive or limit its fees so that the Class R6 transfer agent fees do not exceed 0.02% based on the average net assets of the class until April 30, 2020.

**h. Interfund Transactions**

The Fund engaged in purchases and sales of investments with funds or other accounts that have common investment managers (or affiliated investment managers), directors, trustees or officers. During the year ended December 31, 2019, these purchase and sale transactions aggregated \$0 and \$224,777,755, respectively.

**Templeton Global Bond Fund** (continued)

**4. Expense Offset Arrangement**

The Fund has entered into an arrangement with its custodian whereby credits realized as a result of uninvested cash balances are used to reduce a portion of the Fund's custodian expenses. During the year ended December 31, 2019, there were no credits earned.

**5. Income Taxes**

For tax purposes, capital losses may be carried over to offset future capital gains.

At December 31, 2019, the capital loss carryforwards were as follows:

Capital loss carryforwards not subject to expiration:	
Short term . . . . .	\$ 90,236,615
Long term . . . . .	<u>597,474,290</u>
Total capital loss carryforwards . . . . .	<u>\$687,710,905</u>

For tax purposes, the Fund may elect to defer any portion of a post-October capital loss or late-year ordinary loss to the first day of the following fiscal year. At December 31, 2019, the Fund deferred late-year ordinary losses of \$85,601,917.

The tax character of distributions paid during the years ended December 31, 2019 and 2018, was as follows:

	<u>2019</u>	<u>2018</u>
Distributions paid from ordinary income . . . . .	\$1,936,233,022	\$2,321,863,238

At December 31, 2019, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments . . . . .	<u>\$28,708,705,002</u>
Unrealized appreciation . . . . .	\$ 1,162,028,732
Unrealized depreciation . . . . .	<u>(4,834,560,243)</u>
Net unrealized appreciation (depreciation) . . . . .	<u>\$ (3,672,531,511)</u>

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of foreign currency transactions, tax straddles and bond discounts and premiums.

**6. Investment Transactions**

Purchases and sales of investments (excluding short term securities) for the year ended December 31, 2019, aggregated \$8,009,456,922 and \$6,208,036,588, respectively.

**7. Credit Risk**

At December 31, 2019, the Fund had 14.1% of its portfolio invested in high yield securities or other securities rated below investment grade and unrated securities, if any. These securities may be more sensitive to economic conditions causing greater price volatility and are potentially subject to a greater risk of loss due to default than higher rated securities.

**Templeton Global Bond Fund** (continued)

**8. Concentration of Risk**

Investments in issuers domiciled or with significant operations in developing or emerging market countries may be subject to higher risks than investments in developed countries. These risks include fluctuating currency values, underdeveloped legal or business systems, and changing local and regional economic, political and social conditions, which may result in greater market volatility. In addition, certain foreign securities may not be as liquid as U.S. securities. Currencies of developing or emerging market countries may be subject to significantly greater risks than currencies of developed countries, including the potential inability to repatriate those currencies into U.S. dollars.

At December 31, 2019, the Fund had 2.2% of its net assets denominated in Argentine Pesos, which has restricted currency repatriation since September 2019, and had restructured certain issues of its debt. Political and economic conditions in Argentina could continue to affect the value of the Fund's holdings.

**9. Other Derivative Information**

At December 31, 2019, investments in derivative contracts are reflected in the Statement of Assets and Liabilities as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	Asset Derivatives		Liability Derivatives	
	Statement of Assets and Liabilities Location	Fair Value	Statement of Assets and Liabilities Location	Fair Value
Interest rate contracts . . . . .	Variation margin on centrally cleared swap contracts	\$ —	Variation margin on centrally cleared swap contracts	\$ 476,588,294 <sup>a</sup>
Foreign exchange contracts . . .	Investments in securities, at value	94,718,505 <sup>b</sup>	Options written, at value	164,517,242
	Unrealized appreciation on OTC forward exchange contracts	225,613,745	Unrealized depreciation on OTC forward exchange contracts	570,260,829
Totals. . . . .		<u>\$320,332,250</u>		<u>\$1,211,366,365</u>

<sup>a</sup>This amount reflects the cumulative appreciation (depreciation) of centrally cleared swap contracts as reported in the Statement of Investments. Only the variation margin receivable/payable at year end is separately reported within the Statement of Assets and Liabilities. Prior variation margin movements were recorded to cash upon receipt or payment.

<sup>b</sup>Purchased option contracts are included in investments in securities, at value in the Statement of Assets and Liabilities.

For the year ended December 31, 2019, the effect of derivative contracts in the Statement of Operations was as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	Statement of Operations Location	Net Realized Gain (Loss) for the Year	Statement of Operations Location	Net Change in Unrealized Appreciation (Depreciation) for the Year
	Net realized gain (loss) from:		Net change in unrealized appreciation (depreciation) on:	
Interest rate contracts . . . . .	Swap contracts	\$ (720,052,956)	Swap contracts	\$(642,859,404)
Foreign exchange contracts . . .	Investments	(65,910,803) <sup>a</sup>	Investments	(235,258,248) <sup>a</sup>
	Written options	56,381,652	Written options	67,287,571
	Forward exchange contracts	1,072,433,714	Forward exchange contracts	(293,162,139)

**Templeton Global Bond Fund** (continued)

Derivative Contracts Not Accounted for as Hedging Instruments	Statement of Operations Location	Net Realized Gain (Loss) for the Year	Statement of Operations Location	Net Change in Unrealized Appreciation (Depreciation) for the Year
	Net realized gain (loss) from:		Net change in unrealized appreciation (depreciation) on:	
Value recovery instruments . . .	Investments	\$ 89,965,358 <sup>a</sup>	Investments	\$ (74,194,372) <sup>a</sup>
Totals . . . . .		<u>\$432,816,965</u>		<u>\$(1,178,186,592)</u>

<sup>a</sup>Purchased option contracts and VRI are included in net realized gain (loss) from investments and net change in unrealized appreciation (depreciation) on investments in the Statement of Operations.

For the year ended December 31, 2019, the average month end notional amount of options and swap contracts, the average month end contract value for forward exchange contracts, and average month end fair value of VRI, were as follows:

Options . . . . .	\$16,351,593,120
Swap contracts . . . . .	\$ 6,776,910,846
Forward exchange contracts . . . . .	\$38,350,922,160
VRI . . . . .	\$ 83,968,079

At December 31, 2019, OTC derivative assets and liabilities are as follows:

	<b>Gross Amounts of Assets and Liabilities Presented in the Statement of Assets and Liabilities</b>	
	Assets <sup>a</sup>	Liabilities <sup>a</sup>
<b>Derivatives</b>		
Forward exchange contracts . . . .	\$225,613,745	\$570,260,829
Options purchased . . . . .	94,718,505	—
Options written . . . . .	—	164,517,242
Total . . . . .	<u>\$320,332,250</u>	<u>\$734,778,071</u>

<sup>a</sup>Absent an event of default or early termination, OTC derivative assets and liabilities are presented gross and not offset in the Statement of Assets and Liabilities.

**Templeton Global Bond Fund** (continued)

**9. Other Derivative Information** (continued)

At December 31, 2019, OTC derivative assets, which may be offset against OTC derivative liabilities and collateral received from the counterparty, are as follows:

	Gross Amounts of Assets Presented in the Statement of Assets and Liabilities	Amounts Not Offset in the Statement of Assets and Liabilities			Net Amount (Not less than zero)
		Financial Instruments Available for Offset	Financial Instruments Collateral Received <sup>a,b</sup>	Cash Collateral Received	
<b>Counterparty</b>					
BNDP . . . . .	\$ —	\$ —	\$ —	\$ —	\$ —
BOFA . . . . .	12,079,294	(12,079,294)	—	—	—
BZWS . . . . .	4,668,016	(4,668,016)	—	—	—
CITI . . . . .	103,228,356	(103,228,356)	—	—	—
DBAB . . . . .	40,987,561	(21,979,853)	(17,997,708)	(1,010,000)	—
GSCO . . . . .	20,918,795	(20,918,795)	—	—	—
HSBK . . . . .	26,678,737	(26,678,737)	—	—	—
JPHQ . . . . .	71,303,722	(71,303,722)	—	—	—
MSCO . . . . .	18,779,309	(18,779,309)	—	—	—
SCNY . . . . .	8,657,210	(8,657,210)	—	—	—
UBSW . . . . .	13,031,250	(3,667,982)	(9,282,913)	—	80,355
<b>Total . . . . .</b>	<b>\$320,332,250</b>	<b>\$(291,961,274)</b>	<b>\$(27,280,621)</b>	<b>\$(1,010,000)</b>	<b>\$80,355</b>



**Templeton Global Bond Fund** (continued)

At December 31, 2019, OTC derivative liabilities, which may be offset against OTC derivative assets and collateral pledged to the counterparty, are as follows:

Counterparty	Gross Amounts of Liabilities Presented in the Statement of Assets and Liabilities	Amounts Not Offset in the Statement of Assets and Liabilities			Net Amount (Not less than zero)
		Financial Instruments Available for Offset	Financial Instruments Collateral Pledged	Cash Collateral Pledged <sup>b</sup>	
BNDP . . . . .	\$ 21,335,614	\$ —	\$ —	\$ (21,335,614)	\$ —
BOFA . . . . .	22,939,732	(12,079,294)	—	(10,151,000)	709,438
BZWS . . . . .	7,470,146	(4,668,016)	—	(2,381,000)	421,130
CITI . . . . .	313,212,830	(103,228,356)	—	(209,984,474)	—
DBAB . . . . .	21,979,853	(21,979,853)	—	—	—
GSCO . . . . .	22,448,989	(20,918,795)	—	(1,100,000)	430,194
HSBK . . . . .	106,844,829	(26,678,737)	—	(78,312,000)	1,854,092
JPHQ . . . . .	180,301,109	(71,303,722)	—	(108,680,000)	317,387
MSCO . . . . .	23,617,680	(18,779,309)	—	(2,820,000)	2,018,371
SCNY . . . . .	10,959,307	(8,657,210)	—	(1,860,000)	442,097
UBSW . . . . .	3,667,982	(3,667,982)	—	—	—
Total . . . . .	\$734,778,071	\$(291,961,274)	\$ —	\$(436,624,088)	\$6,192,709

<sup>a</sup> At December 31, 2019, the Fund received U.S. Treasury Bills, Bonds and Notes as collateral for derivatives.

<sup>b</sup> In some instances, the collateral amounts disclosed in the table above were adjusted due to the requirement to limit collateral amounts to avoid the effect of overcollateralization. Actual collateral received and/or pledged may be more than the amounts disclosed herein.

See Note 1(c) regarding derivative financial instruments.

See Abbreviations on page 51.

**10. Credit Facility**

The Fund, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling \$2 billion (Global Credit Facility) which matured on February 7, 2020. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests. Effective February 7, 2020, the Borrowers renewed the Global Credit Facility for a one year term, maturing February 5, 2021, for a total of \$2 billion.

Under the terms of the Global Credit Facility, the Fund shall, in addition to interest charged on any borrowings made by the Fund and other costs incurred by the Fund, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are reflected in other expenses in the Statement of Operations. During the year ended December 31, 2019, the Fund did not use the Global Credit Facility.

**Templeton Global Bond Fund** (continued)

**11. Fair Value Measurements**

The Fund follows a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Fund's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Fund's financial instruments and are summarized in the following fair value hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of financial instruments)

The input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level.

A summary of inputs used as of December 31, 2019, in valuing the Fund's assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Investments in Securities: <sup>a</sup>				
Foreign Government and Agency Securities:				
Argentina . . . . .	\$ —	\$ 47,870,222	\$ 421,896,146	\$ 469,766,368
All Other Foreign Government and Agency Securities . . . . .	—	14,925,965,084	—	14,925,965,084
U.S. Government and Agency Securities . . . . .	—	5,426,957,886	—	5,426,957,886
Options Purchased . . . . .	—	94,718,505	—	94,718,505
Short Term Investments:				
Argentina . . . . .	—	—	41,783,420	41,783,420
All Other Short Term Investments . . . . .	3,382,668,169	1,657,582,792	—	5,040,250,961
Total Investments in Securities . . . . .	\$ 3,382,668,169	\$ 22,153,094,489	\$ 463,679,566	\$ 25,999,442,224
Other Financial Instruments:				
Forward Exchange Contracts . . . . .	\$ —	\$ 225,613,745	\$ —	\$ 225,613,745
Restricted Currency (ARS) . . . . .	—	—	96,378,491	96,378,491
Total other Financial Instruments . . . . .	\$ —	\$ 225,613,745	\$ 96,378,491	\$ 321,992,236
Receivables:				
Interest (ARS) . . . . .	\$ —	\$ —	\$ 20,624,672	\$ 20,624,672
<b>Liabilities:</b>				
Other Financial Instruments:				
Options Written . . . . .	\$ —	\$ 164,517,242	\$ —	\$ 164,517,242
Forward Exchange Contracts . . . . .	—	570,260,829	—	570,260,829
Swap Contracts . . . . .	—	476,588,294	—	476,588,294
Total Other Financial Instruments . . . . .	\$ —	\$ 1,211,366,365	\$ —	\$ 1,211,366,365
Payables:				
Deferred Tax (ARS) . . . . .	\$ —	\$ —	\$ 57,813	\$ 57,813

<sup>a</sup>For detailed categories, see the accompanying Statement of Investments.

**Templeton Global Bond Fund** (continued)

A reconciliation of assets and/or liabilities in which Level 3 inputs are used in determining fair value is presented when there are significant Level 3 assets and/or liabilities at the beginning and/or end of the year. At December 31, 2019, the reconciliations of assets and/or liabilities, is as follows:

	Balance at Beginning of Year	Purchases	Sales	Transfer Into Level 3 <sup>a</sup>	Transfer Out of Level 3	Cost Basis Adjustments <sup>b</sup>	Net Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Balance at End of Year	Net Change in Unrealized Appreciation (Depreciation) on Assets Held at Year End
<b>Assets:</b>										
Investments in Securities:										
Foreign Government and Agency Securities:										
Argentina . . .	\$—	\$ 20,649,206	\$ —	\$376,883,120	\$—	\$ 95,308,360	\$ —	\$(70,944,540)	\$421,896,146	\$25,767,590
Short Term Investments:										
Argentina . . .	—	32,471,697	(2,637,225)	696,974	—	8,260,040	(4,141,302)	7,133,236	41,783,420	7,987,948
Total Investments in Securities . . . .	\$—	\$ 53,120,903	\$ (2,637,225)	\$377,580,094	\$—	\$103,568,400	\$ (4,141,302)	\$(63,811,304)	\$463,679,566	\$33,755,538
Other Financial Instruments:										
Restricted Currency (ARS) . . . .	\$—	\$136,785,429	\$(54,568,940)	\$ 24,548,676	\$—	\$ —	\$(16,265,120)	\$ 5,878,446	\$ 96,378,491	\$(1,146,270)
Receivables:										
Interest (ARS) . . . .	\$—	\$ 30,977,808	\$(50,656,241)	\$ 42,111,132	\$—	\$ —	\$(23,003,688)	\$ 21,195,661	\$ 20,624,672	\$ 48,608
<b>Liabilities:</b>										
Payables:										
Deferred Tax (ARS) . . . .	\$—	\$ —	\$ —	\$ 77,317	\$—	\$ —	\$ —	\$(19,504)	\$ 57,813	\$(19,504)

<sup>a</sup>Transferred into Level 3 as a result of the unavailability of a quoted market price in an active market for identical securities or as a result of the unreliability of the foreign exchange rate and other significant observable valuation inputs.

<sup>b</sup>May include accretion, amortization, partnership adjustments, and/or other cost basis adjustments.

**Templeton Global Bond Fund** (continued)

**11. Fair Value Measurements** (continued)

Significant unobservable valuation inputs for material Level 3 assets and/or liabilities and impact to fair value as a result of changes in unobservable valuation inputs as of December 31, 2019, are as follows:

Description	Fair Value at End of Year	Valuation Technique	Unobservable Input	Amount	Impact to Fair Value if Input Increases <sup>a</sup>
<b>Assets:</b>					
Investments in Securities:					
Foreign Government and Agency Securities:					
Argentina . . . . .	\$421,896,146	Market Comparables	Implied Foreign exchange rate	75.1 ARS/USD	Decrease <sup>b</sup>
Short Term Investments:					
Argentina . . . . .	41,783,420	Market Comparables	Implied Foreign exchange rate	75.1 ARS/USD	Decrease <sup>b</sup>
Other Financial Instruments:					
Restricted Currency (ARS) . . . . .	96,378,491	Market Comparables	Implied Foreign exchange rate	75.1 ARS/USD	Decrease <sup>b</sup>
All other <sup>c</sup> . . . . .	20,624,672				
<b>Liabilities:</b>					
All other <sup>c</sup> . . . . .	57,813				

<sup>a</sup>Represents the directional change in the fair value that would result from a significant and reasonable increase in the corresponding input. A significant and reasonable decrease in the input would have the opposite effect. Significant impacts, if any, to fair value and/or net assets have been indicated.

<sup>b</sup>Represents a significant impact to fair value but not net assets.

<sup>c</sup>Includes fair value of immaterial assets and/or liabilities developed using various valuation techniques and unobservable inputs. May also include values derived using private transaction prices or non-public third party pricing information which is unobservable.

**12. Subsequent Events**

The Fund has evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure other than those already disclosed in the financial statements.

**Templeton Global Bond Fund** (continued)

**Abbreviations**

<b>Counterparty</b>		<b>Currency</b>		<b>Selected Portfolio</b>	
<b>BNDP</b>	BNP Paribas	<b>ARS</b>	Argentine Peso	<b>ARPP7DRR</b>	Argentina Central Bank 7 Day Repo Rate
<b>BOFA</b>	Bank of America Corp.	<b>AUD</b>	Australian Dollar	<b>BADLAR</b>	Argentina Deposit Rates Badlar Private
<b>BZWS</b>	Barclays Bank PLC	<b>BRL</b>	Brazilian Real	<b>FHLB</b>	Banks ARS
<b>CITI</b>	Citigroup, Inc.	<b>COP</b>	Colombian Peso	<b>FRN</b>	Federal Home Loan Bank
<b>DBAB</b>	Deutsche Bank AG	<b>EUR</b>	Euro	<b>LIBOR</b>	Floating Rate Note
<b>GSCO</b>	The Goldman Sachs Group Inc.	<b>GHS</b>	Ghanaian Cedi	<b>VRI</b>	Value Recovery Instruments
<b>HSBK</b>	HSBC Bank PLC	<b>IDR</b>	Indonesian Rupiah		
<b>JPHQ</b>	JP Morgan Chase & Co.	<b>INR</b>	Indian Rupee		
<b>MSCO</b>	Morgan Stanley	<b>JPY</b>	Japanese Yen		
<b>SCNY</b>	Standard Chartered Bank	<b>KRW</b>	South Korean Won		
<b>UBSW</b>	UBS AG	<b>MXN</b>	Mexican Peso		
		<b>USD</b>	United States Dollar		

## Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Templeton Income Trust and Shareholders of Templeton Global Bond Fund

### ***Opinion on the Financial Statements***

We have audited the accompanying statement of assets and liabilities, including the statement of investments, of Templeton Global Bond Fund (the "Fund") as of December 31, 2019, the related statement of operations for the year ended December 31, 2019, the statement of changes in net assets for each of the two years in the period ended December 31, 2019, including the related notes, and the financial highlights for each of the periods indicated therein (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2019, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended December 31, 2019 and the financial highlights for each of the periods indicated therein in conformity with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2019 by correspondence with the custodian, transfer agent and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP

San Francisco, California  
February 20, 2020

We have served as the auditor of one or more investment companies in the Franklin Templeton Group of Funds since 1948.

## Tax Information (unaudited)

At December 31, 2019, more than 50% of the Fund's total assets were invested in securities of foreign issuers. In most instances, foreign taxes were withheld from income paid to the Fund on these investments. The Fund elects to treat foreign taxes paid as allowed under Section 853 of the Internal Revenue Code. This election will allow shareholders of record as of the 2020 distribution date, to treat their proportionate share of foreign taxes paid by the Fund as having been paid directly by them. The shareholder shall consider these amounts as foreign taxes paid in the tax year in which they receive the Fund distribution.

## Board Members and Officers

The name, year of birth and address of the officers and board members, as well as their affiliations, positions held with the Trust, principal occupations during at least the past five years and number of U.S. registered portfolios overseen in the Franklin Templeton fund complex, are shown below. Generally, each board member serves until that person's successor is elected and qualified.

### Independent Board Members

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
<b>Harris J. Ashton (1932)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 1992	132	Bar-S Foods (meat packing company) (1981-2010).
<b>Principal Occupation During at Least the Past 5 Years:</b> Director of various companies; and <b>formerly</b> , Director, RBC Holdings, Inc. (bank holding company) (until 2002); and President, Chief Executive Officer and Chairman of the Board, General Host Corporation (nursery and craft centers) (until 1998).				
<b>Ann Torre Bates (1958)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2008	33	Ares Capital Corporation (specialty finance company) (2010-present), United Natural Foods, Inc. (distributor of natural, organic and specialty foods) (2013-present), Allied Capital Corporation (financial services) (2003-2010), SLM Corporation (Sallie Mae) (1997-2014) and Navient Corporation (loan management, servicing and asset recovery) (2014-2016).
<b>Principal Occupation During at Least the Past 5 Years:</b> Director of various companies; and <b>formerly</b> , Executive Vice President and Chief Financial Officer, NHP Incorporated (manager of multifamily housing) (1995-1997); and Vice President and Treasurer, US Airways, Inc. (until 1995).				
<b>Mary C. Choksi (1950)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2016	132	Avis Budget Group Inc. (car rental) (2007-present), Omnicom Group Inc. (advertising and marketing communications services) (2011-present) and White Mountains Insurance Group, Ltd. (holding company) (2017-present).
<b>Principal Occupation During at Least the Past 5 Years:</b> Director of various companies; and <b>formerly</b> , Founder and Senior Advisor, Strategic Investment Group (investment management group) (2015-2017); Founding Partner and Senior Managing Director, Strategic Investment Group (1987-2015); Founding Partner and Managing Director, Emerging Markets Management LLC (investment management firm) (1987-2011); and Loan Officer/Senior Loan Officer/Senior Pension Investment Officer, World Bank Group (international financial institution) (1977-1987).				



## Independent Board Members (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
<b>Edith E. Holiday (1952)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Lead Independent Trustee	Trustee since 2001 and Lead Independent Trustee since 2007	132	Hess Corporation (exploration of oil and gas) (1993-present), Canadian National Railway (railroad) (2001-present), White Mountains Insurance Group, Ltd. (holding company) (2004-present), Santander Consumer USA Holdings, Inc. (consumer finance) (2016-present), RTI International Metals, Inc. (manufacture and distribution of titanium) (1999-2015) and H.J. Heinz Company (processed foods and allied products) (1994-2013).
<b>Principal Occupation During at Least the Past 5 Years:</b> Director or Trustee of various companies and trusts; and <b>formerly</b> , Assistant to the President of the United States and Secretary of the Cabinet (1990-1993); General Counsel to the United States Treasury Department (1989-1990); and Counselor to the Secretary and Assistant Secretary for Public Affairs and Public Liaison-United States Treasury Department (1988-1989).				
<b>J. Michael Luttig (1954)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2009	132	Boeing Capital Corporation (aircraft financing) (2006-2010).
<b>Principal Occupation During at Least the Past 5 Years:</b> Private investor; and <b>formerly</b> , Counselor and Senior Advisor to the Chairman, CEO, and Board of Directors, of The Boeing Company (aerospace company), and member of the Executive Council (May 2019-January 1, 2020); Executive Vice President, General Counsel and member of the Executive Council, The Boeing Company (2006-2019); and Federal Appeals Court Judge, United States Court of Appeals for the Fourth Circuit (1991-2006).				
<b>David W. Niemiec (1949)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2005	33	Hess Midstream LP (oil and gas midstream infrastructure) (2017-present).
<b>Principal Occupation During at Least the Past 5 Years:</b> Advisor, Saratoga Partners (private equity fund); and <b>formerly</b> , Managing Director, Saratoga Partners (1998-2001) and SBC Warburg Dillon Read (investment banking) (1997-1998); Vice Chairman, Dillon, Read & Co. Inc. (investment banking) (1991-1997); and Chief Financial Officer, Dillon, Read & Co. Inc. (1982-1997).				
<b>Larry D. Thompson (1945)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2005	132	The Southern Company (energy company) (2014-present; previously 2010-2012), Graham Holdings Company (education and media organization) (2011-present) and Cbeyond, Inc. (business communications provider) (2010-2012).
<b>Principal Occupation During at Least the Past 5 Years:</b> Director of various companies; Counsel, Finch McCranie, LLP (law firm) (2015-present); Independent Compliance Monitor and Auditor, Volkswagen AG (manufacturer of automobiles and commercial vehicles) (2017-present); John A. Sibley Professor of Corporate and Business Law, University of Georgia School of Law (2015-present; previously 2011-2012); and <b>formerly</b> , Executive Vice President – Government Affairs, General Counsel and Corporate Secretary, PepsiCo, Inc. (consumer products) (2012-2014); Senior Vice President – Government Affairs, General Counsel and Secretary, PepsiCo, Inc. (2004-2011); Senior Fellow of The Brookings Institution (2003-2004); Visiting Professor, University of Georgia School of Law (2004); and Deputy Attorney General, U.S. Department of Justice (2001-2003).				

## Independent Board Members (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
<b>Constantine D. Tseretopoulos</b> (1954) 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2003	21	None
<b>Principal Occupation During at Least the Past 5 Years:</b> Physician, Chief of Staff, owner and operator of the Lyford Cay Hospital (1987-present); director of various nonprofit organizations; and <b>formerly</b> , Cardiology Fellow, University of Maryland (1985-1987); and Internal Medicine Resident, Greater Baltimore Medical Center (1982-1985).				
<b>Robert E. Wade (1946)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Trustee	Since 2006	33	El Oro Ltd (investments) (2003-2019).
<b>Principal Occupation During at Least the Past 5 Years:</b> Attorney at law engaged in private practice as a sole practitioner (1972-2008) and member of various boards.				

## Interested Board Members and Officers

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
<b>**Gregory E. Johnson (1961)</b> One Franklin Parkway San Mateo, CA 94403-1906	Trustee	Since 2007	144	None
<b>Principal Occupation During at Least the Past 5 Years:</b> Chairman of the Board, Member – Office of the Chairman, Director and Chief Executive Officer, Franklin Resources, Inc.; officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 39 of the investment companies in Franklin Templeton; Vice Chairman, Investment Company Institute; and <b>formerly</b> , President, Franklin Resources, Inc. (1994-2015).				
<b>**Rupert H. Johnson, Jr. (1940)</b> One Franklin Parkway San Mateo, CA 94403-1906	Chairman of the Board, Trustee and Vice President	Chairman of the Board, Trustee since 2013 and Vice President since 1996	132	None
<b>Principal Occupation During at Least the Past 5 Years:</b> Vice Chairman, Member – Office of the Chairman and Director, Franklin Resources, Inc.; Director, Franklin Advisers, Inc.; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 37 of the investment companies in Franklin Templeton.				
<b>Alison E. Baur (1964)</b> One Franklin Parkway San Mateo, CA 94403-1906	Vice President	Since 2012	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Deputy General Counsel, Franklin Templeton; and officer of some of the other subsidiaries of Franklin Resources, Inc. and of 41 of the investment companies in Franklin Templeton.				
<b>Breda M. Beckerle (1958)</b> 280 Park Avenue New York, NY 10017	Interim Chief Compliance Officer	Since January 2020	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Chief Compliance Officer, Fiduciary Investment Management International, Inc., Franklin Advisers, Inc., Franklin Advisory Services, LLC, Franklin Mutual Advisers, LLC, Franklin Templeton Institutional, LLC; and officer of 41 of the investment companies in Franklin Templeton.				

## Interested Board Members and Officers (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
<b>Steven J. Gray (1955)</b> One Franklin Parkway San Mateo, CA 94403-1906	Vice President	Since 2009	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Senior Associate General Counsel, Franklin Templeton; Vice President, Franklin Templeton Distributors, Inc. and FASA, LLC; and officer of 41 of the investment companies in Franklin Templeton.				
<b>Michael Hasenstab, Ph.D. (1973)</b> One Franklin Parkway San Mateo, CA 94403-1906	President and Chief Executive Officer – Investment Management	Since 2018	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Executive Vice President, Franklin Advisers, Inc.; and officer of some of the other subsidiaries of Franklin Resources, Inc. and of three of the investment companies in Franklin Templeton.				
<b>Matthew T. Hinkle (1971)</b> One Franklin Parkway San Mateo, CA 94403-1906	Chief Executive Officer – Finance and Administration	Since 2017	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Senior Vice President, Franklin Templeton Services, LLC; officer of 41 of the investment companies in Franklin Templeton; and <b>formerly</b> , Vice President, Global Tax (2012-April 2017) and Treasurer/Assistant Treasurer, Franklin Templeton (2009-2017).				
<b>Robert G. Kubilis (1973)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Chief Financial Officer, Chief Accounting Officer and Treasurer	Since 2017	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Treasurer, U.S. Fund Administration & Reporting and officer of 15 of the investment companies in Franklin Templeton.				
<b>Robert Lim (1948)</b> One Franklin Parkway San Mateo, CA 94403-1906	Vice President – AML Compliance	Since 2016	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Vice President, Franklin Templeton Companies, LLC; Chief Compliance Officer, Franklin Templeton Distributors, Inc. and Franklin Templeton Investor Services, LLC; and officer of 44 of the investment companies in Franklin Templeton.				
<b>Navid J. Tofigh (1972)</b> One Franklin Parkway San Mateo, CA 94403-1906	Vice President	Since 2015	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> Associate General Counsel and officer of 41 of the investment companies in Franklin Templeton.				
<b>Craig S. Tyle (1960)</b> One Franklin Parkway San Mateo, CA 94403-1906	Vice President	Since 2005	Not Applicable	Not Applicable
<b>Principal Occupation During at Least the Past 5 Years:</b> General Counsel and Executive Vice President, Franklin Resources, Inc.; and officer of some of the other subsidiaries of Franklin Resources, Inc. and of 41 of the investment companies in Franklin Templeton.				

## Interested Board Members and Officers (continued)

Name, Year of Birth and Address	Position	Length of Time Served	Number of Portfolios in Fund Complex Overseen by Board Member*	Other Directorships Held During at Least the Past 5 Years
<b>Lori A. Weber (1964)</b> 300 S.E. 2nd Street Fort Lauderdale, FL 33301-1923	Vice President and Secretary	Vice President since 2011 and Secretary since 2013	Not Applicable	Not Applicable

**Principal Occupation During at Least the Past 5 Years:**

Senior Associate General Counsel, Franklin Templeton; Assistant Secretary, Franklin Resources, Inc.; Vice President and Secretary, Templeton Investment Counsel, LLC; and officer of 41 of the investment companies in Franklin Templeton.

<b>Christine Zhu (1975)</b> One Franklin Parkway San Mateo, CA 94403-1906	Vice President	Since 2018	Not Applicable	Not Applicable
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**Principal Occupation During at Least the Past 5 Years:**

Vice President, Franklin Advisers, Inc.; and officer of three of the investment companies in Franklin Templeton.

\*We base the number of portfolios on each separate series of the U.S. registered investment companies within the Franklin Templeton fund complex. These portfolios have a common investment manager or affiliated investment managers.

\*\*Gregory E. Johnson is considered to be an interested person of the Fund under the federal securities laws due to his position as an officer and director of Franklin Resources, Inc. (Resources), which is the parent company of the Fund's investment manager and distributor. Rupert H. Johnson, Jr. is considered to be an interested person of the Fund under the federal securities laws due to his position as an officer and director and major shareholder of Resources.

Note 1: Rupert H. Johnson, Jr. is the uncle of Gregory E. Johnson.

Note 2: Officer information is current as of the date of this report. It is possible that after this date, information about officers may change.

The Sarbanes-Oxley Act of 2002 and Rules adopted by the U.S. Securities and Exchange Commission require the Fund to disclose whether the Fund's Audit Committee includes at least one member who is an audit committee financial expert within the meaning of such Act and Rules. The Fund's Board has determined that there is at least one such financial expert on the Audit Committee and has designated each of Ann Torre Bates and David W. Niemiec as an audit committee financial expert. The Board believes that Ms. Bates and Mr. Niemiec qualify as such an expert in view of their extensive business background and experience. Ms. Bates has served as a member of the Fund Audit Committee since 2008. She currently serves as a director of Ares Capital Corporation (2010-present) and United Natural Foods, Inc. (2013-present) and was formerly a director of Navient Corporation from 2014 to 2016, SLM Corporation from 1997 to 2014 and Allied Capital Corporation from 2003 to 2010, Executive Vice President and Chief Financial Officer of NHP Incorporated from 1995 to 1997 and Vice President and Treasurer of US Airways, Inc. until 1995. Mr. Niemiec has served as a member of the Fund Audit Committee since 2005, currently serves as an Advisor to Saratoga Partners and was formerly its Managing Director from 1998 to 2001 and serves as a director of Hess Midstream LP (2017-present). Mr. Niemiec was formerly a director of Emeritus Corporation from 1999 to 2010 and OSI Pharmaceuticals, Inc. from 2006 to 2010, Managing Director of SBC Warburg Dillon Read from 1997 to 1998, and was Vice Chairman from 1991 to 1997 and Chief Financial Officer from 1982 to 1997 of Dillon, Read & Co. Inc. As a result of such background and experience, the Board believes that Ms. Bates and Mr. Niemiec have each acquired an understanding of generally accepted accounting principles and financial statements, the general application of such principles in connection with the accounting estimates, accruals and reserves, and analyzing and evaluating financial statements that present a breadth and level of complexity of accounting issues generally comparable to those of the Fund, as well as an understanding of internal controls and procedures for financial reporting and an understanding of audit committee functions. Ms. Bates and Mr. Niemiec are independent Board members as that term is defined under the applicable U.S. Securities and Exchange Commission Rules and Releases.

The Statement of Additional Information (SAI) includes additional information about the board members and is available, without charge, upon request. Shareholders may call (800) DIAL BEN/342-5236 to request the SAI.

## Shareholder Information

### Proxy Voting Policies and Procedures

The Fund's investment manager has established Proxy Voting Policies and Procedures (Policies) that the Fund uses to determine how to vote proxies relating to portfolio securities. Shareholders may view the Fund's complete Policies online at [franklintempleton.com](http://franklintempleton.com). Alternatively, shareholders may request copies of the Policies free of charge by calling the Proxy Group collect at (954) 527-7678 or by sending a written request to: Franklin Templeton Companies, LLC, 300 S.E. 2nd Street, Fort Lauderdale, FL 33301, Attention: Proxy Group. Copies of the Fund's proxy voting records are also made available online at [franklintempleton.com](http://franklintempleton.com) and posted on the U.S. Securities and Exchange Commission's website at [sec.gov](http://sec.gov) and reflect the most recent 12-month period ended June 30.

### Quarterly Statement of Investments

The Trust, on behalf of the Fund, files a complete statement of investments with the U.S. Securities and Exchange Commission for the first and third quarters for each fiscal year as an exhibit to its report on Form N-PORT. Shareholders may view the filed Form N-PORT by visiting the Commission's website at [sec.gov](http://sec.gov). The filed form may also be viewed and copied at the Commission's Public Reference Room in Washington, DC. Information regarding the operations of the Public Reference Room may be obtained by calling (800) SEC-0330.

### Householding of Reports and Prospectuses

You will receive the Fund's financial reports every six months as well as an annual updated summary prospectus (prospectus available upon request). To reduce Fund expenses, we try to identify related shareholders in a household and send only one copy of the financial reports and summary prospectus. This process, called "householding," will continue indefinitely unless you instruct us otherwise. If you prefer not to have these documents househanded, please call us at (800) 632-2301. At any time you may view current prospectuses/summary prospectuses and financial reports on our website. If you choose, you may receive these documents through electronic delivery.

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Authorized for distribution only when accompanied or preceded by a summary prospectus and/or prospectus. Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. A prospectus contains this and other information; please read it carefully before investing.

To help ensure we provide you with quality service, all calls to and from our service areas are monitored and/or recorded.



**Annual Report and Shareholder Letter**  
**Templeton Global Bond Fund**

**Investment Manager**  
Franklin Advisers, Inc.

**Distributor**  
Franklin Templeton Distributors, Inc.  
(800) DIAL BEN® / 342-5236  
[franklintempleton.com](http://franklintempleton.com)

**Shareholder Services**  
(800) 632-2301