FRANKLIN TEMPLETON INVESTMENTS

Fixed Income

Templeton Global Bond Fund

CAPTURING BOND OPPORTUNITIES GLOBALLY

Franklin Templeton Investments

Gain From Our Perspective®

At Franklin Templeton Investments, we're dedicated to one goal: delivering exceptional asset management for our clients. By bringing together multiple, world-class investment teams in a single firm, we're able to offer specialized expertise across styles and asset classes, all supported by the strength and resources of one of the world's largest asset managers. This has helped us to become a trusted partner to individual and institutional investors across the globe.

Focus on Investment Excellence

At the core of our firm, you'll find multiple independent investment teams—each with a focused area of expertise—from traditional to alternative strategies and multi-asset solutions. And because our portfolio groups operate autonomously, their strategies can be combined to deliver true style and asset class diversification.

All of our investment teams share a common commitment to excellence grounded in rigorous, fundamental research and robust, disciplined risk management. Decade after decade, our consistent, research-driven processes have helped Franklin Templeton earn an impressive record of strong, long-term results.

Global Perspective Shaped by Local Expertise

In today's complex and interconnected world, smart investing demands a global perspective. Franklin Templeton pioneered international investing over 60 years ago, and our expertise in emerging markets spans more than a quarter of a century. Today, our investment professionals are on the ground across the globe, spotting investment ideas and potential risks firsthand. These locally based teams bring in-depth understanding of local companies, economies and cultural nuances, and share their best thinking across our global research network.

Strength and Experience

Franklin Templeton is a global leader in asset management serving clients in over 150 countries.[1] We run our business with the same prudence we apply to asset management, staying focused on delivering relevant investment solutions, strong long-term results and reliable, personal service. This approach, focused on putting clients first, has helped us to become one of the most trusted names in financial services.

1. As of 12/31/15.

Not FDIC Insured | May Lose Value | No Bank Guarantee

The Strategy

For over 25 years, **Templeton Global Bond Fund** has scoured the globe for the best bond values in order to meet its goal of providing current income with capital appreciation and growth of income. The fund invests predominantly in bonds of governments and government agencies located around the world, with a focus on investment grade securities.

1 | Global Economic Overview

We take a top-down approach, looking at countries around the world and their respective economies, geopolitical risks, interest rates and currencies, to find investment opportunities for the fund. The fund's flexibility to invest in any country or currency, including emerging markets, allows us to take advantage of prevailing macroeconomic trends.

2 | Local Market Research

Our quantitative and qualitative analysis is supplemented with on-the-ground research. In addition to our own travels and meetings with foreign government and bank officials, we leverage the resources of our offices around the world to provide us with additional local insight on the countries we are considering investing in. We believe this hands-on research is essential to our process and has enabled us to identify investment opportunities and risks over the years that a solely U.S.-based manager might miss.

3 | Portfolio Construction

Our investment decisions are ultimately driven by valuations. We invest in countries where we believe bonds are underpriced and country fundamentals offer the potential for price appreciation. We typically invest in local currencies, though we may hedge our currency exposure depending on valuations. We also take country interest rate environments into account. If rates are poised to rise, we'll invest in short duration debt. In this way, we actively manage interest rate risk on a country-by-country basis.

"Our investment teams in the U.S., U.K., Brazil, China, India, Korea, Canada, Mexico, Malaysia, Poland and the United Arab Emirates search the world for investment opportunities in currencies, interest rates and sovereign credit that can offer attractive potential returns and provide diversification benefits."

MICHAEL HASENSTAB, Ph.D., EVP and CIO, Templeton Global Macro

The Benefits

Experienced Management Team

Portfolio Manager Michael Hasenstab has over 20 years of industry experience and is backed by a large team of investment professionals located around the world.[2]

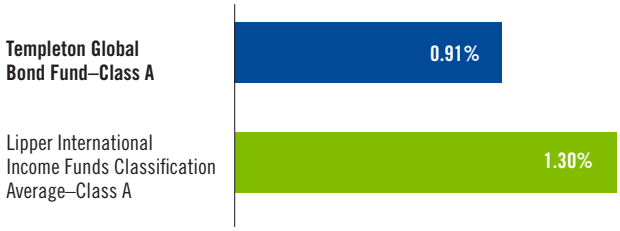
Foreign Markets Provide Opportunity

The world's best-performing bond markets vary from year to year. In fact, over the past 10 calendar years, the U.S. bond market was never the world's top performer.[3] Adding global fixed income securities to a portfolio of domestic securities offers U.S. investors greater diversification and the potential for reduced volatility. Please remember, diversification does not assure a profit or protect against a loss.

Low Costs Relative to Peers

Fund managers keep an eye on the bottom line. With a modest expense ratio, Class A shares of the fund were 30% lower than the Lipper peer group average as of December 31, 2015.[4]

Expense Ratio[4]
As of December 31, 2015



Record of Low Correlation to U.S. Stock and Bond Markets

Correlation is an indication of the degree of correspondence in movement between different asset classes, and is an important consideration in constructing a well-diversified portfolio. For the 20-year period ended December 31, 2015, Templeton Global Bond Fund–Class A shares' correlation to U.S. stocks and bonds, as represented by the S&P 500 Index and Barclays U.S. Aggregate Index were 0.40% and 0.37% respectively.[5]

Low Correlation of Returns[5]
20-Year Period Ended December 31, 2015

	S&P 500 Index	Barclays U.S. Aggregate Index
Templeton Global Bond Fund–Class A	0.40%	0.37%

Correlation: 1 = perfect positive correlation, 0 = no correlation, -1 = perfect negative correlation

2. As of 12/31/15.

3. Source: © 2015 Morningstar, Citigroup. Calendar years 2006 through 2015. Based on the annual total returns of individual country constituents that make up the Citigroup World Government Bond Index and other markets.

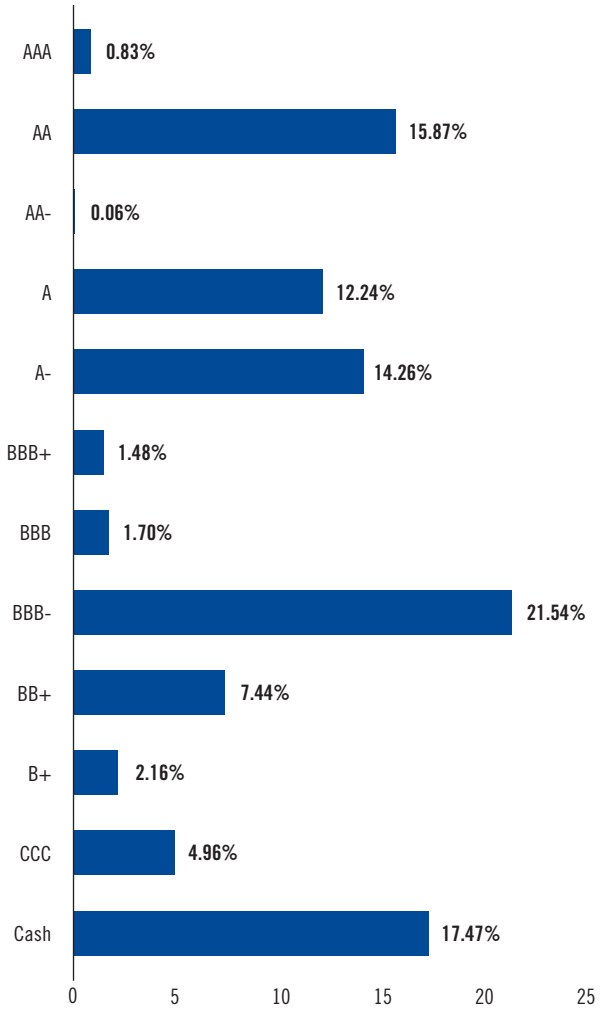
4. Source: Lipper, Inc. There were 24 funds (Class A) in the Lipper International Income Funds classification as of 12/31/15.

5. Source: © 2015 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

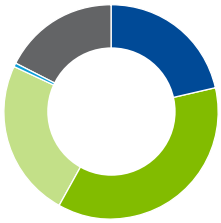
Global Portfolio Diversification

As of December 31, 2015, the fund included investments in 231 holdings, 19 countries and 14 currencies.[6] Global portfolio diversification may help provide a hedge against U.S. interest rate cycles, economic conditions and other domestic risks.

Credit Quality Breakdown[6, 7]
(As of December 31, 2015)



Regional Breakdown[6, 8]
(As of December 31, 2015)



Europe/Africa	**21.49%**
European Monetary Union (EMU)	5.92%
Non-EMU Europe/Africa	15.57%
Asia	**36.80%**
Japan	0.00%
Non-Japan	36.80%
Americas	**23.93%**
USA	-0.05%
Non-USA Americas	23.98%
Supranational[9]	**0.30%**
Cash & Cash Equivalents	**17.85%**

Currency Breakdown[6, 8] (As of December 31, 2015)

Americas	**120.60%**
U.S. Dollar	86.70%
Non-U.S. Americas	33.90%
Asia	**17.47%**
Japanese Yen	-30.03%
Non-Japan	47.50%
Europe/Africa	**-38.07%**
Euro	-43.47%
Peripheral Europe/Eastern Europe	5.40%

Fund Data[6] (As of December 31, 2015)

Dividend	Monthly
Avg. Weighted Maturity[10]	3.23 years
Avg. Duration[10, 11]	0.40 years
Assets (all share classes)	$54.7 billion

6. As of 12/31/15. Portfolio holdings may change. For the fund's most recent portfolio information, please call Franklin Templeton Investments at (800) DIAL BEN/342-5236 or visit **franklintempleton.com**.

7. Ratings shown are assigned by one or more Nationally Recognized Statistical Rating Organizations ('NRSRO'), such as Standard & Poor's, Moody's and Fitch. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). When ratings from all three agencies are available, the middle rating is used; when two are available, the lowest rating is used; and when only one is available, that rating is used. Foreign government bonds without a specific rating are assigned the country rating provided by an NRSRO, if available. Cash includes equivalents, which may be rated. Derivatives are excluded from this breakdown. Due to rounding, the sum of portfolio holdings may not equal 100%.

8. Regional Breakdown and Currency Breakdown figures reflect 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 derivatives, unsettled trades or other factors.

9. A supranational is an entity formed by two or more central governments through international treaties to promote economic development for the member countries.

10. Average Weighted Maturity and Average Duration figures reflect certain derivatives held in the portfolio (or their underlying reference assets).

11. Duration shown is the option-adjusted duration. Duration is an indication of a fund's sensitivity to changes in interest rates. The option-adjusted duration formula takes into account embedded call options and redemption features that impact a bond's expected cash flow, and thus its interest rate sensitivity.

The Results

MORNINGSTAR RATING™

As of December 31, 2015, Morningstar® awarded the fund's Class A shares a 4-star overall Morningstar Rating™, measuring risk-adjusted returns against 323, 243 and 142 U.S.-domiciled World Bond funds over the 3-, 5- and 10-year periods, respectively. A fund's overall rating is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) rating metrics.[12]

Performance vs. Lipper Peer Group Average and Benchmark

Average Annual Total Returns (Periods Ended December 31, 2015)

	1-Year	2-Year	3-Year	5-Year	10-Year
Templeton Global Bond Fund–Class A Without Sales Charge	**-4.26%**	**-1.38%**	**-0.20%**	**2.36%**	**7.25%**
BENCHMARK **Citigroup World Government Bond Index**[13]	-3.57%	-2.04%	-2.70%	-0.08%	3.44%
LIPPER PEER GROUP **Lipper International Income Funds Average**[14]	-5.31%	-2.34%	-2.81%	0.36%	3.97%
Percentile	Top 34%	Top 32%	Top 17%	Top 20%	Top 5%
Rank/# of Funds	42/124	38/119	17/102	16/79	2/42

Annual Returns–Class A (Without Sales Charge)

1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
14.91%	3.12%	10.35%	-3.58%	18.21%	11.20%	1.83%	5.41%	-4.83%	2.79%	4.18%	20.03%	21.29%

2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
14.62%	-3.07%	13.51%	10.86%	6.28%	18.86%	12.68%	-2.37%	15.81%	2.22%	1.58%	-4.26%

Average Annual Total Returns

With Sales Charges[15] (As of December 31, 2015)

	Date	1-Year	3-Year	5-Year	10-Year	Since Inception
Class A	9/18/86	-8.30%	-1.62%	1.48%	6.78%	7.40%
Class C	5/1/95	-5.64%	-0.62%	1.93%	6.82%	7.07%

Yields and Distribution Rates (As of December 31, 2015)

30-DAY STANDARDARIZED YIELD[16]		
Without Waiver	With Waiver	Distribution Rate[17]
3.37%	3.39%	2.98%
3.10%	3.12%	2.69%

Sales Charges: *Class A: Maximum 4.25% initial sales charge; Class C: 1% contingent deferred sales charge (CDSC) in the first year only.*
Total Annual Operating Expenses:[18]
Without waiver: *Class A: 0.91%; Class C: 1.31%;* ***With waiver:*** *Class A: 0.89%; Class C: 1.29%*

Unless otherwise noted, fund performance figures in this brochure reflect Class A and do not include the maximum 4.25% initial sales charge. If they had, returns would have been lower. Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment return and principal value will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton Investments at (800) DIAL BEN/342-5236 or visit ***franklintempleton.com*** *for most recent month-end performance.*

12. Source: Morningstar, 12/31/15. For each fund with at least a 3-year history, Morningstar calculates a risk-adjusted return measure that accounts for variation in a fund's monthly performance (including the effects of all sales charges), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive a Morningstar Rating™ of 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. Each share class is counted as a fraction of one fund and rated separately. The fund received Morningstar Ratings of 4, 3 and 5 stars for the 3-, 5- and 10-year periods, respectively. Past performance does not guarantee future results. Morningstar Rating™ is for Class A shares only; other share classes may have different performance characteristics.

13. Source: © 2015 Morningstar. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

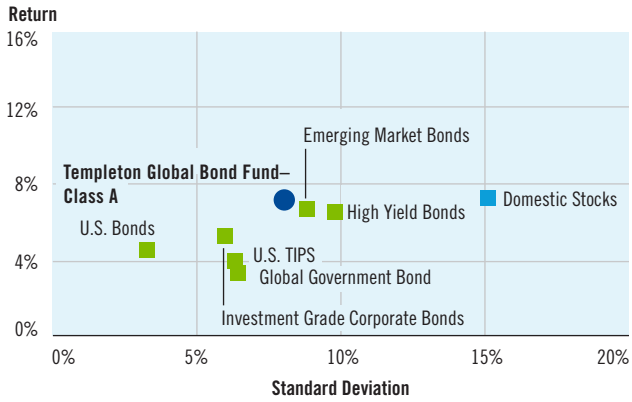
14. Source: Lipper, Inc., 12/31/15. Lipper figures do not include sales charges and encompass all share classes. Past performance does not guarantee future results.

A Solid Risk/Reward Profile

Solid, long-term performance is important, but prudent investors are also concerned about volatility. The flexibility and wide variety of opportunities Templeton Global Bond Fund invests in around the world may help reduce overall portfolio volatility, as illustrated in the chart to the right. Please note that past performance does not guarantee future results.

If the sales charge had been included, fund returns would have been lower.

Risk vs. Return (Without Sales Charge)[19]
10-Year Period Ended December 31, 2015

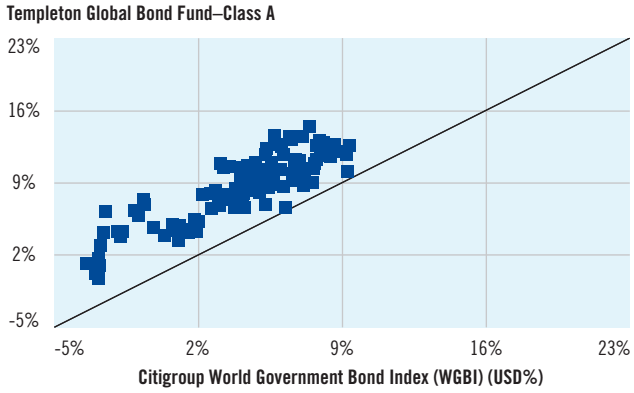


Strong, Long-Term Performance Results

Over the past 10 years, Templeton Global Bond Fund–Class A outperformed its benchmark, the Citigroup World Government Bond Index, 120 out of 120 monthly rolling 3-year periods, as illustrated in the chart to the right. Please note that past performance does not guarantee future results.

If the sales charge had been included, fund returns would have been lower.

Monthly Rolling 3-Year Returns (Without Sales Charge)[20]
10-Year Period Ended December 31, 2015



15. Class A: On 1/1/93, the fund implemented a Rule 12b-1 plan, which affects subsequent performance. Class C: Prior to 1/1/04, these shares were offered with an initial sales charge; thus actual returns would have differed. The fund offers other share classes, subject to different fees and expenses that will affect their performance.

16. The 30-Day Standardized Yield reflects an estimated yield to maturity. It should be regarded as an estimate of the fund's rate of investment income, and it may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.

17. Based on the annualization of the fund's December 2015 dividend and maximum offering price per share on 12/31/15.

18. The fund has a fee waiver associated with its investments in a Franklin Templeton money fund, contractually guaranteed through at least its current fiscal year end. Fund investment results reflect the fee waiver; without this reduction, the results would have been lower.

19. Source: © 2015 Morningstar, as of 12/31/15. Global Government Bonds are represented by the Citigroup World Government Bond Index; U.S. Bonds are represented by the Barclays U.S. Aggregate Index; U.S. TIPS are represented by the Barclays U.S. TIPS Index; Emerging Market Bonds are represented by the JP Morgan Emerging Markets Bond Index Global; High Yield Bonds are represented by the Credit Suisse High Yield Index; Investment Grade Corporate Bonds are represented by the Barclays U.S. Corporate Investment Grade Index; Domestic Stocks are represented by the S&P 500 Index; All MSCI data is provided "as is." In no event shall MSCI, its affiliates or any MSCI data provider have any liability of any kind in connection with the MSCI data described herein. Copying or redistributing the MSCI data is strictly prohibited. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges. Volatility as measured by annualized standard deviation.

20. Annualized rolling periods are plotted on a monthly basis. The leading diagonal line links points of return for the index (lower axis). For every point of return along this line there is a corresponding return for the fund represented by the blue square (left axis). Any point above the line represents fund outperformance relative to the index for that period. Any point below the line represents fund underperformance relative to the index for that period. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

WHAT ARE THE RISKS?

All investments involve risks, including possible loss of principal. Currency rates may fluctuate significantly over short periods of time, and can reduce returns. Derivatives, including currency management strategies, involve costs and can create economic leverage in the portfolio which may result in significant volatility and cause the fund to participate in losses (as well as enable gains) 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 and economic and political uncertainties. Investments in emerging markets involve heightened risks related to the same factors, in addition to those associated with these markets' smaller size and lesser liquidity. Investments in lower-rated bonds include higher risk of default and loss of principal. Changes in interest rates will affect the value of the fund's portfolio and its share price and yield. Bond prices generally move in the opposite direction of interest rates. As the prices of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. The fund is also non-diversified, which involves the risk of greater price fluctuation than a more diversified portfolio. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. These and other risk considerations are discussed in the fund's prospectus.

FRANKLIN TEMPLETON INVESTMENTS

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Templeton Global Fund Symbols:

A Shares: TPINX
C Shares: TEGBX
R6 Shares: FBNRX
Advisor: TGBAX

This brochure must be preceded or accompanied by a Templeton Global Bond Fund summary prospectus and/or prospectus. Please carefully read a prospectus before you invest or send money. Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. The fund's performance will be updated each quarter with standardized figures and ranking information, if quoted.

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