FRANKLIN TEMPLETON INVESTMENTS

# Templeton Global Total Return Fund

Fixed Income
March 31, 2016

**Fund Fact Sheet | Share Classes: A, C, Advisor**

## Fund Description

The fund seeks total investment return consisting of a combination of interest income, capital appreciation and currency gains. It is a multi-sector global bond fund designed to capitalize on fixed income opportunities around the world. The fund primarily invests in fixed and floating-rate debt securities and debt obligations (including convertible bonds) of governments, government-related or corporate issuers worldwide. The fund regularly uses various currency-related and other transactions involving derivative instruments.

## Fund Overview

| | |
|---|---|
| **Total Net Assets [All Share Classes]** | $6,196 million |
| **Fund Inception Date** | 9/30/2008 |
| **Dividend Frequency** | Monthly |
| **Number of Holdings** | 360 |

## Share Class Information

| Share Class | CUSIP | NASDAQ Symbol |
|---|---|---|
| A | 880 208 889 | TGTRX |
| C | 880 208 871 | TTRCX |
| R | 880 208 863 | N/A |
| R6 | 880 208 764 | FTTRX |
| Advisor | 880 208 855 | TTRZX |

## Fund Management

| | Years with Firm | Years of Experience |
|---|---|---|
| Michael Hasenstab, PhD | 16 | 20 |
| Sonal Desai, PhD | 5 | 21 |

## Maximum Sales Charge

**Class A**: 4.25% initial sales charge
**Class C**: 1.00% contingent deferred sales charge (CDSC) in the first year only
**Advisor Class**: None

## Total Annual Operating Expenses

| Share Class | With Waiver | Without Waiver |
|---|---|---|
| A | 1.03% | 1.04% |
| C | 1.43% | 1.44% |
| Advisor | 0.78% | 0.79% |

## 30-Day Standardized Yield

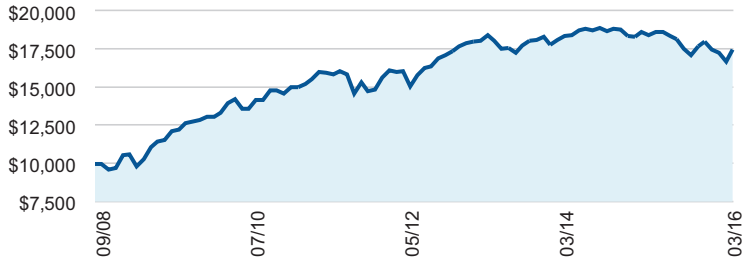
| Share Class | With Waiver | Without Waiver |
|---|---|---|
| A | 5.58% | 5.80% |
| C | 5.43% | 5.41% |
| Advisor | 6.08% | 6.05% |

## Asset Allocation (%)

| | |
|---|---|
| Fixed Income | 87.97 |
| Cash & Cash Equivalents | 12.03 |
| Equity | 0.01 |

## Performance

**Growth of a $10,000 Investment - Without Sales Charge (from 09/30/2008-03/31/2016)**




Templeton Global Total Return Fund - Class A:
**$17,518**

## Total Returns % (as of 3/31/2016)

| | | CUMULATIVE | AVERAGE ANNUAL | | | | |
|---|---|---|---|---|---|---|---|
| Share Class | | YTD | 1 Yr | 3 Yrs | 5 Yrs | Since Inception | Inception Date |
| A | With Sales Charge | -4.20 | -9.06 | -2.45 | 1.54 | 7.15 | 9/30/2008 |
| | Without Sales Charge | 0.06 | -5.04 | -1.03 | 2.43 | 7.76 | 9/30/2008 |
| C | With Sales Charge | -0.95 | -6.34 | -1.40 | 2.04 | 7.35 | 9/30/2008 |
| | Without Sales Charge | 0.04 | -5.42 | -1.40 | 2.04 | 7.35 | 9/30/2008 |
| Advisor | | 0.20 | -4.79 | -0.76 | 2.70 | 8.04 | 9/30/2008 |

## Calendar Year Total Returns % – Without Sales Charge

| Share Class | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 |
|---|---|---|---|---|---|---|---|
| A | -4.88 | 0.37 | 3.55 | 19.03 | -1.08 | 14.94 | 23.90 |
| C | -5.27 | -0.04 | 3.14 | 18.58 | -1.55 | 14.51 | 23.34 |
| Advisor | -4.64 | 0.62 | 3.81 | 19.31 | -0.91 | 15.31 | 24.18 |

*Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment returns and principal values will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit **franklintempleton.com** for the most recent month-end performance.*

*If the sales charge had been included, the return would have been lower.*

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

## Top 10 Holdings (% of Total)

| Security Name | |
|---|---|
| Government of Mexico, 7.75%, 12/14/17 | 5.47 |
| Government of Mexico, 7.25%, 12/15/16 | 5.29 |
| Government of Mexico, senior note, 8.50%, 12/13/18 | 3.09 |
| Government of Portugal, 144A, 5.125%, 10/15/24 | 3.01 |
| Letra Tesouro Nacional, Strip, 7/01/19 | 2.82 |
| Government of Indonesia, senior bond, FR56, 8.375%, 9/15/26 | 2.71 |
| Nota Do Tesouro Nacional, 10.00%, 1/01/21 | 2.68 |
| Government of Indonesia, senior bond, FR53, 8.25%, 7/15/21 | 2.64 |
| Nota Do Tesouro Nacional, 10.00%, 1/01/25 | 2.12 |
| Korea Monetary Stabilization Bond, senior note, 2.79%, 6/02/16 | 1.99 |

## Fund Measures

| | |
|---|---|
| Average Duration | 0.62 Years |
| Average Weighted Maturity | 3.58 Years |
| Standard Deviation (3 Yrs) - Class A | 6.84 |
| Beta (3 Yrs, vs.Barclays Multiverse Index) - Class A | 0.57 |

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**Not FDIC Insured | May Lose Value | No Bank Guarantee**

## Composition of Fund

■ Templeton Global Total Return Fund ■ Barclays Multiverse Index

| Geographic | % of Total | |
|---|---|---|
| Brazil | 15.33 | 0.64 |
| Mexico | 14.25 | 0.73 |
| South Korea | 12.79 | 1.33 |
| Indonesia | 9.32 | 0.35 |
| India | 4.77 | 0.11 |
| Uruguay | 4.51 | 0.02 |
| Ukraine | 4.32 | 0.03 |
| Malaysia | 4.27 | 0.32 |
| ST Cash and Cash Equivalents | 14.89 | 0.00 |
| Other | 15.56 | 96.38 |

| Sector | % of Total | |
|---|---|---|
| Local Curr. Govt/Agency Bonds: Investment Grade | 54.67 | 43.12 |
| Local Curr. Govt/Agency Bonds: Non-Investment Grade | 21.51 | 0.76 |
| Non-Local Curr. Sovereign Bonds: Non-Investment Grade | 8.49 | 0.88 |
| Corporate Bonds: Non-Investment Grade | 4.32 | 3.68 |
| Convertibles | 0.75 | 0.00 |
| Corporate Bonds: Investment Grade | 0.20 | 16.64 |
| US Treasuries/Agencies | 0.00 | 15.09 |
| Derivatives | -1.99 | 0.00 |
| Cash & Cash Equivalents | 12.03 | 0.00 |
| Other | 0.02 | 19.84 |

| Currency | % of Total | |
|---|---|---|
| US Dollar | 94.42 | 44.82 |
| Mexican Peso | 21.91 | 0.34 |
| Malaysian Ringgit | 17.49 | 0.28 |
| Brazilian Real | 15.71 | 0.35 |
| Indonesian Rupiah | 11.73 | 0.21 |
| Indian Rupee | 7.81 | 0.00 |
| Australian Dollar | -7.81 | 1.22 |
| Japanese Yen | -34.18 | 16.08 |
| EURO | -43.24 | 24.36 |
| Other | 16.17 | 12.34 |

## Important Information About Portfolio Data

**Asset Allocation:** The figures shown 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.
**Fund Measures:** The figures shown for Average Duration and Average Weighted Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets).
**Composition of Fund:** Geographic, Sector and Currency portfolio weights 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.

## 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 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.

## Glossary

**Average Duration**: A measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years.
**Average Weighted Maturity**: An estimate of the number of terms of maturity, taking the possibility of early payments into account, for the underlying holdings.
**Beta**: A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market.
**Standard Deviation**: A measure of risk; the larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate.

## Important Information

*Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. To obtain a summary prospectus and/or prospectus, which contains this and other information, talk to your financial advisor, call us at (800) DIAL BEN/342-5236 or visit franklintempleton.com. Please carefully read a prospectus before you invest or send money.*

Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.
Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.
**Performance**: The fund offers other share classes subject to different fees and expenses, which will affect their performance. Advisor shares do not have sales charges or 12b-1 fees and are offered only to certain eligible investors as stated in the prospectus.
**30-Day Standardized Yield**: 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.
**Top 10 Holdings**: The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included.


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