FRANKLIN TEMPLETON INVESTMENTS

Hybrid

FRANKLIN BALANCED FUND

A Complete Portfolio

By balancing a mix of stocks and bonds, **Franklin Balanced Fund** offers those hesitant to invest in the equity market a chance to participate, while also receiving a monthly income stream.

A mix of stocks & bonds

Many investors want to own a diversified investment that can serve well as the core of a portfolio. Franklin Balanced Fund is an attractive choice due to its targeted approach that invests in a combination of stocks, fixed income securities and convertible securities.

Monthly income

The fund's investments in high-quality bonds, convertible securities and dividend-paying stocks have provided investors with an attractive monthly income stream, in addition to capital appreciation over time.

Solid risk/return record

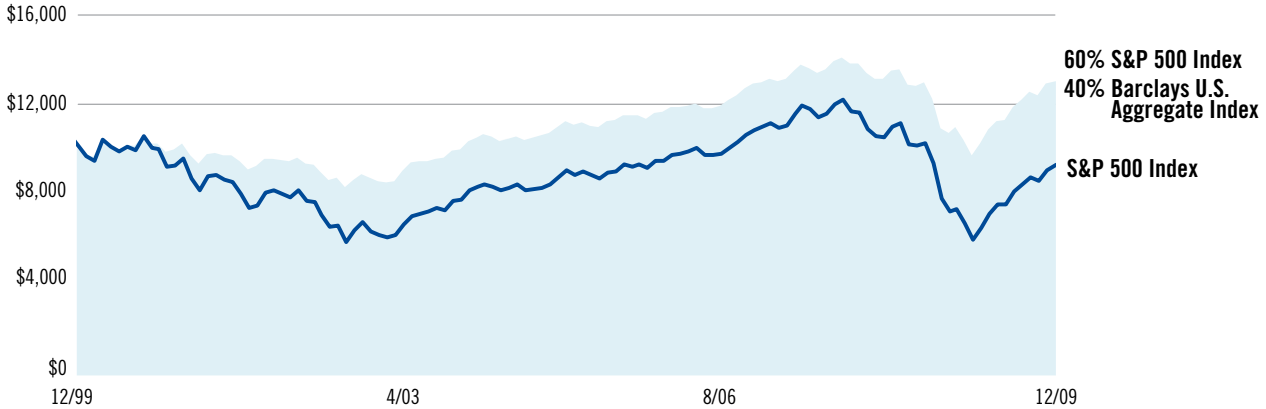
The fund has delivered strong long-term performance and lower volatility compared to the market. For the 5-year period ended September 30, 2015, the fund's Class A shares (without sales charge):

- Returned 7.29% versus 13.34% for the S&P 500 Index[1]
- Delivered lower volatility with a standard deviation of 7.98% versus 11.41% for the S&P 500 Index[2]

If the fund's sales charge had been included, the return 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 the most recent month-end performance.*

BALANCING DOWNSIDE RISK AND UPSIDE POTENTIAL

Growth of $10,000 during the "Lost Decade" (12/31/99 – 12/31/09)
S&P 500 Index vs. Balanced Portfolio[3]



For illustrative purposes only; not representative of the performance of any Franklin Templeton fund.
Past performance does not guarantee future results.

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2. Risk is measured by the annualized standard deviation of monthly total returns. Index returns reflect reinvested dividends.
3. STANDARD & POOR'S®, S&P® and S&P 500® are registered trademarks of Standard & Poor's Financial Services LLC. Standard & Poor's does not sponsor, endorse, sell or promote any S&P index-based product. Balanced portfolio is represented by 60% S&P 500 Index and 40% Barclay's U.S. Aggregate Index. Indexes are unmanaged and one cannot invest directly in an index.

Not FDIC Insured | May Lose Value | No Bank Guarantee

FUND GOAL
Income and capital appreciation

TOP 5 STOCK HOLDINGS[4]
As of September 30, 2015

Raytheon Co.	1.55%
Microsoft Corp.	1.34%
Johnson & Johnson	1.33%
Texas Instruments Inc.	1.32%
Union Pacific Corp.	1.26%

TOP 5 BOND HOLDINGS[4]
As of September 30, 2015

Morgan Stanley	0.93%
Citigroup Inc.	0.91%
Bank of America Corp.	0.91%
Valeant Pharmaceuticals International Inc.	0.89%
JP Morgan Chase & Co	0.84%

30-DAY STANDARDIZED YIELD[5]
As of September 30, 2015

Class A	2.63%

CUSIP/Symbol by Class

A	C	R	R6	Advisor
FBLAX	FBMCX	353 612 666	353 612 575	353 612 658

PORTFOLIO MANAGERS

Edward J. Perks, CFA
22 years industry experience

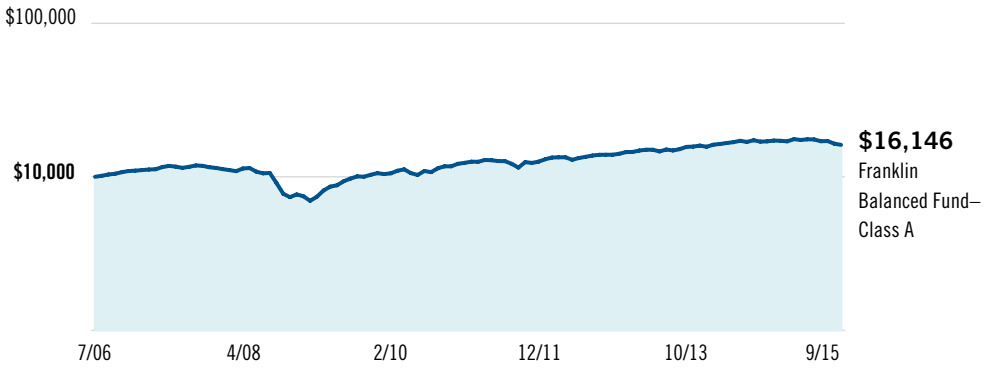
Brent Loder
16 years industry experience

Blair Schmicker, CFA
11 years industry experience

Alan E. Muschott, CFA
17 years industry experience

Shawn Lyons, CFA
19 years industry experience

GROWTH OF A $10,000 INVESTMENT (Without Sales Charge)
July 3, 2006–September 30, 2015



AVERAGE ANNUAL TOTAL RETURNS–CLASS A (For Periods Ended September 30, 2015)

With Sales Charge	**1-Year -10.17%**	**5-Year 6.02%**	**Since Inception (7/3/06) 4.65%**
Without Sales Charge	**-4.71%**	**7.29%**	**5.32%**

*Class A has a maximum **5.75%** initial sales charge and total annual operating expense of **1.09%** with waiver and **1.09%** without waiver.[6]*

WHAT ARE THE RISKS?
All investments involve risks, including possible loss of principal. The fund's share price and yield will be affected by interest rate movements. 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. Stock prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. These and other risk considerations are described more fully in the prospectus.

*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.*

4. As of September 30, 2015. Portfolio holdings are subject to change. For the fund's most recent portfolio information, please call Franklin Templeton Investments at (800) DIAL BEN/342-5236 or visit **franklintempleton.com**. The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top 10 holdings list.
5. 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.
6. 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.

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