



FRANKLIN TEMPLETON
INVESTMENTS

Templeton Emerging Markets Small Cap Fund

International
December 31, 2014

Fund Fact Sheet

Fund Description

The fund seeks long-term capital appreciation by investing at least 80% of its net assets in securities of small-cap companies located in emerging market countries. This includes small cap companies whose principal securities trading markets are in emerging market countries or that derive significant revenue or profits from services produced or sales made in emerging market countries.

Fund Overview

Total Net Assets [All Share Classes]	\$697 million
Fund Inception Date	10/2/2006
Dividend Frequency	Annually in December
Number of Issuers	109

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
A	880 19R 732	TEMMX
C	880 19R 724	TCEMX
R	880 19R 716	N/A
Advisor	880 19R 690	TEMZX

Fund Management

	Years with Firm	Years of Experience
Mark Mobius, PhD	27	46
Dennis Lim	24	30
Tom Wu	27	28
Allan Lam	27	27

Maximum Sales Charge

Class A: 5.75% initial sales charge
Class C: 1.00% contingent deferred sales charge (CDSC) in the first year only

Total Annual Operating Expenses

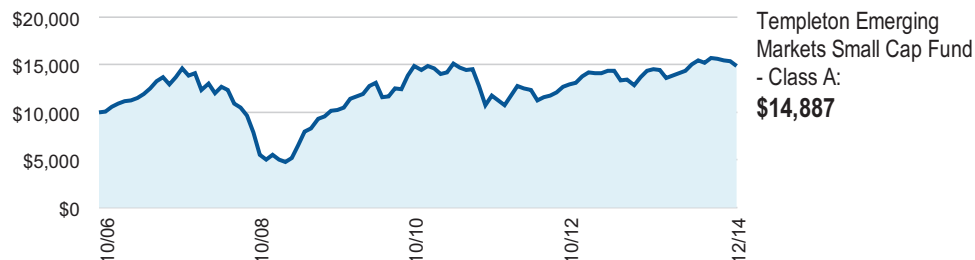
Share Class	With Waiver	Without Waiver
A	2.11%	2.12%
C	2.81%	2.82%

Asset Allocation (%)

Equity	84.12
Cash & Cash Equivalents	15.88

Performance

Growth of a \$10,000 Investment - Without Sales Charge (from 10/02/2006-12/31/2014)



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

Share Class	YTD	AVERAGE ANNUAL			Since Inception	Inception Date
		1 Yr	3 Yrs	5 Yrs		
A	With Sales Charge	-3.10	-3.10	9.09	4.15	4.19 10/2/2006
	Without Sales Charge	2.85	2.85	11.26	5.38	4.94 10/2/2006
C	With Sales Charge	1.16	1.16	10.45	4.65	4.24 10/2/2006
	Without Sales Charge	2.16	2.16	10.45	4.65	4.24 10/2/2006

Calendar Year Total Returns % - Without Sales Charge

Share Class	2014	2013	2012	2011	2010	2009	2008	2007
A	2.85	4.73	27.86	-27.59	30.30	104.53	-60.36	29.19

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)

Issuer Name	% of Total
PINAR SUT MAMULLERI SANAYII AS	3.87
ING VYSYA BANK LTD	2.36
REDINGTON INDIA LTD	2.26
JIANGLING MOTORS CORP LTD	2.24
JK CEMENT LTD	2.18
EGYPTIAN INTL PHAR	2.16
YOUNGONE CORP	2.02
FEDERAL BANK LTD	2.01
BAJAJ HOLDINGS AND INVESTMENT LTD	2.00
FILA KOREA LTD	1.65

Fund Measures

Standard Deviation (3 Yrs)	13.24
Beta (3 Yrs; vs. MSCI Emerging Markets Small Cap Index)	0.88

Composition of Fund

■ Templeton Emerging Markets Small Cap Fund ■ MSCI Emerging Markets Small Cap Index

Geographic	% of Equity	Sector	% of Equity
India	16.12 / 9.34	Consumer Discretionary	29.37 / 17.54
Turkey	11.83 / 1.71	Consumer Staples	18.45 / 7.57
South Korea	9.65 / 15.90	Health Care	12.28 / 6.00
China	8.93 / 20.43	Financials	12.27 / 20.32
Brazil	6.40 / 4.53	Industrials	9.27 / 15.09
Hong Kong	4.58 / 0.00	Information Technology	9.12 / 15.60
Poland	3.91 / 1.31	Materials	4.92 / 11.85
Russia	3.46 / 0.43	Energy	3.89 / 1.74
Egypt	3.18 / 1.04	Telecommunication Services	0.44 / 0.77
Other	31.93 / 45.31	Utilities	0.00 / 3.51

Morningstar Rating™—Class A

Overall Morningstar Rating™ As of December 31, 2014 the fund's Class A shares received a traditional 4 star overall Morningstar Rating™, measuring risk-adjusted returns against 521 and 341 U.S.-domiciled Diversified Emerging Markets funds over the 3- and 5- 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.



What Are the Risks

All investments involve risks, including possible loss of principal. Special risks are associated with foreign investing, including currency fluctuations, economic instability and political developments. Investments in emerging markets, of which frontier markets are a subset, involve heightened risks related to the same factors, in addition to those associated with these markets' smaller size, lesser liquidity and lack of established legal, political, business and social frameworks to support securities markets. Because these frameworks are typically even less developed in frontier markets, as well as various factors including the increased potential for extreme price volatility, illiquidity, trade barriers and exchange controls, the risks associated with emerging markets are magnified in frontier markets. Smaller company stocks have historically had more price volatility than large-company stocks, particularly over the short term. All investments in the fund should be thought of as long-term investments that could experience significant price volatility in any given year. The fund is designed for the aggressive portion of a well-diversified portfolio. These and other risk considerations are discussed in the fund's prospectus.

Glossary

Beta: A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market.

Standard Deviation: A measure of risk; the larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate.

Important Information

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

Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.

Source for Index: FactSet. Indexes are unmanaged and one cannot invest directly in an index.

All MSCI data is provided "as is." The fund described herein is not sponsored or endorsed by MSCI. In no event shall MSCI, its affiliates or any MSCI data provider have any liability of any kind in connection with the MSCI data or the Fund described herein. Copying or redistributing the MSCI data is strictly prohibited.

Performance: The fund offers other share classes subject to different fees and expenses, which will affect their performance.

Class C Shares have higher annual fees and expenses than Class A Shares.

Top 10 Holdings: The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included.

Composition of Fund: Percentage may not equal 100% due to rounding.

Overall Morningstar Rating™: Source: Morningstar® 12/31/14. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance after adjusting for sales loads (except for load-waived A shares), redemption fees, and the risk free rate, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 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. Class A shares of Templeton Emerging Markets Small Cap Fund received a traditional Morningstar Rating of 5 and 4 star(s) for the 3- and 5-year periods, respectively. The Morningstar Rating™ may differ among share classes of a mutual fund as a result of different sales loads and/or expense structure. **Past performance does not guarantee future results.** ©2015 Morningstar, Inc. All rights reserved. The information contained herein is proprietary to Morningstar and/or its content providers; may not be copied or distributed; and 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.