



Franklin Growth Opportunities Fund—Class A

Product Profile

Fourth Quarter 2014

FUND CHARACTERISTICS (AS OF 12/31/14)

NASDAQ Symbol	FGRAX
Fund Inception Date	6/23/99
Dividends	Annually in December
Investment Style	Growth
Benchmark	Russell 3000 Growth Index
Lipper Classification	Multi-Cap Growth Funds
Morningstar Category™	Large Growth
Total Net Assets—All Share Classes	1,026 million
Number of Issuers	82
Maximum Initial Sales Charge	5.75%

FUND DESCRIPTION

The fund seeks capital appreciation by investing substantially in equity securities of companies demonstrating accelerating growth, increasing profitability, or above average growth or growth potential as compared with the overall economy.

PERFORMANCE DATA

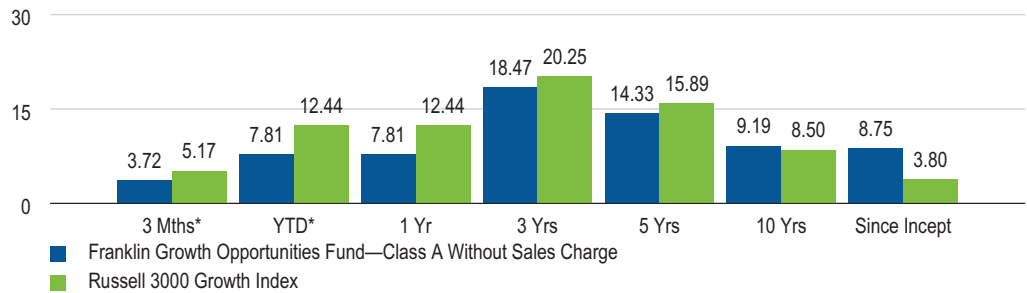
Average Annual Total Returns for Periods Ended December 31, 2014 (%)

	3 Mths*	YTD*	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept (6/23/99)
With Sales Charge	-2.25	1.60	1.60	16.15	12.98	8.55	8.34
Without Sales Charge	3.72	7.81	7.81	18.47	14.33	9.19	8.75
Russell 3000 Growth Index	5.17	12.44	12.44	20.25	15.89	8.50	3.80

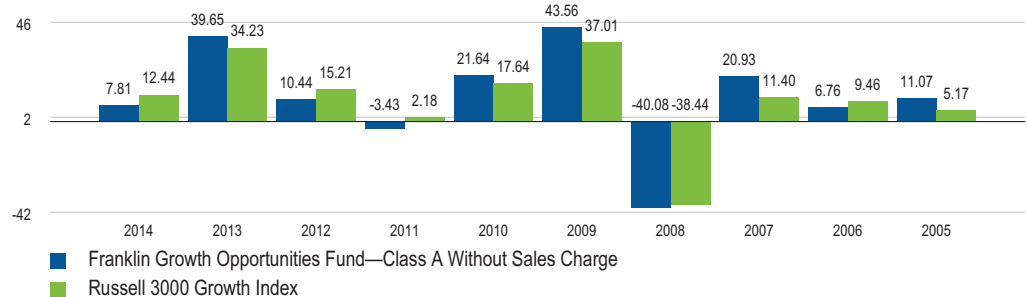
Total Annual Operating Expenses—1.17%

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/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

Average Annual Total Returns for Periods Ended December 31, 2014 (%)



Calendar Year Returns As of December 31, 2014 (%)



If the Fund's sales charge had been included, the returns would have been lower.

*Cumulative Total Returns.

For information related to the "Fund Characteristics" and "Performance Data" sections, please see Explanatory Notes.

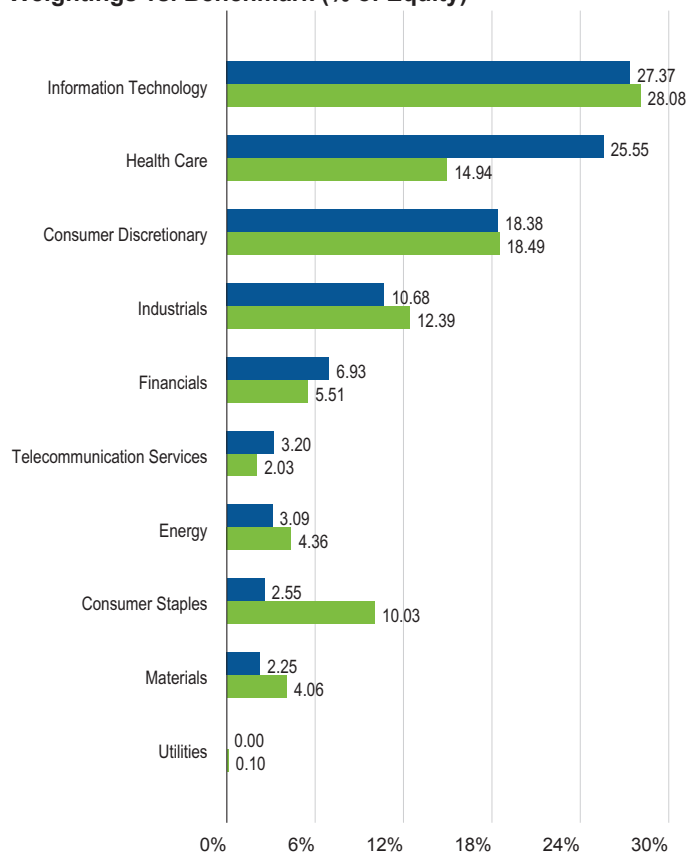
Not FDIC Insured | May Lose Value | No Bank Guarantee

PORTFOLIO DIVERSIFICATION (AS OF 12/31/14)

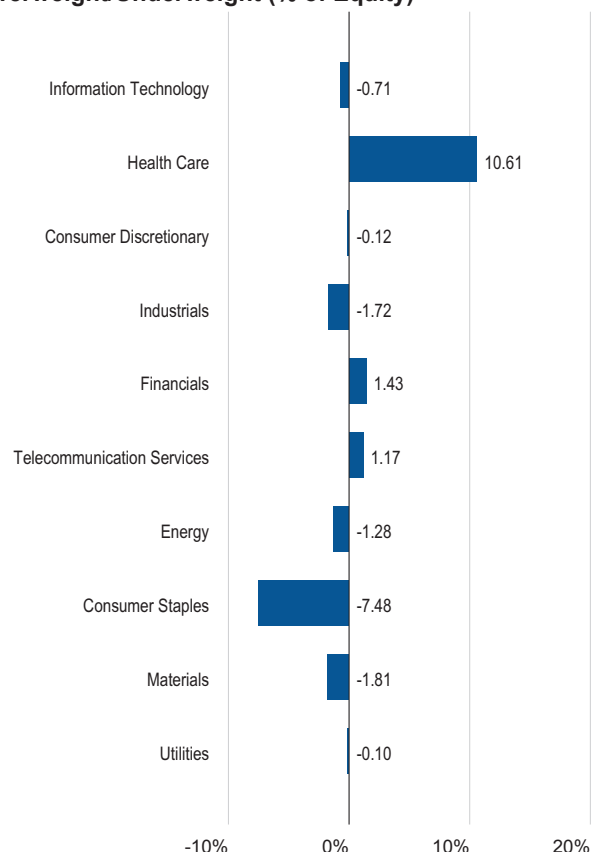
Top Ten Holdings

Issuer Name	Industry	% of Total
1. CELGENE CORP	Pharmaceuticals, Biotechnology & Life Sciences	4.10
2. GOOGLE INC	Software & Services	3.59
3. ACTAVIS PLC	Pharmaceuticals, Biotechnology & Life Sciences	3.58
4. MASTERCARD INC	Software & Services	3.48
5. SBA COMMUNICATIONS CORP	Telecommunication Services	3.18
6. FACEBOOK INC	Software & Services	3.02
7. APPLE INC	Technology Hardware & Equipment	2.97
8. GILEAD SCIENCES INC	Pharmaceuticals, Biotechnology & Life Sciences	2.37
9. VISA INC	Software & Services	2.31
10. PRECISION CASTPARTS CORP	Capital Goods	2.14
Total		30.74

Sector Weightings vs. Benchmark (% of Equity)

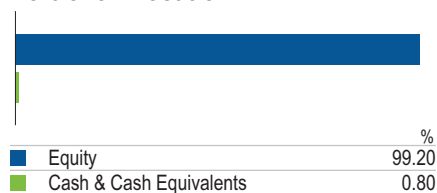


Sector Overweight/Underweight (% of Equity)



■ Franklin Growth Opportunities Fund
 ■ Russell 3000 Growth Index

Portfolio Allocation



Largest Sector Contributors vs. Russell 3000 Growth Index

Sector	Total Effect (%)
Information Technology	0.42
Energy	0.08
Telecommunication Services	0.02
Financials	0.02
Consumer Staples	0.01

Smallest Sector Contributors vs. Russell 3000 Growth Index

Sector	Total Effect (%)
Consumer Discretionary	-0.68
Industrials	-0.54
Materials	-0.25
Health Care	-0.17
Cash & Other Net Assets	-0.08

Contributor data shown is for the period 10/1/14 to 12/31/14

PORTFOLIO CHARACTERISTICS (AS OF 12/31/14)—Fund vs. Russell 3000 Growth Index

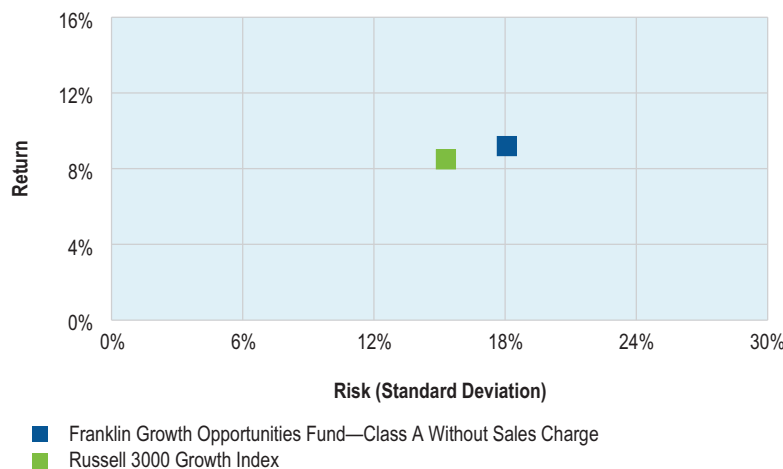
	Fund	Benchmark		Fund	Benchmark
Weighted Average Market Capitalization (Millions)	82,786	112,092	Return on Equity	17.02%	23.71%
Median Market Capitalization (Millions)	18,163	1,732	Operating Margin	24.36%	21.25%
Historical 3 Yr Sales Growth	23.45%	14.60%	Net Margin	13.41%	13.57%
Historical 3 Yr EPS Growth	15.20%	13.27%	FY1 Price to Earnings	22.86x	19.47x
Estimated 3-5 Yr EPS Growth	22.26%	14.93%	P/E to Growth	1.10x	1.43x
			Price to Book	5.32x	5.20x

PERFORMANCE RISK STATISTICS - Class A

Modern Portfolio Theory (MPT) Statistics
(As of 12/31/14)

Performance Risk Statistics	3 Years	5 Years	10 Years
Standard Deviation	12.30	16.35	18.06
Alpha	-4.89	-3.43	0.13
Beta	1.20	1.16	1.12
Sharpe Ratio	1.50	0.87	0.43
Information Ratio	-0.41	-0.34	0.12
Tracking Error	4.34	4.60	5.91
R-Squared	90.02	93.87	90.36

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Risk vs. Return
10-Year Period Ended 12/31/14

If the Fund's sales charge had been included, the returns would have been lower.

GLOSSARY

Alpha: Alpha measures the difference between a fund's actual returns and its expected returns given its risk level as measured by its beta. A positive alpha figure indicates the fund has performed better than its beta would predict. In contrast, a negative alpha indicates a fund has underperformed, given the expectations established by the fund's beta. Some investors see alpha as a measurement of the value added or subtracted by a fund's manager.

Benchmark: An unmanaged group of securities whose overall performance is used as a standard to measure investment performance.

Beta: A measure of the magnitude of a portfolio's past share-price fluctuations in relation to the ups and downs of the overall market (or appropriate market index). The market (or index) is assigned a beta of 1.00, so a portfolio with a beta of 1.20 would have seen its share price rise or fall by 12% when the overall market rose or fell by 10%.

EPS Growth: Earning Per Share. The portion of a company's profit allocated to each outstanding share of common stock. Serves as an indicator of a company's profitability.

FY1 Price to Earnings: A measure of the price to earnings ratio (P/E) using forecasted earnings for the P/E calculation. The forecasted earnings for FY1 represent the forecasted earnings at the end of the next fiscal year-end period.

Historical 3 Yr Sales Growth: The rate at which sales have increased for the fund's underlying holdings over the last three years.

Information Ratio: In investing terminology, the ratio of expected return to risk. Usually, this statistical technique is used to measure a manager's performance against a benchmark. This measure explicitly relates the degree by which an investment has beaten the benchmark to the consistency by which the investment has beaten the benchmark.

Market Capitalization: A determination of a company's value, calculated by multiplying the total number of company stock shares outstanding by the price per share.

Net Margin: The ratio of net profits to revenues for a company or business segment that shows how much of each dollar earned by the company is translated into profits.

Operating Margin: A measurement of what proportion of a company's revenue is left over after paying for variable costs of production such as wages, raw materials, etc.

P/E to Growth: A ratio used to determine a stock's value while taking into account earnings growth.

Price to Book: The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the ratio is the weighted average price/book ratio of the stocks it holds.

R-Squared: A measure of how much of a portfolio's performance can be explained by the returns from the overall market (or a benchmark index). If a portfolio's total return precisely matched that of the overall market or benchmark, its R-squared would be 100. If a portfolio's return bore no relationship to the market's returns, its R-squared would be 0.

Return on Equity: A measurement of a corporation's profitability that reveals how much profit a company generates with the money shareholders have invested.

Sharpe Ratio: To calculate a Sharpe ratio, an asset's excess returns (its return in excess of the return generated by risk-free assets such as Treasury bills) are divided by the asset's standard deviation.

Standard Deviation: A measure of the degree to which a fund's return varies from its previous returns or from the average of all similar funds. The larger the standard deviation, the greater the likelihood (and risk) that a security's performance will fluctuate from the average return.

Tracking Error: Measure of the deviation of the return of a fund compared to the return of a benchmark over a fixed period of time. Expressed as a percentage. The more passively the investment fund is managed, the smaller the tracking error.

MARKET REVIEW

Despite steep intermittent selloffs that sent volatility gauges to two-year highs, major US equity indexes rose solidly in the fourth quarter as investors were encouraged by rising corporate earnings and broadening US economic strength. Supportive domestic data helped US stocks overcome concerns about growth in China, Europe and Japan, intensifying geopolitical tensions with Russia, collapsing oil prices, and the Federal Reserve's plans for interest rates. The market also continued to be underpinned by elevated levels of merger-and-acquisition (M&A) and initial public offering activity. As major US equity indexes advanced, seven out of 10 sectors traded higher, led by utilities, consumer discretionary and consumer staples, contrasting with modest declines for telecommunication services and materials as well as a pronounced selloff in the energy sector. Small-capitalization stocks generally outperformed their mid-cap peers by a wide margin, while both tiers topped the large-cap universe. By investment style, value-oriented equities slightly outperformed their growth counterparts among large- and mid-cap stocks, while the inverse was generally true for small caps. Across the world, the US stock market outpaced the vast majority of developed and emerging markets, many of which sold off in the fourth quarter.

The US dollar rose versus the currencies of America's major trading partners as the US expansion deepened amid upswings in industrial activity, hiring and spending. The unemployment rate hit a six-year low and consumer confidence gauges reached seven-year highs during the quarter. Additionally, retail sales increased to record levels, led by growth in auto sales. Americans' purchasing power was bolstered by lower energy costs and mild inflation. In the housing market, home sales were up, but the pace of home-price appreciation ebbed. Notably, the expanding US factory sector remained a bright light amid dimming manufacturing data elsewhere as overall domestic output climbed above its prerecession peak.

PERFORMANCE REVIEW AND CONTRIBUTORS TO PERFORMANCE

Performance Review

The fund underperformed its benchmark index in 2014's fourth quarter, with the consumer discretionary, industrials, materials and health care sectors detracting from relative returns. Conversely, the information technology sector largely contributed to relative results.

Detracting from the fund's quarterly relative performance was stock selection in the consumer discretionary sector. Shares of Internet television network Netflix sold off as subscriber growth lagged in the third quarter. Benefiting the sector was restaurant franchisor Buffalo Wild Wings, which reported solid third-quarter financial results from improved traffic and pricing.

In the industrials sector, flow control systems manufacturer Flowserve detracted from performance as the company's energy-related end markets weakened on falling crude oil prices. In contrast, higher fares and falling oil prices led to record third-quarter profits for AMR, parent company of American Airlines, which benefited the fund's returns. In the materials sector, despite reporting a rise in third-quarter earnings, LyondellBasell Industries was pressured by investor concerns that low oil prices would narrow profit margins for the polypropylene plastics company.

Not having exposure in the health care equipment and supplies industry detracted from relative returns in the health care sector. Stock selection in the health care providers and services industry also proved adverse. Long-term holding Gilead Sciences was weak in the quarter amid concerns about increased competition and insurance companies restricting its Hepatitis C treatment. The health care sector included several positions in the biotechnology industry that contributed to relative performance, such as Celgene, Incyte and Celldex Therapeutics. We believe multiple biotechnology companies offer high levels of innovation and the possibility of raising the standards of care and treatment for patients. Therefore, we remain focused on leading global brands that stand to benefit from multi-year growth trends.

Also helping the fund's quarterly relative performance was stock selection in the information technology sector. Shares of payment processors MasterCard and Visa rallied and boosted fund returns after the companies' latest quarterly results topped analysts' expectations. Communications software provider BroadSoft also reported better-than-expected third-quarter results and revenue outlook, sending its shares higher. Detracting from relative performance was an underweighting relative to benchmark index in shares of Apple, which performed well in the quarter. We continue to see the global smartphone industry becoming increasingly competitive in 2015. The fund's underweight in the energy sector versus the benchmark assisted relative returns, but the rapid declines in oil prices have had a negative impact on our investments in Anadarko Petroleum and Diamondback Energy, which hindered results.

Portfolio Positioning

The fund's investment philosophy is to identify and invest in high-quality growth companies with sustainable long-term growth prospects, superior profitability and meaningful competitive advantages. For the quarter ended December 31, 2014, the fund's largest sector overweight versus the benchmark index was health care, while the fund was most underweight in consumer staples relative to the benchmark. In the fourth quarter, there were modest weighting increases in the health care and information technology sectors and decreases in the consumer discretionary, energy and industrials sectors over prior quarter.

Outlook & Strategy

As we look to 2015, we believe strength in both consumer and corporate America will likely support continued economic growth in the United States. We think the prevailing environment of low inflation, US dollar strength and a slowly improving labor market could allow for a long runway before significant interest-rate increases are required. These factors may continue to contribute to an economic backdrop that is supportive of an improving domestic economy and many of the secular growth themes our team has identified.

The US consumer will be a driving force behind the economy in 2015, in our opinion. After an extended "jobless" recovery, the United States has been undergoing a period of improving employment and wages. Consumers have benefited from low inflation and the prolonged low interest-rate environment. More recently, a decline in energy prices has translated into lower gasoline prices, providing a tailwind to consumers overall. We expect these trends to contribute to US growth on multiple fronts in 2015.

Corporate health in the United States remains strong, in our view. Over the past several years, cost controls, higher productivity and modest revenue growth have led to record US corporate profit levels, and they have helped drive the cash balances of many US companies to record levels. More recently, companies have started to look at strategic M&A to enhance their competitive positions or to enter new growth markets. With a convergence of low interest rates, record levels of corporate cash generation, healthy equity prices and a stable growth environment leading companies to seek expansion through strategic acquisitions, 2014 saw the largest level of M&A activity since 2007. More importantly, we feel the increased activity is a sign that many companies are optimistic about the future, and we anticipate M&A activity is likely to continue in 2015 as economic conditions remain positive.

Looking forward, we believe generally strong US corporate fundamentals should continue to support current

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PERFORMANCE REVIEW AND CONTRIBUTORS TO PERFORMANCE (CONTINUED)

valuation levels, and equity performance potential is likely to be driven by earnings growth and corporate managers' capital allocation decisions. However, we would not be surprised to see more equity market volatility going forward as investors consider the potential implications of rising interest rates. We also continue to watch the evolving geopolitical landscape for events that can increase market volatility. We believe such periods of volatility often create great buying opportunities for long-term investors.

Overall, US equity market fundamentals continue to look favorable to us on the back of strength in corporate earnings and improving consumer spending. We see myriad opportunities in the current market and believe prospects are bright for US growth equities in 2015 and beyond.

INVESTMENT PHILOSOPHY AND PROCESS**Philosophy**

The Franklin U.S. Growth Team philosophy holds that companies with potential for long-term sustainable growth can provide significant opportunities for investors. Market participants can have a short-term perspective and underappreciate the value created by sustainable growth. We believe that the best potential for delivering attractive risk-adjusted returns is by identifying companies with potential for sustainable growth that is not already reflected in their current stock prices.

Investment Approach

Within a collaborative environment, our team utilizes fundamental, bottom-up research to focus on companies that we believe have sustainable growth characteristics, meeting our criteria of Growth, Quality and Valuation.

Growth

- Focus on companies with potential to produce sustainable earnings and cash flow growth
- Evaluate the long-term market opportunity and competitive structure of the industry to target current and emerging leaders

Quality

- Seek companies with strong and improving competitive positions in attractive markets
- Identify experienced and talented management teams as well as financial strength reflected in the capital structure, gross and operating margins, free cash flow generation, and returns on capital

Valuation

- Consider a range of potential outcomes based on an assessment of multiple scenarios
- Consider whether security prices fully reflect the balance of the sustainable growth opportunities relative to the business and financial risks

INVESTMENT AND MANAGEMENT TEAM (AS OF 12/31/14)

Franklin Growth Opportunities Fund Management Team	Years with Firm	Years Experience
Grant Bowers	21	21
Conrad Herrmann, CFA	26	32

WHAT ARE THE RISKS

All investments involve risks, including possible loss of principal. Growth stock prices reflect projections of future earnings or revenues, and can, therefore, fall dramatically if the company fails to meet those projections. Smaller, mid-sized and relatively new or unseasoned companies can be particularly sensitive to changing economic conditions, and their prospects for growth are less certain than those of larger, more established companies. Historically, these securities have experienced more price volatility than larger company stocks, especially over the short-term. To the extent the fund focuses on particular countries, regions, industries, sectors or types of investment from time to time, it may be subject to greater risks of adverse developments in such areas of focus than a fund that invests in a wider variety of countries, regions, industries, sectors or investments. These and other risks are described more fully in the fund's prospectus.

EXPLANATORY NOTES**FUND CHARACTERISTICS**

Number of Issuers: All portfolio holdings are subject to change. Holdings of the same issuer have been combined.

PERFORMANCE DATA

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

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

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The Russell index shown is a trademark/servicemark of the Frank Russell Company.

PORTFOLIO DIVERSIFICATION

Top Ten Holdings: Holdings of the same issuer have been combined. Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change. The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included. For updated information, call Franklin Templeton Investments at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com.

Sector Weightings/Sector Overweight/Underweight: Weightings as percent of equity (unless otherwise noted). Percentage may not equal 100% due to rounding. Information is historical and may not reflect current or future portfolio characteristics.

Largest/Smallest Sector Contributors: Total effect represents the opportunity cost of investment decisions in a group relative to overall benchmark.

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

PORTFOLIO CHARACTERISTICS

Source: FactSet. The Price/Earnings ratio calculation for the weighted average uses harmonic means. The Estimated 3-5 Year EPS Growth uses simple weighted average means. There can be no assurance that the Estimated 3-5 Year EPS Growth will be realized. The Return on Equity calculation uses simple weighted average means.

The portfolio characteristics listed are based on the fund's underlying holdings, and do not necessarily reflect the fund's characteristics. Due to data limitations all equity holdings are assumed to be the primary equity issue (usually the ordinary or common shares) of each security's issuing company. This methodology may cause small differences between the portfolio's reported characteristics and the portfolio's actual characteristics. In practice, Franklin Templeton's portfolio managers invest in the class or type of security which they believe is most appropriate at the time of purchase. The market capitalization figures for both the portfolio and the benchmark are at the security level, not aggregated up to the main issuer. All portfolio holdings are subject to change.

PERFORMANCE RISK STATISTICS

Risk vs. Return: Risk is measured by the annualized standard deviation of monthly total returns. Performance of the fund does not include sales charges (if applicable), but it does include dividends and capital gains reinvested at net asset value.

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

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

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/(800) 342-5236 or visit franklintempleton.com. Please carefully read a prospectus before you invest or send money.



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