MUTUAL GLOBAL DISCOVERY FUND

A Go-Anywhere Value Strategy

How do you take advantage of global economic growth as an investor? **Mutual Global Discovery Fund** employs a flexible approach, allowing its managers to opportunistically invest anywhere in the world without constraints.



Tap into a world of opportunity

Employing a time-tested investment strategy, the fund's managers take a flexible approach to investing that not only focuses on uncovering the most attractive undervalued companies around the world, but they also have the freedom to pursue compelling investment opportunities in merger arbitrage and distressed securities situations.

One company at a time

When it comes to deep value investing, Mutual Series applies a rigorous bottom-up research process, one company at a time. The result is a fund diversified globally across 15 countries and 24 industries, including the world's:¹

- Leading mobile telecommunications company based in Britain
- Largest independent power producer based in France

Impressive risk/return profile

The fund's managers focus a great deal of effort on reducing downside risk while seeking return. For the 10-year period ended December 31, 2013, the fund's Class A Shares without sales charges:

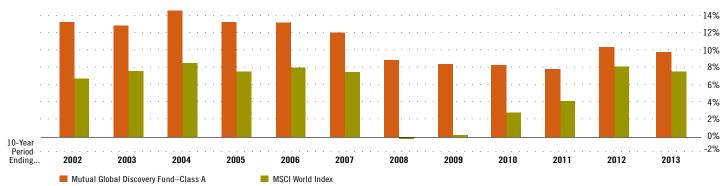
- Outperformed its benchmark, returning 9.11% versus 7.55% for the MSCI World Index.²
- Delivered lower volatility with a standard deviation of 10.74% versus 15.93% for the MSCI World Index.³

If the fund's 5.75% sales charge had been included, the 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 the most recent month-end performance.

MUTUAL GLOBAL DISCOVERY FUND HAS OUTPACED WORLD MARKETS4

10-Year Rolling Average Returns-Class A (without sales charges) vs. MSCI World Index²

December 31, 1992-December 31, 2013



- 1. As of 12/31/13. 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.
- 2. Source: © 2014 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. Indexes are unmanaged, and one cannot invest directly in an index
- 3. Risk is measured by the annualized standard deviation of monthly total returns. Index returns reflect reinvested dividends.
- 4. World Markets is defined as the MSCI World Index.



MUTUAL GLOBAL DISCOVERY FUND



As of December 31, 2013, the fund's Class A shares received a 4-star overall Morningstar Rating™, measuring risk-adjusted returns against 797, 638 and 324 U.S.-domiciled World Stock 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.

FUND GOAL

Seeks capital appreciation.

GEOGRAPHIC BREAKDOWN¹ United States

United States 51.72%
United Kingdom 15.42%
France 6.10%
Germany
Netherlands 3.24%
Israel 2.77%
Hong Kong 2.31%
Switzerland 2.18%
Other 7.21%
Cash

PORTFOLIO MANAGERS



Peter Langerman 28 years industry experience



P. Brugere-Trelat, CFA 30 years industry experience

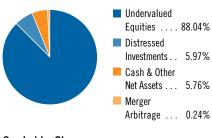


Tim Rankin 22 years industry experience

TEAM FACTS

- · Based in Short Hills, New Jersey
- Consists of over 28 investment professionals
- Over 515 years of combined investment experience
- Operates as a collaborative unit, with all analysts and managers sharing ideas

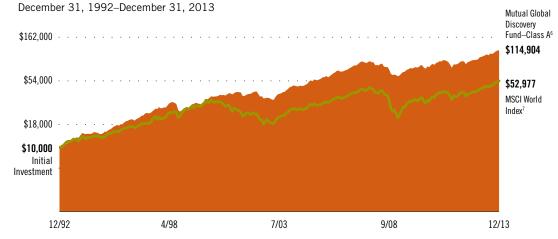
PORTFOLIO BREAKDOWN¹



Symbol by Class

Α	С	R	Z
TEDIX	TEDSX	TEDRX	MDISX

GROWTH OF A \$10,000 INVESTMENT (Without Sales Charge)



Average Annual Total Returns-Class A for periods ended December 31, 2013

With Sales Charges	1-Year: 18.08%	5-Year: 11.75%	10-Year: 9.11%
Without Sales Charges	25.26%	13.09%	9.76%

Class A has a maximum 5.75% initial sales load and total annual operating expenses of 1.32%.8

WHAT ARE THE RISKS?

All investments involve risks, including possible loss of principal. Value securities may not increase in price as anticipated or may decline further in value. The fund's investments in foreign securities involve special risks including currency fluctuations, and economic and political uncertainties. The fund may also invest in companies engaged in mergers, reorganizations or liquidations, which involve special risks as pending deals may not be completed on time or on favorable terms, as well as lower-rated bonds, which entail higher credit risk. Please consult the prospectus for a more detailed description of the fund's risks.

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.

- 5. Source: © 2014 Morningstar. 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 3, 2 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 classes may have different performance characteristics. © 2014 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.
- 6. Figures include the Rule 12b-1 expenses as if in effect during the entire period.
- 7. Source: © 2014 Morningstar, 12/31/13. Indexes are unmanaged, and one cannot invest directly in an index.
- 8. The fund offers other share classes, subject to different fees and expenses that will affect their performance. CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

VALUE BLEND GROWTH SECTOR GLOBAL INTERNATIONAL HYBRID ASSET ALLOCATION FIXED INCOME TAX-FREE INCOME



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