GLOBAL

Mutual Global Discovery Fund

SEARCHING GLOBALLY FOR VALUE

FRANKLIN TEMPLETON INVESTMENTS

Franklin Templeton Investments

Gain From Our Perspective®

Franklin Templeton's distinct multi-manager structure combines the specialized expertise of three world-class investment management groups—Franklin, Templeton and Mutual Series.

SPECIALIZED EXPERTISE

Each of our portfolio management groups operates autonomously, relying on its own research and staying true to the unique investment disciplines that underlie its success.

Franklin. Founded in 1947, Franklin is a recognized leader in fixed income investing and also brings expertise in growth- and value-style U.S. equity investing.

Templeton. Founded in 1940, Templeton pioneered international investing and, in 1954, launched what has become the industry's oldest global fund. Today, with offices in over 25 countries, Templeton offers investors a truly global perspective.

Mutual Series. Founded in 1949, Mutual Series is dedicated to a unique style of value investing, searching aggressively for opportunity among what it believes are undervalued stocks, as well as arbitrage situations and distressed securities.

TRUE DIVERSIFICATION

Because our management groups work independently and adhere to different investment approaches, Franklin, Templeton and Mutual Series funds typically have distinct portfolios. That's why our funds can be used to build truly diversified allocation plans covering every major asset class.

RELIABILITY YOU CAN TRUST

At Franklin Templeton Investments, we seek to provide investors with strong risk-adjusted returns over the long term, as well as the reliable, accurate and personal service that has helped us become one of the most trusted names in financial services.

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

The Strategy

MUTUAL GLOBAL DISCOVERY FUND OFFERS GLOBAL DIVERSIFICATION BY INVESTING PRIMARILY IN UNDERVALUED STOCKS OF COMPANIES FROM AROUND THE WORLD.

> WE ARE OPPORTUNISTIC VALUE INVESTORS

Our core investments are in undervalued stocks with viable catalysts that we believe will change the way the market views their true worth, thus unlocking value for our shareholders. Through bottom-up research, we seek to find value wherever it hides. This approach allows us to find opportunities throughout all parts of the business cycle.

> WE THINK AND ACT LIKE COMPANY OWNERS

Our portfolio managers roll up their sleeves to do their own proprietary research, determined to find the best opportunities the market has overlooked. We aim to be diligent in our analysis and disciplined in our purchases so that we only buy securities trading at a significant discount to what we think they are intrinsically worth. Additionally, we have a responsibility to our shareholders and will be activist investors if their interests need to be protected.

> WE STRIVE TO REDUCE RISK

Undervalued stocks are by definition discounted, which we believe reduces risk. In addition, our select investments in distressed securities and merger arbitrage, both natural extensions of our value strategy, tend to be affected less by broad market movements than by the specifics surrounding each particular situation. The Mutual Series strategy has historically provided our funds with lower volatility than the overall market and has enabled us to deliver strong and more consistent results over the long term.

"We look around the world to find where investors are discouraged, because where there's discouragement, there's often opportunity. We're always looking to add holdings we believe are poised to benefit from increased market recognition and internal catalysts."

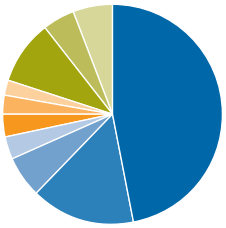
PHILIPPE BRUGERE-TRELAT, PORTFOLIO MANAGER

The Benefits

> GLOBAL AND INDUSTRY DIVERSIFICATION

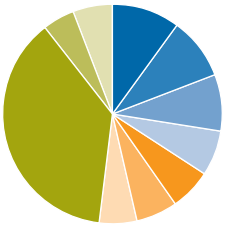
As of December 31, 2013, Mutual Global Discovery Fund included investments in 166 securities, 14 countries and 22 industries.[1]

Geographic Breakdown



United States	46.95%
United Kingdom	15.52%
France	6.09%
Germany	3.28%
Netherlands	3.24%
Israel	2.77%
Hong Kong	2.31%
Other	9.31%
Fixed Income	4.82%
Cash	5.72%

Industry Breakdown



Energy	10.18%
Insurance	9.04%
Banks	8.31%
Diversified Financials	6.83%
Food, Beverage & Tobacco	6.17%
Capital Goods	5.90%
Food & Staples Retailing	5.65%
Other	37.39%
Fixed Income	4.82%
Cash	5.72%

> A VETERAN PORTFOLIO MANAGEMENT TEAM

Philippe Brugere-Trelat and Peter Langerman co-manage Mutual Global Discovery Fund. Together they provide over 58 years of investment management expertise.

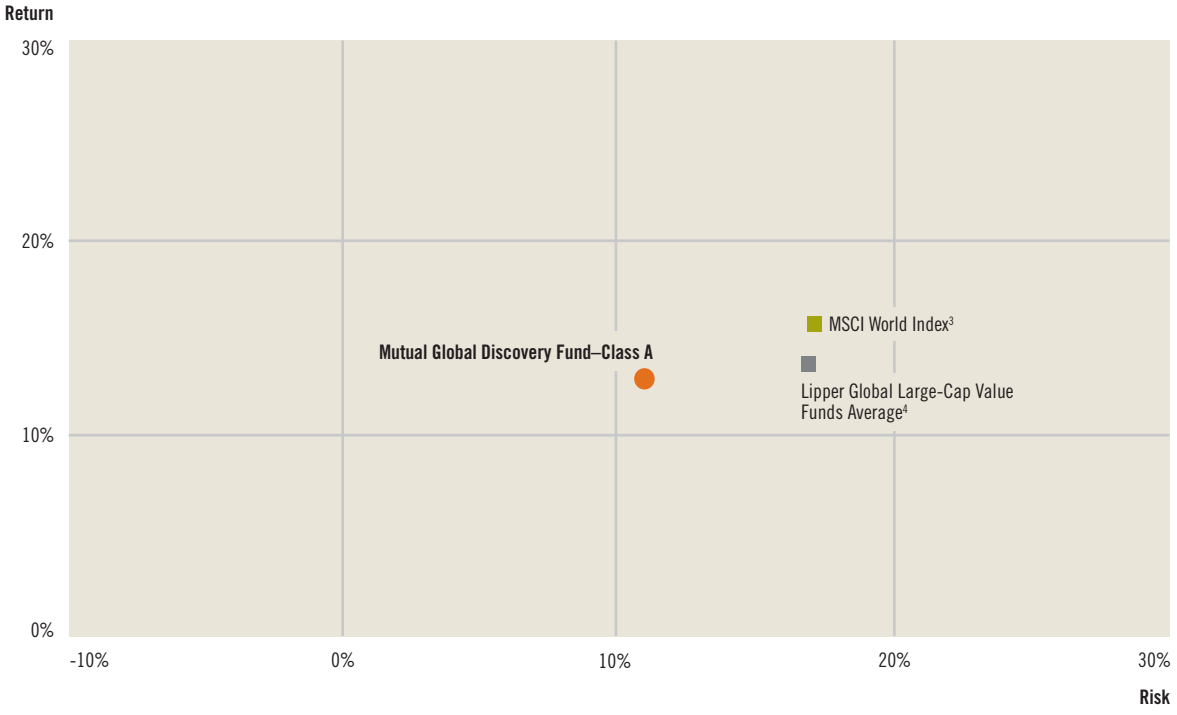
Mutual Series' investment process and discipline have remained consistent since its inception over six decades ago. The original founders established the deep value philosophy and collaborative team culture that Mutual Series upholds today.

1. Portfolio holdings may change. Due to rounding, the sum of the portfolio may not equal 100%. For the fund's most recent portfolio information, please call Franklin Templeton Investments at (800) DIAL BEN/342-5236 or visit **franklintempleton.com**.

> A RECORD OF LOWER VOLATILITY

Generally speaking, because value stocks are already discounted, they may not have as far to fall should the market correct or a company's quarterly earnings disappoint Wall Street. For the five-year period ended December 31, 2013, Mutual Global Discovery Fund, Class A had lower volatility than its global benchmark index and its Lipper peer group average.

Risk vs. Return Comparison[2] (Without Sales Charge)
5-Year Period Ended December 31, 2013



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

2. Risk is measured by the annualized standard deviation of monthly total returns. Index returns reflect reinvested dividends. Fund performance does not include sales charges, but does include dividends and capital gains reinvested at net asset value. **Past performance does not guarantee future results.**

3. 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.

4. Source: Lipper, Inc. There were 31 funds in the Lipper Global Large-Cap Value peer group during this period without sales charge. **Past performance does not guarantee future results**.

The Results

MORNINGSTAR RATING™[5]

As of December 31, 2013, Morningstar® awarded the fund's Class A shares a four-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.

ANNUAL TOTAL RETURNS–CLASS A (Without Sales Charge[6])

1998	1999	2000	2001	2002	2003	2004	2005
-2.37%	26.38%	12.26%	0.86%	-9.39%	31.13%	18.98%	15.29%

2006	2007	2008	2009	2010	2011	2012	2013
23.02%	10.96%	-26.73%	20.89%	11.08%	-2.99%	13.34%	25.26%

If the fund's sales charge had been included, its return would have been lower.

AVERAGE ANNUAL TOTAL RETURNS (Periods Ended December 31, 2013)

	With Sales Charges[7]					Without Sales Charges[6]			
	Inception Date	1-Year	5-Year	10-Year	Since Inception	1-Year	5-Year	10-Year	Since Inception
Class A	12/31/92	18.08%	11.75%	9.11%	12.01%	25.26%	13.09%	9.76%	12.33%
Class C	12/31/92	23.39%	12.30%	9.00%	11.58%	24.39%	12.30%	9.00%	11.58%

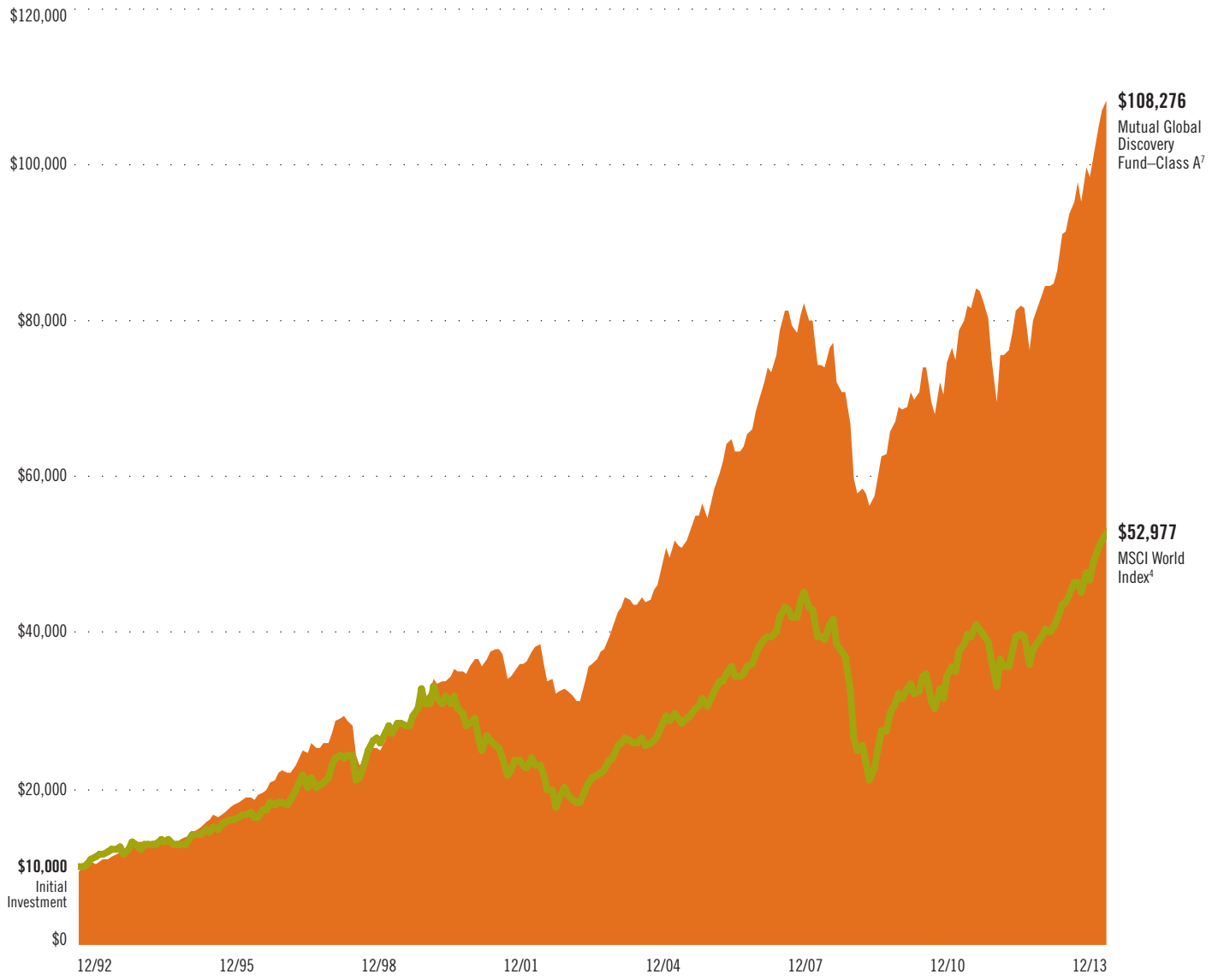
Sales Charges: *Class A: Maximum 5.75% initial sales charge; Class C: 1% contingent deferred sales charge in the first year only.*
Total Annual Operating Expenses: *Class A: 1.32%; Class C: 2.02%*

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, 5 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.

6. Fund figures include the Rule 12b-1 expenses as if in effect during the entire period.

GROWTH OF A $10,000 INVESTMENT (With Sales Charge)

December 31, 1992–December 31, 2013



7. Prior to 11/1/96, only a single class of fund shares was offered without a sales charge and Rule 12b-1 expenses. Returns shown are a restatement of the original class to include both the Rule 12b-1 expenses and the current sales charge applicable to each share class. Class A: Prior to 8/3/98, these shares were offered at a lower initial sales charge; thus, actual returns may differ. Class C: Prior to 1/1/04, these shares were offered with an initial sales charge; thus, actual returns would have differed. Class C shares have higher annual fees and expenses than Class A shares. The fund offers other share classes, subject to different fees and expenses that will affect their performance.

WHAT ARE THE RISKS?

Value securities may not increase in price as anticipated or may decline further in value. The fund's investments in foreign securities involve certain risks, including currency fluctuations, and economic and political uncertainties. Smaller-company stocks have exhibited greater price volatility than larger-company stocks, particularly over the short term. The fund's investments in companies engaged in mergers, reorganizations or liquidations also involve special risks as pending deals may not be completed on time or on favorable terms. The fund may invest in lower-rated bonds, which entail higher credit risk. These and other risks are described more fully in the fund's prospectus.

< GAIN FROM OUR PERSPECTIVE® >

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

Franklin Templeton Distributors, Inc.
One Franklin Parkway, San Mateo, CA 94403-1906
(800) DIAL BEN®/342-5236
franklintempleton.com

Franklin Templeton Investments

Your Source For:

- Mutual Funds
- Retirement
- 529 College Savings Plans
- Separately Managed Accounts

Mutual Global Discovery Fund

Symbols:

Class A: TEDIX

Class C: TEDSX

Class R: TEDRX

Class Z: MDISX

This brochure must be preceded or accompanied by a Mutual Global Discovery Fund summary prospectus and/or prospectus. Please carefully read a prospectus before you invest or send money. Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. The fund's performance will be updated each quarter with standardized figures and ranking information, if quoted.

© 2014 Franklin Templeton Investments. All rights reserved.

UPD 04/14 477 XINV 12/13