



**FRANKLIN TEMPLETON  
INVESTMENTS**

# Franklin Moderate Allocation Fund

Asset Allocation  
December 31, 2014

## Fund Fact Sheet

### Fund Description

The fund seeks the highest level of long-term total return consistent with a moderate level of risk. The manager allocates assets among broad asset classes by primarily investing in a distinctly weighted combination of Franklin Templeton funds; generally 60% equity funds and 40% fixed income funds.

### Fund Overview

<b>Total Net Assets [All Share Classes]</b>	\$2,744 million
<b>Fund Inception Date</b>	12/31/1996
<b>Dividend Frequency</b>	Quarterly
<b>Number of Holdings</b>	29

### Share Class Information

Share Class	CUSIP	NASDAQ Symbol
A	354 72P 307	FMTIX
C	354 72P 406	FTMTX
R	354 72P 885	FTMRX
R6	354 72P 422	N/A
Advisor	354 72P 869	FMTZX

### Fund Management

	Years with Firm	Years of Experience
Tony Coffey, CFA	25	25
Thomas Nelson, CFA	7	23

### 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	Expense
A	1.25%
C	2.00%

### Asset Allocation (%)

Domestic Equity Funds	40.36
Fixed Income Funds	36.13
Foreign Equity Funds	17.18
Alternatives Funds	4.17
Cash & Cash Equivalents	2.17

### Performance

#### Growth of a \$10,000 Investment - Without Sales Charge (from 12/31/1996-12/31/2014)



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

Share Class	YTD	AVERAGE ANNUAL				Since Inception	Inception Date
		1 Yr	3 Yrs	5 Yrs	10 Yrs		
A With Sales Charge	-1.89	-1.89	7.05	6.23	5.57	6.18	12/31/1996
Without Sales Charge	4.07	4.07	9.18	7.50	6.19	6.53	12/31/1996
C With Sales Charge	2.35	2.35	8.35	6.69	5.40	5.70	12/31/1996
Without Sales Charge	3.35	3.35	8.35	6.69	5.40	5.70	12/31/1996

### Calendar Year Total Returns % - Without Sales Charge

Share Class	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
A	4.08	14.35	9.34	-1.49	11.97	24.68	-21.22	9.40	11.57	5.94
	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
	9.64	22.38	-7.53	-4.18	-1.09	27.25	0.15	14.28	N/A	N/A

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](http://franklintempleton.com) for the most recent month-end performance.

If the sales charge had been included, the return would have been lower.

Effective June 30, 2014, Franklin Templeton Moderate Allocation Fund was renamed Franklin Moderate Allocation Fund.

### Top 10 Holdings (% of Total)

Security Name	Percentage
Franklin Growth Fund, Class R6	13.49
Templeton Global Total Return Fund, Class R6	13.37
Franklin Low Duration Total Return Fund, Class R6	8.83
Franklin Rising Dividends Fund, Class R6	8.56
Franklin DynaTech Fund, Class R6	5.16
Franklin U.S. Government Securities Fund, Class R6	5.07
Franklin Mutual European Fund, Class R6	4.45
Franklin Strategic Income Fund, Class R6	3.99
Franklin Utilities Fund, Class R6	3.92
Templeton Foreign Fund, Class R6	3.91

### Fund Measures

Standard Deviation (3 Yrs)	6.30
Beta (3 Yrs; vs. Blended Benchmark <sup>^</sup> )	1.12

### What Are the Risks

While an asset allocation plan can be a valuable tool to help reduce overall volatility, all investments involve risks, including possible loss of principal. Because this fund invests in underlying funds, which may engage in a variety of investment strategies involving certain risks, Franklin Moderate Allocation Fund is subject to those same risks. Typically, the more aggressive the investment, or the greater the potential return, the more risk involved. Generally, investors should be comfortable with some fluctuation in the value of their investments, especially over the short term. Stocks prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in a fund adjust to a rise in interest rates, that fund's share price may decline. Foreign investing carries additional risks such as currency and market volatility and political or social instability; risks which are heightened in developing countries. These risks are described in the fund's prospectus. Investors should consult their financial advisor for help selecting the appropriate fund of funds, or fund combination, based on an evaluation of their investment objectives and risk tolerance.

### 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

**Effective June 30, 2014, Franklin Templeton Moderate Allocation Fund was renamed Franklin Moderate Allocation Fund.**

*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](http://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.

**Fund Description:** Effective January 1, 2015, Franklin Moderate Allocation Fund increased target allocation to equity funds by 5% (from 55% to 60%) and correspondingly decreased the target allocation to fixed income funds (from 45% to 40%). The Fund's investment goal remains the same. On January 1, 2013, the fund changed its target allocation, with short-term investments (formerly a targeted allocation of 10%) combined into the fixed income allocations; such a change can impact performance. The fund's investment goal remained the same. The risk/reward potential is based on the fund's goal and level of risk. It is not indicative of the fund's actual or implied performance or portfolio composition, which may change on a continuous basis.

**Fund Management:** CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

**Asset Allocation:** The asset class of each underlying fund is based on its predominant investments under normal market conditions. Alternatives Funds refers to the fund's investments in underlying Franklin commodities and hedge funds.

Percentage may not equal 100% due to rounding.

**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.

Class A: Prior to 8/3/98, fund shares were offered at a lower initial sales charge; thus actual returns would have differed. Class C: Prior to 1/1/04, these shares were offered with an initial sales charge; thus actual returns would have differed.

**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.

**Fund Measures:** ^Prior to January 1, 2013, the Blended Benchmark was comprised of 38.5% S&P 500 Index, 16.5% MSCI EAFE Index, 35% Barclays U.S. Aggregate Index and 10% Payden and Rygel 90 Day T-Bill Index. After January 1, 2013, the Blended Benchmark is comprised of 38.5% S&P 500 Index, 16.5% MSCI EAFE Index and 45% Barclays U.S. Aggregate Index. Such a change can impact performance.