



Franklin Floating Rate Daily Access Fund

Fixed Income
September 30, 2019

Fund Fact Sheet | Share Classes: A, C

Fund Description

The fund seeks a high level of current income and, secondarily, preservation of capital, by investing predominantly in floating interest rate senior secured corporate loans (floating-rate loans) and corporate debt securities.

Fund Overview

Total Net Assets [All Share Classes] \$2,391 million

Fund Inception Date 5/1/2001

Dividend Frequency Accrued daily and paid monthly on the last business day

Number of Holdings 178

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
Advisor	353 612 781	FDAAX
A	353 612 823	FAFRX
C	353 612 799	FCFRX
R6	353 612 559	FFRDY

Fund Management

	Years with Firm	Years of Experience
Reema Agarwal, CFA	15	22
Justin G. Ma, CFA	13	13
Margaret Chiu, CFA	7	7

Maximum Sales Charge

Class A: 2.25% 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	0.87%	0.93%
C	1.27%	1.33%

30-Day Standardized Yield

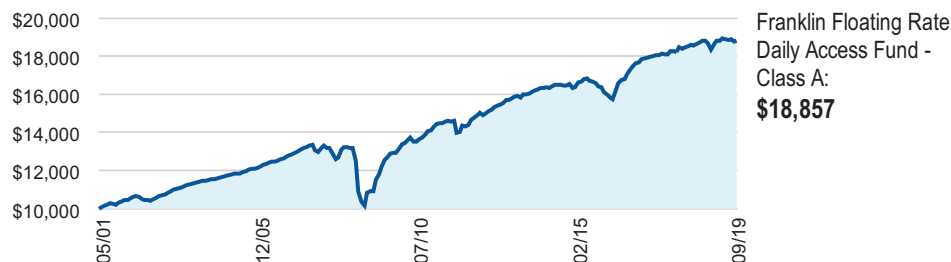
Share Class	With Waiver	Without Waiver
A	6.35%	6.33%
C	6.10%	6.07%

Asset Allocation (Market Value %)

Fixed Income	93.10
Cash & Cash Equivalents	5.64
Equity	1.25

Performance

Growth of a \$10,000 Investment - Without Sales Charge (from 05/01/2001-09/30/2019)



Total Returns % (as of 9/30/2019)

Share Class	YTD	AVERAGE ANNUAL					Since Inception	Inception Date
		1 Yr	3 Yrs	5 Yrs	10 Yrs			
A With Sales Charge	0.37	-2.27	1.70	2.27	3.60	3.38	5/1/2001	
A Without Sales Charge	2.64	-0.04	2.47	2.74	3.84	3.50	5/1/2001	
C With Sales Charge	1.23	-1.39	2.06	2.31	3.43	3.10	5/1/2001	
C Without Sales Charge	2.21	-0.44	2.06	2.31	3.43	3.10	5/1/2001	

Calendar Year Total Returns % - Without Sales Charge

Share Class	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
A	0.54	2.18	11.62	-2.12	0.49	4.53	8.07	0.87	8.36	29.56
C	0.26	1.79	11.04	-2.40	0.09	4.12	7.53	0.59	7.81	29.22

Share Class	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
A	-22.83	1.78	6.02	4.20	3.67	6.57	1.98	N/A	N/A	N/A
C	-23.14	1.28	5.60	3.80	3.25	6.11	1.69	N/A	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 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 any investment it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed through February 29, 2020. Fund investment results reflect the fee waiver; without this waiver, the results would have been lower.

Top Ten Holdings (% of Total)

Issuer Name	% of Total
Fieldwood Energy LLC	4.53
FGI Operating Company, LLC (Freedom Group)	2.57
Appvion Operations, Inc.	2.56
General Nutrition Centers, Inc.	2.56
Navistar, Inc.	2.10
Wolverine Fuels Holding, LLC	1.78
CSC Holdings, LLC (Cablevision)	1.75
JBS USA Lux S.A.	1.63
Berry Global Inc.	1.53
Sinclair Television Group Inc.	1.50

Fund Measures

Average Duration	0.13 Years
Average Weighted Maturity	4.33 Years
Standard Deviation (3 Yrs) - Class A	2.10%
Beta (3 Yrs, vs. Credit Suisse Leveraged Loan Index) - Class A	0.78

Composition of Fund

■ Franklin Floating Rate Daily Access Fund ■ Credit Suisse Leveraged Loan Index

Sector (Market Value)	% of Total
Collateralized Loan Obligations	8.27 / 0.00
Health Care	7.59 / 11.84
Food & Beverage	7.58 / 4.64
Transportation	6.95 / 3.33
Retailers	5.52 / 3.42
Energy	5.51 / 3.19
Services	5.23 / 11.15
Broadcasting	4.89 / 2.31
Gaming/Leisure	4.72 / 5.32
Others	38.09 / 54.78
Cash & Cash Equivalents	5.64 / 0.00

Portfolio Data Disclosures

Market value figures reflect the trading value of the investments. Average Duration and Average Weighted Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets). Portfolio breakdown percentages may not total 100% and may be negative due to rounding, use of any derivatives, unsettled trades or other factors.

What Are the Risks?

All investments involve risks, including possible loss of principal. Investors should be aware that the fund's share price and yield will fluctuate with market conditions. The fund should not be considered an alternative to money market funds or certificates of deposit (CDs). The floating-rate loans and debt securities in which the fund invests tend to be rated below investment grade. Investing in higher-yielding, lower-rated, floating-rate loans and debt securities involves greater risk of default, which could result in loss of principal—a risk that may be heightened in a slowing economy. Interest earned on floating-rate loans varies with changes in prevailing interest rates. Therefore, while floating-rate loans offer higher interest income when interest rates rise, they will also generate less income when interest rates decline. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. The fund is actively managed but there is no guarantee that the manager's investment decisions will produce the desired results. These and other risks are discussed in the fund's prospectus.

Glossary

Average Duration: A measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years. The weighted average duration of a fund reflects the effective duration of the underlying issues, based on the size of each holding.

Average Weighted Maturity: An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings.

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 the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

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.

Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

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

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

30-Day Standardized Yield: The fund's 30-day standardized yield is calculated over a trailing 30-day period using the yield to maturity on bonds and/or the dividends accrued on stocks. It may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.

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