



Franklin Select U.S. Equity Fund— Advisor Class

Blend
Equity
March 31, 2019

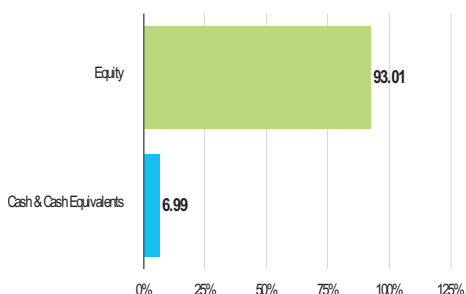
Product Profile

Product Details¹

Fund Assets	\$119,682,208.13
Fund Inception Date	12/13/2007
Number of Issuers	49
NASDAQ Symbol	FCEZX
Maximum Initial Sales Charge	0.00
Investment Style	Blend
Benchmark	S&P 500 Index
Lipper Classification	Large-Cap Growth Funds
Morningstar Category™	Large Growth
Dividend Frequency	Annually in December

Asset Allocation²

Percent of Total



Effective June 1, 2018, Franklin Focused Core Equity Fund was renamed Franklin Select U.S. Equity Fund. In addition, the fund changed its investment policy and strategy, but the fund's goal remained the same.

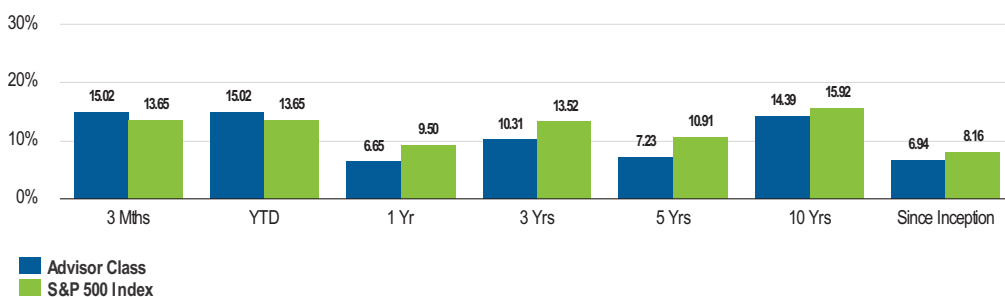
Fund Description

The fund seeks capital appreciation. It generally seeks to maintain a portfolio consisting of securities of approximately 20 to 50 companies.

Performance Data³

Average Annual Total Returns⁴ (%)

	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (12/13/2007)
Advisor Class	15.02	15.02	6.65	10.31	7.23	14.39	6.94
S&P 500 Index	13.65	13.65	9.50	13.52	10.91	15.92	8.16



Total Annual Operating Expenses—With Waiver: 1% Without Waiver: 1.24%

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.

Advisor Class shares are offered only to certain eligible investors as stated in the prospectus. They are offered without sales charges or Rule 12b-1 fees. The fund offers other share classes subject to different fees and expenses, which will affect their performance. Please see the prospectus for details.

The fund has an expense reduction contractually guaranteed through 08/31/2019. Fund investment results reflect the expense reduction; without this reduction, the results would have been lower.

Calendar Year Returns (%)

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Advisor Class	-5.64	12.41	6.03	-2.55	16.89	36.91	8.63	-1.64	14.38	54.19
S&P 500 Index	-4.38	21.83	11.96	1.38	13.69	32.39	16.00	2.11	15.06	26.46

1. All holdings are subject to change. Holdings of the same issuers have been combined.
2. Information is historical and may not reflect current or future portfolio characteristics. Percentage may not equal 100% due to rounding. All holdings are subject to change.
3. Source for Index: FactSet. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.
4. Periods shorter than one year are shown as cumulative total returns.

Not FDIC Insured | May Lose Value | No Bank Guarantee

Portfolio Manager Insight⁵

Performance Review

QUARTERLY KEY PERFORMANCE DRIVERS

	Stocks	Sectors
Helped	ServiceNow, Inc.	Health Care (Stock Selection)
	Alibaba Group Holding Ltd. Sponsored ADR	Information Technology (Stock Selection)
	Waters Corporation	Consumer Discretionary (Stock Selection)
Hurt	ABIOMED, Inc.	Communication Services (Stock Selection)
	Intercontinental Exchange, Inc.	Energy (Stock Selection, Underweight)
	Lamb Weston Holdings, Inc.	—

- ServiceNow, a provider of cloud-based services that allow companies to become more automated and efficient, has continued to execute well in its large addressable market. In our view, the company is a leader in enabling digital transformation and is becoming a multi-platform growth business with a strong product line. The recently introduced pro version of a core offering comes at a price premium that we believe will drive revenue and billings higher.
- Strong cloud-computing revenue growth in the third quarter and easing trade tensions between the United States and China were positive catalysts for the shares of Chinese e-commerce platform Alibaba Group Holding in the consumer discretionary sector.
- Conversely, a recent investigation by the Food and Drug Administration into higher mortality rates for patients using ABIOMED's Impella RP heart pump overshadowed the company's strong fiscal third-quarter financial results and guidance.

Outlook & Strategy

- Signs continue to point toward moderate growth for the US economy in 2019, in our view. We do not see systemic deterioration in market fundamentals nor broad-based weakness in corporate fundamentals at this time. Furthermore, a strong labor market and rising wages suggest that consumers have purchasing power to drive economic activity.
- As active managers, we consider business fundamentals and not market sentiment. We look beyond short-term volatility and seek to take advantage of market weakness to build on our investment themes.
- A leading investment theme for us has been "digital transformation" as companies use technology and customer data to remain competitive. Interesting sub-themes we are following include artificial intelligence, machine learning and cloud computing.
- Our analysis indicates that even in the face of a slowing economic environment, spending on digital transformation initiatives should remain relatively resilient as companies seek to leverage data and technology to drive business.

5. The information provided is not a complete analysis of every material fact regarding any country, market, industry, security or fund. Because market and economic conditions are subject to change, comments, opinions and analyses are rendered as of the date of this material and may change without notice. A portfolio manager's assessment of a particular security, investment or strategy is not intended as individual investment advice or a recommendation or solicitation to buy, sell or hold any security or to adopt any investment strategy; it is intended only to provide insight into the fund's portfolio selection process. Holdings are subject to change.

Portfolio Characteristics^{6,7,8}

	Portfolio	S&P 500 Index
Market Capitalization (Millions in USD)	181,759	230,702
Return on Equity	24.44%	20.71%
3-Year Sales Growth	13.59%	9.50%
Estimated 3-5 Yr EPS Growth	15.58%	11.63%
Price to Earnings (12 Month Forward)	24.87x	17.21x

6. 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. Source: Factset. Price ratio calculations for weighted average use harmonic means. Any exceptions to this are noted. 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. Information is historical and may not reflect current or future portfolio characteristics. All holdings are subject to change.

7. Source: FactSet. Price ratio calculations for weighted average use harmonic means. Any exceptions to this are noted.

8. Source for Index: FactSet. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Portfolio Diversification

Top Ten Holdings⁹

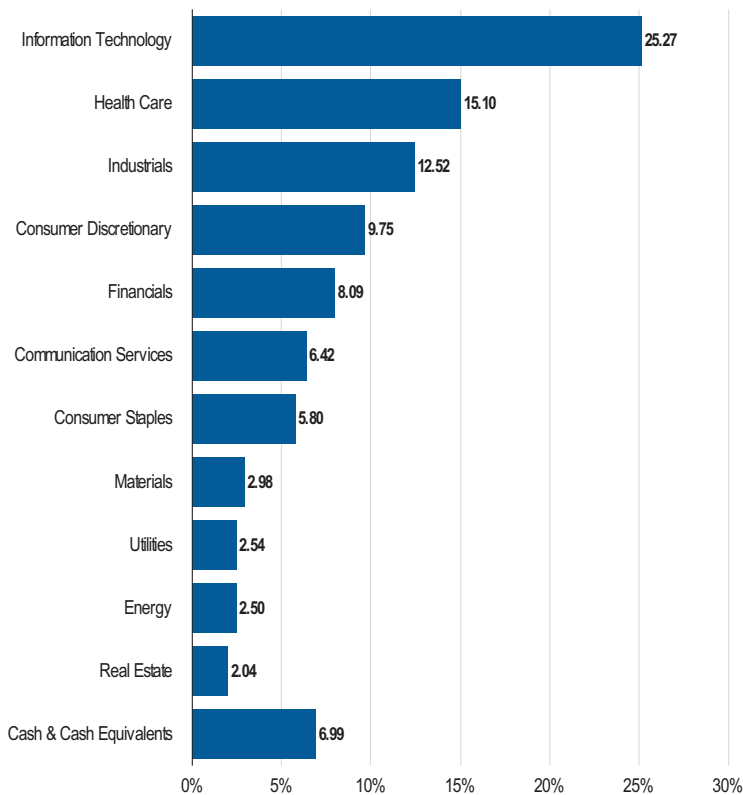
Percent of Total

Top Holdings

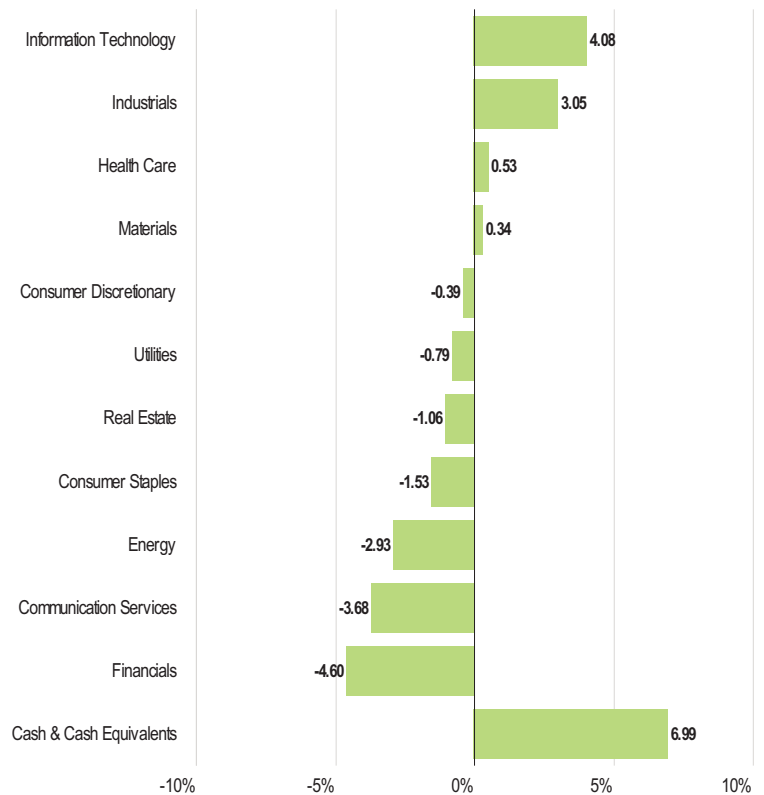
	%
AMAZON.COM INC	4.05
MICROSOFT CORP	3.51
ALPHABET INC	3.05
ANALOG DEVICES INC	2.76
MASTERCARD INC	2.70
NEXTERA ENERGY INC	2.54
SERVICENOW INC	2.45
ALIBABA GROUP HOLDING LTD	2.39
FORTIVE CORP	2.36
UNITEDHEALTH GROUP INC	2.25

Sector Allocation^{10,11}

Percent of Total

Sector Weightings vs. S&P 500 Index^{12,13}

Percent of Total



9. Holdings of the same issuers have been combined. Top ten holdings information is historical and may not reflect current or future portfolio characteristics. All holdings are subject to change. The information provided is not a recommendation to purchase, sell, or hold any particular security. The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included.

10,12. Information is historical and may not reflect current or future portfolio characteristics. Percentage may not equal 100% due to rounding. All holdings are subject to change.

11,13. Source for Index: FactSet. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Supplemental Performance Statistics

Supplemental Risk Statistics^{14,15}

	3 Yrs	5 Yrs	10 Yrs
Standard Deviation (%)	11.68	12.74	15.24
Tracking Error (%)	4.36	4.88	5.81
Information Ratio	-0.73	-0.75	-0.26
Beta	1.02	1.06	1.12
Sharpe Ratio	0.78	0.51	0.92

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Investment Philosophy

We believe a concentrated approach, grounded in fundamental research, an emphasis on quality, and opportunistic security selection, should generate excess return versus the benchmark over a full market cycle.

Investment Strategy

We seek companies we consider to be poised for revenue, earnings or asset growth, whose valuations do not fully reflect their long-term growth potential relative to business and financial risks. We place a particular emphasis on identifying high-quality companies and assessing downside risk, preferring companies with strong management teams, favorable competitive positioning, and financial strength. Quality analysis includes an assessment of any material environmental, social and governance ("ESG") factors on the long-term risk and return profile of a company.

Investment Process

High Conviction	Opportunistic	Style Agnostic
20–50 Large Cap Holdings	Differentiated View	Growth, Blend & Value
Bottom-Up	Long Time Horizon	Focus on Quality
Research -Driven	Integrated ESG Assessment	Benchmark Agnostic

Investment Team

Portfolio Manager	Years with Firm	Years Experience
Serena Perin Vinton, CFA, Portfolio Manager	27	27
Chris Anderson, Portfolio Manager/Research Analyst	6	13

Additional Resources

Franklin US Equity Team

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%.

Estimated 3-5 Year EPS Growth: An estimated measure of the growth of earnings per share over a forward-looking period. For a portfolio, the value represents a weighted average of the stocks it holds.

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. Market capitalization is expressed in millions of USD.

Price to Earnings (12-mo Forward): A measure of the price to earnings ratio (P/E) using the forecasted earnings for the next 12 months.

Return on Equity: A measure of a corporation's profitability that reveals how much profit a company generates with the money shareholders have invested. For a portfolio, the value represents a weighted average of the stocks it holds.

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.

14. Beta, Information Ratio and Tracking Error information are measured against the S&P 500 Index.

15. Information Ratio is a way to evaluate a manager's ability to outperform a benchmark in relation to the risk that manager is assuming, with risk defined as deviation from the benchmark. This measure is calculated by dividing the portfolio's excess return (portfolio return less the benchmark return) by the tracking error (derived by taking the standard deviation of the monthly differences between the portfolio return and the benchmark return over time).

Standard Deviation: A measure of the degree to which returns vary from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that performance will fluctuate from the average return.

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

What Are The Risks?

All investments involve risks, including possible loss of principal. 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. The fund may have investments in both growth and value stocks, or in stocks with characteristics of both. Growth stock prices reflect projections of future earnings or revenues, and can, therefore, fall dramatically if the company fails to meet those projections. A value stock may not increase in price as anticipated by the investment manager if other investors fail to recognize the company's value and bid up the price, the markets favor faster-growing companies, or the factors that the investment manager believes will increase the price of the security do not occur. Foreign securities involve special risks, including currency fluctuations and economic and political uncertainties. These and other risks are described more fully in the fund's prospectus.

Important Legal 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.

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