



Franklin Income Fund

Hybrid
March 31, 2018

Fund Fact Sheet | Share Class: Advisor

Fund Description

The fund seeks to maximize income, while maintaining prospects for capital appreciation, by investing in a diversified portfolio of stocks and bonds.

Fund Overview

Total Net Assets [All Share Classes]	\$77,940 million
Fund Inception Date	8/31/1948
Dividend Frequency	Monthly, on the 3rd business day
Number of Issuers	187

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
Advisor	353 496 847	FRIAX
A	353 496 300	FKINX
C	353 496 805	FCISX
R	353 496 722	FISRXX
R6	353 496 631	FNCFX

Fund Management

	Years with Firm	Years of Experience
Edward D. Perks, CFA	25	25
Matt Quinlan	12	23
Todd Brighton, CFA	17	18
Richard Hsu, CFA	21	22

Maximum Sales Charge

Advisor Class: None

Total Annual Operating Expenses

Share Class	With Waiver	Without Waiver
Advisor	0.47%	0.48%

30-Day Standardized Yield

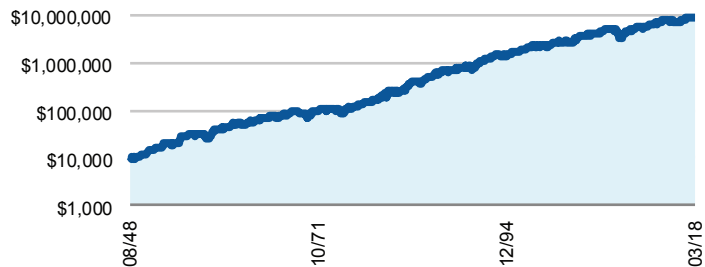
Share Class	With Waiver	Without Waiver
Advisor	4.04%	4.04%

Asset Allocation (%)

Fixed Income	41.86
Equity	39.49
Convertibles	16.77
Cash & Cash Equivalents	1.88

Performance

Growth of a \$10,000 Investment (from 08/31/1948-03/31/2018)



Total Returns % (as of 3/31/2018)

Share Class	CUMULATIVE YTD	AVERAGE ANNUAL					Since Inception	Inception Date
		1 Yr	3 Yrs	5 Yrs	10 Yrs			
Advisor	-2.54	2.24	4.12	5.18	6.05	10.19	8/31/1948	

Calendar Year Total Returns %

Share Class	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Advisor	8.62	16.61	-7.75	3.86	14.50	14.48	2.51	13.15	35.43	-30.27
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
	5.08	19.39	2.01	12.40	31.32	-0.92	0.81	20.29	-0.58	1.12

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.

Advisor Class shares do not have sales charges or 12b-1 fees and are offered only to certain eligible investors as stated in the prospectus.

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 January 31, 2019. Fund investment results reflect the fee waiver; without this waiver, the results would have been lower.

Top Ten Holdings (% of Total)

Issuer Name	
COMMUNITY HEALTH SYSTEMS INC	3.75
CHESAPEAKE ENERGY CORP	3.10
WELLS FARGO & CO	3.04
TENET HEALTHCARE CORP	2.69
GENERAL ELECTRIC CO	2.65
JPMORGAN CHASE & CO	2.49
WEATHERFORD INTERNATIONAL PLC	2.06
VALEANT PHARMACEUTICALS INTERNATIONAL INC	1.94
BANK OF AMERICA CORP	1.85
ROYAL DUTCH SHELL PLC	1.81

Fund Measures

Average Weighted Maturity	4.25 Years
Standard Deviation (3 Yrs) - Advisor Class	8.13%
Beta (3 Yrs, vs.S&P 500 Index) - Advisor Class	0.68

Composition of Fund

Sector—Equity	% of Total	Sector—Fixed Income	% of Total
Financials	8.28	Corporate	37.70
Health Care	8.19	Loans	3.94
Energy	7.32	Government/Agency	0.13
Utilities	6.79	Cash & Cash Equivalents	1.88
Information Technology	5.31	Others	0.10
Consumer Discretionary	5.28		
Materials	4.56		
Industrials	4.53		
Consumer Staples	3.84		
Others	2.16		

What Are the Risks

All investments involve risks, including possible loss of principal. The fund's share price and yield will be affected by interest rate movements. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. The fund's portfolio includes a substantial portion of higher-yielding, lower-rated corporate bonds because of the relatively higher yields they offer. Floating-rate loans are lower-rated, higher-yielding instruments, which are subject to increased risk of default and can potentially result in loss of principal. These securities carry a greater degree of credit risk relative to investment-grade securities. Stock prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. These and other risk considerations are discussed in the fund's prospectus.

Glossary

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.

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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.

Advisor: Effective 12/31/96, the fund began offering Advisor Class Shares. For periods prior to the fund's Advisor Class inception date, a restated figure is used based on the fund's oldest share class, Class A performance, excluding the effect of Class A's maximum initial sales charge but reflecting the effect of the Class A Rule 12b-1 fees; and for periods after the fund's Advisor Class inception date, actual Advisor Class performance is used, reflecting all charges and fees applicable to that class.

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.

Fund Measures: Source: FactSet. The portfolio characteristics listed are based on the fund's underlying holdings, and do not necessarily reflect the fund's characteristics. Average weighted maturity data pertains to the fixed income component of the fund.

Composition of Fund: Percentage may not equal 100% due to rounding.