



Franklin Growth Allocation Fund— Advisor Class

Target Risk
Multi-Asset
June 30, 2020

Product Profile

Product Details¹

Fund Assets	\$1,202,863,617.28
Fund Inception Date	12/31/1996
Number of Holdings	21
NASDAQ Symbol	FGTZX
Maximum Sales Charge	0.00
Investment Style	Target Risk
Benchmark	Blended Benchmark MSCI All Country World Index Bloomberg Barclays Multiverse Index
Lipper Classification	Mixed-Asset Trgt Alloc Growth Funds
Morningstar Category™	Allocation—70% to 85% Equity
Dividend Frequency	Quarterly

Third-Party Fund Data

Overall Morningstar Rating™²



As of 06/30/2020 the fund's Advisor Class shares received a 4 star overall Morningstar Rating™, measuring risk-adjusted returns against 309, 278 and 194 U.S.-domiciled Allocation—70% to 85% Equity mutual funds and exchange traded 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.

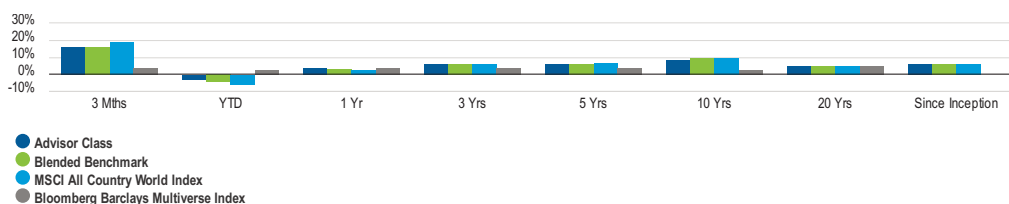
Fund Description

The fund seeks the highest level of long-term total return consistent with an acceptable level of risk.³ The manager allocates assets among broad asset classes by investing primarily in a distinctly weighted combination of other mutual funds, predominantly Franklin Templeton funds, and approximately 80% equity and 20% fixed income funds.⁴ The fund is designed for investors seeking a higher level of risk with a longer investment horizon.

Performance Data^{5,6,7}

Average Annual Total Returns⁸ (%)

	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	20 Yrs	Since Inception (12/31/1996)
Advisor Class	16.37	-2.48	3.88	6.63	6.32	8.57	5.03	6.67
Blended Benchmark	16.15	-4.10	3.18	6.29	6.50	9.54	4.98	6.72
MSCI All Country World Index	19.39	-5.99	2.64	6.70	7.03	9.74	4.86	6.58
Bloomberg Barclays Multiverse Index	3.68	2.53	3.84	3.71	3.63	2.96	4.69	-



Total Annual Operating Expenses—With Waiver: 0.69% Without Waiver: 0.69%

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 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 04/30/2021. Fund investment results reflect the expense reduction; without this reduction, the results would have been lower.

1. All holdings are subject to change.

6. Effective January 1, 2015, the Blended Benchmark changed to 80% MSCI AC World Index and 20% Bloomberg Barclays Multiverse Index. From January 1, 2013 – December 31, 2014, the Blended Benchmark comprised of 56% S&P 500 Index, 24% MSCI EAFE Index and 20% Bloomberg Barclays U.S. Aggregate Index. Prior to January 1, 2013, the Blended Benchmark was comprised of 56% S&P 500 Index, 24% MSCI EAFE Index, 15% Bloomberg Barclays U.S. Aggregate Index and 5% Payden and Rygel 90 Day T-Bill Index. Such a change can impact performance.

7. 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.

8. Periods shorter than one year are shown as cumulative total returns.

Calendar Year Returns (%)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Advisor Class	22.22	-6.23	19.77	5.60	-1.41	5.23	21.26	10.84	-2.90	14.61
Blended Benchmark	23.16	-7.32	21.06	7.44	-2.00	7.61	22.74	13.98	-0.41	11.76
MSCI All Country World Index	27.30	-8.93	24.62	8.49	-1.84	4.71	23.44	16.80	-6.86	13.21
Bloomberg Barclays Multiverse Index	7.13	-1.36	7.69	2.84	-3.29	0.47	-2.19	4.84	5.55	5.84

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Portfolio Manager Insight⁹

Performance Review

QUARTERLY KEY PERFORMANCE DRIVERS

HELPED	Cross-asset allocation contributed to relative performance, as our underweight to fixed income helped during a "risk-on" period.
	Strong fund selection within U.S. fixed income lifted relative returns. FIST Low Duration Total Return Fund benefited relative results, as credit spreads tightened, and fixed income markets normalized. Exposure to mortgage-backed securities and bank loans supported performance.
	Franklin International Growth Fund also added relative value, as the strategy continued its 2019 trend and outperformed its MSCI World ex-US Growth benchmark by nearly 15%. The Fund's strong performance was aided by stock selection and its overweight to the information technology and healthcare sectors.
HURT	An overweight to cash hurt relative results during a "risk-on" period for markets.
	Fund selection within U.S. equities weighed on results. A position in Franklin LibertyQ US Equity Fund detracted from performance due to its portfolio construction method, which results in an underweight to large-cap investments.
	FMT Rising Dividends Fund detracted from relative performance. Although the Fund outperformed its benchmark and peer group, dividend strategies generally underperformed the broad S&P 500 Index during the quarter.

Outlook & Strategy

- Momentum in the global economy is improving, but it is too early to call an end to the deep recession caused by the COVID-19 crisis, in our view. Although we maintain a modestly higher conviction toward global equities than bonds, we remain cautious, given increasingly stretched valuations. We have a growing reluctance to overlook short-term economic problems and are therefore engaged in fewer opportunistic stock purchases.
- We retain a constructive view of US equities, but have lowered the level of our conviction, given the extent of recent gains and ongoing headwinds to local and global growth. The US equity market has been buoyed by the success of technology stocks, but it has begun to lose momentum and Treasury yields remain very low, suggesting investors are conscious of the challenges that lie ahead.
- In contrast, we have moderated our cautious stance on Japanese stocks, since valuations have become more attractive relative to other markets. We have also reassessed our stance on Japanese government bonds, becoming more optimistic as the Bank of Japan targets low yields as part of its unconventional strategy for economic stimulus.
- We are cautiously optimistic that Europe's Next Generation Fund might be a game-changing moment. The relative strength of European equity markets in June is evidence of an easing of investor concerns, and we have moved to increase our conviction in European government bonds, driven by higher-yielding markets such as Italy that stand to benefit from this recovery fund. We have also increased our conviction on U.K. equities, given more attractive dividend yields and a better outlook for the energy sector.
- Corporate bonds have directly benefitted from central bank support, but we believe more defaults will occur in the quarters ahead. As a result, we have moderated our conviction in investment-grade credit given the potential for renewed widening if the recovery slows.
- We have moved to a neutral position on Chinese equities, as we believe further upside is limited given the extent of the current market recovery. A renewal of trade or geopolitical tensions could weigh on valuations.

9. 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 Diversification

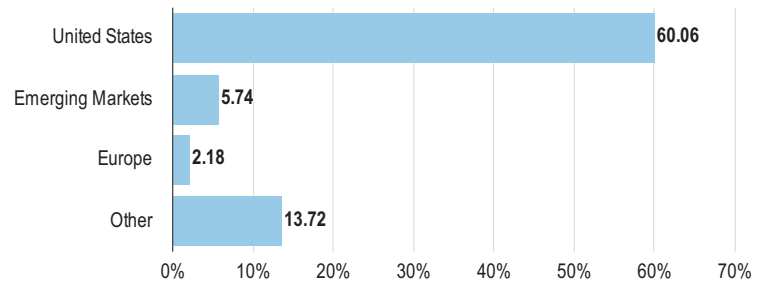
Top Ten Holdings¹⁰

Percent of Total

Top Holdings	%
Franklin Growth Fund, Class R6	18.01
Franklin U.S. Core Equity (IU) Fund	16.98
Franklin LibertyQ U.S. Equity ETF	14.55
Franklin Rising Dividends Fund, Class R6	8.88
Franklin Liberty U.S. Core Bond ETF	8.17
Franklin International Core Equity (IU) Fund	7.21
Franklin Emerging Market Core Equity (IU) Fund	3.40
Templeton Foreign Fund, Class R6	3.07
iShares Core U.S. Aggregate Bond ETF	2.70
Franklin Low Duration Total Return Fund, Class R6	2.32

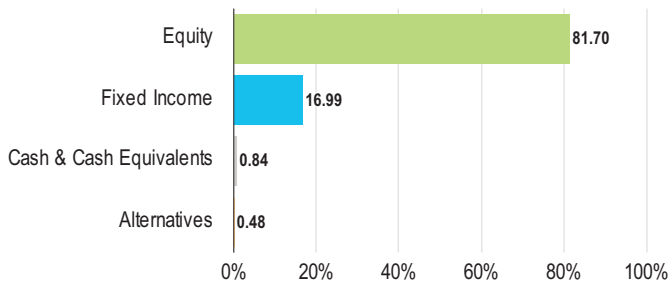
Geographic Allocation¹¹

Equity as a Percent of Total



Asset Allocation^{12,13}

Percent of Total



Supplemental Performance Statistics

Supplemental Risk Statistics¹⁴

	3 Yrs	5 Yrs	10 Yrs
Standard Deviation (%)	13.01	11.62	10.82
Tracking Error (%)	1.85	1.75	2.02
Beta	0.98	0.97	0.97
Sharpe Ratio	0.38	0.45	0.74

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Investment Strategy and Process

- **Top Down/Bottom Up:** Leveraging a wide range of current market and economic insights from across the Franklin Templeton complex, timely investment themes are formed into asset allocation recommendations. These are then partnered with a short list of Franklin Templeton funds identified through intensive research by our dedicated fund research team.
- **Diversification:** Few companies can match the depth and breadth of investment expertise Franklin Templeton target-risk and target-date funds can offer with access to a wide range of funds, covering nearly all asset classes. A diverse group of underlying investments provides the flexibility to gain exposure to varied sectors of the market.

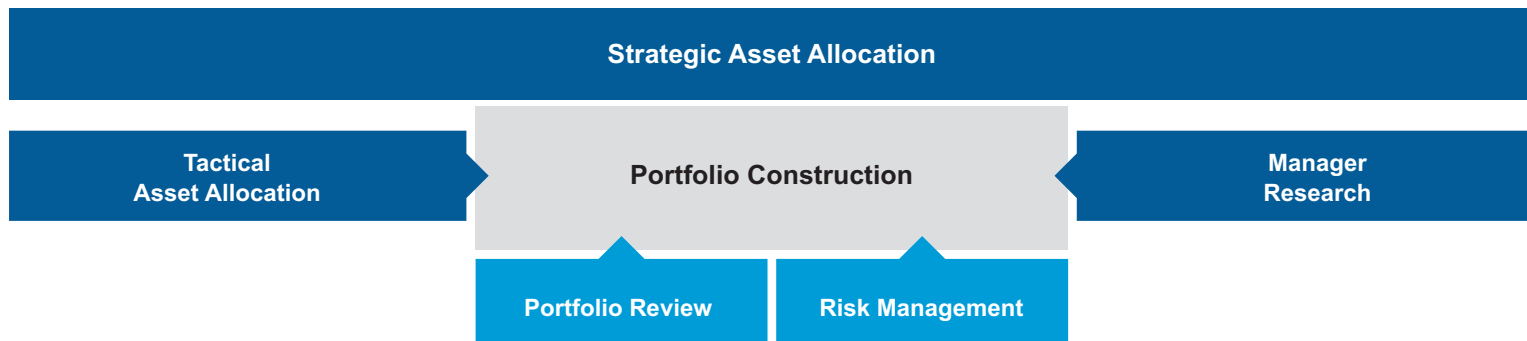
10. Holdings of the same issuers have been combined. Top ten holdings information is historical and may not reflect current or future portfolio characteristics. All holdings are subject to change. The information provided is not a recommendation to purchase, sell, or hold any particular security. The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

11,13. Percentage may not equal 100% due to rounding. All holdings are subject to change.

12. 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.

14. Beta and Tracking Error information are displayed for the product versus the Blended Benchmark.

- **Active Asset Allocation:** The funds seek to balance strategic allocation with active diversification as a method of providing superior long-term returns with lower overall volatility.
- **Focused on Long-Term Results:** Long-term strategic allocations utilize models that are determined to possess the most attractive risk/reward characteristics. This focus on achieving attractive long-term, risk-adjusted performance offers you the potential for competitive relative returns in a variety of market conditions.



Investment Team

Portfolio Manager	Years with Firm	Years Experience
Thomas Nelson, CFA	12	28
May Tong, CFA	1	18

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%.

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.

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. Because this fund invests in underlying funds, it is subject to the same risks, and indirectly bears the fees and expenses, of the underlying funds. Stock 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 professional for help selecting the appropriate fund of funds, or fund combination, based on an evaluation of their investment objectives and risk tolerance.

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 professional, 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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2. Source: Morningstar®, 06/30/2020. For each mutual fund and exchange traded fund with at least a 3-year history, Morningstar calculates a Morningstar Rating™ based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance, and does not take into account the effects of sales charges and loads, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 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. The weights are: 100% 3-year rating for 36-59 months of total returns, 60% 5-year rating/40% 3-year rating for 60-119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all three rating periods. The Fund's Advisor Class shares received a Morningstar Rating of 4, 4 and 3 star(s) for the 3-, 5- and 10-year periods, respectively. Morningstar Rating™ is for the named share class only; other classes may have different performance characteristics. **Past performance is not an indicator or a guarantee of future performance.**

3. 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.

4. On January 1, 2013, the Franklin Growth Allocation Fund implemented changes to its target allocations; short-term investment allocations were combined into the fixed-income fund target allocation. Formerly, the Fund's target allocation was 80% equity funds, 15% fixed income funds and 5% short-term investments. The Fund's investment goal remains the same.

5. Effective 12/01/2005, 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 b) 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.

**Franklin Templeton Distributors, Inc.**

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