



Franklin Flexible Alpha Bond Fund

Global Fixed Income
September 30, 2019

Fund Fact Sheet | Share Class: Advisor

Fund Description

The fund seeks to provide total return through a combination of current income and capital appreciation by investing at least 80% of its net assets in bonds and investments that provide exposure to bonds, including global debt obligations of any credit quality, maturity or duration, and derivatives. The fund aims to provide attractive risk-adjusted total returns over a full market cycle.

Fund Overview

Total Net Assets [All Share Classes]	\$407 million
Fund Inception Date	8/3/2015
Dividend Frequency	Monthly
Number of Holdings	421

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
Advisor	354 713 182	FZBAX
A	354 713 232	FABFX
C	354 713 224	FABDX
R	354 713 216	FABMX
R6	354 713 190	FABNX

Fund Management

	Years with Firm	Years of Experience
David Yuen, CFA	23	31
Michael Materasso	31	47
Sonal Desai, PhD	9	25

Maximum Sales Charge

Advisor Class: None

Total Annual Operating Expenses

Share Class	With Waiver	Without Waiver
Advisor	0.92%	1.01%

30-Day Standardized Yield

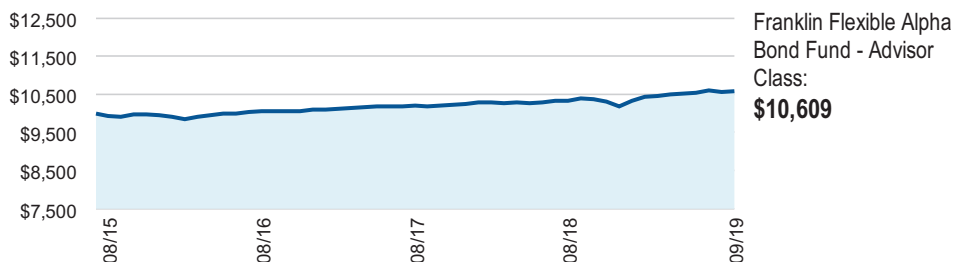
Share Class	With Waiver	Without Waiver
Advisor	2.78%	2.67%

Asset Allocation (Market Value %)

Fixed Income	99.81
Cash & Cash Equivalents	0.19

Performance

Growth of a \$10,000 Investment (from 08/03/2015-09/30/2019)



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

Share Class	YTD	AVERAGE ANNUAL		Since Inception	Inception Date
		1 Yr	3 Yrs		
Advisor	4.07	1.90	1.72	1.43	8/3/2015

Calendar Year Total Returns %

Share Class	2018	2017	2016
Advisor	-0.71	1.57	1.47

Franklin Flexible Alpha Bond Fund's scheduled 10/25/19 reorganization into Franklin Low Duration Total Return Fund will be delayed until further notice. The fund closed to new investors with limited exceptions on 8/27/19. The fund was scheduled to close to all investors on 10/23/19, but this date will be delayed until further notice.

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 an expense reduction and a fee waiver associated with any investments it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed through August 31, 2020. Fund investment results reflect the expense reduction and fee waiver; without these reductions, the results would have been lower.

Fund Measures

Average Duration	1.31 Years
Average Weighted Maturity	4.87 Years
Standard Deviation (3 Yrs) - Advisor Class	1.52%

Composition of Fund

Sector (Notional Exposure)	% of Total	Currency (Notional Exposure)	% of Total
Residential Mortgage-Backed Securities	28.08	U.S. Dollar	100.08
Collateralized Loan Obligations	26.34	Japanese Yen	1.79
International Bonds	15.94	Norwegian Krone	0.91
Investment Grade Corporates	8.22	Mexican Peso	0.31
Bank Loans	6.65	Indonesian Rupiah	0.29
Agency Mortgage-Backed Securities	6.02	Swedish Krona	-0.49
Treasury Inflation-Protected Securities	5.83	Chinese Renminbi	-0.76
Covered	4.80	Canadian Dollar	-1.10
Interest Rate Derivatives	-35.07	Australian Dollar	-1.28
Others	11.14	Others	0.26
Cash & Cash Equivalents	0.19		

Portfolio Data Disclosures

Market value figures reflect the trading value of the investments. Notional exposure figures are intended to estimate the portfolio's exposure, including any hedged or increased exposure through certain derivatives held in the portfolio (or their underlying reference assets). Interest Rate Derivatives sector consists of Treasury, interest rate and other derivatives that are primarily used for duration management. 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 risk, including possible loss of principal. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. Interest rate movement and mortgage prepayments will affect the fund's share price and yield. During periods of declining interest rates, principal prepayments tend to increase as borrowers refinance their mortgages at lower rates; therefore the fund may be forced to reinvest returned principal at lower interest rates, reducing income. Bond prices generally move in the opposite direction of interest rates. Thus, as the price of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. The fund may be affected by issuers that fail to make interest payments and repay principal when due. The risks associated with higher-yielding, lower-rated securities (commonly called junk bonds) include higher risk of default and loss of principal. Derivatives, including currency management strategies, involve costs and can create economic leverage in the portfolio which may result in significant volatility and cause the fund to participate in losses (as well as enable gains) in an amount that exceeds the fund's initial investment. The fund may not achieve the anticipated results, and may realize losses when a counterparty fails to perform as intended. These and other risks considerations 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.

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.

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.