



**Semiannual Report
and Shareholder Letter**

January 31, 2019

Franklin Global Trust

Franklin International Growth Fund
Franklin International Small Cap Growth Fund



Sign up for electronic delivery at franklintempleton.com/edelivery

Internet Delivery of Fund Reports Unless You Request Paper Copies: Effective January 1, 2021, as permitted by the SEC, paper copies of the Fund's shareholder reports will no longer be sent by mail, unless you specifically request them from the Fund or your financial intermediary. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. If you have not signed up for electronic delivery, we would encourage you to join fellow shareholders who have. You may elect to receive shareholder reports and other communications electronically from the Fund by calling (800) 632-2301 or by contacting your financial intermediary.

You may elect to continue to receive paper copies of all your future shareholder reports free of charge by contacting your financial intermediary or, if you invest directly with a Fund, calling (800) 632-2301 to let the Fund know of your request. Your election to receive reports in paper will apply to all funds held in your account.

Franklin Templeton

Successful investing begins with ambition. And achievement only comes when you reach for it. That's why we continually strive to deliver better outcomes for investors. No matter what your goals are, our deep, global investment expertise allows us to offer solutions that can help.

During our more than 70 years of experience, we've managed through all kinds of markets—up, down and those in between. We're always preparing for what may come next. It's because of this, combined with our strength as one of the world's largest asset managers that we've earned the trust of millions of investors around the world.

Dear Shareholder:

During the six months ended January 31, 2019, the global economy generally expanded amid upbeat economic data, solid corporate earnings and hints of a slower pace of interest-rate increases from the U.S. Federal Reserve (Fed). The European Central Bank left its benchmark interest rate unchanged but reduced its monthly bond purchases and concluded the program at the end of 2018. The Fed raised its federal funds rate range by 0.25% twice during the period and continued reducing its balance sheet. Global markets were pressured by concerns about increased technology company regulation, U.S. and European Union political uncertainties, major central banks' interest-rate policies, and the impact of the U.S.-China trade dispute on global growth and corporate earnings. In this environment, stocks in global developed markets excluding the U.S. and Canada ended the period with negative returns, as measured by the MSCI Europe, Australasia and Far East Index.

We are committed to our long-term perspective and disciplined investment approach as we conduct a rigorous, fundamental analysis of securities with a regular emphasis on investment risk management.

We believe active, professional investment management serves investors well. We also recognize the important role of financial advisors in today's markets and encourage investors to continue to seek their advice. Amid changing markets and economic conditions, we are confident investors with a well-diversified portfolio and a patient, long-term outlook should be well positioned for the years ahead.

Franklin Global Trust's semiannual report includes more detail about prevailing conditions and discussions about investment decisions during the period. Please remember all securities markets fluctuate, as do mutual fund share prices.

We thank you for investing with Franklin Templeton, welcome your questions and comments, and look forward to serving your future investment needs.

Sincerely,



Edward Perks, CFA
President and Chief Executive Officer –
Investment Management
Franklin Global Trust

This letter reflects our analysis and opinions as of January 31, 2019, unless otherwise indicated. The information is not a complete analysis of every aspect of any market, country, industry, security or fund. Statements of fact are from sources considered reliable.

CFA® is a trademark owned by CFA Institute.

Not FDIC Insured | May Lose Value | No Bank Guarantee

Contents

Semiannual Report

Economic and Market Overview	3
Franklin International Growth Fund	4
Franklin International Small Cap Growth Fund	10
Financial Highlights and Statements of Investments	16
Financial Statements	30
Notes to Financial Statements	34
Tax Information	45
Shareholder Information	46

Visit franklintempleton.com for fund updates, to access your account, or to find helpful financial planning tools.

Semiannual Report

Economic and Market Overview

The U.S. economy grew during the six-month period. After accelerating in 2018's second quarter, the economy moderated in the third and fourth quarters. Growth in consumer spending, business investment and inventory investment were partly offset by a decline in housing investment and an increase in imports (a subtraction from growth calculation). The manufacturing and services sectors expanded during the period. The unemployment rate increased from 3.9% in July 2018 to 4.0% at period-end.¹ The annual inflation rate, as measured by the Consumer Price Index, decreased from 2.9% in July 2018 to 1.6% at period-end.¹

The U.S. Federal Reserve (Fed) raised its target range for the federal funds rate twice during the period, to 2.25%–2.50%, and continued reducing its balance sheet as part of its ongoing plan to normalize monetary policy. At its January meeting, the Fed held its target range for the federal funds rate unchanged and mentioned it would be patient in deciding further rate adjustments. Furthermore, the Fed signaled it might take a flexible approach to its balance sheet reduction. The broad U.S. stock market, as measured by the Standard & Poor's® 500 Index, declined for the six-month period ended January 31, 2019.

The global economy expanded during the six months under review, despite weakness in certain regions. Global developed and emerging market stocks were aided at certain points during the period by upbeat economic data, easing trade tensions in some regions, encouraging corporate earnings reports and the Fed's indications of a cautious approach to its monetary policy decisions.

However, various factors weighed on global markets during the period, including concerns about tighter regulation of technology companies, political uncertainties in the U.S. and the European Union, and major central banks' interest-rate path and unwinding of monetary stimulus measures. Markets were further pressured by U.S. trade disputes with its allies and China, and their impact on global growth and corporate earnings. In this environment, global stocks, as measured by the MSCI All Country World Index, had a -4.49% total return for the six months ended January 31, 2019.²

In Europe, the U.K.'s quarterly gross domestic product (GDP) growth accelerated in 2018's third quarter but moderated in the

fourth quarter. The Bank of England raised its key policy rate once during the period. After moderating in 2018's third quarter, the eurozone's quarterly GDP growth stabilized in the fourth quarter. The bloc's annual inflation rate ended the period lower than in July 2018. The European Central Bank (ECB) kept its benchmark interest rate unchanged during the period and concluded its bond purchase program at the end of 2018. In January 2019, the ECB reiterated that it expected key interest rates to remain unchanged through at least the summer of 2019 and intended to reinvest principal payments from maturing bonds for an extended period of time.

In Asia, Japan's quarterly GDP expanded in 2018's fourth quarter after contracting in the third quarter. The Bank of Japan left its benchmark interest rate unchanged during the period and continued its monetary stimulus measures. China's annual GDP moderated in 2018's third and fourth quarters. The People's Bank of China left its benchmark interest rate unchanged during the period, but it took measures to improve financial liquidity to mitigate the negative effects of the U.S.-China trade dispute and support economic growth.

The foregoing information reflects our analysis and opinions as of January 31, 2019. The information is not a complete analysis of every aspect of any market, country, industry, security or fund. Statements of fact are from sources considered reliable.

1. Source: U.S. Bureau of Labor Statistics.

2. Source: Morningstar.

See www.franklintempletondatasources.com for additional data provider information.

Franklin International Growth Fund

This semiannual report for Franklin International Growth Fund covers the period ended January 31, 2019.

Your Fund's Goal and Main Investments

The Fund seeks long-term capital appreciation by investing predominantly in equity securities of mid- and large-capitalization companies, generally those with market capitalizations greater than \$2 billion, located outside of the U.S., including developing or emerging market countries. The Fund considers international companies to be those organized under the laws of a country outside of the U.S. or having a principal office in a country outside of the U.S., or whose securities are listed or traded principally on a recognized stock exchange or over-the-counter market outside of the U.S.

Performance Overview

For the six months ended January 31, 2019, the Fund's Class A shares had a -11.14% cumulative total return. In comparison, the Fund's benchmark, the MSCI Europe, Australasia and Far East (EAFE) (Net Dividends) Index, had a -7.80% return.¹ The MSCI EAFE (Net Dividends) Index measures global developed stock market performance excluding the U.S. and Canada, taking into account the impact of foreign withholding taxes. You can find the Fund's long-term performance data in the Performance Summary beginning on page 7.

Performance data represent past performance, which does not guarantee future results. Investment return and principal value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. For most recent month-end performance, go to franklintempleton.com or call (800) 342-5236.

Investment Strategy

In choosing individual equity investments, we employ a disciplined, bottom-up approach to identify attractive investment opportunities that have higher expected revenue and earnings growth than their peers. We use a growth investment style and in-depth, fundamental research to identify high-quality companies, across all industry groups, with sustainable business models that offer the most attractive combination of growth, quality and valuation.

1. Source: Morningstar.

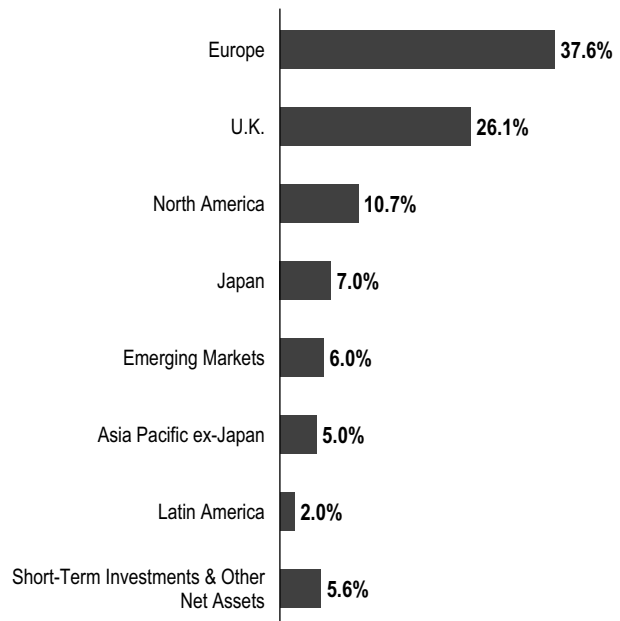
The index is unmanaged and includes reinvestment of any income or distributions (after the deduction of certain withholding taxes). It does not reflect any fees, expenses or sales charges. One cannot invest directly in an index, and an index is not representative of the Fund's portfolio.

2. The communication services sector comprises media in the SOI. The consumer discretionary sector comprises auto components, diversified consumer services, internet and direct marketing retail, and multiline retail in the SOI.

The dollar value, number of shares or principal amount, and names of all portfolio holdings are listed in the Fund's Statement of Investments (SOI). The SOI begins on page 21.

Geographic Composition

Based on Total Net Assets as of 1/31/19



Manager's Discussion

During the six-month period under review, stock selection in the communication services and consumer discretionary sectors detracted from relative performance.²

In the communication services sector, Japanese gaming, advertising and media firm CyberAgent hindered relative performance. The company has seen lackluster growth in its advertising and gaming businesses recently, but better results out of its media operations. We remain optimistic about CyberAgent's position in the advertising and gaming industries and expect long-term potential in its digital video business.

In the consumer discretionary sector, several cyclical holdings hurt relative results amid broad concerns about the global economy. These holdings included Zozo, a Japanese online apparel retailer, and Dollarama, a Canadian discount retailer. Global auto parts manufacturer Aptiv also hindered results, but we continue to believe that secular trends toward autonomous driving and electrification should support the company's longer-term growth.

Top 10 Sectors/Industries

1/31/19

	% of Total Net Assets
Internet & Direct Marketing Retail	11.8%
Chemicals	8.5%
Software	8.2%
Health Care Equipment & Supplies	8.1%
IT Services	7.8%
Diversified Consumer Services	5.2%
Biotechnology	4.8%
Banks	4.7%
Pharmaceuticals	4.6%
Media	4.3%

In other sectors, Ireland-domiciled biopharmaceuticals firm Alkermes detracted from relative performance due to a regulatory setback in the U.S. for a depression drug. However, we expect the company to continue to generate strong royalty revenues over the long term. Umicore, a Belgium-based clean technologies materials firm, also hindered relative performance after it lowered its earnings guidance for its fiscal year. The move came as the company deals with temporary weakness in its business of providing automakers with materials to help reduce emissions. Sophos Group, a U.K.-based cybersecurity firm, hampered relative results as it contended with a continued slowdown in bookings.

Conversely, stock selection and an underweighting in the financials sector contributed to relative performance.³ German financial exchange operator Deutsche Boerse supported relative performance as increased market volatility raised expectations for higher trading volumes at the exchange.

Top 10 Countries

1/31/19

	% of Total Net Assets
U.K.	26.1%
Germany	14.2%
Japan	7.0%
Canada	5.8%
Belgium	5.8%
Denmark	5.6%
Netherlands	5.4%
Australia	5.0%
U.S.	4.9%
China	3.2%

Top 10 Holdings

1/31/19

Company Sector/Industry, Country	% of Total Net Assets
MTU Aero Engines AG <i>Aerospace & Defense, Germany</i>	3.4%
Umicore SA <i>Chemicals, Belgium</i>	3.3%
Shopify Inc. <i>IT Services, Canada</i>	3.2%
TAL Education Group <i>Diversified Consumer Services, China</i>	3.2%
Boohoo Group PLC <i>Internet & Direct Marketing Retail, U.K.</i>	3.1%
Zozo Inc. <i>Internet & Direct Marketing Retail, Japan</i>	3.1%
John Wood Group PLC <i>Energy Equipment & Services, U.K.</i>	3.0%
Sophos Group PLC <i>Software, U.K.</i>	2.9%
LivaNova PLC <i>Health Care Equipment & Supplies, U.K.</i>	2.9%
DSV AS <i>Road & Rail, Denmark</i>	2.9%

In other sectors, Canada-based retailing software maker Shopify and U.K.-based business software maker The Sage Group contributed to relative results. Shopify has seen strong demand for its products and services in recent quarters. Sage Group, meanwhile, appointed a new chief executive officer and unveiled an investment plan to move customers to cloud-based subscriptions in a bid to increase long-term growth rates. Argentina-based online marketplace operator MercadoLibre and U.K.-based online fashion brand Boohoo Group also contributed to relative performance. Earnings growth at MercadoLibre has remained strong due to strong activity on its platform and greater adoption of its payment and logistics solutions, while sales trends at Boohoo have been strong recently. Education-related businesses Kroton Educacional and TAL Education Group supported relative performance as well. Kroton, a Brazilian higher education provider, was buoyed by an improving economic environment in Brazil, while Chinese tutoring provider TAL continues to benefit from strong demand for educational services in China.

Regionally, security selection in Japan and the U.K. hampered relative performance, while off-benchmark exposure to emerging markets supported relative results.

3. The financials sector comprises banks and capital markets in the SOI.

Thank you for your continued participation in Franklin International Growth Fund. We look forward to serving your future investment needs.



A handwritten signature in black ink, appearing to read "D. Huber", written over a horizontal line.

Donald G. Huber, CFA



A handwritten signature in black ink, appearing to read "John Remmert", written over a horizontal line.

John Remmert

Portfolio Management Team

The foregoing information reflects our analysis, opinions and portfolio holdings as of January 31, 2019, the end of the reporting period. The way we implement our main investment strategies and the resulting portfolio holdings may change depending on factors such as market and economic conditions. These opinions may not be relied upon as investment advice or an offer for a particular security. The information is not a complete analysis of every aspect of any market, country, industry, security or the Fund. Statements of fact are from sources considered reliable, but the investment manager makes no representation or warranty as to their completeness or accuracy. Although historical performance is no guarantee of future results, these insights may help you understand our investment management philosophy.

Performance Summary as of January 31, 2019

The performance table does not reflect any taxes that a shareholder would pay on Fund dividends, capital gain distributions, if any, or any realized gains on the sale of Fund shares. Total return reflects reinvestment of the Fund's dividends and capital gain distributions, if any, and any unrealized gains or losses. Your dividend income will vary depending on dividends or interest paid by securities in the Fund's portfolio, adjusted for operating expenses of each class. Capital gain distributions are net profits realized from the sale of portfolio securities.

Performance as of 1/31/19¹

*Cumulative total return excludes sales charges. Average annual total return includes maximum sales charges. Sales charges will vary depending on the size of the investment and the class of share purchased. The maximum is 5.50% and the minimum is 0%. **Class A:** 5.50% maximum initial sales charge; **Advisor Class:** no sales charges. For other share classes, visit franklintempleton.com.*

Share Class	Cumulative Total Return ²	Average Annual Total Return ³
A⁴		
6-Month	-11.14%	-16.02%
1-Year	-11.78%	-16.64%
5-Year	+31.48%	+4.44%
10-Year	+179.76%	+10.22%
Advisor		
6-Month	-11.03%	-11.03%
1-Year	-11.55%	-11.55%
5-Year	+33.21%	+5.90%
10-Year	+187.40%	+11.13%

Performance data represent past performance, which does not guarantee future results. Investment return and principal value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. For most recent month-end performance, go to franklintempleton.com or call (800) 342-5236.

See page 8 for Performance Summary footnotes.

Distributions (8/1/18–1/31/19)

Share Class	Net Investment Income	Short-Term Capital Gain	Long-Term Capital Gain	Total
A	\$0.0338	\$0.0314	\$0.1700	\$0.2352
C	\$ —	\$0.0314	\$0.1700	\$0.2014
R	\$0.0283	\$0.0314	\$0.1700	\$0.2297
R6	\$0.0542	\$0.0314	\$0.1700	\$0.2556
Advisor	\$0.0471	\$0.0314	\$0.1700	\$0.2485

Total Annual Operating Expenses⁵

Share Class	With Fee Waiver	Without Fee Waiver
A	1.12%	1.26%
Advisor	0.87%	1.01%

Each class of shares is available to certain eligible investors and has different annual fees and expenses, as described in the prospectus.

All investments involve risks, including possible loss of principal. Special risks are associated with foreign investing, including currency fluctuations, economic instability and political developments. Investments in emerging markets involve heightened risks related to the same factors, in addition to those associated with these markets' smaller size and lesser liquidity. The Fund is actively managed but there is no guarantee that the manager's investment decisions will produce the desired results. The Fund's prospectus also includes a description of the main investment risks.

1. 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 11/30/19. Fund investment results reflect the expense reduction and fee waiver; without these reductions, the results would have been lower.

2. Cumulative total return represents the change in value of an investment over the periods indicated.

3. Average annual total return represents the average annual change in value of an investment over the periods indicated. Return for less than one year, if any, has not been annualized.

4. Prior to 9/10/18, these shares were offered at a higher initial sales charge of 5.75%, thus actual returns would have differed. Total returns with sales charges have been restated to reflect the current maximum initial sales charge of 5.50%.

5. Figures are as stated in the Fund's current prospectus and may differ from the expense ratios disclosed in the Your Fund's Expenses and Financial Highlights sections in this report. In periods of market volatility, assets may decline significantly, causing total annual Fund operating expenses to become higher than the figures shown.

Your Fund's Expenses

As a Fund shareholder, you can incur two types of costs: (1) transaction costs, including sales charges (loads) on Fund purchases and redemptions; and (2) ongoing Fund costs, including management fees, distribution and service (12b-1) fees, and other Fund expenses. All mutual funds have ongoing costs, sometimes referred to as operating expenses. The table below shows ongoing costs of investing in the Fund and can help you understand these costs and compare them with those of other mutual funds. The table assumes a \$1,000 investment held for the six months indicated.

Actual Fund Expenses

The table below provides information about actual account values and actual expenses in the columns under the heading "Actual." In these columns the Fund's actual return, which includes the effect of Fund expenses, is used to calculate the "Ending Account Value" for each class of shares. You can estimate the expenses you paid during the period by following these steps (*of course, your account value and expenses will differ from those in this illustration*): Divide your account value by \$1,000 (*if your account had an \$8,600 value, then $\$8,600 \div \$1,000 = 8.6$*). Then multiply the result by the number in the row for your class of shares under the headings "Actual" and "Expenses Paid During Period" (*if Actual Expenses Paid During Period were \$7.50, then $8.6 \times \$7.50 = \64.50*). In this illustration, the actual expenses paid this period are \$64.50.

Hypothetical Example for Comparison with Other Funds

Under the heading "Hypothetical" in the table, information is provided about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. This information may not be used to estimate the actual ending account balance or expenses you paid for the period, but it can help you compare ongoing costs of investing in the Fund with those of other funds. To do so, compare this 5% hypothetical example for the class of shares you hold with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table are meant to highlight ongoing costs and do not reflect any transactional costs. Therefore, information under the heading "Hypothetical" is useful in comparing ongoing costs only, and will not help you compare total costs of owning different funds. In addition, if transactional costs were included, your total costs would have been higher.

Share Class	Beginning Account Value 8/1/18	Actual (actual return after expenses)		Hypothetical (5% annual return before expenses)		Net Annualized Expense Ratio ²
		Ending Account Value 1/31/19	Expenses Paid During Period 8/1/18–1/31/19 ^{1,2}	Ending Account Value 1/31/19	Expenses Paid During Period 8/1/18–1/31/19 ^{1,2}	
A	\$1,000	\$888.60	\$4.71	\$1,020.21	\$5.04	0.99%
C	\$1,000	\$885.20	\$8.27	\$1,016.43	\$8.84	1.74%
R	\$1,000	\$887.40	\$5.95	\$1,018.90	\$6.36	1.25%
R6	\$1,000	\$890.20	\$3.10	\$1,021.93	\$3.31	0.65%
Advisor	\$1,000	\$889.70	\$3.52	\$1,021.48	\$3.77	0.74%

1. Expenses are equal to the annualized expense ratio for the six-month period as indicated above—in the far right column—multiplied by the simple average account value over the period indicated, and then multiplied by 184/365 to reflect the one-half year period.

2. Reflects expenses after fee waivers and expense reimbursements. Does not include acquired fund fees and expenses.

Franklin International Small Cap Growth Fund

This semiannual report for Franklin International Small Cap Growth Fund covers the period ended January 31, 2019. Effective June 3, 2013, the Fund closed to new investors, with limited exceptions. Effective on or about March 1, 2019, the name of the Fund will change from Franklin International Small Cap Growth Fund to Franklin International Small Cap Fund.

Your Fund's Goal and Main Investments

The Fund seeks long-term capital appreciation by investing at least 80% of its net assets in a diversified portfolio of marketable equity and equity-related securities of smaller international companies with market capitalizations not exceeding \$5 billion (or the equivalent in local currencies), or the highest market capitalization of the MSCI Europe, Australasia and Far East (EAFE) Small Cap Index, whichever is greater, at the time of purchase. The Fund considers international companies to be those organized under the laws of a country outside of the U.S. or having a principal office in a country outside of the U.S., or whose securities are listed or traded principally on a recognized stock exchange or over-the-counter market outside of the U.S.

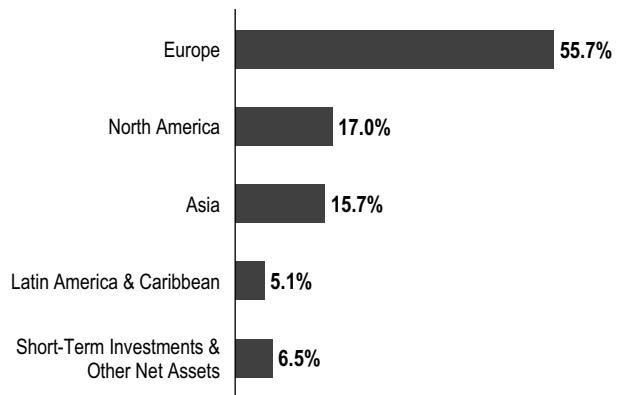
Performance Overview

For the six months ended January 31, 2019, the Fund's Class A shares had a -12.02% cumulative total return. In comparison, the Fund's benchmark, the MSCI EAFE Small Cap (Net Dividends) Index, had a -10.66% return.¹ The MSCI EAFE Small Cap (Net Dividends) Index tracks small cap equity performance in global developed markets excluding the U.S. and Canada, taking into account the impact of foreign withholding taxes. You can find the Fund's long-term performance data in the Performance Summary beginning on page 13.

Performance data represent past performance, which does not guarantee future results. Investment return and principal value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. For most recent month-end performance, go to franklintempleton.com or call (800) 342-5236.

Geographic Composition

Based on Total Net Assets as of 1/31/19



Investment Strategy

In choosing individual equity investments, we use a fundamental, bottom-up approach involving in-depth analysis of individual equity securities. We employ a quantitative and qualitative approach to identify smaller international companies that we believe have the potential to generate attractive performance with lower downside risk. Such companies tend to have proprietary products and services, which can sustain a longer-term competitive advantage, and they tend to have a higher probability of maintaining a strong balance sheet and/or generating cash flow. After we identify a company, we conduct a thorough analysis to establish its earnings prospects and determine its value. Overall, we seek to invest in growth companies with attractive valuations.

We do not select investments for the Fund that are merely representative of the small cap asset class but instead aim to produce a portfolio of securities of exceptional companies operating in sectors that offer attractive growth potential.

Although we seek to outperform the MSCI EAFE Small Cap (Net Dividends) Index, the Fund may take positions that are not represented in the index.

1. Source: Morningstar.

The index is unmanaged and includes reinvestment of any income or distributions (after the deduction of certain withholding taxes). It does not reflect any fees, expenses or sales charges. One cannot invest directly in an index, and an index is not representative of the Fund's portfolio.

The dollar value, number of shares or principal amount, and names of all portfolio holdings are listed in the Fund's Statement of Investments (SOI). The SOI begins on page 28.

Manager's Discussion

During the six-month period under review, an overweight allocation and stock selection in the energy sector and stock selection in the consumer staples sector detracted from relative returns.²

In the energy sector, Norway-based drilling rig company Borr Drilling and U.K.-based oilfield services firm John Wood Group hurt relative results as crude oil prices fell sharply in late 2018. We believe both companies should see stronger demand for their services and equipment as we expect major oil companies to begin spending more heavily on exploration and production to replace existing reserves.

Top 10 Sectors/Industries

1/31/19

	% of Total Net Assets
Insurance	9.1%
Commercial Services & Supplies	8.0%
Marine	7.8%
Energy Equipment & Services	5.9%
Capital Markets	5.3%
Media	5.1%
Real Estate Management & Development	4.5%
Hotels, Restaurants & Leisure	4.5%
Interactive Media & Services	4.4%
Machinery	3.9%

In the consumer staples sector, Denmark-based cigar maker Scandinavian Tobacco Group hindered relative performance on a lackluster earnings report as short-term supply chain issues have impacted results. Total Produce, an Ireland-based fresh produce distributor, also detracted. The stock was weak on concerns about the impact extreme weather would have on earnings and wariness about its recently acquired stake in banana producer Dole (not a Fund holding), which came with significant debt. However, we believe the company should continue to post steady growth over the longer term, fueled by strong demand for fresh produce globally and continued bolt-on acquisitions.

In other sectors, relative results were hampered by Greece-headquartered dry bulk shipper Diana Shipping, Danish facilities outsourcer ISS and British trash hauler Biffa. ISS announced a restructuring of its business to try to improve

Top 10 Holdings

1/31/19

Company Sector/Industry, Country	% of Total Net Assets
Fairfax India Holdings Corp. <i>Capital Markets, Canada</i>	5.3%
Clarkson PLC <i>Marine, U.K.</i>	5.2%
Liberty Latin America Ltd. <i>Media, Chile</i>	5.1%
Hang Lung Group Ltd. <i>Real Estate Management & Development, Hong Kong</i>	4.5%
Elior Group SA <i>Hotels, Restaurants & Leisure, France</i>	4.5%
58.com Inc. <i>Interactive Media & Services, China</i>	4.4%
John Wood Group PLC <i>Energy Equipment & Services, U.K.</i>	4.1%
Zardoya Otis SA <i>Machinery, Spain</i>	3.9%
Fairfax Financial Holdings Ltd. <i>Insurance, Canada</i>	3.8%
Total Produce PLC <i>Food & Staples Retailing, Ireland</i>	3.8%

future growth rates, while Biffa was hurt by competitive pressures in its municipal trash hauling business and the loss of several contracts. However, the company looks to have stabilized as it takes steps to improve overall profitability.

In contrast, security selection in materials and consumer discretionary bolstered relative performance.³

In the materials sector, U.K.-based plastic packaging manufacturer RPC Group contributed to relative performance after receiving a takeover offer from a private-equity firm. Straits Trading Co., a mining and real estate firm, also buoyed relative returns. Straits Trading has been shifting from commodities into the more profitable real estate business, which we expect will enhance growth over the longer term. The company is also buying back shares. Hong Kong-based real estate firm Hang Lung Group contributed to results due to improving sentiment surrounding the company, which operates high-end malls in Hong Kong and China.

In the consumer discretionary sector, Japanese toy and game maker Bandai Namco Holdings contributed to relative

2. The energy sector comprises energy equipment and services in the SOI. The consumer staples sector comprises food and staples retailing, food products, personal products and tobacco in the SOI.

3. The materials sector comprises containers and packaging and metals and mining in the SOI. The consumer discretionary sector comprises distributors; hotels, restaurants and leisure; internet and direct marketing retail; and leisure products in the SOI.

performance following a strong earnings report and optimism about the upcoming launch of new home video game titles.

In other sectors, Swiss logistics firm Panalpina Welttransport Holding (not held at period-end) and British shipping broker Clarkson contributed to relative performance. Shares of Panalpina rose following a takeover offer from a rival Danish firm. Clarkson reaffirmed its full-year guidance in January 2019, allaying concerns about the impact trade tensions would have on its business.

Top 10 Countries

1/31/19

	% of Total Net Assets
U.K.	23.5%
Canada	9.1%
U.S.	7.9%
Denmark	7.1%
Spain	7.0%
France	6.4%
Chile	5.1%
Sweden	4.8%
Hong Kong	4.5%
China	4.4%

Regionally, exposure to Canada and stock selection in Europe weighed on relative performance. Stock selection in Japan and Hong Kong was beneficial.

Thank you for your continued participation in Franklin International Small Cap Growth Fund. We look forward to serving your future investment needs.



Edwin Lugo, CFA
Lead Portfolio Manager



Panjak Nevatia, CFA
Portfolio Manager

The foregoing information reflects our analysis, opinions and portfolio holdings as of January 31, 2019, the end of the reporting period. The way we implement our main investment strategies and the resulting portfolio holdings may change depending on factors such as market and economic conditions. These opinions may not be relied upon as investment advice or an offer for a particular security. The information is not a complete analysis of every aspect of any market, country, industry, security or the Fund. Statements of fact are from sources considered reliable, but the investment manager makes no representation or warranty as to their completeness or accuracy. Although historical performance is no guarantee of future results, these insights may help you understand our investment management philosophy.

Performance Summary as of January 31, 2019

The performance table does not reflect any taxes that a shareholder would pay on Fund dividends, capital gain distributions, if any, or any realized gains on the sale of Fund shares. Total return reflects reinvestment of the Fund's dividends and capital gain distributions, if any, and any unrealized gains or losses. Your dividend income will vary depending on dividends or interest paid by securities in the Fund's portfolio, adjusted for operating expenses of each class. Capital gain distributions are net profits realized from the sale of portfolio securities.

Performance as of 1/31/19

*Cumulative total return excludes sales charges. Average annual total return includes maximum sales charges. Sales charges will vary depending on the size of the investment and the class of share purchased. The maximum is 5.50% and the minimum is 0%. **Class A:** 5.50% maximum initial sales charge; **Advisor Class:** no sales charges. For other share classes, visit franklintempleton.com.*

Share Class	Cumulative Total Return ¹	Average Annual Total Return ²
A³		
6-Month	-12.02%	-16.86%
1-Year	-18.60%	-23.07%
5-Year	+10.09%	+0.79%
10-Year	+212.05%	+11.42%
Advisor		
6-Month	-11.86%	-11.86%
1-Year	-18.36%	-18.36%
5-Year	+11.42%	+2.19%
10-Year	+220.56%	+12.35%

Performance data represent past performance, which does not guarantee future results. Investment return and principal value will fluctuate, and you may have a gain or loss when you sell your shares. Current performance may differ from figures shown. For most recent month-end performance, go to franklintempleton.com or call (800) 342-5236.

See page 14 for Performance Summary footnotes.

Distributions (8/1/18–1/31/19)

Share Class	Net Investment Income	Short-Term Capital Gain	Total
A	\$0.2690	\$0.2608	\$0.5298
C	\$0.1528	\$0.2608	\$0.4136
R	\$0.2394	\$0.2608	\$0.5002
R6	\$0.3198	\$0.2608	\$0.5806
Advisor	\$0.3023	\$0.2608	\$0.5631

Total Annual Operating Expenses⁴

Share Class	
A	1.38%
Advisor	1.13%

Each class of shares is available to certain eligible investors and has different annual fees and expenses, as described in the prospectus.

All investments involve risks, including possible loss of principal. The Fund is intended for long-term investors who are comfortable with fluctuation in the value of their investment, especially over the short term. Smaller, relatively new and/or unseasoned companies can be particularly sensitive to changing economic conditions, and their prospects for growth are less certain than those of larger, more established companies. Foreign investing involves additional risks such as currency and market volatility, as well as political and social instability. Investments in emerging markets involve heightened risks relating to the same factors. The Fund is actively managed but there is no guarantee that the manager's investment decisions will produce the desired results. The Fund's prospectus also includes a description of the main investment risks.

1. Cumulative total return represents the change in value of an investment over the periods indicated.

2. Average annual total return represents the average annual change in value of an investment over the periods indicated. Return for less than one year, if any, has not been annualized.

3. Prior to 9/10/18, these shares were offered at a higher initial sales charge of 5.75%, thus actual returns would have differed. Total returns with sales charges have been restated to reflect the current maximum initial sales charge of 5.50%.

4. Figures are as stated in the Fund's current prospectus and may differ from the expense ratios disclosed in the Your Fund's Expenses and Financial Highlights sections in this report. In periods of market volatility, assets may decline significantly, causing total annual Fund operating expenses to become higher than the figures shown.

Your Fund's Expenses

As a Fund shareholder, you can incur two types of costs: (1) transaction costs, including sales charges (loads) on Fund purchases and redemptions; and (2) ongoing Fund costs, including management fees, distribution and service (12b-1) fees, and other Fund expenses. All mutual funds have ongoing costs, sometimes referred to as operating expenses. The table below shows ongoing costs of investing in the Fund and can help you understand these costs and compare them with those of other mutual funds. The table assumes a \$1,000 investment held for the six months indicated.

Actual Fund Expenses

The table below provides information about actual account values and actual expenses in the columns under the heading "Actual." In these columns the Fund's actual return, which includes the effect of Fund expenses, is used to calculate the "Ending Account Value" for each class of shares. You can estimate the expenses you paid during the period by following these steps (*of course, your account value and expenses will differ from those in this illustration*): Divide your account value by \$1,000 (*if your account had an \$8,600 value, then $\$8,600 \div \$1,000 = 8.6$*). Then multiply the result by the number in the row for your class of shares under the headings "Actual" and "Expenses Paid During Period" (*if Actual Expenses Paid During Period were \$7.50, then $8.6 \times \$7.50 = \64.50*). In this illustration, the actual expenses paid this period are \$64.50.

Hypothetical Example for Comparison with Other Funds

Under the heading "Hypothetical" in the table, information is provided about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. This information may not be used to estimate the actual ending account balance or expenses you paid for the period, but it can help you compare ongoing costs of investing in the Fund with those of other funds. To do so, compare this 5% hypothetical example for the class of shares you hold with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table are meant to highlight ongoing costs and do not reflect any transactional costs. Therefore, information under the heading "Hypothetical" is useful in comparing ongoing costs only, and will not help you compare total costs of owning different funds. In addition, if transactional costs were included, your total costs would have been higher.

Share Class	Beginning Account Value 8/1/18	Actual (actual return after expenses)		Hypothetical (5% annual return before expenses)		Net Annualized Expense Ratio ²
		Ending Account Value 1/31/19	Expenses Paid During Period 8/1/18–1/31/19 ^{1,2}	Ending Account Value 1/31/19	Expenses Paid During Period 8/1/18–1/31/19 ^{1,2}	
A	\$1,000	\$879.80	\$ 6.63	\$1,018.15	\$ 7.12	1.40%
C	\$1,000	\$876.40	\$10.12	\$1,014.42	\$10.87	2.14%
R	\$1,000	\$878.90	\$ 7.77	\$1,016.94	\$ 8.34	1.64%
R6	\$1,000	\$881.40	\$ 4.84	\$1,020.06	\$ 5.19	1.02%
Advisor	\$1,000	\$881.40	\$ 5.41	\$1,019.46	\$ 5.80	1.14%

1. Expenses are equal to the annualized expense ratio for the six-month period as indicated above—in the far right column—multiplied by the simple average account value over the period indicated, and then multiplied by 184/365 to reflect the one-half year period.

2. Reflects expenses after fee waivers and expense reimbursements.

Financial Highlights

Franklin International Growth Fund

	Six Months Ended	Year Ended July 31,				
	January 31, 2019 (unaudited)	2018	2017	2016	2015	2014
Class A						
Per share operating performance (for a share outstanding throughout the period)						
Net asset value, beginning of period	\$15.31	\$13.18	\$11.07	\$11.16	\$11.40	\$10.45
Income from investment operations ^a :						
Net investment income (loss) ^b	(0.01)	0.06	0.05	0.03	0.06	0.05
Net realized and unrealized gains (losses)	(1.72)	2.26	2.12	(0.12)	(0.20)	0.95
Total from investment operations	(1.73)	2.32	2.17	(0.09)	(0.14)	1.00
Less distributions from:						
Net investment income	(0.03)	—	(0.06)	(—) ^c	(0.03)	(0.05)
Net realized gains	(0.20)	(0.19)	—	—	(0.07)	—
Total distributions	(0.23)	(0.19)	(0.06)	(—) ^c	(0.10)	(0.05)
Net asset value, end of period	\$13.35	\$15.31	\$13.18	\$11.07	\$11.16	\$11.40
Total return ^d	(11.14)%	17.73%	19.70%	(0.80)%	(1.13)%	9.56%
Ratios to average net assets^e						
Expenses before waiver and payments by affiliates	1.14%	1.27%	1.54%	1.65%	1.72%	1.70%
Expenses net of waiver and payments by affiliates	0.99% ^f	1.15% ^f	1.31% ^f	1.44% ^f	1.49%	1.49% ^f
Net investment income (loss)	(0.18)%	0.43%	0.37%	0.25%	0.61%	0.48%
Supplemental data						
Net assets, end of period (000's)	\$221,724	\$161,607	\$185,680	\$169,994	\$182,825	\$179,862
Portfolio turnover rate	3.90%	58.36%	28.66%	27.27%	47.52%	29.63%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cAmount rounds to less than \$0.01 per share.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

^eRatios are annualized for periods less than one year.

^fBenefit of expense reduction rounds to less than 0.01%.

Franklin International Growth Fund (continued)

	Six Months Ended January 31, 2019 (unaudited)	2018	2017	Year Ended July 31,		
				2016	2015	2014
Class C						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$14.74	\$12.80	\$10.77	\$10.94	\$11.22	\$10.31
Income from investment operations ^a :						
Net investment income (loss) ^b	(0.06)	(0.03)	(0.04)	(0.05)	(0.01)	(0.02)
Net realized and unrealized gains (losses) . . .	(1.65)	2.16	2.07	(0.12)	(0.20)	0.93
Total from investment operations	(1.71)	2.13	2.03	(0.17)	(0.21)	0.91
Less distributions from:						
Net realized gains	(0.20)	(0.19)	—	—	(0.07)	—
Net asset value, end of period	\$12.83	\$14.74	\$12.80	\$10.77	\$10.94	\$11.22
Total return ^c	(11.48)%	16.76%	18.85%	(1.55)%	(1.84)%	8.83%
Ratios to average net assets^d						
Expenses before waiver and payments by affiliates	1.89%	2.02%	2.29%	2.40%	2.42%	2.40%
Expenses net of waiver and payments by affiliates	1.74% ^e	1.90% ^e	2.06% ^e	2.19% ^e	2.19%	2.19% ^e
Net investment income (loss)	(0.93)%	(0.32)%	(0.38)%	(0.50)%	(0.09)%	(0.22)%
Supplemental data						
Net assets, end of period (000's)	\$23,035	\$22,542	\$8,702	\$6,773	\$7,179	\$5,977
Portfolio turnover rate	3.90%	58.36%	28.66%	27.27%	47.52%	29.63%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin International Growth Fund (continued)

	Six Months Ended		Year Ended July 31,				
	January 31, 2019	(unaudited)	2018	2017	2016	2015	2014
Class R							
Per share operating performance							
(for a share outstanding throughout the period)							
Net asset value, beginning of period	\$15.21	\$13.16	\$11.02	\$11.15	\$11.38	\$10.41	
Income from investment operations ^a :							
Net investment income (loss) ^b	(0.03)	0.04	0.02	(—) ^c	0.04	0.03	
Net realized and unrealized gains (losses) . . .	(1.70)	2.22	2.13	(0.12)	(0.19)	0.95	
Total from investment operations	(1.73)	2.26	2.15	(0.12)	(0.15)	0.98	
Less distributions from:							
Net investment income.	(0.03)	(0.02)	(0.01)	(0.01)	(0.01)	(0.01)	
Net realized gains	(0.20)	(0.19)	—	—	(0.07)	—	
Total distributions	(0.23)	(0.21)	(0.01)	(0.01)	(0.08)	(0.01)	
Net asset value, end of period	\$13.25	\$15.21	\$13.16	\$11.02	\$11.15	\$11.38	
Total return ^d	(11.26)%	17.34%	19.54%	(1.10)%	(1.31)%	9.44%	
Ratios to average net assets^e							
Expenses before waiver and payments by affiliates	1.40%	1.49%	1.76%	1.90%	1.92%	1.90%	
Expenses net of waiver and payments by affiliates	1.25% ^f	1.37% ^f	1.53% ^f	1.69% ^f	1.69%	1.69% ^f	
Net investment income (loss)	(0.44)%	0.21%	0.15%	(—)% ^g	0.41%	0.28%	
Supplemental data							
Net assets, end of period (000's)	\$1,494	\$1,086	\$371	\$295	\$363	\$222	
Portfolio turnover rate	3.90%	58.36%	28.66%	27.27%	47.52%	29.63%	

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cAmount rounds to less than \$0.01 per share.

^dTotal return is not annualized for periods less than one year.

^eRatios are annualized for periods less than one year.

^fBenefit of expense reduction rounds to less than 0.01%.

^gRounds to less than 0.01%.

Franklin International Growth Fund (continued)

	Six Months Ended		Year Ended July 31,				
	January 31, 2019	(unaudited)	2018	2017	2016	2015	2014
Class R6							
Per share operating performance							
(for a share outstanding throughout the period)							
Net asset value, beginning of period	\$15.34	\$13.25	\$11.15	\$11.25	\$11.48	\$11.48	\$10.48
Income from investment operations ^a :							
Net investment income ^b	0.01	0.12	0.08	0.07	0.15	0.15	0.11
Net realized and unrealized gains (losses)	(1.72)	2.26	2.15	(0.12)	(0.23)	(0.23)	0.94
Total from investment operations	(1.71)	2.38	2.23	(0.05)	(0.08)	(0.08)	1.05
Less distributions from:							
Net investment income	(0.05)	(0.10)	(0.13)	(0.05)	(0.08)	(0.08)	(0.05)
Net realized gains	(0.20)	(0.19)	—	—	(0.07)	(0.07)	—
Total distributions	(0.25)	(0.29)	(0.13)	(0.05)	(0.15)	(0.15)	(0.05)
Net asset value, end of period	\$13.38	\$15.34	\$13.25	\$11.15	\$11.25	\$11.25	\$11.48
Total return ^c	(10.98)%	18.15%	20.26%	(0.39)%	(0.62)%	(0.62)%	10.05%
Ratios to average net assets^d							
Expenses before waiver and payments by affiliates	0.84%	0.85%	0.90%	1.01%	1.02%	1.02%	1.02%
Expenses net of waiver and payments by affiliates	0.65% ^e	0.71% ^e	0.88% ^e	1.00% ^e	1.02% ^f	1.02% ^f	1.02% ^{e,f}
Net investment income	0.16%	0.87%	0.80%	0.69%	1.08%	1.08%	0.95%
Supplemental data							
Net assets, end of period (000's)	\$131,656	\$83,292	\$54,347	\$122,862	\$137,950	\$137,950	\$29,132
Portfolio turnover rate	3.90%	58.36%	28.66%	27.27%	47.52%	47.52%	29.63%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

^fBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Franklin International Growth Fund (continued)

	Six Months Ended January 31, 2019 (unaudited)	2018	2017	Year Ended July 31,		
				2016	2015	2014
Advisor Class						
Per share operating performance (for a share outstanding throughout the period)						
Net asset value, beginning of period	\$15.33	\$13.24	\$11.13	\$11.24	\$11.47	\$10.48
Income from investment operations ^a :						
Net investment income ^b	— ^c	0.10	0.08	0.05	0.10	0.09
Net realized and unrealized gains (losses) . . .	(1.71)	2.26	2.13	(0.12)	(0.20)	0.95
Total from investment operations	(1.71)	2.36	2.21	(0.07)	(0.10)	1.04
Less distributions from:						
Net investment income	(0.05)	(0.08)	(0.10)	(0.04)	(0.06)	(0.05)
Net realized gains	(0.20)	(0.19)	—	—	(0.07)	—
Total distributions	(0.25)	(0.27)	(0.10)	(0.04)	(0.13)	(0.05)
Net asset value, end of period	\$13.37	\$15.33	\$13.24	\$11.13	\$11.24	\$11.47
Total return ^d	(11.03)%	17.98%	20.04%	(0.62)%	(0.76)%	9.91%
Ratios to average net assets^e						
Expenses before waiver and payments by affiliates	0.89%	1.02%	1.29%	1.40%	1.42%	1.40%
Expenses net of waiver and payments by affiliates	0.74% ^f	0.90% ^f	1.06% ^f	1.19% ^f	1.19%	1.19% ^f
Net investment income	0.07%	0.68%	0.62%	0.50%	0.91%	0.78%
Supplemental data						
Net assets, end of period (000's)	\$543,089	\$294,254	\$147,926	\$110,441	\$126,130	\$97,134
Portfolio turnover rate	3.90%	58.36%	28.66%	27.27%	47.52%	29.63%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cAmount rounds to less than \$0.01 per share.

^dTotal return is not annualized for periods less than one year.

^eRatios are annualized for periods less than one year.

^fBenefit of expense reduction rounds to less than 0.01%.

Statement of Investments, January 31, 2019 (unaudited)
Franklin International Growth Fund

	Country	Shares	Value
Common Stocks 94.4%			
Aerospace & Defense 3.4%			
MTU Aero Engines AG	Germany	145,000	\$ 31,239,081
Auto Components 2.6%			
Aptiv PLC	United States	300,000	23,739,000
Banks 4.7%			
FinecoBank Banca Fineco SpA	Italy	1,950,000	21,179,706
^{a,b} Irish Bank Resolution Corp. Ltd.	Ireland	11,500	—
KBC Groep NV	Belgium	320,000	21,715,449
			<u>42,895,155</u>
Biotechnology 4.8%			
^a Alkermes PLC	United States	650,000	21,365,500
CSL Ltd.	Australia	160,000	22,656,062
			<u>44,021,562</u>
Capital Markets 2.8%			
Deutsche Boerse AG	Germany	195,000	25,950,051
Chemicals 8.5%			
Koninklijke DSM NV	Netherlands	250,000	23,347,176
Symrise AG	Germany	285,000	23,686,022
Umicore SA	Belgium	730,000	30,794,346
			<u>77,827,544</u>
Diversified Consumer Services 5.2%			
Kroton Educacional SA	Brazil	6,000,000	18,810,170
^a TAL Education Group, ADR	China	950,000	29,478,500
			<u>48,288,670</u>
Energy Equipment & Services 3.0%			
John Wood Group PLC	United Kingdom	3,900,000	27,673,126
Health Care Equipment & Supplies 8.1%			
Cochlear Ltd.	Australia	160,000	22,504,804
GN Store Nord A/S	Denmark	580,000	24,965,357
^a LivaNova PLC	United Kingdom	290,000	26,772,800
			<u>74,242,961</u>
Internet & Direct Marketing Retail 11.8%			
^a Boohoo Group PLC	United Kingdom	11,600,000	28,584,865
^a Just Eat PLC	United Kingdom	2,900,000	26,470,848
^a MercadoLibre Inc.	Argentina	70,000	25,480,000
Zozo Inc.	Japan	1,400,000	28,186,367
			<u>108,722,080</u>
IT Services 7.8%			
^a InterXion Holding NV	Netherlands	440,000	26,417,600
Keywords Studios PLC	Ireland	1,000,000	15,628,313
^a Shopify Inc., A	Canada	175,000	29,482,250
			<u>71,528,163</u>
Machinery 1.2%			
Weir Group PLC	United Kingdom	550,000	10,852,631
Media 4.3%			
Ascential PLC	United Kingdom	4,450,000	22,170,702
CyberAgent Inc.	Japan	550,000	17,672,710
			<u>39,843,412</u>

FRANKLIN GLOBAL TRUST
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin International Growth Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Multiline Retail 2.6%			
Dollarama Inc.	Canada	900,000	\$ 24,242,632
Pharmaceuticals 4.6%			
Hikma Pharmaceuticals PLC	United Kingdom	1,100,000	23,226,793
Santen Pharmaceutical Co. Ltd.	Japan	1,380,000	18,991,232
			<u>42,218,025</u>
Professional Services 2.5%			
Experian PLC	United Kingdom	930,000	23,313,457
Road & Rail 2.9%			
DSV AS	Denmark	335,000	26,672,236
Semiconductors & Semiconductor Equipment 2.8%			
Infineon Technologies AG	Germany	1,180,000	26,225,878
Software 8.2%			
The Sage Group PLC	United Kingdom	3,000,000	24,622,459
SAP SE	Germany	235,000	24,278,716
Sophos Group PLC	United Kingdom	6,100,000	26,968,279
			<u>75,869,454</u>
Trading Companies & Distributors 2.6%			
Ferguson PLC	Switzerland	360,000	24,043,477
Total Common Stocks (Cost \$820,950,622)			<u>869,408,595</u>
Short Term Investments (Cost \$48,787,721) 5.3%			
Money Market Funds 5.3%			
^{c,d} Institutional Fiduciary Trust Money Market Portfolio, 2.05%	United States	48,787,721	48,787,721
Total Investments (Cost \$869,738,343) 99.7%			918,196,316
Other Assets, less Liabilities 0.3%			2,801,940
Net Assets 100.0%			<u>\$920,998,256</u>

See Abbreviations on page 44.

^aNon-income producing.

^bFair valued using significant unobservable inputs. See Note 10 regarding fair value measurements.

^cSee Note 3(f) regarding investments in affiliated management investment companies.

^dThe rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin International Small Cap Growth Fund

	Six Months Ended January 31, 2019 (unaudited)	2018	2017	Year Ended July 31,		
				2016	2015	2014
Class A						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$19.68	\$20.61	\$17.55	\$19.92	\$22.23	\$19.70
Income from investment operations ^a :						
Net investment income ^b	0.02	0.47	0.19	0.22	0.19	0.19
Net realized and unrealized gains (losses) . . .	(2.42)	0.41	4.37	(1.98)	(0.48)	2.65
Total from investment operations	(2.40)	0.88	4.56	(1.76)	(0.29)	2.84
Less distributions from:						
Net investment income	(0.27)	(1.23)	(0.18)	(0.24)	(0.29)	(0.11)
Net realized gains	(0.26)	(0.58)	(1.32)	(0.37)	(1.73)	(0.20)
Total distributions	(0.53)	(1.81)	(1.50)	(0.61)	(2.02)	(0.31)
Net asset value, end of period	\$16.75	\$19.68	\$20.61	\$17.55	\$19.92	\$22.23
Total return ^c	(12.02)%	4.32%	28.31%	(8.93)%	(0.17)%	14.48%
Ratios to average net assets^d						
Expenses ^e	1.40%	1.38%	1.38%	1.38%	1.36%	1.36%
Net investment income	0.27%	2.32%	1.05%	1.14%	0.98%	0.89%
Supplemental data						
Net assets, end of period (000's)	\$113,267	\$142,505	\$161,355	\$169,943	\$212,890	\$257,568
Portfolio turnover rate	5.68%	26.98%	21.71%	21.93%	24.20%	16.08%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin International Small Cap Growth Fund (continued)

	Six Months Ended	Year Ended July 31,				
	January 31, 2019 (unaudited)	2018	2017	2016	2015	2014
Class C						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$19.42	\$20.36	\$17.32	\$19.60	\$21.94	\$19.51
Income from investment operations ^a :						
Net investment income (loss) ^b	(0.04)	0.32	0.05	0.07	0.05	0.02
Net realized and unrealized gains (losses) . . .	(2.39)	0.39	4.33	(1.95)	(0.47)	2.63
Total from investment operations	(2.43)	0.71	4.38	(1.88)	(0.42)	2.65
Less distributions from:						
Net investment income.	(0.15)	(1.07)	(0.02)	(0.03)	(0.19)	(0.02)
Net realized gains	(0.26)	(0.58)	(1.32)	(0.37)	(1.73)	(0.20)
Total distributions	(0.41)	(1.65)	(1.34)	(0.40)	(1.92)	(0.22)
Net asset value, end of period	\$16.58	\$19.42	\$20.36	\$17.32	\$19.60	\$21.94
Total return ^c	(12.36)%	3.50%	27.39%	(9.66)%	(0.86)%	13.59%
Ratios to average net assets^d						
Expenses ^e	2.14%	2.14%	2.13%	2.15%	2.08%	2.11%
Net investment income (loss)	(0.47)%	1.56%	0.30%	0.37%	0.26%	0.14%
Supplemental data						
Net assets, end of period (000's)	\$12,899	\$19,184	\$22,191	\$22,699	\$30,067	\$35,484
Portfolio turnover rate	5.68%	26.98%	21.71%	21.93%	24.20%	16.08%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin International Small Cap Growth Fund (continued)

	Six Months Ended	Year Ended July 31,				
	January 31, 2019 (unaudited)	2018	2017	2016	2015	2014
Class R						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$19.72	\$20.66	\$17.56	\$19.88	\$22.19	\$19.65
Income from investment operations ^a :						
Net investment income ^b	— ^c	0.42	0.13	0.17	0.15	0.12
Net realized and unrealized gains (losses) . . .	(2.42)	0.40	4.41	(1.98)	(0.48)	2.66
Total from investment operations	(2.42)	0.82	4.54	(1.81)	(0.33)	2.78
Less distributions from:						
Net investment income	(0.24)	(1.18)	(0.12)	(0.14)	(0.25)	(0.04)
Net realized gains	(0.26)	(0.58)	(1.32)	(0.37)	(1.73)	(0.20)
Total distributions	(0.50)	(1.76)	(1.44)	(0.51)	(1.98)	(0.24)
Net asset value, end of period	\$16.80	\$19.72	\$20.66	\$17.56	\$19.88	\$22.19
Total return ^d	(12.11)%	3.97%	28.07%	(9.20)%	(0.41)%	14.17%
Ratios to average net assets^e						
Expenses ^f	1.64%	1.64%	1.64%	1.64%	1.62%	1.62%
Net investment income	0.03%	2.06%	0.79%	0.88%	0.72%	0.63%
Supplemental data						
Net assets, end of period (000's)	\$2,744	\$3,450	\$3,592	\$4,735	\$6,193	\$9,320
Portfolio turnover rate	5.68%	26.98%	21.71%	21.93%	24.20%	16.08%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cAmount rounds to less than \$0.01 per share.

^dTotal return is not annualized for periods less than one year.

^eRatios are annualized for periods less than one year.

^fBenefit of expense reduction rounds to less than 0.01%.

Franklin International Small Cap Growth Fund (continued)

	Six Months Ended January 31, 2019 (unaudited)	2018	2017	Year Ended July 31,		
				2016	2015	2014
Class R6						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$19.74	\$20.67	\$17.61	\$20.03	\$22.32	\$19.78
Income from investment operations ^a :						
Net investment income ^b	0.06	0.56	0.27	0.30	0.27	0.28
Net realized and unrealized gains (losses) . . .	(2.44)	0.40	4.37	(2.00)	(0.48)	2.65
Total from investment operations	(2.38)	0.96	4.64	(1.70)	(0.21)	2.93
Less distributions from:						
Net investment income	(0.32)	(1.31)	(0.26)	(0.35)	(0.35)	(0.19)
Net realized gains	(0.26)	(0.58)	(1.32)	(0.37)	(1.73)	(0.20)
Total distributions	(0.58)	(1.89)	(1.58)	(0.72)	(2.08)	(0.39)
Net asset value, end of period	\$16.78	\$19.74	\$20.67	\$17.61	\$20.03	\$22.32
Total return ^c	(11.86)%	4.70%	28.87%	(8.61)%	0.22%	14.89%
Ratios to average net assets^d						
Expenses ^e	1.02% ^f	1.01%	0.99%	0.99%	0.99%	1.00%
Net investment income	0.65%	2.69%	1.44%	1.53%	1.35%	1.25%
Supplemental data						
Net assets, end of period (000's)	\$273,782	\$450,645	\$492,010	\$383,411	\$387,070	\$359,449
Portfolio turnover rate	5.68%	26.98%	21.71%	21.93%	24.20%	16.08%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

^fBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Franklin International Small Cap Growth Fund (continued)

	Six Months Ended	Year Ended July 31,				
	January 31, 2019	2018	2017	2016	2015	2014
Advisor Class						
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$19.73	\$20.67	\$17.59	\$20.00	\$22.30	\$19.77
Income from investment operations ^a :						
Net investment income ^b	0.05	0.52	0.23	0.25	0.24	0.25
Net realized and unrealized gains (losses) . . .	(2.43)	0.40	4.39	(1.97)	(0.48)	2.65
Total from investment operations	(2.38)	0.92	4.62	(1.72)	(0.24)	2.90
Less distributions from:						
Net investment income	(0.30)	(1.28)	(0.22)	(0.32)	(0.33)	(0.17)
Net realized gains	(0.26)	(0.58)	(1.32)	(0.37)	(1.73)	(0.20)
Total distributions	(0.56)	(1.86)	(1.54)	(0.69)	(2.06)	(0.37)
Net asset value, end of period	\$16.79	\$19.73	\$20.67	\$17.59	\$20.00	\$22.30
Total return ^c	(11.86)%	4.51%	28.68%	(8.74)%	0.09%	14.74%
Ratios to average net assets^d						
Expenses ^e	1.14%	1.14%	1.14%	1.14%	1.12%	1.12%
Net investment income	0.53%	2.56%	1.29%	1.38%	1.22%	1.13%
Supplemental data						
Net assets, end of period (000's)	\$514,525	\$763,309	\$749,573	\$827,351	\$1,300,759	\$1,223,532
Portfolio turnover rate	5.68%	26.98%	21.71%	21.93%	24.20%	16.08%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return is not annualized for periods less than one year.

^dRatios are annualized for periods less than one year.

^eBenefit of expense reduction rounds to less than 0.01%.

Statement of Investments, January 31, 2019 (unaudited)
Franklin International Small Cap Growth Fund

	Country	Shares	Value
Common Stocks 93.5%			
Capital Markets 5.3%			
^a Fairfax India Holdings Corp.	Canada	3,806,200	\$ 49,061,918
Commercial Services & Supplies 8.0%			
Biffa PLC	United Kingdom	10,532,000	24,634,373
Elis SA.	France	1,071,060	17,324,735
ISS AS.	Denmark	1,110,200	31,356,054
			<u>73,315,162</u>
Containers & Packaging 3.1%			
RPC Group PLC	United Kingdom	2,726,500	28,418,979
Distributors 2.9%			
^b Headlam Group PLC	United Kingdom	5,133,788	26,317,857
Energy Equipment & Services 5.9%			
^a Borr Drilling Ltd.	Norway	6,309,275	16,157,872
John Wood Group PLC	United Kingdom	5,348,175	37,948,903
			<u>54,106,775</u>
Equity Real Estate Investment Trusts (REITs) 3.1%			
Lar Espana Real Estate Socimi SA	Spain	3,003,610	28,916,796
Food & Staples Retailing 3.8%			
Total Produce PLC	Ireland	18,009,900	34,842,447
Food Products 2.9%			
Cloetta AB, B	Sweden	10,122,100	26,836,782
Health Care Providers & Services 1.3%			
BML Inc.	Japan	436,000	12,008,263
Hotels, Restaurants & Leisure 4.5%			
Elior Group SA	France	2,906,500	40,924,754
Insurance 9.1%			
^a Arch Capital Group Ltd.	United States	919,321	26,982,071
Fairfax Financial Holdings Ltd.	Canada	74,200	35,122,238
RenaissanceRe Holdings Ltd.	United States	154,200	21,284,226
			<u>83,388,535</u>
Interactive Media & Services 4.4%			
^a 58.com Inc., ADR	China	631,100	40,011,740
Internet & Direct Marketing Retail 1.9%			
Dustin Group AB.	Sweden	1,939,271	17,474,580
Leisure Products 1.9%			
Bandai Namco Holdings Inc.	Japan	389,100	17,128,616
Machinery 3.9%			
Zardoya Otis SA	Spain	4,549,008	36,009,702
Marine 7.8%			
Clarkson PLC	United Kingdom	1,421,229	47,702,359
^{a,b} Diana Shipping Inc.	United States	8,027,750	23,601,585
			<u>71,303,944</u>
Media 5.1%			
^a Liberty Latin America Ltd.	Chile	1,048,300	18,324,284
^a Liberty Latin America Ltd., A	Chile	1,615,000	28,157,525
			<u>46,481,809</u>

FRANKLIN GLOBAL TRUST
STATEMENT OF INVESTMENTS (UNAUDITED)

Franklin International Small Cap Growth Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Metals & Mining 3.0%			
Straits Trading Co. Ltd.	Singapore	18,223,100	\$ 27,894,918
Personal Products 1.3%			
Ontex Group NV	Belgium	543,900	11,574,683
Pharmaceuticals 0.6%			
Haw Par Corp. Ltd.	Singapore	642,100	5,916,433
Professional Services 2.3%			
PageGroup PLC	United Kingdom	2,820,801	16,331,924
SThree PLC	United Kingdom	1,446,209	5,195,381
			<u>21,527,305</u>
Real Estate Management & Development 4.5%			
Hang Lung Group Ltd.	Hong Kong	14,009,300	41,062,049
Tobacco 3.7%			
Scandinavian Tobacco Group AS	Denmark	2,612,973	33,785,682
Trading Companies & Distributors 3.2%			
Grafton Group PLC, units consisting of common stock	United Kingdom	3,039,532	29,270,784
Total Common Stocks (Cost \$866,863,946)			<u>857,580,513</u>
		Principal Amount	
Short Term Investments (Cost \$44,000,000) 4.8%			
Time Deposits 4.8%			
Royal Bank Of Canada, 2.35%, 2/01/19.	United States	\$44,000,000	44,000,000
Total Investments (Cost \$910,863,946) 98.3%			<u>901,580,513</u>
Other Assets, less Liabilities 1.7%			<u>15,635,970</u>
Net Assets 100.0%			<u>\$917,216,483</u>

See Abbreviations on page 44.

^aNon-income producing.

^bSee Note 8 regarding holdings of 5% voting securities.

Financial Statements

Statements of Assets and Liabilities

January 31, 2019 (unaudited)

	Franklin International Growth Fund	Franklin Small Cap Growth Fund
Assets:		
Investments in securities:		
Cost - Unaffiliated issuers	\$820,950,622	\$844,205,665
Cost - Non-controlled affiliates (Note 3f and 8)	48,787,721	66,658,281
Value - Unaffiliated issuers	\$869,408,595	\$851,661,071
Value - Non-controlled affiliates (Note 3f and 8)	48,787,721	49,919,442
Cash	—	13,795,850
Foreign currency, at value (cost \$3 and \$8, respectively)	3	8
Receivables:		
Investment securities sold	—	5,139
Capital shares sold	7,556,638	907,977
Dividends	821,317	2,452,540
European Union tax reclaims	46,059	1,519,040
Affiliates	40,585	—
Other assets	43,695	34
Total assets	926,704,613	920,261,101
Liabilities:		
Payables:		
Investment securities purchased	3,938,330	—
Capital shares redeemed	1,193,533	1,963,127
Management fees	458,355	724,746
Distribution fees	63,535	35,260
Transfer agent fees	27,179	198,434
Trustees' fees and expenses	—	622
Accrued expenses and other liabilities	25,425	122,429
Total liabilities	5,706,357	3,044,618
Net assets, at value	\$920,998,256	\$917,216,483
Net assets consist of:		
Paid-in capital	\$882,320,018	\$962,976,949
Total distributable earnings (loss)	38,678,238	(45,760,466)
Net assets, at value	\$920,998,256	\$917,216,483

Statements of Assets and Liabilities (continued)
January 31, 2019 (unaudited)

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Class A:		
Net assets, at value	\$221,724,305	\$113,266,789
Shares outstanding	16,612,782	6,761,230
Net asset value per share ^a	\$13.35	\$16.75
Maximum offering price per share (net asset value per share ÷ 94.50%)	\$14.13	\$17.72
Class C:		
Net assets, at value	\$ 23,035,088	\$ 12,899,248
Shares outstanding	1,795,433	777,876
Net asset value and maximum offering price per share ^a	\$12.83	\$16.58
Class R:		
Net assets, at value	\$ 1,494,337	\$ 2,743,649
Shares outstanding	112,799	163,317
Net asset value and maximum offering price per share	\$13.25	\$16.80
Class R6:		
Net assets, at value	\$131,655,631	\$273,781,644
Shares outstanding	9,840,729	16,313,339
Net asset value and maximum offering price per share	\$13.38	\$16.78
Advisor Class:		
Net assets, at value	\$543,088,895	\$514,525,153
Shares outstanding	40,634,375	30,646,727
Net asset value and maximum offering price per share	\$13.37	\$16.79

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

Statements of Operations

for the six months ended January 31, 2019 (unaudited)

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Investment income:		
Dividends: (net of foreign taxes)*		
Unaffiliated issuers	\$ 2,608,289	\$ 7,728,881
Non-controlled affiliates (Note 3f and 8)	305,949	1,077,514
Interest:		
Unaffiliated issuers	—	111,097
Other income (Note 1c)	—	540,541
Total investment income	2,914,238	9,458,033
Expenses:		
Management fees (Note 3a)	2,694,629	5,400,712
Distribution fees: (Note 3c)		
Class A	235,310	160,090
Class C	114,799	78,465
Class R	3,136	7,631
Transfer agent fees: (Note 3e)		
Class A	85,776	88,915
Class C	10,463	11,117
Class R	561	2,162
Class R6	19,940	38,481
Advisor Class	183,540	462,087
Custodian fees (Note 4)	30,538	73,375
Reports to shareholders	10,800	26,220
Registration and filing fees	91,223	53,057
Professional fees	36,609	46,892
Trustees' fees and expenses	8,620	32,171
Other	10,667	18,064
Total expenses	3,536,611	6,499,439
Expense reductions (Note 4)	(32)	(2,102)
Expenses waived/paid by affiliates (Note 3f and 3g)	(573,585)	(4,708)
Net expenses	2,962,994	6,492,629
Net investment income (loss)	(48,756)	2,965,404
Realized and unrealized gains (losses):		
Net realized gain (loss) from:		
Investments:		
Unaffiliated issuers	(7,597,316)	11,770,894
Non-controlled affiliates (Note 3f and 8)	—	(5,754,440)
Foreign currency transactions	106,289	(243,595)
Net realized gain (loss)	(7,491,027)	5,772,859
Net change in unrealized appreciation (depreciation) on:		
Investments:		
Unaffiliated issuers	(66,888,364)	(149,153,050)
Non-controlled affiliates (Note 3f and 8)	—	(16,644,447)
Translation of other assets and liabilities denominated in foreign currencies	10,968	(57,626)
Net change in unrealized appreciation (depreciation)	(66,877,396)	(165,855,123)
Net realized and unrealized gain (loss)	(74,368,423)	(160,082,264)
Net increase (decrease) in net assets resulting from operations	\$(74,417,179)	\$(157,116,860)

*Foreign taxes withheld on dividends \$ 120,703 \$ 375,575

Statements of Changes in Net Assets

	Franklin International Growth Fund		Franklin International Small Cap Growth Fund	
	Six Months Ended January 31, 2019 (unaudited)	Year Ended July 31, 2018	Six Months Ended January 31, 2019 (unaudited)	Year Ended July 31, 2018
Increase (decrease) in net assets:				
Operations:				
Net investment income (loss)	\$ (48,756)	\$ 2,397,810	\$ 2,965,404	\$ 36,693,227
Net realized gain (loss)	(7,491,027)	35,522,927	5,772,859	39,552,848
Net change in unrealized appreciation (depreciation)	(66,877,396)	20,943,148	(165,855,123)	(10,831,517)
Net increase (decrease) in net assets resulting from operations	(74,417,179)	58,863,885	(157,116,860)	65,414,558
Distributions to shareholders: (Note 1d)				
Class A	(3,419,145)	(1,015,218)	(3,615,240)	(13,772,561)
Class C	(341,397)	(152,224)	(337,682)	(1,699,238)
Class R	(24,774)	(6,699)	(82,207)	(294,158)
Class R6	(2,237,447)	(1,140,595)	(9,249,294)	(43,560,775)
Advisor Class	(7,947,860)	(3,071,235)	(18,744,843)	(65,916,823)
Total distributions to shareholders	(13,970,623)	(5,385,971)	(32,029,266)	(125,243,555)
Capital share transactions: (Note 2)				
Class A	83,706,862	(42,310,630)	(8,657,010)	(11,766,717)
Class C	3,754,174	12,201,180	(3,698,647)	(2,131,185)
Class R	559,256	651,154	(212,246)	6,437
Class R6	60,752,186	20,447,819	(123,934,324)	(21,574,001)
Advisor Class	297,832,051	121,288,828	(136,226,720)	45,664,816
Total capital share transactions	446,604,529	112,278,351	(272,728,947)	10,199,350
Net increase (decrease) in net assets	358,216,727	165,756,265	(461,875,073)	(49,629,647)
Net assets:				
Beginning of period	562,781,529	397,025,264	1,379,091,556	1,428,721,203
End of period (Note 1d)	\$920,998,256	\$562,781,529	\$ 917,216,483	\$1,379,091,556

Notes to Financial Statements (unaudited)

1. Organization and Significant Accounting Policies

Franklin Global Trust (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of four separate funds, two of which are included in this report (Funds) and applies the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP). The Funds offer five classes of shares: Class A, Class C, Class R, Class R6 and Advisor Class. Beginning on October 19, 2018, Class C shares automatically convert to Class A shares after they have been held for 10 years. Each class of shares may differ by its initial sales load, contingent deferred sales charges, voting rights on matters affecting a single class, its exchange privilege and fees due to differing arrangements for distribution and transfer agent fees. Franklin International Small Cap Growth Fund was closed to new investors with limited exceptions effective June 3, 2013.

On December 13, 2018, the Franklin International Small Cap Growth Fund's Board of Trustee approved a proposal to change the name of the Fund to Franklin International Small Cap Fund, effective March 1, 2019.

The following summarizes the Funds' significant accounting policies.

a. Financial Instrument Valuation

The Funds' investments in financial instruments are carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Funds calculate the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Funds' administrator has responsibility for oversight of valuation, including leading the cross-functional Valuation Committee (VC). The Funds may utilize independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Equity securities listed on an exchange or on the NASDAQ National Market System are valued at the last quoted sale price or the official closing price of the day, respectively. Foreign equity securities are valued as of the close of trading on the foreign stock exchange on which the security is primarily

traded, or as of 4 p.m. Eastern time. The value is then converted into its U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the day that the value of the security is determined. Over-the-counter (OTC) securities are valued within the range of the most recent quoted bid and ask prices. Securities that trade in multiple markets or on multiple exchanges are valued according to the broadest and most representative market. Certain equity securities are valued based upon fundamental characteristics or relationships to similar securities.

Investments in open-end mutual funds are valued at the closing NAV. Investments in time deposits are valued at cost, which approximates fair value.

The Funds have procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Funds primarily employ a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, book values, and other relevant information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

Trading in securities on foreign securities stock exchanges and OTC markets may be completed before 4 p.m. Eastern time. In addition, trading in certain foreign markets may not take place on every Funds' business day. Occasionally, events occur between the time at which trading in a foreign security is completed and 4 p.m. Eastern time that might call into question the reliability of the value of a portfolio security held by the Fund. As a result, differences may arise between the value of the Funds' portfolio securities as determined at the foreign market close and the latest indications of value at 4 p.m. Eastern time. In order to minimize the potential for these differences, the VC monitors price movements following the close of trading in foreign stock markets through a series of country specific market proxies (such as baskets of American Depositary Receipts, futures contracts and exchange traded funds). These price movements are measured against established trigger thresholds for each specific market proxy to

assist in determining if an event has occurred that may call into question the reliability of the values of the foreign securities held by the Funds. If such an event occurs, the securities may be valued using fair value procedures, which may include the use of independent pricing services.

When the last day of the reporting period is a non-business day, certain foreign markets may be open on those days that the Funds' NAV is not calculated, which could result in differences between the value of the Funds' portfolio securities on the last business day and the last calendar day of the reporting period. Any significant security valuation changes due to an open foreign market are adjusted and reflected by the Funds for financial reporting purposes.

b. Foreign Currency Translation

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against U.S. dollars on the date of valuation. The Funds may enter into foreign currency exchange contracts to facilitate transactions denominated in a foreign currency. Purchases and sales of securities, income and expense items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date. Portfolio securities and assets and liabilities denominated in foreign currencies contain risks that those currencies will decline in value relative to the U.S. dollar. Occasionally, events may impact the availability or reliability of foreign exchange rates used to convert the U.S. dollar equivalent value. If such an event occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Board.

The Funds do not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized and unrealized gain or loss from investments in the Statements of Operations.

Realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in foreign

exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period.

c. Income and Deferred Taxes

It is each Fund's policy to qualify as a regulated investment company under the Internal Revenue Code. Each Fund intends to distribute to shareholders substantially all of its taxable income and net realized gains to relieve it from federal income and excise taxes. As a result, no provision for U.S. federal income taxes is required.

The Funds may be subject to foreign taxation related to income received, capital gains on the sale of securities and certain foreign currency transactions in the foreign jurisdictions in which the Funds invest. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Funds invest. When a capital gain tax is determined to apply, certain or all Funds record an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date.

As a result of several court cases, in certain countries across the European Union, certain or all Funds filed additional tax reclaims for previously withheld taxes on dividends earned in those countries (EU reclaims). These additional filings are subject to various administrative proceedings by the local jurisdictions' tax authorities within the European Union, as well as a number of related judicial proceedings. Income recognized, if any, for EU reclaims is reflected as other income in the Statements of Operations and any related receivable, if any, is reflected as European Union tax reclaims in the Statements of Assets and Liabilities. When uncertainty exists as to the ultimate resolution of these proceedings, the likelihood of receipt of these EU reclaims, and the potential timing of payment, no amounts are reflected in the financial statements. For U.S. income tax purposes, EU reclaims received by the Funds, if any, reduce the amounts of foreign taxes Fund shareholders can use as tax credits in their individual income tax returns.

Each Fund may recognize an income tax liability related to its uncertain tax positions under U.S. GAAP when the uncertain tax position has a less than 50% probability that it will be sustained upon examination by the tax authorities based on its technical merits. As of January 31, 2019, each Fund has determined that no tax liability is required in its financial

1. Organization and Significant Accounting Policies (continued)

c. Income and Deferred Taxes (continued)

statements related to uncertain tax positions for any open tax years (or expected to be taken in future tax years). Open tax years are those that remain subject to examination and are based on the statute of limitations in each jurisdiction in which the Fund invests.

d. Security Transactions, Investment Income, Expenses and Distributions

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income and estimated expenses are accrued daily. Dividend income is recorded on the ex-dividend date except for certain dividends from securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Funds. Distributions to shareholders are recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.*

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number

of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions by class are generally due to differences in class specific expenses.

e. Accounting Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

f. Guarantees and Indemnifications

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Funds, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

*Effective during the current reporting period, it is no longer required to present certain line items in the Statements of Changes in Net Assets. The below prior period amounts affected by this change are shown as they were in the prior year Statements of Changes in Net Assets.

For the year ended July 31, 2018, distributions to shareholders were as follows:

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Distributions from net investment income:		
Class A	\$ —	\$ (9,363,942)
Class C	—	(1,102,389)
Class R	(735)	(196,983)
Class R6	(390,120)	(30,175,573)
Advisor Class	(887,066)	(45,382,451)
Distributions from net realized gains:		
Class A	(1,015,218)	(4,408,619)
Class C	(152,224)	(596,849)
Class R	(5,964)	(97,175)
Class R6	(750,475)	(13,385,202)
Advisor Class	(2,184,169)	(20,534,372)

For the year ended July 31, 2018, undistributed net investment income and distributions in excess of net investment income included in net assets were as follows:

Fund	Undistributed net investment income	Distributions in excess of net investment income
Franklin International Growth Fund	\$2,522,510	\$ —
Franklin International Small Cap Growth Fund. . .	\$ —	\$(27,974,475)

2. Shares of Beneficial Interest

At January 31, 2019, there were an unlimited number of shares authorized (without par value). Transactions in the Funds' shares were as follows:

	Franklin International Growth Fund		Franklin International Small Cap Growth Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Six Months ended January 31, 2019				
Shares sold ^a	8,308,103	\$ 114,584,703	252,264	\$ 4,452,434
Shares issued in reinvestment of distributions	275,314	3,402,882	226,177	3,555,510
Shares redeemed	(2,527,366)	(34,280,723)	(958,992)	(16,664,954)
Net increase (decrease)	6,056,051	\$ 83,706,862	(480,551)	\$ (8,657,010)
Year ended July 31, 2018				
Shares sold	9,784,621	\$ 143,206,376	955,860	\$ 19,705,489
Shares issued in reinvestment of distributions	72,096	1,010,060	684,632	13,405,092
Shares redeemed	(13,385,509)	(186,527,066)	(2,226,384)	(44,877,298)
Net increase (decrease)	(3,528,792)	\$ (42,310,630)	(585,892)	\$ (11,766,717)

2. Shares of Beneficial Interest (continued)

	Franklin International Growth Fund		Franklin International Small Cap Growth Fund	
	Shares	Amount	Shares	Amount
Class C Shares:				
Six Months ended January 31, 2019				
Shares sold	813,349	\$ 10,976,687	13,715	\$ 242,240
Shares issued in reinvestment of distributions	28,660	340,765	20,614	321,162
Shares redeemed ^a	(575,694)	(7,563,278)	(244,332)	(4,262,049)
Net increase (decrease)	266,315	\$ 3,754,174	(210,003)	\$ (3,698,647)
Year ended July 31, 2018				
Shares sold	1,057,682	\$ 15,193,412	47,765	\$ 973,590
Shares issued in reinvestment of distributions	11,234	152,224	83,881	1,628,141
Shares redeemed	(219,449)	(3,144,456)	(233,854)	(4,732,916)
Net increase (decrease)	849,467	\$ 12,201,180	(102,208)	\$ (2,131,185)
Class R Shares:				
Six Months ended January 31, 2019				
Shares sold	55,893	\$ 751,455	16,154	\$ 289,202
Shares issued in reinvestment of distributions	2,019	24,774	5,213	82,207
Shares redeemed	(16,482)	(216,973)	(32,946)	(583,655)
Net increase (decrease)	41,430	\$ 559,256	(11,579)	\$ (212,246)
Year ended July 31, 2018				
Shares sold	58,200	\$ 877,018	43,438	\$ 897,263
Shares issued in reinvestment of distributions	481	6,699	14,962	294,158
Shares redeemed	(15,492)	(232,563)	(57,420)	(1,184,984)
Net increase (decrease)	43,189	\$ 651,154	980	\$ 6,437
Class R6 Shares:				
Six Months ended January 31, 2019				
Shares sold	5,580,559	\$ 77,579,119	796,798	\$ 13,500,719
Shares issued in reinvestment of distributions	155,508	1,925,193	582,814	9,173,488
Shares redeemed	(1,324,147)	(18,752,126)	(7,899,848)	(146,608,531)
Net increase (decrease)	4,411,920	\$ 60,752,186	(6,520,236)	\$(123,934,324)
Year ended July 31, 2018				
Shares sold	1,805,337	\$ 27,141,141	1,684,517	\$ 34,660,190
Shares issued in reinvestment of distributions	69,962	979,475	2,208,458	43,263,696
Shares redeemed	(546,938)	(7,672,797)	(4,864,253)	(99,497,887)
Net increase (decrease)	1,328,361	\$ 20,447,819	(971,278)	\$ (21,574,001)

	Franklin International Growth Fund		Franklin International Small Cap Growth Fund	
	Shares	Amount	Shares	Amount
Advisor Class Shares:				
Six Months ended January 31, 2019				
Shares sold	28,626,656	\$ 392,356,817	5,230,393	\$ 91,363,880
Shares issued in reinvestment of distributions	556,996	6,890,035	1,090,756	17,179,406
Shares redeemed	(7,749,185)	(101,414,801)	(14,353,568)	(244,770,006)
Net increase (decrease)	21,434,467	\$ 297,832,051	(8,032,419)	\$(136,226,720)
Year ended July 31, 2018				
Shares sold	8,845,618	\$ 133,146,839	6,661,969	\$ 135,690,295
Shares issued in reinvestment of distributions	151,034	2,114,473	3,054,312	59,895,053
Shares redeemed	(966,561)	(13,972,484)	(7,304,205)	(149,920,532)
Net increase (decrease)	8,030,091	\$ 121,288,828	2,412,076	\$ 45,664,816

^aMay include a portion of Class C shares that were automatically converted to Class A.

3. Transactions with Affiliates

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Trust are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
Franklin Templeton Institutional, LLC (FT Institutional)	Investment manager
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Templeton Distributors, Inc. (Distributors)	Principal underwriter
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

a. Management Fees

Franklin International Growth Fund pays an investment management fee to FT Institutional based on the average daily net assets of the Fund as follows:

Annualized Fee Rate	Net Assets
0.760%	Up to and including \$500 million
0.740%	Over \$500 million, up to and including \$1 billion
0.720%	Over \$1 billion, up to and including \$1.5 billion
0.700%	Over \$1.5 billion, up to and including \$6.5 billion
0.675%	Over \$6.5 billion, up to and including \$11.5 billion
0.655%	Over \$11.5 billion, up to and including \$16.5 billion
0.635%	Over \$16.5 billion, up to and including \$19 billion
0.615%	Over \$19 billion, up to and including \$21.5 billion
0.600%	In excess of \$21.5 billion

For the period ended January 31, 2019, the annualized gross effective investment management fee rate was 0.752% of the Fund's average daily net assets.

3. Transactions with Affiliates (continued)

a. Management Fees (continued)

Franklin International Small Cap Growth Fund pays an investment management fee to Advisers of 0.950% per year of the average daily net assets of the Fund.

Under a subadvisory agreement, FT Institutional, an affiliate of Advisers, provides subadvisory services to Franklin International Small Cap Growth Fund. The subadvisory fee is paid by Advisers based on the Fund’s average daily net assets, and is not an additional expense of the Fund.

b. Administrative Fees

Under an agreement with FT Institutional and Advisers, FT Services provides administrative services to the Funds. The fee is paid by FT Institutional and Advisers based on each of the Fund’s average daily net assets, and is not an additional expense of the Funds.

c. Distribution Fees

The Board has adopted distribution plans for each share class with the exception of Class R6 and Advisor Class shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Funds’ Class A reimbursement distribution plans, the Funds reimburse Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund’s shares up to the maximum annual plan rate for each class. Under the Class A reimbursement distribution plans, costs exceeding the maximum for the current plan year cannot be reimbursed in subsequent periods. In addition, under the Funds’ Class C and R compensation distribution plans, the Funds pay Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund’s shares up to the maximum annual plan rate for each class. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31 for each Fund.

The maximum annual plan rates, based on the average daily net assets, for each class, are as follows:

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Reimbursement Plans:		
Class A	0.35%	0.35%
Compensation Plans:		
Class C	1.00%	1.00%
Class R	0.50%	0.50%

The Board has set the current rate at 0.25% per year for Class A shares, until further notice and approval by the Board.

d. Sales Charges/Underwriting Agreements

Front-end sales charges and contingent deferred sales charges (CDSC) do not represent expenses of the Funds. These charges are deducted from the proceeds of sales of fund shares prior to investment or from redemption proceeds prior to remittance, as applicable. Distributors has advised the Funds of the following commission transactions related to the sales and redemptions of the Funds' shares for the period:

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Sales charges retained net of commissions paid to unaffiliated brokers/dealers	\$95,323	\$2,688
CDSC retained	\$ 2,108	\$ 68

Effective September 10, 2018, the Board approved changes to certain front-end sales charges and dealer commissions on Class A shares. Further details are disclosed in the Funds' Prospectus.

e. Transfer Agent Fees

Each class of shares pays transfer agent fees to Investor Services for its performance of shareholder servicing obligations. The fees are based on an annualized asset based fee of 0.02% plus a transaction based fee. In addition, each class reimburses Investor Services for out of pocket expenses incurred and, except for Class R6, reimburses shareholder servicing fees paid to third parties. These fees are allocated daily based upon their relative proportion of such classes' aggregate net assets. Class R6 pays Investor Services transfer agent fees specific to that class.

For the period ended January 31, 2019, the Funds paid transfer agent fees as noted in the Statements of Operations of which the following amounts were retained by Investor Services:

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Transfer agent fees	\$192,287	\$267,931

f. Investments in Affiliated Management Investment Companies

Certain or all Funds invest in one or more affiliated management investment companies for purposes other than exercising a controlling influence over the management or policies. Management fees paid by the Funds are waived on assets invested in the affiliated management investment companies, as noted in the Statements of Operations, in an amount not to exceed the management and administrative fees paid directly or indirectly by each affiliate. During the period ended January 31, 2019, investments in affiliated management investment companies were as follows:

	Number of Shares Held at Beginning of Period	Gross Additions	Gross Reductions	Number of Shares Held at End of Period	Value at End of Period	Dividend Income	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)
Franklin International Growth Fund								
Non-Controlled Affiliates								
Institutional Fiduciary Trust Money Market Portfolio, 2.05%	31,353,762	259,239,754	(241,805,795)	48,787,721	\$48,787,721	\$305,949	\$ —	\$ —

3. Transactions with Affiliates (continued)

g. Waiver and Expense Reimbursements

Effective February 1, 2018, FT Institutional and Investor Services have contractually agreed in advance to waive or limit their respective fees and to assume as their own expense certain expenses otherwise payable by Franklin International Growth Fund so that the expenses (excluding distribution fees, acquired fund fees and expenses, and certain non-routine expenses or costs, including those relating to litigation, indemnification, reorganizations, and liquidations) for Class A, Class C, Class R and Advisor Class of the Fund do not exceed 0.86% and for Class R6 do not exceed 0.69% based on the average net assets of each class until November 30, 2019. Prior to December 1, 2018, expenses (excluding certain fees and expenses as previously disclosed) for Class R6 were limited to 0.63% based on the average net assets of each class. Total expenses waived or paid are not subject to recapture subsequent to the Funds' fiscal year end.

For Franklin International Small Cap Growth Fund, Investor Services has voluntarily agreed in advance to waive or limit its fees so that the Class R6 transfer agent fees do not exceed 0.02% based on the average net assets of the class. Investor Services may discontinue this waiver in the future.

h. Other Affiliated Transactions

At January 31, 2019, one or more of the funds in Franklin Fund Allocator Series owned 17.4% of the Franklin International Small Cap Growth Fund's outstanding shares.

i. Interfund Transactions

Franklin International Small Cap Growth Fund engaged in purchases and sales of investments with funds or other accounts that have common investment managers (or affiliated investment managers), directors, trustees or officers. During the period ended January 31, 2019, these purchase and sale transactions aggregated \$0 and \$401,203, respectively.

4. Expense Offset Arrangement

The Funds have entered into an arrangement with their custodian whereby credits realized as a result of uninvested cash balances are used to reduce a portion of the Funds' custodian expenses. During the period ended January 31, 2019, the custodian fees were reduced as noted in the Statements of Operations.

5. Income Taxes

At January 31, 2019, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Cost of investments	\$872,019,171	\$ 956,955,084
Unrealized appreciation	\$ 87,442,972	\$ 106,737,153
Unrealized depreciation	(41,265,827)	(162,111,724)
Net unrealized appreciation (depreciation)	\$ 46,177,145	\$ (55,374,571)

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of passive foreign investment company shares and wash sales.

6. Investment Transactions

Purchases and sales of investments (excluding short term securities) for the period ended January 31, 2019, were as follows:

	Franklin International Growth Fund	Franklin International Small Cap Growth Fund
Purchases	\$429,093,456	\$ 63,763,546
Sales	\$ 26,679,477	\$410,932,737

7. Concentration of Risk

Investing in foreign securities may include certain risks and considerations not typically associated with investing in U.S. securities, such as fluctuating currency values and changing local and regional economic, political and social conditions, which may result in greater market volatility. Current political and financial uncertainty surrounding the European Union may increase market volatility and the economic risk of investing in securities in Europe. In addition, certain foreign securities may not be as liquid as U.S. securities.

8. Holdings of 5% Voting Securities of Portfolio Companies

The 1940 Act defines "affiliated companies" to include investments in portfolio companies in which a fund owns 5% or more of the outstanding voting securities. During the period ended January 31, 2019, investments in "affiliated companies" were as follows:

Name of Issuer	Number of Shares Held at Beginning of Period	Gross Additions	Gross Reductions	Number of Shares Held at End of Period	Value at End of Period	Dividend Income	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)
Franklin International Small Cap Growth Fund								
Non-Controlled Affiliates								
Clarkson PLC	1,798,229	—	(377,000)	1,421,229	\$ — ^a	\$ 557,163	\$(5,127,870)	\$ — ^a
Diana Shipping Inc.	8,027,750	—	—	8,027,750	23,601,585	—	—	(12,523,291)
Headlam Group PLC	5,372,888	—	(239,100)	5,133,788	26,317,857	520,351	(626,570)	(4,121,156)
Total Affiliated Securities (Value is 5.4% of Net Assets)					\$49,919,442	\$1,077,514	\$(5,754,440)	\$(16,644,447)

^aAs of January 31, 2019, no longer an affiliate.

9. Credit Facility

The Funds, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling \$2 billion (Global Credit Facility) which matured on February 8, 2019. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests. Effective February 8, 2019, the Borrowers renewed the Global Credit Facility for a one year term, maturing February 7, 2020, for a total of \$2 billion.

Under the terms of the Global Credit Facility, the Funds shall, in addition to interest charged on any borrowings made by the Funds and other costs incurred by the Funds, pay their share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon their relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are reflected in other expenses in the Statements of Operations. During the period ended January 31, 2019, the Funds did not use the Global Credit Facility.

10. Fair Value Measurements

The Funds follow a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Funds' own market assumptions (unobservable inputs). These inputs are used in determining the value of the Funds' financial instruments and are summarized in the following fair value hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Funds' own assumptions in determining the fair value of financial instruments)

The input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level.

A summary of inputs used as of January 31, 2019, in valuing the Funds' assets carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Franklin International Growth Fund				
Assets:				
Investments in Securities: ^a				
Equity Investments	\$ 869,408,595	\$ —	\$ — ^b	\$ 869,408,595
Short Term Investments	48,787,721	—	—	48,787,721
Total Investments in Securities	\$ 918,196,316	\$ —	\$ —	\$ 918,196,316
Franklin International Small Cap Growth Fund				
Assets:				
Investments in Securities: ^a				
Equity Investments	\$ 857,580,513	\$ —	\$ —	\$ 857,580,513
Short Term Investments	—	44,000,000	—	44,000,000
Total Investments in Securities	\$ 857,580,513	\$ 44,000,000	\$ —	\$ 901,580,513

^aFor detailed categories, see the accompanying Statement of Investments.

^bIncludes securities determined to have no value at January 31, 2019.

A reconciliation of assets in which Level 3 inputs are used in determining fair value is presented when there are significant Level 3 financial instruments at the beginning and/or end of the period.

11. Subsequent Events

The Funds have evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure other than those already disclosed in the financial statements.

Abbreviations

Selected Portfolio

ADR American Depositary Receipt

Tax Information (unaudited)

At July 31, 2018, more than 50% of the Funds' total assets were invested in securities of foreign issuers. In most instances, foreign taxes were withheld from income paid to the Funds on these investments. As shown in the table below, the Funds hereby report to shareholders the foreign source income and foreign taxes paid, pursuant to Section 853 of the Internal Revenue Code. This written statement will allow shareholders of record on December 14, 2018, to treat their proportionate share of foreign taxes paid by the Funds as having been paid directly by them. The shareholder shall consider these amounts as foreign taxes paid in the tax year in which they receive the Fund distribution.

The following table provides a detailed analysis of foreign tax paid, foreign source income, and foreign source qualified dividends as reported by the Funds to shareholders of record.

Class	Foreign Tax Paid Per Share	Foreign Source Income Per Share	Foreign Source Qualified Dividends Per Share
Franklin International Growth Fund			
Class A	\$0.0085	\$0.0487	\$0.0444
Class C	\$0.0085	\$0.0019	\$0.0017
Class R	\$0.0085	\$0.0509	\$0.0462
Class R6	\$0.0085	\$0.0784	\$0.0713
Advisor Class	\$0.0085	\$0.0697	\$0.0634
Franklin International Small Cap Growth Fund			
Class A	\$0.0434	\$0.7066	\$0.3467
Class C	\$0.0434	\$0.5692	\$0.2792
Class R	\$0.0434	\$0.6727	\$0.3301
Class R6	\$0.0434	\$0.7648	\$0.3751
Advisor Class	\$0.0434	\$0.7445	\$0.3653

Foreign Tax Paid Per Share is the amount per share available to you, as a tax credit (assuming you held your shares in the Fund for a minimum of 16 days during the 31-day period beginning 15 days before the ex-dividend date of the Fund's distribution to which the foreign taxes relate), or, as a tax deduction.

Foreign Source Income Per Share is the amount per share of income dividends attributable to foreign securities held by the Fund, plus any foreign taxes withheld on these dividends. The amounts reported include foreign source qualified dividends that have not been adjusted for the rate differential applicable to such dividend income.¹

Foreign Source Qualified Dividends Per Share is the amount per share of foreign source qualified dividends plus any foreign taxes withheld on these dividends. These amounts represent the portion of the Foreign Source Income Per Share that were derived from qualified foreign securities held by the Fund.¹

In February 2019, shareholders received Form 1099-DIV which included their share of taxes paid and foreign source income distributed during the calendar year 2018. The Foreign Source Income reported on Form 1099-DIV has not been adjusted for the rate differential on foreign source qualified dividend income. Shareholders are advised to check with their tax advisors for information on the treatment of these amounts on their 2018 individual income tax returns.

¹Qualified dividends are taxed at reduced long term capital gains tax rates. In determining the amount of foreign tax credit that may be applied against the U.S. tax liability of individuals receiving foreign source qualified dividends, adjustments may be required to the foreign tax credit limitation calculation to reflect the rate differential applicable to such dividend income. The rules however permit certain individuals to elect not to apply the rate differential adjustments for capital gains and/or dividends for any taxable year. Please consult your tax advisor and the instructions to Form 1116 for more information.

Shareholder Information

Proxy Voting Policies and Procedures

The Trust's investment manager has established Proxy Voting Policies and Procedures (Policies) that the Trust uses to determine how to vote proxies relating to portfolio securities. Shareholders may view the Trust's complete Policies online at franklintempleton.com. Alternatively, shareholders may request copies of the Policies free of charge by calling the Proxy Group collect at (954) 527-7678 or by sending a written request to: Franklin Templeton Companies, LLC, 300 S.E. 2nd Street, Fort Lauderdale, FL 33301, Attention: Proxy Group. Copies of the Trust's proxy voting records are also made available online at franklintempleton.com and posted on the U.S. Securities and Exchange Commission's website at sec.gov and reflect the most recent 12-month period ended June 30.

Quarterly Statement of Investments

The Trust files a complete statement of investments with the U.S. Securities and Exchange Commission for the first and third quarters for each fiscal year on Form N-Q. Shareholders may view the filed Form N-Q by visiting the Commission's website at sec.gov. The filed form may also be viewed and copied at the Commission's Public Reference Room in Washington, DC. Information regarding the operations of the Public Reference Room may be obtained by calling (800) SEC-0330.

This page intentionally left blank.

This page intentionally left blank.



**FRANKLIN
TEMPLETON**

**Semiannual Report and Shareholder Letter
Franklin Global Trust**

Investment Managers

Franklin Advisers, Inc.
Franklin Templeton Institutional, LLC

Subadvisor

Franklin Templeton Institutional, LLC

Distributor

Franklin Templeton Distributors, Inc.
(800) DIAL BEN® / 342-5236
franklintempleton.com

Shareholder Services

(800) 632-2301

Authorized for distribution only when accompanied or preceded by a summary prospectus and/or prospectus. Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. A prospectus contains this and other information; please read it carefully before investing.

To help ensure we provide you with quality service, all calls to and from our service areas are monitored and/or recorded.