FRANKLIN TEMPLETON INVESTMENTS

Franklin Core/Hybrid Funds

Identifying Investment Opportunities across Asset Classes

March 31, 2015

	Franklin Focused Core Equity Fund	Franklin Income Fund	Franklin Balanced Fund	Franklin Equity Income Fund	Franklin Convertible Securities Fund
Class A Symbol	FCEQX	FKINX	FBLAX	FISEX	FISCX
Fund Goal/ Objective	Seeks capital appreciation and will generally seek to maintain a portfolio consisting of approximately 20 to 50 companies.	Seeks to maximize income, while maintaining prospects for capital appreciation, by investing in a diversified portfolio of dividend-paying stocks, bonds and convertible securities.	Seeks both income and capital appreciation by investing in a combination of stocks, convertible securities and fixed income securities.	Seeks to maximize total return by emphasizing high current income and long-term capital appreciation, consistent with reasonable risk. The fund invests at least 80% in equity securities (including securities convertible into common stock) and up to 20% in debt securities.	Seeks to maximize total return, consistent with reasonable risk, by investing at least 80% of its net assets in convertible securities. Convertible securities are bonds or preferred stock that may be converted into common stock.
Asset Class Breakdown[1]	 Stocks 93.60% Cash & Cash Equivalents 6.40%	 Stocks 43.01% Bonds 42.49% Convertible Securities 12.12% Cash & Cash Equivalents 2.37%	 Stocks 47.80% Bonds 30.43% Convertible Preferred 10.92% Cash & Cash Equivalents 10.84%	 Stocks 89.24% Convertible Preferred 9.53% Cash & Cash Equivalents 1.23%	 Convertible Bonds 77.25% Convertible Preferred 20.55% Stocks 0.36% Cash & Cash Equivalents 1.84%
Dividends	Annually	Monthly	Monthly	Monthly	Quarterly
Inception	12/13/07	8/31/48	7/3/06	3/15/88	4/15/87
Portfolio Turnover[2]	43.30%	36.03%	40.54%	20.15%	23.05%
Benchmark	S&P 500 Index	S&P 500 Index Barclays U.S. Aggregate Index	S&P 500 Index Barclays U.S. Aggregate Index	S&P 500 Index	Bofa Merrill Lynch All Total Return Alternatives U.S. Convertibles Index
Lipper Category[3]	Multi-Cap Core Funds	Mixed-Asset Target Allocation Moderate Funds	Mixed-Asset Target Allocation Growth Funds	Equity Income Funds	Convertible Securities Funds
Portfolio Managers Fund Tenure[4]	Brent Loder, 2009 Chris Anderson, 2013	Edward D. Perks, CFA, 2002 Matthew Quinlan, 2012 Alex W. Peters, CFA, 2012	Edward D. Perks, CFA, 2006 Brent Loder, 2011 Blair Schmicker, CFA, 2011 Alan E. Muschott, CFA, 2006 Shawn Lyons, CFA, 2006	Alan E. Muschott, CFA, 2005 Matt Quinlan, 2011 Kimberly A. Strand, CFA, 2013	Alan E. Muschott, CFA, 2002 Matt Quinlan, 2007 Blair Schmicker, CFA, 2010
Portfolio Breakdown[1]	Financials 25.52% Information Technology 22.00% Health Care 15.48% Consumer Discretionary 12.99% Industrials 8.68% Materials 6.42% Energy 6.21% Consumer Staples 2.69%	Corporate Bonds 42.49% Utilities 9.73% Energy 9.35% Materials 8.99% Health Care 5.52% Consumer Discretionary 5.41% Financials 4.95% Industrials 4.35% Information Technology 3.62% Telecommunication Services 2.46% Other 2.37%	Corporate Bonds 30.43% Information Technology 10.20% Industrials 7.95% Materials 7.08% Utilities 6.58% Consumer Discretionary 6.01% Financials 5.83% Energy 5.25% Health Care 4.97% Consumer Staples 2.72% Telecommunication Services 2.14%	Consumer Discretionary 17.72% Industrials 15.23% Financials 14.17% Health Care 11.43% Information Technology 11.38% Utilities 7.49% Consumer Staples 7.26% Energy 6.35% Materials 5.87% Telecommunications 1.88% Other 1.23%	Information Technology 48.74% Health Care 20.08% Consumer Discretionary 12.70% Industrials 5.02% Utilities 4.84% Materials 4.35% Energy 4.34% Financials 3.40% Consumer Staples 3.02% Telecommunication Services 1.66% Other 1.85%

Not FDIC Insured | May Lose Value | No Bank Guarantee

Average Annual Total Returns–Class A (Periods Ended Match 31, 2015)[5]
With Maximum 5.75% Sales Charge (4.25% for Franklin Income Fund)

	1-Year	3-Year	5-Year	10-Year	Since Inception (Date)		30-Day Standardized Yield[6] With Waiver	30-Day Standardized Yield[6] Without Waiver	Total Annual Operating Expenses With Waiver	Total Annual Operating Expenses Without Waiver[7]
Franklin Focused Core Equity Fund	10.74%	15.64%	12.22%	—	6.99%	(12/13/07)	—	—	1.30%	1.73%[8]
Franklin Income Fund	-3.51%	7.31%	8.01%	6.28%	10.34%	(8/31/48)	3.95%	3.95%	0.61%	0.61%
Franklin Balanced Fund	0.03%	6.90%	8.39%	—	5.80%	(7/3/06)	1.91%	1.90%	1.09%	1.09%
Franklin Equity Income Fund	0.88%	10.93%	10.96%	5.27%	8.56%	(3/15/88)	2.07%	2.07%	0.87%	0.87%
Franklin Convertible Securities Fund	-2.10%	8.96%	8.91%	6.77%	9.09%	(4/15/87)	1.58%	1.58%	0.88%	0.88%

Performance data represents past performance, which does not guarantee future results. Current performance may be different from the figures shown. The fund's investment return and principal value will change with market conditions, and an investor may have a gain or a loss when they sell their shares. Please call Franklin Templeton Investments at (800) DIAL BEN/342-5236 or visit ***franklintempleton.com*** *for funds' most recent month-end performance.*

Our Philosophy

We seek to identify investments that we believe have the potential to deliver attractive risk-adjusted total returns. We attempt to benefit from long-term investments that seek to exploit a fundamental view that differs from the "market consensus" regarding growth potential or valuation. Our focus is on these types of investment opportunities that we believe offer the most compelling risk-reward trade-off between growth potential, valuation, and risk.

Our Investment Approach

We utilize a fundamental, bottom-up, research-based approach to managing our portfolios. By tapping the sector expertise of Franklin's equity and credit analysts, our team gains access to a wealth of knowledge across various asset classes, including equities, fixed income and convertibles, to meet each portfolio's investment objective.

WHAT ARE THE RISKS?

All investments involve risks, including possible loss of principal. These and other risks are described more fully in the fund's prospectus. Franklin Focused Core Equity Fund: To the extent the fund focuses on particular countries, regions, industries, sectors or types of investment from time to time, it may be subject to greater risks of adverse developments in such areas of focus than a fund that invests in a wider variety of countries, regions, industries, sectors or investments. The fund may have investments in both growth and value stocks, or in stocks with characteristics of both. Growth stock prices reflect projections of future earnings or revenues, and can, therefore, fall dramatically if the company fails to meet those projections. A value stock may not increase in price as anticipated by the investment manager if other investors fail to recognize the company's value and bid up the price, the markets favor faster-growing companies, or the factors that the investment manager believes will increase the price of the security do not occur. Franklin Income Fund, Franklin Balanced Fund, Franklin Equity Income Fund, Franklin Convertible Securities Fund: Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the funds adjust to a rise in interest rates, the funds' share prices may decline. Franklin Income Fund, Franklin Convertible Securities Fund: Higher-yielding, lower-rated corporate bonds carry a greater degree of credit risk relative to investment-grade securities because of the relatively higher yields they offer. The share price and yield of funds that invest in bonds will be affected by interest rate movements. Franklin Income Fund, Franklin Balanced Fund, Franklin Equity Income Fund, Franklin Focused Core Equity: Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. Stock prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. Franklin Convertible Securities Fund, Franklin Equity Income Fund, Franklin Focused Core Equity: A fund's investment in foreign securities also involves special risks, including currency fluctuations and economic as well as political uncertainty. These and other risks are described more fully in each fund's prospectus. Franklin Equity Income: Convertible securities are subject to the risks of stocks when the underlying stock price is high relative to the conversion price and debt securities when the underlying stock price is low relative to the conversion price.

1. Holdings are subject to change. Asset Class Breakdown and Portfolio Breakdown figures reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors. For the funds' most recent portfolio information, please call Franklin Templeton Investments at (800) DIAL BEN/342-5236, or visit **franklintempleton.com**.
2. The percentage of the fund's portfolio that changed over the preceding one-year period as of the fund's most recent fiscal year end.
3. Source: Lipper, Inc.
4. CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.
5. The fund offers other share classes, subject to different fees and expenses that will affect their performance.
6. The 30-Day Standardized Yield reflects an estimated yield to maturity. It should be regarded as an estimate of the fund's rate of investment income, and it may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.
7. The Gross Expense Ratio does not include a fee reduction related to the Fund's investment in a Franklin Templeton money fund, as applicable. The fee reduction is contractually guaranteed for at least the next 12-month period. Please see the prospectus for additional information.
8. The fund has an expense reduction contractually guaranteed through at least August 31, 2015. The fund may also have a fee waiver associated with any investments it makes in a Franklin Templeton money fund, an arrangement that is contractually guaranteed through at least its current fiscal year end. Fund investment results reflect the expense reduction and fee waiver, as applicable; without these reductions, the results would have been lower.

Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. To obtain a summary prospectus and/or prospectus, which contains this and other information, talk to your financial advisor, call us at (800) DIAL BEN/342-5236 or visit ***franklintempleton.com****. Please read a prospectus carefully before you invest or send money.*

FRANKLIN TEMPLETON INVESTMENTS

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