A Family Affair

MEET BLAKE AND MICHELLE

A hypothetical illustration
This is Blake and Michelle’s story.

Blake and Michelle met at a coffee shop in downtown Chicago. After running into each other several times, Michelle asked Blake out for coffee. It wasn’t long before wedding bells were ringing. Friends and family members were generous with their gifts of fine china and monogrammed towels (which still haven’t been used), but Aunt Evelyn took the cake with a gift of $10,000.

With guidance from their financial advisor, Blake and Michelle invested their money in the Franklin Mutual Global Discovery Fund, which seeks capital appreciation by focusing its strategy on undervalued mid- and large-cap equity securities, with a significant portion of its assets in foreign securities and, to a lesser extent, distressed securities and merger arbitrage.

As they began to dream about their future, they also committed to making additional monthly contributions into their investment. From 1996–2019, Blake and Michelle made contributions of $100 each month and increased that amount by $25 each year. They also made several withdrawals as they built their life together.

Let’s take a look at Blake and Michelle’s journey.
## Blake and Michelle’s journey

**A Hypothetical Illustration**

**WEDDING BELLS**  
Blake and Michelle’s journey begins at work, and the couple decides to start a family.

<table>
<thead>
<tr>
<th><strong>Periods Ended March 31, 2020</strong></th>
<th><strong>FRANKLIN MUTUAL GLOBAL DISCOVERY FUND</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>FRANKLIN GROWTH &amp; INCOME ALLOCATION 529 PORTFOLIO</strong></td>
<td><strong>Without Sales Charge – Class A</strong></td>
</tr>
<tr>
<td><strong>% Annual Total Returns (FRANKLIN MUTUAL GLOBAL DISCOVERY FUND)</strong></td>
<td><strong>% Annual Total Returns (FRANKLIN GROWTH &amp; INCOME ALLOCATION 529 PORTFOLIO)</strong></td>
</tr>
<tr>
<td><strong>1-Year</strong></td>
<td><strong>3-Year</strong></td>
</tr>
<tr>
<td><strong>Performance Data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The FRANKLIN MUTUAL GLOBAL DISCOVERY FUND’s investment objective is to seek a combination of income and capital growth. The fund’s risk profile is higher than that of many other Franklin Templeton funds. Class A shares are only offered to certain eligible investors as stated in the prospectus. They are subject to different fees and expenses that will affect their performance. Please see the prospectus for more details.</strong></td>
<td></td>
</tr>
</tbody>
</table>

**THEN COMES BABY**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**DINNER BACK**  
The girls become engaged in extracurricular activities. Blake and Michelle start thinking about college and open a 529 Savings Plan with an initial investment of $10,000.

**ROUNDTWENTY**  
Blake and Michelle start thinking about college savings. They open a 529 Savings Plan with an initial investment of $10,000.

<table>
<thead>
<tr>
<th><strong>2004</strong></th>
<th><strong>2006</strong></th>
<th><strong>2008</strong></th>
<th><strong>2009</strong></th>
<th><strong>2010</strong></th>
<th><strong>2011</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>$3,000</strong></td>
<td><strong>$7,000</strong></td>
<td><strong>$11,000</strong></td>
<td><strong>$15,000</strong></td>
<td><strong>$19,000</strong></td>
<td><strong>$23,000</strong></td>
</tr>
</tbody>
</table>

**PARTY LIKE IT’s 1995**  
Blake and Michelle tour Times Square.

**ARMS WIDE OPEN**  
Michelle receives a promotion at work, and the couple decides to adopt a child.

<table>
<thead>
<tr>
<th><strong>2008</strong></th>
<th><strong>2009</strong></th>
<th><strong>2010</strong></th>
<th><strong>2011</strong></th>
<th><strong>2012</strong></th>
<th><strong>2013</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>$5,000</strong></td>
<td><strong>$7,000</strong></td>
<td><strong>$11,000</strong></td>
<td><strong>$15,000</strong></td>
<td><strong>$19,000</strong></td>
<td><strong>$23,000</strong></td>
</tr>
</tbody>
</table>

**2010**  
Blake and Michelle watch the girls’ first school talent show performance.

**GIVING BACK**  
The girls learn about community service and the true spirit of the holidays when they volunteer with their parents at a toy drive.

**WEDDING BELLS**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

<table>
<thead>
<tr>
<th><strong>2012</strong></th>
<th><strong>2013</strong></th>
<th><strong>2014</strong></th>
<th><strong>2015</strong></th>
<th><strong>2016</strong></th>
<th><strong>2017</strong></th>
<th><strong>2018</strong></th>
<th><strong>2019</strong></th>
<th><strong>2020</strong></th>
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<tr>
<td><strong>$7,000</strong></td>
<td><strong>$11,000</strong></td>
<td><strong>$15,000</strong></td>
<td><strong>$19,000</strong></td>
<td><strong>$23,000</strong></td>
<td><strong>$27,000</strong></td>
<td><strong>$31,000</strong></td>
<td><strong>$35,000</strong></td>
<td><strong>$40,000</strong></td>
</tr>
</tbody>
</table>

| **SUMMER OF LEOTARDS AND SHIN GUARDS** | **Nicole runs for and wins the election for student council president. Blake and Michelle plan for the most recent month-end performance.** |

<table>
<thead>
<tr>
<th><strong>CURRENT PERFORMANCE VS.</strong></th>
<th><strong>FRANKLIN MUTUAL GLOBAL DISCOVERY FUND</strong></th>
<th><strong>FRANKLIN GROWTH &amp; INCOME ALLOCATION 529 PORTFOLIO</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>$117,600</strong></td>
<td><strong>$97,500</strong></td>
<td></td>
</tr>
</tbody>
</table>

**2014**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**IMPORTANT LEGAL INFORMATION**  
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**SOURCES**  
Ashley

**WHAT’S NEXT?**  
Blake and Michelle are considering the impact of college on their income and expenses. They are also thinking about how to best prepare for the future for their children.

**1999**  
Blake and Michelle take a trip to New York to celebrate Blake’s birthday. They buy a $3,000 wedding gift for Michelle’s parents.

**2011**  
Blake and Michelle, together with their children, take a trip to New York to celebrate Blake’s birthday. They buy a $3,000 wedding gift for Michelle’s parents.

**2012**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2013**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2014**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

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Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2016**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2017**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2018**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2019**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.

**2020**  
Blake and Michelle decide to start a family. Ashley, their first daughter, is born.
Where are Blake and Michelle now?
24 years later...
What will your journey look like?
For more information about Franklin Mutual Global Discovery Fund and to discuss what’s next for you, please contact your financial advisor.

WHAT ARE THE RISKS?
All investments involve risks, including possible loss of principal. Value securities may not increase in price as anticipated or may decline further in value. Special risks are associated with foreign investing, including currency fluctuations, economic instability and political developments. To the extent that the fund focuses on particular countries, regions, industries, sectors or types of investment from time to time, the fund 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. Financial services companies are subject to extensive government regulation that may affect their profitability in many ways, including by limiting the amount and types of loans and other commitments they can make, and the interest rates and fees they can charge. Because the fund may invest its assets in companies in a specific region, including Europe, it is subject to greater risks of adverse developments in that region and/or the surrounding regions than a fund that is more broadly diversified in their investments. Current political and financial uncertainty surrounding the European Union may increase market volatility and the economic risk of investing in companies in Europe. Smaller-company stocks have exhibited greater price volatility than larger-company stocks, particularly over the short term. The fund’s investments in companies engaged in mergers, reorganizations or liquidations also involve special risks as pending deals may not be completed on time or on favorable terms. The fund may invest in lower-rated bonds, which entail higher credit risk. Please consult the prospectus for a more detailed description of the fund’s risks.

Investors should carefully consider a mutual fund’s and/or 529 savings plan investment goals, risks, charges and expenses before investing. To obtain a mutual fund summary prospectus and/or prospectus or the Investor Handbook, which contains this and other information, talk to your financial advisor, or call FranklinTempleton Distributors, Inc., the principal distributor of Franklin Templeton’s U.S. registered mutual funds and the manager and underwriter for the 529 plan at (800) DIAL BEN/342-5236 or visit franklintempleton.com. Please read a mutual fund prospectus and/or the Investor Handbook before you invest or send money. With respect to investments in the 529 plan, consider whether your, or the beneficiary’s, home state offers any state tax or other state benefits such as financial aid, scholarship funds, and protection from creditors that are only available for investments in its qualified tuition program.

2. Hypothetical Franklin Mutual Global Discovery Fund ending portfolio value for the period 1/1/96-12/31/19 assumes a $10,000 initial investment on 1/1/96, Class Z withdrawals made at the end of each applicable year, $100 monthly contributions made at the beginning of each month and increased by $25 per month each year, and the reinvestment of all dividends and capital gains at net asset value.
3. Index performance includes hypothetical withdrawals for comparison purposes. MSCI makes no warranties and shall have no liability with respect to any MSCI data reproduced herein. No further redistribution or use is permitted. This report is not prepared or endorsed by MSCI. Source: © 2020 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. Indexes are unmanaged and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.
4. Hypothetical Franklin Growth & Income Allocation 529 Portfolio ending portfolio value for the period 1/1/06–12/31/19 assumes a $10,000 initial investment on 1/1/06, Class A withdrawals made at the beginning of each month and increased by $25 per month each year, for each student beneficiary into the current Trust Portfolio, as well as assessment of the annual program management fee of 0.40% prior to April 1, 2014 and of 0.25% points thereafter and the annual sales fee of 0.25% (Class A) against the assets of the Trust Portfolio.
5. Annual total returns reflect the fund’s return for each year and do not take into account the withdrawals or monthly investments shown in this hypothetical illustration.
6. This fund/portfolio offers other share classes, subject to different fees and expenses that will affect their performance.
7. Prior to 11/1/96, the fund offered only a single class of shares without a sales charge and Rule 12b-1 expenses, Class Z shares. Figures reflect a restatement of the original share class to include both the Rule 12b-1 fees and maximum initial sales charges (when quoting figures with sales charges) applicable to each share class as though in effect from the fund’s inception. For periods after 11/1/96, actual performance is used, reflecting all charges and fees applicable to that class.
8. 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%.