

Fund Overview

Base Currency for Fund	EUR
Total Net Assets (EUR)	97 million
Fund Inception Date	03.12.2001
Number of Issuers	47
Benchmark	MSCI Europe Small-Mid Cap Index-NR
Morningstar Category™	Europe Small-Cap Equity

Summary of Investment Objective

The Fund aims to achieve long-term capital appreciation by investing principally in equity and/or equity-related securities of small and mid-cap companies (those with market capitalisation above Euro 100 million and below Euro 8 billion) in Europe.

Fund Management

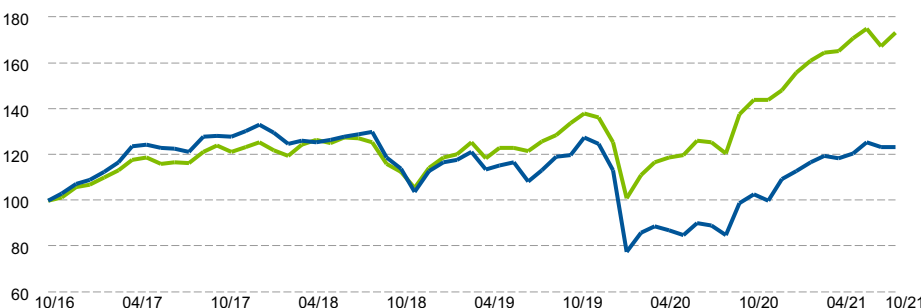
John Reynolds: United Kingdom
Tian Qiu, CFA: United Kingdom

Asset Allocation

	%
Equity	97.69
Cash & Cash Equivalents	2.31

Performance
Performance over 5 Years in Share Class Currency (%)

■ Templeton European Small-Mid Cap Fund A (acc) EUR ■ MSCI Europe Small-Mid Cap Index-NR


Discrete Annual Performance in Share Class Currency (%)

	10/20	10/19	10/18	10/17	10/16
	10/21	10/20	10/19	10/18	10/17
A (acc) EUR	45.45	-28.86	0.42	-7.55	28.49
Benchmark in EUR	44.03	-6.29	10.64	-6.30	24.10

Performance in Share Class Currency (%)

	Cumulative								Annualised		
	1 Mth	3 Mths	6 Mths	YTD	1 Yr	3 Yrs	5 Yrs	Since Incept	3 Yrs	5 Yrs	Since Incept
A (acc) EUR	-0.15	2.36	5.74	20.20	45.45	3.91	23.42	290.39	1.29	4.30	7.08
Benchmark in EUR	3.58	1.48	7.70	20.39	44.03	49.34	73.65	384.17	14.30	11.67	8.24

Past performance is not an indicator or a guarantee of future performance. The value of shares in the Fund and income received from it can go down as well as up, and investors may not get back the full amount invested. Performance details provided are in share class currency, include the reinvested dividends gross of basic rate UK tax and are net of management fees. Sales charges and other commissions, other taxes and relevant costs to be paid by an investor are not included in the calculations. Performance may also be affected by currency fluctuations. Up to date performance figures can be found on our local website.

When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

Top Ten Holdings (% of Total)

Issuer Name	
EURONEXT NV	3.29
CLARKSON PLC	3.25
ELIS SA	3.21
SAGE GROUP PLC/THE	3.11
VALEO	3.08
ROLLS-ROYCE HOLDINGS PLC	2.84
WHITBREAD PLC	2.83
LSL PROPERTY SERVICES PLC	2.81
CTS EVENTIM AG & CO KGAA	2.79
WH SMITH PLC	2.73

Fund Measures

P/E to Growth	0.75x
Historical 3 Yr Sales Growth	-0.12%
Estimated 3-5 Yr EPS Growth	30.39%
Price to Earnings (12-mo Forward)	18.26x
Standard Deviation (5 Yrs)	21.46%

Share Class Information (For a full list of available share classes, please visit your local website)

Share Class	Incept Date	NAV	Ongoing Charges (%)	Fees		Dividends	Last Paid Date	Last Paid Amount	Fund Identifiers	
				Max. Sales Charge (%)	Max. Annual Charge (%)				SEDOL	ISIN
A (acc) EUR	03.12.2001	EUR 39.04	1.88	5.00	1.50	N/A	N/A	N/A	7246584	LU0138075311

Composition of Fund

■ Templeton European Small-Mid Cap Fund ■ MSCI Europe Small-Mid Cap Index-NR

Geographic	% of Total	
United Kingdom	40.59	28.03
France	16.66	11.90
Germany	8.78	10.86
Netherlands	7.46	4.21
Spain	5.64	2.68
Italy	4.14	5.71
Sweden	3.59	11.11
Hungary	2.67	0.00
Belgium	2.43	2.78
Others	5.74	22.73
Cash & Cash Equivalents	2.31	0.00

Sector	% of Total	
Industrials	35.78	24.64
Consumer Discretionary	22.01	12.31
Health Care	6.74	9.10
Communication Services	6.16	5.75
Information Technology	5.67	8.08
Consumer Staples	4.86	4.72
Real Estate	4.84	6.94
Energy	4.32	1.97
Financials	3.29	13.26
Others	4.01	13.24
Cash & Cash Equivalents	2.31	0.00

Market Capitalisation Breakdown in EUR	% of Equity
<1.0 Billion	16.17
1.0-2.0 Billion	19.99
2.0-5.0 Billion	29.22
5.0-10.0 Billion	24.08
>10.0 Billion	8.14
N/A	2.40

What Are the Key Risks?

The value of shares in the Fund and income received from it can go down as well as up and investors may not get back the full amount invested. Performance may also be affected by currency fluctuations. Currency fluctuations may affect the value of overseas investments. The Fund invests mainly in equity and equity-related securities of small- and mid-cap companies located in or doing significant business in European countries. Such securities have historically been subject to significant price movements that may occur suddenly due to market or company-specific factors. As a result, the performance of the Fund can fluctuate significantly over relatively short time periods. Other significant risks include: foreign currency risk, liquidity risk. For full details of all of the risks applicable to this Fund, please refer to the "Risk Considerations" section of the Fund in the current prospectus of Franklin Templeton Investment Funds.

Glossary

Estimated 3-5 Yr EPS Growth: An estimated measure of the growth of earnings per share over a forward-looking period. For a portfolio, the value represents a weighted average of the stocks it holds.

Historical 3 Yr Sales Growth: The rate at which sales have increased for the fund's underlying holdings over the last three years.

P/E to Growth: A ratio used to determine a stock's value while taking into account earnings growth. For a portfolio, the value represents a weighted average of the stocks it holds.

Price to Earnings (12-mo Forward): A measure of the price to earnings ratio for a stock using the forecasted earnings for the next 12 months. For a portfolio, the value represents a weighted average of the stocks it holds.

Standard Deviation: A measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

Important Information

Effective 15 April 2021, Franklin European Small-Mid Cap Fund was renamed Templeton European Small-Mid Cap Fund.

Given the variety of investment options available today, we suggest investors seek guidance from a Financial Adviser.

This document is intended to be of general interest only and does not constitute legal or tax advice nor is it an offer for shares or invitation to apply for shares of the Franklin Templeton Investment Funds SICAV (the Fund). Nothing in this document should be construed as investment advice. Subscriptions to shares of the Fund can only be made on the basis of the current prospectus and where available, the relevant Key Investor Information Document, accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter. No shares of the Fund may be directly or indirectly offered or sold to residents of the United States of America. Shares of the Fund are not available for distribution in all jurisdictions and prospective investors should confirm availability with their local Franklin Templeton representative before making any plans to invest. References to particular industries, sectors or companies are for general information and are not necessarily indicative of a Fund's holding at any one time. The value of shares in the Fund and income received from it can go down as well as up, and investors may not get back the full amount invested. All or most of the protections provided by the UK Regulatory System will not apply to Franklin Templeton Investment Funds (SICAV) Investors. An investment in the Fund entails risks which are described in the Fund's prospectus and where available, the relevant Key Investor Information Document. The Fund's documents are available from www.ftidocuments.com in English, Arabic, Czech, Danish, Dutch, Estonian, Finnish, French, German, Greek, Hungarian, Icelandic, Italian, Latvian, Lithuanian, Norwegian, Polish, Portuguese, Romanian, Slovak, Slovenian, Spanish and Swedish. In addition, a Summary of Investor Rights is available from franklintempleton.lu. The summary is available in English. The sub-funds of FTIF are notified for marketing in multiple EU Member States under the UCITS Directive. FTIF can terminate such notifications for any share class and/or sub-fund at any time by using the process contained in Article 93a of the UCITS Directive.

Source for data and information provided by Franklin Templeton, as of the date of this document, unless otherwise noted. Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted. References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. An index is unmanaged and one cannot invest directly in an index. The performance of the index does not include the deduction of expenses and does not represent the performance of any Franklin Templeton fund.

Net Returns (NR) include income net of tax withholding when dividends are paid.

All MSCI data is provided "as is." The Fund described herein is not sponsored or endorsed by MSCI. In no event shall MSCI, its affiliates or any MSCI data provider have any liability of any kind in connection with the MSCI data or the Fund described herein. Copying or redistributing the MSCI data is strictly prohibited.

The Fund invests in a specific sector or geographical area and the returns may be more volatile than a more diversified fund.

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Top Ten Holdings: These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top holdings list.

Ongoing Charges: The Ongoing Charges Figure (OCF) is an amount representing all operating charges and expenses of the Fund in the prior 12 months as a percentage of the Fund's average net assets for the period. Where that figure would not be a fair representation of future costs or if 12 months data is not available, an estimated figure will be shown.

Performance attribution is calculated in the base currency of the fund.

For a free copy of the latest prospectus, the relevant Key Investor Information Document, the annual report and semi-annual report, if published thereafter or for more information about any Franklin Templeton fund, UK investors should contact: Franklin Templeton, Telephone: 0800 305 306, Email: enquiries@franklintempleton.co.uk or write to us at the address below. Issued by Franklin Templeton Investment Management Limited (FTIML) Registered office: Cannon Place, 78 Cannon Street, London, EC4N 6HL. FTIML is authorised and regulated by the Financial Conduct Authority.