

22 August 2014

**NOTICE TO SHAREHOLDERS OF
FRANKLIN TEMPLETON INVESTMENT FUNDS –**

Dear Client,

The purpose of this letter is to inform you that, after careful analysis and review, the board of directors (the “**Board of Directors**”) of Franklin Templeton Investment Funds (the “**Company**”) has decided to close the following Share Classes (the “**Classes**”) of the Company’s sub-funds with effect as from 26 September 2014 or as soon as reasonably practicable thereafter.

Share Class	ISIN No.
Franklin Mutual Global Discovery Fund A (Acc) CHF-H1	LU0450467963
Franklin Mutual European Fund A (Acc) CHF-H1	LU0486624553
Templeton Emerging Markets Balanced Fund A (Qdis) GBP-H1	LU0608808753
Franklin Japan Fund Class A (Acc) SGD	LU0320765216
Franklin U.S. Government Fund Class A (Mdis) SGD-H1	LU0320765133
Templeton BRIC Fund Class A (Acc) SGD	LU0320764672
Templeton Eastern Europe Fund Class A (Acc) SGD	LU0320764326
Franklin U.S. Equity Fund Class A (Acc) SGD	LU0496366955

The Board of Directors has taken the decision to close these Share Classes given its relatively small size.

Holders of shares of the Classes may redeem their shares or switch their holding into other classes of the Fund or any other sub-fund of the Company, details of which are disclosed in the current prospectus of the Company (provided that such other sub-funds have obtained recognition for marketing in the applicable jurisdiction), free from any charge, no later than 25 September 2014 at 4.00 p.m. (Singapore time).

The shares of the Classes held by shareholders who have not redeemed their shares or switched their holdings prior to close of business on the date specified above will be compulsorily redeemed on 26 September 2014 and the proceeds thereof will be paid as soon as possible thereafter.

Any proceeds which cannot be distributed to shareholders following the closure of the Classes will be deposited on behalf of shareholders with the *Caisse de Consignation* in Luxembourg.

Other notices

(a) Intermediate operations

Please note that, in order to facilitate the closure operations, no additional subscription in or switch into the Classes will be possible after 19 September 2014 at 4.00 p.m. (Singapore time).

(b) *Costs of the closure*

Any costs relating to this closure will be reflected in the net asset value of the Classes calculated as from the date of this letter.

(c) *Tax consideration for EU residents only*

EU resident individuals may be subject to EU withholding tax in Luxembourg on the proceeds arising from the redemption of shares or from switching their holding at a rate of 35% according to the Luxembourg law dated 21 June 2005 implementing the EU Savings Directive.

You should consult your professional advisers as to the possible tax or other consequences of buying, holding, transferring or selling any of the Company's shares in respect of the changes described above, under the laws of your country of citizenship, residence and domicile.

We thank you for your continued support and investment. Should you require further information, please contact your Relationship Manager.

Yours Faithfully,
For and on behalf of
Templeton Asset Management Ltd.



Stephen Grundlingh
Co-CEO and Regional Head, Southeast Asia