



FRANKLIN TEMPLETON
INVESTMENTS

**Audited
Annual Report**
June 30, 2015

Franklin Templeton Investment Funds

SOCIÉTÉ D'INVESTISSEMENT À CAPITAL VARIABLE



FRANKLIN TEMPLETON INVESTMENT FUNDS
société d'investissement à capital variable

AUDITED ANNUAL REPORT
FOR THE YEAR ENDED JUNE 30, 2015

This report shall not constitute an offer or a solicitation of an offer to buy shares of Franklin Templeton Investment Funds (the "Company"). Subscriptions are to be made on the basis of the current prospectus and its addendum as the case may be, where available the relevant Key Investor Information Documents ("KIIDs"), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report.

The auditor's report refers only to the full English version of the Annual Report and not to any translated versions.

CONTENTS

General Information	4	Franklin K2 Alternative Strategies Fund	267
The Board of Directors	7	Franklin MENA Fund	280
Report of the Investment Managers	10	Franklin Natural Resources Fund	282
Audit Report	12	Franklin Real Return Fund	284
Fund Performance	14	Franklin Strategic Income Fund	286
Statement of Net Assets	16	Franklin Technology Fund	295
Statement of Operations and Changes in Net Assets	34	Franklin U.S. Dollar Liquid Reserve Fund	297
Statistical Information	51	Franklin U.S. Equity Fund	298
Notes to the Financial Statements	67	Franklin U.S. Focus Fund	299
Schedule of Investments		Franklin U.S. Government Fund	300
Franklin Asia Credit Fund	168	Franklin U.S. Low Duration Fund	301
Franklin Biotechnology Discovery Fund	169	Franklin U.S. Opportunities Fund	312
Franklin Brazil Opportunities Fund	172	Franklin U.S. Small-Mid Cap Growth Fund	314
Franklin Diversified Balanced Fund	173	Franklin U.S. Total Return Fund	316
Franklin Diversified Conservative Fund	174	Franklin World Perspectives Fund	323
Franklin Diversified Dynamic Fund	175	Franklin Mutual Beacon Fund	330
Franklin Euro Government Bond Fund	176	Franklin Mutual European Fund	333
Franklin Euro High Yield Fund	177	Franklin Mutual Global Discovery Fund	335
Franklin Euro Liquid Reserve Fund	181	Templeton Africa Fund	338
Franklin Euro Short Duration Bond Fund	182	Templeton ASEAN Fund	340
Franklin Euro Short-Term Money Market Fund	183	Templeton Asian Bond Fund	342
Franklin Euroland Fund	184	Templeton Asian Dividend Fund	344
Franklin European Fund	186	Templeton Asian Growth Fund	346
Franklin European Corporate Bond Fund	188	Templeton Asian Smaller Companies Fund	348
Franklin European Dividend Fund	190	Templeton BRIC Fund	351
Franklin European Growth Fund	192	Templeton China Fund	353
Franklin European Income Fund	194	Templeton Eastern Europe Fund	355
Franklin European Small-Mid Cap Growth Fund	196	Templeton Emerging Markets Fund	357
Franklin European Total Return Fund	198	Templeton Emerging Markets Balanced Fund	360
Franklin GCC Bond Fund	200	Templeton Emerging Markets Bond Fund	364
Franklin Global Aggregate Bond Fund	201	Templeton Emerging Markets Smaller Companies Fund	368
Franklin Global Aggregate Investment Grade Bond Fund	203	Templeton Euroland Fund	371
Franklin Global Allocation Fund	204	Templeton European Fund	373
Franklin Global Convertible Securities Fund	211	Templeton Frontier Markets Fund	376
Franklin Global Corporate High Yield Fund	213	Templeton Global Fund	378
Franklin Global Equity Strategies Fund	216	Templeton Global (Euro) Fund	381
Franklin Global Fundamental Strategies Fund	221	Templeton Global Balanced Fund	384
Franklin Global Government Bond Fund	229	Templeton Global Bond Fund	388
Franklin Global Growth Fund	230	Templeton Global Bond (Euro) Fund	392
Franklin Global Growth and Value Fund	232	Templeton Global Equity Income Fund	394
Franklin Global High Income Bond Fund	236	Templeton Global High Yield Fund	397
Franklin Global Listed Infrastructure Fund	239	Templeton Global Income Fund	403
Franklin Global Multi-Asset Income Fund	241	Templeton Global Smaller Companies Fund	410
Franklin Global Real Estate Fund	246	Templeton Global Total Return Fund	413
Franklin Global Small-Mid Cap Growth Fund	248	Templeton Growth (Euro) Fund	420
Franklin Gold and Precious Metals Fund	250	Templeton Korea Fund	423
Franklin High Yield Fund	252	Templeton Latin America Fund	424
Franklin Income Fund	257	Templeton Thailand Fund	426
Franklin India Fund	263	Additional Information	428
Franklin Japan Fund	265	Franklin Templeton Investments Office Directory	433

société d'investissement à capital variable

8A, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg
(Registered with the registre de commerce et des sociétés, Luxembourg, under number B 35 177)

GENERAL INFORMATION (AS AT JUNE 30, 2015)

BOARD OF DIRECTORS:**Chairman**

Gregory E. Johnson
Chairman and President and Chief Executive Officer
FRANKLIN RESOURCES, INC.
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

The Honorable Nicholas F. Brady
Chairman and Chief Executive Officer
CHOPTANK PARTNERS, INC.
6967 Cooke's Hope Road
Easton, MD 21601, U.S.A.
(resigned with effect from February 23, 2015)

Directors

Duke of Abercorn KG
Director
TITANIC QUARTER
Barons Court
Omagh BT78 4EZ, Northern Ireland, United Kingdom
(resigned with effect from June 10, 2015)

Vijay C. Advani
Executive Vice President-Global Advisory Services
FRANKLIN RESOURCES, INC.
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

Richard H. Frank
Chief Executive Officer
DARBY OVERSEAS INVESTMENTS, LTD
1133 Connecticut Avenue, NW, Suite 400
Washington DC 20036, U.S.A.
(resigned with effect from October 15, 2014)

Mark G. Holowesko
President
HOLOWESKO PARTNERS LTD
Shipston House
P.O. Box N-7776, West Bay Street, Lyford Cay,
Nassau, Bahamas

James J. K. Hung
President and Chief Executive Officer
ASIA SECURITIES GLOBAL LTD
Room 63, 21st floor, New World Tower 1
18 Queen's Road, Central
Hong Kong

Geoffrey A. Langlands
Managing Partner
LANGLANDS CONSULTORIA Ltda
Avenida Lucio Costa 3600
Bloco 1, Apto. 2102
Barra da Tijuca
Rio de Janeiro – RJ
CEP 22630 – 010 Brazil

Gregory E. McGowan
Executive Vice President and General Counsel
TEMPLETON WORLDWIDE, INC.
300 Southeast 2nd Street, 11th Floor
Fort Lauderdale, FL 33301-1923, U.S.A.
(resigned with effect from October 15, 2014)

Dr. J. B. Mark Mobius
Executive Chairman
TEMPLETON EMERGING MARKETS GROUP
7 Temasek Boulevard, # 38-03 Suntec Tower One
Singapore 038987

David E. Smart
Director and Co-Chief Executive Officer
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
The Adelphi Building, 1-11 John Adam Street
London WC2N 6HT, England, United Kingdom
(resigned with effect from October 15, 2014)

The Honourable Trevor G. Trefgarne
Chairman
ENTREPRISE GROUP LIMITED
11 High Street
Accra, Ghana

William C. P. Lockwood
Independent Director
Poste restante, Avenue du Général de Gaulle
F-57570 Cattenom, France
(appointed with effect from December 1, 2014)

MANAGEMENT COMPANY:
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

REGISTERED OFFICE:
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

PRINCIPAL DISTRIBUTOR:
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

INVESTMENT MANAGERS:
FRANKLIN ADVISERS, INC.
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

FRANKLIN ALTERNATIVE STRATEGIES ADVISERS, LLC
One International Place, 25th Floor
Boston, MA 02110, U.S.A.

FRANKLIN MUTUAL ADVISERS, LLC
101 John F. Kennedy Parkway
Short Hills, NJ 07078-2789, U.S.A.

FRANKLIN TEMPLETON INSTITUTIONAL LLC
600 Fifth Avenue,
New York, NY 10020, U.S.A.

FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltda.
Avenue Brigadeiro Faria Lima 3311, 5o andar,
São Paulo 04538-133, Brazil

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
Cannon Place, 78 Cannon Street
London EC4N 6HL, United Kingdom

FRANKLIN TEMPLETON INVESTMENT TRUST MANAGEMENT CO. LIMITED
12 Youido-dong, Youngdungpo-gu,
Seoul, Korea

FRANKLIN TEMPLETON INVESTMENTS CORP.
200 King Street West, Suite 1500,
Toronto, Ontario M5H 3T4, Canada

K2/D&S MANAGEMENT CO., LLC
300 Atlantic Street, 12th Floor
Stamford, CT 06901, U.S.A.

CHILTON INVESTMENT COMPANY, LLC
1290 East Main Street
Stamford, CT 06902, U.S.A.

IMPALA ASSET MANAGEMENT LLC
107 Cherry Street
New Canaan, CT 06840, U.S.A.

JENNISON ASSOCIATES LLC
466 Lexington Avenue
New York, NY 10017, U.S.A.

WELLINGTON MANAGEMENT COMPANY, LLP
280 Congress Street
Boston, MA 02210, U.S.A.

P. SCHOENFELD ASSET MANAGEMENT L.P.
1350 Avenue of the Americas, 21st Floor
New York, NY 10019, U.S.A.

EMSO PARTNERS LIMITED
Iron Trades House, 21-14 Grosvenor Place
London SW1X 7HF, United Kingdom

BASSO CAPITAL MANAGEMENT L.P.
1266 East Main Street
Stamford, CT 06902, U.S.A.

CHATHAM ASSET MANAGEMENT LLC
26 Main Street, Suite 204
Chatham, NJ 07928, U.S.A.

LAZARD ASSET MANAGEMENT LLC
30 Rockefeller Plaza
New York, NY 10112, U.S.A.

LOOMIS SAYLES & COMPANY, L.P.
One Financial Center, 27th Floor
Boston, MA 02111, U.S.A.

GRAHAM CAPITAL MANAGEMENT L.P.
40 Highland Avenue
Rowayton, CT 06853, U.S.A.

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED
The Gate, East Wing, Level 2,
Dubai International Financial Centre,
P.O. Box 506613, Dubai, United Arab Emirates

SUMITOMO MITSUI ASSET MANAGEMENT COMPANY LIMITED
2-5-1 Atago Minato-ku
Tokyo 105-6228, Japan

TEMPLETON ASSET MANAGEMENT LTD.
7 Temasek Boulevard
38-03 Suntec Tower One
Singapore 038987

TEMPLETON GLOBAL ADVISORS LIMITED
P.O. Box N-7759
Lyford Cay, Nassau, Bahamas

CUSTODIAN, LISTING AGENT AND PRINCIPAL PAYING AGENT:
J.P. MORGAN BANK LUXEMBOURG S.A.
European Bank and Business Centre
6 Route de Trèves, L-2633 Senningerberg
Grand Duchy of Luxembourg

AUDITOR:
PRICEWATERHOUSECOOPERS, Société coopérative
2, rue Gerhard Mercator, L-2182 Luxembourg
Grand Duchy of Luxembourg

LEGAL ADVISERS:
ELVINGER, HOSS & PRUSSEN
2, place Winston Churchill, L-1340 Luxembourg
Grand Duchy of Luxembourg

GENERAL INFORMATION (AS AT JUNE 30, 2015) (CONTINUED)

INVESTMENT MANAGERS PER FUND:

Franklin Asia Credit Fund Co-Investment Managers FRANKLIN ADVISERS, INC. FRANKLIN TEMPLETON INSTITUTIONAL, LLC	Franklin Global Government Bond Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
Franklin Biotechnology Discovery Fund FRANKLIN ADVISERS, INC.	Franklin Global Growth Fund FRANKLIN TEMPLETON INSTITUTIONAL, LLC
Franklin Brazil Opportunities Fund FRANKLIN TEMPLETON INVESTIMENTOS (Brazil) Ltda.	Franklin Global Growth and Value Fund Lead Investment Manager FRANKLIN ADVISERS, INC. Co-Investment Managers FRANKLIN TEMPLETON INSTITUTIONAL, LLC TEMPLETON GLOBAL ADVISORS LIMITED
Franklin Diversified Balanced Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Global High Income Bond Fund FRANKLIN ADVISERS, INC.
Franklin Diversified Conservative Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Global Listed Infrastructure Fund FRANKLIN TEMPLETON INSTITUTIONAL, LLC
Franklin Diversified Dynamic Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Global Multi-Asset Income Fund Lead Investment Manager FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED Co-Investment Managers FRANKLIN TEMPLETON INSTITUTIONAL, LLC TEMPLETON ASSET MANAGEMENT LTD. FRANKLIN ALTERNATIVE STRATEGIES ADVISERS, LLC FRANKLIN ADVISERS, INC.
Franklin Euro Government Bond Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Global Real Estate Fund FRANKLIN TEMPLETON INSTITUTIONAL, LLC
Franklin Euro High Yield Fund Co-Investment Managers FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED FRANKLIN ADVISERS, INC.	Franklin Global Small-Mid Cap Growth Fund FRANKLIN TEMPLETON INSTITUTIONAL, LLC
Franklin Euro Liquid Reserve Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Gold and Precious Metals Fund FRANKLIN ADVISERS, INC.
Franklin Euro Short Duration Bond Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin High Yield Fund FRANKLIN ADVISERS, INC.
Franklin Euro Short-Term Money Market Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Income Fund FRANKLIN ADVISERS, INC.
Franklin European Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin India Fund Co-Investment Managers TEMPLETON ASSET MANAGEMENT LTD. FRANKLIN ADVISERS, INC.
Franklin European Corporate Bond Fund Co-Investment Managers FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED FRANKLIN ADVISERS, INC. FRANKLIN TEMPLETON INSTITUTIONAL, LLC	Franklin Japan Fund Lead Investment Manager FRANKLIN ADVISERS, INC. Sub-Investment Manager SUMITOMO MITSUI ASSET MANAGEMENT COMPANY LIMITED
Franklin European Dividend Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin K2 Alternative Strategies Fund Lead Investment Manager K2/D&S MANAGEMENT CO., LLC Co-Investment Managers CHILTON INVESTMENT COMPANY, LLC IMPALA ASSET MANAGEMENT LLC JENNISON ASSOCIATES LLC WELLINGTON MANAGEMENT COMPANY, LLP P. SCHOENFELD ASSET MANAGEMENT L.P. EMSO PARTNERS LIMITED BASSO CAPITAL MANAGEMENT L.P. CHATHAM ASSET MANAGEMENT LLC LAZARD ASSET MANAGEMENT LLC LOOMIS SAYLES & COMPANY, L.P. GRAHAM CAPITAL MANAGEMENT L.P.
Franklin European Growth Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin MENA Fund FRANKLIN ADVISERS, INC.
Franklin European Income Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Natural Resources Fund FRANKLIN ADVISERS, INC.
Franklin European Small-Mid Cap Growth Fund FRANKLIN TEMPLETON INSTITUTIONAL, LLC	Franklin Real Return Fund FRANKLIN ADVISERS, INC.
Franklin European Total Return Fund FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED	Franklin Strategic Income Fund FRANKLIN ADVISERS, INC.
Franklin GCC Bond Fund FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED	Franklin Technology Fund FRANKLIN ADVISERS, INC.
Franklin Global Aggregate Bond Fund Co-Investment Managers FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED FRANKLIN TEMPLETON INSTITUTIONAL, LLC	Franklin U.S. Dollar Liquid Reserve Fund FRANKLIN ADVISERS, INC.
Franklin Global Aggregate Investment Grade Bond Fund Co-Investment Managers FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED FRANKLIN TEMPLETON INSTITUTIONAL, LLC	Franklin U.S. Equity Fund FRANKLIN ADVISERS, INC.
Franklin Global Allocation Fund Lead Investment Manager FRANKLIN ALTERNATIVE STRATEGIES ADVISERS, LLC Co-Investment Managers FRANKLIN ADVISERS, INC. FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED TEMPLETON ASSET MANAGEMENT LTD. FRANKLIN TEMPLETON INSTITUTIONAL, LLC TEMPLETON GLOBAL ADVISORS LIMITED FRANKLIN MUTUAL ADVISERS, LLC	Franklin U.S. Focus Fund FRANKLIN ADVISERS, INC.
Franklin Global Convertible Securities Fund FRANKLIN ADVISERS, INC.	Franklin U.S. Government Fund FRANKLIN ADVISERS, INC.
Franklin Global Corporate High Yield Fund FRANKLIN ADVISERS, INC.	Franklin U.S. Low Duration Fund FRANKLIN ADVISERS, INC.
Franklin Global Equity Strategies Fund Co-Investment Managers FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED TEMPLETON ASSET MANAGEMENT LTD. FRANKLIN ADVISERS, INC. TEMPLETON GLOBAL ADVISORS LIMITED FRANKLIN MUTUAL ADVISERS, LLC	Franklin U.S. Opportunities Fund FRANKLIN ADVISERS, INC.
Franklin Global Fundamental Strategies Fund Co-Investment Managers FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED FRANKLIN ADVISERS, INC. TEMPLETON GLOBAL ADVISORS LIMITED FRANKLIN MUTUAL ADVISERS, LLC	Franklin U.S. Small-Mid Cap Growth Fund FRANKLIN ADVISERS, INC.
	Franklin U.S. Total Return Fund FRANKLIN ADVISERS, INC.

GENERAL INFORMATION (AS AT JUNE 30, 2015) (CONTINUED)

INVESTMENT MANAGERS PER FUND (continued):

Franklin World Perspectives Fund

Lead Investment Manager

FRANKLIN ADVISERS, INC.

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN TEMPLETON INVESTMENTS CORP.

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltda.

FRANKLIN TEMPLETON INVESTMENT TRUST MANAGEMENT CO.

LIMITED

TEMPLETON ASSET MANAGEMENT LTD.

Franklin Mutual Beacon Fund

FRANKLIN MUTUAL ADVISERS, LLC

Franklin Mutual European Fund

Co-Investment Managers

FRANKLIN MUTUAL ADVISERS, LLC

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin Mutual Global Discovery Fund

FRANKLIN MUTUAL ADVISERS, LLC

Templeton Africa Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton ASEAN Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Asian Bond Fund

FRANKLIN ADVISERS, INC.

Templeton Asian Dividend Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Asian Growth Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Asian Smaller Companies Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton BRIC Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton China Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Eastern Europe Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Emerging Markets Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Emerging Markets Balanced Fund

Co-Investment Managers

TEMPLETON ASSET MANAGEMENT LTD.

FRANKLIN ADVISERS, INC.

Templeton Emerging Markets Bond Fund

FRANKLIN ADVISERS, INC.

Templeton Emerging Markets Smaller Companies Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Euroland Fund

TEMPLETON GLOBAL ADVISORS LIMITED

Templeton European Fund

TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Frontier Markets Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Global Fund

TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Global (Euro) Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Templeton Global Balanced Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN ADVISERS, INC.

Templeton Global Bond Fund

FRANKLIN ADVISERS, INC.

Templeton Global Bond (Euro) Fund

FRANKLIN ADVISERS, INC.

Templeton Global Equity Income Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Templeton Global High Yield Fund

FRANKLIN ADVISERS, INC.

Templeton Global Income Fund

Co-Investment Managers

FRANKLIN ADVISERS, INC.

TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Global Smaller Companies Fund

FRANKLIN TEMPLETON INVESTMENTS CORP.

Templeton Global Total Return Fund

FRANKLIN ADVISERS, INC.

Templeton Growth (Euro) Fund

TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Korea Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Latin America Fund

TEMPLETON ASSET MANAGEMENT LTD.

Templeton Thailand Fund

TEMPLETON ASSET MANAGEMENT LTD.

THE BOARD OF DIRECTORS

Report of the Board of Directors

At 30 June 2015, Franklin Templeton Investment Funds (“FTIF”, or the “Company”) had assets under management of USD145.22 billion, down from USD168.05 billion a year earlier and USD163.86 billion at June 30, 2013.

The financial year was marked by the continued expansion of the range and depth of the Company’s offer, as detailed below. For more information on these events, please refer to Note 1.

Fund Launches

The following FTIF Funds were launched during the financial year:

- Franklin Asia Credit Fund
- Franklin European Income Fund
- Franklin Diversified Conservative Fund*
- Franklin Diversified Balanced Fund*
- Franklin Diversified Dynamic Fund*
- Franklin K2 Alternative Strategies Fund
- Templeton ASEAN Fund

**These funds are the product of a decision to re-name and reposition three Franklin Templeton Strategic Allocation Funds (FTSAF) products with new investment objectives and to shift them to the FTIF SICAV. Up to March 2015, these three funds were known as FTSAF Franklin Strategic Balanced Fund, FTSAF Franklin Strategic Conservative Fund and FTSAF Franklin Strategic Dynamic Fund.*

Fund Mergers

- Franklin Mutual Euroland Fund merged into Franklin Mutual European Fund.

Fund Closures

The following Funds were closed during the financial year:

- Franklin Asian Flex Cap Fund
- Templeton Constrained Bond Fund

The Company will continue to make changes to the range of sub-funds when this is in the best interest of investors. We remain committed to retaining investment techniques that have been shown, over time, to increase shareholder value.

For the full list of share classes offered as at June 30, 2015, please refer to the Statistical Information section.

Corporate Governance

The Company is committed to high standards of corporate governance. The Board of Directors of the Company (the “Board”) adheres to the principles of the ALFI Code of Conduct (as revised – June 2013) and considers that it has been in compliance with its principles throughout the financial year ended June 30, 2015.

Thank you for investing with Franklin Templeton Investments. Please be advised that the prospectus, the Key Investor Information Documents (KIIDs) and all Funds and share classes of FTIF may not be available in your jurisdiction.

If you have any queries, comments or suggestions about your investments with us please contact your financial adviser or your local Franklin Templeton Investments office using the contact details on the last page of the report.

THE BOARD OF DIRECTORS
Luxembourg, July 2015

THE BOARD OF DIRECTORS (CONTINUED)

The Board

Chairman

Gregory E. Johnson

Gregory Johnson (54) was appointed to the Board on November 28, 2003. He is Chairman, President and Chief Executive Officer of Franklin Resources, Inc. and serves on the Board of Directors. He is also President of Templeton Worldwide, Inc., Chief Executive Officer and President of Templeton International, Inc. and serves as a Director for a number of subsidiaries of Franklin Resources, Inc. He is a member of a number of Franklin Templeton's International Fund Boards. Mr. Johnson joined Franklin in 1986 after working as a senior accountant for Coopers & Lybrand. He has served as President and Chairman of the Board for Franklin Templeton Distributors, Inc., President of Franklin Investment Advisory, LLC, President of FT Trust Company, Vice President of Franklin Advisers, Inc., co-portfolio manager of Franklin Income Fund and Franklin Utilities Fund and as an investment analyst.

Directors

Vijay C. Advani

Vijay Advani (54) was appointed to the Board on February 25, 2008. Mr. Advani is an Executive Vice President for Franklin Templeton Investments – Global Advisory Services. He is responsible for Franklin Templeton's global retail and institutional distribution strategies and initiatives, including sales, marketing, client service and product development. Mr. Advani is an officer of Franklin Resources, Inc., a member of several Franklin Templeton committees and a board member of various Franklin Templeton subsidiaries.

Mr. Advani joined the Templeton organization in 1995 as the president of Templeton Asset Management (India) Pvt. Ltd., in Mumbai (Bombay). In 2000, he moved to Singapore as the regional managing director, Product Development, Sales and Marketing for Asia, Eastern Europe and Africa. In 2002, Mr. Advani relocated to California and was appointed executive managing director of International Retail Development. In 2005, he took responsibility for global retail distribution and in 2008 assumed his current role.

Prior to joining Franklin Resources, Mr. Advani worked at the World Bank Group in Washington, DC. His primary responsibility was providing advisory and technical assistance to government authorities on the development of securities and financial markets; structuring, establishing and financing specialized financial institutions; and mobilizing equity, quasi-equity and debt financing. He worked in several emerging economies in the former Soviet Union, Asia, Middle East and Africa.

Mr. Advani received an M.B.A. from the University of Massachusetts, Amherst, where he graduated as a Foreign Student Scholar and a bachelor's degree in Accounting and Finance from the University of Bombay (now the University of Mumbai), India. Mr. Advani is a board member of Jumpstart, U.S-India Business Council (USIBC) and the Center for the Advanced Study of India (CASI) at the University of Pennsylvania. He is also a committee member of the San Francisco – Bangalore Sister City Initiative and a former Board Member of Lok Foundation.

Mark G. Holowesko

Mark Holowesko (55) was appointed to the Board on November 30, 1994. Mark Holowesko is the founding Partner and Chief Executive Officer of Holowesko Partners Ltd (HPL). Mark launched the firm in the fall of 2000, under the name of Templeton Capital Advisors, to serve the needs of institutional and high-net-worth investors. Subsequently renamed Holowesko Partners, under Mark's leadership HPL has enjoyed steady and consistent growth and now stands as one of the premier global equity hedge firms in the industry.

Mark's investment career began in 1985 when he joined Templeton Global Advisors as a research analyst. By 1987, he had assumed the day-to-day management of all portfolios previously managed by Sir John Templeton, including the Templeton Growth Fund and the Templeton Foreign Fund. In 1989, Mark became the Director of Research of the Templeton Global Equity Funds and later, in 1996, assumed the role of Chief Investment Officer.

Mark served as a member of the Executive Committee of Templeton, Galbraith & Hansberger from 1987 to 1992 and as a member of the Executive Committee of Franklin Resources from 1992 to 2000. Mark was Director, President & Head of Investments of Templeton Global Advisors Ltd. from 1992 to 2000.

Currently, Mark is Chairman of the Investment Committee of First Trust Bank, an offshore entity responsible for managing the assets of two of Sir John Templeton's Foundations.

James J. K. Hung

James Hung (68) was appointed to the Board on November 29, 2002. He is the Chairman and Chief Executive Officer ("CEO") of Xinya Investment Group, China, a real estate development and investment group in Mainland China, Hong Kong and Taiwan. He is also a Director and major shareholder of Security Bank in the Philippines and the Director of Franklin Templeton Fund Management Company in Shanghai, a joint venture of Franklin Templeton and the Sealand Securities Company, China. His previous experience includes working for Asia Securities Inc. (Taiwan) as the Chairman and CEO. He has also previously been the Director of Yi-Min Fund Management Co., (China), H&Q Venture Capital Inc. (Taiwan), Taiwan Index Fund Inc. (Luxembourg) and Vietnam Fund Inc. (Guernsey).

Geoffrey A. Langlands

Geoffrey Langlands (79) was appointed to the Board on September 27, 2005. He is a resident of Rio de Janeiro, Brazil, where he is currently Managing Partner of Langlands Consultoria Ltda., and a partner in Horto Consultoria Ltda., as well as participating in the Boards of Fundação Flora de Apoio à Botânica and Ser Cidadão, two non profit making institutions. He was a Director of Templeton Emerging Markets Investment Trust (1994/2005, having been Chairman 2003/2004). He was an Executive Director of Santander Brasil Asset Management S/A (2000/2001), Banco Bozano, Simonsen S/A (1969/2000) and Banco Geral de Investimentos S/A (1968/1969). Previously, he was a Managing Partner of Organização S/N Ltda. (1960/1968) and an employee of the Schroder Group in London and Rio de Janeiro (1957/1960). At Banco Bozano, Simonsen a leading Brazilian investment institution, he organized, set up and managed the bank's asset management, stock broking, corporate finance, investment research

THE BOARD OF DIRECTORS (CONTINUED)

The Board (continued)

Geoffrey A. Langlands (continued)

and private equity activities. He was also a Director of several companies in the Bozano, Simonsen Group. He also served on the Capital Markets Advisory Committees of the Brazilian Central Bank and the Inter-American Investment Corporation. He was a Board member of ANBID (Brazilian Investment Bankers' Association), General Accident Companhia de Seguros, and Atlantica Hotels International.

Dr. J. B. Mark Mobius

Dr. Mark Mobius, Ph.D. (79) was appointed to the Board at inception. He is Executive Chairman of Templeton Emerging Markets Group, currently directs analysts based in Templeton's 18 emerging markets offices and manages the emerging markets portfolios. Dr. Mobius has spent more than 40 years working in emerging markets all over the world. He joined Franklin Templeton Investments in 1987 as president of the Templeton Emerging Markets Fund, Inc. Dr. Mobius was named by Asiamoney magazine in 2006 as one of their "Top 100 Most Powerful and Influential People." Asiamoney said, he "...boasts one of the highest profiles of any investor in the region and is regarded by many in the financial industry as one of the most successful emerging markets investors over the last 20 years. Despite tough times during the financial crisis nine years ago, he still commands a strong following in the investment world and is influencing the direction of billions of investment dollars." Other awards include: (1) "2010 Africa Investor Index Series Awards" by African Investor, (2) "Emerging Markets Equity Manager of the Year 2001" by International Money Marketing, (3) "Ten Top Money Managers of the 20th Century" in a survey by the Carson Group in 1999, (4) "Number One Global Emerging Market Fund" in the 1998 Reuters Survey, (5) "1994 First in Business Money Manager of the Year" by CNBC, (6) "Closed-End Fund Manager of the Year" in 1993 by Morningstar and, (7) "Investment Trust Manager of the Year 1992" by Sunday Telegraph.

Dr. Mobius is also the author of the following books: Trading with China, The Investor's Guide to Emerging Markets, Mobius on Emerging Markets, Passport to Profits, Equities – An Introduction to the Core Concepts, Mutual Funds – An Introduction to the Core Concepts, Foreign Exchange – An Introduction to the Core Concepts, Bonds – An Introduction to the Core Concepts, Mark Mobius – An Illustrated Biography and The Little Book of Emerging Markets.

The Honourable Trevor G. Trefgarne

The Honourable Trevor Trefgarne (71) was appointed to the Board of Franklin Templeton Investment Funds on November 29, 2002. He is Chairman of Enterprise Group Limited, Ghana, and has been Director of a number of U.K. listed investment funds including Templeton Emerging Markets Investment Trust, Recovery Trust (Chairman) and Gartmore High Income Trust. He has extensive experience of the management of listed companies in the U.K. and Africa.

William C. P. Lockwood

William Lockwood (59) was appointed to the Board of Franklin Templeton Investment Funds on December 1, 2014. He joined Franklin Templeton in 1992 and served as General Manager of the Franklin Templeton Luxembourg subsidiary and Franklin Templeton Investment Funds until December 2005. From December 2005 until January 2014, he was Conducting Officer of Franklin Templeton Investment Funds. The Conducting Officer role was a management, oversight and governance role under the EU UCITS legislation reporting directly to the Board of Franklin Templeton Investment Funds. Mr Lockwood has been working in the financial services industry in Luxembourg since 1982. He is a Scottish Chartered Accountant and a Member of the Chartered Institute for Securities & Investment, London. He has served as a director and international vice chairman of the Luxembourg Fund Industry Association (ALFI) and as a council member of the Institute of Chartered Accountants of Scotland.

REPORT OF THE INVESTMENT MANAGERS – YEAR TO JUNE 30, 2015

World equities reported relatively modest returns in US dollar terms in the 12 months under review, and bond markets, especially in Europe, became increasingly volatile as global financial markets began to be tested in the face of a fast-changing political and economic picture.

After a long period during which asset prices traded within an upward-slanting range, equities began to falter in mid-September for a variety of reasons, including fears that a rise in US interest rates might come sooner than expected, some skepticism about valuations, worries about growth outside the US, and geopolitical concerns stretching from Ukraine to the Middle East and China. Emerging-market assets, including equities, were hit by signs pointing to some cooling of growth along with a surge in the US dollar and the progressive winding down of monthly liquidity injections provided by the US Federal Reserve (Fed). But global equities received an end-October boost when the Bank of Japan announced a major expansion of its asset-purchase program and a further one in January 2015 when the European Central Bank (ECB) announced its own asset-buying initiative. Yet, successive liquidity injections from central banks around the world could not disguise the fact that the global economy has been going through a period of comparatively modest growth. In spite of a considerable decline in the price of hydrocarbons, the Organisation for Economic Cooperation and Development (OECD) foresees a global economy that simply “muddles through” 2015, leading it to reduce its global growth forecast for calendar year 2015 to 3.1% from an earlier forecast of 3.6%.

The US economy continued to grow during the reporting period, but the pace of growth has proved underwhelming in spite of the Fed’s successive “quantitative easing” (QE) programs of Treasury and mortgage-bond purchases, the last of which ended in October 2014. Indeed, in the first quarter of 2015, the US economy slipped back into negative growth again. And because aspects of the US recovery have appeared problematic, by the end of the reporting period, base interest rates were still at or close to zero, exactly where they were at its start. Inflation was still well below the Fed’s 2% target, export-led growth has been hit by dollar strength, and productivity gains remained weak. However, helped by growth in employment and rising disposable income (thanks to the drop in oil prices), there were signs that the Fed may move to raise rates later in calendar 2015, although it has been anxious to communicate that rate rises will be shallow and gradual. US equities proved less volatile than bonds over the past year, with continued low interest rates feeding into a boom in mergers and acquisitions, which took over from share buybacks as a driving force for market gains, although US stocks found it difficult to make any progress in the latter half of the financial year as corporate earnings growth faded.

While the US economy remained on a generally unspectacular growth path over the past year, Europe saw its fortunes improve, helped by a weak euro, low oil prices and expansionary monetary policy. The fears of deflation that characterized the early part of the financial year gave way to rising inflation expectations in response to the ECB’s own QE program, officially launched in March 2015. Signs of a rebound in the economy lifted corporate earnings growth in recent months and enabled European stock markets to outperform their American equivalents. Right up to the final days of June, European equities were still struggling off the growing risk of Greece’s exit from the eurozone. But this risk became particularly acute at the end of the financial year, leading European stock markets to become much more volatile than their US counterparts.

The Japanese authorities have made concentrated attempts to boost inflation and stimulate growth. Much to the delight of investors and exporters, the strong injections of central bank liquidity after the announcement of a massive new asset-purchase program at the end of October 2014 drove Japanese shares to 15-year highs toward the end of the reporting period and the yen to close to a 12-year low against the US dollar. The picture has remained mixed for the broader Japanese economy, with core inflation remaining well below the Bank of Japan’s 2% target, but as the financial year came to a close, statistics showed a marked improvement in household spending, while gross domestic product (GDP) rose at an annualized rate of 3.9% in the first quarter of 2015, making Japan the world’s fastest-growing developed economy.

Emerging-market equities proved the greatest disappointment of the past year, with many large countries such as Brazil hurt by the end of the commodities boom and a noticeable slowdown in China. Economic growth has faltered in many other countries in Latin America and Asia (ex Japan) as US rate hikes have appeared on the horizon, leaving countries with weak policy frameworks or with large or poorly funded current account deficits particularly exposed. In terms of equity performance, an important outlier to sluggish emerging-market performance has been China, where margin lending helped fuel huge market gains in the domestic share market over most of the period under review, until a snapback right at the end of the financial year. For some, the huge swing in Chinese stocks has reinforced worries about China’s ability to manage the challenges unleashed by financial liberalization and the transition away from fast, export-driven growth toward slower, more sustainable growth driven by domestic demand.

Movements in bond markets have followed a sometimes predictable, sometimes not-so predictable path. Benchmark US Treasuries sunk in the first half of the reporting period, reaching a low point at the end of January, as economic data pointed to a temporary contraction in the US economy. However, as economic prospects improved and interest rate increases began to loom, US 10-year Treasury yields rose again. But foreign buying, low inflation and the Fed’s indications that any rate increases would be small and gradual ensured that investors were able to take the rise in yields in their stride. European bond markets followed a far more erratic course. Benchmark European government bond yields fell to historic lows well before the ECB’s official launch of QE in March, but rose again thereafter. Initially, nothing sinister was seen behind these sudden shifts, which were ascribed to investors exiting crowded positions together with a rise in inflation expectations as growth has improved. But the spike in European bond yields at the end of the reporting period can now be seen as heralding a period of heightened instability in financial markets in general as the US heads toward monetary tightening and as negotiations between Greece and its creditors over bailout money broke down, leading to a Greek default on its debt right at the end of the reporting period.

Meanwhile, corporate debt in the US continued to boom as many issuers looking to bring forward deals to lock in lower borrowing costs before a Fed rate rise met plenty of demand from yield-hungry investors. Toward the end of the reporting period, the sudden rise in government debt yields had a negative impact on European credit markets. Yet default rates for European corporate bonds fell to a post-crisis low by the end of the period, underlining an improvement in the corporate credit cycle and feeding into the general upswing in near-term economic conditions.

In spite of the general wind of optimism in much of the European economy, and a general expectation that the US economy will pick up steam in the months ahead, there remain sources of worry. The most obvious involves Greece’s future in the eurozone, and the possible effects from the Greek crisis on other ‘peripheral’ eurozone economies. But there are other concerns too. Interest rates across advanced economies have been at historical lows for the better part of a decade. That rates have remained so low for so

REPORT OF THE INVESTMENT MANAGERS – YEAR TO JUNE 30, 2015 (CONTINUED)

long is in itself symptomatic of a broader malaise facing the global economy and have conceivably contributed to the fuelling of asset bubbles. In addition, the long period of low base rates means that central banks have little monetary-policy ammunition left to deal with the next crisis. At the same time, the US and possibly the UK are now shifting toward monetary normalization. Although rate increases have been well flagged in both the UK and US and are likely to be modest, they come at a time when corporate earnings (at least in the US) have slowed to a crawl and global growth is being hurt by the drop in commodity prices and the Chinese slowdown. Perhaps the area that merits the greatest attention is the bond market, where a fall in trading volumes has contributed to the uptick in volatility seen of late.

THE INVESTMENT MANAGERS
July, 2015



Audit report

To the Shareholders of
Franklin Templeton Investment Funds

We have audited the accompanying financial statements of Franklin Templeton Investment Funds and of each of its sub-funds, which comprise the statement of net assets and the schedule of investments as at June 30, 2015 and the statement of operations and changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Responsibility of the Board of Directors of the SICAV for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of the “Réviseur d’entreprises agréé”

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier”. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgment of the “Réviseur d’entreprises agréé”, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the “Réviseur d’entreprises agréé” considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Franklin Templeton Investment Funds and of each of its sub-funds as of 30 June 2015, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other matters

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, October 7, 2015

Emmanuel Chataignier

*PricewaterhouseCoopers, Société coopérative, 2 rue Gerhard Mercator, B.P. 1443, L-1014 Luxembourg
T: +352 494848 1, F:+352 494848 2900, www.pwc.lu
Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
R.C.S. Luxembourg B 65 477 –TVA LU25482518*

THIS PAGE LEFT BLANK INTENTIONALLY

FUND PERFORMANCE

PERCENTAGE CHANGE TO JUNE 30, 2015

	Reference Share Class	Launch Date	6 Months %	1 Year %	3 Years %	5 Years %	10 Years %	Since Launch %
Franklin Asia Credit Fund	A (acc) USD	17 Nov 14	1.1	-	-	-	-	0.6
Franklin Biotechnology Discovery Fund	A (acc) USD	03 Apr 00	18.9	44.7	165.0	351.0	394.6	273.4
Franklin Brazil Opportunities Fund	A (acc) USD	27 Jul 12	(2.1)	(4.9)	-	-	-	1.9
Franklin Diversified Balanced Fund	A (acc) EUR	23 Mar 15	-	-	-	-	-	(3.7)
Franklin Diversified Conservative Fund	A (acc) EUR	23 Mar 15	-	-	-	-	-	(4.3)
Franklin Diversified Dynamic Fund	A (acc) EUR	23 Mar 15	-	-	-	-	-	(3.8)
Franklin Euro Government Bond Fund	A (Ydis) EUR	08 Jan 99	(2.0)	3.2	19.1	23.1	32.7	66.0
Franklin Euro High Yield Fund	A (Ydis) EUR	17 Apr 00	2.3	1.4	26.6	47.9	64.2	76.4
Franklin Euro Liquid Reserve Fund	A (Ydis) EUR	01 Jun 94	(0.2)	(0.5)	(0.9)	0.6	8.8	39.0
Franklin Euro Short Duration Bond Fund	A (acc) EUR	21 Feb 14	(0.5)	0.2	-	-	-	1.2
Franklin Euro Short-Term Money Market Fund	A (acc) EUR	23 Oct 09	(0.1)	(0.1)	(0.1)	0.9	-	1.2
Franklin Euroland Fund	A (acc) EUR	28 Nov 08	15.9	14.4	73.5	68.8	-	104.4
Franklin European Fund	A (acc) EUR	29 Jul 11	15.3	13.7	65.0	-	-	63.2
Franklin European Corporate Bond Fund	A (acc) EUR	30 Apr 10	(1.7)	1.1	17.8	26.0	-	24.2
Franklin European Dividend Fund	A (acc) EUR	29 Jul 11	13.3	10.5	60.0	-	-	61.6
Franklin European Growth Fund	A (acc) EUR	29 Dec 00	15.0	5.7	59.8	87.0	145.2	62.3
Franklin European Income Fund	A (acc) EUR	17 Nov 14	7.6	-	-	-	-	9.4
Franklin European Small-Mid Cap Growth Fund	A (acc) EUR	03 Dec 01	22.4	16.4	98.7	97.8	205.0	267.5
Franklin European Total Return Fund	A (acc) EUR	29 Aug 03	(0.4)	4.0	23.5	32.1	27.8	43.8
Franklin GCC Bond Fund	A (acc) USD	30 Aug 13	2.9	4.8	-	-	-	16.4
Franklin Global Aggregate Bond Fund	A (acc) USD	29 Oct 10	(2.6)	(4.2)	5.1	-	-	4.8
Franklin Global Aggregate Investment Grade Bond Fund	A (acc) USD	22 Jun 12	(3.3)	(5.4)	2.9	-	-	3.5
Franklin Global Allocation Fund	A (acc) USD	29 Jul 11	3.7	(1.2)	18.9	-	-	12.5
Franklin Global Convertible Securities Fund	A (acc) USD	24 Feb 12	3.0	(2.9)	26.0	-	-	18.6
Franklin Global Corporate High Yield Fund	I (acc) USD	06 Sep 13	0.7	(5.7)	-	-	-	6.6
Franklin Global Equity Strategies Fund	A (acc) USD	15 May 08	0.4	(6.8)	27.3	38.3	-	14.1
Franklin Global Fundamental Strategies Fund	A (acc) USD	25 Oct 07	1.0	(4.1)	29.9	49.4	-	32.1
Franklin Global Government Bond Fund	A (acc) USD	06 Sep 13	(5.0)	(6.9)	-	-	-	(0.2)
Franklin Global Growth Fund	A (acc) USD	29 Dec 00	(0.1)	1.6	32.8	58.8	81.6	44.2
Franklin Global Growth and Value Fund	A (acc) USD	09 Sep 02	2.6	-	42.5	64.8	81.3	155.6
Franklin Global High Income Bond Fund	A (acc) USD	13 Jul 12	(0.4)	(9.7)	-	-	-	17.5
Franklin Global Listed Infrastructure Fund	A (acc) USD	26 Apr 13	(2.0)	(6.2)	-	-	-	15.2
Franklin Global Multi-Asset Income Fund	A (acc) EUR	26 Apr 13	7.1	13.6	-	-	-	17.9
Franklin Global Real Estate Fund	A (acc) USD	29 Dec 05	(3.5)	(0.9)	23.3	59.1	-	11.5
Franklin Global Small-Mid Cap Growth Fund	A (acc) USD	15 Apr 02	9.3	(5.5)	56.0	74.2	130.2	209.8
Franklin Gold and Precious Metals Fund	A (acc) USD	30 Apr 10	(1.1)	(31.6)	(51.2)	(61.5)	-	(62.5)
Franklin High Yield Fund	A (Mdis) USD	01 Mar 96	1.2	(5.1)	14.5	37.8	66.2	162.1
Franklin Income Fund	A (Mdis) USD	01 Jul 99	(1.6)	(6.9)	18.9	43.0	60.3	147.1
Franklin India Fund	A (acc) USD	25 Oct 05	1.8	13.8	55.6	38.5	-	223.6
Franklin Japan Fund	A (acc) JPY	01 Sep 00	19.4	33.2	118.0	106.2	19.4	(5.3)
Franklin K2 Alternative Strategies Fund	A (acc) USD	15 Sep 14	1.8	-	-	-	-	5.0
Franklin MENA Fund	A (acc) USD	16 Jun 08	5.9	0.7	63.4	65.7	-	(29.9)
Franklin Natural Resources Fund	A (acc) USD	12 Jul 07	(1.7)	(32.7)	(10.1)	(0.7)	-	(25.2)
Franklin Real Return Fund	A (acc) USD	30 Apr 10	(1.4)	(6.6)	(0.1)	7.1	-	3.6
Franklin Strategic Income Fund	A (acc) USD	12 Jul 07	(0.3)	(2.7)	9.5	25.1	-	46.2
Franklin Technology Fund	A (acc) USD	03 Apr 00	4.5	10.9	56.8	101.3	150.6	11.5
Franklin U.S. Dollar Liquid Reserve Fund	A (Mdis) USD	01 Jun 94	-	(0.1)	(0.5)	(0.9)	10.7	58.2
Franklin U.S. Equity Fund	A (acc) USD	01 Jul 99	5.6	10.0	56.6	89.2	80.3	152.6
Franklin U.S. Focus Fund	A (acc) USD	15 May 08	5.8	9.8	72.5	104.4	-	72.3
Franklin U.S. Government Fund	A (Mdis) USD	28 Feb 91	-	1.1	1.7	10.1	39.6	167.8
Franklin U.S. Low Duration Fund	A (Mdis) USD	29 Aug 03	0.2	0.3	3.3	6.0	19.3	23.4

FUND PERFORMANCE

PERCENTAGE CHANGE TO JUNE 30, 2015 (CONTINUED)

	Reference Share Class	Launch Date	6 Months %	1 Year %	3 Years %	5 Years %	10 Years %	Since Launch %
Franklin U.S. Opportunities Fund	A (acc) USD	03 Apr 00	7.8	11.5	66.1	119.5	143.9	25.1
Franklin U.S. Small-Mid Cap Growth Fund	A (acc) USD	29 Dec 00	6.3	7.2	59.0	111.2	109.2	104.0
Franklin U.S. Total Return Fund	A (acc) USD	29 Aug 03	(0.9)	0.4	6.8	20.8	43.8	59.3
Franklin World Perspectives Fund	A (acc) USD	14 Oct 08	5.8	3.0	46.5	74.8	-	101.4
Franklin Mutual Beacon Fund	A (acc) USD	07 Jul 97	1.8	1.4	48.8	78.8	63.8	205.2
Franklin Mutual European Fund	A (acc) EUR	03 Apr 00*	12.1	9.4	55.5	62.1	76.9	125.3
Franklin Mutual Global Discovery Fund	A (acc) USD	25 Oct 05	2.8	(4.1)	39.3	61.2	-	79.6
Templeton Africa Fund	A (acc) USD	04 May 12	(5.8)	(16.4)	8.8	-	-	5.4
Templeton ASEAN Fund	A (acc) USD	17 Nov 14	(7.9)	-	-	-	-	(8.4)
Templeton Asian Bond Fund	A (acc) USD	25 Oct 05	(1.4)	(3.1)	5.7	16.1	-	80.9
Templeton Asian Dividend Fund	A (acc) USD	26 Apr 13	2.3	5.5	-	-	-	3.9
Templeton Asian Growth Fund	A (Ydis) USD	30 Jun 91	(3.8)	(7.6)	7.9	21.4	154.2	259.8
Templeton Asian Smaller Companies Fund	A (acc) USD	14 Oct 08	5.5	6.5	53.0	86.3	-	306.5
Templeton BRIC Fund	A (acc) USD	25 Oct 05	4.5	(5.6)	1.6	(9.2)	-	42.8
Templeton China Fund	A (acc) USD	01 Sep 94	7.8	9.3	17.8	17.6	128.7	168.8
Templeton Eastern Europe Fund	A (acc) EUR	10 Nov 97	11.3	(10.9)	(5.6)	(27.5)	(12.4)	122.0
Templeton Emerging Markets Fund	A (Ydis) USD	28 Feb 91	(2.2)	(10.1)	(0.6)	6.8	51.6	208.5
Templeton Emerging Markets Balanced Fund	A (acc) USD	29 Apr 11	(2.7)	(10.9)	(7.0)	-	-	(17.6)
Templeton Emerging Markets Bond Fund	A (Qdis) USD	05 Jul 91	(3.0)	(10.2)	3.8	16.5	88.1	672.7
Templeton Emerging Markets Smaller Companies Fund	A (acc) USD	18 Oct 07	4.4	6.9	45.7	47.1	-	5.5
Templeton Euroland Fund	A (acc) EUR	08 Jan 99	17.0	9.3	75.0	75.5	40.3	104.5
Templeton European Fund	A (acc) EUR	17 Apr 91*	16.1	8.7	66.1	73.4	46.1	59.6
Templeton Frontier Markets Fund	A (acc) USD	14 Oct 08	(2.5)	(11.3)	27.0	22.2	-	80.9
Templeton Global Fund	A (Ydis) USD	28 Feb 91	4.0	(3.9)	60.5	76.1	59.8	332.3
Templeton Global (Euro) Fund	A (Ydis) EUR	26 Apr 91	13.2	19.2	80.0	89.7	62.9	363.3
Templeton Global Balanced Fund	A (Qdis) USD	01 Jun 94	1.6	(5.2)	32.4	52.1	55.3	226.3
Templeton Global Bond Fund	A (Mdis) USD	28 Feb 91	(0.4)	(2.2)	11.7	24.3	105.4	440.6
Templeton Global Bond (Euro) Fund	A (acc) EUR	29 Aug 03	(0.2)	(1.7)	6.7	14.8	38.4	51.1
Templeton Global Equity Income Fund	A (acc) USD	27 May 05	4.0	(5.8)	40.3	56.7	35.0	36.2
Templeton Global High Yield Fund	A (acc) USD	27 Sep 07	(0.9)	(7.7)	9.1	24.9	-	39.5
Templeton Global Income Fund	A (acc) USD	27 May 05	2.7	(3.1)	32.3	48.8	90.4	90.4
Templeton Global Smaller Companies Fund	A (Ydis) USD	08 Jul 91	3.7	(5.9)	38.4	34.6	29.1	300.4
Templeton Global Total Return Fund	A (acc) USD	29 Aug 03	(0.9)	(3.3)	14.9	33.8	136.1	190.4
Templeton Growth (Euro) Fund	A (acc) EUR	09 Aug 00	9.1	14.4	65.3	89.3	57.4	65.1
Templeton Korea Fund	A (acc) USD	08 May 95	10.9	(7.3)	11.7	27.7	32.6	(32.0)
Templeton Latin America Fund†	A (Ydis) USD	28 Feb 91	(8.7)	(27.1)	(30.3)	(30.9)	78.5	189.3
Templeton Thailand Fund	A (acc) USD	20 Jun 97	(5.1)	(2.0)	15.5	72.6	153.9	95.0

The Fund Performance disclosed in this table is the performance of the reference share class in base currency of the Fund.

Where Class A distribution “A (dis)” Shares are disclosed, the performance is calculated with all the income reinvested (total return). Information on other share classes is available on request.

* The inception date is for the Fund, however the reference share class launched at a later date.

† Fund performance prior to September 1996 excluded from calculation because a different portfolio allocation strategy was in use.

Information on other share classes is available on request. This report shall not constitute an offer or a solicitation of an offer to buy shares. Subscriptions are to be made on the basis of the current prospectus and its addendum as the case may be, where available the relevant Key Investor Information Documents (“KIIDs”), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report. The price of shares and income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is no guarantee of future performance. Currency fluctuations may affect the value of investments.

Data source: Performance – Franklin Templeton Investments

STATEMENT OF NET ASSETS

AT JUNE 30, 2015

	Total (USD)	Franklin Asia Credit Fund [#] (USD)	Franklin Biotechnology Discovery Fund (USD)	Franklin Brazil Opportunities Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	130,078,670,395	7,722,963	3,081,967,616	22,087,932
Cash	9,142,432,792	88,260	54,686,099	3,212,841
Time deposits and repurchase agreements (note 4)	891,294,097	-	-	-
Amounts receivable on sale of investments	2,463,172,417	-	6,595	669,571
Amounts receivable on subscriptions	580,572,318	2,755	25,152,202	56,311
Interest and dividends receivable, net	1,050,796,371	98,836	-	815,046
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	3,046,880,044	-	34,637	-
Unrealised profit on financial future contracts (notes 2(d), 6)	648,952	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	26,949,293	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	80,186	-	-	80,186
Unrealised profit on total return swap contracts (notes 2(h), 10)	34,527	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	4,846,179	-	-	-
Option contracts at market value (notes 2(j), 12)	5,295,693	-	-	-
Other receivables	23,203,704	-	-	6,123
TOTAL ASSETS	147,314,876,968	7,912,814	3,161,847,149	26,928,010
LIABILITIES				
Amounts payable on purchases of investments	749,240,430	-	7,792,904	161,949
Amounts payable on redemptions	662,324,583	-	24,957,491	97,564
Investment management fees payable (note 14)	103,202,825	4,343	2,554,448	21,271
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	30,752,079	4,885	-	159,071
Unrealised loss on financial future contracts (notes 2(d), 6)	1,692,194	-	-	635,973
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	386,663,625	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	107,282	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	2,883,972	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	2,557,908	-	-	8,747
Option contracts at market value (notes 2(j), 12)	127,883	-	-	1,791
Taxes and expenses payable	157,880,590	10,576	2,078,806	145,823
TOTAL LIABILITIES	2,097,433,371	19,804	37,383,649	1,232,189
TOTAL NET ASSETS	145,217,443,597	7,893,010	3,124,463,500	25,695,821
THREE YEAR ASSET SUMMARY				
June 30, 2014	168,045,017,682	-	3,196,760,336	45,114,453
June 30, 2013	163,862,333,174	-	901,381,187	87,859,184
June 30, 2012	135,991,665,339	-	289,307,603	-

[^] This Fund was launched on March 23, 2015

[#] This Fund had its name changed effective on June 26, 2015 (refer to Note 1)

[‡] This Fund was launched on November 17, 2014

^Ω This Fund had its name changed effective on September 30, 2014 (refer to Note 1)

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Franklin Diversified Balanced Fund ¹ , # (EUR)	Franklin Diversified Conservative Fund ¹ , # (EUR)	Franklin Diversified Dynamic Fund ¹ , # (EUR)	Franklin Euro Government Bond Fund (EUR)	Franklin Euro High Yield Fund (EUR)	Franklin Euro Liquid Reserve Fund ² (EUR)	Franklin Euro Short Duration Bond Fund (EUR)
102,833,861	34,771,299	69,187,675	180,449,872	949,390,641	75,561,029	63,897,697
6,789,384	2,919,776	1,382,838	3,413,987	40,764,383	9,690,470	1,221,271
-	-	-	-	-	-	-
24,223,694	8,374,526	16,203,018	-	12,796,461	-	-
988,645	225,108	77,239	778,367	2,497,390	1,340,393	78,902
315,045	93,287	65,243	1,931,768	17,314,087	24,217	656,386
-	-	-	-	-	-	19,613
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,425,153	231,779	1,220,729	-	-	-	-
-	-	-	460	-	-	6,373
136,575,782	46,615,775	88,136,742	186,574,454	1,022,762,962	86,616,109	65,880,242
28,369,950	8,380,067	22,002,117	-	3,970,860	-	-
13,415	141,091	16,498	1,555,370	18,387,955	1,041,489	4,247
25,823	7,343	21,542	63,813	656,377	20,414	18,025
97,227	34,690	61,121	-	1,018,388	-	-
84,550	29,360	23,290	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
133,877	76,392	145,168	77,928	732,322	73,674	27,094
28,724,842	8,668,943	22,269,736	1,697,111	24,765,902	1,135,577	49,366
107,850,940	37,946,832	65,867,006	184,877,343	997,997,060	85,480,532	65,830,876
-	-	-	103,108,684	1,304,276,718	67,620,651	7,061,242
-	-	-	32,277,784	801,702,488	112,358,536	-
-	-	-	35,752,731	541,078,975	136,184,651	-

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

	Franklin Euro Short-Term Money Market Fund [‡] (EUR)	Franklin Euroland Fund [§] (EUR)	Franklin European Fund [§] (EUR)	Franklin European Corporate Bond Fund (EUR)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	54,537,628	58,394,521	10,648,601	171,036,537
Cash	10,993,548	413,348	90,397	412,488
Time deposits and repurchase agreements (note 4)	-	-	-	-
Amounts receivable on sale of investments	-	-	-	-
Amounts receivable on subscriptions	101,117	289,923	25,757	8,322,870
Interest and dividends receivable, net	16,761	28,323	13,584	2,288,838
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Other receivables	12,842	126,914	17,360	4,398
TOTAL ASSETS	65,661,896	59,253,029	10,795,699	182,065,131
LIABILITIES				
Amounts payable on purchases of investments	-	-	-	2,911,793
Amounts payable on redemptions	10,510	145,331	22,966	242,175
Investment management fees payable (note 14)	12,036	40,042	8,465	73,810
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	16,141
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	24,078	36,410	13,236	85,108
TOTAL LIABILITIES	46,624	221,783	44,667	3,329,027
TOTAL NET ASSETS	65,615,272	59,031,246	10,751,032	178,736,104
THREE YEAR ASSET SUMMARY				
June 30, 2014	69,860,381	35,880,575	7,358,094	83,107,946
June 30, 2013	94,345,377	24,599,488	4,413,361	43,393,949
June 30, 2012	101,016,087	19,806,420	3,586,121	23,570,368

[‡] This Fund was launched on November 17, 2014

[§] This Fund had its name changed effective on September 30, 2014 (refer to Note 1)

[¶] This Fund had its name changed effective on November 14, 2014 (refer to Note 1)

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Franklin European Dividend Fund (EUR)	Franklin European Growth Fund (EUR)	Franklin European Income Fund ² (EUR)	Franklin European Small-Mid Cap Growth Fund (EUR)	Franklin European Total Return Fund ² (EUR)	Franklin GCC Bond Fund (USD)	Franklin Global Aggregate Bond Fund (USD)
138,763,568	1,083,093,329	9,822,181	836,418,619	385,074,615	22,099,806	28,074,979
3,575,751	16,129,336	183,089	41,590,263	3,854,912	507,456	1,421,290
-	-	-	-	-	1,500,000	-
357	1,974,069	-	86,301	-	-	29,251
1,886,444	3,006,550	15,893	10,040,061	1,562,063	84,439	170,829
319,149	1,878,210	52,081	1,108,932	5,110,719	282,379	212,560
-	90,504	6,908	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
165,741	2,601,963	4,543	2,302,969	52,102	-	5,266
144,711,010	1,108,773,961	10,084,695	891,547,145	395,654,411	24,474,080	29,914,175
294,543	2,965,366	50,353	9,654	175	4,479	1,387,646
292,548	3,366,237	-	14,443,134	1,431,523	65,254	250,769
103,204	854,912	5,877	568,998	223,200	13,277	13,178
405,113	-	-	-	7,684	-	357,860
-	-	-	-	-	-	-
-	-	-	-	-	82,266	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
102,653	744,682	9,709	379,831	298,197	16,053	32,735
1,198,061	7,931,197	65,939	15,401,617	1,960,779	181,329	2,042,188
143,512,949	1,100,842,764	10,018,756	876,145,528	393,693,632	24,292,751	27,871,987
53,452,156	3,132,137,485	-	904,235,203	183,558,208	11,848,638	21,989,463
23,286,097	737,002,037	-	466,899,083	84,439,789	-	16,109,623
13,919,723	320,512,865	-	199,790,227	64,970,960	-	33,185,762

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

	Franklin Global Aggregate Investment Grade Bond Fund (USD)	Franklin Global Allocation Fund (USD)	Franklin Global Convertible Securities Fund (USD)	Franklin Global Corporate High Yield Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	24,246,351	61,448,569	129,454,493	28,418,915
Cash	767,796	15,589,330	259,202	912,266
Time deposits and repurchase agreements (note 4)	-	-	-	-
Amounts receivable on sale of investments	348,280	6,524,846	120,000	305,000
Amounts receivable on subscriptions	-	399,669	155,054	-
Interest and dividends receivable, net	203,473	170,105	456,149	495,658
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	112,516	-	21,370
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Other receivables	1,598	12,800	-	3,625
TOTAL ASSETS	25,567,498	84,257,835	130,444,898	30,156,834
LIABILITIES				
Amounts payable on purchases of investments	-	353,763	34	100,000
Amounts payable on redemptions	5,622	84,912	97,594	-
Investment management fees payable (note 14)	8,580	66,659	73,921	14,970
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	146,167	-	252,677	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	262,009	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	4,778	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	20,125	87,652	89,345	16,179
TOTAL LIABILITIES	180,494	859,773	513,571	131,149
TOTAL NET ASSETS	25,387,004	83,398,062	129,931,327	30,025,685
THREE YEAR ASSET SUMMARY				
June 30, 2014	11,464,066	52,720,927	157,330,346	33,002,596
June 30, 2013	10,335,416	45,026,992	19,077,065	-
June 30, 2012	10,062,164	26,567,300	4,537,572	-

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Franklin Global Equity Strategies Fund (USD)	Franklin Global Fundamental Strategies Fund (USD)	Franklin Global Government Bond Fund (USD)	Franklin Global Growth Fund (USD)	Franklin Global Growth and Value Fund (USD)	Franklin Global High Income Bond Fund (USD)	Franklin Global Listed Infrastructure Fund (USD)
104,918,449	1,756,772,544	18,341,414	108,659,057	64,631,712	75,762,111	16,177,313
1,676,692	268,286,638	199,010	252,233	212,486	1,867,151	258,478
3,000,000	-	-	4,000,000	2,200,000	-	-
254,477	31,031,899	-	-	117	1,462,063	174,085
92,092	6,414,601	-	758,613	1,238,602	106,929	57,436
338,376	9,185,624	194,768	44,130	80,852	1,427,389	62,386
9,318	22,199,799	-	-	-	-	47,498
-	-	-	-	-	-	-
-	2,331,458	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
37,275	543,035	6,128	27,427	42,661	2,043	3,236
110,326,679	2,096,765,598	18,741,320	113,741,460	68,406,430	80,627,686	16,780,432
712,153	38,232,908	-	14	259,989	500,000	299,059
161,514	6,281,017	18,081	89,289	60,260	211,909	360,492
115,071	1,674,702	7,162	83,796	55,930	53,878	12,567
-	-	1,640	87,944	-	9,916	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
204,674	1,830,059	16,999	98,712	80,326	63,155	19,202
1,193,412	48,018,686	43,882	359,755	456,505	838,858	691,320
109,133,267	2,048,746,912	18,697,438	113,381,705	67,949,925	79,788,828	16,089,112
83,350,921	1,772,861,098	13,343,485	187,502,608	70,964,780	81,213,777	10,182,735
69,303,225	840,937,967	-	155,859,879	88,200,184	21,029,818	4,677,274
60,943,727	592,985,661	-	108,725,800	79,523,418	-	-

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

	Franklin Global Multi-Asset Income Fund* (EUR)	Franklin Global Real Estate Fund (USD)	Franklin Global Small-Mid Cap Growth Fund (USD)	Franklin Gold and Precious Metals Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	94,124,575	417,247,664	267,484,482	85,505,695
Cash	7,004,685	531,973	369,351	2,017,726
Time deposits and repurchase agreements (note 4)	-	4,800,000	2,500,000	-
Amounts receivable on sale of investments	46,846,478	39,093	-	870,000
Amounts receivable on subscriptions	874,801	802,815	494,310	222,871
Interest and dividends receivable, net	464,220	1,506,996	248,574	48,647
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	30,981	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	56,186	-	-	-
Other receivables	24,075	23,014	778,885	-
TOTAL ASSETS	149,426,001	424,951,555	271,875,602	88,664,939
LIABILITIES				
Amounts payable on purchases of investments	30,938,008	782,569	863,882	574,715
Amounts payable on redemptions	5,266,738	2,335,068	1,073,732	41,650
Investment management fees payable (note 14)	69,005	340,901	213,749	74,143
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	22,138	599,665	-	334,670
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	92,012	388,690	191,866	106,165
TOTAL LIABILITIES	36,387,901	4,446,893	2,343,229	1,131,343
TOTAL NET ASSETS	113,038,100	420,504,662	269,532,373	87,533,596
THREE YEAR ASSET SUMMARY				
June 30, 2014	31,687,039	437,586,926	435,729,824	107,261,361
June 30, 2013	23,057,415	462,643,179	207,556,600	42,976,410
June 30, 2012	-	121,399,470	57,058,308	139,752,055

This Fund had its name changed effective on June 26, 2015 (refer to Note 1)

* This Fund was launched on September 15, 2014

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Franklin High Yield Fund (USD)	Franklin Income Fund (USD)	Franklin India Fund (USD)	Franklin Japan Fund (JPY)	Franklin K2 Alternative Strategies Fund* (USD)	Franklin MENA Fund (USD)	Franklin Natural Resources Fund (USD)
3,487,776,232	3,455,140,181	3,771,598,379	35,525,148,550	316,005,338	204,612,312	264,901,997
61,646,052	9,625,649	30,541,355	213,858,108	300,376,386	3,337,290	10,389,074
-	-	155,400,000	-	9,500,000	-	-
30,185,000	6,960,915	2,495,270	225,497,692	6,928,538	3,250,549	5,925,813
21,717,558	11,320,714	23,457,735	326,650,982	12,770,182	456,153	1,828,239
62,555,168	32,190,736	3,863,739	22,436,963	2,141,670	316,228	330,078
712,390	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	8,868	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	216,202	-	-
-	-	-	-	1,684,003	-	-
30,735	95,544	519	1,856	2,813	83	-
3,664,623,135	3,515,333,739	3,987,356,997	36,313,594,151	649,634,000	211,972,615	283,375,201
28,565,039	-	47,292,656	237,534,085	10,505,427	570,716	159,958
22,190,325	28,956,758	13,167,181	467,702,386	1,221,055	1,569,123	7,750,979
2,370,947	2,488,511	2,606,746	25,128,097	923,717	249,183	233,874
-	1,476,422	130,872	-	2,543,650	220,713	283,303
-	-	-	-	305,659	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,298,642	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,255,015	3,100,057	2,455,173	27,077,660	475,805	265,000	263,632
56,381,326	36,021,748	65,652,628	757,442,228	17,273,955	2,874,735	8,691,746
3,608,241,809	3,479,311,991	3,921,704,369	35,556,151,923	632,360,045	209,097,880	274,683,455
5,131,295,651	3,631,326,483	1,854,259,603	25,330,401,513	-	281,268,016	278,339,427
3,993,642,994	1,709,720,223	953,247,397	25,430,175,279	-	55,087,685	251,710,030
4,037,075,396	1,298,369,835	1,189,022,902	12,730,289,900	-	51,733,543	333,504,877

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

	Franklin Real Return Fund (USD)	Franklin Strategic Income Fund (USD)	Franklin Technology Fund (USD)	Franklin U.S. Dollar Liquid Reserve Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	7,442,711	1,323,442,482	909,534,064	284,987,284
Cash	1,219,551	401,132,540	38,154,091	4,512
Time deposits and repurchase agreements (note 4)	-	-	-	-
Amounts receivable on sale of investments	325,001	191,050,000	13,516,573	33,897,000
Amounts receivable on subscriptions	126,493	10,760,911	8,583,038	12,710,898
Interest and dividends receivable, net	43,546	17,355,729	274,360	-
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	10,927	4,619,050	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Other receivables	3,220	185,418	123,823	79,461
TOTAL ASSETS	9,171,449	1,948,546,130	970,185,949	331,679,155
LIABILITIES				
Amounts payable on purchases of investments	-	55,552,790	8,971,206	-
Amounts payable on redemptions	19,741	5,457,767	6,153,499	918,898
Investment management fees payable (note 14)	5,504	1,120,233	766,952	75,484
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	64,355	5,987,189	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	1,585,330	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	16,871	1,425,976	731,151	181,470
TOTAL LIABILITIES	106,471	71,129,285	16,622,808	1,175,852
TOTAL NET ASSETS	9,064,978	1,877,416,845	953,563,141	330,503,303
THREE YEAR ASSET SUMMARY				
June 30, 2014	9,149,693	1,498,222,686	820,948,763	281,128,075
June 30, 2013	13,064,062	1,152,727,421	717,401,678	427,361,894
June 30, 2012	15,525,782	609,417,442	671,591,332	369,675,762

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

Franklin U.S. Equity Fund (USD)	Franklin U.S. Focus Fund (USD)	Franklin U.S. Government Fund (USD)	Franklin U.S. Low Duration Fund (USD)	Franklin U.S. Opportunities Fund (USD)	Franklin U.S. Small-Mid Cap Growth Fund (USD)	Franklin U.S. Total Return Fund (USD)
666,201,871	27,481,613	1,052,264,712	1,547,150,945	4,706,556,201	281,274,688	139,914,988
8,085,165	819,677	12,334,438	43,445,678	63,053,726	3,836,001	32,425,336
-	-	-	-	-	-	-
6,166,141	444,537	76,160,644	19,767,494	7,779,736	4,000,000	15,643,534
4,952,138	27,232	17,835,039	2,018,336	40,248,311	6,917,753	110,957
409,757	16,445	3,492,637	6,511,402	1,118,404	76,934	1,161,544
-	-	52,527	8,051,324	-	-	830,046
-	-	-	616,968	-	-	31,984
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	386	9,448	310,125	-	-	31,939
-	-	-	68,583	-	-	17,172
685,815,072	28,789,890	1,162,149,445	1,627,940,855	4,818,756,378	296,105,376	190,167,500
3,621,492	330,038	89,024,975	14,538,945	43,851,606	1,116,677	24,712,475
5,121,904	139,488	4,404,801	3,437,474	39,694,820	1,258,840	116,659
553,276	21,556	531,348	843,341	3,583,971	235,316	99,933
396,166	109,369	-	-	4,987,504	-	-
-	-	-	-	-	-	-
-	-	-	107,282	-	-	-
-	-	-	-	-	-	-
-	-	-	2,335,312	-	-	213,849
-	-	-	-	-	-	-
607,256	30,068	757,563	847,365	3,137,305	234,280	129,091
10,300,094	630,519	94,718,687	22,109,719	95,255,206	2,845,113	25,272,007
675,514,978	28,159,371	1,067,430,758	1,605,831,136	4,723,501,172	293,260,263	164,895,493
576,592,202	39,526,375	905,721,951	1,652,992,798	4,670,970,838	271,387,103	136,124,085
497,344,009	11,099,048	1,577,666,522	1,569,847,836	2,739,786,409	127,354,909	136,351,542
714,115,815	15,009,101	2,532,288,020	725,285,036	2,911,650,277	123,984,678	117,736,168

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

	Franklin World Perspectives Fund (USD)	Franklin Mutual Beacon Fund (USD)	Franklin Mutual European Fund (EUR)	Franklin Mutual Global Discovery Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	378,516,090	929,356,690	2,837,352,810	1,313,315,202
Cash	1,398,391	15,613,897	168,977,953	51,104,943
Time deposits and repurchase agreements (note 4)	13,600,000	-	-	-
Amounts receivable on sale of investments	23	20,095,863	27,578,798	4,570,335
Amounts receivable on subscriptions	1,836,805	3,801,227	13,762,703	17,218,087
Interest and dividends receivable, net	290,973	1,980,664	12,524,029	5,308,541
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	441,935	-	3,321,285	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Other receivables	98,074	184,592	3,111,052	285,264
TOTAL ASSETS	396,182,291	971,032,933	3,066,628,630	1,391,802,372
LIABILITIES				
Amounts payable on purchases of investments	2,069,148	9,159,277	8,665,819	11,417,998
Amounts payable on redemptions	1,429,480	1,898,430	14,814,559	4,001,295
Investment management fees payable (note 14)	285,728	753,881	2,315,383	1,031,884
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	1,285,640	-	1,341,876
Unrealised loss on financial future contracts (notes 2(d), 6)	-	335,650	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	245,073	1,234,065	2,827,992	1,070,265
TOTAL LIABILITIES	4,029,429	14,666,943	28,623,753	18,863,318
TOTAL NET ASSETS	392,152,862	956,365,990	3,038,004,877	1,372,939,054
THREE YEAR ASSET SUMMARY				
June 30, 2014	345,122,633	1,169,070,336	3,757,379,912	1,934,098,366
June 30, 2013	126,403,906	821,397,542	2,253,747,426	1,096,131,750
June 30, 2012	61,153,384	769,414,521	2,130,655,041	892,257,616

‡ This Fund was launched on November 17, 2014

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Templeton Africa Fund (USD)	Templeton ASEAN Fund [†] (USD)	Templeton Asian Bond Fund (USD)	Templeton Asian Dividend Fund (USD)	Templeton Asian Growth Fund (USD)	Templeton Asian Smaller Companies Fund (USD)	Templeton BRIC Fund (USD)
121,011,819	5,009,022	1,477,806,039	9,990,246	9,788,741,479	1,415,730,322	861,629,558
369,173	517,916	96,421,009	29,119	8,718,851	243,839	221,310
7,200,000	-	-	-	219,900,000	97,400,000	23,200,000
12	9,060	27,905,122	88,156	33,733,037	1,156,429	25,871,837
337,192	-	814,075	3,136	23,492,689	19,174,403	942,371
487,131	4,253	21,758,973	88,321	33,601,798	3,487,478	8,403,485
39,677	-	10,961,774	9,421	-	-	712
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
17,596	1,262	-	581	-	217	-
129,462,600	5,541,513	1,635,666,992	10,208,980	10,108,187,854	1,537,192,688	920,269,273
945,291	17,939	1,547,790	98,771	3,759,586	5,753,079	4,167,457
293,548	-	4,331,705	24,335	38,897,915	17,126,236	3,073,074
151,418	6,170	924,265	9,644	10,214,907	1,453,323	1,226,454
-	-	-	-	5,587,825	-	-
-	-	-	-	-	-	-
-	-	19,845,673	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	10,192	-	-	-
1,029,080	10,414	3,323,458	14,700	9,488,780	907,272	1,424,853
2,419,337	34,523	29,972,891	157,642	67,949,013	25,239,910	9,891,838
127,043,263	5,506,990	1,605,694,101	10,051,338	10,040,238,841	1,511,952,778	910,377,435
139,593,248	-	2,032,463,169	5,659,011	12,681,269,302	973,932,482	1,214,667,740
86,772,962	-	3,676,902,884	4,911,688	15,816,110,669	942,037,607	1,343,345,062
5,433,869	-	4,162,546,959	-	16,112,820,817	228,044,710	1,853,961,008

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

	Templeton China Fund (USD)	Templeton Eastern Europe Fund (EUR)	Templeton Emerging Markets Fund (USD)	Templeton Emerging Markets Balanced Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	835,606,613	286,489,813	585,839,000	56,260,259
Cash	313,663	3,772,418	3,828,826	3,903,473
Time deposits and repurchase agreements (note 4)	8,000,000	-	59,300,000	-
Amounts receivable on sale of investments	3,170,621	-	3,919,069	2,114,974
Amounts receivable on subscriptions	4,745,852	539,233	562,119	87,203
Interest and dividends receivable, net	9,655,396	296,714	2,817,315	606,418
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	96,243
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Other receivables	-	251,110	45,250	6,116
TOTAL ASSETS	861,492,145	291,349,288	656,311,579	63,074,686
LIABILITIES				
Amounts payable on purchases of investments	373,523	20,298	1,388,124	115,778
Amounts payable on redemptions	16,044,295	1,961,975	5,623,347	1,113,504
Investment management fees payable (note 14)	1,128,343	372,733	854,381	65,643
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	45,377	359,918
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	931,945	636,954	1,022,419	76,917
TOTAL LIABILITIES	18,478,106	2,991,960	8,933,648	1,731,760
TOTAL NET ASSETS	843,014,039	288,357,328	647,377,931	61,342,926
THREE YEAR ASSET SUMMARY				
June 30, 2014	937,254,225	361,133,716	885,777,690	78,614,839
June 30, 2013	1,629,700,238	401,515,127	1,114,545,821	77,639,350
June 30, 2012	2,284,778,429	467,205,560	1,143,809,086	55,726,679

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Templeton Emerging Markets Bond Fund (USD)	Templeton Emerging Markets Smaller Companies Fund (USD)	Templeton Euroland Fund (EUR)	Templeton European Fund (EUR)	Templeton Frontier Markets Fund (USD)	Templeton Global Fund (USD)	Templeton Global Fund (Euro) (EUR)
4,167,825,726	426,389,054	257,998,456	288,639,540	1,234,607,904	1,473,677,717	777,341,819
324,323,949	12,446,680	11,883,570	13,581,972	6,765,036	219,060	3,486,524
-	-	-	-	13,000,000	34,500,000	-
105,978,222	6,090,000	17	158	14,648,547	208,825	8,881,637
34,918,463	8,074,860	1,590,162	881,794	985,972	3,463,930	368,502
86,214,850	727,213	248,174	556,953	4,604,561	2,937,283	1,600,967
54,335,428	-	-	-	-	-	-
-	-	-	-	-	-	-
18,411,947	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
33,992	2,382	470,468	552,966	1,552	1,250,286	640,088
4,792,042,577	453,730,189	272,190,847	304,213,383	1,274,613,572	1,516,257,101	792,319,537
12,461,408	2,137,021	-	-	2,318,967	507,987	6,026,369
12,275,745	1,967,174	1,197,026	1,949,800	3,884,309	12,256,310	537,603
3,552,316	562,585	178,917	249,718	1,473,930	1,220,208	653,413
-	-	-	-	1,651,016	-	67,476
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
6,191,621	443,334	252,352	238,755	8,415,728	1,355,264	686,561
34,481,090	5,110,114	1,628,295	2,438,273	17,743,950	15,339,769	7,971,422
4,757,561,487	448,620,075	270,562,552	301,775,110	1,256,869,622	1,500,917,332	784,348,115
6,868,866,048	293,683,078	240,379,702	450,386,721	2,020,766,694	1,845,441,863	705,373,636
8,365,282,640	234,798,323	121,180,156	124,537,533	2,116,331,579	967,667,591	601,053,681
6,610,440,114	219,607,218	101,562,854	105,757,279	890,205,145	803,180,357	516,299,182

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS

AT JUNE 30, 2015 (CONTINUED)

	Templeton Global Balanced Fund (USD)	Templeton Global Bond Fund (USD)	Templeton Global Bond (Euro) Fund (EUR)	Templeton Global Equity Income Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	1,002,507,518	26,621,803,478	345,373,204	245,413,077
Cash	228,052,202	3,720,958,763	35,511,580	779,613
Time deposits and repurchase agreements (note 4)	-	-	-	-
Amounts receivable on sale of investments	1,094,447	803,513,095	606,571	2,435,267
Amounts receivable on subscriptions	6,208,476	66,872,298	351,084	569,786
Interest and dividends receivable, net	3,193,776	290,897,112	6,298,627	869,144
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	456,634	1,692,821,111	1,287,686	669
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	3,247,505	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Other receivables	566,374	1,594,081	1,554	257,077
TOTAL ASSETS	1,242,079,427	33,198,459,938	392,677,811	250,324,633
LIABILITIES				
Amounts payable on purchases of investments	-	66,365,058	323,406	-
Amounts payable on redemptions	4,197,420	138,616,158	2,782,932	1,457,695
Investment management fees payable (note 14)	820,351	19,187,455	241,411	212,686
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	198,973,694	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	1,271,986	43,278,350	674,573	254,707
TOTAL LIABILITIES	6,289,757	466,420,715	4,022,322	1,925,088
TOTAL NET ASSETS	1,235,789,670	32,732,039,223	388,655,489	248,399,545
THREE YEAR ASSET SUMMARY				
June 30, 2014	1,383,224,749	38,668,873,241	596,924,004	361,798,942
June 30, 2013	699,148,278	46,612,567,707	838,588,367	74,265,434
June 30, 2012	595,171,716	41,237,011,127	562,372,898	69,775,789

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

Templeton Global High Yield Fund (USD)	Templeton Global Income Fund (USD)	Templeton Global Smaller Companies Fund (USD)	Templeton Global Total Return Fund (USD)	Templeton Growth (Euro) Fund (EUR)	Templeton Korea Fund (USD)	Templeton Latin America Fund (USD)
190,490,258	1,921,697,162	133,823,502	26,408,139,343	7,091,787,075	60,814,080	1,149,957,059
7,013,234	169,308,824	533,181	2,488,070,008	173,014,121	378,135	390,968
-	-	7,500,000	-	165,636,948	4,000,000	29,000,000
2,656,968	81,703,849	1,420,459	632,696,269	46,736,444	1,593,829	348,253
232,750	7,803,376	198,461	102,051,120	1,372,751	381,701	3,211,747
3,299,754	9,239,786	121,850	342,467,307	8,304,469	-	1,268,648
873,012	30,293,761	-	1,219,307,599	-	-	-
-	-	-	-	-	-	-
204,097	2,277,498	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,628	788,587	84,973	456,767	3,212,185	-	305,706
204,771,701	2,223,112,843	143,682,426	31,193,188,413	7,490,063,993	67,167,745	1,184,482,381
636,571	1,975,249	154,544	74,475,530	28,126,041	4,542,696	48
440,188	11,056,691	364,217	112,406,098	4,248,720	359,757	3,806,137
142,296	1,480,453	118,810	17,943,073	6,165,473	81,458	1,343,296
-	-	-	-	-	-	398,415
-	-	-	-	-	-	-
-	-	-	167,757,214	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	115,900	-	-	-	-	-
211,818	1,766,895	171,875	31,960,274	6,150,784	98,489	1,666,187
1,430,873	16,395,188	809,446	404,542,189	44,691,018	5,082,400	7,214,083
203,340,828	2,206,717,655	142,872,980	30,788,646,224	7,445,372,975	62,085,345	1,177,268,298
280,179,902	1,784,058,475	164,669,767	35,393,742,664	6,415,979,187	95,072,318	1,869,091,159
319,217,080	647,119,095	148,616,791	39,277,370,092	5,465,230,557	114,340,738	2,182,848,599
176,395,245	408,785,475	131,439,485	24,045,237,813	4,715,345,864	98,223,872	2,799,797,107

The accompanying notes form an integral part of these financial statements

STATEMENT OF NET ASSETS AT JUNE 30, 2015 (CONTINUED)

	Templeton Thailand Fund (USD)
ASSETS	
Investment in securities at market value (notes 2(b), 3)	147,721,152
Cash	393,199
Time deposits and repurchase agreements (note 4)	7,200,000
Amounts receivable on sale of investments	1,428,234
Amounts receivable on subscriptions	1,051,913
Interest and dividends receivable, net	-
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-
Credit default swap contracts at market value (notes 2(i), 11)	-
Option contracts at market value (notes 2(j), 12)	-
Other receivables	-
TOTAL ASSETS	157,794,498
LIABILITIES	
Amounts payable on purchases of investments	643,286
Amounts payable on redemptions	1,457,876
Investment management fees payable (note 14)	208,063
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-
Credit default swap contracts at market value (notes 2(i), 11)	-
Option contracts at market value (notes 2(j), 12)	-
Taxes and expenses payable	201,164
TOTAL LIABILITIES	2,510,389
TOTAL NET ASSETS	155,284,109
THREE YEAR ASSET SUMMARY	
June 30, 2014	196,469,636
June 30, 2013	233,282,956
June 30, 2012	182,794,364

The accompanying notes form an integral part of these financial statements

THIS PAGE LEFT BLANK INTENTIONALLY

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015

	Total (USD)	Franklin Asia Credit Fund [‡] (USD)	Franklin Asian Flex Cap Fund [¶] (USD)	Franklin Biotechnology Discovery Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	168,045,017,682	-	10,508,994	3,196,760,336
Currency translation adjustment	(4,769,185,363)	-	-	-
	<u>163,275,832,319</u>	<u>-</u>	<u>10,508,994</u>	<u>3,196,760,336</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	1,345,006,127	4,490	76,329	3,176,951
Interest on bonds (net of withholding taxes) (note 2(m))	4,555,134,708	177,848	-	1,859
Bank interest	1,493,199	-	-	28
Securities lending (notes 2(n), 13)	3,713,825	-	-	-
Net interest income on swaps	6,004,716	-	-	-
Sundry income	55,074,582	-	4,465	51,260
TOTAL INCOME	<u>5,966,427,157</u>	<u>182,338</u>	<u>80,794</u>	<u>3,230,098</u>
EXPENSES				
Investment management fees (note 14)	1,339,469,711	32,257	18,457	27,691,605
Administration and transfer agency fees	359,292,859	10,443	5,457	6,418,756
Directors fees	443,097	12	-	7,927
Subscription tax (note 17)	65,513,162	1,428	949	1,346,041
Custodian fees	52,626,484	314	351	17,934
Audit fees	1,668,663	12,719	-	20,296
Printing and publishing expenses	11,017,403	321	331	195,434
Bank charges	3,283,600	-	-	70,396
Net interest expenses on swaps	266,299,926	-	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	391,612,688	10,800	6,012	11,630,228
Class AX (acc) shares' maintenance charges (note 18)	3,703,300	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	45,862,608	-	3,977	791,718
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	37,445,392	-	-	319,088
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	189,890,699	-	1,912	3,199,066
Other charges	45,806,870	1,248	402	716,227
TOTAL EXPENSES	<u>2,813,936,462</u>	<u>69,542</u>	<u>37,848</u>	<u>52,424,716</u>
Expenses reimbursement (note 19)	(8,863,003)	(3,082)	-	(346)
NET EXPENSES	<u>2,805,073,459</u>	<u>66,460</u>	<u>37,848</u>	<u>52,424,370</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	3,161,353,698	115,878	42,946	(49,194,272)
Net realised profit/(loss) on sale of investments	1,492,620,307	5,837	1,862,903	462,734,399
Net realised profit/(loss) on forward foreign exchange contracts	(1,060,762,874)	(259,889)	-	(1,855,260)
Net realised profit/(loss) on financial future contracts	6,649,498	-	-	-
Net realised profit/(loss) on interest rate swap contracts	(42,963,589)	-	-	-
Net realised profit/(loss) on inflation swap contracts	381,046	-	-	-
Net realised profit/(loss) on total return swap contracts	1,384,524	-	-	-
Net realised profit/(loss) on credit default swap contracts	3,876,664	-	-	-
Net realised profit/(loss) on option contracts	(4,401,528)	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(667,725,150)	267	(24,923)	65,000
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>2,890,412,596</u>	<u>(137,907)</u>	<u>1,880,926</u>	<u>411,749,867</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(12,964,645,778)	(65,690)	(1,470,121)	608,450,808
Forward foreign exchange contracts	2,829,995,910	(4,885)	-	(24,051)
Financial future contracts	(1,048,762)	-	-	-
Interest rate swap contracts	108,137,403	-	-	-
Inflation swap contracts	(667,720)	-	-	-
Cross currency swap contracts	(107,282)	-	-	-
Total return swap contracts	(2,826,121)	-	-	-
Credit default swap contracts	(4,513,077)	-	-	-
Option contracts	111,804	-	-	-
Foreign exchange transactions	(512,185,082)	(4,886)	124	(24,602)
Capital gains tax	(568,058)	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(7,657,904,167)</u>	<u>(213,368)</u>	<u>410,929</u>	<u>1,020,152,022</u>
MOVEMENT OF CAPITAL				
Issue of shares	69,977,347,904	8,212,776	425,045	2,437,087,269
Redemption of shares	(77,190,059,315)	-	(11,320,390)	(3,529,536,127)
Issue of shares in course of merger	226,665,463	-	-	-
Redemption of shares in course of merger	(14,139,003)	-	-	-
Equalisation (note 22)	(33,356,682)	406	(12,342)	-
	<u>(7,033,541,633)</u>	<u>8,213,182</u>	<u>(10,907,687)</u>	<u>(1,092,448,858)</u>
Dividends paid/accumulated (note 23)	(3,366,942,922)	(106,804)	(12,236)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>(10,400,484,555)</u>	<u>8,106,378</u>	<u>(10,919,923)</u>	<u>(1,092,448,858)</u>
NET ASSETS AT THE END OF THE YEAR	<u>145,217,443,597</u>	<u>7,893,010</u>	<u>-</u>	<u>3,124,463,500</u>
Portfolio Turnover Ratio (note 24)		41.50%	11.73%	38.60%

[^] This Fund was launched on March 23, 2015

[#] This Fund had its name changed effective on June 26, 2015 (refer to Note 1)

[‡] This Fund was launched on November 17, 2014

[¶] This Fund was closed on September 12, 2014

[□] This Fund had its name changed effective on September 30, 2014 (refer to Note 1)

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Franklin Brazil Opportunities Fund (USD)	Franklin Diversified Balanced Fund ¹ , # (EUR)	Franklin Diversified Conservative Fund ¹ , # (EUR)	Franklin Diversified Dynamic Fund ¹ , # (EUR)	Franklin Euro Government Bond Fund (EUR)	Franklin Euro High Yield Fund (EUR)	Franklin Euro Liquid Reserve Fund ² (EUR)
45,114,453	-	-	-	103,108,684	1,304,276,718	67,620,651
-	-	-	-	-	-	-
45,114,453	-	-	-	103,108,684	1,304,276,718	67,620,651
93,524	76,524	40,981	25,450	-	1,341,461	-
2,089,336	48,945	16,917	22,125	2,344,070	61,163,718	142,487
-	-	-	-	-	271	204
-	-	-	-	-	-	-
15,171	-	-	-	-	-	-
-	1,528	1,288	-	-	139,039	12,187
2,198,031	126,997	59,186	47,575	2,344,070	62,644,489	154,878
340,438	61,293	21,374	72,939	641,288	8,772,072	250,255
90,339	54,523	22,978	41,799	356,407	2,553,747	129,530
101	54	22	48	409	3,269	233
17,994	4,479	2,012	5,404	39,238	537,766	8,235
11,398	3,608	2,729	3,511	14,308	85,124	6,972
13,652	9,861	11,383	10,068	9,148	13,574	9,074
2,477	3,997	1,740	3,947	10,342	80,353	5,875
262	683	-	-	498	21,360	5,392
-	-	-	-	-	-	-
73,564	69,778	21,193	93,625	59,889	3,156,754	66,171
-	-	-	-	-	-	-
-	-	-	-	-	572,712	-
-	-	-	-	-	-	-
193,264	3,055	25,817	1,109	233,327	1,949,663	136,059
8,914	10,634	4,616	10,386	38,448	291,420	21,353
752,403	221,965	113,864	242,836	1,403,302	18,037,814	639,149
(4,822)	-	-	-	(3,131)	(1,026)	-
747,581	221,965	113,864	242,836	1,400,171	18,036,788	639,149
1,450,450	(94,968)	(54,678)	(195,261)	943,899	44,607,701	(484,271)
(9,973,524)	4,251,784	1,078,923	6,108,141	6,169,762	36,166,336	-
2,850,562	-	-	-	-	(64,360,528)	-
6,185,930	(19,711)	(7,040)	(5,632)	-	-	-
41,500	-	-	-	-	-	-
381,046	-	-	-	-	-	-
-	-	-	-	-	-	-
(168,845)	-	-	-	-	-	-
(251,124)	(850,701)	(100,165)	(1,092,656)	-	-	-
(998,304)	185,045	18,452	60,716	-	2,248,754	-
(482,309)	3,471,449	935,492	4,875,308	7,113,661	18,662,263	(484,271)
(2,132,473)	(8,245,763)	(2,614,689)	(7,923,273)	(7,689,994)	(19,799,815)	(30,395)
(265,362)	(97,227)	(34,690)	(61,121)	-	5,838,633	-
(574,798)	(84,550)	(29,360)	(23,290)	-	-	-
(33,107)	-	-	-	-	-	-
(667,720)	-	-	-	-	-	-
-	-	-	-	-	-	-
(10,924)	-	-	-	-	-	-
63,778	11,736	1,927	10,258	-	-	-
108,302	81,680	23,889	58,297	-	6,527,975	-
-	-	-	-	-	-	-
(3,994,613)	(4,862,675)	(1,717,431)	(3,063,821)	(576,333)	11,229,056	(514,666)
10,370,283	51,809,670	13,920,190	2,519,327	173,937,733	509,951,068	122,847,817
(24,026,628)	(2,868,135)	(3,041,894)	(1,072,263)	(90,950,333)	(775,306,872)	(104,473,270)
-	63,772,080	28,785,967	67,483,763	-	-	-
-	-	-	-	-	-	-
(96,933)	-	-	-	534,656	(1,931,315)	-
(13,753,278)	112,713,615	39,664,263	68,930,827	83,522,056	(267,287,119)	18,374,547
(1,670,741)	-	-	-	(1,177,064)	(50,221,595)	-
(15,424,019)	112,713,615	39,664,263	68,930,827	82,344,992	(317,508,714)	18,374,547
25,695,821	107,850,940	37,946,832	65,867,006	184,877,343	997,997,060	85,480,532
613.87%	5.14%	(7.96)%	(18.28)%	241.84%	40.32%	N/A

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Franklin Euro Short Duration Bond Fund (EUR)	Franklin Euro Short-Term Money Market Fund ² (EUR)	Franklin Euroland Fund ³ (EUR)	Franklin European Fund ³ (EUR)
NET ASSETS AT THE BEGINNING OF THE YEAR	7,061,242	69,860,381	35,880,575	7,358,094
Currency translation adjustment	-	-	-	-
	<u>7,061,242</u>	<u>69,860,381</u>	<u>35,880,575</u>	<u>7,358,094</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	-	1,351,038	261,236
Interest on bonds (net of withholding taxes) (note 2(m))	302,619	86,815	-	-
Bank interest	61	-	-	-
Securities lending (notes 2(n), 13)	-	-	1,474	-
Net interest income on swaps	-	-	-	-
Sundry income	-	-	97,786	6,755
TOTAL INCOME	<u>302,680</u>	<u>86,815</u>	<u>1,450,298</u>	<u>267,991</u>
EXPENSES				
Investment management fees (note 14)	144,793	139,103	344,807	76,722
Administration and transfer agency fees	97,894	78,493	99,282	20,442
Directors fees	104	178	113	22
Subscription tax (note 17)	6,568	6,353	10,151	3,089
Custodian fees	3,999	4,415	3,704	668
Audit fees	9,738	7,351	8,366	8,317
Printing and publishing expenses	2,675	4,373	2,849	561
Bank charges	-	5,587	643	-
Net interest expenses on swaps	-	-	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	5,724	29,888	52,966	19,166
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	-	-	-	-
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	-	-	-	-
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	34,508	-	61,327	29,308
Other charges	10,151	16,433	10,569	2,075
TOTAL EXPENSES	<u>316,154</u>	<u>292,174</u>	<u>594,777</u>	<u>160,370</u>
Expenses reimbursement (note 19)	(20,118)	(150,006)	-	-
NET EXPENSES	<u>296,036</u>	<u>142,168</u>	<u>594,777</u>	<u>160,370</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	6,644	(55,353)	855,521	107,621
Net realised profit/(loss) on sale of investments	206,146	151	3,916,068	422,374
Net realised profit/(loss) on forward foreign exchange contracts	(20,486)	-	-	-
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(465)	-	38,592	(1,520)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>191,839</u>	<u>(55,202)</u>	<u>4,810,181</u>	<u>528,475</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(379,626)	-	(505,558)	409,356
Forward foreign exchange contracts	19,613	-	-	-
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Foreign exchange transactions	(606)	-	-	(166)
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(168,780)</u>	<u>(55,202)</u>	<u>4,304,623</u>	<u>937,665</u>
MOVEMENT OF CAPITAL				
Issue of shares	79,660,891	47,252,238	46,936,195	5,202,382
Redemption of shares	(20,750,235)	(51,442,145)	(27,448,162)	(2,653,569)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	36,441	-	(17,742)	(811)
	<u>58,947,097</u>	<u>(4,189,907)</u>	<u>19,470,291</u>	<u>2,548,002</u>
Dividends paid/accumulated (note 23)	(8,683)	-	(624,243)	(92,729)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>58,938,414</u>	<u>(4,189,907)</u>	<u>18,846,048</u>	<u>2,455,273</u>
NET ASSETS AT THE END OF THE YEAR	<u>65,830,876</u>	<u>65,615,272</u>	<u>59,031,246</u>	<u>10,751,032</u>
Portfolio Turnover Ratio (note 24)	106.25%	N/A	51.03%	30.92%

‡ This Fund was launched on November 17, 2014

² This Fund had its name changed effective on September 30, 2014 (refer to Note 1)

³ This Fund had its name changed effective on November 14, 2014 (refer to Note 1)

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Franklin European Corporate Bond Fund (EUR)	Franklin European Dividend Fund (EUR)	Franklin European Growth Fund (EUR)	Franklin European Income Fund [†] (EUR)	Franklin European Small-Mid Cap Growth Fund (EUR)	Franklin European Total Return Fund [‡] (EUR)	Franklin GCC Bond Fund (USD)
83,107,946	53,452,156	3,132,137,485	-	904,235,203	183,558,208	11,848,638
-	-	-	-	-	-	-
83,107,946	53,452,156	3,132,137,485	-	904,235,203	183,558,208	11,848,638
-	4,773,452	47,713,682	167,654	23,596,211	-	-
2,999,560	-	-	28,252	-	5,707,622	860,845
-	-	48	-	7,219	-	610
-	-	-	-	-	-	-
-	-	-	-	-	-	-
700	84,756	1,668,309	-	590,508	31,976	27
3,000,260	4,858,208	49,382,039	195,906	24,193,938	5,739,598	861,482
699,527	780,612	15,911,477	40,390	6,212,892	1,870,751	121,093
294,621	219,647	3,969,819	12,109	1,752,568	597,139	45,305
338	232	5,701	13	2,258	667	47
38,390	22,883	765,062	1,447	223,552	107,804	4,572
10,654	7,696	157,312	682	167,769	37,575	1,535
9,133	8,955	14,380	10,226	10,788	11,117	11,323
8,580	5,917	135,185	366	55,481	16,854	1,218
-	525	12,314	-	21,007	79	-
-	-	-	-	-	-	20,192
104,375	110,528	4,475,798	9,209	1,464,706	325,710	27,398
-	-	-	-	-	-	-
-	-	-	-	-	-	3,363
-	-	-	-	-	-	-
359,967	281,671	3,778,064	5,405	501,462	1,138,322	-
31,827	21,880	485,062	1,420	201,437	61,656	4,451
1,557,412	1,460,546	29,710,174	81,267	10,613,920	4,167,674	240,497
(56,965)	(42)	(75,726)	(6,404)	(2,036)	(619,032)	(101)
1,500,447	1,460,504	29,634,448	74,863	10,611,884	3,548,642	240,396
1,499,813	3,397,704	19,747,591	121,043	13,582,054	2,190,956	621,086
2,123,945	2,607,681	77,667,280	325,443	61,726,679	8,828,790	241,994
(171,082)	74,727	21,627,018	95,855	-	509,672	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,218	(25,344)	(6,776)	11,614	341,228	84,463	120
3,454,894	6,054,768	119,035,113	553,955	75,649,961	11,613,881	863,200
(4,378,361)	2,991,296	(180,423,652)	256,058	26,170,277	(10,661,106)	28,624
(7,255)	(394,655)	524,962	6,908	-	223,377	-
-	-	-	-	-	-	-
-	-	-	-	-	-	(47,255)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
343	(394,811)	469,276	26,118	(66,778)	17,691	373
-	-	-	-	-	-	-
(930,379)	8,256,598	(60,394,301)	843,039	101,753,460	1,193,843	844,942
136,961,849	120,802,214	509,136,602	9,302,196	364,600,082	339,929,042	16,840,799
(39,762,982)	(38,400,435)	(2,435,503,888)	(11,300)	(486,964,033)	(128,401,994)	(4,655,941)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
708,911	1,544,935	(5,700,526)	3,827	(126,293)	199,431	21,167
97,907,778	83,946,714	(1,932,067,812)	9,294,723	(122,490,244)	211,726,479	12,206,025
(1,349,241)	(2,142,519)	(38,832,608)	(119,006)	(7,352,891)	(2,784,898)	(606,854)
96,558,537	81,804,195	(1,970,900,420)	9,175,717	(129,843,135)	208,941,581	11,599,171
178,736,104	143,512,949	1,100,842,764	10,018,756	876,145,528	393,693,632	24,292,751
81.03%	47.01%	53.29%	118.92%	(5.10)%	200.31%	70.40%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Franklin Global Aggregate Bond Fund (USD)	Franklin Global Aggregate Investment Grade Bond Fund (USD)	Franklin Global Allocation Fund (USD)	Franklin Global Convertible Securities Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	21,989,463	11,464,066	52,720,927	157,330,346
Currency translation adjustment	-	-	-	-
	<u>21,989,463</u>	<u>11,464,066</u>	<u>52,720,927</u>	<u>157,330,346</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	-	636,597	959,717
Interest on bonds (net of withholding taxes) (note 2(m))	524,317	723,388	441,864	1,939,227
Bank interest	106	26	893	-
Securities lending (notes 2(n), 13)	-	-	-	-
Net interest income on swaps	-	-	-	-
Sundry income	2,334	-	8,317	53
TOTAL INCOME	<u>526,757</u>	<u>723,414</u>	<u>1,087,671</u>	<u>2,898,997</u>
EXPENSES				
Investment management fees (note 14)	128,873	159,120	578,658	977,935
Administration and transfer agency fees	56,335	85,999	144,327	327,423
Directors fees	64	102	162	410
Subscription tax (note 17)	7,106	3,191	23,637	44,159
Custodian fees	2,628	5,400	7,815	7,301
Audit fees	19,808	11,369	18,436	17,146
Printing and publishing expenses	1,582	2,647	4,081	10,210
Bank charges	-	117	6,363	-
Net interest expenses on swaps	-	-	20,602	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	29,622	2,543	129,590	203,045
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	-	-	-	-
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	-	-	-	-
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	42,615	-	282,308	399,720
Other charges	5,764	9,620	17,848	36,996
TOTAL EXPENSES	<u>294,397</u>	<u>280,108</u>	<u>1,233,827</u>	<u>2,024,345</u>
Expenses reimbursement (note 19)	(32,342)	(35,282)	(5,739)	(3,769)
NET EXPENSES	<u>262,055</u>	<u>244,826</u>	<u>1,228,088</u>	<u>2,020,576</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	264,702	478,588	(140,417)	878,421
Net realised profit/(loss) on sale of investments	(171,981)	(2,469,139)	1,071,853	(3,088,283)
Net realised profit/(loss) on forward foreign exchange contracts	(827,752)	1,244,369	(705,044)	(3,265,814)
Net realised profit/(loss) on financial future contracts	-	-	940,361	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(38,746)	(74,699)	(37,271)	(16,560)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>(773,777)</u>	<u>(820,881)</u>	<u>1,129,482</u>	<u>(5,492,236)</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(1,309,094)	(982,932)	(4,416,522)	(2,086,103)
Forward foreign exchange contracts	(467,234)	(147,520)	133,109	(503,440)
Financial future contracts	-	-	(312,924)	-
Interest rate swap contracts	-	-	19,047	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Foreign exchange transactions	(268,280)	1,889	(555,912)	(501,861)
Capital gains tax	-	-	(91)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(2,818,385)</u>	<u>(1,949,444)</u>	<u>(4,003,811)</u>	<u>(8,583,640)</u>
MOVEMENT OF CAPITAL				
Issue of shares	26,768,689	87,146,515	58,358,033	79,421,425
Redemption of shares	(17,774,640)	(70,929,531)	(23,551,476)	(97,354,074)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	40,764	(142,897)	(18,679)	(151,826)
	<u>9,034,813</u>	<u>16,074,087</u>	<u>34,787,878</u>	<u>(18,084,475)</u>
Dividends paid/accumulated (note 23)	(333,904)	(201,705)	(106,932)	(730,904)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>8,700,909</u>	<u>15,872,382</u>	<u>34,680,946</u>	<u>(18,815,379)</u>
NET ASSETS AT THE END OF THE YEAR	<u>27,871,987</u>	<u>25,387,004</u>	<u>83,398,062</u>	<u>129,931,327</u>
Portfolio Turnover Ratio (note 24)	187.06%	181.06%	13.79%	(44.58)%

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Franklin Global Corporate High Yield Fund (USD)	Franklin Global Equity Strategies Fund (USD)	Franklin Global Fundamental Strategies Fund (USD)	Franklin Global Government Bond Fund (USD)	Franklin Global Growth Fund (USD)	Franklin Global Growth and Value Fund (USD)	Franklin Global High Income Bond Fund (USD)
33,002,596	83,350,921	1,772,861,098	13,343,485	187,502,608	70,964,780	81,213,777
-	-	-	-	-	-	-
33,002,596	83,350,921	1,772,861,098	13,343,485	187,502,608	70,964,780	81,213,777
1,016	2,124,460	29,073,828	-	1,960,123	1,090,892	3,555
1,824,299	78,011	23,665,753	379,239	-	-	5,883,207
-	1,197	1,637	731	2,839	827	-
-	-	-	-	-	7,108	-
-	-	-	-	-	-	-
14,362	48,377	544,818	-	49,211	93,167	18,394
1,839,677	2,252,045	53,286,036	379,970	2,012,173	1,191,994	5,905,156
183,264	1,107,939	18,681,026	83,676	1,400,756	683,648	714,922
65,315	285,772	4,517,731	41,497	393,417	173,029	211,097
84	245	5,183	50	496	193	252
3,034	43,298	880,793	3,128	45,797	33,933	40,752
1,018	17,674	375,298	2,893	11,572	4,352	4,084
16,257	12,142	18,322	12,194	15,470	12,260	15,966
2,128	7,553	129,569	1,276	12,307	4,785	6,337
-	549	22,872	50	-	-	-
-	-	1,166,398	-	-	-	-
-	395,587	7,586,255	4,507	195,055	274,789	221,125
-	-	-	-	-	-	-
-	-	-	-	-	42,499	-
-	-	-	-	-	43,760	-
-	118,935	3,532,381	24,460	343,177	81,335	267,670
7,739	32,141	512,263	4,734	44,730	17,430	23,016
278,839	2,021,835	37,428,091	178,465	2,462,777	1,372,013	1,505,221
(46,750)	(3,628)	(2,318)	(14,982)	(39)	-	-
232,089	2,018,207	37,425,773	163,483	2,462,738	1,372,013	1,505,221
1,607,588	233,838	15,860,263	216,487	(450,565)	(180,019)	4,399,935
(93,333)	3,969,290	43,786	(570,963)	22,154,964	4,673,876	(2,769,246)
(687,559)	(1,751,485)	(55,184,700)	546,590	(1,686,474)	-	(1,577,224)
-	-	-	-	-	-	-
-	-	(44,608)	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(119,249)	4,527	(2,412,200)	(246,145)	(1,174,160)	(30,750)	63,160
707,447	2,456,170	(41,737,459)	(54,031)	18,843,765	4,463,107	116,625
(3,135,803)	(10,400,254)	(148,584,819)	(1,270,537)	(17,249,217)	(4,824,981)	(10,327,853)
(55,454)	(36,216)	18,189,397	18,896	(207,611)	-	(44,134)
-	-	-	-	-	-	-
-	-	3,289,719	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(90,156)	(8,722)	(13,018,341)	(1,070)	(209,396)	(7,685)	4,900
-	-	(7,238)	-	-	-	-
(2,573,966)	(7,989,022)	(181,868,741)	(1,306,742)	1,177,541	(369,559)	(10,250,462)
2,457,193	9,834,563	1,101,790,019	17,841,390	76,220,462	24,562,533	84,747,225
(1,563,490)	(9,942,633)	(633,982,053)	(10,974,879)	(151,254,683)	(27,203,597)	(71,467,387)
-	34,167,865	-	-	-	-	-
-	-	-	-	-	-	-
(2,452)	(17,349)	1,855,557	(3,722)	(31,147)	(964)	17,503
891,251	34,042,446	469,663,523	6,862,789	(75,065,368)	(2,642,028)	13,297,341
(1,294,196)	(271,078)	(11,908,968)	(202,094)	(233,076)	(3,268)	(4,471,828)
(402,945)	33,771,368	457,754,555	6,660,695	(75,298,444)	(2,645,296)	8,825,513
30,025,685	109,133,267	2,048,746,912	18,697,438	113,381,705	67,949,925	79,788,828
72.03%	61.11%	34.40%	101.10%	43.42%	27.97%	11.90%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Franklin Global Listed Infrastructure Fund (USD)	Franklin Global Multi-Asset Income Fund [#] (EUR)	Franklin Global Real Estate Fund (USD)	Franklin Global Small-Mid Cap Growth Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	10,182,735	31,687,039	437,586,926	435,729,824
Currency translation adjustment	-	-	-	-
	<u>10,182,735</u>	<u>31,687,039</u>	<u>437,586,926</u>	<u>435,729,824</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	362,132	1,629,598	10,152,477	9,295,484
Interest on bonds (net of withholding taxes) (note 2(m))	-	333,111	-	-
Bank interest	13	-	2,930	6,585
Securities lending (notes 2(n), 13)	-	-	-	-
Net interest income on swaps	-	-	-	-
Sundry income	1,870	7,960	240,520	127,051
TOTAL INCOME	<u>364,015</u>	<u>1,970,669</u>	<u>10,395,927</u>	<u>9,429,120</u>
EXPENSES				
Investment management fees (note 14)	122,512	353,211	4,249,456	3,040,726
Administration and transfer agency fees	35,643	143,750	1,119,475	762,754
Directors fees	35	154	1,270	960
Subscription tax (note 17)	4,341	12,874	180,349	143,774
Custodian fees	1,266	5,591	32,238	59,488
Audit fees	14,644	10,425	18,801	12,718
Printing and publishing expenses	910	3,989	31,581	23,511
Bank charges	-	3,146	-	555
Net interest expenses on swaps	-	440,016	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	28,330	114,321	1,087,943	1,109,945
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	-	-	296,671	47,420
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	-	-	453,096	-
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	38,196	211,882	975,644	423,657
Other charges	3,395	14,877	405,659	84,701
TOTAL EXPENSES	<u>249,272</u>	<u>1,314,236</u>	<u>8,852,183</u>	<u>5,710,209</u>
Expenses reimbursement (note 19)	(12,008)	-	-	(2,764)
NET EXPENSES	<u>237,264</u>	<u>1,314,236</u>	<u>8,852,183</u>	<u>5,707,445</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	126,751	656,433	1,543,744	3,721,675
Net realised profit/(loss) on sale of investments	249,512	3,349,082	21,143,567	13,376,205
Net realised profit/(loss) on forward foreign exchange contracts	(197,533)	(11,801)	(5,407,405)	-
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	13,845	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	(376,430)	-	-
Net realised profit/(loss) on foreign exchange transactions	5,400	148,803	(71,786)	(197,744)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>184,130</u>	<u>3,779,932</u>	<u>17,208,120</u>	<u>16,900,136</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(1,305,693)	1,173,088	(28,594,436)	(48,559,015)
Forward foreign exchange contracts	19,703	(31,788)	(917,358)	-
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	51,910	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	(90,831)	-	-
Foreign exchange transactions	20,585	165,830	(930,896)	(83,778)
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(1,081,275)</u>	<u>5,048,141</u>	<u>(13,234,570)</u>	<u>(31,742,657)</u>
MOVEMENT OF CAPITAL				
Issue of shares	14,229,207	104,305,825	343,278,704	158,982,420
Redemption of shares	(7,020,354)	(27,800,359)	(336,233,345)	(291,993,460)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	53,862	944,180	(160,623)	(301,481)
	<u>7,262,715</u>	<u>77,449,646</u>	<u>6,884,736</u>	<u>(133,312,521)</u>
Dividends paid/accumulated (note 23)	(275,063)	(1,146,726)	(10,732,430)	(1,142,273)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>6,987,652</u>	<u>76,302,920</u>	<u>(3,847,694)</u>	<u>(134,454,794)</u>
NET ASSETS AT THE END OF THE YEAR	<u>16,089,112</u>	<u>113,038,100</u>	<u>420,504,662</u>	<u>269,532,373</u>
Portfolio Turnover Ratio (note 24)	51.61%	141.07%	23.15%	7.83%

[#] This Fund had its name changed effective on June 26, 2015 (refer to Note 1)

^{*} This Fund was launched on September 15, 2014

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Franklin Gold and Precious Metals Fund (USD)	Franklin High Yield Fund (USD)	Franklin Income Fund (USD)	Franklin India Fund (USD)	Franklin Japan Fund (JPY)	Franklin K2 Alternative Strategies Fund* (USD)	Franklin MENA Fund (USD)
107,261,361	5,131,295,651	3,631,326,483	1,854,259,603	25,330,401,513	-	281,268,016
-	-	-	-	-	-	-
107,261,361	5,131,295,651	3,631,326,483	1,854,259,603	25,330,401,513	-	281,268,016
582,424	234,406	71,794,066	26,682,850	382,538,061	349,690	9,975,776
175	282,688,021	116,117,746	-	-	1,520,140	1,678
56	248	186	46,464	-	-	2,354
-	-	-	-	-	-	-
-	-	-	-	-	-	-
731	1,072,049	282,750	-	-	-	1,727
583,386	283,994,724	188,194,748	26,729,314	382,538,061	1,869,830	9,981,535
908,003	33,580,974	33,429,019	26,069,347	239,658,852	2,752,152	3,967,730
263,392	10,407,146	9,404,305	7,202,048	67,976,977	325,600	729,685
260	12,445	11,068	8,178	76,288	237	800
42,807	2,041,160	1,879,184	761,383	8,047,766	23,079	126,094
8,665	127,155	122,648	2,314,570	3,100,576	97,262	544,199
17,601	25,346	23,470	21,947	1,392,499	79,055	15,988
6,317	307,325	276,770	209,830	1,909,594	6,666	20,113
40	9,413	19,798	2,403	99,330	-	6,476
-	-	-	-	-	39,298	-
339,329	12,283,169	12,483,066	5,107,349	53,168,184	206,582	913,101
-	-	-	-	-	-	-
-	10,733,319	4,860,639	532,703	-	-	142,969
-	746,044	4,385,928	121,236	4,196,466	-	-
278,590	1,757,899	5,439,250	2,049,116	43,281,466	523,708	476,085
22,950	1,110,973	1,008,101	773,810	7,314,408	49,015	72,742
1,887,954	73,142,368	73,343,246	45,173,920	430,222,406	4,102,654	7,015,982
-	(3,830)	(1,001)	(31,634)	(10,357)	(322,542)	(5,555)
1,887,954	73,138,538	73,342,245	45,142,286	430,212,049	3,780,112	7,010,427
(1,304,568)	210,856,186	114,852,503	(18,412,972)	(47,673,988)	(1,910,282)	2,971,108
(13,487,699)	36,443,307	(22,023,530)	188,664,573	6,120,459,126	1,706,901	4,637,812
(2,077,441)	(12,264,145)	(6,366,468)	(2,702,146)	-	4,305,480	(8,299,474)
-	-	-	-	-	(10,375)	-
-	-	-	-	-	-	-
-	-	-	-	-	758,865	-
-	-	-	-	-	-	-
-	-	61,433	-	-	(1,097,933)	-
60,694	(103,357)	(731,317)	(4,609,162)	(7,585,750)	237,040	(1,130,475)
(16,809,014)	234,931,991	85,792,621	162,940,293	6,065,199,388	3,989,696	(1,821,029)
(21,884,438)	(507,387,783)	(375,632,641)	148,219,119	1,973,219,113	785,033	(17,089,415)
(505,292)	96,669	(1,719,149)	(88,267)	-	(2,543,650)	(902,776)
-	-	-	-	-	(305,659)	-
-	-	-	-	-	8,868	-
-	-	-	-	-	-	-
-	-	-	-	-	(1,298,642)	-
-	-	-	-	-	(21,538)	-
-	-	-	-	-	(128,307)	-
(503,400)	(295,259)	(1,727,467)	(34,423)	2,035,621	(8,700)	(898,951)
-	-	-	-	-	-	-
(39,702,144)	(272,654,382)	(293,286,636)	311,036,722	8,040,454,122	477,101	(20,712,171)
92,921,784	1,403,530,737	2,761,073,973	3,846,552,460	34,290,512,282	668,714,061	339,833,345
(72,947,405)	(2,432,777,331)	(2,491,368,607)	(2,087,101,096)	(32,050,587,283)	(39,400,412)	(388,331,309)
-	-	-	-	-	-	-
-	(3,478,603)	(789,980)	1,905,026	3,134,579	2,569,295	(176,411)
19,974,379	(1,032,725,197)	268,915,386	1,761,356,390	2,243,059,578	631,882,944	(48,674,375)
-	(217,674,263)	(127,643,242)	(4,948,346)	(57,763,290)	-	(2,783,590)
19,974,379	(1,250,399,460)	141,272,144	1,756,408,044	2,185,296,288	631,882,944	(51,457,965)
87,533,596	3,608,241,809	3,479,311,991	3,921,704,369	35,556,151,923	632,360,045	209,097,880
(26.62)%	41.87%	36.79%	33.20%	232.15%	(33.25)%	173.43%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Franklin Natural Resources Fund (USD)	Franklin Real Return Fund (USD)	Franklin Strategic Income Fund (USD)	Franklin Technology Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	278,339,427	9,149,693	1,498,222,686	820,948,763
Currency translation adjustment	-	-	-	-
	<u>278,339,427</u>	<u>9,149,693</u>	<u>1,498,222,686</u>	<u>820,948,763</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	3,082,347	34,184	1,790,988	4,717,149
Interest on bonds (net of withholding taxes) (note 2(m))	126,301	26,572	60,644,885	1,008
Bank interest	-	58	10,098	-
Securities lending (notes 2(n), 13)	-	-	-	-
Net interest income on swaps	-	12,139	5,977,406	-
Sundry income	-	463	292,675	84,339
TOTAL INCOME	<u>3,208,648</u>	<u>73,416</u>	<u>68,716,052</u>	<u>4,802,496</u>
EXPENSES				
Investment management fees (note 14)	2,239,986	68,246	12,380,260	8,315,182
Administration and transfer agency fees	594,376	23,957	4,041,487	2,058,199
Directors fees	656	25	4,646	2,421
Subscription tax (note 17)	96,576	4,437	721,969	371,236
Custodian fees	7,393	862	136,704	-
Audit fees	16,557	12,024	21,031	15,436
Printing and publishing expenses	16,165	632	116,641	60,867
Bank charges	15	-	52,880	26,302
Net interest expenses on swaps	-	-	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	775,374	38,166	4,659,248	2,928,456
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	145,070	-	533,004	349,588
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	85,773	-	2,106,392	241,311
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	327,950	14,664	2,740,512	1,184,825
Other charges	69,961	2,309	426,896	253,901
TOTAL EXPENSES	<u>4,375,852</u>	<u>165,322</u>	<u>27,941,670</u>	<u>15,807,724</u>
Expenses reimbursement (note 19)	(1,105)	(35,136)	(2,511,802)	(4,027)
NET EXPENSES	<u>4,374,747</u>	<u>130,186</u>	<u>25,429,868</u>	<u>15,803,697</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	(1,166,099)	(56,770)	43,286,184	(11,001,201)
Net realised profit/(loss) on sale of investments	(10,625,753)	48,041	(7,410,265)	67,863,770
Net realised profit/(loss) on forward foreign exchange contracts	(1,384,036)	(452,413)	(25,000,576)	-
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	790,597	-
Net realised profit/(loss) on credit default swap contracts	-	3,213	1,164,668	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(43,914)	(10,499)	(963,177)	90,973
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>(13,219,802)</u>	<u>(468,428)</u>	<u>11,867,431</u>	<u>56,953,542</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(80,558,960)	(560,705)	(105,537,987)	36,120,765
Forward foreign exchange contracts	(372,377)	(83,671)	(8,239,799)	-
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	(1,585,330)	-
Credit default swap contracts	-	(8,511)	(3,766,593)	-
Option contracts	-	-	-	-
Foreign exchange transactions	(369,341)	(79,224)	(11,945,897)	(15,948)
Capital gains tax	-	-	(167)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(94,520,480)</u>	<u>(1,200,539)</u>	<u>(119,208,342)</u>	<u>93,058,359</u>
MOVEMENT OF CAPITAL				
Issue of shares	369,702,932	5,860,617	1,263,775,062	848,797,395
Redemption of shares	(278,685,644)	(4,726,310)	(722,934,294)	(809,212,941)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	(42,564)	1,304	904,510	(28,435)
	<u>90,974,724</u>	<u>1,135,611</u>	<u>541,745,278</u>	<u>39,556,019</u>
Dividends paid/accumulated (note 23)	(110,216)	(19,787)	(43,342,777)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>90,864,508</u>	<u>1,115,824</u>	<u>498,402,501</u>	<u>39,556,019</u>
NET ASSETS AT THE END OF THE YEAR	<u>274,683,455</u>	<u>9,064,978</u>	<u>1,877,416,845</u>	<u>953,563,141</u>
Portfolio Turnover Ratio (note 24)	0.66%	(48.25)%	89.92%	6.89%

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Franklin U.S. Dollar Liquid Reserve Fund (USD)	Franklin U.S. Equity Fund (USD)	Franklin U.S. Focus Fund (USD)	Franklin U.S. Government Fund (USD)	Franklin U.S. Low Duration Fund (USD)	Franklin U.S. Opportunities Fund (USD)	Franklin U.S. Small-Mid Cap Growth Fund (USD)
281,128,075	576,592,202	39,526,375	905,721,951	1,652,992,798	4,670,970,838	271,387,103
-	-	-	-	-	-	-
281,128,075	576,592,202	39,526,375	905,721,951	1,652,992,798	4,670,970,838	271,387,103
-	6,799,235	333,392	-	-	19,788,611	1,038,249
221,268	1,344	90	32,772,243	29,643,331	976	469
-	-	176	60	3,787	893	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,460	128,630	31	-	1,052	42,402	16,933
224,728	6,929,209	333,689	32,772,303	29,648,170	19,832,882	1,055,651
947,372	6,293,654	312,810	6,470,485	10,460,765	41,824,901	2,584,314
417,757	1,522,573	81,989	2,462,220	3,632,660	10,306,635	649,752
874	1,760	97	2,908	4,604	12,696	740
32,056	291,385	15,283	439,094	777,400	1,855,622	120,486
8,805	18,639	1,156	27,931	68,061	118,358	8,078
13,533	16,493	13,490	19,769	15,533	32,527	12,564
21,698	44,163	2,391	73,358	114,762	316,637	18,449
1,083	-	15	1,322	10,404	29,198	-
-	-	-	-	1,895,882	-	-
255,659	2,144,227	98,430	1,947,812	4,217,251	13,134,258	898,232
-	-	-	418,386	212,495	-	-
109,370	183,203	19	436,691	31,144	823,444	132,415
63,714	559,107	-	365,309	291,663	1,678,724	283,110
446,113	1,294,148	75,127	702,582	675,295	5,735,803	342,364
78,710	168,811	8,675	269,269	431,120	1,152,011	67,138
2,396,744	12,538,163	609,482	13,637,136	22,839,039	77,020,814	5,117,642
(1,044,188)	(27)	(4,314)	(126,364)	(1,633,494)	(28,698)	-
1,352,556	12,538,136	605,168	13,510,772	21,205,545	76,992,116	5,117,642
(1,127,828)	(5,608,927)	(271,479)	19,261,531	8,442,625	(57,159,234)	(4,061,991)
(478)	93,293,809	4,140,806	3,745,178	(905,074)	329,845,072	18,939,830
-	(2,143,244)	(3,053,778)	(7,046,614)	11,432,372	(36,676,564)	-
-	-	-	-	(3,188,381)	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	(180,368)	-	-
-	-	-	-	2,806,566	-	-
-	-	-	-	(395,013)	-	-
-	(62,472)	(3,289)	(7,162)	(3,400,251)	(186,913)	(1,730)
(1,128,306)	85,479,166	812,260	15,952,933	14,612,476	235,822,361	14,876,109
(6,664)	(23,746,359)	(827,436)	(11,402,076)	(31,842,161)	237,955,130	3,829,518
-	(503,498)	(424,856)	(149,710)	11,710,420	(7,177,345)	-
-	-	-	-	194,499	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	(107,282)	-	-
-	-	-	-	-	-	-
-	-	-	-	(709,830)	-	-
-	-	-	-	178,592	-	-
-	(508,264)	(424,959)	(149,716)	(342,244)	(7,280,990)	-
-	-	-	-	-	-	-
(1,134,970)	60,721,045	(864,991)	4,251,431	(6,305,530)	459,319,156	18,705,627
701,168,407	335,393,829	35,709,567	889,356,675	336,323,287	2,488,381,050	191,828,335
(650,658,209)	(296,990,886)	(46,208,918)	(712,603,590)	(369,666,813)	(2,895,072,952)	(188,660,802)
-	-	-	-	-	-	-
-	4,285	127	210,685	542	(15,153)	-
50,510,198	38,407,228	(10,499,224)	176,963,770	(33,342,984)	(406,707,055)	3,167,533
-	(205,497)	(2,789)	(19,506,394)	(7,513,148)	(81,767)	-
50,510,198	38,201,731	(10,502,013)	157,457,376	(40,856,132)	(406,788,822)	3,167,533
330,503,303	675,514,978	28,159,371	1,067,430,758	1,605,831,136	4,723,501,172	293,260,263
N/A	74.53%	(0.73)%	114.06%	41.21%	52.30%	43.50%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Franklin U.S. Total Return Fund (USD)	Franklin World Perspectives Fund (USD)	Franklin Mutual Beacon Fund (USD)	Franklin Mutual Euroland Fund ¹ (EUR)
NET ASSETS AT THE BEGINNING OF THE YEAR	136,124,085	345,122,633	1,169,070,336	22,865,158
Currency translation adjustment	-	-	-	-
	<u>136,124,085</u>	<u>345,122,633</u>	<u>1,169,070,336</u>	<u>22,865,158</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	15,030	5,226,409	19,037,915	54,031
Interest on bonds (net of withholding taxes) (note 2(m))	3,860,830	37	3,650,659	5,498
Bank interest	363	5,492	-	-
Securities lending (notes 2(n), 13)	-	-	125,484	251
Net interest income on swaps	-	-	-	-
Sundry income	2,740	64,146	1,716,491	28,188
TOTAL INCOME	<u>3,878,963</u>	<u>5,296,084</u>	<u>24,530,549</u>	<u>87,968</u>
EXPENSES				
Investment management fees (note 14)	1,134,292	3,329,297	10,314,744	92,218
Administration and transfer agency fees	371,021	928,414	2,590,710	22,267
Directors fees	423	1,051	3,173	31
Subscription tax (note 17)	68,739	118,163	441,302	6,312
Custodian fees	7,831	48,490	48,390	2,186
Audit fees	12,407	13,642	19,973	4,412
Printing and publishing expenses	10,602	26,377	79,014	718
Bank charges	81	-	210	-
Net interest expenses on swaps	174,220	-	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	270,166	765,624	3,041,132	23,014
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	-	-	189,545	-
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	147,306	-	484,749	-
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	368,363	748,364	1,818,612	57,738
Other charges	38,743	96,324	286,669	2,546
TOTAL EXPENSES	<u>2,604,194</u>	<u>6,075,746</u>	<u>19,318,223</u>	<u>211,442</u>
Expenses reimbursement (note 19)	(258,841)	(54)	-	-
NET EXPENSES	<u>2,345,353</u>	<u>6,075,692</u>	<u>19,318,223</u>	<u>211,442</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	1,533,610	(779,608)	5,212,326	(123,474)
Net realised profit/(loss) on sale of investments	1,248,797	16,820,173	89,314,684	616,555
Net realised profit/(loss) on forward foreign exchange contracts	2,721,453	2,076,231	3,886,612	-
Net realised profit/(loss) on financial future contracts	(477,630)	-	3,235,682	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	71,062	-	-	-
Net realised profit/(loss) on option contracts	(95,642)	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(105,070)	(458,021)	(2,913,278)	7,753
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>4,896,580</u>	<u>17,658,775</u>	<u>98,736,026</u>	<u>500,834</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(6,270,111)	(4,447,401)	(88,348,194)	(1,130,839)
Forward foreign exchange contracts	1,190,847	554,213	658,525	-
Financial future contracts	61,449	-	41,574	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	4,319	-	-	-
Option contracts	15,028	-	-	-
Foreign exchange transactions	(14,996)	(15,203)	(407,619)	(1,475)
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(116,884)</u>	<u>13,750,384</u>	<u>10,680,312</u>	<u>(631,480)</u>
MOVEMENT OF CAPITAL				
Issue of shares	110,719,078	234,268,016	436,500,094	3,073,333
Redemption of shares	(80,309,946)	(200,001,161)	(653,662,036)	(12,501,485)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	(12,686,978)
Equalisation (note 22)	17,701	(37,800)	(1,020,385)	(999)
	<u>30,426,833</u>	<u>34,229,055</u>	<u>(218,182,327)</u>	<u>(22,116,129)</u>
Dividends paid/accumulated (note 23)	(1,538,541)	(949,210)	(5,202,331)	(117,549)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>28,888,292</u>	<u>33,279,845</u>	<u>(223,384,658)</u>	<u>(22,233,678)</u>
NET ASSETS AT THE END OF THE YEAR	<u>164,895,493</u>	<u>392,152,862</u>	<u>956,365,990</u>	<u>-</u>
Portfolio Turnover Ratio (note 24)	456.00%	179.54%	15.70%	(95.31)%

‡ This Fund was launched on November 17, 2014

¹ This Fund was merged into Franklin Mutual European Fund on February 6, 2015

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Franklin Mutual European Fund (EUR)	Franklin Mutual Global Discovery Fund (USD)	Templeton Africa Fund (USD)	Templeton ASEAN Fund [†] (USD)	Templeton Asian Bond Fund (USD)	Templeton Asian Dividend Fund (USD)	Templeton Asian Growth Fund (USD)
3,757,379,912	1,934,098,366	139,593,248	-	2,032,463,169	5,659,011	12,681,269,302
-	-	-	-	-	-	-
3,757,379,912	1,934,098,366	139,593,248	-	2,032,463,169	5,659,011	12,681,269,302
103,967,130	37,394,384	4,797,067	92,667	-	382,051	317,018,259
386,372	4,376,971	-	-	85,047,843	-	-
115	-	4,738	-	46,808	-	235,375
786,253	212,156	-	-	-	-	-
-	-	-	-	-	-	-
6,907,330	832,200	18	-	-	15,340	-
112,047,200	42,815,711	4,801,823	92,667	85,094,651	397,391	317,253,634
29,769,511	14,505,641	1,958,709	42,997	13,114,759	85,133	146,607,152
7,431,450	3,692,099	398,144	7,063	4,199,465	17,845	28,074,758
9,590	4,638	373	-	5,350	20	35,074
1,285,357	662,271	53,375	1,215	779,502	1,879	4,409,024
339,979	135,470	189,774	1,582	716,214	3,904	6,020,984
13,688	22,349	16,268	11,291	28,272	14,776	48,851
235,384	114,497	9,260	208	132,773	507	868,966
20,348	1,370	-	-	21,598	-	61,831
-	-	-	-	7,725,143	-	-
9,317,680	4,411,983	393,932	15,925	3,608,921	13,488	35,541,146
-	-	-	-	-	-	-
495,473	205,109	-	-	231,514	-	1,197,590
442,322	761,381	-	-	442,983	-	940,194
3,700,733	2,618,128	188,886	-	983,876	7,960	6,239,885
854,871	414,290	38,285	816	481,287	1,856	3,173,887
53,916,386	27,549,226	3,247,006	81,097	32,471,657	147,368	233,219,342
(11,759)	(36)	(301,445)	(11,020)	(4,878)	(9,998)	(10,305)
53,904,627	27,549,190	2,945,561	70,077	32,466,779	137,370	233,209,037
58,142,573	15,266,521	1,856,262	22,590	52,627,872	260,021	84,044,597
261,834,651	45,872,541	(8,463,583)	2,504	(1,980,324)	(34,755)	758,901,043
(2,269,659)	(30,214,733)	(7,505,295)	-	(41,302,037)	(71,117)	(135,669,133)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	15,340	-
11,955,421	(4,668,477)	(377,017)	(5,896)	(2,193,788)	(1,622)	(4,009,537)
329,662,986	26,255,852	(14,489,633)	19,198	7,151,723	167,867	703,266,970
(62,936,972)	(129,659,211)	(17,321,633)	(516,673)	(105,307,892)	104,644	(1,690,371,335)
3,301,732	(2,794,384)	(167,821)	-	(2,217,977)	5,162	(11,929,165)
-	-	-	-	(3,781,756)	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
13,729,729	(3,222,503)	(163,867)	13	(7,860,490)	4,403	(11,875,930)
-	-	-	-	(9,774)	4,992	-
283,757,475	(109,420,246)	(32,142,954)	(497,462)	(112,026,166)	287,068	(1,010,909,460)
1,155,629,881	515,581,945	89,028,169	6,010,980	696,452,869	5,342,401	4,305,056,736
(2,129,325,369)	(953,672,092)	(67,554,644)	(9,650)	(955,230,463)	(1,068,275)	(5,846,990,705)
12,686,978	-	-	-	-	-	-
-	-	-	-	-	-	-
(2,376,730)	(886,502)	201,264	3,122	(553,022)	92,360	(11,866,250)
(963,385,240)	(438,976,649)	21,674,789	6,004,452	(259,330,616)	4,366,486	(1,553,800,219)
(39,747,270)	(12,762,417)	(2,081,820)	-	(55,412,286)	(261,227)	(76,320,782)
(1,003,132,510)	(451,739,066)	19,592,969	6,004,452	(314,742,902)	4,105,259	(1,630,121,001)
3,038,004,877	1,372,939,054	127,043,263	5,506,990	1,605,694,101	10,051,338	10,040,238,841
49.86%	19.22%	23.20%	10.45%	27.19%	28.69%	(14.88)%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Templeton Asian Smaller Companies Fund (USD)	Templeton BRIC Fund (USD)	Templeton China Fund (USD)	Templeton Constrained Bond Fund ² (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	973,932,482	1,214,667,740	937,254,225	10,458,979
Currency translation adjustment	-	-	-	-
	<u>973,932,482</u>	<u>1,214,667,740</u>	<u>937,254,225</u>	<u>10,458,979</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	26,418,811	34,179,275	25,568,465	-
Interest on bonds (net of withholding taxes) (note 2(m))	-	-	-	226,950
Bank interest	48,623	9,534	3,459	23
Securities lending (notes 2(n), 13)	-	-	-	-
Net interest income on swaps	-	-	-	-
Sundry income	-	-	-	24
TOTAL INCOME	<u>26,467,434</u>	<u>34,188,809</u>	<u>25,571,924</u>	<u>226,997</u>
EXPENSES				
Investment management fees (note 14)	14,939,034	17,023,690	14,225,840	53,205
Administration and transfer agency fees	3,020,319	2,712,040	2,169,595	25,588
Directors fees	3,357	3,068	2,605	20
Subscription tax (note 17)	415,184	526,389	420,399	1,907
Custodian fees	539,144	237,142	189,997	2,511
Audit fees	16,007	20,028	16,987	14,408
Printing and publishing expenses	85,137	75,690	64,700	422
Bank charges	1,163	687	17,576	2,873
Net interest expenses on swaps	-	-	-	18,081
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	3,597,246	4,735,169	3,810,842	3,305
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	248,245	316,284	298,443	-
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	-	219,601	146,030	-
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	372,450	743,035	462,950	11,863
Other charges	335,446	722,655	234,863	1,936
TOTAL EXPENSES	<u>23,572,732</u>	<u>27,335,478</u>	<u>22,060,827</u>	<u>136,119</u>
Expenses reimbursement (note 19)	(10,990)	(42)	(1,881)	(14,313)
NET EXPENSES	<u>23,561,742</u>	<u>27,335,436</u>	<u>22,058,946</u>	<u>121,806</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	2,905,692	6,853,373	3,512,978	105,191
Net realised profit/(loss) on sale of investments	36,632,176	28,889,407	28,959,656	(1,334,911)
Net realised profit/(loss) on forward foreign exchange contracts	-	(4,426,637)	-	1,291,489
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(50,318)	(1,348,867)	2,750	(76,609)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>39,487,550</u>	<u>29,967,276</u>	<u>32,475,384</u>	<u>(14,840)</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	40,291,616	(98,358,460)	45,368,510	(201,032)
Forward foreign exchange contracts	-	(85,543)	-	26,868
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	2,794
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Foreign exchange transactions	9,037	(66,405)	9,338	1,741
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>79,788,203</u>	<u>(68,543,132)</u>	<u>77,853,232</u>	<u>(184,469)</u>
MOVEMENT OF CAPITAL				
Issue of shares	1,384,737,800	174,281,151	558,441,895	6,110,131
Redemption of shares	(920,100,630)	(404,452,880)	(728,929,184)	(16,278,766)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	1,380,203	(491,045)	(225,232)	690
	<u>466,017,373</u>	<u>(230,662,774)</u>	<u>(170,712,521)</u>	<u>(10,167,945)</u>
Dividends paid/accumulated (note 23)	(7,785,280)	(5,084,399)	(1,380,897)	(106,565)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>458,232,093</u>	<u>(235,747,173)</u>	<u>(172,093,418)</u>	<u>(10,274,510)</u>
NET ASSETS AT THE END OF THE YEAR	<u>1,511,952,778</u>	<u>910,377,435</u>	<u>843,014,039</u>	<u>-</u>
Portfolio Turnover Ratio (note 24)	(24.13)%	52.70%	(10.82)%	(5.17)%

² This Fund was closed on June 19, 2015

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Templeton Eastern Europe Fund (EUR)	Templeton Emerging Markets Fund (USD)	Templeton Emerging Markets Balanced Fund (USD)	Templeton Emerging Markets Bond Fund (USD)	Templeton Emerging Markets Smaller Companies Fund (USD)	Templeton Euroland Fund (EUR)	Templeton European Fund (EUR)
361,133,716	885,777,690	78,614,839	6,868,866,048	293,683,078	240,379,702	450,386,721
-	-	-	-	-	-	-
361,133,716	885,777,690	78,614,839	6,868,866,048	293,683,078	240,379,702	450,386,721
7,106,868	17,693,213	1,265,835	-	8,397,306	5,305,835	7,333,805
-	-	2,256,015	517,880,687	1,426	-	-
-	28,171	48	18,248	86	-	-
-	-	-	-	-	99,613	102,135
-	-	-	-	-	-	-
167,686	-	186	545,468	-	4,911,836	1,452,670
7,274,554	17,721,384	3,522,084	518,444,403	8,398,818	10,317,284	8,888,610
4,732,760	12,244,032	933,655	54,240,969	5,696,266	1,904,966	3,323,582
863,799	1,974,446	221,597	14,097,313	902,630	522,254	791,347
901	2,259	210	17,440	989	607	1,004
143,511	371,394	34,482	2,244,034	158,348	86,330	172,851
291,270	206,722	45,017	4,470,558	245,225	22,934	36,684
12,248	19,242	22,889	39,783	16,508	9,899	10,539
22,235	55,715	5,180	430,943	24,873	15,008	24,745
11,369	7,757	2,513	119,013	2,061	4,642	2,909
-	-	48,086	14,037,692	-	-	-
1,269,935	3,123,545	246,627	16,122,412	1,346,624	631,135	1,543,534
-	-	-	-	-	-	-
129,995	201,581	3,871	8,569,635	-	91,145	-
7,907	331,333	26,366	486,590	99,194	-	-
128,840	599,435	130,771	2,030,692	370,333	402,165	130,786
176,162	363,543	30,146	1,558,642	92,127	59,074	99,962
7,790,932	19,501,004	1,751,410	118,465,716	8,955,178	3,750,159	6,137,943
(20,198)	(4,756)	(119,659)	(48,075)	(11)	-	-
7,770,734	19,496,248	1,631,751	118,417,641	8,955,167	3,750,159	6,137,943
(496,180)	(1,774,864)	1,890,333	400,026,762	(556,349)	6,567,125	2,750,667
(17,993,860)	30,096,011	106,777	(327,354,747)	3,597,537	6,773,509	21,487,875
-	(1,023,964)	(2,745,112)	12,406,902	-	-	-
-	-	-	(565,502)	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(139,492)	(671,496)	(138,230)	(35,557,932)	(76,480)	57,447	12,077
(18,629,532)	26,625,687	(886,232)	48,955,483	2,964,708	13,398,081	24,250,619
(19,931,423)	(109,569,234)	(10,332,125)	(888,763,301)	21,693,150	(826,622)	(2,341,135)
-	(157,607)	(756,507)	31,450,827	-	-	-
-	-	-	-	-	-	-
-	-	132,960	35,865,541	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(17,520)	(160,937)	(458,614)	(8,944,449)	(33,617)	46,279	28,437
-	-	(20)	(9,783)	-	-	-
(38,578,475)	(83,262,091)	(12,300,538)	(781,445,682)	24,624,241	12,617,738	21,937,921
103,878,811	129,397,157	30,483,310	2,473,593,611	373,633,568	179,842,246	131,294,671
(137,270,597)	(281,719,368)	(33,226,072)	(3,395,862,409)	(242,122,622)	(159,475,310)	(296,540,104)
-	-	-	-	-	-	-
(30,665)	(128,683)	(123,016)	(11,336,413)	98,256	1,746,542	(106,246)
(33,422,451)	(152,450,894)	(2,865,778)	(933,605,211)	131,609,202	22,113,478	(165,351,679)
(775,462)	(2,686,774)	(2,105,597)	(396,253,668)	(1,296,446)	(4,548,366)	(5,197,853)
(34,197,913)	(155,137,668)	(4,971,375)	(1,329,858,879)	130,312,756	17,565,112	(170,549,532)
288,357,328	647,377,931	61,342,926	4,757,561,487	448,620,075	270,562,552	301,775,110
53.55%	82.71%	24.19%	3.10%	(1.34)%	(12.59)%	13.91%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Templeton Frontier Markets Fund (USD)	Templeton Global Fund (USD)	Templeton Global Fund (Euro) (EUR)	Templeton Global Balanced Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	2,020,766,694	1,845,441,863	705,373,636	1,383,224,749
Currency translation adjustment	-	-	-	-
	<u>2,020,766,694</u>	<u>1,845,441,863</u>	<u>705,373,636</u>	<u>1,383,224,749</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	55,212,584	31,508,783	14,809,590	18,559,864
Interest on bonds (net of withholding taxes) (note 2(m))	10,096	-	-	8,387,220
Bank interest	28,300	15,757	19	218
Securities lending (notes 2(n), 13)	-	260,718	148,055	138,815
Net interest income on swaps	-	-	-	-
Sundry income	-	3,354,162	1,445,414	1,091,677
TOTAL INCOME	<u>55,250,980</u>	<u>35,139,420</u>	<u>16,403,078</u>	<u>28,177,794</u>
EXPENSES				
Investment management fees (note 14)	23,588,910	15,562,440	7,429,070	10,387,769
Administration and transfer agency fees	3,960,425	3,766,813	1,805,547	3,200,553
Directors fees	4,953	4,638	2,084	3,679
Subscription tax (note 17)	603,145	733,229	360,644	641,342
Custodian fees	2,414,464	161,149	59,836	33,886
Audit fees	20,671	17,221	11,276	18,163
Printing and publishing expenses	121,891	114,638	51,951	91,439
Bank charges	27,228	1,484	7,455	147,649
Net interest expenses on swaps	-	-	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	3,765,412	6,599,812	3,594,337	5,250,197
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	17,077	361,035	5,610	770,583
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	55,507	199,009	-	672,739
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	2,094,593	570,977	113,078	1,200,854
Other charges	667,145	458,330	182,380	340,897
TOTAL EXPENSES	<u>37,341,421</u>	<u>28,550,775</u>	<u>13,623,268</u>	<u>22,759,750</u>
Expenses reimbursement (note 19)	(8,917)	-	(100)	(2,028)
NET EXPENSES	<u>37,332,504</u>	<u>28,550,775</u>	<u>13,623,168</u>	<u>22,757,722</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	17,918,476	6,588,645	2,779,910	5,420,072
Net realised profit/(loss) on sale of investments	25,148,649	137,660,747	81,833,351	36,015,333
Net realised profit/(loss) on forward foreign exchange contracts	(50,214,482)	-	(1,194,170)	(15,495,397)
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(314,401)	(1,191,154)	(20,941)	(991,478)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>(7,461,758)</u>	<u>143,058,238</u>	<u>83,398,150</u>	<u>24,948,530</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	(236,953,071)	(212,463,323)	46,260,643	(114,389,946)
Forward foreign exchange contracts	(5,136,818)	-	(103,060)	(697,834)
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Foreign exchange transactions	(5,119,717)	(228,079)	(90,358)	(1,992,319)
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>(254,671,364)</u>	<u>(69,633,164)</u>	<u>129,465,375</u>	<u>(92,131,569)</u>
MOVEMENT OF CAPITAL				
Issue of shares	534,093,828	480,368,979	66,482,772	520,937,276
Redemption of shares	(1,012,862,371)	(745,310,411)	(113,964,154)	(569,001,940)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	(1,625,965)	(6,033)	(12,729)	83,502
	<u>(480,394,508)</u>	<u>(264,947,465)</u>	<u>(47,494,111)</u>	<u>(47,981,162)</u>
Dividends paid/accumulated (note 23)	(28,831,200)	(9,943,902)	(2,996,785)	(7,322,348)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>(509,225,708)</u>	<u>(274,891,367)</u>	<u>(50,490,896)</u>	<u>(55,303,510)</u>
NET ASSETS AT THE END OF THE YEAR	<u>1,256,869,622</u>	<u>1,500,917,332</u>	<u>784,348,115</u>	<u>1,235,789,670</u>
Portfolio Turnover Ratio (note 24)	47.43%	27.54%	39.06%	9.47%

The accompanying notes form an integral part of these financial statements

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)**

Templeton Global Bond Fund (USD)	Templeton Global Bond (Euro) Fund (EUR)	Templeton Global Equity Income Fund (USD)	Templeton Global High Yield Fund (USD)	Templeton Global Income Fund (USD)	Templeton Global Smaller Companies Fund (USD)	Templeton Global Total Return Fund (USD)
38,668,873,241	596,924,004	361,798,942	280,179,902	1,784,058,475	164,669,767	35,393,742,664
-	-	-	-	-	-	-
38,668,873,241	596,924,004	361,798,942	280,179,902	1,784,058,475	164,669,767	35,393,742,664
-	-	10,974,674	3,860	31,967,149	2,369,255	296,059
1,397,314,794	25,274,695	-	15,623,215	32,542,237	-	1,811,422,634
34,300	12,860	6,124	1,586	896	4,114	768,814
-	-	61,711	-	-	-	-
-	-	-	-	-	-	-
6,502,450	86,538	292,072	79,862	522,631	57,085	4,404,887
1,403,851,544	25,374,093	11,334,581	15,708,523	65,032,913	2,430,454	1,816,892,394
259,355,518	3,783,208	3,453,367	2,023,778	16,649,949	1,479,882	240,371,254
82,143,008	1,185,717	817,140	556,242	4,684,010	377,611	75,500,310
103,725	1,543	994	699	5,544	423	95,392
15,512,283	236,443	173,929	118,441	878,347	73,907	14,377,995
11,788,832	192,380	38,426	61,532	472,475	19,818	17,332,682
101,369	9,856	14,167	15,326	21,694	13,262	94,990
2,577,912	38,104	24,559	17,235	138,899	10,467	2,371,783
1,434,589	13,390	967	4,712	17,780	-	916,193
100,807,510	1,496,901	-	194,010	1,280,922	-	136,713,293
65,301,403	917,033	1,606,030	920,059	5,363,490	691,566	58,296,960
3,072,419	-	-	-	-	-	-
5,612,977	-	436,688	-	714,843	37,143	4,312,420
10,879,843	-	-	-	1,868,110	1,077	7,352,877
49,685,068	1,367,015	12	450,568	4,405,505	65,903	62,005,797
11,078,711	169,303	143,621	90,468	590,804	52,792	9,645,675
619,455,167	9,410,893	6,709,900	4,453,070	37,092,372	2,823,851	629,387,621
(45,448)	(107)	(620,946)	-	(51,648)	-	(336,256)
619,409,719	9,410,786	6,088,954	4,453,070	37,040,724	2,823,851	629,051,365
784,441,825	15,963,307	5,245,627	11,255,453	27,992,189	(393,397)	1,187,841,029
(806,238,181)	57,952,744	512,081	(5,622,998)	47,978,133	(1,538,214)	(827,523,409)
94,110,456	(46,335,343)	11,002	6,092,175	15,883,179	-	(639,246,918)
-	-	-	-	-	-	-
(9,221,065)	(9,276,492)	-	522,907	-	-	(23,358,634)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	58,327	-	-	-	-
(409,287,860)	5,740,127	(251,760)	(883,928)	(3,179,405)	(29,320)	(213,686,931)
(346,194,825)	24,044,343	5,575,277	11,363,609	88,674,096	(1,960,931)	(515,974,863)
(4,542,251,737)	(46,213,002)	(30,643,238)	(33,124,723)	(192,258,318)	(7,825,460)	(4,083,186,650)
1,675,788,319	5,059,865	669	1,272,040	31,602,480	-	1,091,289,447
-	-	-	-	-	-	-
43,421,018	6,521,185	-	315,900	2,429,519	-	19,246,620
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(10,479)	-	63,357	-	-
(260,486,296)	526,444	(44,630)	(6,832)	(1,470,425)	(7,811)	(193,834,365)
(255,739)	(319)	-	(212)	(1,408)	-	(283,270)
(3,429,979,260)	(10,061,484)	(25,122,401)	(20,180,218)	(70,960,699)	(9,794,202)	(3,682,743,081)
11,624,278,978	188,261,867	179,028,348	74,997,108	1,417,239,155	27,766,976	15,538,113,151
(13,333,486,690)	(365,912,304)	(253,139,673)	(120,204,226)	(893,653,777)	(39,768,400)	(15,279,600,763)
-	-	-	-	-	-	-
(2,320,596)	(4,289,571)	152,716	(123,693)	1,435,832	2,796	2,293,840
(1,711,528,308)	(181,940,008)	(73,958,609)	(45,330,811)	525,021,210	(11,998,628)	260,806,228
(795,326,450)	(16,267,023)	(14,318,387)	(11,328,045)	(31,401,331)	(3,957)	(1,183,159,587)
(2,506,854,758)	(198,207,031)	(88,276,996)	(56,658,856)	493,619,879	(12,002,585)	(922,353,359)
32,732,039,223	388,655,489	248,399,545	203,340,828	2,206,717,655	142,872,980	30,788,646,224
37.03%	14.47%	1.65%	26.30%	34.75%	106.88%	44.70%

The accompanying notes form an integral part of these financial statements

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2015 (CONTINUED)

	Templeton Growth (Euro) Fund (EUR)	Templeton Korea Fund (USD)	Templeton Latin America Fund (USD)	Templeton Thailand Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	6,415,979,187	95,072,318	1,869,091,159	196,469,636
Currency translation adjustment	-	-	-	-
	<u>6,415,979,187</u>	<u>95,072,318</u>	<u>1,869,091,159</u>	<u>196,469,636</u>
INCOME				
Dividends (net of withholding taxes) (note 2(m))	169,987,401	698,504	46,412,309	6,050,867
Interest on bonds (net of withholding taxes) (note 2(m))	-	-	-	-
Bank interest	93,347	2,980	16,740	2,392
Securities lending (notes 2(n), 13)	1,471,428	-	-	-
Net interest income on swaps	-	-	-	-
Sundry income	11,485,521	-	-	-
TOTAL INCOME	<u>183,037,697</u>	<u>701,484</u>	<u>46,429,049</u>	<u>6,053,259</u>
EXPENSES				
Investment management fees (note 14)	70,952,744	1,349,666	20,169,134	3,240,575
Administration and transfer agency fees	17,241,782	241,144	3,722,907	528,075
Directors fees	19,917	254	4,374	584
Subscription tax (note 17)	3,419,347	39,083	696,082	99,315
Custodian fees	548,965	28,065	621,122	104,041
Audit fees	21,034	12,865	18,898	13,923
Printing and publishing expenses	497,111	6,333	107,369	14,446
Bank charges	72,983	1,954	1,458	1,813
Net interest expenses on swaps	-	-	-	-
Class A (dis) and Class A (acc) shares' maintenance charges (note 18)	34,755,583	350,423	6,300,146	884,129
Class AX (acc) shares' maintenance charges (note 18)	-	-	-	-
Class B (dis) and Class B (acc) shares' maintenance and service charges (note 18)	10,839	-	355,197	128,382
Class C (dis) and Class C (acc) shares' maintenance and service charges (note 18)	-	1,412	48,791	-
Class N (dis) and Class N (acc) shares' maintenance charges (note 18)	392,936	52,252	418,451	137,059
Other charges	2,478,246	22,759	969,797	52,495
TOTAL EXPENSES	<u>130,411,487</u>	<u>2,106,210</u>	<u>33,433,726</u>	<u>5,204,837</u>
Expenses reimbursement (note 19)	-	-	(2,372)	(27)
NET EXPENSES	<u>130,411,487</u>	<u>2,106,210</u>	<u>33,431,354</u>	<u>5,204,810</u>
NET PROFIT/(LOSS) FROM INVESTMENTS	52,626,210	(1,404,726)	12,997,695	848,449
Net realised profit/(loss) on sale of investments	361,033,153	(876,410)	(192,914,164)	19,851,047
Net realised profit/(loss) on forward foreign exchange contracts	-	-	(8,242,300)	-
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on inflation swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	8,741,461	(101,118)	(1,596,965)	(161,176)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	<u>422,400,824</u>	<u>(2,382,254)</u>	<u>(189,755,734)</u>	<u>20,538,320</u>
Change in net unrealised appreciation/(depreciation) on:				
Investments	542,766,911	(10,876,381)	(296,936,809)	(21,967,337)
Forward foreign exchange contracts	-	-	(560,038)	-
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Foreign exchange transactions	1,272,537	12,340	(636,187)	(502)
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	<u>966,440,272</u>	<u>(13,246,295)</u>	<u>(487,888,768)</u>	<u>(1,429,519)</u>
MOVEMENT OF CAPITAL				
Issue of shares	789,772,595	72,553,665	459,568,786	242,079,727
Redemption of shares	(686,720,904)	(92,294,343)	(648,802,608)	(280,717,849)
Issue of shares in course of merger	-	-	-	-
Redemption of shares in course of merger	-	-	-	-
Equalisation (note 22)	257,795	-	(764,718)	(145,580)
	<u>103,309,486</u>	<u>(19,740,678)</u>	<u>(189,998,540)</u>	<u>(38,783,702)</u>
Dividends paid/accumulated (note 23)	(40,355,970)	-	(13,935,553)	(972,306)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	<u>62,953,516</u>	<u>(19,740,678)</u>	<u>(203,934,093)</u>	<u>(39,756,008)</u>
NET ASSETS AT THE END OF THE YEAR	<u>7,445,372,975</u>	<u>62,085,345</u>	<u>1,177,268,298</u>	<u>155,284,109</u>
Portfolio Turnover Ratio (note 24)	34.82%	166.75%	16.38%	(25.76)%

The accompanying notes form an integral part of these financial statements

STATISTICAL INFORMATION

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin Asia Credit Fund – USD*					
A (acc) USD	1.49%	116,300.858	10.06	-	-
A (Mdis) AUD-H1 (hedged)	1.49%	229,568.420	10.10	-	-
A (Mdis) SGD-H1 (hedged)	1.49%	259,620.000	9.96	-	-
A (Mdis) USD	1.49%	100,277.115	9.93	-	-
I (acc) USD	1.00%	200,000.000	10.09	-	-
Franklin Asian Flex Cap Fund – USD^{Q2}					
A (acc) SGD	-	-	-	8.14	7.26
A (acc) USD	-	-	-	14.65	12.87
A (Ydis) USD	-	-	-	14.54	12.77
B (acc) USD	-	-	-	13.31	11.84
I (acc) USD	-	-	-	15.85	13.79
N (acc) USD	-	-	-	13.81	12.22
Franklin Biotechnology Discovery Fund – USD					
A (acc) CHF-H1 (hedged)	1.81%	296,866.789	18.80	12.98	-
A (acc) HKD	1.80%	1,133,936.040	24.12	16.66	11.76
A (acc) SGD	1.81%	1,011,073.219	36.64	23.43	16.79
A (acc) USD	1.81%	67,884,498.066	37.34	25.80	18.19
B (acc) USD	3.11%	1,081,743.888	30.77	21.54	15.39
C (acc) USD	2.39%	643,410.855	44.89	31.20	22.13
I (acc) EUR-H1 (hedged)	0.97%	390,506.933	24.86	16.89	11.78
I (acc) USD	0.97%	2,648,433.026	55.02	37.70	26.36
N (acc) USD	2.56%	8,464,284.916	33.04	23.00	16.34
W (acc) USD	1.06%	2,588,076.864	17.29	11.86	-
Z (acc) GBP	1.31%	202,180.243	30.72	19.38	15.30
Franklin Brazil Opportunities Fund – USD					
A (acc) EUR-H1 (hedged)	1.93%	199,878.773	10.10	10.62	10.11
A (acc) USD	1.91%	434,893.824	10.19	10.71	10.17
A (Qdis) HKD	1.91%	155,136.000	9.37	10.31	10.10
A (Qdis) USD	1.91%	456,001.997	9.36	10.29	10.10
I (acc) USD	1.03%	622.000	10.42	10.86	10.25
N (acc) EUR-H1 (hedged)	2.43%	468,760.084	9.98	10.54	10.08
N (acc) USD	2.41%	570,080.264	10.04	10.61	10.12
N (Qdis) USD	2.41%	387,212.093	9.34	10.29	10.06
Franklin Diversified Balanced Fund – EUR*, **					
A (acc) EUR	1.19%	4,021,853.846	13.62	-	-
A (Qdis) EUR	1.60%	447.828	9.98	-	-
A (Ydis) EUR	1.19%	454,942.781	13.63	-	-
I (acc) EUR	0.81%	3,203,557.677	14.18	-	-
I (Qdis) EUR	0.90%	447.828	9.98	-	-
I (Ydis) EUR	0.75%	328.014	14.17	-	-
N (acc) EUR	1.80%	109,576.771	12.88	-	-
N (Ydis) EUR	2.40%	447.828	9.98	-	-
Franklin Diversified Conservative Fund – EUR*, **					
A (acc) EUR	1.13%	1,336,110.766	13.50	-	-
A (Qdis) EUR	1.45%	447.828	10.02	-	-
A (Ydis) EUR	1.13%	559,229.656	13.50	-	-
I (acc) EUR	0.77%	302.319	13.94	-	-
I (Qdis) EUR	0.85%	447.828	10.02	-	-
I (Ydis) EUR	0.76%	302.319	13.93	-	-
N (acc) EUR	1.84%	975,902.663	12.64	-	-
N (Ydis) EUR	2.35%	447.828	10.02	-	-
Franklin Diversified Dynamic Fund – EUR*, **					
A (acc) EUR	1.44%	4,675,067.392	13.75	-	-
A (Ydis) EUR	1.47%	78,033.360	13.74	-	-
I (acc) EUR	1.06%	3,861.231	14.42	-	-
I (Ydis) EUR	0.90%	343.506	14.43	-	-
N (acc) EUR	2.20%	36,602.102	12.81	-	-
Franklin Euro Government Bond Fund – EUR					
A (Ydis) EUR	1.04%	2,520,027.203	11.04	10.81	10.21
I (acc) EUR	0.63%	7,867,116.773	14.99	14.45	13.33
I (Qdis) EUR	0.61%	1,190,346.009	10.71	10.43	9.76
N (acc) EUR	1.59%	1,972,401.405	13.37	13.01	12.12
Franklin Euro High Yield Fund – EUR					
A (acc) EUR	1.52%	6,033,035.041	17.45	17.21	15.52
A (Mdis) EUR	1.52%	65,205,843.166	6.39	6.58	6.22
A (Mdis) USD	1.52%	6,606,389.670	9.02	11.40	10.24
A (Mdis) USD-H1 (hedged)*	1.50%	3,993,394.421	10.05	-	-
A (Ydis) EUR	1.52%	8,217,879.813	6.66	6.87	6.54
B (Mdis) EUR	2.93%	876,513.083	11.90	12.26	11.59
B (Mdis) USD	2.93%	1,809,790.589	9.46	11.98	10.75
I (acc) EUR	0.87%	6,130,181.397	18.87	18.49	16.56
I (Ydis) EUR	0.87%	283,851.093	10.13	10.45	9.94
N (acc) EUR	2.12%	11,679,270.174	15.96	15.84	14.37
W (acc) EUR	1.00%	71,937.807	10.83	10.62	-

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin Euro Liquid Reserve Fund – EUR**					
A (acc) EUR	0.62%	9,427,308.174	5.58	5.60	5.63
A (Ydis) EUR	0.62%	3,814,011.652	4.36	4.38	4.40
I (acc) EUR	0.38%	133,718.284	10.38	10.41	10.42
N (acc) EUR	1.52%	1,443,635.981	10.31	10.45	10.59
Franklin Euro Short Duration Bond Fund – EUR					
A (acc) EUR	0.90%	721,616.474	10.12	10.10	-
A (Ydis) EUR	0.90%	58,908.721	10.12	10.10	-
I (acc) EUR	0.55%	4,943,187.648	10.17	10.12	-
N (acc) EUR	1.45%	757,488.178	10.04	10.08	-
W (acc) EUR	0.60%	7,269.027	10.16	10.11	-
Franklin Euro Short-Term Money Market Fund – EUR**					
A (acc) EUR	0.22%	35,287.657	1,011.62	1,012.50	1,012.65
I (acc) EUR	0.22%	29,496.362	1,014.29	1,015.17	1,015.32
Franklin Euroland Fund – EUR**					
A (acc) EUR	1.87%	556,318.899	20.44	17.87	14.15
A (acc) USD	1.87%	143,845.022	17.92	19.26	14.49
I (acc) EUR	0.99%	1,368,608.590	21.66	18.77	14.73
I (acc) USD	0.99%	428,099.509	19.00	20.24	15.10
N (acc) EUR	2.62%	432,232.300	19.45	17.14	13.67
Franklin European Fund – EUR**					
A (acc) EUR	1.95%	196,113.804	16.32	14.36	11.76
A (Ydis) EUR	1.95%	146,154.030	15.69	13.97	11.57
I (acc) EUR	1.05%	137,561.043	16.88	14.72	11.95
N (acc) EUR	2.70%	185,145.093	15.85	14.05	11.60
Franklin European Corporate Bond Fund – EUR					
A (acc) EUR	1.15%	2,698,237.727	12.42	12.29	11.35
A (Ydis) EUR	1.15%	955,484.548	11.24	11.31	10.67
I (acc) EUR	0.65%	6,957,850.722	12.75	12.55	11.54
I (Ydis) EUR	0.65%	24,678.270	11.28	11.35	10.72
N (acc) EUR	1.98%	1,837,289.286	11.89	11.86	11.05
N (Ydis) EUR	1.98%	1,446,226.721	11.15	11.22	10.58
W (acc) EUR	0.75%	364.618	10.26	10.11	-
Y (Mdis) EUR*	0.04%	756,000.000	10.00	-	-
Franklin European Dividend Fund – EUR					
A (acc) EUR	1.86%	1,374,137.671	16.16	14.63	11.95
A (Mdis) SGD-H1 (hedged)*	1.82%	63,921.697	11.30	-	-
A (Mdis) USD*	1.86%	38,717.322	9.38	-	-
A (Ydis) EUR	1.85%	462,903.877	14.45	13.62	11.55
I (acc) EUR	0.98%	3,620,180.598	16.71	14.99	12.14
N (acc) EUR	2.61%	932,285.150	15.69	14.31	11.77
N (acc) PLN-H1 (hedged)	2.62%	14,453,774.532	11.22	10.06	-
Y (Mdis) EUR*	0.05%	1,500.000	9.64	-	-
Franklin European Growth Fund – EUR					
A (acc) EUR	1.83%	24,532,742.590	16.23	15.36	12.85
A (acc) NOK-H1 (hedged)	1.83%	3,896,756.304	11.02	10.32	-
A (acc) SGD-H1 (hedged)	1.80%	1,702,720.979	13.52	12.80	10.70
A (acc) USD	1.81%	5,373,815.992	11.53	13.40	10.66
A (acc) USD-H1 (hedged)	1.81%	9,990,292.066	11.52	10.96	-
A (Ydis) GBP	1.82%	150,324.062	15.33	16.56	14.95
I (acc) EUR	0.96%	9,194,613.878	31.69	29.73	24.66
N (acc) EUR	2.57%	14,072,296.176	14.52	13.84	11.67
N (acc) USD	2.55%	2,150,084.025	11.33	13.27	10.63
W (acc) EUR	1.04%	218,415.297	11.86	11.14	-
X (acc) EUR	0.25%	362.897	11.87	11.06	-
Franklin European Income Fund – EUR*					
A (acc) EUR	1.68%	44,608.450	10.94	-	-
A (Mdis) EUR	1.68%	52,858.461	10.80	-	-
A (Mdis) SGD-H1 (hedged)	1.67%	258,170.344	10.78	-	-
A (Mdis) USD	1.68%	40,333.707	9.66	-	-
I (acc) EUR	0.89%	159,719.915	10.99	-	-
I (Mdis) EUR	0.89%	159,719.915	10.85	-	-
N (acc) EUR	2.18%	46,324.379	10.90	-	-
N (Mdis) EUR	2.18%	38,031.855	10.76	-	-
N (Mdis) USD-H1 (hedged)	2.20%	72,151.788	9.46	-	-
W (acc) EUR	1.08%	39,929.979	10.98	-	-
W (Mdis) EUR	1.08%	39,929.979	10.84	-	-
Z (acc) EUR	1.18%	39,929.979	10.97	-	-
Z (Mdis) EUR	1.18%	39,929.979	10.83	-	-
Franklin European Small-Mid Cap Growth Fund – EUR					
A (acc) EUR	1.83%	6,511,261.651	36.75	31.58	25.45
A (acc) USD	1.83%	1,311,449.190	40.97	43.27	33.14
I (acc) EUR	0.98%	9,063,509.569	43.53	37.09	29.64
I (acc) USD	0.98%	1,864,177.523	48.44	50.72	38.53
N (acc) EUR	2.58%	1,220,703.083	34.38	29.77	24.17
W (acc) EUR	1.07%	1,256,266.622	15.43	13.16	10.53

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin European Small-Mid Cap Growth Fund – EUR (continued)					
X (acc) EUR	0.28%	3,676,805.000	12.53	10.60	-
Y (Mdis) EUR*	0.06%	568,882.500	9.86	-	-
Franklin European Total Return Fund – EUR**					
A (acc) EUR	1.10%	6,425,286.587	14.38	13.83	12.61
A (acc) NOK-H1 (hedged)	1.35%	384,832.986	10.98	10.43	-
A (acc) SEK-H1 (hedged)	1.35%	375,133.396	10.82	10.43	-
A (Mdis) EUR	1.10%	3,527,061.943	10.01	9.76	9.08
A (Mdis) USD	1.10%	288,560.258	11.18	13.39	11.84
I (acc) EUR	0.83%	8,959,497.349	14.03	13.45	12.24
N (acc) EUR	1.80%	5,367,813.283	13.23	12.82	11.77
N (Mdis) EUR	1.80%	5,779,237.720	11.33	11.05	10.28
W (acc) EUR	0.85%	364.618	10.58	10.15	-
Franklin GCC Bond Fund – USD					
A (acc) USD	1.46%	956,433.046	11.64	11.11	-
A (Mdis) USD	1.47%	292,157.755	11.04	10.85	-
B (acc) USD	2.90%	22,047.849	11.33	10.97	-
B (Mdis) USD	2.90%	3,000.241	11.02	10.84	-
I (acc) USD	0.88%	819,451.194	11.78	11.17	-
Franklin Global Aggregate Bond Fund – USD					
A (acc) EUR	1.25%	225,324.317	13.13	11.15	10.91
A (acc) EUR-H1 (hedged)	1.25%	78,304.939	10.41	10.84	10.11
A (acc) USD	1.23%	138,515.719	10.48	10.94	10.18
A (Mdis) EUR	1.25%	321,227.953	12.27	10.53	10.45
A (Mdis) USD	1.25%	94,505.443	9.83	10.37	9.76
A (Qdis) GBP-H1 (hedged)	1.25%	42,208.296	9.87	10.37	9.82
A (Ydis) EUR-H1 (hedged)	1.25%	96,762.073	9.83	10.38	9.85
I (acc) CHF-H1 (hedged)	0.60%	51,992.731	10.39	10.86	10.09
I (acc) EUR	0.60%	85,812.709	13.52	11.40	11.09
I (acc) EUR-H1 (hedged)	0.60%	228,405.722	10.36	10.71	-
I (acc) USD	0.60%	244,763.336	10.83	11.23	10.38
I (Qdis) EUR-H1 (hedged)	0.60%	71,844.240	9.76	10.29	9.75
I (Qdis) GBP-H1 (hedged)	0.60%	62,410.290	9.89	10.40	9.84
N (acc) EUR	1.95%	404,443.610	12.73	10.88	10.72
N (acc) EUR-H1 (hedged)	1.95%	42,074.903	10.08	10.58	9.94
N (acc) USD	1.95%	5,283.248	10.17	10.68	10.01
W (acc) EUR	0.70%	366.851	11.91	10.06	-
Franklin Global Aggregate Investment Grade Bond Fund – USD					
A (acc) USD	1.24%	66,256.578	10.35	10.94	10.10
I (acc) USD	0.61%	2,338,272.584	10.56	11.09	10.17
Z (acc) USD	0.95%	1,470.535	9.61	10.13	-
Franklin Global Allocation Fund – USD					
A (acc) CHF-H1 (hedged)	1.87%	266,423.538	10.98	11.18	9.98
A (acc) EUR	1.86%	855,869.562	14.52	11.96	11.17
A (acc) EUR-H1 (hedged)	1.87%	497,937.154	11.10	11.23	9.99
A (acc) USD	1.86%	566,680.702	11.25	11.39	10.11
A (Qdis) GBP	1.86%	84,203.496	11.76	10.92	10.91
A (Ydis) EUR	1.86%	249,372.661	14.50	11.95	11.16
A (Ydis) EUR-H1 (hedged)	1.87%	246,291.749	11.11	11.23	9.99
I (acc) EUR	1.01%	147,706.604	14.99	12.25	11.35
I (acc) EUR-H1 (hedged) ^Ω	-	-	-	11.50	10.15
I (acc) USD	1.00%	312,275.598	11.63	11.67	10.27
I (Ydis) EUR-H1 (hedged)	1.01%	209,187.840	11.22	11.33	10.08
N (acc) EUR	2.61%	1,415,629.450	14.10	11.70	11.01
N (acc) SEK-H1 (hedged)	2.63%	1,954,626.612	11.16	11.34	10.07
N (acc) USD	2.61%	954,179.448	10.93	11.14	9.97
Z (acc) EUR	1.30%	2,914.270	12.40	10.16	-
Z (acc) USD	1.35%	104,539.681	11.48	11.56	10.21
Franklin Global Convertible Securities Fund – USD					
A (acc) CHF-H1 (hedged)	1.60%	56,708.323	11.57	12.01	10.56
A (acc) EUR	1.59%	343,173.431	14.31	11.98	11.02
A (acc) EUR-H1 (hedged)	1.60%	441,432.206	11.70	12.06	10.57
A (acc) HKD	1.57%	25,411.163	11.85	12.19	10.66
A (acc) USD	1.58%	1,271,147.416	11.86	12.21	10.67
A (Ydis) EUR	1.59%	344,839.572	14.04	11.79	10.96
A (Ydis) EUR-H1 (hedged)	1.60%	346,549.412	11.50	11.86	10.51
I (acc) EUR	0.88%	2,191,855.174	14.67	12.19	11.13
I (acc) EUR-H1 (hedged)*	0.86%	38,650.330	10.02	-	-
I (acc) USD	0.86%	1,955,503.481	12.14	12.40	10.76
N (acc) EUR	2.33%	869,682.787	13.97	11.78	10.92
N (acc) USD	2.34%	1,688,194.506	11.56	11.99	10.56
W (acc) EUR-H1 (hedged) ^Ω	-	-	-	10.22	-
Franklin Global Corporate High Yield Fund – USD					
I (acc) EUR	0.76%	75,884.050	12.60	10.88	-
I (acc) EUR-H1 (hedged)	0.76%	151,768.100	10.66	11.28	-
I (acc) GBP	0.76%	63,987.710	10.60	10.33	-
I (acc) GBP-H1 (hedged)	0.76%	63,987.710	10.66	11.28	-
I (acc) USD	0.76%	2,170,293.810	10.66	11.31	-

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin Global Corporate High Yield Fund – USD (continued)					
I (Ydis) EUR	0.76%	75,884.050	12.11	10.88	-
I (Ydis) EUR-H1 (hedged)	0.76%	75,884.050	10.21	11.28	-
Franklin Global Equity Strategies Fund – USD					
A (acc) EUR	2.18%	4,627,213.206	10.24	8.94	7.97
A (acc) EUR-H1 (hedged)	2.20%	963,994.691	6.83	7.32	6.23
A (acc) USD	2.18%	971,364.651	11.41	12.24	10.38
A (Ydis) EUR	2.19%	478,145.612	10.18	8.92	7.96
N (acc) EUR*	2.89%	3,019,756.040	9.65	-	-
W (acc) EUR	1.00%	366.851	11.68	10.08	-
Franklin Global Fundamental Strategies Fund – USD					
A (acc) EUR	1.84%	50,978,349.189	11.87	10.07	9.12
A (acc) EUR-H1 (hedged)	1.86%	19,663,711.403	8.93	9.31	8.04
A (acc) USD	1.84%	16,074,076.554	13.21	13.78	11.86
A (Ydis) EUR	1.84%	48,858,127.606	10.95	9.37	8.57
I (acc) EUR	0.98%	10,840,404.715	12.66	10.65	9.57
N (acc) EUR	2.59%	1,762,066.556	12.49	10.68	-
N (acc) EUR-H1 (hedged)	2.62%	11,204,543.871	8.07	8.48	7.38
N (acc) PLN-H1 (hedged)	2.62%	7,880,320.372	15.24	15.72	13.42
N (acc) USD	2.59%	1,276,326.248	10.66	11.19	-
N (Ydis) EUR	2.59%	3,190,204.095	13.06	11.19	10.24
Franklin Global Government Bond Fund – USD					
A (acc) USD	1.20%	101,234.346	9.98	10.72	-
A (Mdis) EUR	1.20%	68,390.262	11.61	10.23	-
A (Mdis) USD	1.20%	9,746.152	9.82	10.62	-
I (acc) EUR	0.66%	615,372.953	11.92	10.36	-
I (acc) USD	0.66%	498,750.000	10.08	10.76	-
N (acc) USD	1.90%	227,310.604	9.85	10.65	-
N (Mdis) USD	1.90%	129,242.057	9.80	10.62	-
Franklin Global Growth Fund – USD					
A (acc) EUR	1.86%	167,868.379	16.45	13.18	11.61
A (acc) EUR-H1 (hedged)	1.86%	80,574.963	14.36	14.19	11.91
A (acc) GBP	1.85%	70,226.724	13.72	12.40	11.68
A (acc) SGD	1.85%	66,251.686	13.66	12.45	10.59
A (acc) USD	1.85%	2,070,748.868	14.42	14.20	11.88
I (acc) EUR	0.98%	41,655.795	17.20	13.68	11.94
I (acc) EUR-H1 (hedged)	0.97%	405,186.386	15.06	14.73	12.25
I (acc) GBP	0.98%	926.785	12.77	11.44	10.70
I (acc) USD	0.98%	3,718,697.745	12.57	12.26	10.17
N (acc) EUR	2.60%	521,119.966	15.85	12.79	11.35
N (acc) USD	2.60%	968,316.565	12.92	12.81	10.80
W (acc) EUR	1.10%	18,863.450	13.91	11.06	-
W (acc) USD	1.08%	44,785.771	10.79	10.54	-
Z (acc) USD	1.34%	8,722.802	13.45	13.20	10.98
Franklin Global Growth and Value Fund – USD					
A (acc) USD	1.86%	2,158,393.832	25.56	25.57	20.94
B (acc) USD	3.17%	120,154.491	21.65	21.94	18.21
C (acc) USD	2.44%	156,401.969	23.47	23.62	19.46
I (acc) USD	1.05%	25,964.212	28.23	28.02	22.77
N (acc) USD	2.61%	249,552.009	23.17	23.35	19.27
Franklin Global High Income Bond Fund – USD					
A (acc) EUR	1.53%	1,199,546.594	12.91	11.63	10.59
A (acc) HKD	1.53%	2,027.575	11.74	13.00	11.25
A (acc) USD	1.54%	394,835.231	11.75	13.01	11.26
A (Mdis) HKD	1.53%	342,967.544	10.07	11.71	10.68
A (Mdis) SGD	1.54%	15,642.000	10.73	11.56	10.71
A (Mdis) SGD-H1 (hedged)	1.54%	88,820.316	10.06	11.67	10.66
A (Mdis) USD	1.53%	2,354,996.926	10.07	11.73	10.69
I (acc) EUR	0.88%	538,369.389	13.17	11.78	10.66
I (acc) USD	0.88%	48,545.683	11.98	13.18	11.33
N (acc) EUR	2.13%	1,727,540.414	12.69	11.50	10.53
N (Mdis) USD*	2.12%	1,721.660	9.20	-	-
W (acc) EUR	0.96%	366.851	11.29	10.12	-
Franklin Global Listed Infrastructure Fund – USD					
A (acc) EUR	1.85%	170,313.661	13.47	11.69	9.38
A (acc) USD	1.85%	229,698.429	11.52	12.28	9.37
A (Mdis) SGD-H1 (hedged)	1.85%	132,764.051	10.84	11.86	9.33
A (Qdis) USD	1.85%	57,167.595	10.90	11.94	9.37
A (Ydis) EUR	1.85%	34,415.547	13.00	11.60	9.39
I (acc) EUR	1.05%	113,575.318	13.72	11.81	9.40
I (acc) GBP-H1 (hedged)	1.05%	64,593.220	11.77	12.37	9.39
I (acc) USD	1.05%	150,495.840	11.73	12.41	9.39
N (acc) EUR	2.60%	270,174.936	13.25	11.58	9.37
W (acc) GBP	1.10%	322.966	11.53	11.21	9.56
W (Qdis) GBP	1.10%	322.966	10.91	10.90	9.56

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin Global Multi-Asset Income Fund – EUR**					
A (acc) EUR	1.43%	1,410,025.714	11.79	10.38	9.63
A (acc) USD-H1 (hedged)*	1.52%	50,042.544	9.87	-	-
A (Mdis) SGD-H1 (hedged)*	1.52%	67,529.911	9.86	-	-
A (Mdis) USD-H1 (hedged)*	1.52%	50,042.543	9.87	-	-
A (Qdis) EUR	1.43%	2,401,779.334	11.14	10.09	9.64
A (Ydis) EUR	1.43%	368,998.233	11.37	10.33	9.63
I (acc) EUR	0.69%	238,124.719	12.00	10.47	9.65
I (Mdis) USD-H1 (hedged)*	0.78%	50,042.544	9.87	-	-
I (Qdis) EUR	0.69%	613,104.971	11.29	10.15	9.65
I (Ydis) EUR*	0.79%	447.828	9.88	-	-
N (acc) EUR	1.94%	4,540,940.220	11.67	10.32	9.63
N (Mdis) USD-H1 (hedged)*	2.01%	50,042.543	9.87	-	-
N (Qdis) EUR*	1.99%	447.828	9.87	-	-
N (Ydis) EUR*	1.99%	447.828	9.87	-	-
Z (Mdis) USD-H1 (hedged)*	1.03%	50,042.543	9.87	-	-
Franklin Global Real Estate Fund – USD					
A (acc) EUR-H1 (hedged)	1.86%	869,366.792	14.68	14.78	13.24
A (acc) USD	1.85%	13,444,022.051	11.15	11.25	10.08
A (Qdis) SGD	1.84%	252,189.870	7.59	7.27	6.78
A (Qdis) USD	1.85%	5,381,436.997	9.51	9.82	9.02
A (Ydis) EUR-H1 (hedged)	1.87%	331,086.970	13.82	14.23	13.02
B (Qdis) USD	3.16%	2,066,188.700	9.15	9.58	8.85
C (Qdis) USD	2.43%	4,034,819.408	9.37	9.75	9.00
I (acc) USD	0.98%	5,301,641.051	12.13	12.14	10.78
N (acc) EUR-H1 (hedged)	2.62%	486,329.205	14.15	14.36	12.97
N (acc) USD	2.60%	6,381,811.516	10.38	10.56	9.53
W (Qdis) USD	1.08%	142,226.598	10.24	10.50	-
Z (acc) USD*	1.32%	241,343.729	9.88	-	-
Franklin Global Small-Mid Cap Growth Fund – USD					
A (acc) USD	1.84%	6,297,097.220	30.98	32.80	26.33
B (acc) USD	3.15%	93,725.581	25.99	27.88	22.67
I (acc) USD	0.99%	2,631,395.122	17.07	17.93	14.27
N (acc) USD	2.59%	947,456.460	27.81	29.67	23.99
W (acc) USD	1.05%	76,254.841	10.07	10.59	-
X (acc) USD	0.28%	500.000	10.33	10.77	-
Franklin Gold and Precious Metals Fund – USD					
A (acc) CHF-H1 (hedged)	1.92%	1,986,287.082	3.03	4.57	3.51
A (acc) EUR	1.90%	4,574,743.744	4.48	5.33	4.29
A (acc) EUR-H1 (hedged)	1.92%	2,112,470.902	3.57	5.28	4.05
A (acc) HKD	1.90%	1,985,467.915	3.75	5.48	4.19
A (acc) SEK-H1 (hedged) ^Ω	-	-	-	4.29	3.27
A (acc) SGD	1.90%	1,374,896.845	3.69	4.99	3.88
A (acc) USD	1.90%	5,154,465.022	3.75	5.48	4.19
A (Ydis) EUR	1.90%	108,379.229	4.49	5.34	4.29
A (Ydis) EUR-H1 (hedged)	1.92%	145,917.805	3.58	5.30	4.06
I (acc) USD	1.00%	95,362.407	3.93	5.70	4.31
I (Ydis) USD	1.04%	41,324.605	3.93	5.69	4.32
N (acc) EUR	2.65%	3,850,032.019	4.31	5.17	4.19
N (acc) USD	2.65%	1,544,751.861	3.61	5.31	4.10
Franklin High Yield Fund – USD					
A (acc) USD	1.53%	13,699,371.176	16.63	17.51	15.70
A (Mdis) AUD-H1 (hedged)	1.54%	1,635,448.071	9.83	10.64	9.86
A (Mdis) SGD-H1 (hedged)	1.53%	4,092,718.334	8.40	9.28	8.79
A (Mdis) USD	1.53%	349,928,676.682	6.66	7.39	6.99
B (Mdis) USD	2.94%	74,620,685.382	6.69	7.43	7.03
C (acc) USD	2.21%	2,797,031.774	21.57	22.87	20.64
I (acc) EUR-H1 (hedged)	0.87%	3,119,472.335	12.03	12.53	11.20
I (acc) USD	0.86%	6,834,687.189	17.17	17.96	15.99
I (Mdis) USD	0.87%	11,431,663.805	10.47	11.61	10.98
N (acc) USD	2.13%	6,674,144.518	17.42	18.46	16.64
N (Mdis) USD	2.12%	3,993,171.957	9.30	10.32	9.77
X (acc) USD	0.26%	500.000	10.23	10.63	-
Y (Mdis) USD*	0.04%	397,253.487	9.94	-	-
Z (Mdis) USD	1.13%	1,563,179.431	9.83	10.90	10.31
Franklin Income Fund – USD					
A (acc) USD*	1.66%	847,426.537	9.87	-	-
A (Mdis) AUD-H1 (hedged)*	1.66%	220,594.178	9.83	-	-
A (Mdis) EUR-H1 (hedged)	1.68%	635,855.695	9.71	10.79	-
A (Mdis) SGD-H1 (hedged)	1.68%	3,230,179.802	8.72	9.66	8.50
A (Mdis) USD	1.67%	167,968,751.913	12.17	13.52	11.86
B (Mdis) USD	2.98%	22,777,260.960	11.63	12.95	11.37
C (acc) USD	2.25%	10,012,734.795	22.29	24.08	20.62
C (Mdis) USD	2.25%	10,632,281.061	15.64	17.38	15.25
I (acc) EUR*	0.86%	133,300.987	10.54	-	-
I (acc) USD	0.87%	7,779,064.011	19.10	20.35	17.18
I (Ydis) EUR-H1 (hedged)	0.86%	144,850.097	10.04	10.91	-
N (acc) EUR-H1 (hedged)*	2.18%	89,360.186	9.53	-	-
N (acc) USD	2.17%	23,184,485.488	20.70	22.35	19.12

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin Income Fund – USD (continued)					
N (Mdis) EUR-H1 (hedged)	2.18%	3,937,641.841	9.70	10.77	-
N (Mdis) USD*	2.12%	500.000	9.52	-	-
Z (acc) USD	1.17%	3,218,784.120	14.66	15.66	13.27
Z (Mdis) USD	1.17%	1,845,996.184	11.01	12.21	10.72
Franklin India Fund – USD					
A (acc) EUR	1.89%	8,038,377.122	35.12	25.11	19.59
A (acc) EUR-H1 (hedged)*	1.83%	46,021.445	10.12	-	-
A (acc) HKD	1.88%	677,605.131	14.85	13.03	9.67
A (acc) SEK	1.89%	9,311,473.840	16.43	11.64	8.66
A (acc) SGD	1.89%	2,915,348.157	11.85	9.64	7.27
A (acc) USD	1.89%	31,615,939.749	32.36	28.43	21.08
A (Ydis) EUR	1.89%	337,030.582	51.79	37.03	28.89
A (Ydis) GBP	1.89%	326,477.718	36.73	29.63	24.73
B (acc) USD	3.20%	1,479,490.540	28.57	25.43	19.11
C (acc) USD	2.47%	511,833.687	30.57	27.02	20.16
I (acc) EUR	1.03%	744,260.155	38.33	27.17	21.02
I (acc) USD	1.03%	58,799,436.182	35.36	30.80	22.65
I (Ydis) EUR	1.05%	1,570,628.550	37.74	26.89	20.90
N (acc) EUR	2.64%	2,321,967.624	32.79	23.62	18.57
N (acc) PLN-H1 (hedged)	2.67%	4,625,430.941	15.89	13.70	10.07
N (acc) USD	2.64%	3,239,139.601	30.10	26.65	19.91
S (acc) USD	0.88%	523,008.000	16.48	14.33	-
W (acc) EUR	1.13%	113,688.806	18.84	13.37	-
W (acc) GBP	1.14%	1,061,292.904	16.63	13.32	11.03
W (acc) USD	1.14%	865,333.447	16.70	14.56	10.71
X (acc) USD	0.31%	500.000	15.30	13.24	-
Z (acc) GBP	1.39%	50,092.471	16.51	13.25	11.00
Z (acc) USD	1.39%	680,699.774	13.03	11.40	8.41
Franklin Japan Fund – JPY					
A (acc) EUR	1.87%	1,443,088.676	6.93	5.11	4.99
A (acc) JPY	1.86%	4,181,971.538	946.60	710.67	644.98
A (acc) SGD ²	-	-	-	5.97	5.63
A (acc) USD	1.86%	9,163,920.846	7.74	7.02	6.51
A (Ydis) EUR	1.86%	234,782.413	6.92	5.09	4.96
A (Ydis) GBP	1.86%	27,491.493	4.93	4.10	4.28
C (acc) USD	2.43%	1,009,820.889	8.58	7.82	7.29
I (acc) EUR	0.98%	2,438,660.368	10.74	7.86	7.60
I (acc) USD	0.98%	10,517,835.579	9.91	8.91	8.18
N (acc) EUR	2.61%	2,033,012.177	6.17	4.59	4.51
N (acc) USD	2.61%	1,683,270.470	10.53	9.62	8.99
W (acc) EUR	1.02%	21,324.040	14.59	10.68	-
Franklin K2 Alternative Strategies Fund – USD*					
A (acc) CHF-H1 (hedged)	2.58%	46,987.500	9.90	-	-
A (acc) CZK-H1 (hedged)	2.73%	333,520.392	98.71	-	-
A (acc) EUR-H1 (hedged)	2.75%	4,106,841.436	10.56	-	-
A (acc) NOK-H1 (hedged)	2.69%	386,055.037	10.18	-	-
A (acc) SEK-H1 (hedged)	2.75%	8,233,607.145	10.14	-	-
A (acc) SGD-H1 (hedged)	2.69%	208,064.179	10.56	-	-
A (acc) USD	2.75%	12,028,534.552	10.50	-	-
A (Ydis) EUR	2.75%	1,682,701.273	12.19	-	-
A (Ydis) EUR-H1 (hedged)	2.75%	127,978.145	9.87	-	-
A (Ydis) USD	2.75%	1,107,975.791	10.50	-	-
I (acc) CHF-H1 (hedged)	1.79%	46,987.500	9.90	-	-
I (acc) EUR-H1 (hedged)	1.90%	7,543,717.254	10.61	-	-
I (acc) GBP-H1 (hedged)	1.83%	63,034.474	10.60	-	-
I (acc) JPY	1.83%	578,718.000	1,207.02	-	-
I (acc) JPY-H1 (hedged)	1.83%	107,170.000	1,060.31	-	-
I (acc) USD	1.85%	4,216,313.918	10.57	-	-
N (acc) EUR-H1 (hedged)	3.50%	8,995,911.323	10.49	-	-
N (acc) HUF-H1 (hedged)	3.44%	2,813,708.196	98.94	-	-
N (acc) PLN-H1 (hedged)	3.50%	2,148,654.506	9.94	-	-
N (acc) USD	3.50%	11,758,482.315	10.44	-	-
W (acc) EUR	2.05%	1,400,952.763	12.25	-	-
W (acc) GBP-H1 (hedged)	1.97%	61,602.910	10.60	-	-
Y (acc) CAD-H1 (hedged)	0.16%	59,757.755	9.96	-	-
Z (acc) GBP-H1 (hedged)	2.17%	61,602.910	10.58	-	-
Z (acc) USD	2.25%	900,532.680	10.54	-	-
Franklin MENA Fund – USD					
A (acc) EUR	2.55%	5,002,004.800	6.24	5.04	3.79
A (acc) EUR-H1 (hedged)	2.57%	1,449,926.104	4.21	4.17	2.98
A (acc) USD	2.55%	11,734,247.923	7.01	6.96	4.97
A (Ydis) GBP	2.55%	74,087.725	9.29	8.48	6.82
A (Ydis) USD	2.55%	134,959.353	7.54	7.59	5.49
B (acc) USD	3.87%	1,022,598.547	6.38	6.42	4.65
I (acc) EUR	1.52%	2,139,983.993	6.79	5.43	4.04
I (acc) USD	1.52%	3,796,536.100	7.55	7.43	5.25
I (Ydis) USD	1.66%	7,461.057	7.96	7.94	5.74
N (acc) EUR-H1 (hedged)	3.07%	2,775,303.019	4.07	4.04	2.91
N (acc) USD	3.05%	2,397,969.782	6.76	6.75	4.85

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin MENA Fund – USD (continued)					
W (acc) EUR	1.51%	1,152,577	11.93	9.55	-
X (acc) USD	0.29%	166,976,243	17.61	17.10	11.96
Franklin Natural Resources Fund – USD					
A (acc) CHF-H1 (hedged)	1.87%	74,877,883	6.30	9.55	7.38
A (acc) EUR	1.85%	3,695,292,545	6.73	8.13	6.59
A (acc) USD	1.85%	22,250,115,045	7.48	11.12	8.57
A (Ydis) EUR-H1 (hedged)	1.87%	345,068,778	6.31	9.47	7.29
A (Ydis) USD	1.85%	561,825,182	7.49	11.12	8.57
B (acc) USD	3.17%	1,726,043,389	8.11	12.21	9.53
C (acc) USD	2.43%	1,092,900,954	6.86	10.25	7.94
I (acc) EUR	0.97%	1,250,010,005	7.23	8.66	6.96
I (acc) USD	0.98%	1,616,668,834	8.04	11.84	9.05
N (acc) EUR	2.60%	3,028,150,055	6.32	7.70	6.29
N (acc) PLN-H1 (hedged)	2.61%	3,366,013,868	8.30	12.31	9.40
Franklin Real Return Fund – USD					
A (acc) USD	1.35%	406,526,184	10.36	11.09	10.53
A (Ydis) EUR-H1 (hedged)	1.35%	260,547,321	10.00	10.74	10.21
N (acc) USD	1.85%	201,729,350	9.66	10.39	9.92
Franklin Strategic Income Fund – USD					
A (acc) EUR	1.35%	7,953,178,482	13.15	11.00	10.83
A (acc) EUR-H1 (hedged)	1.35%	4,980,789,884	11.50	11.81	11.07
A (acc) USD	1.35%	27,823,688,570	14.62	15.03	14.07
A (Mdis) AUD-H1 (hedged)	1.35%	70,819,460	10.24	10.51	9.92
A (Mdis) EUR	1.35%	9,096,907,253	9.77	8.39	8.51
A (Mdis) EUR-H1 (hedged)	1.35%	6,796,284,885	9.63	10.14	9.80
A (Mdis) SGD-H1 (hedged)*	1.35%	127,988,351	9.86	-	-
A (Mdis) USD	1.35%	30,819,204,619	10.88	11.49	11.07
B (Mdis) USD	2.89%	2,504,165,710	10.85	11.47	11.06
C (Mdis) USD	1.95%	17,599,976,470	10.87	11.47	11.06
I (acc) EUR-H1 (hedged)	0.83%	17,484,661,505	11.28	11.51	10.74
I (acc) USD	0.83%	1,473,880,607	15.23	15.57	14.50
I (Ydis) USD	0.83%	110,360,612	9.98	10.35	-
N (acc) EUR-H1 (hedged)	2.10%	2,764,472,971	11.18	11.55	10.92
N (acc) USD	2.08%	19,311,150,746	11.41	11.82	11.14
N (Mdis) EUR-H1 (hedged)	2.10%	2,172,943,043	9.69	10.21	-
Z (acc) USD	1.08%	3,173,500,773	12.93	13.26	12.37
Franklin Technology Fund – USD					
A (acc) EUR	1.82%	7,915,904,445	10.03	7.36	6.02
A (acc) HKD	1.82%	38,292,270	14.55	13.11	10.20
A (acc) USD	1.82%	48,416,839,692	11.15	10.05	7.82
B (acc) USD	3.13%	2,226,569,901	9.14	8.34	6.58
C (acc) USD	2.40%	1,219,823,693	22.06	20.00	15.65
I (acc) EUR	0.96%	5,136,404,470	18.16	13.21	10.72
I (acc) GBP	0.95%	324,549	16.21	13.30	11.54
I (acc) USD	0.96%	2,863,082,693	15.03	13.43	10.36
N (acc) EUR	2.57%	5,104,081,784	8.64	6.38	5.26
N (acc) USD	2.57%	6,836,938,234	9.61	8.73	6.84
W (acc) EUR	1.05%	21,769,362	16.06	11.69	9.50
W (acc) USD	1.05%	435,498,502	12.78	11.43	-
X (acc) USD	0.26%	390,320	12.82	11.40	-
Z (acc) USD	1.32%	629,147,315	15.86	14.23	11.01
Franklin U.S. Dollar Liquid Reserve Fund – USD					
A (acc) USD	0.25%	13,269,384,344	11.55	11.57	11.59
A (Mdis) USD	0.25%	11,557,009,703	9.67	9.68	9.70
B (Mdis) USD	1.33%	1,460,105,892	9.07	9.18	9.30
C (acc) USD	1.24%	369,469,583	9.99	10.11	10.23
I (acc) USD	0.24%	40,251,667	9.99	10.02	10.04
N (acc) USD	1.15%	4,576,847,895	10.53	10.65	10.76
Franklin U.S. Equity Fund – USD					
A (acc) EUR	1.82%	584,508,282	22.66	16.77	14.54
A (acc) EUR-H1 (hedged)	1.85%	940,350,505	17.79	16.15	13.32
A (acc) HKD	1.83%	1,051,680,746	16.53	15.03	12.39
A (acc) SGD ²	-	-	-	13.68	11.46
A (acc) USD	1.82%	16,632,351,445	25.26	22.97	18.94
B (acc) USD	3.14%	588,150,480	20.46	18.85	15.75
C (acc) USD	2.41%	2,637,913,804	21.84	19.97	16.56
I (acc) EUR	0.97%	1,079,236,660	17.33	12.72	10.94
I (acc) EUR-H1 (hedged)	0.98%	236,702,020	12.63	11.30	9.24
I (acc) USD	0.98%	1,158,351,019	20.85	18.80	15.37
N (acc) EUR	2.57%	908,219,407	20.07	14.97	13.08
N (acc) USD	2.57%	3,623,957,786	22.40	20.53	17.05
W (acc) EUR	1.05%	12,583,356	15.68	11.52	-
X (acc) USD	0.25%	500,000	12.60	11.28	-
Z (acc) USD*	1.25%	500,000	9.84	-	-

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin U.S. Focus Fund – USD					
A (acc) EUR-H1 (hedged)	1.84%	164,484.185	10.18	9.31	7.18
A (acc) USD	1.82%	772,418.193	17.23	15.69	12.11
I (acc) EUR-H1 (hedged)	0.98%	305,537.021	10.86	9.80	7.51
I (acc) USD	0.98%	275,884.709	18.30	16.51	12.64
N (acc) EUR-H1 (hedged)	2.65%	393,339.743	9.66	8.87	6.91
Franklin U.S. Government Fund – USD					
A (acc) HKD	1.33%	69,948.210	11.23	11.11	10.80
A (acc) USD	1.26%	13,421,428.669	10.94	10.82	10.51
A (Mdis) HKD	1.29%	501,128.242	9.96	10.04	9.98
A (Mdis) SGD-H1 (hedged) [¶]	-	-	-	10.10	10.05
A (Mdis) USD	1.27%	56,879,713.882	9.39	9.47	9.41
AX (acc) USD	1.47%	4,859,034.055	15.40	15.27	14.86
B (acc) USD	2.52%	176,759.416	12.53	12.55	12.35
B (Mdis) USD	2.53%	2,146,905.932	9.41	9.48	9.42
C (acc) USD	2.05%	2,204,739.871	13.51	13.47	13.19
I (acc) EUR-H1 (hedged)	0.60%	2,319,320.961	10.47	10.25	9.91
I (acc) USD	0.60%	2,423,255.227	13.62	13.39	12.92
I (Mdis) JPY-H1 (hedged)	0.60%	79,230.000	961.72	965.91	961.38
I (Mdis) USD	0.60%	13,008,319.588	9.85	9.92	9.85
N (acc) USD	1.97%	2,919,537.023	14.18	14.13	13.83
N (Mdis) USD	1.97%	1,948,982.054	9.43	9.51	9.45
W (acc) USD	0.80%	34,720.214	10.30	10.14	9.81
W (Mdis) USD	0.80%	14,411.169	9.74	9.82	9.75
X (acc) USD	0.26%	500.000	10.53	10.32	-
Z (acc) USD	0.97%	555,990.969	11.53	11.37	11.01
Z (Mdis) USD	0.97%	312,294.163	9.89	9.97	9.91
Franklin U.S. Low Duration Fund – USD					
A (acc) EUR	1.15%	422.244	10.65	-	-
A (acc) USD	1.15%	8,134,946.590	10.57	10.54	10.35
A (Mdis) USD	1.15%	126,789,751.742	9.88	9.90	9.78
AX (acc) USD	1.35%	3,366,057.679	12.06	12.05	11.86
B (Mdis) USD	2.41%	267,104.974	9.55	9.65	9.60
C (Mdis) USD	2.04%	2,779,746.082	9.70	9.76	9.67
I (acc) EUR-H1 (hedged)	0.67%	6,991,892.744	10.50	10.41	10.20
I (acc) USD	0.67%	2,826,181.366	12.74	12.64	12.36
N (Mdis) USD	1.85%	8,066,116.106	9.76	9.81	9.70
W (Qdis) USD*	0.71%	500.000	10.02	-	-
Z (acc) USD*	0.85%	500.000	9.97	-	-
Franklin U.S. Opportunities Fund – USD					
A (acc) CHF-H1 (hedged)	1.83%	545,996.666	18.54	16.67	13.20
A (acc) EUR	1.81%	13,414,198.340	11.24	8.20	6.80
A (acc) EUR-H1 (hedged)	1.83%	12,235,261.762	8.76	7.82	6.18
A (acc) HKD	1.81%	4,983,300.391	16.87	15.13	11.93
A (acc) NOK-H1 (hedged)	1.81%	1,862,956.343	12.37	10.89	-
A (acc) RMB-H1 (hedged)*	1.78%	61,360.000	111.16	-	-
A (acc) SEK-H1 (hedged)	1.84%	2,052,702.314	17.51	15.61	12.20
A (acc) SGD	1.81%	4,926,590.533	14.99	12.44	9.97
A (acc) SGD-H1 (hedged)	1.82%	1,702,716.204	19.21	17.13	13.53
A (acc) USD	1.81%	174,428,415.939	12.51	11.22	8.85
A (Ydis) EUR	1.81%	5,528,381.862	11.45	8.35	6.93
A (Ydis) GBP	1.81%	911,977.834	7.96	6.55	5.81
B (acc) USD	3.13%	5,254,138.532	10.24	9.31	7.44
C (acc) USD	2.39%	7,673,696.694	20.41	18.42	14.60
I (acc) EUR	0.96%	9,101,694.472	28.11	20.34	16.73
I (acc) EUR-H1 (hedged)	0.97%	1,257,055.888	21.60	19.15	14.99
I (acc) GBP	0.98%	2,679.956	16.95	13.84	12.18
I (acc) USD	0.96%	22,279,893.783	31.32	27.86	21.78
N (acc) EUR	2.56%	3,481,026.525	22.90	16.84	14.07
N (acc) EUR-H1 (hedged)	2.59%	331,912.616	16.02	14.41	11.45
N (acc) PLN-H1 (hedged)	2.58%	4,868,447.964	22.69	20.05	15.63
N (acc) USD	2.56%	14,043,360.822	25.56	23.10	18.35
W (acc) EUR	1.05%	3,803,533.646	15.60	11.30	-
W (acc) USD	1.05%	11,381,210.994	17.17	15.29	11.96
X (acc) USD	0.24%	500.000	12.32	10.88	-
X (Ydis) USD	0.25%	1,329,723.771	17.10	15.13	11.77
Y (Mdis) USD*	0.04%	1,603,093.818	9.83	-	-
Z (acc) USD	1.31%	2,614,767.296	21.36	19.06	14.95
Franklin U.S. Small-Mid Cap Growth Fund – USD					
A (acc) USD	1.83%	10,218,379.652	20.40	19.03	15.27
B (acc) USD	3.14%	241,962.846	27.91	26.38	21.44
C (acc) USD	2.41%	1,343,700.915	18.99	17.82	14.38
I (acc) USD	0.99%	1,149,129.228	20.13	18.62	14.81
N (acc) USD	2.58%	1,614,625.114	18.22	17.12	13.84
Franklin U.S. Total Return Fund – USD					
A (acc) EUR*	1.20%	422.244	10.49	-	-
A (acc) EUR-H1 (hedged)*	1.19%	43,930.469	9.87	-	-
A (acc) USD	1.20%	3,905,257.374	15.93	15.86	15.01
A (Mdis) USD	1.20%	2,986,953.318	11.25	11.34	10.94

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Franklin U.S. Total Return Fund – USD (continued)					
C (Mdis) USD	1.98%	1,183,507.653	11.24	11.33	10.93
I (acc) USD	0.83%	733,412.470	15.80	15.68	14.80
I (Mdis) USD	0.82%	627,139.474	11.86	11.96	11.53
N (Mdis) USD	1.90%	3,226,026.962	11.24	11.33	10.93
Franklin World Perspectives Fund – USD					
A (acc) EUR	1.86%	2,814,094.563	24.66	19.48	16.55
A (acc) USD	1.86%	4,381,414.116	20.14	19.55	15.78
A (Ydis) GBP	1.85%	36,929.496	22.34	19.90	18.08
I (acc) EUR	0.98%	3,672,543.431	26.14	20.46	17.23
I (acc) USD	0.98%	2,540,343.299	21.34	20.53	16.43
N (acc) USD	2.61%	3,335,206.452	19.15	18.73	15.24
W (acc) GBP	1.05%	3,066.136	15.21	13.44	12.12
Z (acc) GBP	1.31%	2,105.616	15.09	13.37	12.09
Z (acc) USD*	1.27%	6,974.847	10.73	-	-
Franklin Mutual Beacon Fund – USD					
A (acc) EUR	1.82%	556,073.546	64.83	52.04	44.74
A (acc) EUR-H1 (hedged)	1.84%	148,539.368	49.28	48.54	39.66
A (acc) SGD	1.82%	495,988.844	11.61	10.60	8.81
A (acc) USD	1.82%	6,697,290.685	72.17	71.19	58.18
A (Ydis) USD	1.82%	227,565.964	69.13	68.38	56.02
B (acc) USD	3.13%	236,545.347	32.81	32.79	27.15
C (acc) USD	2.40%	2,136,746.744	20.49	20.33	16.71
I (acc) EUR	0.97%	3,958,055.928	17.86	14.22	12.12
I (acc) EUR-H1 (hedged)	0.98%	647,933.412	13.72	13.40	10.87
I (acc) USD	0.97%	6,037,974.539	19.91	19.47	15.78
N (acc) EUR	2.56%	1,363,777.125	32.16	26.01	22.53
N (acc) EUR-H1 (hedged)	2.59%	274,789.227	24.70	24.55	20.22
N (acc) USD	2.57%	1,893,976.118	35.89	35.67	29.37
Z (acc) USD	1.32%	1,134,064.553	17.48	17.16	13.95
Franklin Mutual Euroland Fund – EUR²					
A (acc) EUR	-	-	-	17.19	13.31
N (acc) EUR	-	-	-	16.46	12.84
Franklin Mutual European Fund – EUR					
A (acc) CHF-H1 (hedged) ²	-	-	-	15.18	12.62
A (acc) CZK-H1 (hedged)	1.82%	2,251,763.620	155.85	142.73	118.47
A (acc) EUR	1.82%	41,670,320.503	25.28	23.11	19.17
A (acc) RMB-H1 (hedged)*	1.78%	60,868.830	116.74	-	-
A (acc) SEK	1.83%	15,286,842.302	15.08	13.64	10.80
A (acc) SGD	1.82%	71,312.457	8.81	9.15	7.34
A (acc) USD	1.83%	17,770,718.498	28.17	31.65	24.95
A (acc) USD-H1 (hedged)*	1.82%	12,512,101.810	11.07	-	-
A (Ydis) EUR	1.83%	2,067,212.594	22.56	20.80	17.50
A (Ydis) GBP	1.83%	196,342.335	16.08	16.74	15.06
B (acc) USD	3.13%	1,009,437.149	23.18	26.38	21.08
B (Ydis) EUR	3.13%	27,732.845	20.55	19.03	15.99
C (acc) EUR	2.41%	60,207.801	22.92	21.07	17.58
C (acc) USD	2.41%	1,462,745.996	25.55	28.86	22.89
I (acc) EUR	0.97%	39,957,141.808	23.20	21.03	17.30
I (Ydis) EUR	0.98%	380,094.000	19.79	18.27	15.37
N (acc) EUR	2.57%	10,659,642.496	21.14	19.47	16.27
N (acc) USD	2.57%	1,268,836.860	23.46	26.55	21.09
N (acc) USD-H1 (hedged)*	2.56%	2,354,634.659	11.37	-	-
W (acc) EUR	1.05%	1,999,856.031	13.80	12.51	10.30
W (Ydis) EUR	1.02%	40,695.449	12.12	11.14	-
X (acc) EUR	0.27%	362.897	11.86	10.73	-
Z (acc) EUR	1.32%	108,391.232	15.49	14.09	11.63
Z (acc) USD	1.33%	1,374,530.623	14.23	15.90	12.47
Z (acc) USD-H1 (hedged)*	1.30%	588,402.493	11.46	-	-
Franklin Mutual Global Discovery Fund – USD					
A (acc) CHF-H1 (hedged) ²	-	-	-	15.01	12.50
A (acc) EUR	1.83%	11,450,545.185	19.50	16.53	14.39
A (acc) EUR-H2 (hedged)	1.84%	2,669,247.767	12.91	12.56	10.79
A (acc) USD	1.83%	20,212,976.806	17.96	18.72	15.49
A (Ydis) EUR	1.83%	2,083,618.736	27.13	23.15	20.26
A (Ydis) GBP	1.83%	130,144.568	19.41	18.68	17.48
B (acc) USD	3.14%	605,607.271	15.85	16.73	14.03
C (acc) USD	2.41%	3,683,806.199	16.97	17.78	14.80
I (acc) EUR	0.97%	1,437,068.210	21.24	17.86	15.41
I (acc) EUR-H2 (hedged)	0.98%	5,131,233.494	18.09	17.44	14.85
I (acc) USD	0.97%	10,095,546.226	19.56	20.21	16.58
N (acc) EUR	2.58%	4,509,094.352	18.10	15.46	13.56
N (acc) EUR-H2 (hedged)	2.59%	2,953,804.133	12.43	12.17	10.54
N (acc) USD	2.58%	2,597,741.981	16.70	17.53	14.61
W (acc) EUR	1.08%	51,300.479	12.81	10.78	-
X (acc) EUR	0.26%	3,265,025.000	13.04	10.89	-
Z (acc) USD	1.33%	1,629,435.009	15.44	16.00	13.18

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Africa Fund – USD					
A (acc) CHF-H1 (hedged)	2.40%	66,711.647	10.31	12.41	11.54
A (acc) EUR	2.40%	1,871,463.538	12.38	12.05	11.69
A (acc) EUR-H1 (hedged)	2.40%	987,796.911	10.40	12.44	11.53
A (acc) GBP	2.40%	65,359.478	10.85	11.91	12.36
A (acc) SGD	2.40%	33,709.677	11.41	12.63	11.84
A (acc) USD	2.40%	2,379,285.624	10.54	12.61	11.63
A (Ydis) EUR	2.40%	386,552.274	12.00	11.85	11.63
A (Ydis) EUR-H1 (hedged)	2.40%	133,385.661	10.08	12.24	11.48
I (acc) EUR	1.40%	2,582,318.622	12.78	12.31	11.83
I (acc) USD	1.40%	213,438.868	10.88	12.89	11.77
N (acc) EUR-H1 (hedged)	2.90%	1,312,063.988	10.24	12.30	11.45
W (acc) EUR	1.60%	14,231.478	10.44	10.08	-
W (acc) GBP	1.60%	95,278.366	10.97	11.95	12.30
Templeton ASEAN Fund – USD*					
A (acc) SGD	2.19%	297,775.987	9.51	-	-
A (acc) USD	2.19%	206,580.717	9.16	-	-
A (Ydis) USD	2.18%	165,000.000	9.16	-	-
Templeton Asian Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.41%	4,455,136.036	10.79	11.26	10.75
A (acc) EUR	1.40%	6,328,968.143	19.64	16.48	16.48
A (acc) EUR-H1 (hedged)	1.42%	6,998,154.779	12.87	13.29	12.65
A (acc) USD	1.40%	23,822,926.793	18.09	18.67	17.74
A (Mdis) AUD-H1 (hedged)	1.41%	287,984.796	9.73	10.07	9.67
A (Mdis) EUR	1.40%	3,739,519.274	11.94	10.32	10.62
A (Mdis) SGD	1.40%	628,438.121	10.04	9.87	9.80
A (Mdis) SGD-H1 (hedged)	1.40%	1,452,255.578	9.53	10.10	9.90
A (Mdis) USD	1.40%	13,218,291.697	13.28	14.11	13.79
B (Mdis) USD	2.91%	507,885.683	13.24	14.08	13.76
C (Mdis) USD	2.18%	2,303,926.465	13.25	14.08	13.76
I (acc) CHF-H1 (hedged)	0.86%	1,336,402.351	11.12	11.52	10.95
I (acc) EUR	0.85%	7,770,863.079	17.10	14.28	14.20
I (acc) EUR-H1 (hedged)	0.86%	1,229,806.119	11.90	12.21	11.58
I (acc) USD	0.85%	9,482,952.049	19.08	19.58	18.50
I (Mdis) EUR	0.85%	2,325,973.430	12.42	10.73	11.04
I (Ydis) EUR-H1 (hedged)*	0.82%	2,546,770.000	9.86	-	-
N (acc) EUR	2.10%	1,447,294.853	18.35	15.51	15.62
N (acc) USD	2.10%	1,880,025.530	16.91	17.57	16.81
N (Mdis) USD	2.10%	2,054,906.957	13.26	14.09	13.77
S (acc) CHF-H1 (hedged)	0.72%	45,267.500	10.28	10.62	-
S (acc) USD	0.74%	500.000	10.37	10.64	-
W (acc) EUR-H1 (hedged)	1.00%	71,922.077	10.73	11.04	10.48
W (Mdis) USD	0.99%	7,585,311.696	9.91	10.53	10.29
X (Ydis) USD	0.28%	65,929.896	9.87	10.47	10.18
Z (acc) USD	1.10%	1,445,004.145	12.00	12.34	11.69
Templeton Asian Dividend Fund – USD					
A (acc) EUR	2.25%	39,986.472	12.16	9.37	9.61
A (acc) USD	2.25%	94,237.331	10.39	9.85	9.60
A (Mdis) SGD-H1 (hedged)	2.25%	123,675.000	9.55	9.41	9.50
A (Mdis) USD	2.25%	84,811.864	9.56	9.49	9.52
A (Qdis) EUR	2.25%	45,707.917	11.24	9.09	9.61
A (Ydis) EUR	2.25%	1,429.481	11.53	9.24	9.61
I (acc) EUR	1.30%	151,945.358	12.42	9.48	9.62
I (acc) USD	1.30%	198,000.000	10.62	9.96	9.61
N (acc) EUR	2.75%	148,562.685	12.02	9.31	9.60
W (acc) GBP	1.40%	3,064.194	10.43	8.99	9.78
W (Qdis) GBP	1.40%	322.966	9.55	8.68	9.78
Templeton Asian Growth Fund – USD					
A (acc) CHF-H1 (hedged)	2.20%	2,224,379.133	11.88	13.02	11.77
A (acc) CZK-H1 (hedged)	2.22%	1,713,094.068	104.48	112.80	102.28
A (acc) EUR	2.21%	22,060,903.862	30.07	26.49	25.10
A (acc) EUR-H1 (hedged)	2.23%	10,579,681.306	22.82	24.65	22.24
A (acc) HKD	2.21%	35,718,502.393	10.03	10.86	9.79
A (acc) RMB-H1 (hedged)	2.21%	264,182.330	116.56	122.36	108.69
A (acc) SGD	2.21%	9,937,035.126	8.58	8.60	7.87
A (acc) SGD-H1 (hedged)	2.22%	582,188.257	11.54	12.44	11.24
A (acc) USD	2.21%	75,558,125.998	33.57	36.34	32.73
A (Ydis) EUR	2.21%	5,772,348.576	27.79	24.55	23.36
A (Ydis) GBP	2.21%	761,225.813	19.72	19.65	19.98
A (Ydis) USD	2.21%	70,067,160.822	30.96	33.61	30.37
B (acc) USD	3.52%	3,576,965.474	14.20	15.57	14.21
C (acc) USD	2.79%	2,543,444.206	28.51	31.04	28.12
I (acc) CHF-H1 (hedged)	1.21%	541,012.130	10.12	10.98	9.83
I (acc) EUR	1.21%	11,180,366.341	30.75	26.82	25.16
I (acc) EUR-H1 (hedged)	1.23%	854,823.647	20.30	21.70	19.38
I (acc) USD	1.21%	81,232,438.470	34.28	36.74	32.76
I (Ydis) EUR-H2 (hedged)	1.22%	5,112,041.584	8.93	10.87	11.66
N (acc) EUR	2.71%	2,850,014.780	41.15	36.43	34.70
N (acc) EUR-H1 (hedged)	2.74%	1,491,529.673	31.17	33.85	30.68
N (acc) HUF	2.72%	3,842,501.373	145.30	126.40	114.66

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Asian Growth Fund – USD (continued)					
N (acc) PLN-H1 (hedged)	2.74%	13,451,684.160	13.58	14.48	12.88
N (acc) USD	2.71%	6,074,793.113	45.86	49.89	45.16
W (acc) EUR	1.34%	1,507,100.567	11.32	9.89	9.28
W (acc) GBP	1.34%	136,632.166	11.16	11.00	11.05
W (acc) USD	1.34%	2,581,460.265	11.27	12.09	10.80
W (Ydis) EUR	1.34%	28,178.227	12.24	10.80	-
X (acc) USD	0.31%	500.000	10.69	11.35	-
X (Ydis) USD	0.30%	500.000	9.96	10.63	-
Y (Mdis) USD*	0.08%	670,470.020	9.94	-	-
Z (acc) GBP	1.71%	5,694.408	11.05	10.93	11.02
Z (acc) USD	1.71%	2,282,544.314	12.99	14.00	12.54
Z (Ydis) EUR-H1 (hedged)	1.72%	44,620.117	11.22	12.13	10.98
Z (Ydis) USD	1.71%	226,608.002	9.73	10.56	9.54
Templeton Asian Smaller Companies Fund – USD					
A (acc) EUR	2.22%	4,447,973.553	49.78	38.04	33.03
A (acc) SGD	2.22%	229,979.477	37.43	32.54	27.30
A (acc) USD	2.23%	12,077,969.682	40.65	38.18	31.51
A (Ydis) USD	2.23%	2,620,462.042	40.08	37.82	31.24
B (acc) USD	3.54%	493,212.609	38.64	36.77	30.75
I (acc) EUR	1.20%	4,329,779.120	53.37	40.37	34.70
I (acc) USD	1.20%	6,838,809.714	43.60	40.53	33.11
N (acc) EUR	2.73%	1,267,719.889	19.12	14.69	12.82
N (acc) USD	2.73%	2,626,891.690	15.01	14.16	11.74
W (acc) EUR	1.32%	914,611.857	14.88	11.27	-
W (acc) USD	1.32%	533,275.387	12.09	11.25	9.20
X (Ydis) USD	0.28%	500.000	11.67	10.81	-
Templeton BRIC Fund – USD					
A (acc) EUR	2.46%	5,946,843.620	15.51	13.36	12.14
A (acc) EUR-H1 (hedged)	2.48%	1,133,784.274	9.37	9.90	8.58
A (acc) HKD	2.46%	41,222.331	7.76	8.22	7.10
A (acc) SGD ²	-	-	-	5.18	4.55
A (acc) USD	2.46%	49,055,253.576	14.28	15.12	13.06
A (Ydis) EUR	2.46%	71,416.488	22.42	19.40	17.63
A (Ydis) GBP	2.46%	106,810.092	15.98	15.55	15.11
B (acc) USD	3.76%	980,383.563	12.62	13.54	11.85
C (acc) USD	3.04%	1,198,507.611	13.49	14.37	12.48
I (acc) EUR	1.39%	112,698.478	14.24	12.14	10.91
I (acc) USD	1.39%	22,120.081	15.87	16.60	14.19
N (acc) EUR	2.96%	2,369,817.600	14.77	12.79	11.68
N (acc) PLN-H1 (hedged)	3.00%	1,412,546.035	8.33	8.69	7.42
N (acc) USD	2.96%	1,225,435.140	13.61	14.48	12.57
W (acc) GBP	1.60%	20,125.813	10.47	10.09	9.72
Z (acc) USD	1.96%	92,431.353	8.68	9.14	7.86
Templeton China Fund – USD					
A (acc) HKD	2.44%	380,189.377	11.16	10.21	9.43
A (acc) SGD	2.44%	1,527,845.665	8.18	6.93	6.50
A (acc) USD	2.44%	26,948,161.930	24.66	22.56	20.83
A (Ydis) EUR	2.44%	935,680.268	21.46	15.98	15.59
A (Ydis) GBP	2.44%	169,094.937	15.11	12.69	13.26
B (acc) USD	3.76%	2,578,951.431	10.77	9.98	9.34
C (acc) USD	3.02%	732,585.383	17.44	16.05	14.90
I (acc) USD	1.38%	1,341,131.701	29.71	26.91	24.57
I (Ydis) GBP	1.39%	163,887.754	9.76	7.97	8.32
N (acc) USD	2.94%	1,535,374.448	24.23	22.28	20.67
W (acc) EUR	1.55%	457.853	12.56	9.26	8.91
W (acc) GBP	1.55%	70,490.471	11.72	9.76	10.05
W (acc) USD	1.55%	209,141.409	10.71	9.71	8.88
W (Ydis) EUR	1.54%	21,080.630	12.20	9.07	8.87
X (acc) HKD	0.26%	8,799,429.905	10.76	9.63	8.70
X (acc) USD	0.27%	500.000	10.95	9.80	-
Z (acc) USD	1.94%	614,723.671	10.07	9.17	8.42
Z (Ydis) EUR ²	-	-	-	9.97	9.72
Templeton Constrained Bond Fund – USD²					
A (acc) USD	-	-	-	10.21	-
A (Mdis) EUR	-	-	-	10.06	-
A (Mdis) USD	-	-	-	10.18	-
I (acc) EUR	-	-	-	10.12	-
I (acc) USD	-	-	-	10.25	-
N (acc) USD	-	-	-	10.16	-
N (Mdis) USD	-	-	-	10.15	-
Templeton Eastern Europe Fund – EUR					
A (acc) EUR	2.57%	9,249,893.084	19.08	21.41	20.40
A (acc) SGD ²	-	-	-	4.53	4.17
A (acc) USD	2.57%	2,992,777.882	21.26	29.30	26.55
A (Ydis) EUR	2.57%	51,504.496	18.87	21.17	20.18
A (Ydis) GBP	2.57%	35,781.671	13.35	16.90	17.22
B (acc) USD	3.88%	1,553,573.159	4.76	6.65	6.10
B (Ydis) EUR	3.88%	111,967.717	4.27	4.85	4.69

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Eastern Europe Fund – EUR (continued)					
C (acc) USD	3.14%	81,302.770	6.89	9.55	8.70
I (acc) EUR	1.40%	1,945,145.001	13.87	15.38	14.49
N (acc) EUR	3.06%	705,158.955	17.59	19.83	19.00
W (acc) EUR	1.67%	69,892.613	8.73	9.71	-
X (acc) EUR	0.30%	697,264.548	7.24	7.94	7.40
Z (acc) USD	2.07%	80,050.908	6.26	8.59	7.74
Templeton Emerging Markets Fund – USD					
A (acc) EUR-H1 (hedged)	2.49%	281,516.700	8.22	9.15	8.55
A (acc) HKD	2.45%	9,801.109	9.56	10.63	9.92
A (acc) SGD	2.47%	3,950,810.474	6.93	7.14	6.77
A (acc) USD	2.47%	8,402,114.963	33.09	36.80	34.33
A (Ydis) USD	2.47%	7,257,135.866	31.59	35.22	32.97
B (acc) USD	3.77%	507,399.931	15.66	17.64	16.68
C (acc) USD	3.05%	874,852.930	27.96	31.28	29.35
I (acc) EUR-H1 (hedged)	1.40%	161,038.000	8.61	9.50	8.75
I (acc) USD	1.39%	1,471,836.347	21.87	24.07	22.21
N (acc) EUR	2.96%	1,064,720.492	15.91	14.48	14.28
N (acc) USD	2.96%	1,708,737.466	17.72	19.81	18.57
W (acc) USD	1.61%	115,721.464	9.60	10.59	-
Z (acc) USD	1.97%	88,675.354	9.09	10.06	-
Templeton Emerging Markets Balanced Fund – USD					
A (acc) CHF-H1 (hedged) ¹²	-	-	-	9.02	8.38
A (acc) EUR	2.10%	747,749.610	10.96	10.00	9.74
A (acc) EUR-H1 (hedged)	2.11%	320,019.363	8.12	9.12	8.46
A (acc) USD	2.10%	1,327,940.713	8.24	9.25	8.56
A (Qdis) GBP	2.11%	1,878.487	7.96	8.41	9.03
A (Qdis) GBP-H1 (hedged) ¹²	-	-	-	8.59	8.21
A (Qdis) SGD-H1 (hedged)	2.11%	140,691.147	7.36	8.45	8.11
A (Qdis) USD	2.10%	432,289.339	7.49	8.61	8.22
A (Ydis) EUR	2.10%	773,174.393	10.10	9.48	9.52
A (Ydis) EUR-H1 (hedged)	2.11%	454,697.028	7.46	8.63	8.23
B (Mdis) USD	3.61%	34,734.550	7.65	8.69	8.28
C (acc) USD	2.86%	205,278.659	8.13	9.19	8.57
I (acc) EUR	1.24%	335,927.917	11.34	10.27	9.91
I (acc) EUR-H1 (hedged)	1.28%	53,772.278	8.40	9.36	8.60
I (acc) USD	1.25%	569.476	8.50	9.46	8.70
I (Ydis) EUR-H1 (hedged) ¹²	-	-	-	8.69	8.31
N (acc) EUR-H1 (hedged)	2.55%	549,040.086	7.96	8.99	8.38
N (acc) USD	2.55%	741,119.937	8.09	9.12	8.48
W (Qdis) GBP	1.40%	6,536.209	8.81	9.30	9.99
X (acc) USD	0.30%	38,642.493	8.86	9.77	8.88
Z (acc) USD	1.79%	462,748.574	8.34	9.33	8.60
Z (Qdis) GBP	1.60%	878.165	8.81	9.30	9.99
Templeton Emerging Markets Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.89%	1,198,595.636	11.27	12.68	12.02
A (acc) EUR-H1 (hedged)	1.91%	1,302,715.641	10.03	11.19	10.58
A (acc) NOK-H1 (hedged)	1.92%	1,306,423.895	11.28	12.48	11.62
A (acc) SEK-H1 (hedged)	1.92%	4,813,777.384	11.07	12.33	11.55
A (acc) USD	1.90%	15,062,712.202	12.09	13.47	12.70
A (Mdis) AUD-H1 (hedged)	1.91%	1,875,741.824	8.33	9.69	9.54
A (Mdis) HKD	1.89%	707,292.021	8.68	10.31	10.34
A (Mdis) SGD-H1 (hedged)	1.90%	1,634,496.905	7.92	9.40	9.44
A (Mdis) USD	1.90%	84,401,756.301	9.55	11.35	11.37
A (Qdis) EUR	1.90%	28,345,333.839	14.99	14.45	15.21
A (Qdis) GBP	1.90%	844,219.911	9.15	9.97	11.22
A (Qdis) USD	1.90%	55,798,827.269	16.59	19.66	19.68
A (Ydis) EUR-H1 (hedged)	1.92%	11,536,748.941	8.82	10.42	10.50
B (Mdis) USD	3.21%	23,258,100.259	9.54	11.34	11.36
B (Qdis) USD	3.21%	9,109,388.696	15.00	17.77	17.79
C (acc) USD	2.48%	1,330,180.504	25.34	28.40	26.93
I (acc) CHF-H1 (hedged)	1.03%	2,219,753.607	10.23	11.41	10.71
I (acc) EUR-H1 (hedged)	1.04%	7,364,809.627	11.73	12.98	12.16
I (acc) USD	1.03%	43,949,884.947	23.12	25.53	23.86
I (Qdis) GBP-H1 (hedged)	1.04%	4,428,024.759	8.68	10.29	10.31
I (Qdis) USD	1.04%	27,497,320.528	13.00	15.41	15.42
I (Ydis) EUR-H1 (hedged)	1.04%	1,622,996.000	8.84	10.48	10.56
N (acc) USD	2.40%	4,808,873.724	30.70	34.38	32.57
N (Mdis) USD*	2.38%	75,789.480	8.79	-	-
N (Qdis) PLN-H1 (hedged)*	2.35%	371,685.000	9.85	-	-
S (acc) USD*	0.92%	500.000	9.79	-	-
W (acc) EUR-H1 (hedged)	1.12%	256,513.635	9.23	10.21	9.58
W (acc) USD	1.11%	605,445.173	9.37	10.35	-
W (Qdis) EUR	1.11%	1,850,297.925	10.48	10.10	-
W (Qdis) GBP	1.12%	331.126	8.19	8.91	-
W (Qdis) GBP-H1 (hedged)	1.12%	166,363.491	9.03	10.70	10.72
W (Qdis) USD	1.11%	1,574,818.325	8.02	9.50	9.52
Y (Mdis) USD*	0.11%	1,634,423.763	9.95	-	-
Z (acc) USD	1.40%	490,322.110	12.21	13.54	12.70
Z (Mdis) USD	1.40%	560,014.079	8.31	9.86	9.88
Z (Qdis) GBP-H1 (hedged)	1.39%	40,958.594	9.01	10.68	10.70

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Emerging Markets Smaller Companies Fund – USD					
A (acc) EUR	2.49%	6,367,978.565	13.52	10.30	8.80
A (acc) USD	2.49%	19,440,139.728	10.55	9.87	8.02
A (Ydis) GBP	2.49%	406,229.160	13.16	11.34	10.47
A (Ydis) USD	2.50%	977,599.357	10.13	9.51	7.81
C (acc) USD	3.08%	843,186.476	11.21	10.55	8.62
I (acc) EUR	1.43%	850,592.065	14.69	11.07	9.36
I (acc) USD	1.44%	2,990,170.211	11.46	10.61	8.53
N (acc) USD	3.00%	4,278,238.596	10.15	9.55	7.80
W (acc) GBP	1.64%	783,686.418	14.99	12.77	11.57
W (acc) USD	1.64%	387,412.701	12.32	11.43	-
Y (Mdis) USD*	0.10%	504,528.690	9.93	-	-
Templeton Euroland Fund – EUR					
A (acc) EUR	1.85%	6,480,230.320	20.32	18.59	14.75
A (Ydis) EUR	1.85%	588,163.905	17.74	16.54	13.26
B (acc) USD	3.16%	661,294.833	9.09	10.35	7.91
B (Ydis) EUR	3.16%	103,438.873	7.92	7.41	5.99
I (acc) EUR	0.97%	2,248,687.534	18.78	17.03	13.39
N (acc) EUR	2.60%	2,926,042.679	12.02	11.08	8.86
X (acc) EUR	0.28%	3,681,965.897	12.18	10.96	-
Templeton European Fund – EUR					
A (acc) EUR	1.83%	2,857,499.765	22.18	20.41	16.60
A (acc) SGD	1.83%	3,547,331.823	8.02	8.39	6.59
A (acc) USD	1.83%	3,342,259.280	24.69	27.91	21.57
A (Ydis) USD	1.83%	6,429,236.220	20.82	23.82	18.69
I (acc) EUR	0.98%	771,401.952	19.21	17.52	14.13
N (acc) EUR	2.58%	517,197.793	20.16	18.69	15.31
W (acc) EUR	1.02%	3,638.207	10.87	9.92	-
Z (acc) EUR	1.30%	1,209.340	10.85	9.92	-
Templeton Frontier Markets Fund – USD					
A (acc) EUR	2.57%	9,541,231.845	22.15	20.32	18.25
A (acc) EUR-H1 (hedged)	2.59%	3,295,978.835	10.92	12.31	10.53
A (acc) SGD	2.57%	267,316.573	16.67	17.39	15.09
A (acc) USD	2.57%	12,657,882.523	18.09	20.39	17.40
A (Ydis) GBP	2.57%	589,041.926	18.96	19.81	19.29
A (Ydis) USD	2.57%	1,548,031.517	17.06	19.43	16.85
B (acc) USD	3.88%	27,639.256	15.68	17.91	15.49
C (acc) USD	3.15%	203,346.542	16.46	18.65	16.02
I (acc) EUR	1.50%	12,675,063.301	23.81	21.61	19.20
I (acc) USD	1.51%	6,142,477.590	19.45	21.69	18.31
I (Ydis) GBP	1.50%	1,935,480.106	19.36	20.24	19.70
N (acc) EUR	3.07%	2,340,061.153	21.42	19.75	17.82
N (acc) EUR-H1 (hedged)	3.09%	4,370,072.922	16.61	18.82	16.18
N (acc) PLN-H1 (hedged)	3.09%	4,261,772.617	11.97	13.28	11.20
W (acc) EUR	1.70%	1,036,752.306	12.11	11.00	-
W (acc) GBP	1.71%	409,162.916	12.55	12.87	12.25
W (acc) USD	1.72%	875,529.885	13.13	14.68	12.42
X (acc) USD	0.30%	500.000	12.60	13.89	11.59
Z (acc) GBP	2.06%	24,185.305	12.41	12.78	12.21
Z (Ydis) EUR-H1 (hedged)	2.08%	185,521.970	10.45	11.88	10.31
Templeton Global Fund – USD					
A (acc) HKD	1.83%	1,102,326.759	15.97	16.61	13.04
A (acc) SGD	1.83%	8,666,024.805	9.96	9.58	7.65
A (acc) USD	1.83%	7,831,514.803	39.33	40.90	32.10
A (Ydis) USD	1.83%	23,500,496.668	35.47	37.05	29.24
B (acc) USD	3.14%	746,139.505	23.43	24.69	19.63
C (acc) USD	2.41%	814,805.439	22.48	23.51	18.56
I (acc) USD	0.97%	9,071,117.905	22.58	23.28	18.12
N (acc) USD	2.58%	1,609,491.063	25.44	26.66	21.08
W (Ydis) USD	1.08%	171,066.074	11.34	11.83	-
X (Ydis) USD	0.26%	965,646.748	9.92	10.19	-
Z (acc) USD*	1.29%	4,460.365	10.37	-	-
Templeton Global (Euro) Fund – EUR					
A (acc) EUR	1.84%	2,304,647.157	21.73	18.22	15.08
A (Ydis) EUR	1.84%	35,331,902.006	19.86	16.73	13.93
B (acc) USD	3.14%	17,980.203	10.97	11.45	9.13
I (acc) EUR	0.98%	502,119.974	21.09	17.54	14.39
I (acc) EUR-H2 (hedged)	0.96%	620,192.984	18.83	17.56	14.18
N (acc) EUR	2.59%	525,905.515	17.95	15.17	12.65
W (acc) EUR	1.05%	7,404.176	13.23	11.02	-
Z (acc) EUR	1.33%	36,661.583	12.16	10.14	-
Templeton Global Balanced Fund – USD					
A (acc) EUR	1.63%	3,171,019.532	25.17	21.60	19.33
A (acc) EUR-H1 (hedged)	1.65%	1,041,309.026	19.04	20.12	17.16
A (acc) SGD	1.63%	32,057,509.526	10.74	10.48	9.06
A (acc) USD	1.63%	11,093,816.968	28.05	29.57	25.15
A (Qdis) USD	1.63%	13,991,612.655	23.09	24.49	21.00
B (acc) USD	2.94%	1,971,761.055	17.79	19.01	16.38
C (Qdis) USD	2.21%	3,856,186.539	13.52	14.38	12.36

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Global Balanced Fund – USD (continued)					
I (Ydis) USD	0.87%	2,213,441.903	12.83	13.61	11.71
N (acc) EUR	2.13%	4,405,205.194	17.80	15.35	13.80
N (acc) EUR-H1 (hedged)	2.15%	1,924,325.206	9.94	10.57	9.06
W (acc) GBP-H1 (hedged)*	0.98%	33,047.404	9.65	-	-
W (acc) USD	0.98%	696,442.845	10.26	10.75	-
X (Ydis) USD	0.25%	12,391.934	9.81	10.28	-
Z (acc) USD	1.13%	291,702.702	9.62	10.09	-
Templeton Global Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.38%	15,416,201.595	12.78	13.20	12.50
A (acc) CZK-H1 (hedged)	1.39%	17,618,871.549	111.83	113.99	107.79
A (acc) EUR	1.39%	96,833,278.849	25.94	21.58	21.41
A (acc) EUR-H1 (hedged)	1.41%	103,156,919.554	20.94	21.41	20.22
A (acc) HKD	1.39%	3,102,476.683	12.79	13.08	12.34
A (acc) NOK-H1 (hedged)	1.41%	4,672,487.309	13.54	13.66	12.70
A (acc) SEK-H1 (hedged)	1.41%	35,416,522.547	13.13	13.34	12.48
A (acc) USD	1.39%	145,363,053.099	28.91	29.56	27.87
A (Mdis) AUD-H1 (hedged)	1.40%	3,382,592.710	11.80	12.01	11.36
A (Mdis) CAD-H1 (hedged)	1.40%	1,668,082.879	10.94	11.31	10.83
A (Mdis) EUR	1.39%	34,241,435.476	18.47	15.69	15.93
A (Mdis) EUR-H1 (hedged)	1.40%	59,215,915.298	13.28	13.81	13.36
A (Mdis) GBP	1.39%	4,017,798.882	13.12	12.58	13.65
A (Mdis) GBP-H1 (hedged)	1.40%	6,382,853.128	10.59	11.00	10.62
A (Mdis) HKD	1.39%	23,943,503.046	11.14	11.64	11.23
A (Mdis) RMB-H1 (hedged)	1.38%	321,483.448	109.58	110.75	105.33
A (Mdis) SGD	1.39%	9,396,461.823	11.99	11.59	11.37
A (Mdis) SGD-H1 (hedged)	1.39%	29,498,915.881	12.68	13.18	12.75
A (Mdis) USD	1.39%	252,924,097.155	20.56	21.47	20.72
A (Ydis) CHF-H1 (hedged)	1.40%	2,085,453.081	10.89	11.51	11.17
A (Ydis) EUR	1.39%	46,757,654.926	18.92	16.11	16.36
A (Ydis) EUR-H1 (hedged)	1.40%	108,466,418.173	10.69	11.15	10.78
AX (acc) USD	1.59%	25,107,677.188	21.83	22.37	21.13
B (Mdis) USD	2.90%	10,433,001.965	21.38	22.37	21.58
C (Mdis) USD	2.17%	55,139,855.307	15.76	16.47	15.89
I (acc) CHF-H1 (hedged)	0.84%	18,618,654.238	12.37	12.68	11.96
I (acc) EUR	0.84%	26,379,743.123	21.38	17.69	17.45
I (acc) EUR-H1 (hedged)	0.85%	36,871,984.385	17.51	17.74	16.68
I (acc) NOK-H1 (hedged)	0.85%	125,027,330.304	10.30	10.29	9.53
I (acc) NZD-H1 (hedged)	0.83%	4,583,346.499	10.56	10.34	-
I (acc) USD	0.84%	80,382,343.411	23.98	24.39	22.86
I (Mdis) EUR	0.84%	2,005,625.920	15.45	13.13	13.33
I (Mdis) GBP	0.84%	10,145,311.298	12.24	11.74	12.74
I (Mdis) GBP-H1 (hedged)	0.85%	123,030,049.334	11.62	12.08	11.68
I (Mdis) JPY	0.84%	6,857,050.035	1,517.55	1,311.67	1,239.04
I (Mdis) JPY-H1 (hedged)	0.85%	5,584,742.564	1,044.06	1,087.90	1,050.01
I (Ydis) EUR	0.85%	1,318,897.330	16.64	14.16	14.38
I (Ydis) EUR-H1 (hedged)	0.85%	29,578,381.611	10.85	11.31	10.95
N (acc) EUR	2.09%	17,791,464.287	25.30	21.20	21.17
N (acc) EUR-H1 (hedged)	2.11%	41,741,143.378	20.52	21.07	20.06
N (acc) HUF	2.09%	15,488,329.053	151.78	124.95	118.87
N (acc) PLN-H1 (hedged)	2.11%	23,069,105.599	14.07	14.14	13.18
N (acc) USD	2.09%	35,011,869.664	28.19	29.03	27.56
N (Mdis) EUR-H1 (hedged)	2.11%	60,710,118.624	15.47	16.16	15.64
N (Mdis) USD	2.09%	7,364,510.766	11.00	11.50	11.09
N (Ydis) EUR-H1 (hedged)	2.11%	14,686,620.334	10.69	11.13	10.78
S (acc) USD	0.74%	380,665.000	10.37	10.54	-
S (Mdis) EUR*	0.74%	422.244	10.50	-	-
W (acc) CHF-H1 (hedged)	0.98%	150,588.322	10.04	10.30	-
W (acc) EUR	0.98%	5,025,513.469	11.99	9.93	9.82
W (acc) EUR-H1 (hedged)	0.99%	5,489,889.058	11.46	11.62	10.94
W (acc) USD	0.98%	4,810,838.051	11.50	11.71	11.00
W (Mdis) EUR	0.99%	353,208.311	12.03	10.22	-
W (Mdis) GBP	0.98%	4,220,546.914	10.75	10.31	11.20
W (Mdis) GBP-H1 (hedged)	0.98%	8,015,496.972	10.99	11.42	11.04
W (Mdis) USD	0.98%	2,040,929.048	9.65	10.08	9.72
W (Ydis) EUR	0.99%	1,018,242.509	12.31	10.40	-
W (Ydis) EUR-H1 (hedged)	0.98%	354,083.013	9.84	10.28	9.77
X (acc) EUR	0.29%	12,287,238.002	12.72	10.47	-
X (acc) USD*	0.28%	9,668,657.450	10.01	-	-
Y (acc) CAD*	0.07%	612,752.729	10.04	-	-
Z (acc) EUR	1.09%	130,273.750	14.78	12.26	12.12
Z (acc) USD	1.09%	15,750,806.764	12.78	13.02	12.24
Z (Mdis) GBP-H1 (hedged)	1.08%	203,358.011	11.00	11.43	11.03
Z (Mdis) USD	1.09%	11,213,902.856	10.41	10.88	10.49
Z (Ydis) EUR-H1 (hedged)	1.10%	497,173.232	10.75	11.20	10.84
Templeton Global Bond (Euro) Fund – EUR					
A (acc) EUR	1.40%	12,121,227.368	15.11	15.37	14.69
A (acc) USD	1.40%	146,828.825	9.54	11.93	10.84
A (Ydis) EUR	1.40%	8,183,685.496	10.30	10.77	10.56
I (acc) EUR	0.85%	1,422,788.483	15.41	15.60	14.82

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Global Bond (Euro) Fund – EUR (continued)					
N (acc) EUR	2.10%	7,044,078.953	13.91	14.25	13.72
W (acc) EUR	0.99%	10,589.002	10.28	10.41	-
Templeton Global Equity Income Fund – USD					
A (acc) EUR	1.60%	257,086.559	15.37	13.28	11.32
A (acc) USD	1.60%	2,700,640.670	13.62	14.46	11.72
A (Mdis) RMB-H1 (hedged)*	1.77%	61,360.000	102.01	-	-
A (Mdis) SGD**	1.84%	14,042,705.012	6.67	6.86	5.90
A (Mdis) USD**	1.60%	11,250,462.637	10.21	11.32	9.55
B (Qdis) USD	2.91%	2,195,634.511	9.95	11.10	9.48
I (Ydis) USD	0.95%	500.000	10.07	10.88	-
N (Mdis) USD*	2.53%	500.000	9.64	-	-
Templeton Global High Yield Fund – USD					
A (acc) EUR	1.69%	2,128,911.394	12.53	11.05	10.66
A (acc) USD	1.70%	855,287.599	13.95	15.12	13.87
A (Mdis) EUR	1.70%	10,501,216.234	8.22	7.60	7.70
A (Mdis) USD	1.69%	1,675,567.610	9.15	10.39	10.01
I (acc) EUR	0.90%	809,688.307	13.27	11.61	11.11
I (acc) USD	0.93%	28,700.548	14.82	15.94	14.50
N (acc) EUR	2.19%	2,820,795.451	12.02	10.65	10.33
Templeton Global Income Fund – USD					
A (acc) EUR	1.69%	16,432,671.143	21.50	18.05	16.26
A (acc) EUR-H1 (hedged)	1.66%	1,422,110.302	10.40	10.72	-
A (acc) HKD	1.68%	580,481.327	13.60	14.04	12.04
A (acc) USD	1.69%	23,622,974.593	19.04	19.65	16.82
A (Mdis) SGD-H1 (hedged)	1.66%	61,770.000	10.02	10.49	-
A (Qdis) EUR-H1 (hedged)	1.66%	797,179.682	10.20	10.69	-
A (Qdis) HKD	1.69%	4,811,890.110	12.40	13.01	11.31
A (Qdis) SGD	1.69%	104,814.484	12.22	11.87	10.48
A (Qdis) USD	1.69%	17,021,999.921	14.37	15.08	13.10
B (Qdis) USD	3.00%	2,736,356.041	14.27	14.98	13.03
C (Qdis) USD	2.27%	11,019,726.237	14.30	15.02	13.04
I (acc) EUR-H1 (hedged)	0.88%	5,160,509.287	10.52	10.75	-
I (acc) USD	0.89%	16,487,833.530	20.35	20.84	17.69
N (acc) EUR-H1 (hedged)*	2.18%	94,598.905	10.12	-	-
N (acc) USD	2.19%	24,030,444.329	18.11	18.78	16.16
N (Qdis) EUR-H1 (hedged)	2.20%	2,107,388.741	10.18	10.67	-
S (acc) USD*	0.77%	500.000	10.43	-	-
Z (acc) USD	1.04%	1,993,862.122	14.99	15.37	13.07
Templeton Global Smaller Companies Fund – USD					
A (acc) USD	1.88%	1,496,950.308	37.04	39.36	33.78
A (Ydis) USD	1.88%	2,183,362.244	34.96	37.16	32.03
B (acc) USD	3.20%	231,336.130	9.76	10.51	9.14
C (acc) EUR	2.46%	1,108.982	12.93	11.24	10.21
I (acc) USD	1.04%	241,378.879	16.82	17.72	15.10
N (acc) USD	2.63%	192,936.914	24.61	26.35	22.79
Templeton Global Total Return Fund – USD					
A (acc) CHF-H1 (hedged)	1.40%	21,465,022.238	14.29	14.93	14.09
A (acc) EUR	1.41%	49,948,612.915	26.04	21.92	21.65
A (acc) EUR-H1 (hedged)	1.42%	92,367,099.963	20.88	21.51	20.26
A (acc) HKD	1.41%	11,978,151.340	13.93	14.41	13.53
A (acc) NOK-H1 (hedged)	1.42%	5,691,017.252	10.42	10.63	9.86
A (acc) PLN-H1 (hedged)	1.42%	9,519,124.795	84.93	85.92	79.28
A (acc) SEK-H1 (hedged)	1.42%	66,432,169.892	12.69	13.05	12.15
A (acc) USD	1.41%	175,288,048.540	29.04	30.04	28.20
A (Mdis) AUD-H1 (hedged)	1.42%	9,876,834.473	11.71	12.27	11.68
A (Mdis) EUR	1.41%	38,132,226.739	15.54	13.55	13.86
A (Mdis) EUR-H1 (hedged)	1.42%	86,946,145.179	11.11	11.89	11.58
A (Mdis) GBP	1.41%	3,764,867.276	11.04	10.85	11.87
A (Mdis) GBP-H1 (hedged)	1.41%	12,207,299.132	8.56	9.14	8.89
A (Mdis) HKD	1.41%	162,429,932.813	11.29	12.10	11.77
A (Mdis) RMB-H1 (hedged)	1.40%	1,061,316.790	107.90	111.85	107.17
A (Mdis) SGD	1.41%	9,005,690.960	11.81	11.71	11.58
A (Mdis) SGD-H1 (hedged)	1.41%	46,107,633.541	11.33	12.11	11.80
A (Mdis) USD	1.41%	187,696,437.974	17.26	18.49	17.98
A (Ydis) CHF-H1 (hedged)	1.40%	2,633,113.694	10.88	11.75	11.56
A (Ydis) EUR	1.41%	35,917,770.843	16.12	14.04	14.45
A (Ydis) EUR-H1 (hedged)	1.42%	46,724,013.090	10.97	11.69	11.47
B (acc) USD	2.92%	2,045,453.055	24.40	25.62	24.42
B (Mdis) USD	2.92%	8,079,356.951	17.18	18.43	17.92
C (Mdis) USD	2.19%	36,863,108.455	15.35	16.46	16.00
I (acc) CHF-H1 (hedged)	0.86%	7,701,840.905	12.72	13.20	12.39
I (acc) EUR	0.86%	10,018,436.910	24.70	20.68	20.31
I (acc) EUR-H1 (hedged)	0.87%	43,240,879.397	19.15	19.64	18.39
I (acc) NOK-H1 (hedged)	0.86%	4,854,368.932	10.19	10.32	9.51
I (acc) USD	0.86%	84,862,883.431	27.50	28.29	26.41
I (acc) USD-H4 (BRL) (hedged)*	0.86%	67,669.100	8.11	-	-
I (Mdis) EUR	0.86%	813,330.404	15.21	13.27	13.57
I (Mdis) GBP	0.86%	164,055.107	12.84	12.63	13.81

STATISTICAL INFORMATION (CONTINUED)

	Total Expense Ratio June 30, 2015 (See Note 25)	Shares Outstanding June 30, 2015	Net Asset Value per Share		
			June 30, 2015	June 30, 2014	June 30, 2013
Templeton Global Total Return Fund – USD (continued)					
I (Mdis) GBP-H1 (hedged)	0.86%	12,209,522.697	12.12	12.93	12.59
I (Mdis) JPY	0.85%	294,933,233.952	1,508.79	1,337.56	1,273.03
I (Mdis) JPY-H1 (hedged)	0.85%	12,154,227.303	992.53	1,061.62	1,032.34
I (Ydis) EUR	0.85%	3,011,528.572	16.22	14.09	14.50
I (Ydis) EUR-H1 (hedged)	0.87%	27,183,795.954	11.10	11.83	11.56
N (acc) EUR	2.11%	27,576,227.512	23.97	20.32	20.20
N (acc) EUR-H1 (hedged)	2.13%	55,021,965.438	19.11	19.92	18.86
N (acc) HUF	2.11%	19,075,650.014	162.08	134.98	127.85
N (acc) USD	2.11%	45,395,002.866	26.73	27.85	26.32
N (Mdis) EUR-H1 (hedged)	2.13%	97,498,529.487	13.18	14.10	13.75
N (Mdis) USD	2.11%	860,956.370	9.08	9.73	9.46
N (Ydis) EUR-H1 (hedged)	2.13%	17,422,349.984	10.94	11.67	11.45
S (acc) EUR-H1 (hedged)	0.74%	111,003.000	10.31	10.58	-
S (acc) USD	0.74%	86,197.000	10.31	10.60	-
S (Ydis) USD	0.74%	2,659,000.000	9.77	10.08	-
W (acc) CHF-H1 (hedged)	0.98%	256,637.233	9.89	10.27	-
W (acc) EUR	1.00%	3,499,595.136	12.33	10.34	-
W (acc) EUR-H1 (hedged)	1.01%	5,869,429.837	11.77	12.11	11.35
W (acc) GBP-H1 (hedged)	0.98%	169,318.836	10.02	10.27	-
W (acc) USD	1.00%	6,163,971.479	11.81	12.17	11.37
W (Mdis) EUR	1.00%	662,856.459	11.70	10.20	-
W (Mdis) GBP	1.00%	1,192,070.480	10.59	10.42	11.39
W (Mdis) GBP-H1 (hedged)	1.00%	3,277,279.523	9.39	10.01	9.74
W (Mdis) USD	1.00%	3,187,579.717	9.34	10.00	9.72
W (Ydis) EUR	0.99%	387,070.390	12.00	10.34	-
X (Ydis) USD	0.29%	505,396.020	10.87	11.63	11.38
Z (acc) USD	1.11%	9,767,062.214	13.88	14.31	13.39
Z (Mdis) GBP-H1 (hedged)	1.10%	540,738.274	10.81	11.54	11.24
Z (Mdis) USD	1.11%	5,090,673.190	10.36	11.09	10.78
Z (Ydis) EUR-H1 (hedged)	1.11%	4,645,205.377	10.94	11.66	11.42
Templeton Growth (Euro) Fund – EUR					
A (acc) EUR	1.82%	402,162,123.443	16.51	14.43	12.15
A (acc) USD	1.82%	16,538,024.253	18.42	19.78	15.83
A (Ydis) EUR	1.82%	15,770,739.380	16.98	14.93	12.61
A (Ydis) USD	1.82%	1,655,256.860	18.88	20.40	16.38
B (Ydis) EUR	3.12%	35,436.164	11.50	10.17	8.68
I (acc) EUR	0.97%	8,924,285.318	18.56	16.08	13.43
I (Ydis) EUR	0.97%	1,927,573.227	16.04	14.10	11.91
I (Ydis) USD	0.96%	499,339.904	17.98	19.42	15.59
N (acc) EUR	2.57%	2,171,210.927	14.69	12.93	10.97
Templeton Korea Fund – USD					
A (acc) SGD	2.51%	2,785,522.378	6.73	6.72	5.58
A (acc) USD	2.51%	7,276,792.697	5.81	6.27	5.12
C (acc) USD	3.09%	14,077.525	9.83	10.68	8.77
I (acc) USD	1.41%	25,867.695	11.47	12.25	9.89
N (acc) USD	3.01%	352,694.763	15.55	16.88	13.85
Templeton Latin America Fund – USD					
A (acc) EUR	2.28%	524,348.087	7.35	8.22	8.28
A (acc) SGD	2.28%	2,105,134.020	5.78	7.35	7.15
A (acc) USD	2.28%	2,825,634.812	52.65	72.26	69.21
A (Ydis) EUR	2.28%	283,922.515	43.01	48.37	48.96
A (Ydis) GBP	2.28%	56,021.158	30.62	38.83	42.02
A (Ydis) USD	2.28%	17,807,188.720	47.87	66.14	63.65
B (acc) USD	3.59%	1,368,054.554	9.61	13.36	12.97
C (acc) USD	2.86%	304,090.873	10.23	14.12	13.61
I (acc) USD	1.31%	3,789,556.000	16.71	22.72	21.55
I (Ydis) EUR-H2 (hedged)	1.31%	3,747,772.532	7.37	9.00	9.08
N (acc) EUR	2.78%	26,707.205	7.20	8.08	8.18
N (acc) PLN-H1 (hedged)	2.81%	4,271,143.024	6.69	9.16	8.70
N (acc) USD	2.78%	926,304.035	27.22	37.54	36.14
W (acc) GBP	1.40%	22,413.737	7.12	8.90	9.51
W (Ydis) USD	1.41%	201,342.464	7.05	9.74	-
X (acc) USD	0.29%	500.000	7.89	10.62	-
X (Ydis) USD ^Ω	-	-	-	8.01	7.72
Z (acc) GBP	1.76%	19,617.395	7.07	8.86	9.50
Z (acc) USD	1.78%	160,417.390	6.72	9.17	8.74
Templeton Thailand Fund – USD					
A (acc) SGD	2.50%	555,517.125	14.77	13.95	14.26
A (acc) USD	2.50%	6,853,531.107	19.50	19.90	20.00
B (acc) USD	3.80%	263,915.781	18.78	19.42	19.78
I (acc) USD	1.42%	16,057.531	18.59	18.77	18.67
N (acc) USD	3.00%	379,900.851	24.37	24.99	25.25
W (acc) USD	1.63%	103,733.229	9.98	10.09	-

* This Fund / share class was launched during the year

^Ω This Fund / share class was closed during the year

** This Fund / share class had its name changed during the year (refer to note 1)

NOTES TO THE FINANCIAL STATEMENTS

AT JUNE 30, 2015

Note 1 — The Company

Franklin Templeton Investment Funds (“FTIF” or the “Company”) is a collective investment undertaking pursuant to Part I of the amended Luxembourg law of December 17, 2010 on undertakings for collective investment and qualifies as a société d’investissement à capital variable. The Company was incorporated in Luxembourg on November 6, 1990, for an undetermined period. At the date of this report, it offers shares in 88 sub-funds of the Company (the “Funds”). The Board of Directors of the Company may authorise the creation of additional Funds in future with different investment objectives.

The Company aims to provide investors with a choice of Funds investing in a wide range of transferable securities and other eligible assets on a worldwide basis and featuring a diverse array of investment objectives, including capital growth and income. The overall objective of the Company is to seek to minimise investment exposure through diversification and to provide Shareholders with the benefit of a portfolio managed by Franklin Templeton Investments, according to its successful time-tested investment selection methods.

Changes to the Investment Manager structure of the Company

With effect from October 31, 2014, the management structure of the Franklin Mutual European Fund has changed from a single management structure with Franklin Mutual Advisers, LLC to a co-management structure composed of Franklin Mutual Advisers, LLC and Franklin Templeton Investment Management Limited.

With effect as of January 1, 2015, Franklin Templeton Investments (ME) Limited has been appointed as additional co-investment manager for Franklin World Perspectives Fund.

With effect as of March 2, 2015, EMSO Partners Limited has been appointed as additional co-investment manager and with effect as of June 20, Independence Capital Asset Partners, LLC has been removed as co-investment manager for Franklin K2 Alternative Strategies Fund.

With effect as of June 26, 2015, Franklin Templeton Investment Management Limited has been appointed as lead investment manager in replacement of Franklin Advisers, Inc., and Franklin Advisers, Inc. as well as Franklin Alternative Strategies Advisers, LLC have been appointed as additional co-investment managers for Franklin Global Multi-Asset Income Fund.

With effect as of June 26, 2015, the management structure of Franklin Global Aggregate Bond Fund and Franklin Global Aggregate Investment Bond Fund has changed from a single management structure with Franklin Templeton Investment Management Limited to a co-management structure composed of Franklin Templeton Institutional, LLC and Franklin Templeton Investment Management Limited.

With effect as of June 26, 2015, the management structure of Franklin Diversified Balanced Fund, Franklin Diversified Conservative Fund and Franklin Diversified Dynamic Fund has changed from a co-management structure composed of Franklin Templeton Investment Management Limited (German Branch) and Fiduciary Trust Company of Canada to a single management structure with Franklin Templeton Investment Management Limited.

Distribution frequency change

Effective January 8, 2015, the following share classes had their distribution frequency changed from quarterly to monthly:

- ▶ Templeton Global Equity Income Fund - A (Qdis) SGD was renamed A (Mdis) SGD
- ▶ Templeton Global Equity Income Fund - A (Qdis) USD was renamed A (Mdis) USD

These share classes paid quarterly distributions until January 2015 and started paying monthly distributions from February 2015.

Fund launches

Franklin K2 Alternative Strategies Fund launched on September 15, 2014.

The following Funds launched on November 17, 2014:

- ▶ Franklin Asia Credit Fund
- ▶ Franklin European Income Fund
- ▶ Templeton ASEAN Fund.

The following Funds launched on March 23, 2015:

- ▶ Franklin Strategic Balanced Fund
- ▶ Franklin Strategic Conservative Fund
- ▶ Franklin Strategic Dynamic Fund

Fund closures

Franklin Asian Flex Cap Fund closed on September 12, 2014.

Templeton Constrained Bond Fund closed on June 19, 2015.

Fund name changes

From September 30, 2014:

- ▶ Templeton Euro Liquid Reserve Fund is renamed Franklin Euro Liquid Reserve Fund
- ▶ Templeton Euro Short-Term Money Market Fund is renamed Franklin Euro Short-Term Money Market Fund
- ▶ Templeton European Total Return Fund is renamed Franklin European Total Return Fund.

From November 14, 2014:

- ▶ Franklin Euroland Core Fund is renamed Franklin Euroland Fund
- ▶ Franklin European Core Fund is renamed Franklin European Fund.

From June 26, 2015:

- ▶ Franklin Multi-Asset Income Fund is renamed Franklin Global Multi-Asset Income Fund
- ▶ Franklin Strategic Balanced Fund is renamed Franklin Diversified Balanced Fund
- ▶ Franklin Strategic Conservative Fund is renamed Franklin Diversified Conservative Fund
- ▶ Franklin Strategic Dynamic Fund is renamed Franklin Diversified Dynamic Fund.

Fund mergers

On February 6, 2015 Franklin Mutual Euroland Fund was merged into Franklin Mutual European Fund. The conversions of Shares were based on the following ratios:

- ▶ For 1 Franklin Mutual Euroland Fund Class A (acc) EUR, the Shareholder received 0.71623539 Shares of Franklin Mutual European Fund Class A (acc) EUR;
- ▶ For 1 Franklin Mutual Euroland Fund Class N (acc) EUR, the Shareholder received 0.81398957 Shares of Franklin Mutual European Fund Class N (acc) EUR.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 1 — The Company (continued)

Fund mergers (continued)

Merger of Franklin Templeton Strategic Allocation Funds (“FTSAF”) into FTIF

On January 12, 2015, the Extraordinary General Meeting of the shareholders of FTSAF decided to merge its 4 sub-funds into FTIF on March 20, 2015.

The conversions of Shares were based on the following ratios:

- ▶ For 1 Share of FTSAF - Franklin Equity Selection Fund Class N (acc) EUR, the Shareholder received 1.11719179 Shares of FTIF - Franklin Global Equity Strategies Fund Class N (acc) EUR
- ▶ For 1 Share of FTSAF - Franklin Strategic Dynamic Fund Class A (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Dynamic Fund Class A (acc) EUR (formerly named FTIF - Franklin Strategic Dynamic Fund Class A (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Dynamic Fund Class A (Ydis) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Dynamic Fund Class A (Ydis) EUR (formerly named Franklin Strategic Dynamic Fund Class A (Ydis) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Dynamic Fund Class I (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Dynamic Fund Class I (acc) EUR (formerly named Franklin Strategic Dynamic Fund Class I (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Dynamic Fund Class I (Ydis) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Dynamic Fund Class I (Ydis) EUR (formerly named FTIF - Franklin Strategic Dynamic Fund Class I (Ydis) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Dynamic Fund Class N (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Dynamic Fund Class N (acc) EUR (formerly named FTIF - Franklin Strategic Dynamic Fund Class N (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Balanced Fund Class A (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Balanced Fund Class A (acc) EUR (formerly named FTIF - Franklin Strategic Balanced Fund Class A (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Balanced Fund Class A (Ydis) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Balanced Fund Class A (Ydis) EUR (formerly named FTIF - Franklin Strategic Balanced Fund Class A (Ydis) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Balanced Fund Class I (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Balanced Fund Class I (acc) EUR (formerly named FTIF - Franklin Strategic Balanced Fund Class I (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Balanced Fund Class I (Ydis) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Balanced Fund Class I (Ydis) EUR (formerly named FTIF - Franklin Strategic Balanced Fund Class I (Ydis) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Balanced Fund Class N (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Balanced Fund Class N (acc) EUR (formerly named FTIF - Franklin Strategic Balanced Fund Class N (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Conservative Fund Class A (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Conservative Fund Class A (acc) EUR (formerly named FTIF - Franklin Strategic Conservative Fund Class A (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Conservative Fund Class A (Ydis) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Conservative Fund Class A (Ydis) EUR (formerly named FTIF - Franklin Strategic Conservative Fund Class A (Ydis) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Conservative Fund Class I (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Conservative Fund Class I (acc) EUR (formerly named FTIF - Franklin Strategic Conservative Fund Class I (acc) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Conservative Fund Class I (Ydis) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Conservative Fund Class I (Ydis) EUR (formerly named FTIF - Franklin Strategic Conservative Fund Class I (Ydis) EUR)
- ▶ For 1 Share of FTSAF - Franklin Strategic Conservative Fund Class N (acc) EUR, the Shareholder received 1 Share of FTIF - Franklin Diversified Conservative Fund Class N (acc) EUR (formerly named FTIF - Franklin Strategic Conservative Fund Class N (acc) EUR)

Note 2 — Significant accounting policies

(a) General

The financial statements are prepared in accordance with the regulations of the Grand Duchy of Luxembourg relating to investment funds.

(b) Investment in securities

Securities which are listed on a stock exchange or traded on any other organised market are valued at the last available price on such exchange or market which is normally the principal market for each security, and those securities dealt in on an over-the-counter market are valued in a manner as near as possible to that for quoted securities.

Securities not listed on any stock exchange nor traded on any organised market are valued at the last available price, or if such price is not representative of their fair value, they are valued prudently and in good faith on the basis of their reasonably foreseeable sales prices.

The Company has procedures to determine the fair value of individual securities and other assets for which market prices are not readily available or which may not be reliably priced. In such circumstances, the price of such investment shall be adjusted in accordance with the procedures adopted, as determined by or under the direction of the Board of Directors.

During the accounting year under review, gains and losses on investment securities sold were computed on the average cost basis for all Funds with the exception of the Franklin High Yield Fund, the Franklin Income Fund, the Franklin U.S. Government Fund, the Templeton Asian Bond Fund and the Templeton BRIC Fund which were computed on the first-in, first-out basis.

During the accounting year under review, discounts and premiums were amortised to income over the period to maturity.

For mortgage-backed and other similar holdings with scheduled debt paydowns, the Funds record accruals, based on their historical experience, for anticipated paydowns. Such accruals are recorded as a reduction or increase to the related holdings as disclosed on the Schedule of Investments and are included in the related unrealised appreciation/depreciation on investments shown on the “Statement of Operations and Changes in Net Assets”.

Money market instruments are valued at market value with the exception of Franklin Euro Short-Term Money Market Fund, where all securities are valued at amortised cost. Under this method, the cost of investments is adjusted to income for the amortisation of premiums and discounts over the life of the investments. Where the amortised cost basis does not reflect a prudent approach to the valuation of the security, the latest available price prevailing on the valuation day is used.

(c) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at the forward rate applicable at the “Statement of Net Assets” date for the remaining period, until maturity. Gains or losses resulting from forward exchange contracts are recognised in the “Statement of Operations and Changes in Net Assets”.

(d) Financial future contracts

The Company may enter into financial future contracts to gain exposure to market changes. A financial future contract is an agreement between two parties to buy or sell a security for a set price on a future date. Required initial margin deposits of cash or securities are maintained by a broker

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 2 — Significant accounting policies (continued)

(d) Financial future contracts (continued)

in a segregated account. Subsequent payments, known as variation margin, are made or received by the Company depending on the fluctuations in the value of the underlying securities. Such variation margin is accounted for as unrealised gains or losses until the contract is closed, at which time the gains or losses are reclassified to realised gains or losses. Realised and unrealised gains and losses are included in the “Statement of Operations and Changes in Net Assets”.

(e) Interest rate swap contracts

Interest rate swap contracts are used to hedge the risk of changes in interest rates and are agreements between two parties to exchange cash flows based on a notional principal amount. The net interest received or paid on interest rate swap contract agreements is accrued daily as interest income/expense.

Interest rate swap contracts are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealised gain or loss in the “Statement of Operations and Changes in Net Assets”. When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of interest rate swap contracts include changes in market conditions and the possible inability of the counterparty to fulfill its obligations under the agreement.

(f) Inflation swap contracts

An inflation swap contract is a bilateral agreement in which each of the parties agree to exchange a series of interest payments for another series of interest payments based on a notional amount that serves as a computation basis and that is usually not exchanged.

Inflation swap contracts are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealised gain or loss in the “Statement of Operations and Changes in Net Assets”. When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of inflation swap contracts include changes in market conditions and the possible inability of the counterparty to fulfill its obligations under the agreement.

(g) Cross currency swap contracts

A cross currency swap is an agreement between two parties to exchange interest payments and principals denominated in two different currencies. Cross currency swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the “Statement of Operations and Changes in Net Assets”.

When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of cross currency swap contracts include changes in market conditions and the possible inability of the counterparty to fulfill its obligations under the agreement.

(h) Total return swap contracts

A total return swap is an agreement in which one party makes payments based on a set rate, either fixed or variable, while the other party makes payments based on the return of an underlying asset, which includes both the income it generates and any capital gains.

Total return swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the “Statement of Operations and Changes in Net Assets”.

When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of total return swap contracts include changes in market conditions and the possible inability of the counterparty to fulfill its obligations under the agreement.

(i) Credit default swap contracts

A credit default swap contract is a credit derivative transaction in which two parties enter into an agreement, whereby one party pays the other a fixed periodic payment for the specified life of the agreement. The other party makes no payments unless a credit event, relating to a predetermined reference asset, occurs. If such an event occurs, the party will then make a payment to the first party, and the swap will terminate. The value of the underlying securities shall be taken into account for the calculation of the investment and borrowing powers applicable to individual users.

Credit default swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the “Statement of Operations and Changes in Net Assets”. Any payment received or paid to initiate a contract is recorded as a liability or asset in the “Statement of Net Assets”. When the swap contract is terminated early, the Fund records a realised gain or loss for any payments received or paid.

The risks of credit default swap contracts include unfavourable changes in interest rates, an illiquid secondary market and the possible inability of the counterparty to fulfill its obligations under the agreement, which may be in excess of the amount reflected in the “Statement of Net Assets”.

(j) Option contracts

Options are contracts entitling the holder to purchase or sell a specified number of shares or units of a particular security at a specified price at any time until the contract-stated expiration date. Options purchased are recorded as investments; options written (sold) are recorded as liabilities. When the exercise of an option results in a cash settlement, the difference between the premium (original option value) and the settlement proceeds is accounted for as a realised gain or loss. When securities are acquired or delivered upon exercise of an option, the acquisition cost or sale proceeds are adjusted by the amount of the premium. When an option is closed, the difference between the premium and the cost to close the position is accounted for as a realised gain or loss. When an option expires, the premium is accounted for as a realised gain for options written or as a realised loss for options purchased.

The risks include price movements in the underlying securities, the possibility there may be an illiquid options market, or the inability of the counterparties to fulfill their obligations under the contract.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 2 — Significant accounting policies (continued)

(j) Option contracts (continued)

The Company writes options on securities, futures and interest rate swaps (“swaptions”). These options are settled in cash and subject the Company to unlimited risk of loss. The Company, however, is not subject to credit risk on written options as the counterparty has already performed its obligation by paying the premium at the inception of the contract.

The market values are recorded under “Option Contracts at Market Value” in the Statement of Net Assets.

(k) Foreign exchange transactions

Transactions expressed in currencies other than each Fund’s currency are translated into each Fund’s currency at the exchange rates applicable on the transaction dates.

Assets and liabilities designated in currencies other than each Fund’s currency are translated into each Fund’s currency at the appropriate exchange rates ruling at the period-end. Gains and losses on foreign exchange transactions are recognised in the “Statement of Operations and Changes in Net Assets” in determining the results for the accounting year.

The reference currency of the Company as reflected in the financial statements is U.S. dollar. The principal exchange rates applied as at June 30, 2015 are as follows:

AUD	1.2965124	CNH	6.2069500	GBP	0.6365372	JPY	122.3900000	PLN	3.7625500
CAD	1.2490000	CZK	24.4690000	HKD	7.7516500	NOK	7.8413500	SEK	8.2923500
CHF	0.9351000	EUR	0.8973036	HUF	282.8400000	NZD	1.4757969	SGD	1.3469000

The list of the currency abbreviations is available in note 28.

(l) Mortgage dollar rolls

In a mortgage dollar roll, a Fund sells mortgage-backed securities for delivery in the current month and simultaneously contracts to repurchase substantially similar (name, type, coupon, and maturity) securities on a specified future date. During the period between the sale and repurchase, the Fund foregoes principal and interest paid on the mortgage-backed securities. The Fund is compensated by the difference between the current sales price and the lower forward price for the future purchase, as well as by the interest earned on the cash proceeds of the initial sale.

The difference between the current sales price and the lower forward price is treated as realised gain.

(m) Income

Dividends are credited to income on their ex-dividend date. Interest income is accrued on a daily basis.

(n) Securities lending

A Fund may utilise up to 100% of its assets for securities lending transactions. Each Fund may lend selected Funds’ portfolio securities to specialised banks, credit institutions and other financial institutions of high standing, or through recognised clearing institutions such as Clearstream or Euroclear. The volume of the securities lending transactions of each Fund shall be kept at an appropriate level and the Fund shall be entitled to request the return of the securities lent to enable the Fund to meet, at all times, its redemption obligations. Each fund shall ensure that these transactions do not jeopardise the management of its assets in accordance with its investment policy. Loans will be secured continuously by collateral which must at least equal the value of the securities lent. Securities lending income is disclosed under the caption “Securities lending” in the “Statement of Operations and Changes in Net Assets”. Any transaction expenses in connection with the loans are charged to the concerned Fund.

(o) Formation expenses

Formation expenses associated with the launch of the new Funds are expensed as incurred.

(p) Swing pricing

A Fund may suffer dilution of the net asset value per share due to investors buying or selling shares in a Fund at a price that does not reflect dealing and other costs that arise when security trades are undertaken by the Investment Manager to accommodate cash inflows or outflows.

In order to counter this impact, a swing pricing mechanism may be adopted to protect the interests of Shareholders of the Fund. If on any valuation date, the aggregate net capital activity of a Fund exceeds a pre-determined threshold, as determined and reviewed for each Fund on a periodic basis, the net asset value per share will be adjusted upwards or downwards to reflect net capital inflows or net capital outflows respectively.

The net capital inflows and net capital outflows will be determined based on the latest available information at the time of calculation of the net asset value per share. The swing pricing mechanism may be applied across all Funds. The extent of the price adjustment is set to reflect dealing and other costs. Such adjustment may vary from Fund to Fund and will not exceed 2% of the original net asset value per share.

In the case of a swing pricing event on the last day of the annual/semi-annual period, the net assets as disclosed in the Statement of Net Assets, exclude the swing pricing adjustment, however, the net asset value per share as at year/semi-annual period end, as disclosed in the Statistical Information, would include the swing pricing adjustment.

There was no swing pricing adjustment affecting the Funds’ net asset value per share on the last day of the year.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 3 — Cross Funds investments

Some Funds may invest into units of UCITS and other open and closed end UCIs which may include other Funds of Franklin Templeton Investment Funds. As at June 30, 2015, the following Funds held shares issued by another Fund of the Company.

	Currency	Investment in securities at market value as per Statement of Net Assets	Market value of Cross Funds investments	Investment in securities at market value after deduction of Cross Funds investments
Franklin Asia Credit Fund	USD	7,722,963	386,986	7,335,977
Franklin Diversified Balanced Fund	EUR	102,833,861	25,268,771	77,565,089
Franklin Diversified Conservative Fund	EUR	34,771,299	9,516,310	25,254,990
Franklin Diversified Dynamic Fund	EUR	69,187,675	16,672,190	52,515,484
Franklin European Income Fund	EUR	9,822,181	500,114	9,322,067
Franklin Global Multi-Asset Income Fund	EUR	94,124,575	9,242,199	84,882,376

The total combined net assets at year-end without Cross Funds investments would amount to USD 145,148,852,734.

Note 4 — Time deposits (“TDs”) and cash repurchase agreements (“repos”)

As at June 30, 2015, the Company had the following cash on time deposits and repos:

Fund Counterparty	Value of TDs in Fund currency	Fund Counterparty	Value of TDs in Fund currency
Franklin GCC Bond Fund		Templeton BRIC Fund	
Royal Bank of Canada	USD 1,500,000	Bank of Montreal	USD 10,000,000
Franklin Global Equity Strategies Fund		Royal Bank of Canada	USD 13,200,000
Royal Bank of Canada	USD 3,000,000		23,200,000
Franklin Global Growth Fund		Templeton China Fund	
Royal Bank of Canada	USD 4,000,000	Royal Bank of Canada	USD 8,000,000
Franklin Global Growth and Value Fund		Templeton Emerging Markets Fund	
Royal Bank of Canada	USD 2,200,000	Bank of Montreal	USD 21,300,000
Franklin Global Real Estate Fund		Royal Bank of Canada	USD 18,000,000
Royal Bank of Canada	USD 4,800,000	Scotia Capital Markets	USD 20,000,000
Franklin Global Small-Mid Cap Growth Fund			59,300,000
Royal Bank of Canada	USD 2,500,000	Templeton Frontier Markets Fund	
Franklin India Fund		Scotia Capital Markets	USD 13,000,000
Bank of Montreal	USD 31,400,000	Templeton Global Fund	
Royal Bank of Canada	USD 60,000,000	Bank of Montreal	USD 14,000,000
Scotia Capital Markets	USD 64,000,000	Royal Bank of Canada	USD 20,500,000
	155,400,000		34,500,000
Franklin K2 Alternative Strategies Fund		Templeton Global Smaller Companies Fund	
Royal Bank of Canada	USD 9,500,000	Royal Bank of Canada	USD 7,500,000
Franklin World Perspectives Fund		Templeton Growth (Euro) Fund	
Royal Bank of Canada	USD 13,600,000	Bank of Montreal	EUR 17,791,220
Templeton Africa Fund		HSBC Bank	EUR 114,931,971
Royal Bank of Canada	USD 7,200,000	Royal Bank of Canada	EUR 32,913,757
Templeton Asian Growth Fund			165,636,948
Bank of Montreal	USD 81,000,000	Templeton Korea Fund	
Royal Bank of Canada	USD 47,000,000	Royal Bank of Canada	USD 4,000,000
Scotia Capital Markets	USD 91,900,000	Templeton Latin America Fund	
	219,900,000	Bank of Montreal	USD 14,000,000
Templeton Asian Smaller Companies Fund		Scotia Capital Markets	USD 15,000,000
Bank of Montreal	USD 50,000,000		29,000,000
Royal Bank of Canada	USD 4,000,000	Templeton Thailand Fund	
Scotia Capital Markets	USD 43,400,000	Royal Bank of Canada	USD 7,200,000
	97,400,000		

As at June 30, 2015, the Company had no outstanding cash repos.

Note 5 — Forward foreign exchange contracts

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Asia Credit Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:			
AUD	2,278,676	USD 1,759,617	15-Jul-15 (3,652)
SGD	2,509,558	USD 1,863,977	15-Jul-15 (1,233)
			(4,885)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Asia Credit Fund (continued)

The above contracts were opened with the following counterparties:

HSBC Bank	(4,796)
JPMorgan Chase Bank	3
Morgan Stanley	(92)
	<u>(4,885)</u>

Franklin Biotechnology Discovery Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
CHF	5,717,091	USD	6,091,244	10-Jul-15	25,092
EUR	9,618,488	USD	10,713,035	10-Jul-15	7,762
USD	301,623	CHF	280,268	10-Jul-15	1,783
					<u>34,637</u>

The above contracts were opened with the following counterparties:

Bank of America	1,124
Barclays Bank	3,075
Citibank	5,942
Credit Suisse International	1,286
Deutsche Bank	(5,071)
Goldman Sachs	952
HSBC Bank	2,063
JPMorgan Chase Bank	17,570
Morgan Stanley	3,009
Royal Bank of Scotland	926
The Bank of New York Mellon	631
UBS	3,130
	<u>34,637</u>

Franklin Brazil Opportunities Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	6,387,446	USD	7,281,890	20-Jul-15	(161,441)
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	56,902,500	USD	16,419,709	02-Oct-15	1,254,247
USD	16,422,078	BRL	56,902,500	02-Oct-15	(1,251,877)
					2,370
					<u>(159,071)</u>

The above contracts were opened with the following counterparties:

Bank of America	(8,027)
Barclays Bank	(1,176)
Citibank	1,248,530
Credit Suisse International	(46,599)
Deutsche Bank	(1,253,559)
Goldman Sachs	(4,625)
HSBC Bank	(16,478)
JPMorgan Chase Bank	(2,319)
Morgan Stanley	(6,580)
Royal Bank of Scotland	(36,276)
The Bank of New York Mellon	(995)
UBS	(30,967)
	<u>(159,071)</u>

Franklin Diversified Balanced Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR	
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	2,937,885	ZAR	41,200,000	06-Jul-15	(97,227)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund (continued)

				Unrealised profit/(loss) USD
The above contracts were opened with the following counterparty:				
UBS				(97,227)

Franklin Diversified Conservative Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,048,226	ZAR	14,700,000	06-Jul-15	(34,690)

The above contracts were opened with the following counterparty:

UBS	(34,690)
-----	----------

Franklin Diversified Dynamic Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,846,874	ZAR	25,900,000	06-Jul-15	(61,121)

The above contracts were opened with the following counterparty:

UBS	(61,121)
-----	----------

Franklin Euro High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
EUR	2,364,215	USD	2,669,610	20-Jul-15	(30,576)
USD	41,840,188	EUR	36,708,982	20-Jul-15	824,040
					793,464
Forward foreign exchange contracts used for efficient portfolio management:					
CHF	5,960,000	EUR	5,744,861	21-Jul-15	(22,594)
EUR	5,790,562	CHF	5,960,000	21-Jul-15	68,296
EUR	164,432,076	GBP	119,000,000	21-Jul-15	(3,244,301)
GBP	10,300,000	EUR	14,116,409	21-Jul-15	396,757
EUR	86,178,744	USD	95,000,000	23-Jul-15	961,867
USD	17,000,000	EUR	15,098,100	23-Jul-15	151,236
EUR	56,362,221	USD	63,000,000	25-Aug-15	(123,113)
					(1,811,852)
					(1,018,388)

The above contracts were opened with the following counterparties:

Bank of America	7,337
Citibank	61,838
Deutsche Bank	1,100,439
Goldman Sachs	204,448
HSBC Bank	108,148
JPMorgan Chase Bank	346,946
Morgan Stanley	(2,847,544)
(1,018,388)	

Franklin Euro Short Duration Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,339,347	PLN	5,550,000	08-Sep-15	19,613

The above contracts were opened with the following counterparty:

Citibank	19,613
----------	--------

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin European Corporate Bond Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:				
EUR	685,593	GBP	500,000	(18,173)
EUR	898,436	USD	1,000,000	2,032
				(16,141)

The above contracts were opened with the following counterparties:

Citibank	2,032
Morgan Stanley	(18,173)
	(16,141)

Franklin European Dividend Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:				
PLN	162,792,422	EUR	39,209,234	(410,549)
SGD	728,220	EUR	479,481	5,436
				(405,113)

The above contracts were opened with the following counterparties:

Bank of America	(5,941)
Barclays Bank	(44,378)
Citibank	(20,192)
Deutsche Bank	(27,243)
Goldman Sachs	(99,054)
HSBC Bank	(87,190)
JPMorgan Chase Bank	(84,859)
Morgan Stanley	(9,971)
Royal Bank of Scotland	(18,584)
UBS	(7,701)
	(405,113)

Franklin European Growth Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:				
EUR	144,985	NOK	1,282,727	(1,744)
EUR	1,927,668	SGD	2,921,008	(17,713)
NOK	44,455,600	EUR	5,018,215	66,993
SGD	25,861,746	EUR	17,063,785	160,038
USD	113,630,441	EUR	102,064,051	(117,070)
				90,504

The above contracts were opened with the following counterparties:

Bank of America	3,718
Barclays Bank	(8,453)
Citibank	(5,736)
Credit Suisse International	332
Deutsche Bank	10,657
Goldman Sachs	17,845
HSBC Bank	643
JPMorgan Chase Bank	20,176
Morgan Stanley	10,183
Royal Bank of Scotland	6,214
The Bank of New York Mellon	971
UBS	33,954
	90,504

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin European Income Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:				
SGD	2,743,064	EUR	1,807,178	19,413
USD	673,725	EUR	598,262	6,150
				25,563
Forward foreign exchange contracts used for efficient portfolio management:				
EUR	685,552	GBP	500,000	(18,213)
EUR	74,251	NOK	650,000	68
EUR	241,324	PLN	1,000,000	3,534
EUR	101,474	SEK	950,000	(1,374)
PLN	1,000,000	EUR	240,944	(3,154)
SEK	650,000	EUR	69,886	484
				(18,655)
				6,908

The above contracts were opened with the following counterparties:

Citibank				(18,655)
Deutsche Bank				1,060
HSBC Bank				16,180
JPMorgan Chase Bank				6,801
Royal Bank of Scotland				1,159
UBS				363
				6,908

Franklin European Total Return Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:				
EUR	10,978	NOK	96,589	(68)
EUR	24,037	SEK	221,292	87
NOK	4,178,246	EUR	474,808	3,044
SEK	4,170,775	EUR	450,638	726
				3,789
Forward foreign exchange contracts used for efficient portfolio management:				
EUR	3,356,926	GBP	2,450,000	(91,523)
EUR	23,432,547	PLN	97,100,000	343,144
PLN	97,100,000	EUR	23,352,497	(263,094)
				(11,473)
				(7,684)

The above contracts were opened with the following counterparties:

Bank of America				2,453
Barclays Bank				56
Citibank				(11,438)
Credit Suisse International				43
Goldman Sachs				258
HSBC Bank				329
JPMorgan Chase Bank				603
UBS				12
				(7,684)

Franklin Global Aggregate Bond Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:				
CHF	523,850	USD	571,573	(10,917)
EUR	5,144,490	USD	5,865,131	(130,276)
GBP	1,006,825	USD	1,601,979	(20,486)
USD	25,077	EUR	22,441	61
				(161,618)
Forward foreign exchange contracts used for efficient portfolio management:				
SGD	500,000	USD	365,979	5,114
USD	1,223,812	AUD	1,600,000	(8,717)
USD	2,390,101	EUR	2,250,000	(118,136)
USD	1,417,262	GBP	960,000	(90,671)
USD	1,044,705	JPY	125,000,000	23,108

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Aggregate Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	1,370,994	PLN	5,200,000	21-Jul-15	(10,225)
USD	374,378	SGD	500,000	21-Jul-15	3,285
					(196,242)
					(357,860)

The above contracts were opened with the following counterparties:

Bank of America	(7,124)
Barclays Bank	(40,188)
Citibank	(133,786)
Credit Suisse International	(3,760)
Deutsche Bank	(2,708)
Goldman Sachs	(51,027)
HSBC Bank	(11,209)
JPMorgan Chase Bank	(15,474)
Morgan Stanley	4,663
Royal Bank of Canada	(90,671)
Royal Bank of Scotland	(430)
The Bank of New York Mellon	(1,377)
UBS	(4,769)
<hr/>	
(357,860)	

Franklin Global Aggregate Investment Grade Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
JPY	86,000,000	USD	718,948	21-Jul-15	(16,089)
PLN	1,850,000	USD	486,131	21-Jul-15	5,264
SGD	500,000	USD	365,979	21-Jul-15	5,114
USD	903,568	AUD	1,200,000	21-Jul-15	(20,829)
USD	739,931	EUR	700,000	21-Jul-15	(40,409)
USD	1,460,708	GBP	1,000,000	21-Jul-15	(110,056)
USD	2,308,067	JPY	276,000,000	21-Jul-15	52,381
USD	2,153,248	PLN	8,200,000	21-Jul-15	(24,828)
USD	374,378	SGD	500,000	21-Jul-15	3,285
					(146,167)

The above contracts were opened with the following counterparties:

Barclays Bank	(45,657)
Citibank	1,147
Morgan Stanley	8,399
Royal Bank of Canada	(110,056)
<hr/>	
(146,167)	

Franklin Global Allocation Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	2,838,299	USD	3,098,621	20-Jul-15	(60,895)
EUR	10,621,470	USD	12,108,163	20-Jul-15	(267,812)
SEK	21,405,014	USD	2,657,337	20-Jul-15	(74,949)
USD	150,185	EUR	134,114	20-Jul-15	680
					(402,976)
Forward foreign exchange contracts used for efficient portfolio management:					
MYR	63,750	USD	19,463	02-Jul-15	(2,581)
MYR	12,890	USD	3,941	03-Jul-15	(527)
MXN	196,000	USD	13,139	06-Jul-15	(674)
MYR	106,000	USD	32,433	07-Jul-15	(4,375)
NOK	18,000,000	USD	2,313,892	17-Jul-15	(19,327)
USD	3,323,336	CAD	4,100,000	17-Jul-15	41,504
USD	3,377,400	EUR	3,000,000	17-Jul-15	33,268
USD	2,326,713	JPY	287,000,000	17-Jul-15	(18,755)
EUR	8,938	USD	10,034	20-Jul-15	(70)
USD	439,291	EUR	388,445	20-Jul-15	6,264
USD	4,384	GBP	2,867	21-Jul-15	(118)
USD	16,339	JPY	1,900,000	21-Jul-15	811
USD	16,705	KRW	18,618,521	21-Jul-15	83

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Allocation Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	130,057	JPY	13,148,000	24-Jul-15	22,597
INR	5,574,000	USD	86,829	27-Jul-15	487
USD	21,581	EUR	16,000	27-Jul-15	3,744
USD	27,706	JPY	2,800,000	27-Jul-15	4,821
USD	28,234	EUR	21,000	31-Jul-15	4,820
USD	56,365	EUR	42,000	04-Aug-15	9,535
CLP	154,112,000	USD	261,163	05-Aug-15	(20,919)
PLN	480,000	USD	132,578	05-Aug-15	(5,133)
USD	14,787	EUR	11,000	05-Aug-15	2,522
PHP	11,115,000	USD	253,680	06-Aug-15	(7,707)
USD	619,494	EUR	463,000	10-Aug-15	103,208
SGD	169,400	USD	135,728	11-Aug-15	(10,043)
USD	684,207	JPY	69,644,550	11-Aug-15	114,879
KRW	17,230,179	USD	15,772	12-Aug-15	(400)
USD	86,176	KRW	95,801,384	12-Aug-15	705
USD	6,869	EUR	5,500	14-Aug-15	736
USD	7,384	EUR	5,500	17-Aug-15	1,250
USD	16,446	JPY	1,960,000	17-Aug-15	423
MYR	6,132	USD	1,691	18-Aug-15	(74)
USD	26,840	EUR	20,000	18-Aug-15	4,536
GBP	26,181	USD	39,629	19-Aug-15	1,488
INR	5,574,000	USD	85,836	19-Aug-15	1,152
USD	522,186	GBP	341,568	19-Aug-15	(14,221)
USD	44,276	EUR	33,000	20-Aug-15	7,473
MYR	4,787	USD	1,459	18-Sep-15	(201)
USD	11,619	EUR	9,009	28-Sep-15	1,566
USD	19,152	EUR	15,000	29-Sep-15	2,413
USD	25,485	EUR	20,000	30-Sep-15	3,166
MYR	141,250	USD	37,427	01-Oct-15	(336)
USD	51,025	EUR	40,000	01-Oct-15	6,386
USD	839,970	EUR	750,000	02-Oct-15	2,977
USD	58,241	EUR	46,000	05-Oct-15	6,902
MXN	504,000	USD	33,108	07-Oct-15	(1,269)
USD	303,793	JPY	33,071,420	07-Oct-15	33,176
USD	1,935	EUR	1,777	08-Oct-15	(48)
USD	66,823	JPY	7,200,000	09-Oct-15	7,904
USD	67,816	JPY	7,300,000	13-Oct-15	8,074
MXN	657,000	USD	48,040	14-Oct-15	(6,559)
USD	250,410	EUR	196,000	14-Oct-15	31,625
USD	59,948	EUR	47,000	16-Oct-15	7,483
USD	16,368	JPY	1,730,000	19-Oct-15	2,208
USD	30,929	JPY	3,270,000	20-Oct-15	4,164
USD	79,435	EUR	62,000	22-Oct-15	10,218
USD	20,299	JPY	2,160,000	22-Oct-15	2,618
INR	3,444,000	USD	53,138	29-Oct-15	(88)
USD	228,291	EUR	182,621	09-Nov-15	24,343
USD	258,839	JPY	29,484,300	09-Nov-15	17,397
USD	436,717	EUR	350,266	12-Nov-15	45,522
USD	31,156	EUR	27,872	13-Nov-15	26
USD	93,432	EUR	80,622	16-Nov-15	3,383
USD	9,313	EUR	8,292	18-Nov-15	51
USD	6,330	EUR	5,064	19-Nov-15	674
USD	34,344	JPY	4,300,000	09-Dec-15	(892)
USD	13,678	EUR	11,000	15-Dec-15	1,385
MXN	1,449,000	USD	95,905	17-Dec-15	(4,859)
MXN	558,000	USD	36,935	18-Dec-15	(1,877)
USD	37,036	AUD	48,300	18-Dec-15	126
USD	18,430	EUR	17,300	21-Dec-15	(905)
MXN	92,000	USD	6,097	29-Dec-15	(322)
MXN	141,000	USD	9,346	31-Dec-15	(495)
MXN	70,000	USD	4,637	04-Jan-16	(245)
MXN	169,000	USD	11,192	05-Jan-16	(589)
MXN	296,000	USD	19,502	06-Jan-16	(932)
USD	9,742	EUR	8,122	07-Jan-16	661
USD	113,538	EUR	96,000	15-Jan-16	6,182
USD	201,035	EUR	170,000	19-Jan-16	10,907
MXN	208,000	USD	14,007	20-Jan-16	(971)
USD	14,890	JPY	1,730,000	20-Jan-16	699
USD	100,674	EUR	86,000	25-Jan-16	4,477
USD	323,000	EUR	285,292	28-Jan-16	3,860
USD	564,000	JPY	65,925,960	28-Jan-16	23,141
USD	102,685	EUR	90,000	29-Jan-16	2,005
USD	51,601	JPY	6,020,000	08-Feb-16	2,199
USD	44,885	EUR	39,000	09-Feb-16	1,245
USD	51,845	JPY	6,050,000	09-Feb-16	2,195
USD	50,391	JPY	5,936,000	12-Feb-16	1,674

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Allocation Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	49,681	JPY	5,900,000	16-Feb-16	1,254
USD	33,380	JPY	3,940,000	17-Feb-16	1,040
USD	19,485	EUR	17,000	22-Feb-16	457
USD	148,919	EUR	130,000	23-Feb-16	3,405
USD	8,304	JPY	980,000	25-Feb-16	258
USD	16,597	JPY	1,970,000	26-Feb-16	424
USD	74,421	EUR	65,055	29-Feb-16	1,592
USD	5,426	JPY	641,000	29-Feb-16	163
USD	65,187	EUR	58,600	09-Mar-16	(430)
USD	30,344	JPY	3,619,000	09-Mar-16	624
MYR	18,455	USD	4,860	11-Mar-16	(75)
MXN	477,300	USD	29,736	14-Mar-16	52
USD	6,747	EUR	6,302	16-Mar-16	(310)
MXN	445,700	USD	27,972	18-Mar-16	(164)
USD	22,561	EUR	21,100	18-Mar-16	(1,070)
USD	26,273	JPY	3,160,000	22-Mar-16	314
USD	4,876	EUR	4,538	23-Mar-16	(207)
USD	23,713	EUR	22,000	24-Mar-16	(930)
USD	13,084	JPY	1,571,000	24-Mar-16	178
USD	13,507	JPY	1,600,000	28-Mar-16	361
USD	480,438	EUR	435,000	29-Mar-16	(6,890)
USD	149,520	EUR	134,900	30-Mar-16	(1,613)
USD	15,996	EUR	14,566	31-Mar-16	(324)
USD	2,933	EUR	2,686	01-Apr-16	(76)
USD	59,817	EUR	53,900	08-Apr-16	(585)
USD	3,866	EUR	3,570	13-Apr-16	(136)
USD	2,869	EUR	2,693	18-Apr-16	(149)
USD	27,277	JPY	3,230,000	18-Apr-16	721
USD	77,205	EUR	70,865	21-Apr-16	(2,239)
USD	35,619	JPY	4,200,000	21-Apr-16	1,084
USD	75,312	EUR	69,565	22-Apr-16	(2,678)
USD	26,103	EUR	23,723	29-Apr-16	(498)
USD	11,734	EUR	10,434	05-May-16	32
USD	24,892	EUR	21,672	18-May-16	577
USD	22,545	EUR	19,643	20-May-16	504
USD	187,665	EUR	167,466	23-May-16	(256)
USD	11,113	EUR	9,913	26-May-16	(12)
USD	3,871	EUR	3,549	31-May-16	(113)
USD	9,948	EUR	8,943	06-Jun-16	(91)
USD	23,540	JPY	2,900,000	08-Jun-16	(341)
USD	108,003	JPY	13,400,000	10-Jun-16	(2,350)
USD	40,736	JPY	5,020,000	13-Jun-16	(610)
USD	13,039	JPY	1,600,000	16-Jun-16	(140)
USD	256,193	AUD	337,400	20-Jun-16	566
USD	309,386	AUD	408,000	22-Jun-16	298
USD	2,215	EUR	1,929	22-Jun-16	49
					515,492
					112,516

The above contracts were opened with the following counterparties:

Bank of America	(14,778)
Barclays Bank	49,238
Citibank	178,182
Credit Suisse International	(11,608)
Deutsche Bank	111,672
Goldman Sachs	(64,653)
HSBC Bank	(13,716)
JPMorgan Chase Bank	66,463
Morgan Stanley	(33,316)
Royal Bank of Scotland	(29,991)
Standard Chartered	680
State Street Bank	1,145
The Bank of New York Mellon	(9,340)
UBS	(117,462)
	112,516

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Convertible Securities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	641,088	USD	699,731	20-Jul-15	(13,598)
EUR	9,447,864	USD	10,771,190	20-Jul-15	(239,122)
USD	93,249	EUR	83,611	20-Jul-15	43
					(252,677)

The above contracts were opened with the following counterparties:

Bank of America	(2,668)
Barclays Bank	(2,358)
Citibank	(2,771)
Credit Suisse International	(3,261)
Deutsche Bank	(1,120)
Goldman Sachs	(6,427)
HSBC Bank	(127,528)
JPMorgan Chase Bank	(16,331)
Morgan Stanley	(5,939)
Royal Bank of Scotland	(53,784)
The Bank of New York Mellon	(7,455)
UBS	(23,035)
	(252,677)

Franklin Global Corporate High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	2,357,797	USD	2,656,474	15-Jul-15	(28,284)
GBP	668,056	USD	1,033,252	15-Jul-15	16,151
					(12,133)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	200,000	USD	217,488	23-Jul-15	5,473
USD	227,124	EUR	200,000	23-Jul-15	4,163
EUR	220,004	USD	239,523	27-Aug-15	5,862
USD	250,980	EUR	220,003	27-Aug-15	5,596
EUR	323,989	USD	356,772	17-Sep-15	4,712
USD	359,380	EUR	323,989	17-Sep-15	(2,102)
USD	171,030	GBP	112,151	17-Sep-15	(5,057)
GBP	208,018	USD	315,709	22-Oct-15	10,823
GBP	111,000	USD	172,139	17-Dec-15	2,040
USD	176,344	EUR	156,007	17-Dec-15	1,993
					33,503
					21,370

The above contracts were opened with the following counterparties:

Barclays Bank	(545)
Citibank	374
Deutsche Bank	33,451
Goldman Sachs	12,569
HSBC Bank	934
JPMorgan Chase Bank	(1,038)
Morgan Stanley	223
The Bank of New York Mellon	(242)
UBS	(24,356)
	21,370

Franklin Global Equity Strategies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	6,622,407	USD	7,372,039	10-Jul-15	9,318

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Equity Strategies Fund (continued)

	Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:	
Bank of America	3,376
Barclays Bank	203
Citibank	159
Credit Suisse International	5
Deutsche Bank	8
Goldman Sachs	1,502
HSBC Bank	233
JPMorgan Chase Bank	2,917
Morgan Stanley	450
The Bank of New York Mellon	22
UBS	443
	9,318

Franklin Global Fundamental Strategies Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	265,663,099	USD	302,909,172	20-Jul-15	(6,759,475)
PLN	121,657,472	USD	33,274,149	20-Jul-15	(958,694)
USD	755,593	PLN	2,782,284	20-Jul-15	16,545
					(7,701,624)
Forward foreign exchange contracts used for efficient portfolio management:					
MYR	2,270,500	USD	693,198	02-Jul-15	(91,928)
MYR	931,610	USD	265,222	03-Jul-15	(18,536)
CLP	208,250,000	USD	333,724	06-Jul-15	(8,151)
INR	40,462,500	USD	632,350	06-Jul-15	3,651
USD	329,082	CLP	208,250,000	06-Jul-15	3,510
CLP	145,813,000	USD	231,170	07-Jul-15	(3,232)
MYR	3,855,100	USD	1,179,543	07-Jul-15	(159,097)
USD	230,352	CLP	145,813,000	07-Jul-15	2,414
CLP	90,554,000	USD	143,771	08-Jul-15	(2,228)
MYR	861,500	USD	238,082	08-Jul-15	(10,063)
CLP	239,220,000	USD	378,764	09-Jul-15	(4,882)
INR	26,339,000	USD	415,377	09-Jul-15	(1,575)
PLN	1,499,000	EUR	359,343	09-Jul-15	(2,221)
CLP	134,470,000	USD	217,836	13-Jul-15	(7,750)
PLN	3,627,000	EUR	870,156	13-Jul-15	(6,299)
MYR	950,304	USD	293,304	14-Jul-15	(41,915)
PLN	9,566,038	EUR	2,304,403	14-Jul-15	(27,211)
CLP	486,390,000	USD	775,803	15-Jul-15	(16,051)
INR	16,318,000	USD	257,886	15-Jul-15	(1,770)
MYR	1,070,000	USD	330,247	15-Jul-15	(47,219)
USD	1,269,882	EUR	930,000	16-Jul-15	233,215
USD	847,337	JPY	98,600,000	16-Jul-15	41,552
CLP	75,040,000	USD	118,138	17-Jul-15	(946)
USD	1,854,699	EUR	1,364,000	17-Jul-15	334,234
CLP	409,290,000	USD	649,789	20-Jul-15	(10,775)
INR	46,074,000	USD	727,121	20-Jul-15	(4,560)
MYR	619,000	EUR	139,506	20-Jul-15	8,145
MYR	1,373,000	USD	420,585	20-Jul-15	(57,572)
USD	412,142	EUR	304,000	20-Jul-15	73,256
USD	138,453	JPY	16,100,000	21-Jul-15	6,871
INR	46,747,000	USD	736,075	22-Jul-15	(3,197)
MYR	699,000	EUR	158,500	22-Jul-15	8,085
MYR	2,165,000	USD	665,642	22-Jul-15	(93,331)
USD	1,497,597	EUR	1,106,000	22-Jul-15	264,643
CLP	233,240,000	USD	369,255	23-Jul-15	(5,208)
SGD	530,000	USD	396,499	23-Jul-15	(3,154)
USD	205,911	EUR	152,000	23-Jul-15	36,461
USD	5,825,689	JPY	588,943,000	24-Jul-15	1,012,208
CLP	308,187,000	USD	494,960	27-Jul-15	(14,118)
INR	12,351,000	USD	192,278	27-Jul-15	1,198
MYR	899,000	EUR	206,089	27-Jul-15	7,781
MYR	3,816,000	USD	1,136,770	27-Jul-15	(128,471)
SGD	3,002,000	USD	2,238,461	27-Jul-15	(10,644)
USD	1,208,574	EUR	896,000	27-Jul-15	209,656
USD	1,230,952	JPY	124,400,000	27-Jul-15	214,181
CLP	298,480,000	USD	513,653	28-Jul-15	(48,000)
USD	215,202	EUR	159,535	28-Jul-15	37,339
USD	982,824	JPY	99,710,000	29-Jul-15	167,834
CLP	70,700,000	USD	121,499	30-Jul-15	(11,222)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MYR	899,000	EUR	206,136	30-Jul-15	7,656
MYR	2,768,000	USD	855,906	30-Jul-15	(124,714)
CLP	66,550,000	USD	114,436	31-Jul-15	(10,642)
INR	26,456,579	USD	410,399	31-Jul-15	3,770
MYR	1,115,000	USD	343,373	31-Jul-15	(48,865)
PLN	4,150,000	EUR	978,266	31-Jul-15	11,315
USD	1,078,257	EUR	802,000	31-Jul-15	184,086
CLP	133,100,000	USD	225,746	04-Aug-15	(18,238)
MXN	39,026,000	USD	2,575,277	04-Aug-15	(98,898)
USD	2,282,150	EUR	1,700,592	04-Aug-15	386,004
USD	2,487,650	MXN	39,026,000	04-Aug-15	11,271
CLP	53,800,000	USD	87,246	05-Aug-15	(3,377)
INR	19,314,750	USD	300,233	05-Aug-15	1,885
USD	1,393,250	EUR	1,036,400	05-Aug-15	237,656
CLP	59,774,000	USD	97,056	06-Aug-15	(3,884)
MYR	90,000	USD	27,536	06-Aug-15	(3,779)
SGD	2,411,951	USD	1,937,261	06-Aug-15	(147,593)
KRW	1,136,628,900	USD	1,038,017	10-Aug-15	(23,874)
MYR	90,000	USD	24,848	10-Aug-15	(1,100)
USD	367,313	EUR	274,595	10-Aug-15	61,115
CLP	132,430,000	USD	214,855	11-Aug-15	(8,530)
INR	25,658,000	USD	394,253	11-Aug-15	6,689
MYR	40,000	USD	12,213	11-Aug-15	(1,660)
SGD	551,000	USD	408,118	11-Aug-15	695
USD	1,382,494	EUR	1,032,000	11-Aug-15	231,706
USD	1,244,530	JPY	126,796,000	11-Aug-15	208,002
CLP	53,900,000	USD	91,078	12-Aug-15	(7,110)
INR	14,594,000	USD	224,883	12-Aug-15	3,132
SGD	3,111,049	USD	2,295,370	12-Aug-15	12,832
USD	268,548	EUR	200,000	12-Aug-15	45,524
USD	250,971	JPY	25,470,000	12-Aug-15	42,757
INR	11,020,000	USD	169,801	13-Aug-15	2,346
USD	123,023	EUR	98,500	14-Aug-15	13,180
CLP	611,715,000	USD	1,012,570	17-Aug-15	(60,068)
SGD	777,000	USD	572,706	17-Aug-15	3,737
USD	132,239	EUR	98,500	17-Aug-15	22,391
USD	191,312	JPY	22,800,000	17-Aug-15	4,915
CLP	46,220,000	USD	77,884	18-Aug-15	(5,921)
MYR	1,339,798	USD	369,447	18-Aug-15	(16,207)
SGD	333,000	USD	245,200	18-Aug-15	1,844
USD	476,415	EUR	355,000	18-Aug-15	80,512
USD	829,309	JPY	84,580,000	18-Aug-15	137,835
MYR	175,000	USD	48,256	19-Aug-15	(2,122)
CLP	24,860,000	USD	41,905	20-Aug-15	(3,206)
USD	795,623	EUR	593,000	20-Aug-15	134,277
USD	2,702,358	JPY	276,126,000	20-Aug-15	444,871
CLP	168,460,000	USD	276,981	24-Aug-15	(14,847)
MYR	1,750,000	USD	475,479	24-Aug-15	(14,368)
SGD	333,000	USD	244,207	24-Aug-15	2,816
USD	368,951	JPY	37,961,000	24-Aug-15	58,585
USD	1,091,281	JPY	112,805,000	25-Aug-15	168,986
INR	10,096,000	USD	155,622	26-Aug-15	1,755
SGD	3,817,440	USD	2,803,817	26-Aug-15	27,917
USD	1,899,419	EUR	1,630,654	26-Aug-15	80,669
USD	2,803,677	JPY	305,933,000	26-Aug-15	302,338
CLP	374,050,000	USD	615,400	27-Aug-15	(33,523)
USD	4,524,951	EUR	3,417,006	27-Aug-15	713,738
USD	2,411,872	JPY	249,758,000	27-Aug-15	369,803
MYR	5,970,924	USD	1,854,151	28-Aug-15	(281,497)
CLP	109,610,000	USD	176,145	31-Aug-15	(5,699)
USD	130,129	EUR	98,387	31-Aug-15	20,385
USD	363,505	JPY	37,600,000	31-Aug-15	56,061
USD	211,437	EUR	160,000	02-Sep-15	32,962
CLP	709,940,000	USD	1,136,707	03-Sep-15	(33,045)
CLP	31,365,000	USD	49,786	04-Sep-15	(1,031)
CLP	349,504,000	USD	570,580	08-Sep-15	(27,502)
SGD	1,078,141	USD	788,576	08-Sep-15	11,054
USD	7,133,799	EUR	5,473,450	08-Sep-15	1,027,793
CLP	138,210,000	USD	226,685	09-Sep-15	(11,948)
INR	6,186,000	USD	95,213	10-Sep-15	948
INR	7,069,000	USD	107,973	11-Sep-15	1,894
SGD	938,800	USD	673,458	16-Sep-15	22,765
CLP	114,950,000	USD	180,285	17-Sep-15	(1,822)
MYR	1,046,049	USD	318,830	18-Sep-15	(43,831)
USD	251,076	JPY	26,768,234	18-Sep-15	32,124
CLP	113,530,000	USD	177,377	21-Sep-15	(1,184)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
SGD	836,000	USD	662,441	21-Sep-15	(42,490)
USD	80,632	EUR	61,959	21-Sep-15	11,499
CLP	84,400,000	USD	131,239	22-Sep-15	(267)
USD	931,135	EUR	721,000	23-Sep-15	126,628
CLP	149,670,000	USD	234,905	24-Sep-15	(2,691)
USD	195,867	EUR	151,908	24-Sep-15	26,362
PHP	9,270,000	USD	206,321	25-Sep-15	(1,724)
CLP	58,580,000	USD	91,902	28-Sep-15	(1,048)
USD	738,759	EUR	573,300	28-Sep-15	99,009
USD	246,788	JPY	26,810,756	29-Sep-15	27,439
INR	22,932,421	USD	350,850	30-Sep-15	4,294
MYR	440,000	USD	117,997	30-Sep-15	(2,446)
USD	152,355	JPY	16,537,000	30-Sep-15	17,057
MYR	5,033,500	USD	1,333,731	01-Oct-15	(11,966)
INR	19,314,750	USD	297,409	05-Oct-15	1,432
CLP	145,813,000	USD	228,493	07-Oct-15	(2,528)
USD	2,003,143	EUR	1,585,000	07-Oct-15	234,131
USD	25,894,281	JPY	2,815,067,140	07-Oct-15	2,859,124
USD	813,925	EUR	747,440	08-Oct-15	(20,305)
USD	7,730,110	JPY	832,900,000	09-Oct-15	914,345
USD	1,054,581	EUR	972,000	13-Oct-15	(30,386)
USD	7,781,252	JPY	837,600,000	13-Oct-15	926,417
USD	51,440,001	EUR	40,263,000	14-Oct-15	6,496,760
USD	7,923,937	EUR	6,230,000	15-Oct-15	969,620
USD	12,425,921	EUR	9,742,000	16-Oct-15	1,551,086
INR	6,186,000	USD	94,789	19-Oct-15	674
USD	58,989	JPY	6,235,000	19-Oct-15	7,956
MYR	776,000	USD	231,870	20-Oct-15	(28,425)
USD	1,220,221	EUR	953,000	20-Oct-15	156,323
USD	111,421	JPY	11,780,000	20-Oct-15	15,000
MYR	559,964	USD	149,208	21-Oct-15	(2,414)
USD	810,638	JPY	86,260,000	22-Oct-15	104,553
MYR	1,398,000	USD	418,100	23-Oct-15	(51,676)
MYR	1,743,725	USD	523,298	26-Oct-15	(66,374)
USD	1,063,715	EUR	838,000	26-Oct-15	128,094
USD	585,795	EUR	461,267	27-Oct-15	70,784
INR	23,503,000	USD	362,633	29-Oct-15	(604)
INR	76,304,000	USD	1,176,910	30-Oct-15	(1,776)
MYR	746,000	USD	223,387	30-Oct-15	(27,971)
MXN	44,221,000	USD	2,901,431	04-Nov-15	(113,828)
USD	1,457,153	EUR	1,159,000	04-Nov-15	162,919
USD	2,800,322	MXN	44,221,000	04-Nov-15	12,719
USD	9,300,470	JPY	1,049,000,000	06-Nov-15	710,968
USD	13,440,736	EUR	10,720,000	09-Nov-15	1,468,789
USD	378,432	EUR	303,000	10-Nov-15	40,039
USD	173,163	JPY	19,740,980	10-Nov-15	11,504
USD	3,808,956	EUR	3,038,987	12-Nov-15	414,867
USD	979,510	JPY	112,845,000	12-Nov-15	55,381
USD	100,533	EUR	90,000	13-Nov-15	14
USD	511,710	JPY	61,237,000	13-Nov-15	10,206
USD	326,856	EUR	290,000	16-Nov-15	2,946
USD	651,360	JPY	75,754,700	16-Nov-15	30,922
USD	8,367,369	AUD	10,402,000	18-Nov-15	405,704
USD	756,413	EUR	607,000	18-Nov-15	78,409
USD	4,316,729	JPY	510,584,050	18-Nov-15	134,807
MYR	716,680	USD	209,703	19-Nov-15	(22,284)
SGD	1,064,600	USD	802,866	19-Nov-15	(14,012)
USD	7,978,491	AUD	10,008,000	19-Nov-15	318,803
USD	381,246	EUR	304,000	19-Nov-15	41,680
USD	807,288	JPY	93,488,000	19-Nov-15	41,561
MYR	447,000	USD	130,439	20-Nov-15	(13,554)
USD	3,242,078	EUR	2,583,000	20-Nov-15	356,824
USD	906,074	JPY	105,014,000	20-Nov-15	45,922
USD	168,589	JPY	19,708,000	24-Nov-15	7,149
SGD	1,096,339	USD	818,744	27-Nov-15	(6,460)
USD	1,771,228	EUR	1,420,000	27-Nov-15	184,856
SGD	542,000	USD	403,395	30-Nov-15	(1,841)
USD	3,783,927	EUR	3,032,000	04-Dec-15	396,242
USD	1,686,488	EUR	1,365,437	09-Dec-15	160,728
USD	1,044,687	JPY	130,800,000	09-Dec-15	(27,128)
MYR	475,981	USD	125,618	14-Dec-15	(1,407)
SGD	518,000	USD	384,958	14-Dec-15	(1,258)
PLN	1,675,000	EUR	394,396	15-Dec-15	2,422
USD	1,764,456	EUR	1,419,000	15-Dec-15	178,665
USD	3,894,476	EUR	3,455,215	17-Dec-15	32,988
USD	154,354	AUD	201,300	18-Dec-15	526

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	407,382	EUR	382,400	21-Dec-15	(20,014)
USD	5,349,188	JPY	625,240,000	21-Dec-15	224,414
MYR	2,760,000	USD	728,732	22-Dec-15	(8,968)
SGD	629,000	USD	466,019	22-Dec-15	(148)
USD	3,093,703	JPY	365,500,000	22-Dec-15	97,818
SGD	787,600	USD	588,046	23-Dec-15	(4,715)
USD	613,120	JPY	73,025,000	07-Jan-16	14,329
USD	862,273	JPY	102,106,000	08-Jan-16	25,003
MYR	368,000	USD	99,554	11-Jan-16	(3,728)
USD	470,570	EUR	396,186	13-Jan-16	27,537
USD	311,856	JPY	36,800,000	14-Jan-16	10,051
MYR	30,000	USD	8,138	15-Jan-16	(329)
USD	14,230,291	EUR	12,020,125	15-Jan-16	788,198
USD	5,081,028	JPY	597,870,000	15-Jan-16	177,645
MYR	178,000	USD	47,888	19-Jan-16	(1,565)
USD	13,834,810	EUR	11,699,000	19-Jan-16	750,584
USD	586,175	EUR	500,000	20-Jan-16	26,959
USD	53,663	JPY	6,235,000	20-Jan-16	2,521
USD	266,099	EUR	228,000	21-Jan-16	11,090
USD	182,029	EUR	156,074	22-Jan-16	7,463
USD	6,897,346	EUR	5,892,000	25-Jan-16	306,758
USD	313,510	EUR	276,130	27-Jan-16	4,625
USD	745,715	JPY	87,230,000	27-Jan-16	30,094
USD	917,728	JPY	107,390,272	28-Jan-16	36,694
USD	8,778,885	EUR	7,695,100	29-Jan-16	170,590
USD	707,460	JPY	82,939,759	29-Jan-16	27,002
MXN	11,780,000	USD	774,969	03-Feb-16	(37,518)
USD	7,079,149	EUR	6,230,000	03-Feb-16	108,990
USD	740,904	MXN	11,780,000	03-Feb-16	3,453
USD	7,300,647	JPY	851,730,000	08-Feb-16	311,124
USD	894,531	EUR	778,000	09-Feb-16	23,976
USD	7,533,434	JPY	879,106,000	09-Feb-16	319,079
USD	238,505	EUR	210,000	10-Feb-16	3,517
USD	905,799	EUR	797,000	11-Feb-16	13,941
USD	792,623	JPY	93,379,000	12-Feb-16	26,254
USD	242,293	EUR	213,000	16-Feb-16	3,913
USD	576,971	JPY	68,520,000	16-Feb-16	14,567
USD	1,109,309	EUR	966,000	17-Feb-16	28,181
USD	661,276	JPY	78,061,490	17-Feb-16	20,541
USD	361,044	EUR	315,000	22-Feb-16	8,460
USD	1,305,904	EUR	1,140,000	23-Feb-16	29,857
USD	362,770	JPY	42,800,000	25-Feb-16	11,395
USD	1,509,025	EUR	1,322,902	26-Feb-16	28,141
USD	949,071	JPY	112,650,000	26-Feb-16	24,225
USD	3,004,010	EUR	2,625,952	29-Feb-16	64,257
USD	65,084	JPY	7,689,000	29-Feb-16	1,953
USD	150,991	EUR	134,000	07-Mar-16	953
USD	448,560	EUR	402,967	09-Mar-16	(2,659)
USD	915,008	JPY	109,129,300	09-Mar-16	18,802
MXN	58,496,000	USD	3,683,859	10-Mar-16	(32,049)
USD	1,216,358	EUR	1,109,000	10-Mar-16	(25,464)
USD	3,668,795	MXN	58,496,000	10-Mar-16	16,985
MXN	52,621,000	USD	3,306,004	11-Mar-16	(21,213)
MYR	3,155,884	USD	831,021	11-Mar-16	(12,770)
USD	3,300,053	MXN	52,621,000	11-Mar-16	15,263
MXN	1,242,000	USD	77,441	14-Mar-16	71
MYR	796,380	USD	209,216	14-Mar-16	(2,776)
USD	77,872	MXN	1,242,000	14-Mar-16	360
USD	53,543	EUR	50,000	16-Mar-16	(2,454)
USD	223,671	JPY	26,867,256	16-Mar-16	2,990
USD	511,102	EUR	478,000	18-Mar-16	(24,249)
USD	1,683,582	JPY	202,503,000	22-Mar-16	20,027
USD	515,212	EUR	478,000	24-Mar-16	(20,215)
USD	439,685	JPY	52,793,000	24-Mar-16	5,971
USD	666,679	JPY	78,972,120	28-Mar-16	17,821
USD	21,492,608	EUR	19,460,700	29-Mar-16	(309,133)
USD	5,924,464	EUR	5,343,300	30-Mar-16	(61,792)
USD	65,156	EUR	59,362	31-Mar-16	(1,351)
USD	320,814	EUR	293,794	01-Apr-16	(8,352)
USD	2,666,029	EUR	2,402,300	08-Apr-16	(26,065)
MYR	300,000	USD	80,231	11-Apr-16	(2,614)
USD	1,716,874	EUR	1,589,855	13-Apr-16	(65,036)
USD	187,504	JPY	22,400,000	13-Apr-16	3,367
USD	838,867	EUR	785,000	14-Apr-16	(40,988)
MYR	1,361,160	USD	357,917	18-Apr-16	(5,919)
USD	988,935	EUR	928,142	18-Apr-16	(51,483)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	776,084	JPY	91,900,000	18-Apr-16	20,511
USD	87,603	EUR	80,409	21-Apr-16	(2,541)
USD	1,036,498	JPY	122,220,000	21-Apr-16	31,550
USD	313,648	EUR	289,681	22-Apr-16	(11,114)
USD	1,307,851	EUR	1,190,492	29-Apr-16	(27,094)
USD	594,741	EUR	528,860	05-May-16	1,603
USD	6,438,767	EUR	5,695,000	12-May-16	50,249
USD	8,002,260	EUR	7,000,000	16-May-16	148,880
USD	20,721,445	JPY	2,450,000,000	16-May-16	560,645
USD	361,809	EUR	315,000	18-May-16	8,386
USD	3,678,280	JPY	434,919,800	18-May-16	99,145
USD	10,992,657	JPY	1,305,474,850	19-May-16	249,028
USD	650,305	EUR	566,608	20-May-16	14,544
USD	571,230	JPY	67,843,000	20-May-16	12,887
USD	218,501	EUR	195,000	23-May-16	(317)
USD	80,512	EUR	71,821	26-May-16	(89)
USD	2,480,084	JPY	305,563,397	03-Jun-16	(35,785)
USD	5,378,184	EUR	4,744,173	06-Jun-16	52,282
USD	708,629	JPY	87,300,000	08-Jun-16	(10,272)
USD	3,542,669	JPY	439,540,000	10-Jun-16	(77,095)
USD	768,616	EUR	678,450	13-Jun-16	6,814
USD	1,371,854	JPY	169,060,000	13-Jun-16	(20,546)
USD	1,593,840	EUR	1,398,670	15-Jun-16	23,241
USD	667,975	JPY	81,952,000	16-Jun-16	(7,055)
USD	1,082,621	AUD	1,425,800	20-Jun-16	2,382
USD	17,086,016	AUD	22,532,000	22-Jun-16	16,434
USD	6,936,336	EUR	6,040,000	22-Jun-16	152,450
USD	2,560,720	JPY	312,920,000	22-Jun-16	(17,254)
PHP	18,790,000	USD	410,011	27-Jun-16	55
PHP	65,919,210	USD	1,437,154	29-Jun-16	1,320
USD	846,806	EUR	750,000	30-Jun-16	4,234
					29,901,423
					22,199,799

The above contracts were opened with the following counterparties:

Bank of America	188,781
Barclays Bank	6,837,234
Citibank	2,185,084
Credit Suisse International	(904,875)
Deutsche Bank	4,808,928
Goldman Sachs	(275,667)
HSBC Bank	589,539
JPMorgan Chase Bank	9,795,701
Morgan Stanley	(685,135)
Royal Bank of Scotland	(525,682)
Standard Chartered	392,242
The Bank of New York Mellon	(198,903)
UBS	(7,448)
22,199,799	

Franklin Global Government Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
USD	927,444	AUD	1,200,000	08-Sep-15	5,473
USD	1,001,741	EUR	900,000	08-Sep-15	(2,271)
USD	1,251,492	GBP	820,000	08-Sep-15	(36,069)
USD	726,099	MYR	2,700,000	08-Sep-15	15,660
USD	1,288,867	PLN	4,800,000	08-Sep-15	15,567
					(1,640)

The above contracts were opened with the following counterparties:

Barclays Bank	36,700
Citibank	(2,271)
Royal Bank of Canada	(36,069)
(1,640)	

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	7,221,261	USD	8,137,975	15-Jul-15	(88,580)
USD	56,199	EUR	49,846	15-Jul-15	636
					(87,944)

The above contracts were opened with the following counterparties:

Bank of America	(7,381)
Barclays Bank	(3,311)
Citibank	(1,959)
Credit Suisse International	(7,445)
Deutsche Bank	(1,433)
Goldman Sachs	(6,758)
HSBC Bank	(5,381)
JPMorgan Chase Bank	(7,555)
Morgan Stanley	(8,640)
Royal Bank of Scotland	(34,650)
The Bank of New York Mellon	(919)
UBS	(2,512)
	(87,944)

Franklin Global High Income Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
SGD	889,801	USD	653,515	10-Jul-15	7,003
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,347,339	USD	1,539,110	23-Jul-15	(37,091)
GBP	300,000	USD	454,650	23-Jul-15	16,573
USD	1,339,745	EUR	1,200,000	23-Jul-15	1,982
EUR	400,000	USD	435,722	27-Aug-15	10,424
USD	458,240	EUR	400,000	27-Aug-15	12,093
EUR	3,899,118	USD	4,427,792	17-Sep-15	(77,465)
GBP	224,236	USD	332,541	17-Sep-15	19,529
USD	341,556	GBP	224,236	17-Sep-15	(10,515)
EUR	839,275	USD	940,181	22-Oct-15	(3,207)
GBP	831,070	USD	1,261,315	22-Oct-15	43,238
USD	562,000	EUR	500,000	22-Oct-15	3,795
USD	339,000	EUR	300,000	17-Dec-15	3,725
					(16,919)
					(9,916)

The above contracts were opened with the following counterparties:

Bank of America	166
Barclays Bank	56
Citibank	19
Credit Suisse International	5,164
Deutsche Bank	(16,919)
Goldman Sachs	237
JPMorgan Chase Bank	551
Morgan Stanley	153
Royal Bank of Scotland	130
The Bank of New York Mellon	222
UBS	305
	(9,916)

Franklin Global Listed Infrastructure Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
GBP	775,423	USD	1,181,052	10-Jul-15	37,051
SGD	1,444,542	USD	1,060,881	10-Jul-15	11,433
USD	33,037	GBP	21,658	10-Jul-15	(986)
					47,498

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Listed Infrastructure Fund (continued)

	Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:	
Barclays Bank	647
Citibank	890
Credit Suisse International	977
Deutsche Bank	8,035
Goldman Sachs	23,700
HSBC Bank	227
JPMorgan Chase Bank	5,778
Morgan Stanley	1,669
Royal Bank of Scotland	906
UBS	4,669
	<u>47,498</u>

Franklin Global Multi-Asset Income Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:				
SGD	654,827	EUR	434,393	20-Jul-15
USD	2,427,164	EUR	2,171,965	20-Jul-15
				<u>1,586</u>
				<u>5,335</u>
				<u>6,921</u>
Forward foreign exchange contracts used for efficient portfolio management:				
CAD	650,000	USD	519,159	21-Jul-15
MXN	5,000,000	USD	324,947	21-Jul-15
USD	642,712	EUR	600,000	21-Jul-15
				<u>989</u>
				<u>(6,590)</u>
				<u>(23,458)</u>
				<u>(29,059)</u>
				<u>(22,138)</u>

The above contracts were opened with the following counterparties:

Barclays Bank	989
Citibank	(30,048)
JPMorgan Chase Bank	6,921
	<u>(22,138)</u>

Franklin Global Real Estate Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:				
EUR	23,836,802	USD	27,171,897	20-Jul-15
				<u>(599,665)</u>

The above contracts were opened with the following counterparties:

Bank of America	(20,071)
Barclays Bank	(5,340)
BNP Paribas	(6,868)
Citibank	(9,703)
Credit Suisse International	(23,748)
Deutsche Bank	(4,198)
Goldman Sachs	(86,119)
HSBC Bank	(137,220)
JPMorgan Chase Bank	(52,243)
Morgan Stanley	(59,915)
Royal Bank of Scotland	(150,894)
The Bank of New York Mellon	(8,219)
UBS	(35,127)
	<u>(599,665)</u>

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Gold and Precious Metals Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
CHF	6,088,998	USD	6,645,688	20-Jul-15	(128,863)
EUR	8,152,153	USD	9,294,667	20-Jul-15	(207,000)
USD	157,898	CHF	146,559	20-Jul-15	1,041
USD	205,604	EUR	184,303	20-Jul-15	152
<u>(334,670)</u>					

The above contracts were opened with the following counterparties:

Bank of America	(5,846)
Barclays Bank	(2,648)
Citibank	(5,435)
Credit Suisse International	(5,733)
Deutsche Bank	(8,396)
Goldman Sachs	(82,784)
HSBC Bank	(51,369)
JPMorgan Chase Bank	(36,461)
Morgan Stanley	(29,320)
Royal Bank of Scotland	(65,571)
The Bank of New York Mellon	(15,981)
UBS	(25,126)
<u>(334,670)</u>	

Franklin High Yield Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
AUD	15,888,989	USD	12,114,471	10-Jul-15	133,369
EUR	36,836,435	USD	41,009,637	10-Jul-15	48,373
SGD	35,289,966	USD	25,928,519	10-Jul-15	267,987
USD	277,326	AUD	357,881	10-Jul-15	1,458
USD	1,209,087	SGD	1,627,748	10-Jul-15	774
<u>451,961</u>					
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	4,335,155	USD	4,923,088	23-Jul-15	(90,247)
USD	5,177,606	EUR	4,335,155	23-Jul-15	344,764
EUR	687,422	USD	781,255	27-Aug-15	(14,528)
USD	787,167	EUR	687,422	27-Aug-15	20,440
<u>260,429</u>					
<u>712,390</u>					

The above contracts were opened with the following counterparties:

Bank of America	17,075
Barclays Bank	4,122
BNP Paribas	6,138
Citibank	6,607
Credit Suisse International	3,059
Deutsche Bank	263,944
Goldman Sachs	26,939
HSBC Bank	94,231
JPMorgan Chase Bank	27,677
Morgan Stanley	76,521
Royal Bank of Scotland	96,274
UBS	89,803
<u>712,390</u>	

Franklin Income Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
AUD	2,137,464	USD	1,668,793	20-Jul-15	(22,139)
EUR	45,906,345	USD	52,359,766	20-Jul-15	(1,185,364)
SGD	28,418,372	USD	21,361,116	20-Jul-15	(269,066)
USD	462,027	SGD	622,314	20-Jul-15	147
<u>(1,476,422)</u>					

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Income Fund (continued)

	Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:	
Bank of America	(197,896)
Barclays Bank	(65,374)
Citibank	(77,400)
Credit Suisse International	(59,664)
Deutsche Bank	(126,365)
Goldman Sachs	(324,652)
HSBC Bank	(220,543)
JPMorgan Chase Bank	(295,240)
Morgan Stanley	(35,518)
Royal Bank of Scotland	(10,776)
UBS	(62,994)
	(1,476,422)

Franklin India Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	459,219	USD	511,384	10-Jul-15	465
PLN	72,105,999	USD	19,295,743	10-Jul-15	(137,044)
USD	12,982	EUR	11,540	10-Jul-15	120
USD	390,940	PLN	1,450,322	10-Jul-15	5,587
					(130,872)

The above contracts were opened with the following counterparties:

Bank of America	(2,323)
Barclays Bank	(1,450)
Citibank	(4,694)
Credit Suisse International	(6,747)
Deutsche Bank	(862)
Goldman Sachs	(28,867)
HSBC Bank	(18,359)
JPMorgan Chase Bank	(42,588)
Morgan Stanley	(6,187)
Royal Bank of Scotland	(6,631)
The Bank of New York Mellon	(502)
UBS	(11,662)
	(130,872)

Franklin K2 Alternative Strategies Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
CAD	580,111	USD	471,257	15-Jul-15	(6,881)
CHF	911,150	USD	974,762	15-Jul-15	252
CZK	31,628,099	USD	1,306,126	15-Jul-15	(13,042)
EUR	213,627,766	USD	240,900,901	15-Jul-15	(2,695,775)
GBP	1,921,837	USD	2,972,230	15-Jul-15	47,180
HUF	270,926,529	USD	977,016	15-Jul-15	(19,755)
JPY	111,201,088	USD	900,019	15-Jul-15	8,742
NOK	3,789,370	USD	486,106	15-Jul-15	(2,945)
PLN	21,229,816	USD	5,762,441	15-Jul-15	(118,127)
SEK	85,506,419	USD	10,423,378	15-Jul-15	(106,135)
SGD	2,114,627	USD	1,569,489	15-Jul-15	248
USD	129,374	PLN	474,413	15-Jul-15	3,243
USD	481,784	SEK	3,994,920	15-Jul-15	(245)
					(2,903,240)
Forward foreign exchange contracts used for efficient portfolio management:					
USD	2,082	JPY	257,809	01-Jul-15	(25)
EUR	12,901	USD	14,458	02-Jul-15	(76)
USD	2,082	AUD	2,710	02-Jul-15	(9)
CAD	37,631	USD	30,366	03-Jul-15	(238)
USD	77,727	BRL	250,000	06-Jul-15	(2,567)
USD	152,536	MXN	2,375,000	08-Jul-15	1,496
USD	3,018,317	EUR	2,680,000	17-Jul-15	29,907
USD	1,104,255	HKD	8,560,000	17-Jul-15	(26)
USD	254,550	EUR	225,000	20-Jul-15	3,647
USD	285,223	EUR	255,000	27-Jul-15	838

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	1,203,540	JPY	149,600,000	27-Jul-15	(19,217)
USD	836,469	ZAR	10,225,000	27-Jul-15	(169)
CAD	753,912	AUD	790,000	29-Jul-15	(5,155)
HUF	225,500,000	USD	809,508	29-Jul-15	(13,027)
USD	813,024	EUR	725,000	29-Jul-15	4,458
USD	248,941	JPY	30,755,000	29-Jul-15	(2,442)
EUR	697,128	USD	783,176	28-Aug-15	(5,355)
GBP	103,940	USD	163,311	28-Aug-15	(63)
USD	1,313,329	CAD	1,620,713	28-Aug-15	16,746
USD	7,825,799	EUR	6,968,256	28-Aug-15	50,961
USD	495,831	GBP	317,630	28-Aug-15	(3,039)
USD	1,260	SEK	10,323	28-Aug-15	13
AUD	3,831,000	USD	2,948,418	16-Sep-15	(5,056)
CAD	7,840,000	USD	6,358,195	16-Sep-15	(87,681)
CHF	7,999,970	USD	8,584,729	16-Sep-15	(2,189)
EUR	1,536,801	USD	1,726,510	16-Sep-15	(11,337)
GBP	6,091,000	USD	9,541,421	16-Sep-15	23,720
JPY	366,411,000	USD	2,964,645	16-Sep-15	32,328
USD	9,000,565	AUD	11,701,000	16-Sep-15	10,672
USD	7,846,368	CAD	9,681,000	16-Sep-15	103,403
USD	3,466,963	CHF	3,212,487	16-Sep-15	20,537
USD	14,409,687	EUR	12,785,542	16-Sep-15	140,170
USD	2,965,452	GBP	1,913,000	16-Sep-15	(38,672)
USD	10,066,378	JPY	1,241,102,000	16-Sep-15	(84,924)
USD	5,305,967	NZD	7,667,000	16-Sep-15	144,639
USD	1,475,485	ZAR	18,648,657	16-Sep-15	(36,722)
USD	4,951,046	MXN	76,763,000	17-Sep-15	94,044
					359,590
					(2,543,650)

The above contracts were opened with the following counterparties:

Deutsche Bank	(276,434)
JPMorgan Chase Bank	(2,605,141)
Merrill Lynch	66,017
Morgan Stanley	271,908
	(2,543,650)

Franklin MENA Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	18,554,712	USD	20,913,091	15-Jul-15	(230,527)
USD	1,396,096	EUR	1,243,659	15-Jul-15	9,814
					(220,713)

The above contracts were opened with the following counterparties:

Bank of America	(14,543)
Barclays Bank	(2,677)
Citibank	(61,019)
Credit Suisse International	(24,972)
Deutsche Bank	(7,686)
Goldman Sachs	(41,153)
HSBC Bank	(21,495)
JPMorgan Chase Bank	(9,895)
Morgan Stanley	(8,350)
Royal Bank of Scotland	(25,941)
The Bank of New York Mellon	(1,020)
UBS	(1,962)
	(220,713)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Natural Resources Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	473,247	USD	516,689	20-Jul-15	(10,189)
EUR	2,187,217	USD	2,494,502	20-Jul-15	(56,286)
PLN	28,357,034	USD	7,754,441	20-Jul-15	(222,061)
USD	208,010	PLN	763,391	20-Jul-15	5,233
					(283,303)

The above contracts were opened with the following counterparties:

Bank of America	(6,799)
Barclays Bank	(32,308)
Citibank	(8,115)
Credit Suisse International	(6,980)
Deutsche Bank	(14,015)
Goldman Sachs	(49,703)
HSBC Bank	(40,182)
JPMorgan Chase Bank	(56,702)
Morgan Stanley	(37,583)
Royal Bank of Scotland	(4,310)
The Bank of New York Mellon	(2,702)
UBS	(23,904)
(283,303)	

Franklin Real Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	2,545,958	USD	2,902,250	20-Jul-15	(64,126)
Forward foreign exchange contracts used for efficient portfolio management:					
USD	35,604	EUR	31,100	27-Aug-15	916
USD	144,567	EUR	129,147	17-Sep-15	475
SGD	248,950	USD	186,256	22-Oct-15	(1,718)
USD	112,023	EUR	100,000	22-Oct-15	382
CLP	32,130,000	USD	49,903	17-Dec-15	(422)
SGD	40,455	USD	29,997	17-Dec-15	(32)
USD	11,011	EUR	9,700	17-Dec-15	170
					(64,355)

The above contracts were opened with the following counterparties:

Bank of America	(1,212)
Barclays Bank	(217)
Citibank	(1,408)
Credit Suisse International	(3,832)
Deutsche Bank	(23,869)
Goldman Sachs	(11,343)
HSBC Bank	(4,087)
JPMorgan Chase Bank	(4,131)
Morgan Stanley	(2,669)
Royal Bank of Scotland	(2,361)
UBS	(9,226)
(64,355)	

Franklin Strategic Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	710,614	USD	555,469	20-Jul-15	(8,029)
EUR	361,755,702	USD	412,424,354	20-Jul-15	(9,154,796)
SGD	1,250,234	USD	939,689	20-Jul-15	(11,767)
					(9,174,592)
Forward foreign exchange contracts used for efficient portfolio management:					
CLP	1,324,507,500	USD	2,114,393	23-Jul-15	(47,064)
INR	732,148,000	USD	11,315,445	23-Jul-15	160,972
MYR	745,303	USD	204,922	23-Jul-15	(7,921)
SGD	1,022,100	USD	759,743	23-Jul-15	(1,182)
USD	16,950,905	EUR	14,350,005	23-Jul-15	953,482

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	1,294,691	GBP	857,873	23-Jul-15	(52,805)
USD	12,617,472	JPY	1,496,927,000	23-Jul-15	383,116
USD	9,615,389	EUR	8,416,022	27-Aug-15	228,441
USD	9,540,087	JPY	1,117,216,600	27-Aug-15	405,510
CLP	3,365,428,000	USD	5,317,193	17-Sep-15	(92,247)
EUR	519,549	USD	561,372	17-Sep-15	18,299
SGD	5,146,640	USD	3,792,180	17-Sep-15	24,571
USD	40,385,742	EUR	36,148,550	17-Sep-15	54,057
USD	1,200,494	GBP	777,522	17-Sep-15	(20,286)
USD	32,647,891	JPY	3,878,217,500	17-Sep-15	926,366
CLP	1,886,719,200	USD	3,028,612	22-Oct-15	(108,640)
INR	94,900,000	USD	1,436,790	22-Oct-15	26,898
MYR	1,764,220	USD	484,380	22-Oct-15	(21,929)
SGD	201,500	USD	150,756	22-Oct-15	(1,390)
USD	29,703,454	EUR	26,507,809	22-Oct-15	109,892
USD	3,285,012	GBP	2,164,467	22-Oct-15	(112,611)
USD	14,193,471	JPY	1,699,834,950	22-Oct-15	279,402
CLP	645,158,200	USD	1,005,703	17-Dec-15	(12,135)
INR	386,400,000	USD	5,861,776	17-Dec-15	36,722
MYR	155,520	USD	41,176	17-Dec-15	(602)
USD	9,387,752	EUR	8,277,813	17-Dec-15	136,611
USD	27,040,828	JPY	3,308,900,000	17-Dec-15	(78,124)
					3,187,403
					(5,987,189)

The above contracts were opened with the following counterparties:

Bank of America	(295,763)
Barclays Bank	(30,944)
BNP Paribas	(62,603)
Citibank	(567,396)
Credit Suisse International	(438,651)
Deutsche Bank	1,400,755
Goldman Sachs	(1,331,062)
HSBC Bank	(1,731,865)
JPMorgan Chase Bank	(765,762)
Morgan Stanley	(739,428)
Royal Bank of Scotland	(296,864)
The Bank of New York Mellon	(37,399)
UBS	(1,090,207)
	(5,987,189)

Franklin U.S. Equity Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	27,911,403	USD	31,718,116	20-Jul-15	(603,693)
USD	9,505,712	EUR	8,341,000	20-Jul-15	207,527
					(396,166)

The above contracts were opened with the following counterparties:

Bank of America	(12,471)
Barclays Bank	(6,558)
Citibank	(6,555)
Credit Suisse International	(90,355)
Deutsche Bank	(4,336)
Goldman Sachs	(91,784)
HSBC Bank	(137,316)
JPMorgan Chase Bank	(24,188)
Morgan Stanley	73,381
Royal Bank of Scotland	(54,889)
The Bank of New York Mellon	(617)
UBS	(40,478)
	(396,166)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin U.S. Focus Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	8,774,530	USD	9,890,161	15-Jul-15	(109,369)

The above contracts were opened with the following counterparties:

Bank of America	(13,399)
Barclays Bank	(1,776)
Citibank	(20,183)
Credit Suisse International	(1,658)
Deutsche Bank	(1,917)
Goldman Sachs	(24,421)
HSBC Bank	(13,365)
JPMorgan Chase Bank	(10,460)
Morgan Stanley	(4,137)
Royal Bank of Scotland	(5,523)
The Bank of New York Mellon	(184)
UBS	(12,346)
	(109,369)

Franklin U.S. Government Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	23,511,583	USD	26,167,272	10-Jul-15	38,815
JPY	73,590,694	USD	587,644	10-Jul-15	13,712
					52,527

The above contracts were opened with the following counterparties:

Bank of America	2,345
BNP Paribas	13,556
Citibank	825
Credit Suisse International	15,730
Goldman Sachs	5,703
HSBC Bank	3,232
JPMorgan Chase Bank	2,031
Morgan Stanley	9,105
	52,527

Franklin U.S. Low Duration Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	71,454,259	USD	79,736,843	10-Jul-15	(93,692)
Forward foreign exchange contracts used for efficient portfolio management:					
CAD	2,833,000	USD	2,391,083	23-Jul-15	(123,610)
SGD	2,828,200	USD	2,116,599	23-Jul-15	(17,621)
USD	2,250,424	CAD	2,833,000	23-Jul-15	(17,048)
USD	44,802,314	EUR	38,139,802	23-Jul-15	2,283,962
USD	33,828,965	JPY	4,014,957,000	23-Jul-15	1,014,791
USD	1,098,518	SGD	1,467,180	23-Jul-15	9,635
USD	11,245,422	EUR	9,878,422	27-Aug-15	227,363
USD	3,115,955	GBP	2,050,240	27-Aug-15	(103,614)
SGD	2,511,500	USD	1,848,866	17-Sep-15	13,663
USD	6,519,375	EUR	6,076,932	17-Sep-15	(260,783)
USD	9,452,161	JPY	1,122,188,500	17-Sep-15	273,323
DKK	43,200,000	USD	6,724,154	15-Oct-15	(250,027)
USD	7,498,698	DKK	43,200,000	15-Oct-15	1,024,571
USD	792,500	AUD	1,000,000	22-Oct-15	25,996
USD	242,323	CHF	224,803	22-Oct-15	765
USD	17,338,547	EUR	15,482,243	22-Oct-15	54,028
USD	2,433,032	AUD	3,172,347	17-Dec-15	8,684
USD	8,042,121	EUR	7,083,000	17-Dec-15	126,283
DKK	41,200,000	USD	6,427,858	15-Jan-16	(236,033)
USD	7,205,777	DKK	41,200,000	15-Jan-16	1,013,951
USD	2,956,194	EUR	2,258,000	05-Feb-16	429,810
USD	12,481,358	DKK	81,415,898	17-Feb-16	233,058
USD	3,021,510	EUR	2,300,000	07-Apr-16	444,134
USD	5,937,800	EUR	4,400,000	05-Aug-16	989,348

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin U.S. Low Duration Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	3,467,093	JPY	380,852,376	02-Sep-16	322,361
DKK	40,800,000	USD	6,432,693	14-Oct-16	(237,237)
USD	7,090,720	DKK	40,800,000	14-Oct-16	895,263
					8,145,016
					8,051,324

The above contracts were opened with the following counterparties:

Bank of America	5,402
Barclays Bank	(19,835)
BNP Paribas	13,613
Citibank	54,394
Deutsche Bank	7,245,132
Goldman Sachs	29,710
HSBC Bank	(79,884)
JPMorgan Chase Bank	550,117
Morgan Stanley	16,669
Royal Bank of Scotland	233,058
UBS	2,948
	8,051,324

Franklin U.S. Opportunities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	10,126,307	USD	11,047,060	20-Jul-15	(209,253)
CNH	6,839,821	USD	1,099,370	20-Jul-15	731
EUR	140,945,021	USD	160,678,825	20-Jul-15	(3,559,429)
NOK	22,928,339	USD	2,964,079	20-Jul-15	(41,485)
PLN	108,958,132	USD	29,778,910	20-Jul-15	(836,736)
SEK	35,686,751	USD	4,426,198	20-Jul-15	(120,806)
SGD	32,753,892	USD	24,609,642	20-Jul-15	(299,783)
USD	3,531,814	EUR	3,097,142	20-Jul-15	79,257
					(4,987,504)

The above contracts were opened with the following counterparties:

Bank of America	(147,928)
Barclays Bank	(139,005)
Citibank	(190,146)
Credit Suisse International	(146,975)
Deutsche Bank	(95,682)
Goldman Sachs	(654,819)
HSBC Bank	(662,279)
JPMorgan Chase Bank	(568,011)
Morgan Stanley	(1,071,902)
Royal Bank of Scotland	(427,485)
The Bank of New York Mellon	(116,588)
UBS	(766,684)
	(4,987,504)

Franklin U.S. Total Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	426,402	USD	486,801	20-Jul-15	(11,467)
Forward foreign exchange contracts used for efficient portfolio management:					
CAD	448,600	USD	378,763	23-Jul-15	(19,713)
SGD	796,600	USD	594,880	23-Jul-15	(3,674)
USD	356,356	CAD	448,600	23-Jul-15	(2,694)
USD	3,470,315	EUR	2,942,881	23-Jul-15	189,583
USD	4,989,711	JPY	591,516,000	23-Jul-15	155,261
USD	17,296	SGD	23,100	23-Jul-15	152
USD	1,310,754	EUR	1,150,851	27-Aug-15	27,133
USD	59,973	JPY	7,024,000	27-Aug-15	2,543
SGD	174,550	USD	128,522	17-Sep-15	924
USD	3,963,874	EUR	3,530,374	17-Sep-15	24,964
USD	3,376,202	JPY	400,757,250	17-Sep-15	98,245
PHP	7,155,000	USD	159,106	22-Oct-15	(1,384)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin U.S. Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	174,350	AUD	220,000	22-Oct-15	5,719
USD	2,524,114	EUR	2,254,090	22-Oct-15	7,627
USD	274,010	JPY	32,810,000	22-Oct-15	5,443
MYR	72,760	USD	19,267	17-Dec-15	(283)
USD	501,993	AUD	654,531	17-Dec-15	1,792
USD	2,150,956	EUR	1,902,474	17-Dec-15	24,783
DKK	5,160,000	USD	805,043	15-Jan-16	(29,561)
USD	901,573	DKK	5,160,000	15-Jan-16	126,092
USD	264,388	EUR	202,000	05-Feb-16	38,378
USD	1,242,159	DKK	8,102,603	17-Feb-16	23,194
USD	364,144	EUR	275,000	05-Aug-16	54,866
USD	710,640	JPY	72,485,291	02-Sep-16	112,123
					841,513
					830,046

The above contracts were opened with the following counterparties:

Barclays Bank	215
Citibank	6,046
Deutsche Bank	662,362
Goldman Sachs	(8,372)
HSBC Bank	7,872
JPMorgan Chase Bank	138,325
Morgan Stanley	404
Royal Bank of Scotland	23,194
	830,046

Franklin World Perspectives Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
USD	15,894,000	JPY	1,890,377,684	03-Aug-15	441,935

The above contracts were opened with the following counterparty:

Deutsche Bank	441,935
---------------	---------

Franklin Mutual Beacon Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	23,189,147	USD	26,142,802	15-Jul-15	(294,324)
USD	361,349	EUR	320,442	15-Jul-15	4,159
					(290,165)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,246,184	USD	1,398,995	20-Jul-15	(9,801)
USD	6,952,934	EUR	5,941,793	20-Jul-15	329,282
GBP	461,000	USD	692,445	21-Jul-15	31,678
USD	12,080,539	GBP	7,977,197	21-Jul-15	(449,756)
KRW	2,901,143,724	USD	2,640,522	12-Aug-15	(52,136)
USD	13,294,774	KRW	14,793,511,217	12-Aug-15	96,075
GBP	9,833,590	USD	15,100,702	19-Aug-15	342,267
USD	24,642,668	GBP	16,098,055	19-Aug-15	(638,208)
USD	6,697,714	EUR	6,000,355	31-Aug-15	4,721
USD	10,224,050	EUR	9,433,760	16-Oct-15	(306,702)
GBP	1,044,444	USD	1,602,937	22-Oct-15	36,555
USD	9,830,578	GBP	6,597,703	22-Oct-15	(526,017)
USD	14,616,368	EUR	12,870,078	18-Nov-15	240,817
USD	7,524,191	GBP	4,854,317	23-Nov-15	(94,250)
					(995,475)
					(1,285,640)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Mutual Beacon Fund (continued)

	Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:	
Bank of America	(432,454)
Barclays Bank	25,129
BNP Paribas	(3,740)
Citibank	(14,678)
Credit Suisse International	(381,475)
Deutsche Bank	34,602
Goldman Sachs	(100,961)
HSBC Bank	(298,518)
JPMorgan Chase Bank	(36,507)
Morgan Stanley	(10,774)
Royal Bank of Scotland	(18,405)
State Street Bank	(33,368)
The Bank of New York Mellon	(4,183)
UBS	(10,308)
	<u>(1,285,640)</u>

Franklin Mutual European Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) EUR	
Forward foreign exchange contracts used for share class hedging:					
CNH	7,121,328	EUR	1,011,772	20-Jul-15	15,698
CZK	357,028,324	EUR	13,105,862	20-Jul-15	(12,975)
USD	172,530,992	EUR	151,451,529	20-Jul-15	3,318,562
					<u>3,321,285</u>

The above contracts were opened with the following counterparties:

Bank of America	90,053
Barclays Bank	58,920
Citibank	293,375
Credit Suisse International	59,631
Deutsche Bank	370,465
Goldman Sachs	503,339
HSBC Bank	716,172
JPMorgan Chase Bank	1,013,465
Morgan Stanley	141,583
Royal Bank of Scotland	18,209
The Bank of New York Mellon	16,654
UBS	39,419
	<u>3,321,285</u>

Franklin Mutual Global Discovery Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
EUR	21,531,254	GBP	15,375,100	27-Jul-15	(145,199)
EUR	13,847,163	HKD	120,961,600	27-Jul-15	(166,472)
EUR	85,123,514	USD	95,934,200	27-Jul-15	(1,033,062)
GBP	191,600	EUR	270,293	27-Jul-15	(395)
HKD	3,049,200	EUR	352,015	27-Jul-15	902
USD	477,400	EUR	426,105	27-Jul-15	2,350
					<u>(1,341,876)</u>

The above contracts were opened with the following counterparty:

Bank of America	<u>(1,341,876)</u>
-----------------	--------------------

Templeton Africa Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD	
Forward foreign exchange contracts used for share class hedging:					
CHF	675,964	USD	719,775	10-Jul-15	3,393
EUR	24,861,978	USD	27,677,640	10-Jul-15	33,608
USD	291,686	EUR	259,294	10-Jul-15	2,676
					<u>39,677</u>

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Africa Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	943
Barclays Bank	583
Citibank	1,011
Credit Suisse International	1,434
Deutsche Bank	827
Goldman Sachs	16,080
HSBC Bank	3,191
JPMorgan Chase Bank	9,095
Morgan Stanley	2,734
Royal Bank of Scotland	306
The Bank of New York Mellon	210
UBS	3,263
	<u>39,677</u>

Templeton Asian Bond Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:			
AUD	2,738,824	USD	2,132,911
CHF	62,547,510	USD	68,279,598
EUR	150,978,752	USD	172,091,580
SGD	13,772,766	USD	10,349,057
USD	25,630,163	EUR	22,471,093
USD	210,995	SGD	283,531
			<u>558</u>
			<u>(4,693,351)</u>
Forward foreign exchange contracts used for efficient portfolio management:			
JPY	3,256,500,000	USD	26,516,570
USD	32,223,750	JPY	3,256,500,000
MYR	3,690,700	USD	1,019,953
USD	4,348,041	JPY	440,000,000
USD	16,601,576	JPY	1,931,580,000
USD	2,363,417	JPY	274,830,000
MYR	1,216,000	USD	331,633
USD	4,982,036	JPY	505,440,000
MYR	3,236,000	USD	996,551
MYR	22,942,148	USD	7,019,382
USD	10,417,318	JPY	1,065,900,000
USD	2,195,701	JPY	223,687,000
USD	1,099,144	JPY	112,100,000
CNH	285,634,720	USD	45,767,460
USD	8,031,028	JPY	820,609,000
USD	1,088,134	JPY	111,957,000
USD	3,218,432	JPY	332,687,000
MYR	297,049,400	USD	80,687,057
USD	7,628,807	JPY	825,356,000
USD	7,846,058	JPY	812,433,000
USD	11,707,456	JPY	1,210,990,000
MYR	4,510,000	USD	1,209,472
USD	397,448	JPY	43,140,000
MYR	3,881,000	USD	1,159,650
USD	74,338,683	JPY	7,909,983,600
MYR	3,992,000	USD	1,193,887
MYR	200,229,830	USD	60,089,741
MYR	1,866,000	USD	558,766
USD	2,127,730	JPY	242,566,519
USD	7,774,205	JPY	883,798,000
USD	2,110,197	JPY	241,579,600
USD	2,283,282	JPY	264,815,000
MYR	2,742,080	USD	802,341
USD	2,830,508	JPY	327,787,000
MYR	1,666,000	USD	486,154
USD	3,176,885	JPY	368,201,000
USD	591,112	JPY	69,101,000
SGD	18,986,000	USD	14,109,691
SGD	36,204,400	USD	26,799,215
SGD	6,706,000	USD	4,974,962
KRW	54,666,000,000	USD	48,828,547
USD	2,149,726	JPY	256,041,000
USD	9,286,276	JPY	1,095,810,000
MYR	889,000	USD	239,171
USD	3,780,380	JPY	442,210,000

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	3,714,462	JPY	434,657,000	28-Jan-16	148,516
USD	1,074,926	JPY	126,020,000	29-Jan-16	41,027
MYR	81,713,697	USD	21,349,105	14-Mar-16	(167,095)
MYR	32,041,000	USD	8,456,767	30-Mar-16	(160,365)
MYR	14,010,000	USD	3,746,791	11-Apr-16	(122,086)
USD	7,480,915	JPY	893,700,000	13-Apr-16	134,343
USD	2,002,871	JPY	237,874,000	20-May-16	45,185
USD	841,942	JPY	103,265,000	16-Jun-16	(8,641)
USD	5,722,027	JPY	701,592,000	30-Jun-16	(59,452)
USD	26,738,209	JPY	3,256,500,000	01-Jul-16	(97,865)
					15,655,125
					10,961,774

The above contracts were opened with the following counterparties:

Bank of America	(80,621)
Barclays Bank	2,449,961
Citibank	9,893,613
Credit Suisse International	(720,552)
Deutsche Bank	(3,507,840)
Goldman Sachs	(27,948)
HSBC Bank	(5,211,544)
JPMorgan Chase Bank	2,014,829
Morgan Stanley	6,370,030
Royal Bank of Scotland	(995,764)
Standard Chartered	1,609,112
The Bank of New York Mellon	(80,481)
UBS	(751,021)
	10,961,774

Templeton Asian Dividend Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
SGD	1,176,299	USD	863,844	10-Jul-15	9,348
USD	20,032	SGD	26,887	10-Jul-15	73
					9,421

The above contracts were opened with the following counterparties:

Barclays Bank	114
Citibank	541
Credit Suisse International	115
Deutsche Bank	6,663
Goldman Sachs	291
JPMorgan Chase Bank	258
Morgan Stanley	823
Royal Bank of Scotland	189
UBS	427
	9,421

Templeton Asian Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	3,093,905	PKR	362,265,300	07-Jul-15	(104,854)
CHF	31,939,829	USD	34,202,227	15-Jul-15	(25,072)
CNH	30,108,291	USD	4,838,527	15-Jul-15	6,065
CZK	175,479,739	USD	7,242,646	15-Jul-15	(69,536)
EUR	310,775,325	USD	350,236,107	15-Jul-15	(3,821,089)
PLN	183,156,525	USD	49,746,558	15-Jul-15	(1,088,425)
SGD	6,573,897	USD	4,880,547	15-Jul-15	(1,009)
USD	341,910	CHF	316,372	15-Jul-15	3,375
USD	8,427,958	EUR	7,478,715	15-Jul-15	91,585
USD	1,214,930	PLN	4,574,898	15-Jul-15	(457)
EUR	12,697,456	HKD	111,002,100	27-Jul-15	(163,451)
EUR	4,968,209	IDR	75,404,638,600	27-Jul-15	(86,446)
EUR	5,339,421	INR	387,642,000	27-Jul-15	(119,624)
EUR	2,259,893	KRW	2,846,109,200	27-Jul-15	(20,798)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Asian Growth Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
EUR	13,488,572	THB	514,520,800	27-Jul-15	(154,303)
EUR	2,753,906	USD	3,104,400	27-Jul-15	(34,168)
IDR	2,140,104,500	EUR	142,864	27-Jul-15	382
					(5,587,825)

The above contracts were opened with the following counterparties:

Bank of America	(433,834)
Barclays Bank	(48,646)
Citibank	(156,145)
Credit Suisse International	(744,033)
Deutsche Bank	(611,816)
Goldman Sachs	(750,739)
HSBC Bank	(547,286)
JPMorgan Chase Bank	(476,999)
Morgan Stanley	(228,008)
Royal Bank of Scotland	(842,319)
The Bank of New York Mellon	(508,920)
UBS	(239,080)
	(5,587,825)

Templeton BRIC Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	11,032,140	USD	12,280,719	10-Jul-15	15,742
PLN	11,488,430	USD	3,073,728	10-Jul-15	(21,230)
USD	609,215	EUR	541,013	10-Jul-15	6,200
					712

The above contracts were opened with the following counterparties:

Bank of America	(74)
Barclays Bank	120
Citibank	(501)
Credit Suisse International	(977)
Deutsche Bank	(3,241)
Goldman Sachs	(89)
HSBC Bank	(237)
JPMorgan Chase Bank	(2,439)
Morgan Stanley	11,506
Royal Bank of Scotland	(1,238)
The Bank of New York Mellon	(140)
UBS	(1,978)
	712

Templeton Emerging Markets Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	3,674,933	USD	4,141,749	15-Jul-15	(45,377)
					(45,377)

The above contracts were opened with the following counterparties:

Bank of America	(2,039)
Barclays Bank	(242)
Citibank	(5,123)
Credit Suisse International	(6,884)
Deutsche Bank	(4,599)
Goldman Sachs	(2,590)
HSBC Bank	(2,325)
JPMorgan Chase Bank	(12,367)
Morgan Stanley	(3,337)
Royal Bank of Scotland	(5,744)
The Bank of New York Mellon	(127)
	(45,377)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:			
EUR	10,507,436	USD	11,977,342
SGD	1,017,107	USD	764,277
			20-Jul-15
			20-Jul-15
			(264,112)
			(9,383)
			(273,495)
Forward foreign exchange contracts used for efficient portfolio management:			
PHP	3,552,000	USD	81,200
USD	78,671	PHP	3,552,000
MYR	261,750	USD	79,914
MYR	445,920	USD	121,510
CLP	105,800,000	USD	169,804
USD	167,207	CLP	105,800,000
MYR	442,400	USD	135,361
USD	222,635	EUR	163,000
CLP	121,320,000	USD	190,998
USD	105,747	EUR	78,000
INR	5,212,900	USD	81,204
PLN	3,060,000	USD	978,105
USD	64,387	EUR	48,000
USD	28,366	EUR	21,100
USD	62,568	EUR	46,700
INR	7,462,500	USD	114,492
USD	276,705	EUR	206,250
CLP	73,042,500	USD	118,962
USD	15,562	EUR	12,460
USD	16,728	EUR	12,460
INR	5,212,900	USD	80,275
USD	108,997	EUR	81,914
USD	357,107	EUR	270,000
EUR	524,000	USD	663,594
USD	692,456	EUR	524,000
CLP	105,800,000	USD	166,052
PHP	10,554,200	USD	235,191
MYR	580,250	USD	153,749
KRW	267,000,000	USD	239,623
USD	125,418	EUR	98,000
USD	11,216	EUR	9,000
USD	202,182	EUR	181,000
USD	170,237	EUR	140,000
MYR	1,300,000	USD	379,973
BRL	570,000	USD	199,706
USD	244,516	EUR	197,000
USD	119,637	EUR	112,300
USD	78,911	EUR	65,791
MYR	278,000	USD	75,207
USD	4,668	EUR	4,000
PHP	10,554,200	USD	231,795
USD	228,190	EUR	200,000
MXN	25,844,100	USD	1,709,492
USD	390,830	EUR	340,000
USD	796,143	EUR	695,000
USD	22,879	EUR	20,000
USD	150,764	EUR	141,000
USD	128,200	EUR	119,300
USD	150,899	EUR	140,000
USD	61,956	EUR	56,000
USD	144,140	EUR	132,000
MXN	10,163,000	USD	654,706
GHS	54,048	USD	11,451
USD	228,281	EUR	198,900
USD	301,498	EUR	269,000
PHP	3,581,720	USD	78,079
PHP	3,552,000	USD	77,605
			01-Jul-16
			(86,423)
			(359,918)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund (continued)

	Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:	
Bank of America	(3,380)
Barclays Bank	80,001
Citibank	(116,174)
Credit Suisse International	(21,525)
Deutsche Bank	12,883
Goldman Sachs	(7,363)
HSBC Bank	(106,908)
JPMorgan Chase Bank	(33,856)
Morgan Stanley	(61,087)
Royal Bank of Scotland	(31,027)
The Bank of New York Mellon	(8,196)
UBS	(63,286)
	<u>(359,918)</u>

Templeton Emerging Markets Bond Fund

Purchases	Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:				
AUD	15,549,391	USD	12,008,512	(26,038)
CHF	36,002,474	USD	38,536,239	(11,865)
EUR	229,495,890	USD	258,607,476	(2,793,007)
GBP	40,081,739	USD	61,989,116	972,542
NOK	14,221,819	USD	1,822,552	(9,525)
PLN	3,603,886	USD	978,967	(21,544)
SEK	52,978,489	USD	6,450,214	(59,351)
SGD	12,763,607	USD	9,477,072	(3,161)
USD	383,808	AUD	496,486	1,213
USD	729,047	CHF	674,045	7,788
USD	18,426,443	EUR	16,343,813	208,323
USD	1,318,857	GBP	840,460	(1,365)
				<u>(1,735,990)</u>
Forward foreign exchange contracts used for efficient portfolio management:				
PHP	1,029,890,000	USD	23,543,572	(714,454)
USD	22,810,410	PHP	1,029,890,000	(18,708)
EUR	11,269,377	USD	12,550,705	8,798
MYR	69,962,000	USD	21,359,834	(2,832,612)
USD	15,420,339	EUR	11,269,377	2,860,837
MYR	365,078,760	USD	110,896,811	(14,225,875)
CLP	7,682,202,000	USD	12,305,453	(295,313)
INR	428,759,833	USD	6,700,681	38,685
USD	12,139,240	CLP	7,682,202,000	129,100
CLP	1,765,718,000	USD	2,799,350	(39,141)
MYR	117,400,000	USD	35,920,815	(4,844,993)
USD	2,789,444	CLP	1,765,718,000	29,234
CLP	1,806,845,000	USD	2,868,691	(44,462)
MYR	16,305,000	USD	4,506,011	(190,456)
PLN	30,900,000	EUR	7,455,304	(98,825)
CLP	3,990,480,000	USD	6,269,314	(32,503)
INR	146,040,000	USD	2,285,826	8,553
CLP	1,244,435,000	USD	1,999,602	(55,392)
PLN	4,217,000	EUR	1,011,180	(6,742)
PLN	21,615,000	EUR	5,206,928	(61,484)
CLP	1,386,730,000	USD	2,211,867	(45,761)
INR	36,352,000	USD	574,499	(3,942)
USD	76,910,211	EUR	56,309,000	14,142,834
USD	80,752,500	JPY	9,394,980,000	3,974,299
CLP	2,383,020,000	USD	3,751,665	(30,043)
INR	230,300,000	USD	3,637,507	(24,043)
CLP	10,443,491,000	USD	16,497,946	(192,772)
INR	1,636,043,000	USD	25,844,772	(187,335)
USD	44,459,810	EUR	32,794,000	7,902,481
USD	13,110,375	JPY	1,524,540,000	650,652
INR	160,997,000	USD	2,535,121	(11,084)
MYR	258,000	USD	79,324	(11,122)
USD	9,041,141	EUR	6,668,000	1,607,740
CLP	1,187,490,000	USD	1,879,981	(26,514)
USD	56,311,338	EUR	41,568,000	9,971,223
CLP	878,663,000	USD	1,411,167	(40,250)
INR	946,591,000	USD	14,739,713	88,491
MYR	5,824,000	USD	1,599,804	(60,932)
CLP	4,895,526,000	USD	8,423,392	(785,974)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD	
PHP	1,496,250,000		USD	34,392,599	28-Jul-15	(1,265,537)
USD	39,247,116		EUR	29,142,729	29-Jul-15	6,756,044
CLP	1,886,480,000		USD	3,241,932	30-Jul-15	(299,433)
MYR	330,000		USD	102,041	30-Jul-15	(14,868)
CLP	3,008,840,000		USD	5,171,540	31-Jul-15	(478,852)
INR	524,503,153		USD	8,136,184	31-Jul-15	74,740
MYR	14,658,000		USD	4,514,043	31-Jul-15	(642,394)
USD	16,546,169		EUR	12,335,000	03-Aug-15	2,792,950
CLP	1,591,690,000		USD	2,699,610	04-Aug-15	(218,107)
USD	811,211		EUR	604,779	04-Aug-15	136,888
CLP	5,168,100,000		USD	8,464,865	05-Aug-15	(408,378)
INR	199,816,250		USD	3,105,992	05-Aug-15	19,497
USD	24,593,991		EUR	18,294,200	05-Aug-15	4,195,816
CLP	3,237,480,000		USD	5,341,107	06-Aug-15	(294,721)
MYR	9,550,000		USD	2,921,919	06-Aug-15	(400,988)
KRW	81,205,820,300		USD	74,160,566	10-Aug-15	(1,705,635)
MYR	9,550,000		USD	2,636,665	10-Aug-15	(116,754)
USD	7,114,663		EUR	5,317,387	10-Aug-15	1,185,303
CLP	6,071,150,000		USD	9,961,351	11-Aug-15	(502,536)
INR	57,160,000		USD	878,304	11-Aug-15	14,902
USD	30,231,009		EUR	22,565,300	11-Aug-15	5,068,318
CLP	2,398,790,000		USD	4,012,325	12-Aug-15	(275,382)
INR	672,628,250		USD	10,382,827	12-Aug-15	126,218
INR	24,550,000		USD	378,277	13-Aug-15	5,225
USD	5,076,248		EUR	4,064,380	14-Aug-15	543,837
CLP	5,192,317,000		USD	8,598,879	17-Aug-15	(513,915)
USD	12,463,026		EUR	9,293,380	17-Aug-15	2,099,018
CLP	1,468,200,000		USD	2,474,008	18-Aug-15	(188,090)
USD	23,979,047		EUR	17,882,000	18-Aug-15	4,036,690
INR	344,145,000		USD	5,299,593	19-Aug-15	71,110
CLP	790,080,000		USD	1,331,783	20-Aug-15	(101,900)
USD	23,795,105		EUR	17,740,000	20-Aug-15	4,010,531
USD	23,685,561		EUR	17,740,000	21-Aug-15	3,900,697
CLP	1,321,600,000		USD	2,172,969	24-Aug-15	(116,479)
KRW	4,304,000,000		USD	3,856,631	24-Aug-15	(17,733)
INR	22,491,000		USD	346,682	26-Aug-15	3,909
USD	8,022,784		EUR	6,191,658	26-Aug-15	1,116,918
CLP	3,425,050,000		USD	5,646,483	27-Aug-15	(318,422)
KRW	61,000,000,000		USD	59,051,307	27-Aug-15	(4,647,060)
CLP	7,301,130,000		USD	12,154,372	28-Aug-15	(797,705)
CLP	1,446,212,000		USD	2,324,091	31-Aug-15	(75,195)
USD	32,258,290		EUR	24,389,689	31-Aug-15	5,053,231
CLP	2,918,979,000		USD	4,686,112	01-Sep-15	(147,454)
CLP	4,312,170,000		USD	6,948,948	02-Sep-15	(244,680)
CLP	7,594,790,000		USD	12,160,029	03-Sep-15	(353,279)
CLP	1,488,473,200		USD	2,362,656	04-Sep-15	(48,915)
CLP	3,347,845,000		USD	5,397,647	08-Sep-15	(195,589)
CLP	703,690,000		USD	1,154,158	09-Sep-15	(60,830)
CLP	16,829,400,000		USD	26,306,213	10-Sep-15	(160,735)
INR	395,776,000		USD	6,091,673	10-Sep-15	60,681
INR	140,242,000		USD	2,142,080	11-Sep-15	37,575
CLP	559,805,000		USD	885,669	15-Sep-15	(16,388)
CLP	890,005,000		USD	1,395,867	17-Sep-15	(14,103)
USD	17,681,759		JPY	1,885,123,056	18-Sep-15	2,262,265
CLP	879,005,000		USD	1,373,338	21-Sep-15	(9,166)
USD	2,372,828		EUR	1,823,324	21-Sep-15	338,384
CLP	2,681,100,000		USD	4,169,025	22-Sep-15	(8,482)
CLP	4,902,250,000		USD	7,694,028	24-Sep-15	(88,126)
CLP	2,779,952,000		USD	4,361,256	28-Sep-15	(49,749)
INR	1,948,800,000		USD	29,998,707	28-Sep-15	192,685
USD	1,546,967		EUR	1,201,220	28-Sep-15	206,517
USD	17,379,741		JPY	1,888,117,650	29-Sep-15	1,932,385
INR	454,636,513		USD	6,955,617	30-Sep-15	85,130
KRW	70,000,000,000		USD	62,881,782	30-Sep-15	(496,774)
MYR	210,000		USD	56,317	30-Sep-15	(1,168)
PHP	3,081,456,480		USD	68,667,554	30-Sep-15	(674,318)
MXN	801,030,873		USD	51,809,771	01-Oct-15	(1,184,189)
MYR	155,092,000		USD	41,094,860	01-Oct-15	(368,701)
INR	199,816,250		USD	3,076,780	05-Oct-15	14,810
CLP	1,765,718,000		USD	2,766,933	07-Oct-15	(30,607)
USD	15,333,326		EUR	12,200,000	07-Oct-15	1,716,963
USD	53,088,391		JPY	5,750,800,000	07-Oct-15	6,030,692
USD	26,544,467		JPY	2,860,100,000	09-Oct-15	3,139,773
USD	7,083,704		EUR	6,529,000	13-Oct-15	(204,102)
USD	26,721,579		JPY	2,876,400,000	13-Oct-15	3,181,403
INR	395,776,000		USD	6,064,510	19-Oct-15	43,125

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MYR	21,609,000	USD	6,456,808	20-Oct-15	(791,532)
MYR	18,273,000	USD	5,464,904	23-Oct-15	(675,448)
MYR	22,411,991	USD	6,725,925	26-Oct-15	(853,103)
INR	52,360,000	USD	807,874	29-Oct-15	(1,345)
USD	3,315,780	EUR	2,600,000	29-Oct-15	412,735
INR	202,310,000	USD	3,120,421	30-Oct-15	(4,710)
MYR	8,454,000	USD	2,531,517	30-Oct-15	(316,985)
PLN	24,457,000	EUR	5,704,123	30-Oct-15	109,526
USD	2,971,060	EUR	2,384,000	12-Nov-15	308,492
UYU	37,100,000	USD	1,420,368	12-Nov-15	(98,319)
USD	46,207,063	EUR	41,366,000	13-Nov-15	6,621
USD	89,592,486	EUR	74,949,000	16-Nov-15	5,879,490
MYR	13,772,720	USD	4,029,939	19-Nov-15	(428,245)
USD	5,050,202	EUR	4,040,000	19-Nov-15	537,540
BRL	164,000,000	USD	57,459,183	20-Nov-15	(7,347,968)
MYR	8,284,000	USD	2,417,345	20-Nov-15	(251,184)
UYU	37,100,000	USD	1,414,411	20-Nov-15	(95,641)
USD	27,161,574	EUR	21,788,000	30-Nov-15	2,819,450
USD	13,145,923	EUR	12,032,000	01-Dec-15	(296,795)
UYU	55,370,000	USD	2,152,799	01-Dec-15	(191,287)
PLN	94,800,000	EUR	22,317,435	02-Dec-15	156,315
KRW	102,000,000,000	USD	91,502,572	14-Dec-15	(898,020)
USD	45,101,994	EUR	40,014,900	17-Dec-15	382,034
KRW	187,000,000,000	USD	166,735,645	18-Dec-15	(242,005)
MXN	1,120,708,015	USD	73,803,623	18-Dec-15	(3,390,805)
USD	13,102,494	EUR	12,299,000	21-Dec-15	(643,688)
MYR	13,098,000	USD	3,543,352	11-Jan-16	(132,710)
USD	13,126,276	EUR	11,051,380	13-Jan-16	768,120
USD	51,513,875	JPY	6,078,800,000	14-Jan-16	1,660,307
MYR	4,948,000	USD	1,331,181	19-Jan-16	(43,490)
USD	10,608,939	EUR	9,090,000	21-Jan-16	442,148
USD	29,890,460	EUR	25,926,325	26-Jan-16	889,475
USD	21,008,917	EUR	18,504,027	27-Jan-16	309,963
PHP	3,081,456,480	USD	67,675,978	29-Jan-16	(26,100)
USD	102,345,690	JPY	11,940,160,000	08-Feb-16	4,361,560
USD	102,458,348	JPY	11,956,430,000	09-Feb-16	4,338,286
MXN	1,899,503,821	USD	123,268,362	16-Feb-16	(4,474,966)
USD	20,333,056	EUR	17,740,000	22-Feb-16	476,445
USD	3,325,474	EUR	2,903,000	23-Feb-16	76,031
USD	5,190,036	EUR	4,546,981	26-Feb-16	100,056
USD	15,751,746	JPY	1,892,096,627	16-Mar-16	210,542
USD	39,330,437	EUR	36,783,200	18-Mar-16	(1,866,050)
USD	9,811,098	EUR	9,130,000	23-Mar-16	(415,550)
USD	16,570,866	EUR	15,374,000	24-Mar-16	(650,190)
USD	6,803,008	EUR	6,149,000	29-Mar-16	(85,691)
MYR	200,000,000	USD	52,693,980	04-Apr-16	(925,169)
GHS	48,691,610	USD	10,316,019	08-Apr-16	(955,990)
MYR	160,000	USD	42,790	11-Apr-16	(1,394)
USD	4,844,432	EUR	4,502,823	13-Apr-16	(202,333)
USD	132,407,345	JPY	15,833,800,000	13-Apr-16	2,247,174
USD	3,382,884	EUR	3,180,000	15-Apr-16	(181,475)
MYR	9,535,724	USD	2,507,421	18-Apr-16	(41,470)
USD	10,294,686	EUR	9,170,559	13-May-16	7,059
KRW	36,381,918,900	USD	32,971,062	16-May-16	(587,845)
KRW	36,390,916,400	USD	33,080,245	18-May-16	(689,122)
KRW	36,368,136,000	USD	33,285,865	20-May-16	(915,120)
USD	27,706,299	EUR	24,140,400	20-May-16	619,654
MYR	107,190,000	USD	28,680,740	31-May-16	(1,040,822)
MYR	17,125,000	USD	4,586,849	02-Jun-16	(171,601)
USD	14,742,014	EUR	13,153,000	06-Jun-16	(23,803)
GHS	17,690,000	USD	3,392,138	10-Jun-16	(57,571)
USD	45,598,591	EUR	40,014,910	15-Jun-16	664,908
MYR	252,000,000	USD	65,782,604	24-Jun-16	(906,050)
PHP	1,045,735,760	USD	22,796,324	30-Jun-16	22,517
PHP	1,029,890,000	USD	22,501,420	01-Jul-16	(29,306)
USD	12,647,622	EUR	11,269,377	01-Jul-16	(13,118)
					56,071,418
					54,335,428

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

		Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:		
Bank of America		(919,000)
Barclays Bank		38,246,677
Citibank		(23,603,581)
Credit Suisse International		(719,875)
Deutsche Bank		30,216,266
Goldman Sachs		474,422
HSBC Bank		(4,630,805)
JPMorgan Chase Bank		10,047,053
Morgan Stanley		(434,638)
Royal Bank of Scotland		(382,142)
Standard Chartered		6,164,084
The Bank of New York Mellon		(16,354)
UBS		(106,679)
		54,335,428

Templeton Frontier Markets Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD		
Forward foreign exchange contracts used for share class hedging:					
EUR	113,221,193	USD	127,601,342	15-Jul-15	(1,395,948)
PLN	51,456,256	USD	13,979,387	15-Jul-15	(309,305)
USD	5,488,043	EUR	4,877,717	15-Jul-15	50,951
USD	284,772	PLN	1,059,559	15-Jul-15	3,286
					(1,651,016)

The above contracts were opened with the following counterparties:

Bank of America		(253,411)
Barclays Bank		(24,468)
Citibank		(102,340)
Credit Suisse International		(309,279)
Deutsche Bank		(4,356)
Goldman Sachs		(306,220)
HSBC Bank		(85,880)
JPMorgan Chase Bank		(159,492)
Morgan Stanley		(68,058)
Royal Bank of Scotland		(248,910)
The Bank of New York Mellon		(72,159)
UBS		(16,443)
		(1,651,016)

Templeton Global (Euro) Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) EUR		
Forward foreign exchange contracts used for share class hedging:					
EUR	619,818	CHF	647,400	27-Jul-15	(1,857)
EUR	1,615,853	GBP	1,153,800	27-Jul-15	(9,699)
EUR	760,168	HKD	6,640,300	27-Jul-15	(8,183)
EUR	4,385,182	USD	4,942,100	27-Jul-15	(47,736)
HKD	260,000	EUR	30,086	27-Jul-15	(1)
					(67,476)

The above contracts were opened with the following counterparty:

Bank of America		(67,476)
		(67,476)

Templeton Global Balanced Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD		
Forward foreign exchange contracts used for share class hedging:					
EUR	39,104,140	USD	44,086,121	15-Jul-15	(497,524)
GBP	312,315	USD	483,014	15-Jul-15	7,581
USD	487,682	EUR	429,964	15-Jul-15	8,410
					(481,533)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Balanced Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
CLP	244,891,000	USD	390,912	06-Jul-15	(8,057)
INR	28,657,000	USD	447,853	06-Jul-15	2,586
USD	386,874	CLP	244,891,000	06-Jul-15	4,018
CLP	235,389,000	USD	373,184	07-Jul-15	(5,218)
USD	371,863	CLP	235,389,000	07-Jul-15	3,897
CLP	117,227,000	USD	186,119	08-Jul-15	(2,885)
CLP	399,480,000	USD	632,509	09-Jul-15	(8,153)
INR	47,538,000	USD	749,694	09-Jul-15	(2,842)
CLP	224,550,000	USD	363,762	13-Jul-15	(12,942)
CLP	554,340,000	USD	884,185	15-Jul-15	(18,293)
INR	52,977,000	USD	837,237	15-Jul-15	(5,745)
CLP	951,785,000	USD	1,499,022	20-Jul-15	(13,023)
INR	95,044,000	USD	1,499,945	20-Jul-15	(9,406)
INR	77,079,000	USD	1,213,670	22-Jul-15	(5,262)
CLP	389,480,000	USD	616,607	23-Jul-15	(8,696)
CLP	351,241,000	USD	564,107	27-Jul-15	(16,090)
INR	14,789,000	USD	230,233	27-Jul-15	1,435
CLP	344,000,000	USD	592,032	28-Jul-15	(55,364)
CLP	118,070,000	USD	202,904	30-Jul-15	(18,741)
CLP	111,130,000	USD	191,093	31-Jul-15	(17,771)
INR	14,249,559	USD	221,042	31-Jul-15	2,031
CLP	222,270,000	USD	376,984	04-Aug-15	(30,457)
USD	3,361,773	EUR	2,505,000	04-Aug-15	568,719
INR	8,859,000	USD	137,706	05-Aug-15	864
USD	1,681,688	EUR	1,251,000	05-Aug-15	286,813
CLP	77,381,000	USD	125,645	06-Aug-15	(5,028)
INR	46,309,000	USD	711,570	11-Aug-15	12,073
INR	26,336,000	USD	405,818	12-Aug-15	5,652
INR	19,890,000	USD	306,474	13-Aug-15	4,234
CLP	739,044,000	USD	1,223,361	17-Aug-15	(72,595)
CLP	252,280,000	USD	414,798	24-Aug-15	(22,235)
INR	18,221,000	USD	280,863	26-Aug-15	3,167
CLP	529,430,000	USD	870,319	27-Aug-15	(46,729)
CLP	160,715,000	USD	258,272	31-Aug-15	(8,356)
CLP	170,980,000	USD	275,530	02-Sep-15	(9,702)
CLP	618,680,000	USD	990,601	03-Sep-15	(28,810)
CLP	131,123,000	USD	208,132	04-Sep-15	(4,309)
CLP	534,707,000	USD	874,471	08-Sep-15	(43,616)
USD	3,630,069	EUR	2,790,000	08-Sep-15	517,634
CLP	230,800,000	USD	378,547	09-Sep-15	(19,951)
INR	34,579,000	USD	532,230	10-Sep-15	5,302
INR	12,768,000	USD	195,021	11-Sep-15	3,421
CLP	172,880,000	USD	271,142	17-Sep-15	(2,739)
CLP	170,745,000	USD	266,768	21-Sep-15	(1,780)
CLP	244,891,000	USD	384,191	28-Sep-15	(4,383)
INR	12,351,441	USD	188,968	30-Sep-15	2,313
INR	8,859,000	USD	136,411	05-Oct-15	657
CLP	235,389,000	USD	368,862	07-Oct-15	(4,080)
INR	11,162,000	USD	171,036	19-Oct-15	1,216
INR	80,260,000	USD	1,238,349	29-Oct-15	(2,062)
INR	23,797,000	USD	367,044	30-Oct-15	(554)
USD	121,286	EUR	98,456	09-Dec-15	11,270
USD	106,637	EUR	91,434	22-Jan-16	4,370
USD	443,866	EUR	385,000	26-Jan-16	13,209
USD	297,322	EUR	271,000	29-Apr-16	(6,561)
USD	151,896	EUR	135,070	05-May-16	410
USD	3,129,329	EUR	2,760,426	06-Jun-16	30,421
MYR	10,640,000	USD	2,765,073	20-Jun-16	(25,110)
					938,167
					456,634

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Balanced Fund (continued)

	Unrealised profit/(loss) EUR
The above contracts were opened with the following counterparties:	
Bank of America	(14,007)
Barclays Bank	286,695
Citibank	(67,040)
Credit Suisse International	(45,117)
Deutsche Bank	(315,423)
Goldman Sachs	(113,492)
HSBC Bank	570,268
JPMorgan Chase Bank	313,492
Morgan Stanley	(102,174)
Royal Bank of Scotland	(34,862)
The Bank of New York Mellon	(6,188)
UBS	(15,518)
	456,634

Templeton Global Bond Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:			
CHF	226,330,264	USD	240,952,004
CZK	1,916,738,307	USD	77,863,130
EUR	2,116,868,474	USD	2,356,580,520
JPY	5,617,891,022	USD	44,866,105
PLN	320,473,840	USD	85,748,376
SGD	376,070,052	USD	276,247,648
USD	38,716,148	EUR	34,221,907
USD	5,607,629	SGD	7,486,409
AUD	39,046,138	USD	30,155,680
CHF	195,259,256	USD	209,077,543
EUR	1,568,637,704	USD	1,767,733,851
GBP	87,550,989	USD	135,381,644
NOK	1,318,453,275	USD	168,969,391
NZD	47,128,800	USD	32,971,401
SEK	457,614,732	USD	55,746,033
USD	396,185	GBP	251,812
CAD	17,709,345	USD	14,554,919
CHF	22,154,190	USD	24,184,516
CNH	34,241,538	USD	5,503,181
EUR	3,350,186,126	USD	3,819,528,059
GBP	1,472,394,601	USD	2,342,751,552
USD	2,888,215	GBP	1,826,400
			(126,910,279)
Forward foreign exchange contracts used for efficient portfolio management:			
JPY	18,819,500,000	USD	153,240,778
PHP	554,682,000	USD	12,680,185
USD	186,222,899	JPY	18,819,500,000
USD	12,285,316	PHP	554,682,000
EUR	146,060,000	USD	178,981,924
USD	199,859,740	EUR	146,060,000
MYR	81,346,900	USD	21,838,094
PHP	2,484,113,800	USD	56,792,725
CLP	41,331,486,000	USD	66,173,998
INR	4,663,372,048	USD	72,879,423
USD	65,308,818	CLP	41,331,486,000
CLP	17,702,127,000	USD	28,064,758
PHP	1,000,000,000	USD	22,851,920
USD	27,965,446	CLP	17,702,127,000
CLP	16,671,592,000	USD	26,469,147
MYR	67,297,600	USD	18,598,204
PHP	1,662,833,380	USD	38,016,310
CLP	36,365,870,000	USD	57,239,163
INR	7,011,302,780	USD	110,616,937
CLP	14,989,447,000	USD	26,308,814
USD	13,656,801	JPY	1,382,000,000
CLP	22,878,090,000	USD	36,674,561
SGD	119,523,000	USD	96,197,122
CLP	8,309,050,000	USD	13,253,130
INR	1,706,172,000	USD	26,963,967
USD	314,957,688	EUR	230,648,000
USD	179,669,997	JPY	20,909,010,000
CLP	12,093,790,000	USD	19,039,642
INR	2,717,255,000	USD	42,918,076
			(283,679)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
CLP	100,123,751,000	USD	157,808,154	20-Jul-15	(1,487,325)
INR	3,500,019,000	USD	55,235,840	20-Jul-15	(346,382)
USD	268,762,360	EUR	198,205,000	20-Jul-15	47,812,026
USD	154,117,218	JPY	17,933,397,600	21-Jul-15	7,551,581
INR	3,257,824,000	USD	51,297,455	22-Jul-15	(222,801)
MYR	148,782,600	USD	45,744,074	22-Jul-15	(6,413,841)
USD	212,359,165	EUR	156,758,000	22-Jul-15	37,607,341
CLP	16,672,850,000	USD	26,395,710	23-Jul-15	(372,262)
SGD	104,180,000	USD	77,938,206	23-Jul-15	(619,929)
USD	100,589,225	EUR	74,253,126	23-Jul-15	17,811,645
CLP	5,264,779,000	USD	8,455,439	27-Jul-15	(241,171)
INR	2,747,098,000	USD	42,766,373	27-Jul-15	266,498
MYR	39,470,000	USD	12,204,323	27-Jul-15	(1,775,188)
USD	84,982,959	EUR	63,004,840	27-Jul-15	14,741,133
CLP	36,057,956,000	USD	62,045,420	28-Jul-15	(5,792,086)
USD	369,577,521	EUR	273,905,563	28-Jul-15	64,205,878
USD	3,629,356	EUR	2,694,119	29-Jul-15	625,697
USD	542,536,343	JPY	62,012,930,000	29-Jul-15	35,667,205
CLP	15,633,510,000	USD	26,866,317	30-Jul-15	(2,481,441)
MYR	41,499,000	USD	12,832,096	30-Jul-15	(1,869,766)
CLP	23,261,730,000	USD	39,983,673	31-Jul-15	(3,703,903)
EUR	71,729,254	PLN	293,300,000	31-Jul-15	2,088,625
INR	4,124,639,708	USD	63,982,125	31-Jul-15	587,750
MYR	42,140,000	USD	12,973,339	31-Jul-15	(1,842,809)
PLN	293,300,000	EUR	69,138,661	31-Jul-15	799,694
USD	223,520,508	EUR	166,253,000	31-Jul-15	38,160,671
USD	303,847,463	JPY	35,715,750,000	31-Jul-15	11,914,199
USD	70,960,060	EUR	52,900,000	03-Aug-15	11,977,874
CLP	15,849,470,000	USD	26,881,733	04-Aug-15	(2,171,826)
MXN	1,111,667,000	USD	82,084,250	04-Aug-15	(11,543,871)
USD	245,729,431	EUR	183,112,135	04-Aug-15	41,560,966
USD	72,745,935	MXN	1,111,667,000	04-Aug-15	2,205,555
CLP	32,010,700,000	USD	52,509,041	05-Aug-15	(2,607,953)
INR	3,255,719,750	USD	50,607,698	05-Aug-15	317,668
MYR	98,824,800	USD	27,049,350	05-Aug-15	(959,749)
USD	294,850,883	EUR	219,336,010	05-Aug-15	50,289,534
CLP	25,471,061,000	USD	41,954,590	06-Aug-15	(2,251,861)
MYR	71,770,000	USD	21,958,757	06-Aug-15	(3,013,500)
SGD	109,020,000	USD	87,580,334	06-Aug-15	(6,687,511)
MXN	759,289,000	USD	55,838,285	07-Aug-15	(7,667,996)
USD	90,732,017	JPY	9,283,700,000	07-Aug-15	14,843,184
USD	49,677,058	MXN	759,289,000	07-Aug-15	1,506,769
MXN	904,750,000	USD	66,645,796	10-Aug-15	(9,259,284)
MYR	71,770,000	USD	19,815,019	10-Aug-15	(877,428)
USD	180,299,094	EUR	134,810,473	10-Aug-15	29,973,388
USD	59,180,403	MXN	904,750,000	10-Aug-15	1,793,892
CLP	33,130,870,000	USD	54,546,524	11-Aug-15	(2,928,827)
INR	6,294,608,000	USD	96,721,082	11-Aug-15	1,641,082
MXN	1,054,677,000	USD	77,649,938	11-Aug-15	(10,758,519)
MYR	357,147,132	USD	109,072,617	11-Aug-15	(14,843,518)
SGD	259,206,100	USD	201,084,074	11-Aug-15	(8,766,862)
USD	579,049,033	EUR	432,246,700	11-Aug-15	97,048,353
USD	106,986,315	JPY	10,900,241,000	11-Aug-15	17,879,337
USD	68,984,086	MXN	1,054,677,000	11-Aug-15	2,092,668
CLP	22,335,080,000	USD	36,768,077	12-Aug-15	(1,973,481)
INR	11,422,527,975	USD	175,946,922	12-Aug-15	2,516,972
MYR	346,013,000	USD	105,360,441	12-Aug-15	(14,078,184)
SGD	247,652,915	USD	182,689,519	12-Aug-15	1,053,228
USD	279,693,015	EUR	208,312,000	12-Aug-15	47,399,759
USD	26,695,702	JPY	2,709,240,000	12-Aug-15	4,548,044
INR	768,470,000	USD	11,840,923	13-Aug-15	163,569
MYR	276,640,798	USD	84,786,318	13-Aug-15	(11,812,635)
SGD	42,830,000	USD	31,549,483	13-Aug-15	227,208
USD	161,600,749	EUR	129,388,250	14-Aug-15	17,312,871
CLP	46,223,240,000	USD	76,548,150	17-Aug-15	(4,573,885)
MXN	97,002,000	USD	7,227,305	17-Aug-15	(1,077,663)
SGD	227,199,500	USD	167,428,792	17-Aug-15	1,126,834
USD	173,706,962	EUR	129,388,251	17-Aug-15	29,412,756
USD	80,138,198	JPY	9,550,630,000	17-Aug-15	2,058,900
USD	6,341,865	MXN	97,002,000	17-Aug-15	192,223
CLP	7,451,020,000	USD	12,555,430	18-Aug-15	(954,546)
SGD	65,272,500	USD	48,062,515	18-Aug-15	361,406
USD	377,958,806	EUR	281,745,200	18-Aug-15	63,751,033
USD	59,975,468	JPY	6,116,808,000	18-Aug-15	9,968,164
MYR	53,977,000	USD	14,884,048	19-Aug-15	(654,360)
CLP	4,009,610,000	USD	6,758,719	20-Aug-15	(517,138)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	376,852,791	EUR	280,890,940	20-Aug-15	63,588,548
USD	199,152,529	JPY	20,349,416,000	20-Aug-15	32,784,468
CLP	13,603,010,000	USD	22,366,014	24-Aug-15	(1,198,901)
EUR	61,132,544	PLN	251,713,250	24-Aug-15	1,382,217
MXN	429,910,048	USD	32,099,608	24-Aug-15	(4,857,869)
PLN	251,713,250	EUR	58,909,230	24-Aug-15	1,097,484
SGD	65,275,000	USD	47,869,610	24-Aug-15	552,035
USD	26,662,831	JPY	2,743,312,000	24-Aug-15	4,233,720
USD	28,082,360	MXN	429,910,048	24-Aug-15	840,622
MYR	161,430,000	USD	44,306,299	25-Aug-15	(1,775,100)
USD	78,861,930	JPY	8,151,901,000	25-Aug-15	12,211,882
INR	703,998,000	USD	10,851,607	26-Aug-15	122,350
SGD	279,657,000	USD	205,448,869	26-Aug-15	1,997,579
USD	518,940,259	EUR	405,753,242	26-Aug-15	66,383,365
USD	239,687,075	JPY	26,487,835,000	26-Aug-15	23,119,849
CLP	31,854,130,000	USD	52,446,122	27-Aug-15	(2,893,341)
MXN	431,241,395	USD	32,080,446	27-Aug-15	(4,760,058)
USD	43,639,094	EUR	32,948,220	27-Aug-15	6,889,758
USD	204,530,073	JPY	21,177,992,000	27-Aug-15	31,374,783
USD	28,162,703	MXN	431,241,395	27-Aug-15	842,315
CLP	49,810,190,000	USD	82,916,418	28-Aug-15	(5,438,301)
MXN	809,798,900	USD	60,320,216	28-Aug-15	(9,020,692)
PHP	1,002,000,000	USD	22,790,856	28-Aug-15	(642,609)
USD	52,902,100	MXN	809,798,900	28-Aug-15	1,602,576
CLP	20,052,327,000	USD	32,224,480	31-Aug-15	(1,042,603)
USD	62,759,445	EUR	47,450,851	31-Aug-15	9,831,208
USD	105,979,640	JPY	10,962,269,000	31-Aug-15	16,344,592
CLP	20,282,734,000	USD	32,561,782	01-Sep-15	(1,024,592)
CLP	3,079,320,000	USD	4,962,243	02-Sep-15	(174,726)
USD	261,658,914	EUR	217,669,590	02-Sep-15	18,855,742
CLP	42,267,050,000	USD	67,674,486	03-Sep-15	(1,966,747)
CLP	9,939,377,800	USD	15,776,790	04-Sep-15	(326,636)
MXN	414,997,500	USD	30,872,048	04-Sep-15	(4,595,157)
USD	27,085,074	MXN	414,997,500	04-Sep-15	808,183
CLP	36,698,422,000	USD	59,394,354	08-Sep-15	(2,370,413)
EUR	31,240,600	PLN	128,780,000	08-Sep-15	689,430
PLN	128,780,000	EUR	30,194,607	08-Sep-15	477,446
SGD	59,864,000	USD	43,789,043	08-Sep-15	610,572
USD	120,429,945	EUR	91,288,750	08-Sep-15	18,591,113
CLP	9,880,090,000	USD	16,204,838	09-Sep-15	(854,082)
INR	4,982,330,000	USD	76,686,625	10-Sep-15	763,896
SGD	74,240,000	USD	54,304,733	10-Sep-15	755,972
INR	3,744,585,000	USD	57,195,433	11-Sep-15	1,003,284
MXN	910,400,000	USD	67,232,352	11-Sep-15	(9,614,925)
USD	59,412,014	MXN	910,400,000	11-Sep-15	1,794,587
CLP	13,265,650,000	USD	20,987,628	15-Sep-15	(388,355)
SGD	186,696,600	USD	133,928,694	16-Sep-15	4,527,128
CLP	17,684,975,000	USD	27,736,786	17-Sep-15	(280,235)
MYR	333,500,000	USD	88,829,107	17-Sep-15	(1,146,633)
SGD	92,640,000	USD	66,551,724	18-Sep-15	2,149,377
USD	47,800,010	JPY	5,096,150,292	18-Sep-15	6,115,698
CLP	17,466,395,000	USD	27,289,110	21-Sep-15	(182,125)
SGD	165,648,000	USD	131,258,320	21-Sep-15	(8,419,155)
USD	59,396,422	EUR	45,641,281	21-Sep-15	8,470,408
CLP	13,606,600,000	USD	21,157,829	22-Sep-15	(43,044)
USD	289,211,541	EUR	223,940,633	23-Sep-15	39,333,584
CLP	22,768,170,000	USD	35,734,395	24-Sep-15	(409,294)
USD	88,799,014	EUR	68,869,545	24-Sep-15	11,951,672
CLP	18,563,316,000	USD	29,122,582	28-Sep-15	(332,204)
MXN	993,142,200	USD	72,837,712	28-Sep-15	(10,056,306)
MYR	326,776,000	USD	98,600,272	28-Sep-15	(12,769,214)
USD	334,471,079	EUR	259,350,337	28-Sep-15	45,060,215
USD	64,744,949	MXN	993,142,200	28-Sep-15	1,963,543
USD	142,574,430	EUR	111,665,000	29-Sep-15	17,964,336
USD	46,983,549	JPY	5,104,245,733	29-Sep-15	5,223,915
INR	3,575,215,520	USD	54,698,268	30-Sep-15	669,453
KRW	20,073,000,000	USD	19,088,056	30-Sep-15	(1,198,709)
MXN	477,140,140	USD	34,542,832	30-Sep-15	(4,385,031)
USD	127,041,229	EUR	99,700,000	30-Sep-15	15,781,128
USD	12,191,519	JPY	1,323,298,000	30-Sep-15	1,364,911
USD	18,278,091	KRW	20,073,000,000	30-Sep-15	388,745
USD	31,078,986	MXN	477,140,140	30-Sep-15	921,186
USD	348,473,872	EUR	273,180,000	01-Oct-15	43,613,247
INR	3,255,719,750	USD	50,131,726	05-Oct-15	241,304
CLP	17,702,127,000	USD	27,739,759	07-Oct-15	(306,850)
USD	256,133,184	EUR	203,115,000	07-Oct-15	29,437,489

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	171,685,207	JPY	18,597,800,000	07-Oct-15	19,502,958
USD	81,622,206	EUR	74,954,962	08-Oct-15	(2,036,243)
USD	77,448,875	EUR	61,135,000	09-Oct-15	9,213,831
USD	85,843,291	JPY	9,249,400,000	09-Oct-15	10,153,846
USD	104,955,776	EUR	96,737,000	13-Oct-15	(3,024,080)
USD	86,415,008	JPY	9,302,000,000	13-Oct-15	10,288,350
USD	77,384,554	EUR	61,132,000	14-Oct-15	9,146,462
INR	4,416,689,000	USD	67,677,311	19-Oct-15	481,259
USD	80,784,176	JPY	8,538,645,000	19-Oct-15	10,895,406
MYR	120,549,401	USD	36,020,379	20-Oct-15	(4,415,693)
USD	130,284,541	EUR	101,753,000	20-Oct-15	16,690,815
USD	152,541,310	JPY	16,127,430,000	20-Oct-15	20,535,432
USD	165,914,670	JPY	17,654,980,000	22-Oct-15	21,399,089
MYR	115,570,000	USD	34,563,508	23-Oct-15	(4,271,959)
MYR	140,150,080	USD	42,059,577	26-Oct-15	(5,334,755)
USD	111,516,206	EUR	87,853,000	26-Oct-15	13,428,951
KRW	35,535,450,000	USD	33,357,223	27-Oct-15	(1,696,830)
USD	238,257,497	EUR	187,608,760	27-Oct-15	28,789,711
USD	32,303,486	KRW	35,535,450,000	27-Oct-15	643,093
USD	162,257,627	EUR	127,551,000	28-Oct-15	19,842,494
INR	2,552,973,000	USD	39,390,376	29-Oct-15	(65,590)
USD	109,977,120	EUR	86,460,000	29-Oct-15	13,439,709
INR	3,858,617,000	USD	59,515,148	30-Oct-15	(89,824)
MYR	72,564,000	USD	21,729,001	30-Oct-15	(2,720,805)
USD	162,900,910	EUR	127,570,312	30-Oct-15	20,458,872
MXN	649,162,400	USD	47,186,073	03-Nov-15	(6,261,084)
USD	9,530,540	EUR	7,525,101	03-Nov-15	1,127,558
USD	42,111,018	MXN	649,162,400	03-Nov-15	1,186,030
USD	77,518,939	EUR	61,806,000	05-Nov-15	8,500,034
USD	222,027,009	JPY	25,168,330,000	05-Nov-15	15,946,350
USD	66,481,469	EUR	52,920,994	06-Nov-15	7,383,362
USD	74,268,109	JPY	8,376,700,000	06-Nov-15	5,677,372
MXN	442,556,500	USD	29,491,970	09-Nov-15	(1,604,645)
USD	166,085,392	EUR	147,520,000	09-Nov-15	1,337,101
USD	28,694,580	MXN	442,556,500	09-Nov-15	807,255
USD	61,487,057	EUR	49,231,000	10-Nov-15	6,505,528
USD	46,453,028	JPY	5,295,761,344	10-Nov-15	3,086,006
MXN	342,599,000	USD	24,694,489	12-Nov-15	(3,110,799)
USD	449,857,580	EUR	360,345,367	12-Nov-15	47,406,222
USD	253,333,558	JPY	29,487,949,000	12-Nov-15	11,845,804
USD	22,209,192	MXN	342,599,000	12-Nov-15	625,502
MXN	711,409,000	USD	51,437,692	13-Nov-15	(6,622,409)
USD	412,662,122	EUR	361,075,000	13-Nov-15	9,388,311
USD	254,452,712	JPY	30,450,681,000	13-Nov-15	5,075,232
USD	46,113,045	MXN	711,409,000	13-Nov-15	1,297,762
SGD	74,950,000	USD	55,836,996	16-Nov-15	(297,839)
USD	622,927,346	EUR	527,847,796	16-Nov-15	33,356,834
USD	174,098,556	JPY	20,499,425,600	16-Nov-15	6,206,196
USD	358,924,374	EUR	287,494,000	18-Nov-15	37,800,851
USD	57,001,647	JPY	6,611,051,000	18-Nov-15	2,854,061
MYR	48,796,560	USD	14,278,020	19-Nov-15	(1,517,265)
SGD	210,184,100	USD	158,509,879	19-Nov-15	(2,766,423)
USD	34,572,974	EUR	27,591,630	19-Nov-15	3,753,243
USD	70,663,175	JPY	8,183,149,000	19-Nov-15	3,637,881
BRL	314,340,000	USD	110,132,436	20-Nov-15	(14,083,905)
MYR	97,280,000	USD	28,387,172	20-Nov-15	(2,949,689)
USD	97,430,795	BRL	314,340,000	20-Nov-15	1,382,263
USD	261,447,227	EUR	208,250,000	20-Nov-15	28,828,518
USD	79,310,181	JPY	9,192,050,000	20-Nov-15	4,019,657
USD	223,053,570	EUR	193,306,000	23-Nov-15	7,115,404
USD	14,756,980	JPY	1,725,091,000	24-Nov-15	625,793
USD	97,489,594	EUR	78,200,000	25-Nov-15	10,130,700
SGD	92,580,000	USD	69,138,568	27-Nov-15	(545,548)
USD	125,308,191	EUR	100,460,000	27-Nov-15	13,077,964
MXN	1,018,032,900	USD	72,982,501	30-Nov-15	(8,933,723)
MYR	128,000,000	USD	34,721,280	30-Nov-15	(1,279,086)
SGD	200,015,000	USD	148,865,470	30-Nov-15	(679,318)
USD	167,754,013	EUR	134,566,000	30-Nov-15	17,413,350
USD	65,892,097	MXN	1,018,032,900	30-Nov-15	1,843,320
USD	230,004,238	EUR	210,514,780	01-Dec-15	(5,192,805)
USD	61,099,869	EUR	48,970,000	04-Dec-15	6,385,195
SGD	201,390,000	USD	148,812,322	09-Dec-15	374,296
USD	70,997,091	EUR	57,526,607	09-Dec-15	6,716,001
USD	47,535,385	EUR	37,925,000	11-Dec-15	5,155,833
MYR	147,197,242	USD	38,847,547	14-Dec-15	(435,017)
SGD	103,357,000	USD	76,811,088	14-Dec-15	(251,009)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	61,755,846	EUR	49,629,000	14-Dec-15	6,294,457
MYR	120,700,000	USD	33,710,376	15-Dec-15	(2,215,203)
USD	88,416,717	EUR	70,828,000	15-Dec-15	9,263,540
SGD	127,080,000	USD	94,276,494	16-Dec-15	(146,531)
USD	340,619,736	EUR	279,027,600	17-Dec-15	28,783,313
USD	61,204,935	AUD	79,820,100	18-Dec-15	208,658
SGD	124,673,000	USD	92,368,844	22-Dec-15	(29,304)
SGD	156,018,000	USD	116,487,849	23-Dec-15	(934,082)
USD	41,238,981	EUR	33,835,000	05-Jan-16	3,410,358
USD	53,667,375	JPY	6,391,999,000	07-Jan-16	1,254,221
MYR	56,852,000	USD	15,379,954	11-Jan-16	(576,031)
USD	274,170,603	EUR	230,573,200	11-Jan-16	16,345,443
USD	110,700,690	EUR	93,202,012	13-Jan-16	6,477,955
USD	76,652,693	JPY	9,045,260,000	14-Jan-16	2,470,539
MYR	24,570,000	USD	6,665,401	15-Jan-16	(269,354)
USD	44,974,348	EUR	37,983,995	15-Jan-16	2,496,890
MYR	15,303,000	USD	4,117,030	19-Jan-16	(134,506)
USD	153,625,530	EUR	129,806,000	19-Jan-16	8,449,784
USD	192,956,119	EUR	163,462,568	20-Jan-16	10,134,322
USD	73,489,588	JPY	8,538,645,000	20-Jan-16	3,451,955
USD	129,021,738	EUR	110,549,000	21-Jan-16	5,377,230
USD	25,186,771	EUR	21,595,448	22-Jan-16	1,032,575
MYR	90,200,904	USD	24,172,827	25-Jan-16	(708,618)
USD	183,273,056	EUR	161,421,436	27-Jan-16	2,703,988
USD	81,899,466	JPY	9,580,190,000	27-Jan-16	3,305,096
USD	530,161,203	JPY	62,052,321,434	28-Jan-16	21,081,202
USD	814,844,673	JPY	95,424,320,547	29-Jan-16	31,960,039
USD	291,316,736	JPY	33,986,480,000	08-Feb-16	12,414,636
MXN	442,556,500	USD	29,310,319	09-Feb-16	(1,618,243)
USD	116,024,782	EUR	100,935,000	09-Feb-16	3,081,970
USD	402,073,533	JPY	46,914,200,000	09-Feb-16	17,073,644
USD	28,484,955	MXN	442,556,500	09-Feb-16	792,880
USD	138,115,070	EUR	121,608,000	10-Feb-16	2,036,632
MXN	941,389,000	USD	62,097,444	11-Feb-16	(3,201,032)
USD	230,439,013	EUR	202,762,000	11-Feb-16	3,544,446
USD	60,620,573	MXN	941,389,000	11-Feb-16	1,724,160
MXN	1,885,072,000	USD	123,472,682	12-Feb-16	(5,545,440)
MYR	378,450,000	USD	103,218,328	12-Feb-16	(4,897,948)
USD	288,239,852	JPY	33,956,047,000	12-Feb-16	9,560,049
USD	121,340,024	MXN	1,885,072,000	12-Feb-16	3,412,782
USD	79,508,447	EUR	69,896,000	16-Feb-16	1,284,152
USD	241,669,027	JPY	28,700,150,000	16-Feb-16	6,101,562
MXN	891,399,800	USD	58,192,963	17-Feb-16	(2,449,859)
USD	228,925,831	EUR	199,353,000	17-Feb-16	5,814,064
USD	191,481,953	JPY	22,602,220,300	17-Feb-16	5,961,013
USD	57,375,295	MXN	891,399,800	17-Feb-16	1,632,192
USD	144,629,461	EUR	126,185,000	22-Feb-16	3,388,962
MXN	370,193,800	USD	23,963,866	25-Feb-16	(828,320)
USD	88,498,444	JPY	10,442,080,000	25-Feb-16	2,772,078
USD	23,799,023	MXN	370,193,800	25-Feb-16	663,477
USD	434,833,762	EUR	380,986,187	26-Feb-16	8,350,297
USD	135,313,029	JPY	16,060,980,000	26-Feb-16	3,453,921
MXN	216,962,600	USD	14,047,433	29-Feb-16	(492,369)
USD	81,347,469	JPY	9,610,390,000	29-Feb-16	2,441,257
USD	13,951,502	MXN	216,962,600	29-Feb-16	396,439
USD	138,127,809	JPY	16,367,800,000	03-Mar-16	3,729,876
USD	65,060,778	JPY	7,734,100,000	04-Mar-16	1,553,608
USD	31,189,824	EUR	27,680,000	07-Mar-16	196,889
USD	193,939,238	EUR	174,230,356	09-Mar-16	(1,153,535)
USD	34,505,072	JPY	4,116,972,690	09-Mar-16	695,128
USD	136,126,671	EUR	124,112,000	10-Mar-16	(2,849,870)
MXN	695,625,000	USD	43,691,470	11-Mar-16	(268,078)
USD	44,657,187	MXN	695,625,000	11-Mar-16	1,233,795
USD	84,665,691	EUR	79,420,000	14-Mar-16	(4,274,709)
USD	337,993,984	EUR	315,583,000	16-Mar-16	(15,436,118)
USD	42,582,508	JPY	5,115,002,306	16-Mar-16	569,168
MXN	200,095,000	USD	12,572,730	18-Mar-16	(88,818)
USD	46,849,189	EUR	43,815,000	18-Mar-16	(2,222,781)
USD	12,836,065	MXN	200,095,000	18-Mar-16	352,153
MYR	46,410,000	USD	12,192,303	21-Mar-16	(167,810)
USD	164,362,107	JPY	19,770,548,000	22-Mar-16	1,947,795
USD	50,393,367	EUR	46,895,000	23-Mar-16	(2,134,415)
MYR	226,531,000	USD	59,938,122	28-Mar-16	(1,274,400)
USD	69,553,741	JPY	8,239,057,930	28-Mar-16	1,859,281
USD	26,366,640	EUR	23,924,000	29-Mar-16	(435,317)
MYR	108,095,500	USD	28,530,273	30-Mar-16	(541,018)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	123,421,650	EUR	111,665,000	30-Mar-16	(1,679,939)
USD	87,309,981	EUR	79,492,490	31-Mar-16	(1,750,469)
USD	30,810,257	EUR	28,215,296	01-Apr-16	(802,067)
MYR	63,230,000	USD	16,910,034	11-Apr-16	(550,998)
USD	152,038,744	EUR	140,837,703	13-Apr-16	(5,812,182)
USD	53,428,648	JPY	6,382,800,000	13-Apr-16	959,478
USD	165,567,708	EUR	154,936,000	14-Apr-16	(8,089,804)
MYR	216,409,761	USD	56,905,012	18-Apr-16	(941,136)
USD	117,014,086	EUR	109,820,822	18-Apr-16	(6,091,588)
USD	125,638,053	JPY	14,877,430,000	18-Apr-16	3,320,487
USD	8,387,333	EUR	7,698,544	21-Apr-16	(243,269)
USD	176,071,110	JPY	20,761,650,000	21-Apr-16	5,359,305
USD	30,074,471	EUR	27,776,391	22-Apr-16	(1,065,726)
KRW	35,535,450,000	USD	32,619,286	27-Apr-16	(988,552)
USD	32,224,394	KRW	35,535,450,000	27-Apr-16	593,659
USD	33,471,591	EUR	30,624,577	29-Apr-16	(868,932)
USD	69,592,526	EUR	62,114,000	09-May-16	(79,227)
USD	135,055,834	EUR	117,583,000	18-May-16	3,130,198
USD	29,307,137	EUR	25,535,204	20-May-16	655,457
USD	50,001,221	JPY	5,938,470,000	20-May-16	1,128,035
USD	67,733,381	EUR	60,394,000	23-May-16	(37,589)
MYR	170,519,000	USD	45,590,878	31-May-16	(1,620,999)
MYR	46,185,000	USD	12,370,430	02-Jun-16	(462,796)
USD	84,249,534	EUR	75,380,380	06-Jun-16	(373,965)
MYR	17,087,000	USD	4,497,171	08-Jun-16	(93,484)
USD	83,527,908	EUR	73,353,100	08-Jun-16	1,175,323
USD	103,973,322	EUR	91,288,750	13-Jun-16	1,469,203
USD	73,551,609	EUR	64,545,000	15-Jun-16	1,072,512
USD	155,747,732	EUR	137,739,650	16-Jun-16	1,071,990
USD	21,018,956	JPY	2,577,996,000	16-Jun-16	(215,729)
MYR	228,891,134	USD	59,483,143	20-Jun-16	(540,174)
USD	428,155,364	AUD	563,874,800	20-Jun-16	942,792
USD	83,251,815	AUD	108,660,000	22-Jun-16	934,191
MYR	66,577,867	USD	17,474,506	23-Jun-16	(333,115)
USD	82,112,688	AUD	107,590,000	23-Jun-16	609,251
USD	12,833,298	EUR	11,366,960	29-Jun-16	63,695
MYR	174,589,000	USD	45,178,812	30-Jun-16	(249,427)
USD	142,849,090	JPY	17,515,084,000	30-Jun-16	(1,484,198)
PHP	554,682,000	USD	12,118,899	01-Jul-16	(15,784)
USD	154,521,643	JPY	18,819,500,000	01-Jul-16	(565,566)
					1,819,731,390
					1,692,821,111

The above contracts were opened with the following counterparties:

Bank of America	24,406,529
Barclays Bank	361,216,811
Citibank	87,818,974
Credit Suisse International	(12,880,922)
Deutsche Bank	385,903,887
Goldman Sachs	220,435,078
HSBC Bank	23,448,984
JPMorgan Chase Bank	339,248,550
Morgan Stanley	179,597,927
Royal Bank of Scotland	(15,262,663)
Standard Chartered	74,582,664
The Bank of New York Mellon	(1,353,708)
UBS	25,659,000
1,692,821,111	

Templeton Global Bond (Euro) Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	21,154,660	PLN	87,476,210	06-Jul-15	298,356
EUR	14,399,078	HUF	4,500,000,000	14-Jul-15	130,745
EUR	2,344,071	PLN	9,848,887	14-Jul-15	(3,335)
EUR	207,035	PLN	900,000	20-Jul-15	(7,419)
PLN	900,000	EUR	214,797	20-Jul-15	(343)
EUR	5,736,826	BRL	17,901,765	27-Jul-15	626,051
EUR	3,948,293	MXN	65,900,165	29-Jul-15	195,970
EUR	2,364,032	KRW	3,300,000,000	31-Jul-15	(277,483)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Bond (Euro) Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
KRW	3,300,000,000	EUR	2,756,639	31-Jul-15	(115,123)
EUR	196,762	MXN	3,367,579	04-Aug-15	5,112
EUR	964,067	BRL	3,300,000	18-Aug-15	29,994
EUR	13,356,728	INR	974,239,750	19-Aug-15	(276,182)
EUR	1,593,225	MXN	27,429,763	19-Aug-15	34,162
EUR	1,476,703	BRL	5,150,000	21-Aug-15	20,683
EUR	18,226,836	MXN	312,555,113	24-Aug-15	469,195
EUR	2,127,928	KRW	2,687,360,000	25-Aug-15	(21,114)
EUR	22,009,367	USD	25,000,000	26-Aug-15	(405,120)
USD	2,000,000	EUR	1,886,469	26-Aug-15	(93,310)
EUR	7,285,998	IDR	121,000,000,000	27-Aug-15	(730,915)
EUR	7,095,736	KRW	9,711,224,920	27-Aug-15	(669,585)
KRW	9,711,224,920	EUR	8,103,424	27-Aug-15	(338,103)
EUR	3,242,143	MYR	13,803,100	28-Aug-15	(17,309)
EUR	1,530,111	IDR	25,300,000,000	31-Aug-15	(147,349)
EUR	23,346,687	MXN	393,041,480	01-Sep-15	1,031,244
EUR	2,353,994	PLN	10,000,000	05-Oct-15	(21,073)
PLN	10,000,000	EUR	2,378,970	05-Oct-15	(3,903)
EUR	1,755,637	MXN	29,039,469	07-Oct-15	111,985
EUR	484,437	MXN	7,935,270	14-Oct-15	35,593
EUR	1,285,013	IDR	18,700,000,000	19-Oct-15	60,888
EUR	11,314,493	MYR	45,000,000	23-Oct-15	749,822
EUR	5,568,744	MXN	94,443,113	30-Oct-15	234,818
EUR	5,093,491	IDR	80,028,923,000	23-Nov-15	(96,644)
EUR	41,258,544	MYR	184,933,170	15-Dec-15	(1,921,928)
EUR	2,415,061	MXN	42,611,339	17-Dec-15	19,337
EUR	839,170	IDR	13,300,000,000	18-Dec-15	(17,694)
EUR	7,720,321	USD	8,404,000	11-Jan-16	204,624
EUR	3,462,459	PLN	14,900,000	29-Jan-16	(57,225)
EUR	6,356,311	KRW	7,967,700,000	03-Mar-16	20,948
EUR	48,513,576	KRW	58,609,008,000	11-Apr-16	1,963,520
EUR	9,277,745	USD	10,100,000	11-Apr-16	265,796
					1,287,686

The above contracts were opened with the following counterparties:

Barclays Bank	(200,074)
Citibank	162,144
Deutsche Bank	2,108,440
HSBC Bank	(2,026,364)
JPMorgan Chase Bank	1,243,540
	1,287,686

Templeton Global Equity Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	6,189,044	USD	994,761	20-Jul-15	669

The above contracts were opened with the following counterparties:

Deutsche Bank	531
Goldman Sachs	78
HSBC Bank	14
JPMorgan Chase Bank	46
	669

Templeton Global High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
PHP	2,874,000	USD	65,700	01-Jul-15	(1,994)
USD	63,654	PHP	2,874,000	01-Jul-15	(52)
EUR	90,000	USD	100,233	02-Jul-15	70
USD	123,151	EUR	90,000	02-Jul-15	22,847
PHP	13,436,450	USD	307,189	03-Jul-15	(9,376)
PHP	8,994,140	USD	205,627	08-Jul-15	(6,320)
USD	846,119	EUR	621,005	09-Jul-15	153,955
USD	298,001	JPY	34,670,000	16-Jul-15	14,669
USD	49,275	JPY	5,730,000	21-Jul-15	2,445

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
GBP	214,501	USD	320,314	23-Jul-15	16,611
USD	631,969	EUR	538,066	23-Jul-15	32,132
USD	431,889	GBP	285,262	23-Jul-15	(16,183)
USD	414,763	EUR	307,560	27-Jul-15	71,876
USD	68,713	EUR	51,007	29-Jul-15	11,846
USD	134,250	JPY	13,620,000	29-Jul-15	22,926
USD	673,383	EUR	502,000	03-Aug-15	113,665
INR	40,915,000	USD	635,993	05-Aug-15	3,992
USD	212,969	EUR	158,417	05-Aug-15	36,333
USD	347,048	EUR	259,000	11-Aug-15	58,236
USD	143,210	JPY	14,591,000	11-Aug-15	23,932
USD	38,429	JPY	3,900,000	12-Aug-15	6,547
USD	73,910	JPY	7,538,000	18-Aug-15	12,284
USD	262,847	JPY	26,858,000	20-Aug-15	43,267
USD	33,036	JPY	3,399,000	24-Aug-15	5,246
USD	97,708	JPY	10,100,000	25-Aug-15	15,130
USD	59,986	EUR	52,841	26-Aug-15	1,049
USD	395,910	JPY	44,444,000	26-Aug-15	32,531
GBP	540,604	USD	801,748	27-Aug-15	47,182
USD	885,468	EUR	769,401	27-Aug-15	27,305
USD	854,987	GBP	562,565	27-Aug-15	(28,431)
USD	264,920	JPY	27,435,000	27-Aug-15	40,607
USD	32,541	JPY	3,366,000	31-Aug-15	5,019
USD	206,128	EUR	156,250	08-Sep-15	31,821
USD	1,323,365	EUR	1,221,145	17-Sep-15	(39,091)
USD	2,150,228	GBP	1,402,668	17-Sep-15	(52,089)
USD	383,925	EUR	297,282	23-Sep-15	52,211
USD	15,533	JPY	1,686,000	30-Sep-15	1,739
USD	707,133	EUR	554,344	01-Oct-15	88,501
INR	40,915,000	USD	630,011	05-Oct-15	3,032
USD	121,122	EUR	111,228	08-Oct-15	(3,022)
USD	125,920	EUR	99,224	15-Oct-15	15,160
USD	90,908	EUR	71,000	20-Oct-15	11,646
USD	786,800	EUR	700,000	22-Oct-15	5,314
USD	125,753	EUR	98,855	28-Oct-15	15,378
USD	255,060	EUR	200,000	29-Oct-15	31,749
INR	73,170,000	USD	1,128,571	30-Oct-15	(1,703)
USD	97,811	EUR	76,597	30-Oct-15	12,284
USD	66,534	JPY	7,585,026	10-Nov-15	4,420
USD	168,244	EUR	135,000	12-Nov-15	17,469
USD	186,237	JPY	21,197,000	12-Nov-15	12,646
USD	246,380	EUR	196,876	16-Nov-15	26,483
USD	89,529	JPY	10,254,000	16-Nov-15	5,548
USD	71,202	JPY	8,258,000	18-Nov-15	3,565
USD	88,269	JPY	10,222,000	19-Nov-15	4,544
USD	99,077	JPY	11,483,000	20-Nov-15	5,021
USD	18,435	JPY	2,155,000	24-Nov-15	782
USD	98,573	EUR	79,417	09-Dec-15	9,831
USD	2,297,119	EUR	2,010,923	17-Dec-15	49,746
USD	357,738	EUR	335,800	21-Dec-15	(17,575)
USD	67,042	JPY	7,985,000	07-Jan-16	1,567
USD	193,808	JPY	22,870,000	14-Jan-16	6,246
USD	631,608	EUR	538,754	20-Jan-16	29,048
USD	101,902	JPY	11,920,000	27-Jan-16	4,112
USD	125,346	JPY	14,667,628	28-Jan-16	5,012
USD	586,509	EUR	514,053	29-Jan-16	11,452
USD	96,710	JPY	11,337,896	29-Jan-16	3,691
USD	196,029	JPY	23,101,000	12-Feb-16	6,437
USD	41,985	JPY	4,957,070	17-Feb-16	1,298
USD	122,493	JPY	14,450,000	25-Feb-16	3,863
USD	9,243	EUR	8,100	26-Feb-16	176
USD	68,242	JPY	8,100,000	26-Feb-16	1,742
USD	118,973	EUR	104,000	29-Feb-16	2,545
USD	362,877	JPY	43,000,000	03-Mar-16	9,799
USD	170,768	JPY	20,300,000	04-Mar-16	4,078
USD	338,040	EUR	300,000	07-Mar-16	2,134
USD	1,350,594	EUR	1,214,946	09-Mar-16	(9,829)
USD	448,336	EUR	419,300	18-Mar-16	(21,272)
USD	343,896	JPY	41,366,000	22-Mar-16	4,076
USD	452,697	EUR	420,000	24-Mar-16	(17,762)
USD	137,735	JPY	16,315,550	28-Mar-16	3,682
USD	430,500	EUR	389,969	29-Mar-16	(6,380)
USD	859,111	EUR	782,718	31-Mar-16	(17,817)
GHS	953,921	USD	202,102	08-Apr-16	(18,728)
USD	2,925,450	EUR	2,750,000	15-Apr-16	(156,936)
USD	2,742,588	EUR	2,490,319	29-Apr-16	(49,903)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	307,168	EUR	273,245	09-May-16	676
USD	590,289	EUR	525,561	13-May-16	709
USD	335,704	EUR	292,473	20-May-16	7,536
USD	62,459	JPY	7,418,000	20-May-16	1,409
USD	2,540,595	EUR	2,266,749	06-Jun-16	(4,102)
GHS	80,000	USD	15,340	10-Jun-16	(260)
USD	630,176	EUR	556,250	13-Jun-16	5,587
USD	26,253	JPY	3,220,000	16-Jun-16	(269)
USD	1,345,815	EUR	1,192,042	29-Jun-16	6,680
USD	178,448	JPY	21,880,000	30-Jun-16	(1,854)
PHP	2,874,000	USD	62,792	01-Jul-16	(82)
USD	101,007	EUR	90,000	01-Jul-16	(105)
					873,012

The above contracts were opened with the following counterparties:

Barclays Bank	36,051
Citibank	39,164
Deutsche Bank	651,459
Goldman Sachs	11,013
HSBC Bank	97,535
JPMorgan Chase Bank	63,750
Morgan Stanley	3,805
Standard Chartered	(29,765)
	873,012

Templeton Global Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	98,555,234	USD	111,066,489	15-Jul-15	(1,208,947)
SGD	613,047	USD	455,096	15-Jul-15	(54)
USD	374,120	EUR	332,911	15-Jul-15	3,033
					(1,205,968)
Forward foreign exchange contracts used for efficient portfolio management:					
PHP	8,577,000	USD	196,073	01-Jul-15	(5,950)
USD	189,967	PHP	8,577,000	01-Jul-15	(156)
MYR	1,616,250	USD	493,451	02-Jul-15	(65,439)
MYR	478,340	USD	139,217	03-Jul-15	(12,555)
CLP	25,255,000	USD	40,314	06-Jul-15	(831)
INR	45,605,500	USD	712,725	06-Jul-15	4,115
USD	39,897	CLP	25,255,000	06-Jul-15	414
CLP	69,207,000	USD	109,720	07-Jul-15	(1,534)
MYR	2,745,100	USD	839,917	07-Jul-15	(113,288)
USD	109,332	CLP	69,207,000	07-Jul-15	1,146
CLP	34,469,000	USD	54,726	08-Jul-15	(848)
CLP	117,460,000	USD	185,978	09-Jul-15	(2,397)
INR	7,502,000	USD	118,309	09-Jul-15	(448)
CLP	975,614,750	USD	1,553,921	13-Jul-15	(29,695)
PLN	4,855,146	EUR	1,162,854	13-Jul-15	(6,262)
USD	4,504,830	EUR	3,300,000	13-Jul-15	826,487
CLP	86,660,000	USD	138,225	15-Jul-15	(2,860)
INR	5,806,000	USD	91,757	15-Jul-15	(630)
USD	524,301	JPY	61,000,000	16-Jul-15	25,793
INR	8,960,000	USD	141,520	17-Jul-15	(935)
CLP	104,605,000	USD	166,353	20-Jul-15	(3,036)
INR	13,708,000	USD	216,334	20-Jul-15	(1,357)
USD	938,105	EUR	691,920	20-Jul-15	166,783
USD	81,008	JPY	9,420,000	21-Jul-15	4,020
INR	12,163,000	USD	191,516	22-Jul-15	(831)
USD	199,982	EUR	147,490	22-Jul-15	35,562
CLP	114,520,000	USD	181,303	23-Jul-15	(2,557)
USD	249,136	EUR	195,745	23-Jul-15	30,920
CLP	54,910,000	USD	88,188	27-Jul-15	(2,515)
INR	3,501,000	USD	54,503	27-Jul-15	340
CLP	101,150,000	USD	174,081	28-Jul-15	(16,279)
USD	391,218	JPY	39,690,000	29-Jul-15	66,807
CLP	34,720,000	USD	59,667	30-Jul-15	(5,511)
CLP	32,680,000	USD	56,195	31-Jul-15	(5,226)
INR	46,732,698	USD	724,926	31-Jul-15	6,659
USD	1,992,490	EUR	1,482,000	31-Jul-15	340,169
CLP	65,350,000	USD	110,838	04-Aug-15	(8,955)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MXN	65,995,000	USD	4,354,927	04-Aug-15	(167,241)
USD	3,976,383	EUR	2,963,000	04-Aug-15	672,664
INR	62,294,125	USD	968,315	05-Aug-15	6,078
USD	994,763	EUR	740,000	05-Aug-15	169,658
CLP	22,753,000	USD	36,944	06-Aug-15	(1,479)
MYR	10,790,000	USD	3,301,310	06-Aug-15	(453,054)
MYR	10,790,000	USD	2,979,017	10-Aug-15	(131,914)
INR	7,308,000	USD	112,293	11-Aug-15	1,905
USD	314,533	JPY	32,043,000	11-Aug-15	52,588
CLP	987,233,000	USD	1,601,481	12-Aug-15	(63,525)
INR	4,154,000	USD	64,010	12-Aug-15	892
INR	3,140,000	USD	48,382	13-Aug-15	668
CLP	139,339,000	USD	230,665	17-Aug-15	(13,700)
USD	350,510	JPY	35,748,000	18-Aug-15	58,256
USD	1,196,323	JPY	122,241,000	20-Aug-15	196,933
CLP	74,180,000	USD	121,966	24-Aug-15	(6,538)
USD	155,877	JPY	16,038,000	24-Aug-15	24,751
USD	461,037	JPY	47,657,000	25-Aug-15	71,392
INR	2,875,000	USD	44,316	26-Aug-15	500
USD	1,195,644	JPY	130,010,000	26-Aug-15	132,669
CLP	155,670,000	USD	255,902	27-Aug-15	(13,740)
USD	1,386,982	JPY	143,607,000	27-Aug-15	212,824
CLP	47,255,000	USD	75,940	31-Aug-15	(2,457)
USD	39,890	EUR	30,160	31-Aug-15	6,249
USD	1,000,459	JPY	103,485,000	31-Aug-15	154,295
CLP	96,720,000	USD	154,863	03-Sep-15	(4,504)
CLP	13,522,000	USD	21,463	04-Sep-15	(444)
CLP	157,229,000	USD	257,136	08-Sep-15	(12,825)
CLP	67,860,000	USD	111,301	09-Sep-15	(5,866)
INR	2,913,000	USD	44,836	10-Sep-15	447
INR	2,020,000	USD	30,854	11-Sep-15	541
CLP	909,584,750	USD	1,439,057	15-Sep-15	(26,628)
CLP	50,830,000	USD	79,721	17-Sep-15	(805)
USD	227,360	EUR	200,000	17-Sep-15	4,216
CLP	50,205,000	USD	78,439	21-Sep-15	(523)
USD	127,975	EUR	99,094	23-Sep-15	17,404
CLP	25,255,000	USD	39,621	28-Sep-15	(452)
INR	40,507,652	USD	619,738	30-Sep-15	7,585
PHP	25,552,280	USD	569,410	30-Sep-15	(5,592)
USD	79,794	JPY	8,661,000	30-Sep-15	8,933
MYR	3,582,750	USD	949,324	01-Oct-15	(8,517)
INR	62,294,125	USD	959,208	05-Oct-15	4,617
CLP	69,207,000	USD	108,449	07-Oct-15	(1,200)
USD	43,070,774	JPY	4,687,702,600	07-Oct-15	4,712,198
USD	10,105,107	JPY	1,088,800,000	09-Oct-15	1,195,268
USD	10,172,483	JPY	1,095,000,000	13-Oct-15	1,211,110
USD	21,069,023	EUR	16,565,000	15-Oct-15	2,578,132
INR	1,760,000	USD	26,969	19-Oct-15	192
MYR	658,000	USD	196,788	23-Oct-15	(24,322)
MYR	341,110	USD	102,374	26-Oct-15	(12,990)
INR	8,557,000	USD	132,028	29-Oct-15	(220)
USD	1,530,360	EUR	1,200,000	29-Oct-15	190,493
INR	1,171,000	USD	18,061	30-Oct-15	(27)
USD	4,906,804	EUR	3,842,597	30-Oct-15	616,250
MXN	74,782,000	USD	4,906,601	04-Nov-15	(192,494)
USD	2,361,715	EUR	1,883,000	05-Nov-15	258,965
USD	12,341,520	JPY	1,392,000,000	06-Nov-15	943,439
USD	5,449,169	EUR	4,363,000	10-Nov-15	576,540
USD	3,863,375	EUR	3,100,000	12-Nov-15	401,143
UYU	3,700,000	USD	141,654	12-Nov-15	(9,805)
USD	2,002,448	EUR	1,600,000	16-Nov-15	215,356
USD	109,876	JPY	12,600,000	16-Nov-15	6,680
USD	8,993,030	EUR	7,195,000	18-Nov-15	956,398
USD	3,900,803	JPY	462,530,450	18-Nov-15	112,463
USD	206,839	JPY	23,953,000	19-Nov-15	10,648
MYR	166,000	USD	48,440	20-Nov-15	(5,033)
USD	232,148	JPY	26,906,000	20-Nov-15	11,766
UYU	3,700,000	USD	141,060	20-Nov-15	(9,538)
USD	6,305,945	EUR	5,617,768	23-Nov-15	30,451
USD	43,199	JPY	5,050,000	24-Nov-15	1,832
UYU	5,480,000	USD	213,064	01-Dec-15	(18,932)
USD	3,469,480	EUR	2,800,000	07-Dec-15	340,836
SGD	12,847,790	USD	9,499,641	09-Dec-15	17,804
USD	227,906	EUR	183,617	09-Dec-15	22,729
MYR	15,378,480	USD	4,283,818	10-Dec-15	(269,307)
USD	15,263,349	EUR	12,275,000	15-Dec-15	1,545,536

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	2,049,849	AUD	2,673,300	18-Dec-15	6,988
USD	6,248,706	JPY	730,380,000	21-Dec-15	262,152
USD	3,725,986	JPY	440,200,000	22-Dec-15	117,810
USD	157,090	JPY	18,710,000	07-Jan-16	3,671
USD	902,436	JPY	106,862,000	08-Jan-16	26,167
MYR	131,000	USD	35,439	11-Jan-16	(1,327)
USD	99,857	EUR	84,250	12-Jan-16	5,647
USD	318,381	JPY	37,570,000	14-Jan-16	10,262
USD	20,072,767	EUR	16,972,000	15-Jan-16	1,092,999
USD	40,052,244	EUR	33,869,000	19-Jan-16	2,172,967
USD	219,961,000	EUR	189,217,833	21-Jan-16	8,328,640
USD	19,966,248	EUR	17,056,000	25-Jan-16	887,994
USD	296,816	JPY	34,720,000	27-Jan-16	11,978
USD	365,227	JPY	42,737,915	28-Jan-16	14,603
PHP	25,552,280	USD	561,188	29-Jan-16	(216)
USD	7,443,558	EUR	6,524,000	29-Jan-16	145,340
USD	281,598	JPY	33,013,435	29-Jan-16	10,748
MXN	19,921,000	USD	1,310,540	03-Feb-16	(63,446)
USD	2,772,572	EUR	2,440,000	03-Feb-16	42,686
USD	3,599,194	JPY	419,900,000	08-Feb-16	153,384
USD	3,603,566	JPY	420,520,000	09-Feb-16	152,582
USD	10,080,664	EUR	8,800,000	23-Feb-16	230,475
USD	320,148	JPY	38,000,000	26-Feb-16	8,172
USD	224,673	EUR	202,108	09-Mar-16	(1,635)
GHS	7,640	USD	1,619	08-Apr-16	(150)
USD	1,632,127	EUR	1,482,000	29-Apr-16	(29,697)
USD	835,181	EUR	742,665	05-May-16	2,252
USD	112,787	EUR	100,331	09-May-16	248
USD	2,221,500	EUR	1,964,000	16-May-16	18,066
USD	1,791,223	EUR	1,560,000	18-May-16	40,936
USD	3,742,585	JPY	442,523,300	18-May-16	100,878
USD	11,184,835	JPY	1,328,297,825	19-May-16	253,382
USD	2,122,465	EUR	1,849,296	20-May-16	47,469
USD	146,354	JPY	17,382,000	20-May-16	3,302
USD	4,223,935	JPY	524,060,000	10-Jun-16	(91,881)
USD	2,043,498	JPY	251,830,000	13-Jun-16	(30,605)
USD	698,812	JPY	85,746,000	16-Jun-16	(7,468)
USD	14,342,515	AUD	18,888,900	20-Jun-16	31,580
USD	16,805,445	AUD	22,162,000	22-Jun-16	16,165
USD	2,991,326	JPY	365,540,000	22-Jun-16	(20,156)
USD	6,902,842	EUR	6,025,000	24-Jun-16	135,397
USD	7,930,729	JPY	975,400,400	27-Jun-16	(106,315)
PHP	8,671,520	USD	189,033	30-Jun-16	187
PHP	8,577,000	USD	187,393	01-Jul-16	(244)
					<u>31,499,729</u>
					<u>30,293,761</u>

The above contracts were opened with the following counterparties:

Bank of America	1,665,920
Barclays Bank	3,374,923
Citibank	2,658,730
Credit Suisse International	(3,567)
Deutsche Bank	7,484,034
Goldman Sachs	(126,885)
HSBC Bank	582,759
JPMorgan Chase Bank	14,272,854
Morgan Stanley	(14,450)
Royal Bank of Scotland	(1,086)
Standard Chartered	78,569
UBS	321,960
	<u>30,293,761</u>

Templeton Global Total Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
BRL	1,672,550	USD	545,435	02-Jul-15	(8,094)
USD	534,959	BRL	1,672,550	02-Jul-15	(2,382)
EUR	2,926,058,674	USD	3,257,369,926	10-Jul-15	4,024,695
GBP	144,524,798	USD	220,087,401	10-Jul-15	6,944,831
JPY	11,756,474,442	USD	93,907,263	10-Jul-15	2,162,379

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
PLN	839,546,089	USD	224,501,428	10-Jul-15	(1,432,469)
USD	19,546,303	EUR	17,388,402	10-Jul-15	165,133
USD	10,263,141	PLN	37,757,741	10-Jul-15	230,839
CHF	428,957,860	USD	459,244,897	15-Jul-15	(239,388)
EUR	2,131,289,045	USD	2,401,740,087	15-Jul-15	(26,034,922)
GBP	1,677,412	USD	2,600,451	15-Jul-15	34,481
NOK	48,569,957	USD	6,230,521	15-Jul-15	(38,720)
SGD	517,708,238	USD	384,343,961	15-Jul-15	(70,042)
USD	4,892,006	CHF	4,556,849	15-Jul-15	15,959
AUD	114,014,034	USD	89,068,640	20-Jul-15	(1,234,879)
CHF	2,462,865	USD	2,689,338	20-Jul-15	(53,426)
CNH	110,719,885	USD	17,795,699	20-Jul-15	12,226
EUR	2,065,006,716	USD	2,354,198,371	20-Jul-15	(52,218,475)
GBP	138,710,650	USD	220,733,374	20-Jul-15	(2,850,100)
NOK	59,165,504	USD	7,649,488	20-Jul-15	(107,869)
SEK	856,169,991	USD	106,261,895	20-Jul-15	(2,970,126)
USD	388,163	GBP	246,725	20-Jul-15	613
USD	4,725,372	SEK	38,339,359	20-Jul-15	99,958
BRL	1,698,500	USD	537,109	04-Aug-15	1,875
					(73,567,903)

Forward foreign exchange contracts used for efficient portfolio management:

JPY	7,590,800,000	USD	61,809,299	01-Jul-15	212,894
MYR	460,720,620	USD	140,596,484	01-Jul-15	(18,578,330)
PHP	865,534,000	USD	19,786,348	01-Jul-15	(600,437)
USD	75,112,558	JPY	7,590,800,000	01-Jul-15	13,090,366
USD	122,271,927	MYR	460,720,620	01-Jul-15	253,773
USD	19,170,188	PHP	865,534,000	01-Jul-15	(15,723)
MYR	329,830,000	USD	100,699,151	02-Jul-15	(13,354,114)
MYR	293,821,400	USD	81,073,425	03-Jul-15	(3,271,062)
CLP	13,424,366,000	USD	21,486,609	06-Jul-15	(499,330)
INR	2,502,260,737	USD	39,105,462	06-Jul-15	225,768
MXN	737,193,100	USD	49,416,349	06-Jul-15	(2,536,621)
PLN	149,713,020	EUR	36,239,596	06-Jul-15	(607,012)
USD	21,211,675	CLP	13,424,366,000	06-Jul-15	224,395
USD	48,337,361	MXN	737,193,100	06-Jul-15	1,457,633
CLP	6,574,321,000	USD	10,422,857	07-Jul-15	(145,732)
MYR	552,087,100	USD	168,921,794	07-Jul-15	(22,784,143)
PHP	1,060,000,000	USD	24,223,035	07-Jul-15	(732,730)
USD	10,385,973	CLP	6,574,321,000	07-Jul-15	108,849
CLP	5,668,195,500	USD	8,999,278	08-Jul-15	(139,479)
MYR	31,105,900	USD	8,596,352	08-Jul-15	(363,343)
PLN	61,000,000	EUR	14,717,591	08-Jul-15	(195,092)
CLP	4,249,770,000	USD	6,728,791	09-Jul-15	(86,730)
INR	614,617,000	USD	9,659,171	09-Jul-15	(3,155)
PLN	177,924,590	EUR	42,652,425	09-Jul-15	(263,644)
USD	7,470,041	EUR	5,482,599	09-Jul-15	1,359,202
CLP	4,810,463,000	USD	8,443,112	10-Jul-15	(925,452)
USD	89,496,564	EUR	65,679,285	10-Jul-15	16,290,217
USD	6,373,833	JPY	645,000,000	10-Jul-15	1,103,127
CLP	6,938,350,000	USD	11,107,117	13-Jul-15	(267,170)
PLN	577,437,859	EUR	138,356,008	13-Jul-15	(805,157)
USD	55,014,895	EUR	40,301,000	13-Jul-15	10,093,414
PLN	213,614,740	EUR	51,458,552	14-Jul-15	(607,627)
SGD	74,291,000	USD	59,792,512	14-Jul-15	(4,648,381)
USD	5,211,130	EUR	3,819,917	14-Jul-15	953,204
CLP	2,066,250,000	USD	3,295,717	15-Jul-15	(68,185)
INR	462,213,000	USD	7,304,713	15-Jul-15	(50,125)
USD	265,420,877	EUR	194,690,000	15-Jul-15	48,403,839
PLN	81,674,000	EUR	19,658,408	16-Jul-15	(215,891)
USD	409,193,246	EUR	299,619,000	16-Jul-15	75,209,361
USD	43,750,504	JPY	5,090,950,000	16-Jul-15	2,145,946
CLP	4,732,573,000	USD	7,450,642	17-Jul-15	(59,665)
INR	834,490,000	USD	13,180,473	17-Jul-15	(87,120)
CLP	30,616,180,000	USD	48,246,138	20-Jul-15	(445,826)
INR	6,945,075,232	USD	109,604,280	20-Jul-15	(687,324)
USD	258,297,381	EUR	190,501,016	20-Jul-15	45,935,114
USD	107,772,449	EUR	79,487,000	21-Jul-15	19,162,571
USD	122,762,093	JPY	14,278,644,800	21-Jul-15	6,065,931
INR	794,621,000	USD	12,512,050	22-Jul-15	(54,351)
MYR	32,116,300	USD	9,874,343	22-Jul-15	(1,384,496)
PLN	299,785,330	EUR	72,439,912	22-Jul-15	(1,128,657)
USD	85,483,266	EUR	63,146,000	22-Jul-15	15,088,908
CLP	4,143,410,000	USD	6,559,661	23-Jul-15	(92,512)
EUR	25,203,951	USD	26,746,869	23-Jul-15	1,350,559
SGD	46,570,000	USD	34,839,530	23-Jul-15	(277,117)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	186,353,313	EUR	140,545,934	23-Jul-15	29,672,337
USD	204,976,742	JPY	20,721,946,000	24-Jul-15	35,614,488
CLP	1,309,218,000	USD	2,102,655	27-Jul-15	(59,973)
INR	3,920,495,960	USD	61,064,614	27-Jul-15	349,358
USD	201,519,088	EUR	149,402,856	27-Jul-15	34,955,228
USD	43,298,041	JPY	4,375,700,000	27-Jul-15	7,533,708
CLP	9,822,905,000	USD	16,902,240	28-Jul-15	(1,577,713)
USD	18,910,824	EUR	14,013,000	28-Jul-15	3,288,020
USD	329,930,762	EUR	244,993,811	29-Jul-15	56,788,474
USD	28,109,017	JPY	2,851,730,000	29-Jul-15	4,800,105
CLP	7,189,730,000	USD	12,355,611	30-Jul-15	(1,141,195)
CLP	11,560,730,000	USD	19,870,271	31-Jul-15	(1,839,771)
INR	2,452,208,839	USD	38,039,088	31-Jul-15	349,433
USD	18,839,918	EUR	14,013,000	31-Jul-15	3,216,456
MXN	808,084,380	USD	60,228,395	03-Aug-15	(8,948,149)
USD	60,337,513	EUR	44,981,000	03-Aug-15	10,184,816
USD	52,888,565	MXN	808,084,380	03-Aug-15	1,608,318
CLP	5,917,450,000	USD	10,036,381	04-Aug-15	(810,858)
MXN	1,670,192,000	USD	114,599,814	04-Aug-15	(8,618,457)
USD	544,390,043	EUR	405,849,675	04-Aug-15	91,871,126
USD	109,295,030	MXN	1,670,192,000	04-Aug-15	3,313,673
CLP	9,151,400,000	USD	15,010,724	05-Aug-15	(744,718)
INR	609,212,250	USD	9,469,743	05-Aug-15	59,442
MYR	51,862,800	USD	14,195,374	05-Aug-15	(503,672)
USD	202,010,107	EUR	150,309,039	05-Aug-15	34,414,365
USD	165,395,199	JPY	16,924,063,700	05-Aug-15	27,053,849
CLP	7,815,130,000	USD	12,857,614	06-Aug-15	(675,868)
MXN	1,532,684,580	USD	113,330,714	06-Aug-15	(16,088,410)
MYR	471,524,046	USD	135,481,918	06-Aug-15	(11,012,863)
PLN	590,955,350	EUR	138,656,816	06-Aug-15	2,295,134
SGD	139,307,500	USD	111,892,839	06-Aug-15	(8,526,696)
USD	154,110,552	EUR	114,624,652	06-Aug-15	26,301,310
USD	100,283,612	MXN	1,532,684,580	06-Aug-15	3,041,307
MXN	1,144,036,900	USD	84,179,364	07-Aug-15	(11,600,164)
USD	41,405,395	JPY	4,236,600,000	07-Aug-15	6,773,661
USD	74,849,482	MXN	1,144,036,900	07-Aug-15	2,270,281
MYR	166,827,500	USD	46,059,498	10-Aug-15	(2,039,558)
USD	1,227,302	EUR	917,266	10-Aug-15	204,469
CLP	9,574,740,000	USD	15,760,198	11-Aug-15	(842,810)
INR	1,706,845,000	USD	26,226,875	11-Aug-15	444,996
MXN	531,912,000	USD	39,161,690	11-Aug-15	(5,425,912)
MYR	59,410,000	USD	18,139,904	11-Aug-15	(2,465,270)
SGD	118,111,900	USD	92,053,974	11-Aug-15	(4,421,194)
USD	39,781,535	EUR	29,688,710	11-Aug-15	6,675,491
USD	29,606,199	JPY	3,016,421,000	11-Aug-15	4,947,646
USD	34,791,186	MXN	531,912,000	11-Aug-15	1,055,408
CLP	7,251,580,000	USD	11,919,785	12-Aug-15	(622,947)
INR	2,187,012,500	USD	33,696,689	12-Aug-15	472,872
MYR	46,060,000	USD	14,027,714	12-Aug-15	(1,876,550)
SGD	193,528,907	USD	142,783,884	12-Aug-15	802,283
USD	7,650,612	JPY	776,430,000	12-Aug-15	1,303,405
INR	6,603,396,325	USD	101,748,031	13-Aug-15	1,405,538
SGD	21,600,000	USD	15,911,016	13-Aug-15	114,585
USD	90,983,551	EUR	72,847,450	14-Aug-15	9,747,396
CLP	10,882,857,000	USD	18,019,131	17-Aug-15	(1,073,420)
MXN	48,921,000	USD	3,644,945	17-Aug-15	(543,497)
SGD	98,149,000	USD	72,325,914	17-Aug-15	489,239
USD	99,008,166	EUR	73,749,469	17-Aug-15	16,762,513
USD	95,572,048	JPY	11,389,990,000	17-Aug-15	2,455,425
USD	3,198,392	MXN	48,921,000	17-Aug-15	96,944
CLP	2,175,940,000	USD	3,666,594	18-Aug-15	(278,758)
KRW	5,354,000,000	USD	5,150,058	18-Aug-15	(373,935)
MYR	205,476,618	USD	56,659,760	18-Aug-15	(2,485,507)
SGD	25,873,000	USD	19,051,231	18-Aug-15	143,256
USD	184,769,078	EUR	137,719,000	18-Aug-15	31,182,148
USD	16,006,667	JPY	1,632,496,000	18-Aug-15	2,660,373
USD	4,880,139	KRW	5,354,000,000	18-Aug-15	104,016
INR	3,192,862,960	USD	49,167,867	19-Aug-15	659,733
MYR	16,919,000	USD	4,665,380	19-Aug-15	(205,108)
PLN	114,567,000	EUR	26,881,042	19-Aug-15	429,125
CLP	2,372,450,000	USD	3,999,073	20-Aug-15	(305,986)
USD	231,292,761	EUR	172,395,694	20-Aug-15	39,028,080
USD	53,398,401	JPY	5,456,256,000	20-Aug-15	8,790,402
CLP	3,502,550,000	USD	5,758,879	24-Aug-15	(308,697)
KRW	29,344,000,000	USD	26,293,907	24-Aug-15	(120,898)
MXN	217,213,862	USD	16,218,462	24-Aug-15	(2,454,459)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MYR	357,140,000	USD	97,035,729	24-Aug-15	(2,932,238)
PLN	127,179,180	EUR	29,764,137	24-Aug-15	554,508
SGD	25,873,500	USD	18,974,406	24-Aug-15	218,814
USD	7,118,720	JPY	732,438,000	24-Aug-15	1,130,363
USD	14,188,731	MXN	217,213,862	24-Aug-15	424,728
MYR	46,388,000	USD	12,731,714	25-Aug-15	(510,087)
USD	21,055,376	JPY	2,176,479,000	25-Aug-15	3,260,455
INR	170,508,000	USD	2,628,254	26-Aug-15	29,633
SGD	112,701,000	USD	82,795,328	26-Aug-15	805,019
USD	169,642,006	EUR	131,161,290	26-Aug-15	23,351,256
USD	68,811,470	JPY	7,643,862,000	26-Aug-15	6,314,478
CLP	8,316,150,000	USD	13,694,629	27-Aug-15	(757,896)
EUR	16,183,229	USD	17,249,565	27-Aug-15	800,664
KRW	222,000,000,000	USD	214,572,894	27-Aug-15	(16,885,878)
MXN	217,886,531	USD	16,208,780	27-Aug-15	(2,405,039)
PLN	312,052,975	EUR	73,191,738	27-Aug-15	1,171,041
USD	33,090,064	EUR	27,175,243	27-Aug-15	2,779,712
USD	56,539,132	JPY	5,854,218,000	27-Aug-15	8,673,933
USD	201,247,322	KRW	222,000,000,000	27-Aug-15	3,560,305
USD	14,229,324	MXN	217,886,531	27-Aug-15	425,583
CLP	2,986,400,000	USD	4,983,979	28-Aug-15	(338,731)
MXN	306,158,900	USD	22,805,132	28-Aug-15	(3,410,433)
PHP	1,063,000,000	USD	24,178,324	28-Aug-15	(681,730)
USD	20,000,581	MXN	306,158,900	28-Aug-15	605,882
CLP	8,715,040,000	USD	14,005,239	31-Aug-15	(453,131)
USD	17,586,179	EUR	13,296,472	31-Aug-15	2,754,859
USD	46,753,431	JPY	4,836,058,000	31-Aug-15	7,210,496
CLP	312,770,000	USD	504,021	02-Sep-15	(17,747)
CLP	12,807,370,000	USD	20,506,225	03-Sep-15	(596,074)
CLP	3,631,773,200	USD	5,764,719	04-Sep-15	(119,350)
MXN	145,905,300	USD	10,854,030	04-Sep-15	(1,615,571)
USD	9,522,602	MXN	145,905,300	04-Sep-15	284,142
CLP	10,787,990,500	USD	17,404,340	08-Sep-15	(641,393)
PLN	65,930,000	EUR	15,458,382	08-Sep-15	244,433
SGD	124,835,630	USD	91,309,503	08-Sep-15	1,277,926
USD	119,539,603	EUR	90,613,850	08-Sep-15	18,453,668
CLP	2,455,320,000	USD	4,027,095	09-Sep-15	(212,249)
INR	1,091,268,000	USD	16,796,491	10-Sep-15	167,314
SGD	47,385,000	USD	34,660,961	10-Sep-15	482,513
INR	1,114,241,000	USD	17,019,108	11-Sep-15	298,538
USD	43,701,186	EUR	33,780,000	11-Sep-15	6,015,574
PLN	102,742,980	EUR	24,002,565	14-Sep-15	471,086
CLP	4,549,540,000	USD	7,197,842	15-Sep-15	(133,189)
SGD	73,665,600	USD	52,844,763	16-Sep-15	1,786,286
CLP	8,772,535,000	USD	13,758,681	17-Sep-15	(139,009)
EUR	13,021,018	USD	14,240,730	17-Sep-15	287,088
GBP	8,756,540	USD	13,337,961	17-Sep-15	410,598
MYR	280,600,000	USD	74,738,973	17-Sep-15	(964,753)
USD	14,802,293	EUR	13,021,018	17-Sep-15	274,474
USD	17,556,302	GBP	11,370,662	17-Sep-15	(296,665)
MYR	160,426,035	USD	48,896,960	18-Sep-15	(6,722,127)
SGD	59,130,000	USD	42,478,448	18-Sep-15	1,371,898
USD	19,864,549	JPY	2,117,839,063	18-Sep-15	2,541,539
CLP	8,664,100,000	USD	13,536,599	21-Sep-15	(90,342)
INR	6,486,475,320	USD	99,846,767	21-Sep-15	776,412
KRW	192,000,000,000	USD	168,893,054	21-Sep-15	2,647,363
MYR	464,616,000	USD	123,600,958	21-Sep-15	(1,489,228)
SGD	74,047,000	USD	58,674,326	21-Sep-15	(3,763,481)
CLP	3,973,600,000	USD	6,178,821	22-Sep-15	(12,570)
MYR	89,690,000	USD	27,066,421	23-Sep-15	(3,498,005)
USD	64,449,037	EUR	49,904,400	23-Sep-15	8,764,594
CLP	6,641,470,000	USD	10,423,715	24-Sep-15	(119,391)
PHP	1,065,040,000	USD	23,704,429	25-Sep-15	(198,127)
CLP	6,782,896,000	USD	10,641,172	28-Sep-15	(121,385)
INR	88,255,000	USD	1,358,547	28-Sep-15	8,726
MYR	129,935,500	USD	39,206,293	28-Sep-15	(5,077,405)
USD	140,821,100	EUR	109,216,013	28-Sep-15	18,946,184
USD	19,525,247	JPY	2,121,203,336	29-Sep-15	2,170,935
INR	2,125,561,435	USD	32,519,586	30-Sep-15	398,008
KRW	25,520,000,000	USD	24,267,782	30-Sep-15	(1,523,991)
MXN	241,077,070	USD	17,452,912	30-Sep-15	(2,215,556)
MYR	217,390,000	USD	58,298,694	30-Sep-15	(1,208,652)
PHP	2,590,038,060	USD	57,716,726	30-Sep-15	(566,780)
SGD	244,105,000	USD	178,348,068	30-Sep-15	2,653,240
USD	3,396,946	JPY	368,713,000	30-Sep-15	380,308
USD	15,702,789	MXN	241,077,070	30-Sep-15	465,433

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MYR	731,170,000	USD	193,738,739	01-Oct-15	(1,738,214)
USD	7,533,486	EUR	5,905,745	01-Oct-15	942,854
INR	609,212,250	USD	9,380,679	05-Oct-15	45,153
SGD	32,500,000	USD	23,509,838	06-Oct-15	586,607
CLP	6,574,321,000	USD	10,302,156	07-Oct-15	(113,960)
MXN	1,898,058,000	USD	124,683,571	07-Oct-15	(4,779,845)
USD	63,642,116	EUR	50,450,000	07-Oct-15	7,335,108
USD	138,438,034	JPY	14,996,300,000	07-Oct-15	15,726,172
USD	123,374,695	MXN	1,898,058,000	07-Oct-15	3,470,969
USD	30,185,899	EUR	27,720,188	08-Oct-15	(753,053)
USD	69,219,239	JPY	7,458,200,000	09-Oct-15	8,187,495
KRW	86,129,982,260	USD	78,521,271	13-Oct-15	(1,771,858)
USD	35,479,277	EUR	32,701,000	13-Oct-15	(1,022,261)
USD	69,680,112	JPY	7,500,600,000	13-Oct-15	8,295,935
USD	78,414,041	KRW	86,129,982,260	13-Oct-15	1,664,628
KRW	174,000,000,000	USD	160,829,852	14-Oct-15	(5,880,889)
USD	1,832,258,522	EUR	1,434,141,159	14-Oct-15	231,410,261
USD	158,304,188	KRW	174,000,000,000	14-Oct-15	3,355,225
USD	2,392,479	EUR	1,885,252	15-Oct-15	288,043
USD	442,607,429	EUR	347,007,000	16-Oct-15	55,249,198
INR	905,518,000	USD	13,875,331	19-Oct-15	98,669
USD	103,649,631	JPY	10,955,455,000	19-Oct-15	13,979,283
MYR	87,234,183	USD	26,065,731	20-Oct-15	(3,195,365)
USD	85,706,028	EUR	66,953,000	20-Oct-15	10,961,885
USD	195,717,096	JPY	20,692,190,000	20-Oct-15	26,347,848
USD	11,948,304	GBP	7,879,388	22-Oct-15	(420,187)
USD	148,838,361	JPY	15,837,890,000	22-Oct-15	19,196,647
MYR	31,824,000	USD	9,517,600	23-Oct-15	(1,176,350)
USD	55,975,900	EUR	43,839,400	23-Oct-15	7,032,272
MYR	38,695,192	USD	11,612,576	26-Oct-15	(1,472,917)
USD	84,406,140	EUR	66,495,561	26-Oct-15	10,164,315
USD	2,528,044	EUR	1,987,300	28-Oct-15	309,155
INR	697,107,000	USD	10,755,816	29-Oct-15	(17,910)
INR	1,277,905,000	USD	19,710,353	30-Oct-15	(29,748)
MYR	25,873,000	USD	7,747,567	30-Oct-15	(970,115)
PLN	75,302,000	EUR	17,562,739	30-Oct-15	337,227
USD	4,988,329	EUR	3,906,440	30-Oct-15	626,489
MXN	245,427,400	USD	17,839,535	03-Nov-15	(2,367,114)
USD	2,878,727	EUR	2,272,978	03-Nov-15	340,582
USD	15,920,820	MXN	245,427,400	03-Nov-15	448,400
MXN	1,259,460,900	USD	82,635,827	04-Nov-15	(3,241,943)
USD	81,692,995	MXN	1,259,460,900	04-Nov-15	2,299,111
USD	119,608,337	JPY	13,558,450,000	05-Nov-15	8,590,470
USD	36,560,629	EUR	29,106,000	06-Nov-15	4,057,280
USD	40,007,979	JPY	4,512,500,000	06-Nov-15	3,058,381
MXN	222,421,500	USD	14,822,171	09-Nov-15	(806,468)
USD	125,447,836	EUR	111,425,000	09-Nov-15	1,009,941
USD	14,421,416	MXN	222,421,500	09-Nov-15	405,713
USD	116,773,923	EUR	93,107,000	10-Nov-15	12,791,365
USD	13,593,597	JPY	1,549,704,004	10-Nov-15	903,061
MXN	172,193,000	USD	12,411,648	12-Nov-15	(1,563,512)
USD	248,924,199	EUR	199,411,419	12-Nov-15	26,211,757
USD	510,585,960	JPY	58,577,704,500	12-Nov-15	30,871,406
USD	11,162,518	MXN	172,193,000	12-Nov-15	314,382
UYU	306,500,000	USD	11,734,303	12-Nov-15	(812,254)
USD	278,697,471	EUR	236,650,000	13-Nov-15	14,390,202
USD	124,922,090	JPY	14,949,586,000	13-Nov-15	2,491,656
SGD	37,800,000	USD	28,160,620	16-Nov-15	(150,211)
USD	451,248,832	EUR	367,633,643	16-Nov-15	40,626,760
USD	219,464,493	JPY	25,434,298,800	16-Nov-15	11,155,024
USD	54,192,262	EUR	43,431,000	18-Nov-15	5,680,934
USD	15,709,829	JPY	1,822,026,000	18-Nov-15	786,588
MYR	39,448,560	USD	11,542,767	19-Nov-15	(1,226,601)
SGD	90,649,800	USD	68,363,348	19-Nov-15	(1,193,124)
USD	30,333,470	EUR	24,226,000	19-Nov-15	3,273,133
USD	19,474,988	JPY	2,255,301,000	19-Nov-15	1,002,611
BRL	432,190,000	USD	151,422,465	20-Nov-15	(19,364,137)
MYR	95,838,000	USD	27,966,384	20-Nov-15	(2,905,966)
USD	133,958,820	BRL	432,190,000	20-Nov-15	1,900,491
USD	73,218,851	EUR	58,308,000	20-Nov-15	8,087,847
USD	21,858,128	JPY	2,533,357,000	20-Nov-15	1,107,830
UYU	305,900,000	USD	11,662,219	20-Nov-15	(788,588)
USD	154,007,974	EUR	134,622,744	23-Nov-15	3,623,669
USD	4,067,066	JPY	475,440,000	24-Nov-15	172,470
USD	46,497,051	EUR	37,297,000	25-Nov-15	4,831,774
SGD	146,634,792	USD	109,506,584	27-Nov-15	(864,078)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MXN	384,885,400	USD	27,592,329	30-Nov-15	(3,377,553)
MYR	249,335,000	USD	67,634,613	30-Nov-15	(2,491,569)
SGD	100,819,000	USD	75,036,711	30-Nov-15	(342,415)
USD	121,266,744	EUR	97,275,650	30-Nov-15	12,587,838
USD	24,911,676	MXN	384,885,400	30-Nov-15	696,900
USD	76,914,354	EUR	70,397,000	01-Dec-15	(1,736,495)
UYU	457,340,000	USD	17,781,493	01-Dec-15	(1,579,977)
PLN	166,240,000	EUR	39,300,236	04-Dec-15	86,187
USD	53,501,376	EUR	42,880,000	04-Dec-15	5,591,120
SGD	128,545,000	USD	94,985,254	09-Dec-15	238,907
USD	49,823,450	EUR	40,297,413	09-Dec-15	4,794,519
USD	156,706,202	JPY	19,620,400,000	09-Dec-15	(4,069,228)
USD	28,829,568	EUR	23,001,000	11-Dec-15	3,126,943
SGD	46,202,000	USD	34,335,612	14-Dec-15	(112,204)
USD	25,800,353	EUR	20,734,000	14-Dec-15	2,629,698
MYR	101,500,000	USD	28,347,996	15-Dec-15	(1,862,826)
PLN	158,437,000	EUR	37,305,628	15-Dec-15	229,097
USD	125,087,171	EUR	100,569,000	15-Dec-15	12,697,215
SGD	81,110,000	USD	60,172,855	16-Dec-15	(93,525)
MXN	3,164,218,800	USD	209,429,828	17-Dec-15	(10,610,547)
USD	69,677,494	EUR	61,604,616	17-Dec-15	829,240
USD	64,645,420	MXN	1,000,000,000	17-Dec-15	1,811,813
MXN	1,219,349,800	USD	80,711,932	18-Dec-15	(4,101,562)
USD	76,792,391	AUD	100,148,400	18-Dec-15	261,798
USD	52,160,261	EUR	48,961,600	21-Dec-15	(2,562,485)
USD	172,003,145	JPY	20,104,590,000	21-Dec-15	7,216,043
MYR	317,491,850	USD	83,828,444	22-Dec-15	(1,031,602)
SGD	55,731,000	USD	41,290,480	22-Dec-15	(13,099)
USD	118,252,313	JPY	13,970,710,000	22-Dec-15	3,738,953
SGD	69,742,200	USD	52,071,677	23-Dec-15	(417,547)
MXN	344,471,000	USD	22,829,054	29-Dec-15	(1,204,357)
MXN	530,655,000	USD	35,172,064	31-Dec-15	(1,864,540)
MXN	265,476,500	USD	17,586,117	04-Jan-16	(928,163)
MXN	636,987,000	USD	42,184,570	05-Jan-16	(2,218,400)
USD	58,318,391	EUR	47,848,000	05-Jan-16	4,822,781
MXN	1,116,538,150	USD	73,563,415	06-Jan-16	(3,514,421)
USD	14,790,889	JPY	1,761,654,000	07-Jan-16	345,667
USD	22,968,746	JPY	2,719,844,000	08-Jan-16	666,003
MYR	164,173,000	USD	44,413,094	11-Jan-16	(1,663,419)
USD	128,220,990	EUR	107,763,000	11-Jan-16	7,721,241
USD	41,583,364	EUR	35,084,044	12-Jan-16	2,351,723
USD	5,990,711	EUR	5,043,748	13-Jan-16	350,563
USD	16,810,144	JPY	1,983,650,000	14-Jan-16	541,796
MYR	40,586,500	USD	11,010,390	15-Jan-16	(444,939)
USD	124,589,621	EUR	105,344,000	15-Jan-16	6,783,546
USD	94,358,553	JPY	11,102,900,000	15-Jan-16	3,299,003
MYR	6,919,000	USD	1,861,447	19-Jan-16	(60,814)
USD	267,750,429	EUR	226,352,000	19-Jan-16	14,597,103
MXN	454,357,500	USD	30,596,465	20-Jan-16	(2,121,997)
USD	986,419	EUR	841,403	20-Jan-16	45,367
USD	94,290,356	JPY	10,955,455,000	20-Jan-16	4,429,010
USD	75,336,305	EUR	64,550,000	21-Jan-16	3,139,786
MYR	24,830,235	USD	6,654,224	25-Jan-16	(195,066)
USD	98,674,660	EUR	84,292,000	25-Jan-16	4,388,533
USD	73,081,642	EUR	64,368,128	27-Jan-16	1,078,238
USD	21,329,173	JPY	2,494,980,000	27-Jan-16	860,750
USD	26,243,432	JPY	3,070,940,841	28-Jan-16	1,049,297
PHP	2,590,038,060	USD	56,883,283	29-Jan-16	(21,937)
USD	36,590,248	EUR	32,069,984	29-Jan-16	714,447
USD	20,232,293	JPY	2,371,953,046	29-Jan-16	772,205
MXN	335,509,084	USD	22,072,095	03-Feb-16	(1,068,565)
USD	53,169,025	EUR	46,742,000	04-Feb-16	872,564
USD	49,429,436	EUR	43,057,000	05-Feb-16	1,254,723
USD	245,179,530	JPY	28,603,870,000	08-Feb-16	10,448,561
MXN	222,421,500	USD	14,730,876	09-Feb-16	(813,302)
USD	110,437,593	EUR	96,061,558	09-Feb-16	2,947,995
USD	300,298,144	JPY	35,040,512,000	09-Feb-16	12,739,298
USD	3,411,763	EUR	3,004,000	10-Feb-16	50,310
MXN	474,778,000	USD	31,318,085	11-Feb-16	(1,614,401)
USD	17,008,985	EUR	14,966,000	11-Feb-16	261,745
KRW	43,810,000,000	USD	39,800,136	12-Feb-16	(797,957)
MXN	950,707,000	USD	62,271,543	12-Feb-16	(2,796,757)
MYR	190,865,000	USD	52,056,457	12-Feb-16	(2,470,199)
USD	312,510,214	JPY	36,813,958,000	12-Feb-16	10,375,325
KRW	58,889,000,000	USD	53,208,945	16-Feb-16	(783,092)
MYR	333,400,848	USD	90,492,318	16-Feb-16	(3,900,393)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	49,525,563	EUR	43,538,000	16-Feb-16	799,894
USD	288,212,555	JPY	34,227,570,000	16-Feb-16	7,276,675
MXN	449,959,410	USD	29,374,553	17-Feb-16	(1,236,636)
USD	21,898,665	EUR	19,070,000	17-Feb-16	555,915
USD	202,059,832	JPY	23,850,112,260	17-Feb-16	6,296,089
UYU	309,300,000	USD	11,434,381	18-Feb-16	(724,176)
USD	90,203,579	EUR	78,700,000	22-Feb-16	2,113,653
USD	9,783,960	EUR	8,529,300	24-Feb-16	236,549
MXN	139,958,300	USD	9,059,962	25-Feb-16	(313,161)
USD	103,069,452	EUR	90,411,800	25-Feb-16	1,863,112
USD	65,542,187	JPY	7,734,460,000	25-Feb-16	2,044,575
UYU	270,100,000	USD	9,970,469	25-Feb-16	(635,753)
USD	66,981,845	EUR	58,843,900	26-Feb-16	1,110,821
USD	110,754,876	JPY	13,146,050,000	26-Feb-16	2,827,064
MXN	109,621,300	USD	7,097,527	29-Feb-16	(248,772)
USD	139,130,296	EUR	121,764,748	29-Feb-16	2,814,671
USD	86,568,825	JPY	10,227,241,000	29-Feb-16	2,597,951
KRW	84,965,430,000	USD	76,718,221	03-Mar-16	(1,080,854)
USD	51,692,230	JPY	6,125,400,000	03-Mar-16	1,395,850
MYR	117,400,000	USD	31,438,389	04-Mar-16	(983,941)
USD	24,348,265	JPY	2,894,400,000	04-Mar-16	581,420
USD	23,283,068	EUR	20,663,000	07-Mar-16	146,977
UYU	309,600,000	USD	11,466,667	07-Mar-16	(799,265)
USD	272,850,958	EUR	245,059,863	09-Mar-16	(1,552,477)
USD	147,425,163	JPY	17,583,306,860	09-Mar-16	3,025,219
UYU	381,120,000	USD	13,828,737	09-Mar-16	(704,318)
MXN	1,421,720,750	USD	89,534,653	10-Mar-16	(778,941)
USD	39,328,422	EUR	35,858,000	10-Mar-16	(824,188)
MXN	2,458,753,300	USD	154,525,682	11-Mar-16	(1,041,539)
MYR	484,446,597	USD	127,566,515	11-Mar-16	(1,960,255)
KRW	85,991,310,000	USD	76,219,917	14-Mar-16	328,621
MXN	1,062,965,300	USD	66,223,260	14-Mar-16	115,493
MYR	123,193,860	USD	32,364,077	14-Mar-16	(429,486)
USD	65,821,293	EUR	61,469,210	16-Mar-16	(3,019,772)
USD	17,696,279	JPY	2,125,673,513	16-Mar-16	236,533
MXN	973,468,180	USD	61,093,773	18-Mar-16	(359,166)
USD	192,579,091	EUR	180,106,702	18-Mar-16	(9,137,002)
MYR	459,205,000	USD	120,662,537	21-Mar-16	(1,685,866)
USD	239,883,592	JPY	28,853,102,000	22-Mar-16	2,856,440
MYR	88,549,500	USD	23,435,093	23-Mar-16	(495,838)
USD	85,853,686	EUR	79,895,220	23-Mar-16	(3,638,130)
USD	65,964,420	EUR	61,200,000	24-Mar-16	(2,588,241)
USD	78,667,294	JPY	9,445,582,000	24-Mar-16	1,068,367
KRW	116,000,000,000	USD	104,313,801	28-Mar-16	(1,081,174)
MYR	90,074,500	USD	23,832,925	28-Mar-16	(506,734)
USD	115,383,187	JPY	13,667,830,850	28-Mar-16	3,084,375
UYU	407,900,000	USD	14,567,857	28-Mar-16	(594,266)
KRW	25,437,000,000	USD	22,918,281	29-Mar-16	(275,317)
USD	776,177,544	EUR	702,753,600	29-Mar-16	(11,114,391)
MYR	33,196,000	USD	8,761,613	30-Mar-16	(166,146)
USD	210,445,925	EUR	189,802,100	30-Mar-16	(2,194,957)
USD	2,382,797	EUR	2,170,916	31-Mar-16	(49,417)
MYR	660,295,762	USD	172,883,974	01-Apr-16	(1,935,975)
USD	25,220,400	EUR	23,096,239	01-Apr-16	(656,549)
GHS	108,131,172	USD	22,909,147	08-Apr-16	(2,123,000)
USD	94,700,694	EUR	85,332,700	08-Apr-16	(925,863)
MYR	73,540,000	USD	19,667,309	11-Apr-16	(640,842)
USD	118,509,728	EUR	109,589,482	13-Apr-16	(4,318,186)
USD	26,204,547	JPY	3,130,500,000	13-Apr-16	470,584
USD	57,761,048	EUR	54,052,000	14-Apr-16	(2,822,263)
USD	10,425,240	EUR	9,800,000	15-Apr-16	(559,261)
USD	54,554,661	EUR	51,200,996	18-Apr-16	(2,840,039)
USD	145,121,142	JPY	17,184,520,000	18-Apr-16	3,835,406
USD	6,865,105	EUR	6,301,325	21-Apr-16	(199,118)
USD	200,611,613	JPY	23,655,370,000	21-Apr-16	6,106,315
USD	24,618,933	EUR	22,737,727	22-Apr-16	(872,402)
USD	36,114,828	EUR	33,042,987	29-Apr-16	(937,552)
USD	57,370,479	EUR	51,191,046	09-May-16	(49,263)
USD	94,336,352	EUR	84,035,305	13-May-16	64,682
USD	173,936,440	EUR	153,775,000	16-May-16	1,414,514
USD	258,628,708	EUR	225,220,000	18-May-16	5,936,637
USD	1,359,299	EUR	1,184,352	20-May-16	30,401
USD	13,780,485	JPY	1,636,660,000	20-May-16	310,890
USD	129,864,701	EUR	115,858,000	23-May-16	(145,053)
RSD	1,199,000,000	EUR	9,433,517	27-May-16	(6,016)
MYR	54,262,000	USD	14,507,780	31-May-16	(515,829)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
UYU	308,850,000	USD	10,497,961	31-May-16	(97,453)
MYR	14,696,000	USD	3,936,253	02-Jun-16	(147,261)
USD	646,057,371	JPY	79,598,764,060	03-Jun-16	(9,322,244)
USD	29,769,531	EUR	26,732,290	06-Jun-16	(240,664)
MYR	14,772,000	USD	3,887,880	08-Jun-16	(80,818)
USD	78,885,729	EUR	69,276,400	08-Jun-16	1,110,003
USD	106,346,244	JPY	13,101,400,000	08-Jun-16	(1,541,565)
GHS	12,750,000	USD	2,444,871	10-Jun-16	(41,494)
USD	538,493,206	JPY	66,811,010,000	10-Jun-16	(11,718,636)
USD	103,204,644	EUR	90,613,850	13-Jun-16	1,458,342
USD	209,233,924	JPY	25,784,890,000	13-Jun-16	(3,133,563)
USD	146,933,874	EUR	129,944,880	16-Jun-16	1,011,325
USD	71,074,150	JPY	8,721,004,000	16-Jun-16	(759,855)
MYR	175,700,000	USD	45,565,353	20-Jun-16	(319,915)
USD	537,198,627	AUD	707,483,300	20-Jun-16	1,182,902
USD	145,893,711	AUD	190,420,000	22-Jun-16	1,637,113
USD	82,340,180	JPY	10,061,970,000	22-Jun-16	(554,818)
MYR	234,370,990	USD	61,486,523	23-Jun-16	(1,144,476)
USD	143,893,728	AUD	188,540,000	23-Jun-16	1,067,647
MYR	326,124,500	USD	84,639,511	27-Jun-16	(696,637)
PHP	2,160,520,000	USD	47,144,104	27-Jun-16	6,310
PHP	9,450,691,820	USD	206,077,635	29-Jun-16	153,275
USD	14,148,088	EUR	12,531,522	29-Jun-16	70,221
MYR	514,335,620	USD	132,917,185	30-Jun-16	(556,137)
PHP	878,965,960	USD	19,160,856	30-Jun-16	18,926
USD	39,369,640	JPY	4,827,210,000	30-Jun-16	(409,049)
PHP	865,534,000	USD	18,910,509	01-Jul-16	(24,629)
USD	62,325,933	JPY	7,590,800,000	01-Jul-16	(228,120)
					1,292,875,502
					1,219,307,599

The above contracts were opened with the following counterparties:

Bank of America	(2,313,144)
Barclays Bank	465,468,440
BNP Paribas	(601)
Citibank	56,124,615
Credit Suisse International	(10,960,740)
Deutsche Bank	268,436,643
Goldman Sachs	100,257,385
HSBC Bank	(60,502,751)
JPMorgan Chase Bank	298,291,822
Morgan Stanley	102,003,259
Royal Bank of Scotland	(13,700,534)
Standard Chartered	20,609,228
The Bank of New York Mellon	(1,448,489)
UBS	(2,957,534)
	1,219,307,599

Templeton Latin America Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
PLN	29,040,288	USD	7,893,961	15-Jul-15	(178,996)
USD	200,853	PLN	739,502	15-Jul-15	4,394
EUR	9,371,255	BRL	33,312,000	27-Jul-15	(154,957)
EUR	5,180,323	MXN	89,832,400	27-Jul-15	71,793
EUR	10,958,243	USD	12,357,600	27-Jul-15	(140,649)
					(398,415)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Templeton Latin America Fund (continued)

	Unrealised profit/(loss) USD
The above contracts were opened with the following counterparties:	
Bank of America	(1,133)
Barclays Bank	(3,582)
Citibank	(1,476)
Credit Suisse International	(7,513)
Deutsche Bank	(228,453)
Goldman Sachs	(58,440)
HSBC Bank	(41,788)
JPMorgan Chase Bank	(20,810)
Morgan Stanley	(7,837)
Royal Bank of Scotland	(26,431)
The Bank of New York Mellon	(202)
UBS	(750)
	<u>(398,415)</u>

Note 6 — Open positions on financial future contracts

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Brazil Opportunities Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future (35)	U.S. Treasury 10 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(4,416,016)	17,227
Currency Future 85	USD/BRL Future, Aug. 2015	CM Capital Markets CCTVM	BRL	4,285,247	(40,726)
370	USD/BRL Future, Oct. 2015	CM Capital Markets CCTVM	BRL	19,037,162	(1,441,731)
					<u>(1,482,457)</u>
Deposit Future (275)	BM&F, One-Day Interbank Deposits Future, Jan. 2017	CM Capital Markets CCTVM	BRL	(7,262,168)	(75,674)
296	BM&F, One-Day Interbank Deposits Future, Jan. 2018	CM Capital Markets CCTVM	BRL	6,974,493	56,508
1,108	BM&F, One-Day Interbank Deposits Future, Jan. 2019	CM Capital Markets CCTVM	BRL	23,316,729	222,949
(285)	BM&F, One-Day Interbank Deposits Future, Jan. 2021	CM Capital Markets CCTVM	BRL	(4,758,852)	(63,686)
650	BM&F, One-Day Interbank Deposits Future, Oct. 2015	CM Capital Markets CCTVM	BRL	20,191,914	691,395
					<u>831,492</u>
Equity Future (25)	Bovespa Index Future, Aug. 2015	CM Capital Markets CCTVM	BRL	(432,378)	(2,235)
					<u>(635,973)</u>

Franklin Diversified Balanced Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future (66)	Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	(8,593,860)	(39,600)
(34)	Euro-OAT Future, Sep. 2015	JPMorgan Chase Bank	EUR	(4,979,980)	(73,440)
(77)	Short Term Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	(8,588,580)	28,490
					<u>(84,550)</u>

Franklin Diversified Conservative Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future (23)	Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	(2,994,830)	(13,800)
(12)	Euro-OAT Future, Sep. 2015	JPMorgan Chase Bank	EUR	(1,757,640)	(25,920)
(28)	Short Term Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	(3,123,120)	10,360
					<u>(29,360)</u>

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 6 — Open positions on financial future contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Diversified Dynamic Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(17)	Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	(2,213,570)	(10,200)
(10)	Euro-OAT Future, Sep. 2015	JPMorgan Chase Bank	EUR	(1,464,700)	(21,600)
(23)	Short Term Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	(2,565,420)	8,510
					(23,290)

Franklin Global Allocation Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
11	Australia 10 Yr. Bond Future, Sep. 2015	JPMorgan Chase Bank	AUD	1,062,756	(1,249)
(13)	Canada 10 Yr. Bond Future, Sep. 2015	JPMorgan Chase Bank	CAD	(1,457,166)	(13,219)
37	Euro-BTP Future, Sep. 2015	JPMorgan Chase Bank	EUR	5,369,164	(63,914)
(34)	Euro-Bund Future, Sep. 2015	JPMorgan Chase Bank	EUR	(5,759,478)	(55,321)
(58)	Long Gilt Future, Sep. 2015	JPMorgan Chase Bank	GBP	(10,545,087)	117,542
62	U.S. Treasury 10 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	7,822,656	(47,469)
					(63,630)
Equity Future					
9	CAC 40 Future, Jul. 2015	JPMorgan Chase Bank	EUR	480,088	(2,257)
13	DAX Future, Sep. 2015	JPMorgan Chase Bank	EUR	3,984,702	(11,952)
(33)	FTSE 100 Index Future, Sep. 2015	JPMorgan Chase Bank	GBP	(3,366,685)	82,430
10	FTSE MIB Index Future, Sep. 2015	JPMorgan Chase Bank	EUR	1,257,824	15,491
34	Hang Seng China Enterprises Index Future, Jul. 2015	JPMorgan Chase Bank	HKD	2,834,558	(137,945)
10	Hang Seng Index Future, Jul. 2015	JPMorgan Chase Bank	HKD	1,690,221	(70,050)
27	IBEX 35 Index Future, Jul. 2015	JPMorgan Chase Bank	EUR	3,242,184	(5,446)
(76)	mini MSCI Emerging Markets Index Future, Sep. 2015	JPMorgan Chase Bank	USD	(3,645,720)	(14,060)
(16)	S&P 500 E-Mini Index Future, Sep. 2015	JPMorgan Chase Bank	USD	(1,643,520)	27,640
80	SGX CNX Nifty Index Future, Jul. 2015	JPMorgan Chase Bank	USD	1,341,520	(2,054)
119	SGX FTSE China A50 Index Future, Jul. 2015	JPMorgan Chase Bank	USD	1,476,790	(56,220)
(23)	SPI 200 Index Future, Sep. 2015	JPMorgan Chase Bank	AUD	(2,393,556)	38,141
19	TOPIX Index Future, Sep. 2015	JPMorgan Chase Bank	JPY	2,531,212	(62,097)
					(198,379)
					(262,009)

Franklin K2 Alternative Strategies Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
(24)	90 day Eurodollar Future, Dec. 2016	JPMorgan Chase Bank	USD	(5,917,800)	(8,613)
(35)	90 day Eurodollar Future, Dec. 2017	JPMorgan Chase Bank	USD	(8,571,500)	(2,476)
(31)	90 day Sterling Future, Dec. 2016	JPMorgan Chase Bank	GBP	(6,005,179)	5,620
(11)	Short-Term Euro-BTP Future (FBTS), Sep. 2015	JPMorgan Chase Bank	EUR	(1,367,854)	2,200
(10)	U.S. Long Bond Treasury Future, Sep. 2015	JPMorgan Chase Bank	USD	(1,508,438)	4,974
204	3-month EUR LIBOR Future, Dec. 2016	Morgan Stanley	EUR	56,803,339	(5,157)
409	90 day Eurodollar Future, Dec. 2016	Morgan Stanley	USD	100,849,175	62,776
104	90 day Sterling Future, Dec. 2016	Morgan Stanley	GBP	20,146,409	(22,844)
(28)	Australia 10 Yr. Bond Future, Sep. 2015	Morgan Stanley	AUD	(2,706,069)	(6,705)
10	Canada 10 Yr. Bond Future, Sep. 2015	Morgan Stanley	CAD	1,120,897	14,603
116	Euro-Bobl Future, Sep. 2015	Morgan Stanley	EUR	16,757,624	17,525
(10)	Euro-Bund Future, Sep. 2015	Morgan Stanley	EUR	(1,694,570)	(10,177)
135	Euro-Schatz Future, Sep. 2015	Morgan Stanley	EUR	16,747,419	8,455
(7)	Japan 10 Yr. Bond Future, Sep. 2015	Morgan Stanley	JPY	(8,406,176)	(32,403)
(48)	Long Gilt Future, Sep. 2015	Morgan Stanley	GBP	(8,728,361)	42,860
(18)	mini-10 year JGB Future, Sep. 2015	Morgan Stanley	JPY	(2,161,146)	1,082
(23)	U.S. Long Bond Treasury Future, Sep. 2015	Morgan Stanley	USD	(3,469,408)	9,556
(48)	U.S. Treasury 10 Yr. Note Future, Sep. 2015	Morgan Stanley	USD	(6,056,251)	(42,819)
133	U.S. Treasury 5 Yr. Note Future, Sep. 2015	Morgan Stanley	USD	15,861,290	16,945
77	U.S. Treasury 2 Yr. Note Future, Sep. 2015	Morgan Stanley	USD	16,858,194	28,741
					84,143
Currency Future					
6	U.S. Dollar Index Future, Sep. 2015	Morgan Stanley	USD	573,966	1,424
Equity Future					
1	DAX Index Future, Sep. 2015	JPMorgan Chase Bank	EUR	306,626	(3,360)
(1)	S&P 500 E-mini Index Future, Sep. 2015	JPMorgan Chase Bank	USD	(102,720)	1,723
3	Topix Index Future, Sep. 2015	JPMorgan Chase Bank	JPY	399,681	(255)
49	CAC 40 Index Future, Jul. 2015	Morgan Stanley	EUR	2,614,748	(14,752)
(1)	DAX Index Future, Sep. 2015	Morgan Stanley	EUR	(306,626)	(782)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 6 — Open positions on financial future contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
8	DJIA mini e-cbot Index Future, Mar. 2015	Morgan Stanley	USD	700,920	(18,706)
55	Euro Stoxx 50 Index Future, Sep. 2015	Morgan Stanley	EUR	2,106,840	(35,639)
(24)	FTSE 100 Index Future, Sep. 2015	Morgan Stanley	GBP	(2,448,888)	62,366
24	Hang Seng Index Future, Jul. 2015	Morgan Stanley	HKD	4,056,579	(163,648)
70	Nasdaq 100 e-mini Index Future, Sep. 2015	Morgan Stanley	USD	6,146,350	(70,643)
80	Nikkei 225 Index Future, Sep. 2015	Morgan Stanley	JPY	6,631,525	36,021
56	Russell 2000 mini Index Future, Sep. 2015	Morgan Stanley	USD	7,002,240	(83,299)
39	S&P 500 E-mini Index Future, Sep. 2015	Morgan Stanley	USD	4,006,080	(63,069)
52	Topix Index Future, Sep. 2015	Morgan Stanley	JPY	6,927,805	(37,183)
					<u>(391,226)</u>
					<u>(305,659)</u>

Franklin U.S. Low Duration Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
(10)	CME Ultra Long Term U.S. Treasury Bond Future, Sep. 2015	JPMorgan Chase Bank	USD	(1,540,625)	52,812
(392)	U.S. Treasury 10 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(49,459,375)	441,000
(580)	U.S. Treasury 5 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(69,169,531)	142,187
(87)	U.S. Treasury 2 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(19,047,563)	(19,031)
					<u>616,968</u>

Franklin U.S. Total Return Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
(15)	U.S. Treasury 10 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(1,892,578)	16,875
(90)	U.S. Treasury 5 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(10,733,203)	22,109
(32)	U.S. Treasury 2 Yr. Note Future, Sep. 2015	JPMorgan Chase Bank	USD	(7,006,000)	(7,000)
					<u>31,984</u>

Franklin Mutual Beacon Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Currency Future					
(106)	EUR/USD Future, Sep. 2015	JPMorgan Chase Bank	USD	(14,781,700)	183,255
(218)	GBP/USD Future, Sep. 2015	JPMorgan Chase Bank	USD	(21,425,313)	(518,905)
					<u>(335,650)</u>

Note 7 — Open positions on interest rate swap contracts

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin GCC Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
250,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.655%	Barclays Bank	27-Sep-43	USD	(35,821)
100,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.72625%	Barclays Bank	12-Nov-43	USD	(15,782)
250,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.485%	JPMorgan Chase Bank	24-Apr-44	USD	(30,663)
					<u>(82,266)</u>

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 7 — Open positions on interest rate swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Global Allocation Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
470,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	999
90,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	Citibank	07-Jul-24	USD	(2,605)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	9,578
260,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	10,603
160,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	6,496
40,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	1,753
30,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	1,304
50,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	2,733
220,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.018%	JPMorgan Chase Bank	22-Aug-23	USD	(12,012)
130,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.848%	JPMorgan Chase Bank	22-Aug-43	USD	(23,627)
					(4,778)

Franklin Global Fundamental Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
31,780,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	67,580
5,610,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	Citibank	07-Jul-24	USD	(162,390)
23,630,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	1,077,703
29,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	1,204,620
17,440,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	708,072
4,360,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	191,031
3,690,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	160,402
5,820,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	318,071
1,010,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.34675%	Citibank	25-Feb-41	USD	(271,253)
600,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.523%	Deutsche Bank	28-Mar-21	USD	(52,611)
430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.775%	Deutsche Bank	04-Oct-23	USD	(15,614)
430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.795%	Deutsche Bank	04-Oct-23	USD	(16,277)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(30,644)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(31,429)
430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC Bank	07-Oct-23	USD	(15,249)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC Bank	07-Oct-43	USD	(30,943)
330,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.5575%	JPMorgan Chase Bank	04-Mar-21	USD	(29,438)
830,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.215%	JPMorgan Chase Bank	11-Jan-41	USD	(201,816)
1,010,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3494%	JPMorgan Chase Bank	25-Feb-41	USD	(271,759)
760,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3201%	JPMorgan Chase Bank	28-Feb-41	USD	(201,662)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 7 — Open positions on interest rate swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
250,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.299%	JPMorgan Chase Bank	01-Mar-41	USD	(64,936)
					2,331,458

Franklin K2 Alternative Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
520,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.184%	Deutsche Bank	05-May-25	USD	9,738
620,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.4876%	Deutsche Bank	10-Jun-25	USD	(3,715)
940,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.418%	Deutsche Bank	19-Jun-25	USD	913
680,000	Receiving floating rate 3-month ZAR JIBAR Paying fixed rate 7.72%	JPMorgan Chase Bank	17-Apr-25	ZAR	1,932
					8,868

Templeton Asian Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
23,500,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.775%	Deutsche Bank	04-Oct-23	USD	(853,346)
23,500,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.795%	Deutsche Bank	04-Oct-23	USD	(889,577)
11,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(1,667,913)
11,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(1,710,620)
23,500,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC Bank	07-Oct-23	USD	(833,395)
11,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC Bank	07-Oct-43	USD	(1,684,176)
151,580,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.391%	JPMorgan Chase Bank	04-May-21	USD	(12,206,646)
					(19,845,673)

Templeton Emerging Markets Balanced Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	3,041
960,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	43,783
1,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	48,935
700,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	28,420
180,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	7,887
150,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	6,520
230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	12,570
340,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.018%	JPMorgan Chase Bank	22-Aug-23	USD	(18,564)
200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.848%	JPMorgan Chase Bank	22-Aug-43	USD	(36,349)
					96,243

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 7 — Open positions on interest rate swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
271,560,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	577,471
62,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.44%	Citibank	21-Apr-21	USD	(5,195,698)
217,280,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	9,909,573
271,610,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	11,076,065
160,300,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	6,508,255
40,070,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	1,755,649
33,930,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	1,474,912
10,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.775%	Deutsche Bank	04-Oct-23	USD	(379,830)
10,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.795%	Deutsche Bank	04-Oct-23	USD	(395,956)
5,090,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(742,754)
5,090,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(761,772)
10,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC Bank	07-Oct-23	USD	(370,949)
5,090,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC Bank	07-Oct-43	USD	(749,996)
53,310,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.391%	JPMorgan Chase Bank	04-May-21	USD	(4,293,023)
					18,411,947

Templeton Global Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,954,080,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	4,155,339
367,690,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	Citibank	07-Jul-24	USD	(10,643,328)
727,100,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	33,161,131
908,900,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	37,064,304
536,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	21,779,309
134,110,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	5,875,970
113,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	4,935,500
178,930,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	9,778,762
34,400,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3675%	Citibank	20-Dec-40	USD	(9,344,440)
186,490,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.34675%	Citibank	25-Feb-41	USD	(50,085,068)
365,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.523%	Deutsche Bank	28-Mar-21	USD	(32,022,314)
94,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.5575%	JPMorgan Chase Bank	04-Mar-21	USD	(8,423,800)
263,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.9625%	JPMorgan Chase Bank	23-Nov-40	USD	(51,293,922)
31,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.153%	JPMorgan Chase Bank	10-Dec-40	USD	(7,209,471)
194,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.215%	JPMorgan Chase Bank	11-Jan-41	USD	(47,302,692)
186,490,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3494%	JPMorgan Chase Bank	25-Feb-41	USD	(50,178,565)
139,860,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3201%	JPMorgan Chase Bank	28-Feb-41	USD	(37,111,095)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 7 — Open positions on interest rate swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
46,620,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.299%	JPMorgan Chase Bank	01-Mar-41	USD	(12,109,314)
					<u>(198,973,694)</u>

Templeton Global Bond (Euro) Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) EUR
60,180,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9965%	Citibank	28-Apr-25	USD	2,224,987
13,890,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.3865%	Citibank	28-Apr-45	USD	1,466,399
9,060,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.018%	JPMorgan Chase Bank	22-Aug-23	USD	(443,881)
					<u>3,247,505</u>

Templeton Global High Yield Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
13,390,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	28,474
1,330,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.44%	Citibank	21-Apr-21	USD	(110,635)
1,860,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	81,495
1,580,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	68,681
2,490,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	136,082
					<u>204,097</u>

Templeton Global Income Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
29,560,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	62,859
22,820,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	Citibank	07-Jul-24	USD	(660,559)
20,030,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	913,516
25,040,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	1,021,114
14,780,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	600,075
3,700,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	162,114
3,130,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	136,059
4,930,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	269,431
1,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.018%	JPMorgan Chase Bank	22-Aug-23	USD	(78,079)
820,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.848%	JPMorgan Chase Bank	22-Aug-43	USD	(149,032)
					<u>2,277,498</u>

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 7 — Open positions on interest rate swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,496,150,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 0.9255%	Citibank	17-Oct-17	USD	3,181,554
225,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.44%	Citibank	21-Apr-21	USD	(18,769,727)
840,860,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	Citibank	07-Jul-24	USD	(24,339,930)
202,130,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	Citibank	22-Jan-25	USD	9,218,621
252,660,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	Citibank	23-Jan-25	USD	10,303,297
149,110,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	Citibank	27-Jan-25	USD	6,053,936
37,280,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	Citibank	29-Jan-25	USD	1,633,407
31,560,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	Citibank	30-Jan-25	USD	1,371,890
49,740,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	Citibank	03-Feb-25	USD	2,718,357
541,800,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9777%	Citibank	27-Mar-25	USD	22,667,185
541,800,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.985%	Citibank	27-Mar-25	USD	22,313,782
45,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.34675%	Citibank	25-Feb-41	USD	(12,257,400)
88,240,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.523%	Deutsche Bank	28-Mar-21	USD	(7,737,265)
482,230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.775%	Deutsche Bank	04-Oct-23	USD	(17,511,029)
482,230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.795%	Deutsche Bank	04-Oct-23	USD	(18,254,491)
234,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(34,225,045)
234,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(35,101,381)
482,230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC Bank	07-Oct-23	USD	(17,101,615)
234,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC Bank	07-Oct-43	USD	(34,558,761)
156,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.391%	JPMorgan Chase Bank	04-May-21	USD	(12,562,587)
83,070,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.0755%	JPMorgan Chase Bank	14-Jun-21	USD	(5,214,326)
403,420,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.0362%	JPMorgan Chase Bank	23-Mar-25	USD	14,741,031
45,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3494%	JPMorgan Chase Bank	25-Feb-41	USD	(12,280,281)
34,230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3201%	JPMorgan Chase Bank	28-Feb-41	USD	(9,082,745)
11,410,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.299%	JPMorgan Chase Bank	01-Mar-41	USD	(2,963,691)
					(167,757,214)

Note 8 — Open positions on inflation swap contracts

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Brazil Opportunities Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
7,000,000	Receiving floating rate CDI Paying floating rate IPCA	BM&F BOVESPA SA	17-Aug-20	BRL	294,907
7,000,000	Receiving floating rate IPCA Paying floating rate CDI	BM&F BOVESPA SA	17-Aug-20	BRL	(371,654)
6,040,000	Receiving floating rate CDI Paying floating rate IPCA	BM&F BOVESPA SA	15-Aug-22	BRL	309,806
6,040,000	Receiving floating rate IPCA Paying floating rate CDI	BM&F BOVESPA SA	15-Aug-22	BRL	(315,979)
5,000,000	Receiving floating rate CDI				

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 8 — Open positions on inflation swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Brazil Opportunities Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
5,000,000	Paying floating rate IPCA	BM&F BOVESPA SA	15-Dec-27	BRL	532,795
	Receiving floating rate IPCA				
	Paying floating rate CDI	BM&F BOVESPA SA	15-Dec-27	BRL	(369,689)
					80,186

Note 9 — Open positions on cross currency swap contracts

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin U.S. Low Duration Fund

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD BBA LIBOR+3.29%	3,385,417			USD	
Paying fixed rate 2.125%	3,250,000	JPMorgan Chase Bank	13-Oct-17	CHF	(107,282)
					(107,282)

Note 10 — Open positions on total return swap contracts

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Global Multi-Asset Income Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
USD	2,000,000	Performance of the Bloomberg Commodity Index	0.15% per annum of the Notional Amount	JPMorgan Chase Bank	06-May-16	30,981

Franklin K2 Alternative Strategies Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	542,327	Performance of Accenture PLC	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	5,564
USD	23,109	Performance of Activision Blizzard Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(368)
USD	13,860	Performance of Adobe Systems Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	380
USD	81,416	Performance of Akamai Technologies Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,925)
USD	39,559	Performance of Alibaba Group Holding Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,843)
USD	174,782	Performance of Alibaba Group Holding Ltd., ADR	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(7,670)
USD	239,621	Performance of Alliance Data Systems Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(6,047)
USD	308,268	Performance of Amazon.com Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	8,040
USD	316,695	Performance of Apple Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,749)
USD	31,293	Performance of Applied Micro Circuits Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,372)
USD	73,673	Performance of Arista Networks Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,744)
USD	85,449	Performance of Atento SA	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	5,020
USD	287,296	Performance of Automatic Data Processing Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(9,028)
USD	285,597	Performance of Baidu.com	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(9,324)
USD	97,641	Performance of Benefitfocus Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(790)
USD	204,946	Performance of Cardtronics Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(4,247)
USD	37,902	Performance of Ciena Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,995)
USD	305,241	Performance of Cisco Systems Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(10,986)
USD	134,814	Performance of Cognizant Technology Solutions Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(4,187)
USD	185,125	Performance of CoStar Group Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,378)
USD	59,412	Performance of Cypress Semiconductor Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,797)
USD	136,698	Performance of eBay Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	533

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	62,305	Performance of EPAM Systems Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	224
USD	343,298	Performance of Equifax Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,669)
USD	127,963	Performance of EVERTEC Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(6,799)
USD	822,429	Performance of Exlservice Holdings Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	12,748
USD	128,266	Performance of Expedia Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	2,592
USD	49,650	Performance of F5 Networks Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,231)
USD	37,846	Performance of First Solar Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(4,338)
USD	65,258	Performance of Fleetmatics Group PLC	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	1,540
USD	42,670	Performance of Freescale Semiconductor Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,881)
USD	41,660	Performance of FTI Consulting Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	671
USD	8,083	Performance of Gartner Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(79)
USD	909,555	Performance of Genpact Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(14,032)
USD	140,026	Performance of Global Payments Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,173)
USD	229,806	Performance of Google Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,215)
USD	146,720	Performance of GoPro Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(17,283)
USD	600,661	Performance of Heartland Payment Systems Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	3,113
USD	61,517	Performance of Hewlett-Packard Co.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,959)
USD	158,656	Performance of HomeAway Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	813
USD	41,490	Performance of Hubspot Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,556)
USD	433,040	Performance of Huron Consulting Group Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	19,066
USD	73,794	Performance of IMS Health Holdings Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	1,608
USD	220,080	Performance of Intuit Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(5,035)
USD	306,657	Performance of ManpowerGroup	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	6,821
USD	15,680	Performance of Marketo Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(279)
USD	68,148	Performance of Markit Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,201)
USD	189,104	Performance of Microsoft Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(5,630)
USD	162,301	Performance of MSCI Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	826
USD	42,613	Performance of Netflix Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	211
USD	79,811	Performance of Nielsen NV	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	5
USD	56,803	Performance of NXP Semiconductors NV	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,681)
USD	161,842	Performance of QUALCOMM Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(9,198)
USD	94,088	Performance of Radware Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(4,876)
USD	44,234	Performance of Red Hat Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,598)
USD	107,398	Performance of Robert Half International Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(862)
USD	156,201	Performance of Salesforce.com Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(6,588)
JPY	13,418,123	Performance of Sumco Corp.	1-month JPY LIBOR+0.4%	Deutsche Bank	15-Sep-15	(8,229)
USD	78,799	Performance of SunEdison Semiconductor Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(11,189)
USD	70,718	Performance of TE Connectivity Ltd.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,783)
USD	87,916	Performance of Tesla Motors Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	6,743
USD	13,895	Performance of The Walt Disney Co.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	497
USD	145,079	Performance of TripAdvisor Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	20,354
USD	133,959	Performance of Twenty-First Century Fox Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	311
USD	210,023	Performance of Vantiv Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(9,050)
USD	291,399	Performance of VeriFone Systems Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(18,342)
USD	114,934	Performance of Verint Systems Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,443)
USD	52,053	Performance of VeriSign Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(639)
USD	107,633	Performance of Verisk Analytics Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(1,685)
USD	329,558	Performance of Visa Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(6,972)
USD	91,412	Performance of WageWorks Inc.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(3,160)
USD	54,335	Performance of Western Digital Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(7,206)
USD	53,557	Performance of Xoom Corp.	1-month USD LIBOR+0.3%	Deutsche Bank	15-Sep-15	(2,420)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
EUR	1,040,155	1-month EUR LIBOR-0.40%	Performance of Alstria office REIT-AG	Deutsche Bank	17-Sep-15	1,503
EUR	378,171	1-month EUR LIBOR-0.40%	Performance of Deutsche Post AG	Deutsche Bank	17-Sep-15	(80)
EUR	2,545,944	1-month EUR LIBOR-0.40%	Performance of Deutsche Wohnen AG	Deutsche Bank	17-Sep-15	130,989
EUR	1,157,885	1-month EUR LIBOR-0.40%	Performance of Drillisch AG	Deutsche Bank	17-Sep-15	(13,700)
EUR	205,172	1-month EUR LIBOR-0.40%	Performance of Evonik industries AG	Deutsche Bank	17-Sep-15	(4,637)
EUR	379,611	1-month EUR LIBOR-0.40%	Performance of KUKA AG	Deutsche Bank	17-Sep-15	(11,042)
EUR	306,834	1-month EUR LIBOR-0.40%	Performance of LEG Immobilien AG	Deutsche Bank	17-Sep-15	14,557
EUR	4,038,550	Performance of Deutsche Wohnen 0.5% 11/22/2020	1-month EUR LIBOR+0.90%	Deutsche Bank	17-Sep-15	(119,199)
EUR	1,339,096	Performance of Drillisch AG 0.75% 12/12/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	17-Sep-15	36,986
EUR	401,259	Performance of KUKA AG 2% 02/12/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	17-Sep-15	15,081
USD	308,363	1-month USD LIBOR+0.1%	Performance of DB Hybrid Basket 01	Deutsche Bank	18-Sep-15	(2,043)
USD	63,348	1-month USD LIBOR+0.1%	Performance of Dow Jones UK Consumer Goods Total Return Index	Deutsche Bank	18-Sep-15	(9)
USD	37,353	1-month USD LIBOR+0.1%	Performance of S&P SmallCap 600 Total Return Index	Deutsche Bank	18-Sep-15	495
USD	1,528,115	1-month USD LIBOR-0.1%	Performance of Dow Jones US Technology Total Return Index	Deutsche Bank	18-Sep-15	34,401
USD	35,476	1-month USD LIBOR-0.2%	Performance of NY-Phila Semiconduct Index	Deutsche Bank	18-Sep-15	1,604
USD	109,683	1-month USD LIBOR-0.25%	Performance of Russell Midcap Growth Index Total Return	Deutsche Bank	18-Sep-15	1,302
USD	44,371	1-month USD LIBOR-0.25%	Performance of S&P Smallcap 600 Growth Index	Deutsche Bank	18-Sep-15	260
USD	119,654	1-month USD LIBOR-0.3%	Performance of MSCI Daily Total Return Net Emerging Markets Taiwan USD	Deutsche Bank	18-Sep-15	(2,359)
USD	24,253	1-month USD LIBOR-0.3%	Performance of S&P Smallcap 600 Growth Index	Deutsche Bank	18-Sep-15	143
USD	250,515	1-month USD LIBOR-0.6%	Performance of MSCI Daily Total Return Net Emerging Markets Taiwan USD	Deutsche Bank	18-Sep-15	(4,893)
USD	946,759	1-month USD LIBOR-0.85%	Performance of Russell 2000 Total Return Growth Index	Deutsche Bank	18-Sep-15	25,440
USD	372,562	Performance of AAR Corp. 2.25% 03/16	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	4,626
USD	270,930	Performance of Aegean Marine Petrol 4% 01/11/2018	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(22,302)
USD	401,934	Performance of Alon USA Energy 3% 09/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	43,030
USD	55,810	Performance of Alpha 4.875% 12/20	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(45,907)
USD	249,278	Performance of Altra 2.75% 03/31	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(3,903)
USD	347,486	Performance of American 3.25% 11/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(440)
USD	105,650	Performance of AmTrust Financial Services 2.75% 12/44	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	9,471
USD	353,305	Performance of ANI Pharmaceuticals Inc. 3% 12/01/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	7,764
USD	87,015	Performance of Apollo 5.5% 03/19	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(1,010)
USD	262,922	Performance of Ascent Capital 4% 07/20	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(13,585)
USD	426,092	Performance of Blucora Inc. 4.75% 04/19	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	6,327
USD	5,694	Performance of Campus Crest 4.75% 10/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(46)
USD	176,332	Performance of Carriage Services Inc. 2.75% 03/21	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(2,546)
USD	36,007	Performance of Cemex SA	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	1,467

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	166,959	Performance of Colony Financial 5% 04/23	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(7,501)
USD	46,224	Performance of Cowen Group Inc. 3% 03/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	9,221
USD	248,556	Performance of Empire State Realty OP 2.625% 08/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(7,553)
USD	419,317	Performance of Encore Cap Group Inc. 16.8386 15/03/2021	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(5,292)
USD	190,866	Performance of Exelixis Inc. 4.25%	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	17,383
USD	213,627	Performance of FireEye Inc. 1.625% 06/01/2035	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(201)
USD	211,835	Performance of Forest City Enterprises 3.625% 08/20	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(7,189)
USD	382,536	Performance of Gramercy Property Trust Inc. 3.75% 03/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(21,668)
USD	373,845	Performance of Green Plains Renewable Energy 3.25% 10/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(29,863)
USD	346,393	Performance of Healthways 1.5% 07/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(34,757)
USD	389,644	Performance of Hologic Inc. Step 12/43	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	11,512
USD	231,659	Performance of IAS Operating 5% 03/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	1,730
USD	450,753	Performance of Intel Corp. 2.95% 12/35	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(19,306)
USD	209,380	Performance of Jakks Pacific Inc. 4.875% 06/01/2020	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	18,683
USD	61,202	Performance of K Hovnanian 6% 12/17	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(6,718)
USD	271,722	Performance of LGI Homes Inc. 4.25% 11/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	12,430
USD	72,362	Performance of MGIC Investment Corp. 9% 04/63	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	403
USD	108,024	Performance of Navistar International Corp. 4.75% 04/19	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(7,899)
USD	337,837	Performance of Netsuite Inc. 0.25% 06/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(2,971)
USD	120,997	Performance of New Mountain Finance 5% 06/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(1,780)
USD	15,242	Performance of Norbord Inc. 6.25% 04/15/2023	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	216
USD	114,831	Performance of Omnicare Inc. 3.25% 12/15/2035	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	7,001
USD	165,959	Performance of PDL Biopharma 4% 02/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(1,094)
USD	203,975	Performance of Photonics Inc. 3.25% 04/16	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	4,224
USD	369,781	Performance of Photonics Inc. 3.25% 04/19	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(1,312)
USD	379,176	Performance of Quidel Corp.	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(13,732)
USD	193,923	Performance of RAIT Financial Trust 4% 10/33	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	2,530
USD	85,702	Performance of Redwood 4.625% 04/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(1,980)
USD	152,186	Performance of Renewable Energy Group 2.75% 06/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	16,409
USD	5,033	Performance of Resource Capital Corp. 8% 01/15/2020	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(90)
USD	316,739	Performance of Ship Finance International Ltd. 3.75% 10/02/2016	1-month USD LIBOR+0.90%	Deutsche Bank	18-Sep-15	(2,344)
USD	349,580	Performance of Solarcity 1.625% 11/01/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(22,018)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	478,891	Performance of Solazyme Inc. 5% 10/01/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(10,634)
USD	226,102	Performance of Spirit Realty Capital 2.875% 05/15/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(8,050)
USD	228,602	Performance of Starwood Property Trust 3.75% 01/15/2017	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(4,248)
USD	431,816	Performance of Starwood Waypoint Residential Trust 3% 07/01/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(19,589)
USD	586,911	Performance of SunEdison 0.25% 01/20	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	5,348
USD	57,830	Performance of Teva Pharmaceutical	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(2,725)
USD	442,345	Performance of Theravance Inc. 2.125% 01/23	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	13,905
USD	869,619	Performance of Trinity Industries Inc. 3.875% 06/36	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(124,414)
USD	485,232	Performance of Vector Group Ltd. 1.75% 04/15/2020	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	11,404
USD	198,444	Performance of Violin Memory Inc. 4.25% 10/01/2019	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(26,339)
USD	131,696	Performance of Vishay Intertechnology 2.25% 05/41	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(18,952)
USD	432,500	Performance of WebMD Health Corp. 1.5% 01/12/2020	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(11,300)
USD	232,471	Performance of Workday Inc. 0.75% 07/18	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(16,758)
USD	281,068	Performance of Wright Medical Group Inc. 2% 02/15/2020	1-month USD LIBOR+0.50%	Deutsche Bank	18-Sep-15	(1,850)
USD	117,912	USD-FED EFF-0.35%	Performance of AAR Corp.	Deutsche Bank	18-Sep-15	(5,755)
USD	268,942	USD-FED EFF-0.35%	Performance of Alon USA Energy Inc.	Deutsche Bank	18-Sep-15	(45,755)
USD	25,829	USD-FED EFF-0.35%	Performance of Alpha Natural Resources Inc.	Deutsche Bank	18-Sep-15	12,663
USD	146,432	USD-FED EFF-0.35%	Performance of Altra Holdings Inc.	Deutsche Bank	18-Sep-15	3,305
USD	31,006	USD-FED EFF-0.35%	Performance of AmTrust Financial Services, Inc.	Deutsche Bank	18-Sep-15	(5,490)
USD	8,278	USD-FED EFF-0.35%	Performance of Amyris Inc.	Deutsche Bank	18-Sep-15	1,509
USD	202,190	USD-FED EFF-0.35%	Performance of ANI Pharmaceuticals Inc.	Deutsche Bank	18-Sep-15	(11,573)
USD	40,084	USD-FED EFF-0.35%	Performance of Ascent Capital Group	Deutsche Bank	18-Sep-15	(1,630)
USD	82,314	USD-FED EFF-0.35%	Performance of Atlas Air Worldwide Holdings	Deutsche Bank	18-Sep-15	122
USD	94,987	USD-FED EFF-0.35%	Performance of Avid Technology Inc.	Deutsche Bank	18-Sep-15	3,652
USD	179,836	USD-FED EFF-0.35%	Performance of Barnes & Noble Inc.	Deutsche Bank	18-Sep-15	(23,592)
USD	112,183	USD-FED EFF-0.35%	Performance of Blucora Inc.	Deutsche Bank	18-Sep-15	(2,886)
USD	270,686	USD-FED EFF-0.35%	Performance of Bunge Ltd.	Deutsche Bank	18-Sep-15	7,988
USD	7,585	USD-FED EFF-0.35%	Performance of Campus Crest Communities Inc.	Deutsche Bank	18-Sep-15	1,246
USD	91,912	USD-FED EFF-0.35%	Performance of Carriage Services Inc.	Deutsche Bank	18-Sep-15	1,526
USD	14,400	USD-FED EFF-0.35%	Performance of Cenveo Inc.	Deutsche Bank	18-Sep-15	1,034
USD	38,329	USD-FED EFF-0.35%	Performance of Colony Financial Inc.	Deutsche Bank	18-Sep-15	4,260
USD	206,455	USD-FED EFF-0.35%	Performance of Cowen Group Inc.	Deutsche Bank	18-Sep-15	(30,492)
USD	121,389	USD-FED EFF-0.35%	Performance of EMC Corp.	Deutsche Bank	18-Sep-15	3,522
USD	200,137	USD-FED EFF-0.35%	Performance of Encore Capital Group Inc.	Deutsche Bank	18-Sep-15	3,319
USD	104,277	USD-FED EFF-0.35%	Performance of Exelixis Inc.	Deutsche Bank	18-Sep-15	(20,254)
USD	190,299	USD-FED EFF-0.35%	Performance of FireEye Inc.	Deutsche Bank	18-Sep-15	(3,853)
USD	41,160	USD-FED EFF-0.35%	Performance of Forest City Enterprises Inc.	Deutsche Bank	18-Sep-15	2,153
USD	768	USD-FED EFF-0.35%	Performance of Gramercy Property Trust REIT	Deutsche Bank	18-Sep-15	2,011

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	285,992	USD-FED EFF-0.35%	Performance of Green Plains Inc.	Deutsche Bank	18-Sep-15	31,620
USD	54,212	USD-FED EFF-0.35%	Performance of HCA Holdings Inc.	Deutsche Bank	18-Sep-15	(2,397)
USD	84,795	USD-FED EFF-0.35%	Performance of Healthways Inc.	Deutsche Bank	18-Sep-15	19,879
USD	14,893	USD-FED EFF-0.35%	Performance of Hovnanian Enterprises Inc.	Deutsche Bank	18-Sep-15	4,014
USD	195,532	USD-FED EFF-0.35%	Performance of Intel Corp.	Deutsche Bank	18-Sep-15	9,093
USD	129,179	USD-FED EFF-0.35%	Performance of Ironwood Pharmaceuticals Inc.	Deutsche Bank	18-Sep-15	(817)
USD	1,044,660	USD-FED EFF-0.35%	Performance of iShares Russell 2000	Deutsche Bank	18-Sep-15	(3,571)
USD	171,276	USD-FED EFF-0.35%	Performance of Jakks Pacific Inc.	Deutsche Bank	18-Sep-15	(33,966)
USD	135,107	USD-FED EFF-0.35%	Performance of LGI Homes Inc.	Deutsche Bank	18-Sep-15	(11,166)
USD	123,434	USD-FED EFF-0.35%	Performance of MSC Industrial Direct Co.	Deutsche Bank	18-Sep-15	1,755
USD	91,641	USD-FED EFF-0.35%	Performance of Navistar International	Deutsche Bank	18-Sep-15	15,898
USD	68,295	USD-FED EFF-0.35%	Performance of Netsuite Inc.	Deutsche Bank	18-Sep-15	1,317
USD	137,801	USD-FED EFF-0.35%	Performance of Omnicare Inc.	Deutsche Bank	18-Sep-15	(10,104)
USD	12,520	USD-FED EFF-0.35%	Performance of PDL Biopharma Inc.	Deutsche Bank	18-Sep-15	485
USD	313,793	USD-FED EFF-0.35%	Performance of Photronics Inc.	Deutsche Bank	18-Sep-15	2,902
USD	75,023	USD-FED EFF-0.35%	Performance of Quidel Corp.	Deutsche Bank	18-Sep-15	(24)
USD	42,322	USD-FED EFF-0.35%	Performance of Ramco Gershenson Properties Trust	Deutsche Bank	18-Sep-15	5,021
USD	16,845	USD-FED EFF-0.35%	Performance of Redwood Trust Inc.	Deutsche Bank	18-Sep-15	1,852
USD	159,838	USD-FED EFF-0.35%	Performance of Renewable Energy Group Inc.	Deutsche Bank	18-Sep-15	(23,214)
USD	66,712	USD-FED EFF-0.35%	Performance of Sandisk Corp.	Deutsche Bank	18-Sep-15	7,259
USD	725	USD-FED EFF-0.35%	Performance of Sandridge Energy Inc.	Deutsche Bank	18-Sep-15	374
USD	146,815	USD-FED EFF-0.35%	Performance of Schering-Plough Corp.	Deutsche Bank	18-Sep-15	4,433
USD	45,244	USD-FED EFF-0.35%	Performance of Sequenom Inc.	Deutsche Bank	18-Sep-15	9,972
USD	102,402	USD-FED EFF-0.35%	Performance of Solarcity Corp.	Deutsche Bank	18-Sep-15	11,367
USD	223,817	USD-FED EFF-0.35%	Performance of Solazyme Inc.	Deutsche Bank	18-Sep-15	18,598
USD	488,896	USD-FED EFF-0.35%	Performance of SunEdison	Deutsche Bank	18-Sep-15	(11,349)
USD	292,917	USD-FED EFF-0.35%	Performance of Theravance Inc.	Deutsche Bank	18-Sep-15	(13,099)
USD	685,020	USD-FED EFF-0.35%	Performance of Trinity Industries Inc.	Deutsche Bank	18-Sep-15	121,606
USD	172,559	USD-FED EFF-0.35%	Performance of Universal Corp.	Deutsche Bank	18-Sep-15	(33,232)
USD	291,643	USD-FED EFF-0.35%	Performance of US Treasury 1.5% 05/20	Deutsche Bank	18-Sep-15	(1,844)
USD	294,614	USD-FED EFF-0.35%	Performance of US Treasury 2.125% 05/15/2025	Deutsche Bank	18-Sep-15	(1,846)
USD	89,083	USD-FED EFF-0.35%	Performance of Vector Group Ltd.	Deutsche Bank	18-Sep-15	(5,227)
USD	55,078	USD-FED EFF-0.35%	Performance of Violin Memory Inc.	Deutsche Bank	18-Sep-15	18,703
USD	45,530	USD-FED EFF-0.35%	Performance of Vishay Intertechnology Inc.	Deutsche Bank	18-Sep-15	7,249
USD	119,632	USD-FED EFF-0.35%	Performance of WebMD Health Corp.	Deutsche Bank	18-Sep-15	4,947
USD	109,170	USD-FED EFF-0.35%	Performance of Workday Inc.	Deutsche Bank	18-Sep-15	9,863
USD	93,529	USD-FED EFF-0.35%	Performance of Wright Medical Group Inc.	Deutsche Bank	18-Sep-15	4,110
USD	490,159	Performance of Acorda Therapeutics Inc. 1.75% 06/15/2021	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	9,815
USD	470,931	Performance of Alere Inc 3% 05/15/2016	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	16,358
USD	1,111,597	Performance of Allergan PLC, 5.50%, cvt. pfd.	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	9,176
USD	516,023	Performance of Amsurg Corp. 5.25% 07/02/2017	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	18,782
USD	511,156	Performance of Brookdale Senior Living 2.75% 06/15/2018	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(23,945)
USD	1,076,873	Performance of Cemex SAB de CV, 3.75%, 03/18	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(39,008)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	662,136	Performance of Depomed Inc 2.5% 09/01/2021	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	16,208
USD	332,988	Performance of Dominion Resources 6.125% 04/01/2016	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(10,550)
USD	968,154	Performance of Electronic Arts Inc. 0.75% 07/16	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	79,200
USD	905,095	Performance of GPT Property Trust 3.75% 03/15/2019	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(46,665)
USD	220,786	Performance of Health Care REIT Inc., 6.50%, cvt. pfd.	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(7,551)
USD	630,367	Performance of Hologic Inc. 2% 12/37	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	15,326
USD	666,117	Performance of Iconix Brand Group Inc. 1.5% 03/15/2018	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	1,974
USD	459,615	Performance of Ironwood Pharmaceuticals 2.25% 06/15/2022	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(1,415)
USD	705,725	Performance of Jarden Corp. 1.5% 06/15/2019	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(8,517)
USD	341,918	Performance of Jarden Corp. 1.875% 09/18	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(4,564)
USD	1,208,970	Performance of Ligand Pharmaceuticals 0.75% 08/19	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	91,089
USD	386,762	Performance of Mercadolibre Inc. 2.25% 07/19	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(2,388)
USD	344,236	Performance of Molina Healthcare Inc. 1.125% 01/15/2020	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	11,426
USD	1,093,185	Performance of National 3.25% 04/21	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(9,185)
USD	881,775	Performance of Nvidia Corp. 1% 12/18	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(25,090)
USD	373,085	Performance of Palo Alto Networks 0% 07/01/2019	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(8,729)
USD	1,356,252	Performance of Priceline.com Group Inc 1% 03/15/2018	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(15,057)
USD	812,902	Performance of Proofpoint Inc. 1.25% 12/18	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(12,305)
USD	198,870	Performance of Qihoo 360 Technology Co. Ltd. 0.5% 08/20	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(1,100)
USD	959,928	Performance of Seacor Holdings Inc. 2.5% 12/15/2027	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	932
USD	782,191	Performance of Ship Finance International Ltd. 3.25% 01/02/2018	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(10,141)
USD	514,244	Performance of Southwestern Energy Co. 6.25% 01/18	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(12,030)
USD	794,324	Performance of Spirit Realty Capital Inc. 2.875% 05/15/2019	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(3,647)
USD	926,908	Performance of Starwood Property Trust 3.75% 10/15/2017	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(6,037)
USD	744,825	Performance of SunEdison Inc. 2.375% 04/15/2022	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(14,743)
USD	673,855	Performance of Take-Two Interactive Software Inc 1% 07/01/2018	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(7,045)
USD	154,429	Performance of TiVo Inc. 4% 03/16	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(3,385)
USD	186,910	Performance of Trinity Industries Inc. 3.875% 06/36	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(14,939)
USD	154,117	Performance of Twitter Inc. 0.25% 09/15/2019	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	594
USD	1,955,064	Performance of Vipshop Holdings Ltd. 1.5% 03/19	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(151,086)
USD	521,424	Performance of Vishay Intertechnology Inc. 2.25% 06/42	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(19,514)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	205,986	Performance of Wright Medical Group Inc. 2% 02/15/2020	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(3,314)
USD	808,093	Performance of Xilinx Inc 2.65% 06/17	1-month USD LIBOR+0.90%	Deutsche Bank	15-Oct-15	(32,197)
USD	253,307	USD-FED EFF-0.35%	Performance of Acorda Therapeutics Inc.	Deutsche Bank	15-Oct-15	(7,818)
USD	320,128	USD-FED EFF-0.35%	Performance of Alere Inc.	Deutsche Bank	15-Oct-15	(17,907)
USD	737,403	USD-FED EFF-0.35%	Performance of Allergan Inc.	Deutsche Bank	15-Oct-15	(5,163)
USD	436,947	USD-FED EFF-0.35%	Performance of Amsurg Corp.	Deutsche Bank	15-Oct-15	(2,829)
USD	366,383	USD-FED EFF-0.35%	Performance of Brookdale Senior Living Inc.	Deutsche Bank	15-Oct-15	20,374
USD	618,360	USD-FED EFF-0.35%	Performance of Cemex SA	Deutsche Bank	15-Oct-15	19,512
USD	463,515	USD-FED EFF-0.35%	Performance of Depomed Inc.	Deutsche Bank	15-Oct-15	(14,593)
USD	238,843	USD-FED EFF-0.35%	Performance of Dominion Resources Inc.	Deutsche Bank	15-Oct-15	7,406
USD	959,568	USD-FED EFF-0.35%	Performance of Electronic Arts Inc.	Deutsche Bank	15-Oct-15	(76,834)
USD	94,345	USD-FED EFF-0.35%	Performance of Frontier Communications Corp.	Deutsche Bank	15-Oct-15	(1,353)
USD	537,676	USD-FED EFF-0.35%	Performance of Gramercy Property Trust REIT	Deutsche Bank	15-Oct-15	35,514
USD	167,855	USD-FED EFF-0.35%	Performance of Health Care REIT Inc.	Deutsche Bank	15-Oct-15	5,597
USD	576,008	USD-FED EFF-0.35%	Performance of Hologic Inc.	Deutsche Bank	15-Oct-15	(14,912)
USD	306,244	USD-FED EFF-0.35%	Performance of Iconix Brand Group Inc.	Deutsche Bank	15-Oct-15	5,567
USD	200,727	USD-FED EFF-0.35%	Performance of Ironwood Pharmaceuticals Inc.	Deutsche Bank	15-Oct-15	(2,502)
USD	854,789	USD-FED EFF-0.35%	Performance of Jarden Corp.	Deutsche Bank	15-Oct-15	11,730
USD	860,976	USD-FED EFF-0.35%	Performance of Ligand Pharmaceuticals	Deutsche Bank	15-Oct-15	(88,090)
USD	241,349	USD-FED EFF-0.35%	Performance of Mercadolibre Inc.	Deutsche Bank	15-Oct-15	284
USD	304,990	USD-FED EFF-0.35%	Performance of Molina Healthcare Inc.	Deutsche Bank	15-Oct-15	(9,391)
USD	437,084	USD-FED EFF-0.35%	Performance of National Health Investors Inc	Deutsche Bank	15-Oct-15	9,811
USD	515,317	USD-FED EFF-0.35%	Performance of Nvidia Corp.	Deutsche Bank	15-Oct-15	25,625
USD	314,422	USD-FED EFF-0.35%	Performance of Palo Alto Networks Inc.	Deutsche Bank	15-Oct-15	6,087
USD	994,355	USD-FED EFF-0.35%	Performance of Priceline.com Group Inc.	Deutsche Bank	15-Oct-15	16,313
USD	675,376	USD-FED EFF-0.35%	Performance of Proofpoint Inc.	Deutsche Bank	15-Oct-15	13,208
USD	39,795	USD-FED EFF-0.35%	Performance of Qihoo 360 Technology Co. Ltd.	Deutsche Bank	15-Oct-15	2,024
USD	398,984	USD-FED EFF-0.35%	Performance of Seacor Holdings Inc.	Deutsche Bank	15-Oct-15	2,146
USD	484,481	USD-FED EFF-0.35%	Performance of Ship Finance International Ltd.	Deutsche Bank	15-Oct-15	13,127
USD	395,914	USD-FED EFF-0.35%	Performance of Southwestern Energy Co.	Deutsche Bank	15-Oct-15	5,889
USD	248,102	USD-FED EFF-0.35%	Performance of Spirit Realty Capital Inc.	Deutsche Bank	15-Oct-15	12,204
USD	263,617	USD-FED EFF-0.35%	Performance of Starwood Property REIT	Deutsche Bank	15-Oct-15	7,205
USD	511,036	USD-FED EFF-0.35%	Performance of SunEdison Inc.	Deutsche Bank	15-Oct-15	8,548
USD	488,537	USD-FED EFF-0.35%	Performance of Take-Two Interactive Software Inc.	Deutsche Bank	15-Oct-15	5,951
USD	53,571	USD-FED EFF-0.35%	Performance of TiVo Inc.	Deutsche Bank	15-Oct-15	2,151
USD	121,090	USD-FED EFF-0.35%	Performance of Trinity Industries Inc.	Deutsche Bank	15-Oct-15	14,445
USD	29,782	USD-FED EFF-0.35%	Performance of Twitter Inc.	Deutsche Bank	15-Oct-15	(1,331)
USD	1,403,262	USD-FED EFF-0.35%	Performance of Vipshop Holdings Ltd.	Deutsche Bank	15-Oct-15	151,758
USD	430,612	USD-FED EFF-0.35%	Performance of Vishay Intertechnology Inc.	Deutsche Bank	15-Oct-15	20,037
USD	100,412	USD-FED EFF-0.35%	Performance of Wright Medical Group Inc.	Deutsche Bank	15-Oct-15	4,563
USD	677,052	USD-FED EFF-0.35%	Performance of Xilinx Inc.	Deutsche Bank	15-Oct-15	31,433

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	207,632	Performance of Olam International Ltd. 6% 10/15/2016	1-month USD LIBOR+0.90%			
				Deutsche Bank	19-Oct-15	401
EUR	301,251	Performance of Solidium Oy 0.5% 09/29/2015	1-month EUR LIBOR+0.90%	Deutsche Bank	19-Oct-15	(51)
EUR	575,265	1-month EUR LIBOR-1.75%	Performance of Acciona SA	Deutsche Bank	20-Oct-15	(19,454)
EUR	237,308	1-month EUR LIBOR-1.75%	Performance of Iberdrola SA	Deutsche Bank	20-Oct-15	(433)
EUR	574,287	1-month EUR LIBOR-1.75%	Performance of Melia Hotels International	Deutsche Bank	20-Oct-15	(18,009)
GBP	592,629	1-month GBP LIBOR-0.40%	Performance of Great Portland Estates PLC	Deutsche Bank	20-Oct-15	33,343
GBP	61,947	1-month USD LIBOR-0.40%	Performance of Inmarsat PLC	Deutsche Bank	20-Oct-15	3,480
EUR	1,093,184	Performance of Acciona SA 3% 01/30/2019	1-month EUR LIBOR+0.90%	Deutsche Bank	20-Oct-15	25,533
USD	200,672	Performance of Drillsearch Finance Pty 6% 09/01/2018	1-month USD LIBOR+0.90%	Deutsche Bank	20-Oct-15	(1,738)
EUR	3,886,380	Performance of International Airlines Group SA 1.75% 05/31/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	20-Oct-15	(49,996)
EUR	807,037	Performance of Melia Hotels International SA 4.5% 04/04/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	20-Oct-15	17,033
JPY	22,803,125	Performance of Edion Corp. cvt. 10/21	1-month JPY LIBOR+0.90%	Deutsche Bank	17-Nov-15	(6,154)
JPY	39,938,000	Performance of LIXIL Group Corp. 0% 03/04/2020	1-month JPY LIBOR+0.90%	Deutsche Bank	17-Nov-15	(2,762)
JPY	6,055,000	Performance of Maeda Corp. 0% 09/13/2018	1-month JPY LIBOR+0.90%	Deutsche Bank	17-Nov-15	(1,113)
JPY	12,528,657	Performance of Nagoya Railroad 0% 10/03/2023	1-month JPY LIBOR+0.90%	Deutsche Bank	17-Nov-15	(1,153)
JPY	31,850,000	Performance of OSG Corporation 0% 04/22	1-month JPY LIBOR+0.90%	Deutsche Bank	17-Nov-15	613
JPY	26,817,500	Performance of Temp Holdings Co. Ltd. 0% 09/19/2018	1-month JPY LIBOR+0.90%	Deutsche Bank	17-Nov-15	1,215
JPY	10,888,426	1-month JPY LIBOR-0.35%	Performance of EDION Corp.	Deutsche Bank	18-Nov-15	4,432
JPY	4,449,770	1-month JPY LIBOR-0.35%	Performance of JS Group Corp.	Deutsche Bank	18-Nov-15	331
JPY	3,468,000	1-month JPY LIBOR-0.35%	Performance of Maeda Corp.	Deutsche Bank	18-Nov-15	621
JPY	7,256,278	1-month JPY LIBOR-0.35%	Performance of Nagoya Railroad Company Ltd.	Deutsche Bank	18-Nov-15	505
JPY	27,890,669	1-month JPY LIBOR-0.35%	Performance of OSG Corp.	Deutsche Bank	18-Nov-15	(2,961)
JPY	26,526,566	1-month JPY LIBOR-0.35%	Performance of Temp Holdings Co. Ltd.	Deutsche Bank	18-Nov-15	54
JPY	36,878,627	1-month USD LIBOR-1.50%	Performance of Oita Bank Ltd.	Deutsche Bank	18-Nov-15	(2,729)
JPY	4,773,266	1-month USD LIBOR-1.50%	Performance of Yamagata Bank	Deutsche Bank	18-Nov-15	(500)
JPY	278,123,422	1-month USD LIBOR-1.50%	Performance of Yamaguchi Financial Group	Deutsche Bank	18-Nov-15	5,062
EUR	1,394,203	Performance of Alstria 2.75% 06/14/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	18-Nov-15	(14,332)
EUR	531,908	Performance of Deutsche Post AG 0.60% 12/06/2019	1-month EUR LIBOR+0.90%	Deutsche Bank	18-Nov-15	(2,394)
EUR	805,649	Performance of LEG Immobilien 0.50% 07/01/2021	1-month EUR LIBOR+0.90%	Deutsche Bank	18-Nov-15	(10,287)
EUR	336,726	Performance of RAG-stiftung 0% 12/31/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	18-Nov-15	7,404
GBP	462,926	1-month EUR LIBOR-1.00%	Performance of Hansteen Holdings PLC	Deutsche Bank	08-Dec-15	14,797
GBP	2,434,407	1-month EUR LIBOR-1.00%	Performance of International Airlines Group SA	Deutsche Bank	08-Dec-15	31,584
GBP	198,819	1-month EUR LIBOR-1.00%	Performance of Playtech Ltd.	Deutsche Bank	08-Dec-15	(8,669)
USD	541,850	Performance of Oita Bank Ltd. 0% 12/18/2019	1-month USD LIBOR+0.90%	Deutsche Bank	18-Dec-15	1,900
USD	98,408	Performance of Yamagata Bank 0% 04/22/2019	1-month USD LIBOR+0.90%	Deutsche Bank	18-Dec-15	717
USD	108,478	Performance of Yamaguchi Financial Group 0% 03/26/2020	1-month USD LIBOR+0.90%	Deutsche Bank	18-Dec-15	(1,303)
USD	2,920,176	Performance of Yamaguchi Financial Group 0% 12/20/2018	1-month USD LIBOR+0.90%	Deutsche Bank	18-Dec-15	(13,176)
EUR	1,339,719	1-month USD LIBOR-0.40%	Performance of Aperam ORD	Deutsche Bank	19-Jan-16	5,031
EUR	152,640	Performance of Cap Gemini SA	1-month EUR LIBOR+0.50%	Deutsche Bank	29-Jan-16	7,912

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
EUR	60,334	Performance of SPIE SA	1-month EUR LIBOR+0.50%	Deutsche Bank	29-Jan-16	403
EUR	102,589	Performance of Valeo	1-month EUR LIBOR+0.50%	Deutsche Bank	29-Jan-16	(565)
EUR	81,181	Performance of Vinci SA	1-month EUR LIBOR+0.50%	Deutsche Bank	29-Jan-16	(2,935)
EUR	175,138	Performance of Vivendi SA	1-month EUR LIBOR+0.50%	Deutsche Bank	29-Jan-16	(8,340)
EUR	141,828	1-month EUR LIBOR+0.50%	Performance of Acciona SA	Deutsche Bank	03-Feb-16	4,947
EUR	253,206	Performance of Acciona SA 3% 30/01/2019	1-month EUR LIBOR+0.50%	Deutsche Bank	03-Feb-16	(5,782)
EUR	61,552	Performance of CRH PLC	1-month EUR LIBOR+0.50%	Deutsche Bank	11-Feb-16	1,892
EUR	136,129	Performance of Origin Enterprises PLC	1-month EUR LIBOR+0.50%	Deutsche Bank	11-Feb-16	(8,181)
GBP	71,707	Performance of Aldermore Group	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	10,227
GBP	144,309	Performance of Arrow Global Group PLC	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	3,623
GBP	37,291	Performance of Card Factory	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	(1,760)
GBP	23,078	Performance of Entertainment One Ltd.	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	3,451
GBP	98,882	Performance of London Stock Exchange Group	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	(1,402)
GBP	18,387	Performance of RPC Group PLC	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	1,911
GBP	51,436	Performance of Savills PLC	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	(181)
GBP	84,701	Performance of Sophos Group	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	5,323
GBP	62,517	Performance of Tui AG	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	(11,419)
GBP	82,362	Performance of United Business Media PLC	1-month GBP LIBOR+0.50%	Deutsche Bank	12-Feb-16	(2,604)
SEK	105,145	Performance of FORENING SPARBANK	1-month SEK LIBOR+0.50%	Deutsche Bank	19-Feb-16	(862)
USD	1,097,313	Performance of DP World 1.75% 06/19/2024	1-month USD LIBOR+1.00%	Deutsche Bank	22-Feb-16	(6,729)
EUR	926,888	Performance of Aabar Investments 0.5% 03/27/2020	1-month EUR LIBOR+1.00%	Deutsche Bank	26-Feb-16	28,625
EUR	208,395	Performance of Aabar Investments 1% 03/27/2022	1-month EUR LIBOR+1.00%	Deutsche Bank	26-Feb-16	3,106
EUR	428,616	Performance of Gabriel Finance Ltd. 2% 11/26/2016	1-month EUR LIBOR+0.90%	Deutsche Bank	26-Feb-16	3,530
GBP	967,079	Performance of Great Portland Estate 1% 09/10/2018	1-month GBP LIBOR+0.90%	Deutsche Bank	26-Feb-16	(30,832)
EUR	500,704	Performance of PT Jersey Ltd. 0.5% 11/19/2019	1-month EUR LIBOR+0.90%	Deutsche Bank	26-Feb-16	8,945
EUR	35,581	1-month EUR LIBOR-0.40%	Performance of Hannover Rueckversicherungs AG	Deutsche Bank	29-Feb-16	488
EUR	778,595	Performance of Hansteen 3.625% 15/07/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	29-Feb-16	(18,806)
USD	446,755	Performance of Inmarsat PLC 1.75% 11/16/2017	1-month USD LIBOR+0.90%	Deutsche Bank	04-Mar-16	(5,098)
EUR	789,429	Performance of Alcatel Alucent 4.25% 07/01/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	15-Mar-16	13,614
EUR	302,923	Performance of Fonciere des Regions 3.34% 01/01/2017	1-month EUR LIBOR+0.90%	Deutsche Bank	15-Mar-16	(3,895)
EUR	201,106	Performance of Orpar 0% 07/15/2019	1-month EUR LIBOR+0.90%	Deutsche Bank	15-Mar-16	2,669
EUR	690,227	1-month EUR LIBOR-0.40%	Performance of Alcatel-Lucent	Deutsche Bank	17-Mar-16	6,768
EUR	138,782	1-month EUR LIBOR-0.40%	Performance of Fonciere des Regions	Deutsche Bank	17-Mar-16	1,875
EUR	100,344	Performance of Bekaert 0.75% 06/18/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	17-Mar-16	(1,887)
EUR	234,019	Performance of Nyrstar 4.25% 09/25/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	17-Mar-16	(8,367)
EUR	40,602	1-month EUR LIBOR+0.90%	Performance of OCI NV	Deutsche Bank	21-Mar-16	(2,298)
EUR	598,901	Performance of ACS Actividades Finance 2.625% 10/22/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	21-Mar-16	1,949
EUR	110,617	Performance of OCI NV 3.875% 09/25/2018	1-month EUR LIBOR+0.90%	Deutsche Bank	21-Mar-16	4,733
EUR	240,236	1-month EUR LIBOR-0.40%	Performance of UniCredit SpA	Deutsche Bank	22-Mar-16	1,685
EUR	17,331	1-month EUR LIBOR-0.40%	Performance of Bekaert NV	Deutsche Bank	30-Mar-16	275
EUR	110,797	1-month EUR LIBOR-0.40%	Performance of Nyrstar	Deutsche Bank	30-Mar-16	7,643
HKD	2,136,709	Performance of Hengan International Group Company 0% 27/06/2018	1-month HKD LIBOR+0.90%	Deutsche Bank	30-Mar-16	102
USD	1,759,176	Performance of Aperam 2.625% 09/30/2020	1-month USD LIBOR+0.90%	Deutsche Bank	18-Apr-16	5,378
USD	245,312	Performance of TPK Holding Co. Ltd. 0% 10/01/2017	1-month USD LIBOR+0.90%	Deutsche Bank	10-May-16	3,125

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
EUR	178,100	Performance of Cairn Homes	1-month EUR LIBOR+0.50%	Deutsche Bank	04-Jul-16	18,366
USD	3,930	Performance of Microsoft Corp.	1-month USD LIBOR	JPMorgan Chase Bank	15-Sep-15	(109)
USD	42,089	Performance of Radware Ltd.	1-month USD LIBOR+0.4%	JPMorgan Chase Bank	15-Sep-15	(2,270)
USD	107,882	Performance of Sino-American Silicon Products Inc.	1-month USD LIBOR+0.7%	JPMorgan Chase Bank	15-Sep-15	7,564
USD	2,608	Performance of Verisk Analytics Inc.	1-month USD LIBOR	JPMorgan Chase Bank	15-Sep-15	(46)
USD	344,232	1-month USD LIBOR+0.17%	Performance of Standard & Poors United States Index	JPMorgan Chase Bank	18-Sep-15	3,510
USD	34,370	1-month USD LIBOR+0.23%	Performance of DB Hybrid Basket 01	JPMorgan Chase Bank	18-Sep-15	(217)
USD	2,533	1-month USD LIBOR+0.25%	Performance of S&P SmallCap 600 Total Return Index	JPMorgan Chase Bank	18-Sep-15	16
USD	403,866	1-month USD LIBOR-0.25%	Performance of S&P SmallCap 600 Total Return Index	JPMorgan Chase Bank	18-Sep-15	2,631
USD	196,912	1-month USD LIBOR-0.3%	Performance of Dow Jones UK Consumer Goods Total Return Index	JPMorgan Chase Bank	18-Sep-15	(709)
USD	159,240	1-month USD LIBOR-0.3%	Performance of S&P Retail Sector Industry Index (TR)	JPMorgan Chase Bank	18-Sep-15	123
USD	68,051	1-month USD LIBOR-0.3%	Performance of S&P Transportation Select Industry Index (TR)	JPMorgan Chase Bank	18-Sep-15	2,236
USD	857,289	1-month USD LIBOR-0.4%	Performance of FTSE China 50 Index	JPMorgan Chase Bank	18-Sep-15	21,568
USD	112,257	1-month USD LIBOR-0.45%	Performance of MSCI Daily Total Return Net Emerging Markets Taiwan USD	JPMorgan Chase Bank	18-Sep-15	(2,192)
USD	597,762	1-month USD LIBOR-0.8%	Performance of Russell 2000 Total Return Growth Index	JPMorgan Chase Bank	18-Sep-15	440
USD	393,110	1-month USD LIBOR-0.8%	Performance of Russell 2000 Total Return Index	JPMorgan Chase Bank	18-Sep-15	1,905
USD	83,936	1-month USD LIBOR-0.8%	Performance of Russell Midcap Growth Index Total Return	JPMorgan Chase Bank	18-Sep-15	882
USD	6,020,000	3-month USD BBA LIBOR	Performance of iBoxx USD Liquid High Yield Index	JPMorgan Chase Bank	20-Sep-15	23,338
USD	1,070,089	Performance of Time Warner Cable Inc.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	22-Oct-15	(13,183)
USD	2,040,888	1-month USD LIBOR-0.60%	Performance of Sirius XM Holdings Inc.	JPMorgan Chase Bank	03-Dec-15	71,130
USD	2,142,524	Performance of Liberty Media Corp.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Dec-15	(123,969)
USD	2,914,547	1-month USD LIBOR-0.40%	Performance of Halliburton Company	JPMorgan Chase Bank	24-Dec-15	158,706
USD	3,728,099	Performance of Baker Hughes Inc.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	24-Dec-15	(158,265)
USD	1,017,154	1-month USD LIBOR-0.40%	Performance of Dollar Tree Stores Inc.	JPMorgan Chase Bank	19-Feb-16	(22,840)
USD	4,086,062	Performance of Family Dollar Stores	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	25-Feb-16	29,588
USD	192,314	1-month USD LIBOR-0.40%	Performance of Charter Communications	JPMorgan Chase Bank	31-Mar-16	8,726
USD	344,584	1-month USD LIBOR-0.40%	Performance of Pandora Media Inc.	JPMorgan Chase Bank	18-May-16	61,722
EUR	318,468	Performance of MAN SE	1-month EUR LIBOR+0.40%	JPMorgan Chase Bank	01-Jun-16	(6,571)
USD	353,767	1-month USD LIBOR-0.40%	Performance of Alexion Pharma	JPMorgan Chase Bank	09-Jun-16	(36,022)
USD	90,853	1-month USD LIBOR-0.40%	Performance of Ascena Retail Group Inc.	JPMorgan Chase Bank	23-Jun-16	(1,878)
USD	215,859	1-month USD LIBOR-0.40%	Performance of Office Depot Inc.	JPMorgan Chase Bank	23-Jun-16	11,001
USD	387,382	Performance of Ann Inc.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	23-Jun-16	2,242
USD	670,632	1-month USD LIBOR-0.40%	Performance of Avago Technologies Ltd.	JPMorgan Chase Bank	08-Jul-16	51,366
USD	1,380,504	Performance of Broadcom Corp.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	08-Jul-16	(76,356)
USD	201,831	Performance of Kythera Biopharmaceuticals	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	21-Jul-16	3,074
USD	196,506	Performance of Cigna Corp.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	27-Jul-16	(1,861)
USD	631,759	1-month USD LIBOR-0.40%	Performance of AT&T Inc.	JPMorgan Chase Bank	28-Jul-16	11,636
GBP	191,000	Performance of BBA Aviation PLC	1-month GBP LIBOR+0.40%	JPMorgan Chase Bank	28-Jul-16	(11,675)
USD	2,149,573	Performance of DIRECTV	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	28-Jul-16	(22,103)
USD	30,548,618	1-month USD LIBOR-0.30%	Performance of S&P 500	JPMorgan Chase Bank	03-Aug-16	331,505

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	3,498,894	Performance of Allergan PLC	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Aug-16	21,925
USD	2,813,736	Performance of Becton Dickinson & Co.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Aug-16	54,750
USD	2,141,559	Performance of Domino's Pizza Inc.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Aug-16	46,175
USD	1,900,812	Performance of Fedex Corp.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Aug-16	(127,416)
USD	2,350,599	Performance of The Walt Disney Co.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Aug-16	75,217
USD	2,309,480	Performance of Union Pacific Corp.	1-month USD LIBOR+0.35%	JPMorgan Chase Bank	03-Aug-16	(121,446)
USD	24,126	1-month USD LIBOR-1%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	15-Sep-15	7
USD	87,820	1-month USD LIBOR-5.68%	Performance of SPDR S&P Transportation ETF	Morgan Stanley	15-Sep-15	1,743
USD	499,400	Performance of Accenture PLC	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	2,896
USD	150,957	Performance of Activision Blizzard Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(2,469)
USD	36,249	Performance of Adobe Systems Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	1,009
USD	180,098	Performance of Akamai Technologies Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(7,346)
USD	119,105	Performance of Alibaba Group Holding Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(5,362)
USD	114,297	Performance of Alibaba Group Holding Ltd., ADR	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(4,980)
USD	413,322	Performance of Alliance Data Systems Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(12,015)
USD	245,386	Performance of Amazon.com Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	6,294
USD	853,188	Performance of Apple Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(10,569)
USD	44,470	Performance of Atento SA	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	2,987
USD	398,312	Performance of Automatic Data Processing Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(13,349)
USD	261,212	Performance of Baidu.com	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(9,818)
USD	32,507	Performance of Benefitfocus Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(295)
USD	149,645	Performance of Cardtronics Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,100)
USD	125,132	Performance of Ciena Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(12,686)
USD	380,552	Performance of Cisco Systems Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(13,602)
USD	220,357	Performance of Cognizant Technology Solutions Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(7,540)
USD	285,161	Performance of CoStar Group Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(6,175)
USD	110,152	Performance of Cypress Semiconductor Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(6,526)
USD	206,466	Performance of eBay Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	683
EUR	17,509	Performance of Edenred	1-month EUR LIBOR	Morgan Stanley	15-Sep-15	(72)
EUR	254,051	Performance of Edenred	1-month EUR LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,126)
USD	86,532	Performance of EPAM Systems Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	688
USD	388,392	Performance of Equifax Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,991)
USD	177,440	Performance of EVERTEC Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(9,367)
USD	790,288	Performance of Exlservice Holdings Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	3,161
USD	61,695	Performance of Expedia Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	1,467
GBP	23,102	Performance of Experian PLC	1-month GBP LIBOR	Morgan Stanley	15-Sep-15	(1,027)
GBP	377,311	Performance of Experian PLC	1-month GBP LIBOR+0.5%	Morgan Stanley	15-Sep-15	(18,152)
USD	119,424	Performance of F5 Networks Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(5,340)
USD	82,538	Performance of Fleetmatics Group PLC	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	1,706
USD	64,850	Performance of Freescale Semiconductor Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(2,511)
USD	51,571	Performance of FTI Consulting Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	871
USD	42,154	Performance of Gartner Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(427)
USD	613,919	Performance of Genpact Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(11,167)
USD	202,542	Performance of Global Payments Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,660)
USD	211,496	Performance of Google Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,548)
USD	392,257	Performance of GoPro Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(46,366)
USD	757,356	Performance of Heartland Payment Systems Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	1,904

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	43,297	Performance of HomeAway Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	205
USD	524,582	Performance of Huron Consulting Group Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	22,416
USD	15,146	Performance of IMS Health Holdings Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	338
USD	262,769	Performance of Intuit Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(6,531)
EUR	15,468	Performance of Irish Continental Group PLC	1-month EUR LIBOR	Morgan Stanley	15-Sep-15	(98)
EUR	706,292	Performance of Irish Continental Group PLC	1-month EUR LIBOR+0.5%	Morgan Stanley	15-Sep-15	(4,306)
USD	317,645	Performance of ManpowerGroup	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	7,263
USD	92,458	Performance of Marketo Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,565)
USD	64,262	Performance of Markit Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,059)
USD	149,565	Performance of Microsoft Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(4,541)
USD	295,814	Performance of MSCI Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	284
USD	30,547	Performance of Netflix Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	178
USD	72,195	Performance of Nielsen NV	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,598)
USD	85,726	Performance of Nimble Storage Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(8,630)
USD	132,758	Performance of NXP Semiconductors NV	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(6,768)
USD	78,341	Performance of QUALCOMM Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(4,528)
USD	93,327	Performance of Radware Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(4,931)
USD	26,653	Performance of Red Hat Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,014)
USD	206,747	Performance of Robert Half International Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,175)
USD	81,088	Performance of Salesforce.com Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,603)
GBP	40,285	Performance of Sky PLC	1-month GBP LIBOR	Morgan Stanley	15-Sep-15	(468)
GBP	27,876	Performance of Sky PLC	1-month GBP LIBOR+0.5%	Morgan Stanley	15-Sep-15	190
GBP	59,042	Performance of Sthree PLC	1-month GBP LIBOR+0.5%	Morgan Stanley	15-Sep-15	338
JPY	8,559,302	Performance of Sumco Corp.	1-month JPY LIBOR+0.4%	Morgan Stanley	15-Sep-15	(5,113)
USD	97,446	Performance of SunEdison Semiconductor Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(12,833)
USD	138,699	Performance of TE Connectivity Ltd.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(7,507)
USD	65,809	Performance of Tesla Motors Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	5,881
USD	85,715	Performance of Time Warner Cable Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	258
USD	175,274	Performance of TriNet Group Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(14,096)
USD	110,577	Performance of TripAdvisor Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	15,918
EUR	62,074	Performance of UbiSoft Entertainment SA	1-month EUR LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,911)
USD	161,922	Performance of Vantiv Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(7,346)
USD	664,438	Performance of VeriFone Systems Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(41,404)
USD	98,644	Performance of Verint Systems Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,127)
USD	39,466	Performance of VeriSign Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(479)
USD	82,169	Performance of Verisk Analytics Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(1,441)
USD	484,311	Performance of Visa Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(10,049)
USD	229,388	Performance of WageWorks Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(9,423)
USD	87,395	Performance of West Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(3,491)
USD	88,932	Performance of Western Digital Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(12,131)
USD	269,209	Performance of WEX Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(678)
USD	52,786	Performance of Xoom Corp.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	(2,765)
USD	51,129	Performance of Zillow Group Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	15-Sep-15	220
USD	10,753	1-month USD LIBOR	Performance of S&P Retail Sector Industry Index (TR)	Morgan Stanley	18-Sep-15	2
USD	143,389	1-month USD LIBOR+0.0025%	Performance of Dow Jones US Technology Total Return Index	Morgan Stanley	18-Sep-15	5,304
USD	515,934	1-month USD LIBOR-0.25%	Performance of Dow Jones UK Consumer Goods Total Return Index	Morgan Stanley	18-Sep-15	(1,269)
USD	344,071	1-month USD LIBOR-0.25%	Performance of NASDAQ 100 Total Return Index	Morgan Stanley	18-Sep-15	2,731
USD	722,262	1-month USD LIBOR-0.25%	Performance of NASDAQ Internet Total Return Index	Morgan Stanley	18-Sep-15	2,960

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	2,143,189	1-month USD LIBOR-0.25%	Performance of NY-Phila Semiconduct Index	Morgan Stanley	18-Sep-15	99,644
USD	1,979,396	1-month USD LIBOR-0.25%	Performance of S&P North American Technology Software Index	Morgan Stanley	18-Sep-15	29,566
USD	985,850	1-month USD LIBOR-0.25%	Performance of S&P Retail Sector Industry Index (TR)	Morgan Stanley	18-Sep-15	3,109
USD	11,526	1-month USD LIBOR-0.25%	Performance of S&P Transportation Select Industry Index (TR)	Morgan Stanley	18-Sep-15	363
USD	2,284,380	1-month USD LIBOR-0.25%	Performance of Standard & Poors United States Index	Morgan Stanley	18-Sep-15	24,275
USD	838,217	1-month USD LIBOR-0.25%	Performance of Utilities Select Sector Total Return Index	Morgan Stanley	18-Sep-15	11,826
USD	238,913	1-month USD LIBOR-0.35%	Performance of Russell Midcap Growth Index Total Return	Morgan Stanley	18-Sep-15	2,519
USD	971,339	1-month USD LIBOR-0.4%	Performance of S&P Smallcap 600 Growth Index	Morgan Stanley	18-Sep-15	7,802
USD	2,348,520	1-month USD LIBOR-0.4%	Performance of S&P SmallCap 600 Total Return Index	Morgan Stanley	18-Sep-15	17,533
USD	1,310,487	1-month USD LIBOR-0.5%	Performance of DB Hybrid Basket 01	Morgan Stanley	18-Sep-15	(5,200)
USD	10,762	1-month USD LIBOR-0.55%	Performance of S&P Retail Sector Industry Index (TR)	Morgan Stanley	18-Sep-15	0
USD	577,030	1-month USD LIBOR-0.55%	Performance of S&P Transportation Select Industry Index (TR)	Morgan Stanley	18-Sep-15	18,206
USD	1,710,524	1-month USD LIBOR-0.9%	Performance of Russell 2000 Total Return Index	Morgan Stanley	18-Sep-15	11,077
USD	1,932,643	1-month USD LIBOR-1%	Performance of MSCI Daily Total Return Net Emerging Markets Taiwan USD	Morgan Stanley	18-Sep-15	(34,211)
USD	1,950,567	1-month USD LIBOR-1%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	18-Sep-15	4,131
USD	3,881,587	1-month USD LIBOR-1.35%	Performance of Consumer Staples Select Sector Index NTR	Morgan Stanley	18-Sep-15	(9,188)
USD	12,563	Performance of Automatic Data Processing Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	18-Sep-15	(412)
USD	13,091	Performance of Intuit Inc.	1-month USD LIBOR+0.5%	Morgan Stanley	18-Sep-15	(343)
USD	344,587	USD-FED EFF-0.35%	Performance of Archer-Daniels	Morgan Stanley	15-Sep-16	11,387
USD	139,124	USD-FED EFF-0.35%	Performance of Avon Products Inc.	Morgan Stanley	15-Sep-16	12,891
USD	91,587	USD-FED EFF-0.35%	Performance of Bed Bath Beyond	Morgan Stanley	15-Sep-16	1,292
USD	134,091	USD-FED EFF-0.35%	Performance of Caterpillar Inc.	Morgan Stanley	15-Sep-16	3,468
USD	224,973	USD-FED EFF-0.35%	Performance of CF Industries Holdings	Morgan Stanley	15-Sep-16	(7,720)
USD	264,633	USD-FED EFF-0.35%	Performance of Colgate Palmolive Company	Morgan Stanley	15-Sep-16	4,759
USD	320,222	USD-FED EFF-0.35%	Performance of Cummins Inc.	Morgan Stanley	15-Sep-16	17,698
USD	121,688	USD-FED EFF-0.35%	Performance of Deere & Co.	Morgan Stanley	15-Sep-16	(8,530)
USD	262,923	USD-FED EFF-0.35%	Performance of International Paper	Morgan Stanley	15-Sep-16	21,356
USD	305,031	USD-FED EFF-0.35%	Performance of Kimberly-Clark	Morgan Stanley	15-Sep-16	6,177
USD	257,205	USD-FED EFF-0.35%	Performance of Mondelez International Inc.	Morgan Stanley	15-Sep-16	(5,047)
USD	223,476	USD-FED EFF-0.35%	Performance of Paccar Inc	Morgan Stanley	15-Sep-16	2,821
USD	219,033	USD-FED EFF-0.35%	Performance of Pioneer Natural Resources	Morgan Stanley	15-Sep-16	22,371
USD	248,171	USD-FED EFF-0.35%	Performance of Priceline.com Group Inc.	Morgan Stanley	15-Sep-16	(9,736)
USD	1,294,272	USD-FED EFF-0.35%	Performance of Southwest Airlines	Morgan Stanley	15-Sep-16	44,065
USD	700,811	USD-FED EFF-0.35%	Performance of SPDR S&P 500 ETD Trust	Morgan Stanley	15-Sep-16	11,908
USD	116,467	USD-FED EFF-0.35%	Performance of Spirit Airlines Inc.	Morgan Stanley	15-Sep-16	1,830
USD	383,571	USD-FED EFF-0.35%	Performance of Textron Inc.	Morgan Stanley	15-Sep-16	3,269
USD	157,439	USD-FED EFF-0.35%	Performance of Viasat Inc.	Morgan Stanley	15-Sep-16	5,704
USD	155,909	USD-FED EFF-0.48%	Performance of Consumer Discretionary SPDR	Morgan Stanley	15-Sep-16	578

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	766,810	USD-FED EFF-0.48%	Performance of Consumer Staples SPDR	Morgan Stanley	15-Sep-16	17,491
USD	831,131	USD-FED EFF-0.57%	Performance of iShares MSCI Emerging Markets ETF	Morgan Stanley	15-Sep-16	38,731
USD	582,984	USD-FED EFF-0.62%	Performance of Utilities SPDR	Morgan Stanley	15-Sep-16	33,846
USD	350,261	USD-FED EFF-0.88%	Performance of Virgin America Inc.	Morgan Stanley	15-Sep-16	9,894
USD	277,919	USD-FED EFF-1.23%	Performance of Core Labs	Morgan Stanley	15-Sep-16	12,662
USD	293,141	USD-FED EFF-1.38%	Performance of SPDR S&P Retail ETF	Morgan Stanley	15-Sep-16	1,798
EUR	594,102	EUR-EONIA-0.88%	Performance of Kone Oyj.	Morgan Stanley	23-Sep-16	25,626
EUR	1,748,752	Performance of Alstom	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(156,455)
EUR	594,416	Performance of Bollore	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(48,203)
EUR	1,830,985	Performance of Celesio	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(35,724)
EUR	1,140,090	Performance of Jazztel	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(1,471)
EUR	900,963	Performance of Nokia Oyj.	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(75,366)
EUR	99,173	Performance of Telecom Italia	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	2,023
EUR	1,402,262	Performance of Thyssen Krupp	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(39,144)
EUR	1,230,044	Performance of Vivendi	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(33,411)
EUR	204,950	Performance of World Duty Free	EUR-EONIA+0.65%	Morgan Stanley	23-Sep-16	(931)
GBP	691,498	GBP-SONIA-0.35%	Performance of Royal Dutch Shell PLC	Morgan Stanley	26-Sep-16	78,471
GBP	75,632	GBP-SONIA-0.63%	Performance of iShares Core FTSE 100 UCITS	Morgan Stanley	26-Sep-16	7,302
GBP	895,641	Performance of BG Group PLC	GBP-SONIA+0.65%	Morgan Stanley	26-Sep-16	(81,795)
GBP	672,289	Performance of CSR PLC	GBP-SONIA+0.65%	Morgan Stanley	26-Sep-16	(8,927)
GBP	747,464	Performance of Kingfisher PLC	GBP-SONIA+0.65%	Morgan Stanley	26-Sep-16	(70,963)
GBP	324,139	Performance of Smith & Nephew PLC	GBP-SONIA+0.65%	Morgan Stanley	26-Sep-16	(37,759)
GBP	2,584	Performance of Spire Healthcare Group PLC	GBP-SONIA+0.65%	Morgan Stanley	26-Sep-16	(90)
GBP	591,651	Performance of Telecity Group PLC	GBP-SONIA+0.65%	Morgan Stanley	26-Sep-16	(40,164)
MXN	2,545,457	1-day MXN LIBOR-0.50%	Performance of America Movil S.A.B. de C.V	Morgan Stanley	14-Nov-16	(5,598)
USD	285,852	GBP-SONIA-0.35%	Performance of Equinix Inc.	Morgan Stanley	13-Jan-17	35,125
GBP	654,347	Performance of Rolls Royce Holdings PLC	1-month GBP LIBOR+0.50%	Morgan Stanley	16-Jan-17	(128,361)
GBP	433,143	Performance of Royal Dutch Shell PLC	1-month GBP LIBOR+0.50%	Morgan Stanley	16-Jan-17	(75,266)
GBP	148,756	Performance of Thomas Cook Group PLC	1-month GBP LIBOR+0.50%	Morgan Stanley	16-Jan-17	(16,366)
GBP	333,754	Performance of Wizz Air Holdings PLC	1-month GBP LIBOR+0.50%	Morgan Stanley	16-Jan-17	16,710
EUR	404,457	EUR-EONIA-0.40%	Performance of Adidas AG	Morgan Stanley	09-Feb-17	25,518
EUR	443,707	EUR-EONIA-0.40%	Performance of Airbus Group SE	Morgan Stanley	09-Feb-17	5,569
EUR	304,156	Performance of Ryanair Holdings PLC	1-month EUR LIBOR+0.50%	Morgan Stanley	09-Feb-17	(2,132)
EUR	2,224,265	Performance of MAN SE	EUR-EONIA+0.65%	Morgan Stanley	10-Feb-17	(40,556)
EUR	517,650	Performance of Commerzbank	EUR-EONIA+0.65%	Morgan Stanley	27-Mar-17	(30,963)
EUR	235,244	Performance of TNT Express	EUR-EONIA+0.65%	Morgan Stanley	27-Mar-17	(2,092)
USD	377,865	Performance of Liberty Global	EUR-EONIA+0.40%	Morgan Stanley	10-Apr-17	(30,450)
SEK	2,454,052	1-month SEK LIBOR-0.50%	Performance of Hennes & Mauritz	Morgan Stanley	18-Apr-17	15,784
AUD	758,479	AUD-RBACR-1.41%	Performance of Independence Group NL	Morgan Stanley	28-Apr-17	61,440
AUD	1,250,634	Performance of iiNet	AUD-RBACR+0.55%	Morgan Stanley	28-Apr-17	(11,464)
AUD	903,142	Performance of Sirius Resources NL	AUD-RBACR+0.55%	Morgan Stanley	28-Apr-17	(69,425)
NOK	690,698	1-month NOK LIBOR-8.86%	Performance of NAS	Morgan Stanley	08-May-17	(6,223)
USD	1,341,679	Performance of Marriott International	USD-FED EFF+0.50%	Morgan Stanley	19-May-17	(82,107)
USD	2,043,129	Performance of NVR Inc.	USD-FED EFF+0.50%	Morgan Stanley	19-May-17	(43,849)
USD	1,744,978	Performance of Oshkosh Corp.	USD-FED EFF+0.50%	Morgan Stanley	19-May-17	(340,378)
USD	1,393,965	Performance of Triumph Group	USD-FED EFF+0.50%	Morgan Stanley	19-May-17	(50,607)
USD	1,672,982	Performance of United Continental Holding Inc.	USD-FED EFF+0.50%	Morgan Stanley	19-May-17	(25,803)
USD	1,481,850	Performance of Wyndham Worldwide Corp.	USD-FED EFF+0.50%	Morgan Stanley	19-May-17	(70,540)
USD	17,480	Performance of Eagle Rock Energy Partners	USD-FED EFF+1.00%	Morgan Stanley	26-May-17	(1,208)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 10 — Open positions on total return swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	183,495	Performance of Williams Partners L.P.	USD-FED EFF+1.00%	Morgan Stanley	26-May-17	(5,805) <u>(1,298,642)</u>

Franklin Strategic Income Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	20,000,000	Performance of the Markit iBoxx USD Liquid Leveraged Loans	3-month USD BBA LIBOR	Goldman Sachs International	21-Sep-15	101,501
USD	101,000,000	Performance of the Markit iBoxx USD Liquid Leveraged Loans	3-month USD BBA LIBOR	Goldman Sachs International	20-Mar-16	(1,106,167)
USD	45,000,000	Performance of the Markit iBoxx USD Liquid Leveraged Loans	3-month USD BBA LIBOR	JPMorgan Chase Bank	20-Dec-15	(122,119)
USD	50,000,000	Performance of the Markit iBoxx USD Liquid Leveraged Loans	3-month USD BBA LIBOR	JPMorgan Chase Bank	20-Mar-16	(829,018)
USD	25,000,000	Performance of the Markit iBoxx USD Liquid Leveraged Loans	3-month USD BBA LIBOR	Morgan Stanley	21-Sep-15	370,473 <u>(1,585,330)</u>

Note 11 — Open positions on credit default swap contracts

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Brazil Opportunities Fund

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
200,000	Government of Brazil, 12.25%, 03/06/30, Sep. 2017	Barclays Bank	Sell	USD	(2,987)	240
1,450,000	Government of Brazil, 12.25%, 03/06/30, Dec. 2016	Citibank	Sell	USD	(5,760)	(7,223)
					<u>(8,747)</u>	<u>(6,983)</u>

Franklin K2 Alternative Strategies Fund

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
991,000	Government of Russia, 7.50%, 03/31/30, Jun. 2020	Bank of America	Buy	USD	103,083	(10,512)
30,000	Government of Brazil, 4.25%, 01/07/25, Jun. 2020	Deutsche Bank	Buy	USD	2,255	(2)
1,383,000	Government of Brazil, 4.25%, 01/07/25, Jun. 2020	JPMorgan Chase Bank	Buy	USD	95,988	10,033
1,592,000	iTraxx Europe Sub Financials Series 23 Version 1, Jun. 2020	JPMorgan Chase Bank	Buy	EUR	66,191	15,922
271,000	CDX.NA.HY.24, Jun. 2020	Credit Suisse International	Sell	USD	17,012	(2,029)
20,000	Transocean Inc., 7.375%, 04/15/18, Dec. 2019	Deutsche Bank	Sell	USD	(3,776)	(995)
346,000	CDX.NA.HY.24, Jun. 2020	JPMorgan Chase Bank	Sell	USD	21,719	(4,503)
991,000	Government of Russia, 7.50%, 03/31/30, Jun. 2020	JPMorgan Chase Bank	Sell	USD	(103,083)	(10,612)
440,000	iTraxx Europe Crossover Series 23 Version 1, Jun. 2020	JPMorgan Chase Bank	Sell	EUR	37,579	(17,932)
110,000	Transocean Inc., 7.375%, 04/15/18, Dec. 2019	Morgan Stanley	Sell	USD	(20,766)	(908)
					<u>216,202</u>	<u>(21,538)</u>

Franklin Real Return Fund

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
169,200	LCDX.NA.19, Dec. 2017	Barclays Bank	Sell	USD	4,949	2,564
192,000	LCDX.NA.20, Jun. 2018	Credit Suisse International	Sell	USD	5,978	458
					<u>10,927</u>	<u>3,022</u>

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 11 — Open positions on credit default swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
19,364,000	LCDX.NA.19, Dec. 2017	Barclays Bank	Sell	USD	566,433	450,960
4,800,000	LCDX.NA.20, Jun. 2018	Barclays Bank	Sell	USD	149,452	(30,548)
10,000,000	MCDX.NA.24, Jun. 2020	Citibank	Sell	USD	13,370	(9,841)
33,504,000	LCDX.NA.20, Jun. 2018	Credit Suisse International	Sell	USD	1,043,174	75,374
66,640,000	LCDX.NA.21, Dec. 2018	Credit Suisse International	Sell	USD	1,949,700	(1,122,600)
9,870,000	LCDX.NA.19, Dec. 2017	Deutsche Bank	Sell	USD	288,717	229,858
19,600,000	LCDX.NA.21, Dec. 2018	Goldman Sachs International	Sell	USD	573,442	(296,309)
26,000,000	MCDX.NA.24, Jun. 2020	Goldman Sachs International	Sell	USD	34,762	(35,340)
					4,619,050	(738,446)

Franklin U.S. Low Duration Fund

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
7,000,000	Hospitality Properties Trust, 5.125%, 02/15/15, Mar. 2017	Bank of America	Buy	USD	(556,008)	373,450
2,000,000	Alcatel-Lucent USA Inc., 6.50%, 01/15/28, Sep. 2017	Barclays Bank	Buy	USD	(189,206)	(1,622)
3,000,000	DISH DBS Corp., 6.75%, 06/01/21, Mar. 2016	Barclays Bank	Buy	USD	(95,102)	177,142
3,500,000	PACTIV LLC, 8.125%, 06/15/17, Jun. 2017	Barclays Bank	Buy	USD	(279,801)	(48,795)
4,900,000	Tenet Healthcare Corp., 6.875%, 11/15/31, Dec. 2016	Barclays Bank	Buy	USD	(314,815)	136,148
1,000,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Jun. 2019	Citibank	Buy	USD	(70,520)	(18,646)
1,400,000	Lennar Corp., 4.75%, 12/15/17, Sep. 2019	Citibank	Buy	USD	(207,862)	(46,137)
2,100,000	Lennar Corp., 4.75%, 12/15/17, Dec. 2019	Citibank	Buy	USD	(316,021)	(38,205)
3,000,000	Bank of America Corp., 5.00%, 01/15/15, Sep. 2017	Credit Suisse International	Buy	USD	(37,959)	(44,705)
5,000,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Jun. 2019	Credit Suisse International	Buy	USD	(352,600)	(124,575)
5,000,000	Centex Corp., 5.25%, 06/15/15, Jun. 2016	Credit Suisse International	Buy	USD	(243,159)	110,351
800,000	Constellation Brands Inc., 7.25%, 09/01/16, Jun. 2017	Deutsche Bank	Buy	USD	(73,843)	31,749
7,000,000	International Lease Finance Corp., 8.25%, 12/15/20, Sep. 2015	Deutsche Bank	Buy	USD	(69,067)	382,024
3,000,000	Lennar Corp., 6.50%, 04/15/16, Jun. 2016	Deutsche Bank	Buy	USD	(140,199)	203,619
5,000,000	Springleaf Finance Corp., 6.90%, 12/15/17, Dec. 2015	Deutsche Bank	Buy	USD	(100,501)	259,072
4,200,000	Toys R Us Inc., 7.375%, 10/15/18, Dec. 2018	Deutsche Bank	Buy	USD	967,848	(213,527)
2,500,000	Alcatel-Lucent USA Inc., 6.50%, 01/15/28, Sep. 2017	Goldman Sachs International	Buy	USD	(236,507)	(18,093)
2,000,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Jun. 2019	Goldman Sachs International	Buy	USD	(141,040)	(41,173)
10,000,000	Constellation Brands Inc., 7.25%, 09/01/16, Sep. 2016	Goldman Sachs International	Buy	USD	(592,116)	733,987
7,000,000	DISH DBS Corp., 6.75%, 06/01/21, Mar. 2016	Goldman Sachs International	Buy	USD	(221,906)	166,370
2,500,000	HCA Inc., 8.00%, 10/01/18, Dec. 2015	Goldman Sachs International	Buy	USD	(56,671)	53,841
4,000,000	International Lease Finance Corp., 8.25%, 12/15/20, Mar. 2017	Goldman Sachs International	Buy	USD	(271,230)	22,822
6,500,000	Kinder Morgan Inc., 8.25%, 12/15/20, Mar. 2016	Goldman Sachs International	Buy	USD	(226,657)	245,163
3,000,000	Springleaf Finance Corp., 6.90%, 12/15/17, Dec. 2015	Goldman Sachs International	Buy	USD	(60,300)	63,440
5,500,000	Springleaf Finance Corp., 6.90%, 12/15/17, Dec. 2017	Goldman Sachs International	Buy	USD	(431,846)	(12,355)
3,619,000	The New York Times Co., 6.90%, 12/15/27, Dec. 2016	Goldman Sachs International	Buy	USD	(255,756)	(79,527)
1,000,000	Toys R Us Inc., 7.375%, 10/15/18, Dec. 2018	Goldman Sachs International	Buy	USD	230,440	440
3,000,000	USG Corp., 9.75%, 01/15/18, Dec. 2016	Goldman Sachs International	Buy	USD	(185,062)	54,639
3,200,000	Berkshire Hathaway Inc., 1.90%, 01/31/17, Sep. 2015	Bank of America	Sell	USD	6,222	(28,918)
3,300,000	Anadarko Petroleum Corp., 6.95%, 06/15/19, Sep. 2019	Barclays Bank	Sell	USD	35,946	(43,809)
4,100,000	Government of Portugal, 4.95%, 10/25/23, Sep. 2019	Barclays Bank	Sell	USD	(156,158)	40,272
1,650,000	IHeartCommunications Inc., 6.875%, 06/15/18, Jun. 2018	Barclays Bank	Sell	USD	(490,543)	(119,293)
1,786,000	LCDX.NA.19, Dec. 2017	Barclays Bank	Sell	USD	52,244	63,978
9,648,000	LCDX.NA.20, Jun. 2018	Barclays Bank	Sell	USD	300,398	(85,522)
3,500,000	Tenet Healthcare Corp., 6.875%, 11/15/31, Dec. 2018	Barclays Bank	Sell	USD	369,491	132,800

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 11 — Open positions on credit default swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin U.S. Low Duration Fund (continued)

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
1,400,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Sep. 2019	Citibank	Sell	USD	92,990	63,796
2,100,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Dec. 2019	Citibank	Sell	USD	126,593	63,904
7,800,000	Berkshire Hathaway Inc., 1.90%, 01/31/17, Mar. 2022	Citibank	Sell	USD	50,624	(44,220)
1,600,000	Government of Mexico, 5.95%, 03/19/19, Jun. 2020	Citibank	Sell	USD	(19,739)	293
4,370,000	MCDX.NA.24, Jun. 2020	Citibank	Sell	USD	5,843	(2,675)
2,400,000	Tate & Lyle International Finance PLC, 6.75%, 11/25/19, Sep. 2019	Citibank	Sell	EUR	20,378	(33,944)
3,000,000	Bank of America Corp., 5.65%, 05/01/18, Sep. 2017	Credit Suisse International	Sell	USD	37,959	44,705
4,418,000	LCDX.NA.19, Dec. 2017	Credit Suisse International	Sell	USD	129,235	(69,575)
16,268,000	LCDX.NA.21, Dec. 2018	Credit Suisse International	Sell	USD	475,956	(219,476)
4,000,000	PSEG Power LLC, 5.50%, 12/01/15, Jun. 2019	Credit Suisse International	Sell	USD	45,242	49,098
3,201,000	CDX.NA.HY.23, Dec. 2019	Deutsche Bank	Sell	USD	248,400	39,695
7,920,000	CDX.NA.HY.24, Jun. 2020	Deutsche Bank	Sell	USD	501,040	35,344
8,000,000	CDX.NA.IG.24, Jun. 2020	Deutsche Bank	Sell	USD	(71,364)	(179,299)
2,800,000	Government of Portugal, 4.95%, 10/25/23, Sep. 2019	Deutsche Bank	Sell	USD	(106,644)	48,355
10,763,000	LCDX.NA.19, Jul. 2015	Deutsche Bank	Sell	USD	314,838	385,551
7,252,000	LCDX.NA.21, Dec. 2018	Goldman Sachs International	Sell	USD	212,173	(86,972)
8,250,000	MCDX.NA.24, Jun. 2020	Goldman Sachs International	Sell	USD	11,030	(8,119)
					(2,335,312)	2,372,866

Franklin U.S. Total Return Fund

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
1,500,000	DISH DBS Corp., 6.75%, 06/01/21, Mar. 2016	Barclays Bank	Buy	USD	(47,551)	49,681
280,000	Tenet Healthcare Corp., 6.875%, 11/15/31, Dec. 2016	Barclays Bank	Buy	USD	(17,989)	7,780
100,000	Lennar Corp., 4.75%, 12/15/17, Sep. 2019	Citibank	Buy	USD	(14,847)	(3,295)
200,000	Lennar Corp., 4.75%, 12/15/17, Dec. 2019	Citibank	Buy	USD	(30,097)	(3,639)
500,000	Bank of America Corp., 5.00%, 01/15/15, Sep. 2017	Credit Suisse International	Buy	USD	(6,327)	(11,707)
500,000	Lennar Corp., 4.75%, 12/15/17, Sep. 2019	Credit Suisse International	Buy	USD	(74,236)	(2,946)
800,000	Constellation Brands Inc., 7.25%, 09/01/16, Jun. 2017	Deutsche Bank	Buy	USD	(73,843)	31,749
1,100,000	Toys R Us Inc., 7.375%, 10/15/18, Dec. 2018	Deutsche Bank	Buy	USD	253,484	(56,266)
500,000	Alcatel-Lucent USA Inc., 6.50%, 01/15/28, Sep. 2017	Goldman Sachs International	Buy	USD	(47,301)	(3,619)
1,000,000	CIT Group Inc., 5.25%, 03/15/18, Jun. 2017	Goldman Sachs International	Buy	USD	(69,461)	56,801
1,000,000	Dell Inc., 7.10%, 04/15/28, Sep. 2015	Goldman Sachs International	Buy	USD	(676)	5,435
500,000	DISH DBS Corp., 6.75%, 06/01/21, Mar. 2016	Goldman Sachs International	Buy	USD	(15,850)	11,884
1,500,000	HCA Inc., 8.00%, 10/01/18, Dec. 2015	Goldman Sachs International	Buy	USD	(34,003)	32,305
500,000	International Lease Finance Corp., 8.25%, 12/15/20, Mar. 2017	Goldman Sachs International	Buy	USD	(33,904)	2,853
2,000,000	Kinder Morgan Inc., 5.15%, 03/01/15, Mar. 2016	Goldman Sachs International	Buy	USD	(69,740)	72,571
300,000	Anadarko Petroleum Corp., 6.95%, 06/15/19, Sep. 2019	Barclays Bank	Sell	USD	3,268	(3,983)
150,000	IHeartCommunications Inc., 6.875%, 06/15/18, Jun. 2018	Barclays Bank	Sell	USD	(44,595)	(10,845)
2,726,000	LCDX.NA.19, Dec. 2017	Barclays Bank	Sell	USD	79,741	41,304
2,640,000	LCDX.NA.20, Jun. 2018	Barclays Bank	Sell	USD	82,198	(24,122)
200,000	Tenet Healthcare Corp., 6.875%, 11/15/31, Dec. 2018	Barclays Bank	Sell	USD	21,114	7,589
100,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Sep. 2019	Citibank	Sell	USD	6,642	4,557
200,000	Beazer Homes USA Inc., 9.125%, 05/15/19, Dec. 2019	Citibank	Sell	USD	12,056	6,086
600,000	Berkshire Hathaway Inc., 1.90%, 01/31/17, Mar. 2022	Citibank	Sell	USD	3,894	(3,402)
300,000	Government of Mexico, 5.95%, 03/19/19, Jun. 2020	Citibank	Sell	USD	(3,701)	55
450,000	MCDX.NA.24, Jun. 2020	Citibank	Sell	USD	602	(162)
200,000	Tate & Lyle International Finance PLC, 6.75%, 11/25/19, Sep. 2019	Citibank	Sell	EUR	1,698	(2,829)
500,000	Bank of America Corp., 5.65%, 05/01/18, Sep. 2017	Credit Suisse International	Sell	USD	6,327	11,707

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 11 — Open positions on credit default swap contracts (continued)

As at June 30, 2015 the Company had entered into the following outstanding contracts:

Franklin U.S. Total Return Fund (continued)

Nominal	Description	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
500,000	CITIGROUP Inc., 6.125%, 05/15/18, Sep. 2020	Credit Suisse International	Sell	USD	4,001	1,273
192,000	LCDX.NA.20, Jun. 2018	Credit Suisse International	Sell	USD	5,978	938
300,000	PSEG Power LLC, 5.50%, 12/01/15, Jun. 2019	Credit Suisse International	Sell	USD	3,393	3,682
750,000	CDX.NA.IG.24, Jun. 2025	Deutsche Bank	Sell	USD	(6,690)	(4,889)
500,000	Freeport-McMoRan Inc., 3.55%, 03/01/22, Mar. 2023	Deutsche Bank	Sell	USD	(79,537)	(46,332)
250,000	Government of Portugal, 4.95%, 10/25/23, Sep. 2019	Deutsche Bank	Sell	USD	(9,522)	4,317
100,000	Government of Poland, 6.375%, 07/15/19, Dec. 2019	Goldman Sachs International	Sell	USD	1,567	(258)
600,000	MCDX.NA.24, Jun. 2025	Goldman Sachs International	Sell	USD	(19,942)	(385)
					(213,849)	173,888

Note 12 — Open positions on option contracts

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Brazil Opportunities Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option Sale	U.S. Dollar Spot Option, Put Option, Strike Price 3150, Jul. 2015	Unibanco	BRL	(100)	5,064	(1,791)	68,445

Franklin Diversified Balanced Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Index Option Purchase	DJ Euro Stoxx 50 Index, Put Option, Strike Price 3450, Aug. 2015	JPMorgan Chase Bank	EUR	429	14,690,247	667,524	23,947
Purchase	S&P 500 Index, Put Option, Strike Price 2080, Aug. 2015	JPMorgan Chase Bank	USD	148	27,398,293	757,629	(12,211)
						1,425,153	11,736

Franklin Diversified Conservative Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Index Option Purchase	DJ Euro Stoxx 50 Index, Put Option, Strike Price 3450, Aug. 2015	JPMorgan Chase Bank	EUR	70	2,397,010	108,920	3,907
Purchase	S&P 500 Index, Put Option, Strike Price 2080, Aug. 2015	JPMorgan Chase Bank	USD	24	4,442,966	122,859	(1,980)
						231,779	1,927

Franklin Diversified Dynamic Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Index Option Purchase	DJ Euro Stoxx 50 Index, Put Option, Strike Price 3450, Aug. 2015	JPMorgan Chase Bank	EUR	370	12,669,910	575,720	20,654
Purchase	S&P 500 Index, Put Option, Strike Price 2080, Aug. 2015	JPMorgan Chase Bank	USD	126	23,325,574	645,009	(10,396)
						1,220,729	10,258

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 12 — Open positions on option contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin Global Multi-Asset Income Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Equity Option Sale	Cheung Kong Infrastructure Holdings Ltd., Call Option, Strike Price 63.5960, Jul. 2015	Bank of America	HKD	(14,667)	102,123	(134)	655
Sale	China Construction Bank Corp., Call Option, Strike Price 7.7376, Jul. 2015	Bank of America	HKD	(149,667)	122,834	(2,342)	300
Sale	China Mobile Ltd., Call Option, Strike Price 105.9760, Jul. 2015	Bank of America	HKD	(10,500)	120,815	(1,301)	1,053
Sale	China Petroleum & Chemical Corp., Call Option, Strike Price 7.1240, Jul. 2015	Bank of America	HKD	(130,667)	101,039	(2,157)	(53)
Sale	China Shenhua Energy Co. Ltd., Call Option, Strike Price 18.9592, Jul. 2015	Bank of America	HKD	(11,667)	23,877	(624)	29
Sale	Industrial and Commercial Bank of China Ltd., Call Option, Strike Price 6.7864, Jul. 2015	Bank of America	HKD	(171,067)	121,783	(158)	2,144
Sale	NagaCorp Ltd., Call Option, Strike Price 6.1360, Jul. 2015	Bank of America	HKD	(88,333)	58,692	(522)	183
Sale	Petrochina Co. Ltd., Call Option, Strike Price 9.3433, Jul. 2015	Bank of America	HKD	(62,667)	62,603	(1,045)	305
Sale	Taiwan Semiconductor Manufacturing Co. Ltd., Call Option, Strike Price 146.1215, Jul. 2015	Bank of America	TWD	(41,333)	168,643	(583)	463
Sale	VTech Holdings Ltd., Call Option, Strike Price 103.3805, Jul. 2015	Bank of America	HKD	(10,067)	119,445	(1,779)	(483)
						<u>(10,645)</u>	<u>4,596</u>
Index Option Purchase	S&P 500 Index, Put Option, Strike Price 2025, Jul. 2015	JPMorgan Chase Bank	USD	40	7,404,944	66,831	(95,427)
						<u>56,186</u>	<u>(90,831)</u>

Franklin K2 Alternative Strategies Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option Purchase	USD/INR, Put Option, Strike Price 61.5, Aug. 2015	Deutsche Bank	USD	270,000	261,257	129	(2,379)
Purchase	USD/KRW, Call Option, Strike Price 1113, Nov. 2015	Deutsche Bank	USD	1,320,000	1,312,172	37,051	1,319
Purchase	USD/INR, Put Option, Strike Price 61.5, Jul. 2015	Morgan Stanley	USD	80,000	77,409	4	(1,046)
Sale	USD/KRW, Call Option, Strike Price 1150, Nov. 2015	Deutsche Bank	USD	(1,320,000)	1,355,793	(20,896)	290
						<u>16,288</u>	<u>(1,816)</u>
Equity Option Purchase	Citigroup Inc., Call Option, Strike Price 55, Jan. 2016	Goldman Sachs	USD	4	22,096	1,520	(61)
Purchase	Amex Industrial Select SPDR Fund, Put Option, Strike Price 53, Dec. 2015	JPMorgan Chase Bank	USD	85	459,510	13,005	(2,074)
Purchase	AT&T Inc., Put Option, Strike Price 35, Jul. 2015	JPMorgan Chase Bank	USD	18	63,936	918	333
Purchase	Axis Capital Holdings Ltd., Call Option, Strike Price 60, Jul. 2015	JPMorgan Chase Bank	USD	80	426,960	2,000	(4,390)
Purchase	Charter Communications Inc., Put Option, Strike Price 210, Apr. 2016	JPMorgan Chase Bank	USD	84	1,438,500	378,840	(171)
Purchase	Charter Communications Inc., Put Option, Strike Price 210, Mar. 2016	JPMorgan Chase Bank	USD	64	1,096,000	297,536	14,269
Purchase	Citigroup Inc., Call Option, Strike Price 55, Jan. 2016	JPMorgan Chase Bank	USD	23	127,052	8,740	659
Purchase	Comcast Corp., Call Option, Strike Price 62.5, Oct. 2015	JPMorgan Chase Bank	USD	97	583,358	13,774	3,779
Purchase	EMC Corp., Call Option, Strike Price 27, Oct. 2015	JPMorgan Chase Bank	USD	91	240,149	8,008	(1,516)
Purchase	Mylan NV, Call Option, Strike Price 70, Jul. 2015	JPMorgan Chase Bank	USD	66	447,876	10,494	(22,629)
Purchase	Mylan NV, Put Option, Strike Price 70, Oct. 2015	JPMorgan Chase Bank	USD	36	244,296	24,120	4,823

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 12 — Open positions on option contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	Mylan NV, Put Option, Strike Price 75, Oct. 2015	JPMorgan Chase Bank	USD	71	481,806	57,865	(216)
Purchase	NCR Corp., Call Option, Strike Price 30, Jul. 2015	JPMorgan Chase Bank	USD	27	81,270	3,132	(1,499)
Purchase	NCR Corp., Call Option, Strike Price 35, Jan. 2016	JPMorgan Chase Bank	USD	133	400,330	16,625	(4,044)
Purchase	Netflix Inc., Put Option, Strike Price 385, Sep. 2015	JPMorgan Chase Bank	USD	16	1,051,104	912	(9,541)
Purchase	Netflix Inc., Put Option, Strike Price 400, Jul. 2015	JPMorgan Chase Bank	USD	2	131,388	16	(6,140)
Purchase	Netflix Inc., Put Option, Strike Price 425, Jul. 2015	JPMorgan Chase Bank	USD	1	65,694	10	(3,408)
Purchase	Netflix Inc., Put Option, Strike Price 450, Jul. 2015	JPMorgan Chase Bank	USD	1	65,694	25	(3,750)
Purchase	Netflix Inc., Put Option, Strike Price 550, Sep. 2015	JPMorgan Chase Bank	USD	16	1,051,104	18,800	(14,834)
Purchase	Office Depot Inc., Put Option, Strike Price 8, Jan. 2016	JPMorgan Chase Bank	USD	188	162,808	14,100	3,524
Purchase	Pandora Media Inc., Call Option, Strike Price 24, Sep. 2015	JPMorgan Chase Bank	USD	95	147,630	1,520	(2,941)
Purchase	Time Warner Cable Inc., Call Option, Strike Price 155, Jul. 2015	JPMorgan Chase Bank	USD	56	997,752	123,200	19,453
Purchase	Time Warner Cable Inc., Put Option, Strike Price 155, Oct. 2015	JPMorgan Chase Bank	USD	27	481,059	4,050	(23,084)
Purchase	T-Mobile U.S. Inc., Call Option, Strike Price 40, Aug. 2015	JPMorgan Chase Bank	USD	286	1,108,822	42,614	11,467
Purchase	Vanguard Natural Resources LLC, Put Option, Strike Price 17, Oct. 2015	JPMorgan Chase Bank	USD	12	17,916	3,720	898
Purchase	Alstom SA, Call Option, Strike Price 28, Sep. 2015	Morgan Stanley	EUR	69	195,703	8,769	(3,314)
Purchase	Alstom SA, Put Option, Strike Price 22, Sep. 2015	Morgan Stanley	EUR	62	175,848	7,119	534
Purchase	Alstom SA, Put Option, Strike Price 24, Sep. 2015	Morgan Stanley	EUR	150	425,441	27,929	12,624
Purchase	Baker Hughes Inc., Put Option, Strike Price 60, Oct. 2015	Morgan Stanley	USD	101	623,170	30,300	6,258
Purchase	Cemex SAB de CV, Put Option, Strike Price 6.73, Jul. 2015	Morgan Stanley	USD	15	14,290	109	(191)
Purchase	Citigroup Inc., Call Option, Strike Price 55, Jan. 2016	Morgan Stanley	USD	6	33,144	2,280	(218)
Purchase	EMC Corp., Call Option, Strike Price 27, Oct. 2015	Morgan Stanley	USD	41	108,199	3,608	(1,867)
Purchase	HCA Holdings Inc., Call Option, Strike Price 87.5, Jul. 2015	Morgan Stanley	USD	11	99,792	4,180	2,183
Purchase	Natus Medical Inc., Call Option, Strike Price 40, Jul. 2015	Morgan Stanley	USD	19	80,864	5,035	2,365
Purchase	SanDisk Corp., Call Option, Strike Price 72.5, Jul. 2015	Morgan Stanley	USD	22	128,084	66	(4,809)
Purchase	SanDisk Corp., Call Option, Strike Price 75, Jul. 2015	Morgan Stanley	USD	23	133,906	92	(3,010)
Purchase	Scorpio Tankers Inc., Put Option, Strike Price 7.5, Oct. 2015	Morgan Stanley	USD	15	15,135	225	(76)
Purchase	Southwestern Energy Co., Put Option, Strike Price 17, Sep. 2015	Morgan Stanley	USD	45	102,285	450	(47)
Purchase	SPDR S&P 500 ETF Trust, Call option, Strike Price 217, Jul. 2015	Morgan Stanley	USD	216	4,446,360	864	(6,597)
Purchase	Spirit Realty Capital Inc., Put Option, Strike Price 10, Jul. 2015	Morgan Stanley	USD	10	9,670	350	246
Purchase	Telecom Italia SpA, Call Option, Strike Price 1.1, Dec. 2015	Morgan Stanley	EUR	84	106,533	12,137	(149)
Purchase	Telecom Italia SpA, Call Option, Strike Price 1.1, Sep. 2015	Morgan Stanley	EUR	228	289,159	25,724	503
Purchase	Telecom Italia SpA, Call Option, Strike Price 1.15, Dec. 2015	Morgan Stanley	EUR	471	597,343	55,556	(12,751)
Purchase	ThyssenKrupp AG, Put Option, Strike Price 24, Sep. 2015	Morgan Stanley	EUR	219	569,525	41,505	12,381
Purchase	TiVo Inc., Call Option, Strike Price 12, Jan. 2016	Morgan Stanley	USD	18	18,252	648	(1,038)
Purchase	Twitter Inc., Call Option, Strike Price 40, Jul. 2015	Morgan Stanley	USD	21	76,062	861	(50)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 12 — Open positions on option contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	United Continental Holdings Inc., Call Option, Strike Price 60, Jul. 2015	Morgan Stanley	USD	71	376,371	1,562	(6,437)
Purchase	United States Steel Corp., Call Option, Strike Price 28, Jul. 2015	Morgan Stanley	USD	16	32,992	64	(2,192)
Purchase	Vivendi SA, Put Option, Strike Price 20.14, Sep. 2015	Morgan Stanley	EUR	93	243,874	2,911	(5,761)
Purchase	Vivendi SA, Put Option, Strike Price 21.1, Dec. 2015	Morgan Stanley	EUR	34	89,158	3,311	(2,001)
Purchase	Vivendi SA, Put Option, Strike Price 21.1, Sep. 2015	Morgan Stanley	EUR	269	705,399	14,659	(16,630)
Purchase	Baker Hughes Inc., Put Option, Strike Price 60, Oct. 2015	Sanford C Bernstein & Co	USD	106	654,020	31,800	4,185
Sale	Citigroup Inc., Put Option, Strike Price 47, Jan. 2016	Goldman Sachs	USD	(4)	22,096	(444)	394
Sale	Charter Communications Inc., Call Option, Strike Price 210, Apr. 2016	JPMorgan Chase Bank	USD	(84)	1,438,500	(28,140)	(88)
Sale	Charter Communications Inc., Call Option, Strike Price 210, Mar. 2016	JPMorgan Chase Bank	USD	(64)	1,096,000	(15,040)	313
Sale	Citigroup Inc., Put Option, Strike Price 47, Jan. 2016	JPMorgan Chase Bank	USD	(23)	127,052	(2,553)	291
Sale	EMC Corp., Put Option, Strike Price 25, Jan. 2016	JPMorgan Chase Bank	USD	(60)	158,340	(7,320)	(189)
Sale	Mylan NV, Call Option, Strike Price 75, Jul. 2015	JPMorgan Chase Bank	USD	(66)	447,876	(3,432)	15,238
Sale	Mylan NV, Call Option, Strike Price 85, Oct. 2015	JPMorgan Chase Bank	USD	(71)	481,806	(6,035)	1,914
Sale	Mylan NV, Put Option, Strike Price 60, Oct. 2015	JPMorgan Chase Bank	USD	(36)	244,296	(7,236)	(1,298)
Sale	Mylan NV, Put Option, Strike Price 65, Oct. 2015	JPMorgan Chase Bank	USD	(17)	115,362	(5,610)	(732)
Sale	Time Warner Cable Inc., Call Option, Strike Price 170, Jul. 2015	JPMorgan Chase Bank	USD	(27)	481,060	(23,490)	(15,920)
Sale	Time Warner Cable Inc., Put Option, Strike Price 130, Oct. 2015	JPMorgan Chase Bank	USD	(15)	267,255	(150)	8,136
Sale	Alstom SA, Call Option, Strike Price 32, Sep. 2015	Morgan Stanley	EUR	(69)	195,703	(2,231)	352
Sale	Citigroup Inc., Put Option, Strike Price 47, Jan. 2016	Morgan Stanley	USD	(6)	33,144	(666)	472
Sale	EMC Corp., Put Option, Strike Price 25, Jan. 2016	Morgan Stanley	USD	(27)	71,253	(3,294)	2,010
Sale	HCA Holdings Inc., Put Option, Strike Price 72.5, Jul. 2015	Morgan Stanley	USD	(18)	163,296	(18)	1,934
Sale	Mylan NV, Put Option, Strike Price 65, Jul. 2015	Morgan Stanley	USD	(2)	13,572	(160)	277
Sale	SanDisk Corp., Put Option, Strike Price 62.5, Jul. 2015	Morgan Stanley	USD	(23)	133,906	(10,856)	(6,849)
Sale	SanDisk Corp., Put Option, Strike Price 65, Jul. 2015	Morgan Stanley	USD	(22)	128,084	(15,510)	(10,179)
Sale	Telecom Italia SpA, Call Option, Strike Price 1.3, Dec. 2015	Morgan Stanley	EUR	(84)	106,533	(4,963)	(675)
Sale	Telecom Italia SpA, Call Option, Strike Price 1.3, Sep. 2015	Morgan Stanley	EUR	(228)	289,159	(6,787)	(678)
Sale	Telecom Italia SpA, Call Option, Strike Price 1.35, Dec. 2015	Morgan Stanley	EUR	(471)	597,343	(21,266)	3,313
Sale	Telecom Italia SpA, Put Option, Strike Price 0.95, Dec. 2015	Morgan Stanley	EUR	(555)	703,876	(23,513)	(2,010)
Sale	Telecom Italia SpA, Put Option, Strike Price 0.95, Sep. 2015	Morgan Stanley	EUR	(228)	289,159	(5,160)	2,137
Sale	TiVo Inc., Put Option, Strike Price 10, Jan. 2016	Morgan Stanley	USD	(18)	18,252	(1,116)	258
Sale	TNT Express NV, Call Option, Strike Price 8, Dec. 2015	Morgan Stanley	EUR	(20)	16,960	(313)	(13)
Sale	United Continental Holdings Inc., Put Option, Strike Price 52.5, Jul. 2015	Morgan Stanley	USD	(36)	190,836	(5,076)	2,804
Sale	United States Steel Corp., Put Option, Strike Price 24, Jul. 2015	Morgan Stanley	USD	(10)	20,620	(3,570)	(2,165)
Sale	Vivendi SA, Call Option, Strike Price 23.98, Sep. 2015	Morgan Stanley	EUR	(93)	243,874	(5,715)	(1,771)
Sale	Vivendi SA, Call Option, Strike Price 24.93, Dec. 2015	Morgan Stanley	EUR	(34)	89,158	(2,562)	(398)

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 12 — Open positions on option contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	Vivendi SA, Call Option, Strike Price 24.93, Sep. 2015	Morgan Stanley	EUR	(151)	395,967	(5,428)	(1,982)
						<u>1,110,004</u>	<u>(72,056)</u>
Future Option Purchase	S&P 500 E-Mini Index, Put Option, Strike Price 2050, Jul. 2015	JPMorgan Chase Bank	USD	11	1,134,711	15,840	2,737
Purchase	S&P 500 E-Mini Index, Put Option, Strike Price 2060, Jul. 2015	JPMorgan Chase Bank	USD	11	1,134,711	18,040	6,195
Purchase	Eurodollar, Put Option, Strike Price 99.5, Sep. 2015	Morgan Stanley	USD	106	2,635,822,500	2,650	(11,928)
						<u>36,530</u>	<u>(2,996)</u>
Index Option Purchase	S&P 500 Weekly Index, Put Option, Strike Price 2050, Aug. 2015	JPMorgan Chase Bank	USD	52	10,728,172	164,839	(26,898)
Purchase	Euro Stoxx 50 Index, Put Option, Strike Price 3350, Aug. 2015	Morgan Stanley	EUR	112	4,274,157	142,970	19,785
Purchase	Euro Stoxx 50 Index, Put Option, Strike Price 3450, Aug. 2015	Morgan Stanley	EUR	43	1,640,971	74,592	28,680
Purchase	Euro Stoxx Technology Index, Put Option, Strike Price 350, Dec. 2015	Morgan Stanley	EUR	22	477,818	14,961	(3,063)
Purchase	S&P 500 Weekly Index, Put Option, Strike Price 2000, Jul. 2015	Morgan Stanley	USD	198	40,849,578	180,180	(60,584)
Sale	S&P 500 Weekly Index, Put Option, Strike Price 1850, Aug. 2015	JPMorgan Chase Bank	USD	(41)	8,458,751	(47,150)	(6,486)
Sale	Euro Stoxx 50 Index, Put Option, Strike Price 3100, Aug. 2015	Morgan Stanley	EUR	(17)	648,756	(9,211)	(2,873)
						<u>521,181</u>	<u>(51,439)</u>
						<u>1,684,003</u>	<u>(128,307)</u>

Franklin U.S. Low Duration Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Swaption Purchase	CDX.NA.HY.24, Strike Price 104.50, Sep. 2015	Credit Suisse International	USD	6,300,000	6,300,000	86,039	(18,541)
Purchase	ITRX.EUR.XOVER.23, Strike Price 300, Sep. 2015	Credit Suisse International	EUR	5,500,000	5,500,000	177,792	84,011
Purchase	CDX.NA.HY.24, Strike Price 105, Dec. 2015	Deutsche Bank	USD	6,100,000	6,100,000	181,798	56,791
Purchase	CDX.NA.IG.24, Strike Price 67.50, Dec. 2015	Deutsche Bank	USD	25,000,000	25,000,000	185,575	16,825
Sale	CDX.NA.HY.24, Strike Price 101, Sep. 2015	Credit Suisse International	USD	(6,300,000)	6,300,000	(40,616)	12,934
Sale	ITRX.EUR.XOVER.23, Strike Price 375, Sep. 2015	Credit Suisse International	EUR	(5,500,000)	5,500,000	(88,485)	(50,176)
Sale	CDX.NA.HY.24, Strike Price 101, Dec. 2015	Deutsche Bank	USD	(6,100,000)	6,100,000	(98,128)	(31,699)
Sale	CDX.NA.IG.24, Strike Price 90, Dec. 2015	Deutsche Bank	USD	(25,000,000)	25,000,000	(93,850)	(3,225)
						<u>310,125</u>	<u>66,920</u>

Franklin U.S. Total Return Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Swaption Purchase	CDX.NA.HY.24, Strike Price 104.50, Sep. 2015	Credit Suisse International	USD	700,000	700,000	9,560	(2,060)
Purchase	ITRX.EUR.XOVER.23, Strike Price 300, Sep. 2015	Credit Suisse International	EUR	500,000	500,000	16,163	7,637
Purchase	CDX.NA.HY.24, Strike Price 105, Dec. 2015	Deutsche Bank	USD	700,000	700,000	20,862	6,517
Purchase	CDX.NA.IG.24, Strike Price 67.50, Dec. 2015	Deutsche Bank	USD	2,500,000	2,500,000	18,557	1,683
Sale	CDX.NA.HY.24, Strike Price 101, Sep. 2015	Credit Suisse International	USD	(700,000)	700,000	(4,513)	1,437

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 12 — Open positions on option contracts (continued)

As at June 30, 2015, the Company had entered into the following outstanding contracts:

Franklin U.S. Total Return Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	ITRX.EUR.XOVER.23, Strike Price 375, Sep. 2015	Credit Suisse International	EUR	(500,000)	500,000	(8,044)	(4,561)
Sale	CDX.NA.HY.24, Strike Price 101, Dec. 2015	Deutsche Bank	USD	(700,000)	700,000	(11,261)	(3,638)
Sale	CDX.NA.IG.24, Strike Price 90, Dec. 2015	Deutsche Bank	USD	(2,500,000)	2,500,000	(9,385)	(323)
						31,939	6,692

Templeton Asian Dividend Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Equity Option Sale	Cheung Kong Infrastructure Holdings Ltd., Call Option, Strike Price 63.5960, Jul. 2015	Bank of America	HKD	(12,667)	98,291	(129)	630
Sale	China Construction Bank Corp., Call Option, Strike Price 7.7376, Jul. 2015	Bank of America	HKD	(142,533)	130,367	(2,486)	318
Sale	China Mobile Ltd., Call Option, Strike Price 105.9760, Jul. 2015	Bank of America	HKD	(8,500)	108,996	(1,174)	950
Sale	China Petroleum & Chemical Corp., Call Option, Strike Price 7.1240, Jul. 2015	Bank of America	HKD	(97,333)	83,877	(1,791)	(44)
Sale	China Shenhua Energy Co. Ltd., Call Option, Strike Price 18.9592, Jul. 2015	Bank of America	HKD	(16,667)	38,014	(993)	46
Sale	Industrial and Commercial Bank of China Ltd., Call Option, Strike Price 6.7864, Jul. 2015	Bank of America	HKD	(162,700)	129,083	(168)	2,273
Sale	NagaCorp Ltd., Call Option, Strike Price 6.1360, Jul. 2015	Bank of America	HKD	(73,467)	54,402	(484)	170
Sale	Petrochina Co. Ltd., Call Option, Strike Price 9.3433, Jul. 2015	Bank of America	HKD	(59,333)	66,056	(1,103)	321
Sale	Taiwan Semiconductor Manufacturing Co. Ltd., Call Option, Strike Price 146.1215, Jul. 2015	Bank of America	TWD	(14,667)	66,692	(230)	183
Sale	VTech Holdings Ltd., Call Option, Strike Price 103.3805, Jul. 2015	Bank of America	HKD	(8,300)	109,751	(1,634)	(444)
						(10,192)	4,403

Templeton Global Income Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Equity Option Sale	Akzo Nobel NV, Call Option, Strike Price 68.75, Jul. 2015	Bank of America	EUR	(124,979)	9,090,991	(115,900)	63,357

Note 13 — Securities lending

During the year, the Company participated in a securities lending programme with J.P. Morgan.

As at June 30, 2015, the market value of the securities on loan and the corresponding collateral received were as follows:

	Fund currency	Market value of securities on loan in Fund currency	Market value of sovereign bonds received as collateral in Fund currency
Franklin Mutual European Fund	EUR	33,092,940	40,025,476
Franklin Mutual Global Discovery Fund	USD	13,085,684	14,201,591
Templeton Euroland Fund	EUR	3,198,747	3,868,843
Templeton European Fund	EUR	3,789,637	4,583,516

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 13 — Securities lending (continued)

During the year, the securities lending programme generated the following revenues and expenses:

	Fund currency	Gross earnings in Fund currency	Direct and indirect operational costs and fees in Fund currency	Net earnings in Fund currency
Franklin Euroland Fund	EUR	1,602	128	1,474
Franklin Global Growth and Value Fund	USD	7,726	618	7,108
Franklin Mutual Beacon Fund	USD	136,396	10,912	125,484
Franklin Mutual Euroland Fund	EUR	273	22	251
Franklin Mutual European Fund	EUR	854,623	68,370	786,253
Franklin Mutual Global Discovery Fund	USD	230,604	18,448	212,156
Templeton Euroland Fund	EUR	108,275	8,662	99,613
Templeton European Fund	EUR	111,016	8,881	102,135
Templeton Global Fund	USD	283,389	22,671	260,718
Templeton Global (Euro) Fund	EUR	160,930	12,875	148,055
Templeton Global Balanced Fund	USD	150,886	12,071	138,815
Templeton Global Equity Income Fund	USD	67,077	5,366	61,711
Templeton Growth (Euro) Fund	EUR	1,599,378	127,950	1,471,428

Note 14 — Investment management fees

The Investment Managers, as noted on pages 4 to 6, receive from the Company a monthly fee equivalent to a certain percentage per annum (as detailed below) of each Fund's average daily net assets during the accounting year. When Funds invest in other Franklin Templeton funds, a management fee is not applied to the amounts invested. The following percentages apply in respect of the different Funds as at June 30, 2015.

No management fee is payable by an investor on the acquisition of Class X and Class Y shares, instead a fee is paid to the Investment Manager or affiliates under a separate agreement.

	Class I	Class S	Class W	Other Classes except Class X and Class Y
Franklin Asia Credit Fund	0.550%			0.750%
Franklin Biotechnology Discovery Fund	0.700%		0.750%	1.000%
Franklin Brazil Opportunities Fund	0.700%			1.000%
Franklin Diversified Balanced Fund	0.300%			0.300%
Franklin Diversified Conservative Fund	0.250%			0.250%
Franklin Diversified Dynamic Fund	0.400%			0.400%
Franklin Euro Government Bond Fund	0.350%			0.500%
Franklin Euro High Yield Fund	0.600%		0.700%	0.800%
Franklin Euro Liquid Reserve Fund	0.200%			0.300%
Franklin Euro Short Duration Bond Fund	0.300%		0.350%	0.450%
Franklin Euro Short-Term Money Market Fund	0.200%			0.250%
Franklin Euroland Fund	0.700%			1.000%
Franklin European Fund	0.700%			1.000%
Franklin European Corporate Bond Fund	0.400%		0.500%	0.650%
Franklin European Dividend Fund	0.700%			1.000%
Franklin European Growth Fund	0.700%		0.750%	1.000%
Franklin European Income Fund	0.600%		0.750%	0.850%
Franklin European Small-Mid Cap Growth Fund	0.700%		0.750%	1.000%
Franklin European Total Return Fund	0.550%		0.550%	0.750%
Franklin GCC Bond Fund	0.550%			0.750%
Franklin Global Aggregate Bond Fund	0.400%		0.500%	0.650%
Franklin Global Aggregate Investment Grade Bond Fund	0.400%			0.650%
Franklin Global Allocation Fund	0.700%			1.000%
Franklin Global Convertible Securities Fund	0.600%			0.750%
Franklin Global Corporate High Yield Fund	0.600%			
Franklin Global Equity Strategies Fund			0.750%	1.250%
Franklin Global Fundamental Strategies Fund	0.700%			1.000%
Franklin Global Government Bond Fund	0.400%			0.600%
Franklin Global Growth Fund	0.700%		0.750%	1.000%
Franklin Global Growth and Value Fund	0.700%			1.000%
Franklin Global High Income Bond Fund	0.600%		0.700%	0.800%
Franklin Global Listed Infrastructure Fund	0.700%		0.750%	1.000%
Franklin Global Multi-Asset Income Fund	0.600%			0.850%
Franklin Global Real Estate Fund	0.700%		0.750%	1.000%
Franklin Global Small-Mid Cap Growth Fund	0.700%		0.750%	1.000%
Franklin Gold and Precious Metals Fund	0.700%			1.000%
Franklin High Yield Fund	0.600%			0.800%
Franklin Income Fund	0.600%			0.850%
Franklin India Fund	0.700%	0.625%	0.750%	1.000%
Franklin Japan Fund	0.700%		0.750%	1.000%
Franklin K2 Alternative Strategies Fund	1.750%		1.850%	2.050%
Franklin MENA Fund	1.050%		1.150%	1.500%
Franklin Natural Resources Fund	0.700%			1.000%
Franklin Real Return Fund				0.750%
Franklin Strategic Income Fund	0.550%			0.750%
Franklin Technology Fund	0.700%		0.750%	1.000%
Franklin U.S. Dollar Liquid Reserve Fund	0.200%			0.300%
Franklin U.S. Equity Fund	0.700%		0.750%	1.000%
Franklin U.S. Focus Fund	0.700%			1.000%
Franklin U.S. Government Fund	0.400%		0.500%	0.650%

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 14 — Investment management fees (continued)

	Class I	Class S	Class W	Other Classes except Class X and Class Y
Franklin U.S. Low Duration Fund	0.400%		0.450%	0.650%
Franklin U.S. Opportunities Fund	0.700%		0.750%	1.000%
Franklin U.S. Small-Mid Cap Growth Fund	0.700%			1.000%
Franklin U.S. Total Return Fund	0.550%			0.750%
Franklin World Perspectives Fund	0.700%		0.750%	1.000%
Franklin Mutual Beacon Fund	0.700%			1.000%
Franklin Mutual European Fund	0.700%		0.750%	1.000%
Franklin Mutual Global Discovery Fund	0.700%		0.750%	1.000%
Templeton Africa Fund	1.100%		1.250%	1.600%
Templeton ASEAN Fund				1.350%
Templeton Asian Bond Fund	0.550%	0.475%	0.650%	0.750%
Templeton Asian Dividend Fund	0.900%		1.000%	1.350%
Templeton Asian Growth Fund	0.900%		1.000%	1.350%
Templeton Asian Smaller Companies Fund	0.900%		1.000%	1.350%
Templeton BRIC Fund	1.100%		1.250%	1.600%
Templeton China Fund	1.100%		1.250%	1.600%
Templeton Eastern Europe Fund	1.100%		1.250%	1.600%
Templeton Emerging Markets Fund	1.100%		1.250%	1.600%
Templeton Emerging Markets Balanced Fund	0.900%		1.000%	1.300%
Templeton Emerging Markets Bond Fund	0.700%	0.625%	0.800%	1.000%
Templeton Emerging Markets Smaller Companies Fund	1.100%		1.250%	1.600%
Templeton Euroland Fund	0.700%			1.000%
Templeton European Fund	0.700%		0.750%	1.000%
Templeton Frontier Markets Fund	1.100%		1.250%	1.600%
Templeton Global Fund	0.700%		0.750%	1.000%
Templeton Global (Euro) Fund	0.700%		0.750%	1.000%
Templeton Global Balanced Fund	0.600%		0.700%	0.800%
Templeton Global Bond Fund	0.550%	0.475%	0.650%	0.750%
Templeton Global Bond (Euro) Fund	0.550%		0.650%	0.750%
Templeton Global Equity Income Fund	0.700%			1.000%
Templeton Global High Yield Fund	0.600%			0.850%
Templeton Global Income Fund	0.600%	0.525%		0.850%
Templeton Global Smaller Companies Fund	0.700%			1.000%
Templeton Global Total Return Fund	0.550%	0.475%	0.650%	0.750%
Templeton Growth (Euro) Fund	0.700%			1.000%
Templeton Korea Fund	1.100%			1.600%
Templeton Latin America Fund	1.000%		1.100%	1.400%
Templeton Thailand Fund	1.100%		1.250%	1.600%

Note 15 — Soft commission

Consistent with obtaining best execution, brokerage commissions on portfolio transactions for the Company may be directed by the Investment Managers to broker-dealers in recognition of research services furnished by them as well as for services rendered in the execution of orders by such broker-dealers.

The receipt of investment research and information and related services permits the Investment Managers to supplement their own research and analysis and makes available to them the views and information of individuals and research staffs of other firms.

Such related services do not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employee salaries or direct money payment.

Note 16 — Connected party transactions

Certain Directors of the Company are or may also be Officers and/or Directors of one or more of the various Investment Managers of the Funds, among others, Franklin Templeton Investment Management Limited, Templeton Asset Management Limited and Templeton Global Advisors Limited and the Registrar and Transfer, Corporate, Domiciliary and Administrative Agent, Franklin Templeton International Services S.à r.l., and the Commission Payer, Lightning Finance Limited/SG Constellation One Inc. All transactions with connected parties were entered into in the ordinary course of business and under normal commercial terms.

The investment management fees that are accrued by the Company in respect of the Management Company are detailed in note 14 to the financial statements.

There are no connected brokers in Franklin Templeton Investments, and no transactions were entered into with connected brokers during the year ended June 30, 2015.

During the year ended June 30, 2015, the Company accrued administration and transfer agency fees and shares' maintenance and service charges in respect of Franklin Templeton International Services S.à r.l. as Management Company and Principal Distributor of the Funds.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 17 — Taxation

Under current tax laws and practice, the Company is not liable in the Grand Duchy of Luxembourg to any taxes on income or on realised or unrealised capital gains.

The Company is liable in the Grand Duchy of Luxembourg to a tax of 0.05% per annum, such tax being paid quarterly, and calculated on the net asset value of each Fund at the end of each relevant quarter (except the Templeton Euro Liquid Reserve Fund, the Templeton Euro Short-Term Money Market Fund and the Franklin U.S. Dollar Liquid Reserve Fund for which the rate is 0.01%). This tax is not applicable for the portion of the assets of a Fund invested in other undertakings for collective investment that have already been subject to such tax. Class I shares and Class X shares may benefit from a reduced rate of 0.01% per annum if all shareholders of these share classes are institutional investors.

Investment income received or capital gains realised by the Company may be subject to tax in the countries of origin. All liabilities in respect of taxes payable on unrealised capital gains on investments are provided for as soon as there is a reasonable certainty that a liability will crystallise.

No stamp duty or other tax is payable in the Grand Duchy of Luxembourg on the issue of shares in the Company.

The Company is registered for Value Added Tax in the Grand Duchy of Luxembourg and subject to account for Value Added Tax in accordance with current laws.

Note 18 — Share classes

Class A (acc) shares: No distribution of dividends is made in respect of Class A (acc) shares but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply for Class A (dis) shares.

Class A (dis) shares: are offered at the applicable net asset value, plus an initial charge of up to 5.75% of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. A contingent deferred sales charge of up to 1%, retained by the Principal Distributor, applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class AX (acc) shares: are offered at the applicable net asset value, plus an initial charge of up to 5.75% of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. No distribution of dividends is made in respect of Class AX (acc) shares but the net income attributable is reflected in the increased value of the shares. A contingent deferred sales charge of up to 1% applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class B (acc) shares: No distribution of dividends is made in respect of Class B (acc) shares but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply for Class B (dis) shares.

Class B (dis) shares: are not subject to an initial charge but are subject to a contingent deferred sales charge up to 4% if an investor sells shares within 4 years of purchase. In addition, a maintenance charge of up to 0.75% per annum of the applicable average net asset value and a servicing charge of 1.06% per annum of the applicable average net asset value are applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Starting from 2011, shares will be automatically converted into Class A shares of the same Fund 7 years after their purchase as more fully disclosed in the prospectus.

Class C (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as the those which apply for Class C (dis) shares.

Class C (dis) shares: are not subject to an initial charge but are subject to a contingent deferred sales charge of 1.00% if an investor redeems shares within one year of purchase. In addition, a servicing charge (during the first year of investment) and a maintenance charge (from the second and subsequent years of investment) of 1.08% per annum of the applicable average net asset value is deducted. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other party.

Class I (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply for Class I (dis) shares.

Class I (dis) shares: are offered to institutional investors as more fully described in the current prospectus and addendum of the Company. Purchases of Class I (dis) shares are not subject to an initial sales charge, nor a contingent deferred sales charge or any maintenance or servicing charges. Class I (dis) shares benefit from a reduced Investment Management fee (note 14).

Class N (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as these which apply for Class N (dis) shares.

Class N (dis) shares: are subject to an initial charge of up to 3% of the total amount invested. In addition, a maintenance charge of up to 1.25% per annum of the applicable average net asset value is accrued daily and is deducted and paid monthly to the Principal Distributor. Class N (dis) shares may be offered in certain limited circumstances as more fully described in the current prospectus and addendum of the Company.

Class S (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as these which apply for Class S (dis) shares.

Class S (dis) shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class S (dis) shares may be offered in certain limited circumstances as more fully described in the current prospectus and addendum of the Company.

Class W (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as these which apply for Class W (dis) shares.

Class W (dis) shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class W (dis) shares may be offered in certain limited circumstances as more fully described in the current prospectus and addendum of the Company.

Class X (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as these which apply for Class X (dis) shares.

Class X (dis) shares: are not subject to an initial charge and no management fees will be payable by an investor on the acquisition of Class X shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class X shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus and addendum of the Company.

Class Y (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as these which apply for Class Y (dis) shares.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 18 — Share classes (continued)

Class Y (dis) shares: are not subject to an initial charge and no management, registrar, transfer, corporate, domiciliary or administration fees will be payable by an investor on the acquisition of Class Y shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class Y shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus and addendum of the Company.

Class Z (acc) shares: No distribution of dividends is made but the net income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as these which apply for Class Z (dis) shares.

Class Z (dis) shares: are not subject to an initial charge, contingent deferred sales charge nor any maintenance or servicing charge. Class Z (dis) shares may be offered in certain limited circumstances as more fully described in the current prospectus and addendum of the Company.

The distributing share classes may have different frequencies. Mdis share classes distribute monthly, Qdis share classes distribute quarterly and Ydis share classes distribute annually.

Hedged share classes: In respect of hedged share classes, the Company offers the following alternatives:

- ▶ H1: in order to reduce exchange rate fluctuations and return fluctuations, the base currency exposure of the hedged share class is hedged into a specified alternative currency.
- ▶ H2: a hedging strategy is applied in order to reduce the risk of currency movements between the currency of the hedged share class and other material currencies of the securities held by the Fund.
- ▶ H4: Where currency controls imposed by a country's monetary authority prevent free movement of currency ("Restricted Currency"), another hedging methodology is used. The share class is denominated in the base currency of the Fund but hedges the Fund's base currency into a specified Restricted Currency for investors in that Restricted Currency.

Note 19 — Expenses reimbursement

On a daily basis, for share classes where the expenses are capped, the level of expenses is calculated and compared to the cap and where the level of expenses is higher than the cap, this difference is booked as a decrease of expense (the "waiver fees"). On a monthly basis the waiver fees are deducted from the fees received by Franklin Templeton International Services S.à r.l.

The amount of waiver fees is disclosed as "Expenses reimbursement" in the "Statement of Operations and Changes in Net Assets".

Note 20 — Statement of changes in the investment portfolio

A list, specifying for each Fund total purchases and sales transacted during the year under review, may be obtained, upon request, at the registered office of the Company.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 21 — Transaction costs

Transaction costs are costs incurred to acquire and dispose of financial assets or liabilities. They include fees and commissions paid to agents, brokers and dealers. No transaction costs are charged by the Custodian. During the year ended June 30, 2015 the Company incurred the following transaction costs:

Fund	Currency	Amount	Fund	Currency	Amount
Franklin Asia Credit Fund	USD	—*	Franklin Technology Fund	USD	285,959
Franklin Asian Flex Cap Fund	USD	10,508	Franklin U.S. Dollar Liquid Reserve Fund	USD	—*
Franklin Biotechnology Discovery Fund	USD	2,186,965	Franklin U.S. Equity Fund	USD	377,227
Franklin Brazil Opportunities Fund	USD	74,203	Franklin U.S. Focus Fund	USD	20,224
Franklin Diversified Balanced Fund	EUR	14,728	Franklin U.S. Government Fund	USD	—*
Franklin Diversified Conservative Fund	EUR	4,661	Franklin U.S. Low Duration Fund	USD	20,920
Franklin Diversified Dynamic Fund	EUR	10,488	Franklin U.S. Opportunities Fund	USD	1,845,088
Franklin Euro Government Bond Fund	EUR	—*	Franklin U.S. Small-Mid Cap Growth Fund	USD	187,786
Franklin Euro High Yield Fund	EUR	24,737	Franklin U.S. Total Return Fund	USD	3,046
Franklin Euro Liquid Reserve Fund	EUR	—*	Franklin World Perspectives Fund	USD	735,392
Franklin Euro Short Duration Bond Fund	EUR	—*	Franklin Mutual Beacon Fund	USD	246,824
Franklin Euro Short-Term Money Market Fund	EUR	—*	Franklin Mutual Euroland Fund	EUR	9,236
Franklin Euroland Fund	EUR	83,040	Franklin Mutual European Fund	EUR	2,808,839
Franklin European Fund	EUR	11,182	Franklin Mutual Global Discovery Fund	USD	889,570
Franklin European Corporate Bond Fund	EUR	—*	Templeton Africa Fund	USD	538,503
Franklin European Dividend Fund	EUR	173,608	Templeton ASEAN Fund	USD	8,746
Franklin European Growth Fund	EUR	4,005,677	Templeton Asian Bond Fund	USD	—*
Franklin European Income Fund	EUR	8,751	Templeton Asian Dividend Fund	USD	12,442
Franklin European Small-Mid Cap Growth Fund	EUR	590,558	Templeton Asian Growth Fund	USD	3,497,515
Franklin European Total Return Fund	EUR	—*	Templeton Asian Smaller Companies Fund	USD	1,229,581
Franklin GCC Bond Fund	USD	—*	Templeton BRIC Fund	USD	1,327,987
Franklin Global Aggregate Bond Fund	USD	—*	Templeton China Fund	USD	444,029
Franklin Global Aggregate Investment Grade Bond Fund	USD	—*	Templeton Constrained Bond Fund	USD	—*
Franklin Global Allocation Fund	USD	55,608	Templeton Eastern Europe Fund	EUR	499,268
Franklin Global Convertible Securities Fund	USD	4,951	Templeton Emerging Markets Fund	USD	1,595,691
Franklin Global Corporate High Yield Fund	USD	13	Templeton Emerging Markets Balanced Fund	USD	79,456
Franklin Global Equity Strategies Fund	USD	128,967	Templeton Emerging Markets Bond Fund	USD	—*
Franklin Global Fundamental Strategies Fund	USD	824,062	Templeton Emerging Markets Smaller Companies Fund	USD	491,742
Franklin Global Government Bond Fund	USD	—*	Templeton Euroland Fund	EUR	131,583
Franklin Global Growth Fund	USD	162,565	Templeton European Fund	EUR	275,456
Franklin Global Growth and Value Fund	USD	47,195	Templeton Frontier Markets Fund	USD	3,654,316
Franklin Global High Income Bond Fund	USD	34	Templeton Global Fund	USD	1,189,376
Franklin Global Listed Infrastructure Fund	USD	13,766	Templeton Global (Euro) Fund	EUR	466,160
Franklin Global Multi-Asset Income Fund	EUR	70,249	Templeton Global Balanced Fund	USD	434,165
Franklin Global Real Estate Fund	USD	302,122	Templeton Global Bond Fund	USD	—*
Franklin Global Small-Mid Cap Growth Fund	USD	265,976	Templeton Global Bond (Euro) Fund	EUR	—*
Franklin Gold and Precious Metals Fund	USD	139,088	Templeton Global Equity Income Fund	USD	249,045
Franklin High Yield Fund	USD	24,391	Templeton Global High Yield Fund	USD	38
Franklin Income Fund	USD	1,195,466	Templeton Global Income Fund	USD	1,206,476
Franklin India Fund	USD	7,460,013	Templeton Global Smaller Companies Fund	USD	287,368
Franklin Japan Fund	JPY	90,141,010	Templeton Global Total Return Fund	USD	2,224
Franklin K2 Alternative Strategies Fund	USD	224,840	Templeton Growth (Euro) Fund	EUR	3,909,980
Franklin MENA Fund	USD	2,022,526	Templeton Korea Fund	USD	493,228
Franklin Natural Resources Fund	USD	180,969	Templeton Latin America Fund	USD	1,205,869
Franklin Real Return Fund	USD	318	Templeton Thailand Fund	USD	297,796
Franklin Strategic Income Fund	USD	23,852			

*For debt securities and derivatives, transaction costs are not separately identifiable from the purchase price of the security and therefore cannot be disclosed separately.

Note 22 — Equalisation

The Funds use an accounting practice known as equalisation, by which a portion of the proceeds from issue and costs of redemption of shares, equivalent on a per share basis to the amount of undistributed net investment income on the date of the transaction, is credited or charged to undistributed income which is disclosed as equalisation in the “Statement of Operations and Changes in Net Assets”. As a result, undistributed net investment income per share is unaffected by issue or redemptions of shares.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 23 — Annual and interim dividends distributed for the year ended June 30, 2015

For the year ended June 30, 2015, the following amounts per share were paid out to distributing share class shareholders.

Accumulated dividends have not been paid out and are reflected as an increase in the "Issue of shares" account in the "Statement of Operations and Changes in Net Assets".

	Annual Distribution													
	Jul-2014	Jul-2014	Aug-2014	Sep-2014	Oct-2014	Nov-2014	Dec-2014	Jan-2015	Feb-2015	Mar-2015	Apr-2015	May-2015	Jun-2015	
Franklin Asia Credit Fund														
A (Mdis) AUD-H1*							-	0.001	0.017	0.019	0.021	0.021	0.019	0.036
A (Mdis) SGD-H1*							-	0.001	0.017	0.018	0.021	0.020	0.019	0.035
A (Mdis) USD*							-	0.001	0.016	0.018	0.021	0.020	0.020	0.034
Franklin Asian Flex Cap Fund														
A (Ydis) USD**														
Franklin Brazil Opportunities Fund														
A (Qdis) HKD		0.251			0.100			-				0.095		
A (Qdis) USD		0.250			0.099			-				0.095		
N (Qdis) USD		0.219			0.099			-				0.095		
Franklin Diversified Balanced Fund														
A (Qdis) EUR*														
A (Ydis) EUR*														
I (Qdis) EUR*														
I (Ydis) EUR*														
N (Ydis) EUR*														
Franklin Diversified Conservative Fund														
A (Qdis) EUR*														
A (Ydis) EUR*														
I (Qdis) EUR*														
I (Ydis) EUR*														
N (Ydis) EUR*														
Franklin Diversified Dynamic Fund														
A (Ydis) EUR*														
I (Ydis) EUR*														
Franklin Euro Government Bond Fund														
A (Ydis) EUR	0.117													
I (Qdis) EUR		0.037			0.036			0.033				0.022		
Franklin Euro High Yield Fund														
A (Mdis) EUR		0.022	0.020	0.027	0.022	0.022	0.023	0.023	0.022	0.024	0.022	0.021	0.027	
A (Mdis) USD		0.038	0.034	0.045	0.035	0.035	0.036	0.034	0.031	0.035	0.029	0.028	0.039	
A (Mdis) USD-H1*								-	0.025	0.036	0.034	0.034	0.044	
A (Ydis) EUR	0.302													
B (Mdis) EUR		0.027	0.024	0.035	0.028	0.026	0.030	0.027	0.028	0.032	0.026	0.024	0.052	
B (Mdis) USD		0.026	0.022	0.034	0.024	0.024	0.026	0.023	0.022	0.025	0.020	0.019	0.041	
I (Ydis) EUR	0.521													
Franklin Euro Liquid Reserve Fund														
A (Ydis) EUR	-													
Franklin Euro Short Duration Bond Fund														
A (Ydis) EUR	-													
Franklin European Fund^B														
A (Ydis) EUR	0.166													
Franklin European Corporate Bond Fund														
A (Ydis) EUR	0.190													
I (Ydis) EUR	0.245													
N (Ydis) EUR	0.100													
Y (Mdis) EUR*														
Franklin European Dividend Fund														
A (Mdis) SGD-H1*						-	0.023	0.031	0.032	0.034	0.034	0.033	0.034	
A (Mdis) USD*					-	0.018	0.028	0.028	0.028	0.027	0.028	0.027	0.028	0.028
A (Ydis) EUR	0.546													
Y (Mdis) EUR*														
Franklin European Growth Fund														
A (Ydis) GBP	0.177													
Franklin European Income Fund														
A (Mdis) EUR*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023
A (Mdis) SGD-H1*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023
A (Mdis) USD*							-	0.006	0.021	0.021	0.021	0.020	0.021	0.020
I (Mdis) EUR*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023
N (Mdis) EUR*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023
N (Mdis) USD-H1*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023
W (Mdis) EUR*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023
Z (Mdis) EUR*							-	0.006	0.022	0.023	0.023	0.023	0.023	0.023

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 23 — Annual and interim dividends distributed for the year ended June 30, 2015 (continued)

	Annual Distribution	Jul- 2014	Aug- 2014	Sep- 2014	Oct- 2014	Nov- 2014	Dec- 2014	Jan- 2015	Feb- 2015	Mar- 2015	Apr- 2015	May- 2015	Jun- 2015
Franklin European Small-Mid Cap Growth Fund													
Y (Mdis) EUR*													
Franklin European Total Return Fund													
A (Mdis) EUR		0.012	0.013	0.013	0.011	0.011	0.011	0.012	0.010	0.009	0.008	0.008	0.017
A (Mdis) USD		0.017	0.018	0.016	0.014	0.014	0.014	0.014	0.012	0.009	0.008	0.009	0.019
N (Mdis) EUR		0.007	0.009	0.007	0.006	0.007	0.006	0.006	0.005	0.003	0.002	0.002	0.020
Franklin GCC Bond Fund													
A (Mdis) USD		0.027	0.027	0.026	0.026	0.026	0.026	0.027	0.026	0.031	0.030	0.031	0.027
B (Mdis) USD		0.015	0.012	0.013	0.013	0.012	0.014	0.013	0.012	0.018	0.017	0.018	0.014
Franklin Global Aggregate Bond Fund													
A (Mdis) EUR		0.012	0.014	0.012	0.011	0.013	0.011	0.009	0.008	0.007	0.008	0.008	0.007
A (Mdis) USD		0.016	0.013	0.011	0.011	0.011	0.010	0.008	0.006	0.005	0.006	0.007	0.005
A (Qdis) GBP-H1		0.038			0.036			0.030			0.020		
A (Ydis) EUR-H1	0.147												
I (Qdis) EUR-H1		0.055			0.054			0.048			0.037		
I (Qdis) GBP-H1		0.054			0.054			0.048			0.036		
Franklin Global Allocation Fund													
A (Qdis) GBP		-			-			-			-		
A (Ydis) EUR	0.006												
A (Ydis) EUR-H1	-												
I (Ydis) EUR-H1	0.089												
Franklin Global Convertible Securities Fund													
A (Ydis) EUR	0.027												
A (Ydis) EUR-H1	0.027												
Franklin Global Corporate High Yield Fund													
I (Ydis) EUR	0.433												
I (Ydis) EUR-H1	0.447												
Franklin Global Equity Strategies Fund													
A (Ydis) EUR	0.029												
Franklin Global Fundamental Strategies Fund													
A (Ydis) EUR	0.072												
N (Ydis) EUR	0.022												
Franklin Global Government Bond Fund													
A (Mdis) EUR		0.013	0.013	0.012	0.009	0.009	0.006	0.004	0.002	0.003	0.001	0.008	0.013
A (Mdis) USD		0.013	0.013	0.012	0.008	0.009	0.006	0.004	0.001	0.002	0.001	0.007	0.010
N (Mdis) USD		0.007	0.008	0.005	0.003	0.002	-	-	-	-	-	-	-
Franklin Global High Income Bond Fund													
A (Mdis) HKD		0.047	0.044	0.048	0.043	0.043	0.043	0.043	0.043	0.043	0.043	0.043	0.050
A (Mdis) SGD		0.046	0.044	0.047	0.043	0.044	0.044	0.045	0.046	0.046	0.047	0.045	0.053
A (Mdis) SGD-H1		0.046	0.044	0.048	0.043	0.043	0.043	0.043	0.043	0.043	0.043	0.043	0.050
A (Mdis) USD		0.048	0.048	0.048	0.043	0.043	0.043	0.043	0.043	0.043	0.043	0.043	0.050
N (Mdis) USD*						-	0.026	0.035	0.035	0.034	0.035	0.034	0.041
Franklin Global Listed Infrastructure Fund													
A (Mdis) SGD-H1		0.025	0.025	0.026	0.027	0.027	0.027	0.028	0.028	0.029	0.029	0.026	0.027
A (Qdis) USD		0.148			0.056			0.070			0.042		
A (Ydis) EUR	0.318												
W (Qdis) GBP		0.136			0.054			0.071			0.047		
Franklin Global Multi-Asset Income Fund													
A (Mdis) SGD-H1*													
A (Mdis) USD-H1*													
A (Qdis) EUR		0.098			0.073			0.057			0.079		
A (Ydis) EUR	0.325												
I (Qdis) EUR		0.098			0.074			0.057			0.079		
I (Ydis) EUR*													
I (Mdis) USD-H1*													
N (Mdis) USD-H1*													
N (Qdis) EUR*													
N (Ydis) EUR*													
Z (Mdis) USD-H1*													
Franklin Global Real Estate Fund													
A (Qdis) SGD		0.059			0.026			0.047			0.052		
A (Qdis) USD		0.079			0.035			0.060			0.063		
A (Ydis) EUR-H1	0.332												
B (Qdis) USD		0.077			0.034			0.059			0.061		
C (Qdis) USD		0.079			0.034			0.060			0.062		
W (Qdis) USD		0.084			0.037			0.064			0.068		

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 23 — Annual and interim dividends distributed for the year ended June 30, 2015 (continued)

	Annual												
	Distribution	Jul-2014	Aug-2014	Sep-2014	Oct-2014	Nov-2014	Dec-2014	Jan-2015	Feb-2015	Mar-2015	Apr-2015	May-2015	Jun-2015
Franklin U.S. Low Duration Fund													
A (Mdis) USD		0.005	0.004	0.004	0.004	0.003	0.003	0.002	0.003	0.004	0.004	0.005	0.004
B (Mdis) USD		-	-	-	-	-	-	-	-	-	-	-	-
C (Mdis) USD		-	-	-	-	-	-	-	-	-	-	-	-
N (Mdis) USD		-	-	-	-	-	-	-	-	-	-	-	-
W (Qdis) USD*											0.021		
Franklin U.S. Opportunities Fund													
A (Ydis) EUR		-											
A (Ydis) GBP		-											
X (Ydis) USD	0.030												
Y (Mdis) USD*													
Franklin U.S. Total Return Fund													
A (Mdis) USD		0.017	0.015	0.013	0.013	0.012	0.011	0.010	0.010	0.009	0.009	0.010	0.010
C (Mdis) USD		0.008	0.007	0.006	0.006	0.004	0.004	0.002	0.002	0.002	0.002	0.002	0.003
I (Mdis) USD		0.021	0.019	0.018	0.018	0.016	0.016	0.014	0.014	0.013	0.014	0.014	0.014
N (Mdis) USD		0.010	0.007	0.007	0.007	0.005	0.005	0.003	0.002	0.004	0.002	0.003	0.003
Franklin World Perspectives Fund													
A (Ydis) GBP		-											
Franklin Mutual Beacon Fund													
A (Ydis) USD	0.185												
Franklin Mutual European Fund													
A (Ydis) EUR	0.182												
A (Ydis) GBP	0.152												
B (Ydis) EUR	-												
I (Ydis) EUR	0.319												
W (Ydis) EUR	0.149												
Franklin Mutual Global Discovery Fund													
A (Ydis) EUR	0.139												
A (Ydis) GBP	0.112												
Templeton Africa Fund													
A (Ydis) EUR	0.164												
A (Ydis) EUR-H1	0.166												
Templeton ASEAN Fund													
A (Ydis) USD*													
Templeton Asian Bond Fund													
A (Mdis) AUD-H1		0.028	0.028	0.023	0.021	0.021	0.022	0.025	0.023	0.016	0.021	0.023	0.044
A (Mdis) EUR		0.032	0.028	0.025	0.023	0.022	0.025	0.026	0.026	0.020	0.027	0.027	0.054
A (Mdis) SGD		0.029	0.026	0.023	0.021	0.019	0.023	0.023	0.022	0.017	0.023	0.022	0.045
A (Mdis) SGD-H1		0.029	0.027	0.023	0.022	0.020	0.022	0.023	0.021	0.017	0.021	0.020	0.043
A (Mdis) USD		0.041	0.037	0.033	0.029	0.027	0.031	0.031	0.029	0.022	0.029	0.030	0.059
B (Mdis) USD		0.022	0.020	0.014	0.011	0.010	0.013	0.013	0.012	0.007	0.011	0.014	0.059
C (Mdis) USD		0.032	0.027	0.024	0.020	0.017	0.022	0.022	0.020	0.014	0.020	0.021	0.060
I (Mdis) EUR		0.034	0.035	0.031	0.029	0.029	0.031	0.031	0.034	0.026	0.034	0.034	0.057
I (Ydis) EUR-H1*													
N (Mdis) USD		0.030	0.028	0.025	0.021	0.018	0.023	0.023	0.021	0.015	0.021	0.022	0.059
W (Mdis) USD		0.033	0.033	0.027	0.025	0.025	0.026	0.026	0.026	0.019	0.025	0.026	0.045
X (Ydis) USD	0.405												
Templeton Asian Dividend Fund													
A (Mdis) SGD-H1		0.034	0.035	0.036	0.040	0.042	0.039	0.035	0.033	0.035	0.033	0.033	0.035
A (Mdis) USD		0.034	0.035	0.037	0.039	0.041	0.040	0.037	0.037	0.040	0.037	0.037	0.038
A (Qdis) EUR		0.093			0.133			0.147			0.133		
A (Ydis) EUR	0.365												
W (Qdis) GBP		0.091			0.129			0.140			0.140		
Templeton Asian Growth Fund													
A (Ydis) EUR	0.068												
A (Ydis) GBP	0.055												
A (Ydis) USD	0.094												
I (Ydis) EUR-H2	0.140												
W (Ydis) EUR	0.107												
X (Ydis) USD	0.058												
Y (Mdis) USD*													
Z (Ydis) EUR-H1	0.088												
Z (Ydis) USD	0.078												
Templeton Asian Smaller Companies Fund													
A (Ydis) USD	0.171												
X (Ydis) USD	0.059												

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 23 — Annual and interim dividends distributed for the year ended June 30, 2015 (continued)

	Annual													
	Distribution	Jul-2014	Jul-2014	Aug-2014	Sep-2014	Oct-2014	Nov-2014	Dec-2014	Jan-2015	Feb-2015	Mar-2015	Apr-2015	May-2015	Jun-2015
Templeton BRIC Fund														
A (Ydis) EUR	0.083													
A (Ydis) GBP	0.026													
Templeton China Fund														
A (Ydis) EUR	-													
A (Ydis) GBP	-													
I (Ydis) GBP	0.089													
W (Ydis) EUR	0.085													
Z (Ydis) EUR**	0.070													
Templeton Constrained Bond Fund														
A (Mdis) EUR**		0.004	0.003	0.004	0.005	0.006	0.005	0.007	0.007	0.002	0.005	0.003	0.001	
A (Mdis) USD**		0.003	0.003	0.003	0.004	0.005	0.005	0.005	0.006	0.002	0.004	0.002	0.001	
N (Mdis) USD**		-	-	-	-	-	-	-	-	-	-	-	-	
Templeton Eastern Europe Fund														
A (Ydis) EUR	-													
A (Ydis) GBP	-													
B (Ydis) EUR	-													
Templeton Emerging Markets Fund														
A (Ydis) USD	0.088													
Templeton Emerging Markets Balanced Fund														
A (Qdis) GBP		0.065			0.055			0.046			0.046			
A (Qdis) GBP-H1**		0.066												
A (Qdis) SGD-H1		0.058			0.053			0.043			0.041			
A (Qdis) USD		0.068			0.053			0.043			0.040			
A (Ydis) EUR	0.263													
A (Ydis) EUR-H1	0.247													
B (Mdis) USD		0.011	0.011	0.012	0.012	0.005	0.002	0.007	-	-	0.011	0.016	0.002	
I (Ydis) EUR-H1	0.316													
W (Qdis) GBP		0.089			0.078			0.068			0.069			
Z (Qdis) GBP		0.082			0.070			0.063			0.064			
Templeton Emerging Markets Bond Fund														
A (Mdis) AUD-H1		0.040	0.046	0.042	0.047	0.051	0.048	0.050	0.047	0.052	0.056	0.045	0.061	
A (Mdis) HKD		0.042	0.048	0.045	0.048	0.053	0.048	0.048	0.047	0.054	0.057	0.048	0.062	
A (Mdis) SGD-H1		0.039	0.044	0.041	0.045	0.049	0.045	0.045	0.043	0.051	0.053	0.042	0.057	
A (Mdis) USD		0.047	0.052	0.050	0.053	0.058	0.053	0.053	0.050	0.060	0.064	0.052	0.069	
A (Qdis) EUR		0.195			0.214			0.222			0.288			
A (Qdis) GBP		0.142			0.142			0.159			0.181			
A (Qdis) USD		0.264			0.267			0.284			0.300			
A (Ydis) EUR-H1	0.603													
B (Mdis) USD		0.035	0.039	0.038	0.040	0.046	0.041	0.042	0.039	0.050	0.053	0.043	0.068	
B (Qdis) USD		0.183			0.183			0.201			0.222			
I (Qdis) GBP-H1		0.156			0.167			0.176			0.187			
I (Qdis) USD		0.240			0.241			0.255			0.263			
I (Ydis) EUR-H1	0.693													
N (Mdis) USD*						-	0.033	0.046	0.044	0.051	0.055	0.046	0.063	
N (Qdis) PLN-H1*											-			
W (Qdis) EUR		0.153			0.170			0.186			0.223			
W (Qdis) GBP		0.139			0.143			0.159			0.178			
W (Qdis) GBP-H1		0.159			0.171			0.180			0.193			
W (Qdis) USD		0.146			0.146			0.155			0.161			
Y (Mdis) USD*														
Z (Mdis) USD		0.045	0.050	0.047	0.050	0.054	0.050	0.050	0.048	0.055	0.059	0.049	0.059	
Z (Qdis) GBP-H1		0.154			0.164			0.172			0.186			
Templeton Emerging Markets Smaller Companies Fund														
A (Ydis) GBP	0.040													
A (Ydis) USD	0.031													
Y (Mdis) USD*														
Templeton Euroland Fund														
A (Ydis) EUR	0.310													
B (Ydis) EUR	0.069													
Templeton European Fund														
A (Ydis) USD	0.270													
Templeton Frontier Markets Fund														
A (Ydis) GBP	0.192													
A (Ydis) USD	0.205													
I (Ydis) GBP	0.424													
Z (Ydis) EUR-H1	0.193													

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 23 — Annual and interim dividends distributed for the year ended June 30, 2015 (continued)

	Annual Distribution	Jul- 2014	Aug- 2014	Sep- 2014	Oct- 2014	Nov- 2014	Dec- 2014	Jan- 2015	Feb- 2015	Mar- 2015	Apr- 2015	May- 2015	Jun- 2015
Templeton Global Total Return Fund													
A (Mdis) AUD-H1		0.032	0.035	0.032	0.038	0.036	0.036	0.033	0.028	0.041	0.040	0.029	0.053
A (Mdis) EUR		0.036	0.039	0.038	0.043	0.043	0.042	0.040	0.036	0.052	0.056	0.040	0.069
A (Mdis) EUR-H1		0.032	0.033	0.033	0.036	0.036	0.033	0.032	0.028	0.039	0.040	0.027	0.049
A (Mdis) GBP		0.029	0.031	0.029	0.034	0.035	0.032	0.031	0.028	0.037	0.041	0.029	0.050
A (Mdis) GBP-H1		0.024	0.026	0.025	0.027	0.028	0.026	0.023	0.021	0.029	0.030	0.021	0.038
A (Mdis) HKD		0.032	0.034	0.032	0.035	0.036	0.033	0.031	0.026	0.038	0.038	0.029	0.050
A (Mdis) RMB-H1		0.294	0.317	0.296	0.326	0.330	0.312	0.294	0.246	0.362	0.356	0.276	0.473
A (Mdis) SGD		0.031	0.033	0.031	0.035	0.035	0.034	0.034	0.028	0.040	0.041	0.030	0.052
A (Mdis) SGD-H1		0.033	0.033	0.032	0.036	0.036	0.034	0.032	0.027	0.039	0.039	0.027	0.050
A (Mdis) USD		0.050	0.051	0.049	0.054	0.055	0.050	0.048	0.040	0.058	0.058	0.045	0.076
A (Ydis) CHF-H1	0.392												
A (Ydis) EUR	0.477												
A (Ydis) EUR-H1	0.394												
B (Mdis) USD		0.027	0.027	0.026	0.030	0.032	0.028	0.024	0.017	0.038	0.036	0.022	0.076
C (Mdis) USD		0.034	0.035	0.033	0.037	0.038	0.035	0.031	0.025	0.043	0.041	0.030	0.067
I (Mdis) EUR		0.041	0.045	0.043	0.048	0.050	0.046	0.046	0.044	0.057	0.062	0.047	0.067
I (Mdis) GBP		0.042	0.042	0.040	0.045	0.047	0.045	0.045	0.040	0.049	0.053	0.041	0.058
I (Mdis) GBP-H1		0.040	0.043	0.041	0.044	0.045	0.042	0.040	0.036	0.045	0.048	0.037	0.053
I (Mdis) JPY		4.189	4.510	4.206	4.838	5.122	5.058	4.836	4.139	5.643	5.692	4.626	6.742
I (Mdis) JPY-H1		3.298	3.566	3.305	3.726	3.829	3.618	3.294	2.790	3.861	3.849	3.109	4.549
I (Ydis) EUR	0.552												
I (Ydis) EUR-H1	0.458												
N (Mdis) EUR-H1		0.030	0.031	0.030	0.035	0.034	0.031	0.029	0.025	0.039	0.038	0.025	0.057
N (Mdis) USD		0.020	0.022	0.021	0.022	0.023	0.021	0.020	0.015	0.026	0.025	0.018	0.040
N (Ydis) EUR-H1	0.315												
S (Ydis) USD	0.039												
W (Mdis) EUR		0.031	0.033	0.032	0.036	0.037	0.035	0.033	0.033	0.043	0.046	0.035	0.052
W (Mdis) GBP		0.034	0.034	0.032	0.036	0.037	0.035	0.034	0.030	0.040	0.043	0.031	0.048
W (Mdis) GBP-H1		0.029	0.032	0.031	0.033	0.034	0.032	0.030	0.026	0.034	0.037	0.026	0.041
W (Mdis) USD		0.030	0.033	0.029	0.033	0.033	0.030	0.029	0.025	0.035	0.034	0.028	0.041
W (Ydis) EUR	0.286												
X (Ydis) USD	0.518												
Z (Mdis) GBP-H1		0.032	0.036	0.034	0.038	0.038	0.035	0.034	0.030	0.038	0.041	0.030	0.047
Z (Mdis) USD		0.032	0.034	0.032	0.035	0.036	0.033	0.030	0.027	0.037	0.038	0.029	0.046
Z (Ydis) EUR-H1	0.431												
Templeton Growth (Euro) Fund													
A (Ydis) EUR	0.090												
A (Ydis) USD	0.123												
B (Ydis) EUR	-												
I (Ydis) EUR	0.199												
I (Ydis) USD	0.274												
Templeton Latin America Fund													
A (Ydis) EUR	0.332												
A (Ydis) GBP	0.246												
A (Ydis) USD	0.438												
I (Ydis) EUR-H2	0.152												
W (Ydis) USD	0.149												
X (Ydis) USD**	0.211												

*These share classes were launched during the year under review

** These share classes were closed during the year under review

β This Fund had its name changed effective on November 14, 2014 (refer to Note 1)

***These share classes paid quarterly distributions until January 2015 and started paying monthly distributions in February 2015

Note 24 — Portfolio Turnover Ratio

The portfolio turnover ratio, expressed as a percentage, is equal to the total of purchases and sales of securities netted against the absolute value of subscriptions and redemptions, over average net assets of the Fund for the year. It is effectively a measure of how frequently a Fund buys or sells securities.

The portfolio turnover ratio calculation is not applicable to Liquid Reserve and Money Market Funds, as such a ratio is not relevant to such Funds due to the short-term nature of the investments.

Note 25 — Total Expense Ratio

The Total Expense Ratio ("TER"), expressed as a percentage, represents how the total expenses of the Funds relate to the average net assets of the Funds for the year ended June 30, 2015. The total expenses comprise the investment management fees, the administration and transfer agency fees, the custodian fees and other expenses as summarised in the "Statement of Operations and Changes in Net Assets".

For share classes launched during the year, the TER is annualised.

NOTES TO THE FINANCIAL STATEMENTS AT JUNE 30, 2015 (CONTINUED)

Note 26 — Audited annual reports and unaudited semi-annual reports

The audited annual reports and unaudited semi-annual reports are available on the following Franklin Templeton Investments website, www.franklintempleton.lu, or may be obtained, free of charge, on request at the registered office of the Company. They are only distributed to registered Shareholders in those countries where local regulation so requires.

Note 27 — Global Credit Facility

Effective February 13, 2015, the Company, together with other European and U.S. registered investment funds managed by Franklin Templeton Investments (individually, “Borrower”; collectively “Borrowers”), entered into a joint syndicated senior unsecured credit facility totaling USD 2,000 million (Global Credit Facility) to provide a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests.

Under the terms of the Global Credit Facility, the Company will, in addition to interest charged on any borrowings made by the Company and other costs incurred by the Company, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee based upon the unused portion of the Global Credit Facility.

During the financial year ended June 30, 2015, the company did not use the Global Credit Facility.

Note 28 — Abbreviations

Countries

ARE	United Arab Emirates	ETH	Ethiopia	KWT	Kuwait	SAU	Saudi Arabia
ARG	Argentina	FIN	Finland	LKA	Sri Lanka	SEN	Senegal
AUS	Australia	FJI	Fiji	LTU	Lithuania	SER	Serbia
AUT	Austria	FRA	France	LUX	Luxembourg	SGP	Singapore
BEL	Belgium	GBR	United Kingdom	LVA	Latvia	SLV	El Salvador
BGD	Bangladesh	GEO	Georgia	MAC	Macao	SP	Supranational
BHR	Bahrain	GHA	Ghana	MAR	Morocco	SVK	Slovakia
BHS	Bahamas	GRC	Greece	MEX	Mexico	SVN	Slovenia
BIH	Bosnia and Herzegovina	HKG	Hong Kong	MNE	Montenegro	SWE	Sweden
BMU	Bermuda	HRV	Croatia	MNG	Mongolia	TGO	Togo
BRA	Brazil	HUN	Hungary	MUS	Mauritius	THA	Thailand
BWA	Botswana	IDN	Indonesia	MWI	Malawi	TKM	Turkmenistan
CAN	Canada	IMN	Isle of Man	MYS	Malaysia	TUN	Tunisia
CHE	Switzerland	IND	India	NGA	Nigeria	TUR	Turkey
CHL	Chile	IQ	Iraq	NLD	Netherlands	TWN	Taiwan
CHN	China	IRL	Ireland	NOR	Norway	TZA	Tanzania
CIV	Ivory Coast	IRQ	Iraq	NZL	New Zealand	UKR	Ukraine
COL	Colombia	ISL	Iceland	OMN	Oman	URY	Uruguay
CYM	Cayman Islands	ISR	Israel	PAK	Pakistan	USA	United States
CYP	Cyprus	ITA	Italy	PAN	Panama	VEN	Venezuela
CZE	Czech Republic	JEY	Jersey	PER	Peru	VNM	Vietnam
DEU	Germany	JOR	Jordan	PHL	Philippines	ZAF	South Africa
DNK	Denmark	JPN	Japan	POL	Poland	ZMB	Zambia
ECU	Ecuador	KAZ	Kazakhstan	PRT	Portugal	ZWE	Zimbabwe
EGY	Egypt	KEN	Kenya	QAT	Qatar		
ESP	Spain	KHM	Cambodia	ROU	Romania		
EST	Estonia	KOR	South Korea	RUS	Russia		

Currencies

AED	United Arab Emirates Dirham	EUR	Euro	MUR	Mauritius Rupee	RUB	Russian Ruble
AUD	Australian Dollar	GBP	British Pound Sterling	MXN	Mexican Peso	SEK	Swedish Krona
BDT	Bangladeshi Taka	GHS	Ghanaian Cedi	MYR	Malaysian Ringgit	SGD	Singapore Dollar
BRL	Brazilian Real	HKD	Hong Kong Dollar	NGN	Nigerian Naira	THB	Thai Baht
BWP	Botswanan Pula	HUF	Hungarian Forint	NOK	Norwegian Krone	TND	Tunisian Dinar
CAD	Canadian Dollar	IDR	Indonesian Rupiah	NZD	New Zealand Dollar	TRY	Turkish Lira
CHF	Swiss Franc	INR	Indian Rupee	OMR	Omani Rial	TWD	New Taiwan Dollar
CLP	Chilean Peso	JOD	Jordanian Dinar	PEN	Peruvian Nuevo Sol	TZS	Tanzanian shilling
CNH	Chinese Renminbi - Offshore	JPY	Japanese Yen	PHP	Philippine Peso	UAH	Ukrainian Hryvnia
CNY	Chinese Yuan Renminbi	KES	Kenyan Shilling	PKR	Pakistan Rupee	USD	US Dollar
CZK	Czech Koruna	KRW	South Korean Won	PLN	Polish Zloty	UYU	Uruguayan Peso
DEM	Deutsche Mark	KWD	Kuwaiti Dinar	QAR	Qatari Rial	VND	Vietnamese Dong
DKK	Danish Krone	LKR	Sri Lanka Rupee	RON	New Romanian Leu	XOF	CFA Franc BCEAO
EGP	Egyptian Pound	MAD	Moroccan Dirham	RSD	Serbian Dinar	ZAR	South African Rand

— Franklin Asia Credit Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
INVESTMENTS FUNDS					
Financials					
39,050	FTIF Templeton Asian Bond Fund - W (Mdis) USD	LUX	USD	386,986	4.91
TOTAL INVESTMENTS FUNDS					
				<u>386,986</u>	<u>4.91</u>
BONDS					
Corporate Bonds					
200,000	Hutchison Whampoa International 09 Ltd., senior note, Reg S, 7.625%, 04/09/19	HKG	USD	236,791	3.00
250,000	Pertamina Persero PT, senior note, 144A, 6.00%, 05/03/42	IDN	USD	232,344	2.94
200,000	Standard Chartered Bank Hong Kong Ltd., sub. note, Reg S, 5.875%, 06/24/20	HKG	USD	226,856	2.87
200,000	Franshion Development Ltd., senior note, 144A, 6.75%, 04/15/21	CHN	USD	225,170	2.85
200,000	Shimao Property Holdings Ltd., senior note, Reg S, 8.375%, 02/10/22	HKG	USD	209,500	2.65
200,000	Bharti Airtel International Netherlands BV, senior note, Reg S, 5.125%, 03/11/23	IND	USD	209,420	2.65
200,000	Indosat Palapa Co. BV, senior note, Reg S, 7.375%, 07/29/20	IDN	USD	207,773	2.63
200,000	China Overseas Finance Cayman VI Ltd., senior note, Reg S, 4.25%, 05/08/19	CHN	USD	206,586	2.62
200,000	Siam Commercial Bank PCL, senior note, 144A, 3.50%, 04/07/19	THA	USD	205,732	2.61
200,000	Oversea-Chinese Banking Corp. Ltd., 144A, sub. bond, 4.00% to 10/14/19, FRN thereafter, 10/15/24	SGP	USD	205,392	2.60
200,000	PTT Global Chemical PCL, senior note, Reg S, 4.25%, 09/19/22	THA	USD	204,893	2.60
200,000	China Auto Rental Inc., senior note, 144A, 6.125%, 02/04/20	CHN	USD	203,568	2.58
200,000	United Overseas Bank Ltd., sub. note, Reg S, 2.875% to 10/17/17, FRN thereafter, 10/17/22	SGP	USD	203,047	2.57
200,000	ICTSI Treasury BV, senior note, Reg S, 4.625%, 01/16/23	PHL	USD	202,490	2.57
200,000	Malayan Banking Bhd., sub. note, Reg S, 3.25% to 09/20/17, FRN thereafter, 09/20/22	MYS	USD	201,925	2.56
200,000	Abja Investment Co. Pte Ltd., senior note, Reg S, 5.95%, 07/31/24	IND	USD	201,125	2.55
200,000	Industrial and Commercial Bank of China Ltd./Singapore, senior note, Reg S, 2.00%, 05/27/18	CHN	USD	199,939	2.53
200,000	Korea East West Power Co. Ltd., senior note, 144A, 2.50%, 06/02/20	KOR	USD	199,932	2.53
200,000	Axis Bank Ltd./Dubai, senior note, 144A, 3.25%, 05/21/20	IND	USD	199,403	2.53
200,000	China Construction Bank Corp., sub. note, 3.875% to 05/12/15, FRN thereafter, 05/13/25	CHN	USD	199,272	2.53
200,000	Longfor Properties Co. Ltd., senior note, Reg S, 6.75%, 01/29/23	CHN	USD	197,875	2.51
200,000	AIA Group Ltd., senior note, Reg S, 3.125%, 03/13/23	HKG	USD	195,903	2.48
200,000	Alibaba Group Holding Ltd., senior bond, 144A, 4.50%, 11/28/34	CHN	USD	192,035	2.43
200,000	Sinopec Capital 2013 Ltd., senior note, 144A, 3.125%, 04/24/23	CHN	USD	191,798	2.43
200,000	Wynn Macau Ltd., senior note, 144A, 5.25%, 10/15/21	MAC	USD	189,875	2.41
150,000	DP World Ltd., senior bond, 144A, 6.85%, 07/02/37	ARE	USD	164,743	2.09
150,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 144A, 5.00%, 10/01/21	NLD	USD	154,500	1.96
150,000	Hyundai Capital America, senior note, 144A, 2.00%, 03/19/18	KOR	USD	150,718	1.91
110,000	Vedanta Resources PLC, senior note, Reg S, 9.50%, 07/18/18	IND	USD	118,171	1.50
100,000	CLP Power Hong Kong Financing Ltd., senior note, Reg S, 4.75%, 03/19/20	HKG	USD	109,109	1.38
100,000	ICICI Bank Ltd., junior sub. bond, 144A, 6.375% to 04/30/17, FRN thereafter, 04/30/22	IND	USD	103,291	1.31
100,000	Flextronics International Ltd., senior note, 4.625%, 02/15/20	SGP	USD	103,000	1.31
75,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.875%, 03/01/22	USA	USD	79,864	1.01
50,000	Mitsui Sumitomo Insurance Co. Ltd., junior sub. note, 144A, 7.00% to 03/15/22, FRN thereafter, 03/15/72	JPN	USD	58,379	0.74
50,000	Smithfield Foods Inc., senior note, 144A, 5.875%, 08/01/21	USA	USD	51,875	0.66
50,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	51,594	0.65
50,000	NOVA Chemicals Corp., senior bond, 144A, 5.00%, 05/01/25	CAN	USD	50,312	0.64
45,000	Constellation Brands Inc., senior note, 3.75%, 05/01/21	USA	USD	44,212	0.56
45,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	44,100	0.56
40,000	JBS USA LLC/Finance Inc., senior note, 144A, 8.25%, 02/01/20	USA	USD	42,600	0.54
40,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	42,198	0.53
42,000	WPX Energy Inc., senior note, 6.00%, 01/15/22	USA	USD	41,685	0.53
40,000	Equinix Inc., senior note, 4.875%, 04/01/20	USA	USD	40,600	0.51
40,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	34,850	0.44
35,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	34,038	0.43
30,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	23,475	0.30
35,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	11,375	0.14
				<u>6,703,333</u>	<u>84.93</u>
Government and Municipal Bonds					
200,000	Republic of Sri Lanka, senior note, Reg S, 5.125%, 04/11/19	LKA	USD	199,608	2.53
200,000	Government of Indonesia, senior bond, 144A, 4.625%, 04/15/43	IDN	USD	180,856	2.29
				<u>380,464</u>	<u>4.82</u>
Securities Maturing Within One Year					
150,000	Shinhan Bank, senior note, Reg S, 4.375%, 09/15/15	KOR	USD	151,057	1.91
100,000	Banco De Oro Unibank Inc., senior bond, Reg S, 3.875%, 04/22/16	PHL	USD	101,123	1.28
				<u>252,180</u>	<u>3.19</u>
TOTAL BONDS					
				<u>7,335,977</u>	<u>92.94</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
				<u>7,722,963</u>	<u>97.85</u>
TOTAL INVESTMENTS					
				<u>7,722,963</u>	<u>97.85</u>

The accompanying notes form an integral part of these financial statements

— Franklin Biotechnology Discovery Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Biotechnology					
2,405,000	Gilead Sciences Inc.	USA	USD	281,577,400	9.01
2,271,900	Celgene Corp.	USA	USD	262,938,346	8.42
545,740	Biogen Inc.	USA	USD	220,446,216	7.06
874,200	Amgen Inc.	USA	USD	134,207,184	4.29
1,043,100	Incyte Corp.	USA	USD	108,701,451	3.48
200,700	Regeneron Pharmaceuticals Inc.	USA	USD	102,383,091	3.28
732,309	BioMarin Pharmaceutical Inc.	USA	USD	100,165,225	3.21
2,809,484	Heron Therapeutics Inc.	USA	USD	87,543,521	2.80
723,000	Medivation Inc.	USA	USD	82,566,600	2.64
607,800	Vertex Pharmaceuticals Inc.	USA	USD	75,051,144	2.40
351,500	Alexion Pharmaceuticals Inc.	USA	USD	63,540,655	2.03
529,200	Puma Biotechnology Inc.	USA	USD	61,784,100	1.98
2,082,123	Celldex Therapeutics Inc.	USA	USD	52,511,142	1.68
273,604	Bluebird Bio Inc.	USA	USD	46,066,705	1.47
362,000	Alnylam Pharmaceuticals Inc.	USA	USD	43,392,940	1.39
937,501	Portola Pharmaceuticals Inc.	USA	USD	42,703,171	1.37
165,391	Intercept Pharmaceuticals Inc.	USA	USD	39,922,080	1.28
813,300	Neurocrine Biosciences Inc.	USA	USD	38,843,208	1.24
881,400	Acadia Pharmaceuticals Inc.	USA	USD	36,913,032	1.18
892,756	Retrophin Inc.	USA	USD	29,594,861	0.95
1,052,068	Karyopharm Therapeutics Inc.	USA	USD	28,626,770	0.92
2,071,365	Novavax Inc.	USA	USD	23,075,006	0.74
296,730	Sage Therapeutics Inc.	USA	USD	21,661,290	0.69
2,157,873	Keryx Biopharmaceuticals Inc.	USA	USD	21,535,573	0.69
364,200	Isis Pharmaceuticals Inc.	USA	USD	20,959,710	0.67
342,000	Tesaro Inc.	USA	USD	20,106,180	0.64
105,711	Receptos Inc.	USA	USD	20,090,376	0.64
571,758	Zafgen Inc.	USA	USD	19,799,980	0.63
962,200	Pfenex Inc.	USA	USD	18,666,680	0.60
4,582,400	Oncothyreon Inc.	USA	USD	17,138,176	0.55
247,300	Radius Health Inc.	USA	USD	16,742,210	0.54
432,200	MacroGenics Inc.	USA	USD	16,410,634	0.52
503,646	Mirati Therapeutics Inc.	CAN	USD	15,849,740	0.51
1,096,200	Amicus Therapeutics Inc.	USA	USD	15,511,230	0.50
350,061	NewLink Genetics Corp.	USA	USD	15,497,200	0.50
662,200	Halozyme Therapeutics Inc.	USA	USD	14,952,476	0.48
1,253,300	Tekmira Pharmaceuticals Corp.	CAN	USD	14,864,138	0.48
600,000	La Jolla Pharmaceutical Co.	USA	USD	14,706,000	0.47
131,900	Ultragenyx Pharmaceutical Inc.	USA	USD	13,505,241	0.43
470,900	Dyax Corp.	USA	USD	12,478,850	0.40
191,600	Alkermes PLC	USA	USD	12,327,544	0.39
600,500	Axovant Sciences Ltd.	USA	USD	12,238,190	0.39
1,374,650	Anthera Pharmaceuticals Inc.	USA	USD	11,849,483	0.38
1,275,400	Lion Biotechnologies Inc.	USA	USD	11,695,418	0.37
528,900	Xencor Inc.	USA	USD	11,619,933	0.37
237,800	PTC Therapeutics Inc.	USA	USD	11,445,314	0.37
184,400	Kite Pharma Inc.	USA	USD	11,242,868	0.36
479,860	Dynavax Technologies Corp.	USA	USD	11,240,721	0.36
952,130	Stemline Therapeutics Inc.	USA	USD	11,206,570	0.36
385,700	OvaScience Inc.	USA	USD	11,158,301	0.36
518,700	Bellicum Pharmaceuticals Inc.	USA	USD	11,032,749	0.35
509,126	Immune Design Corp.	USA	USD	10,513,452	0.34
325,277	Acceleron Pharma Inc.	USA	USD	10,291,764	0.33
2,054,377	Orexigen Therapeutics Inc.	USA	USD	10,169,166	0.33
1,192,200	Synergy Pharmaceuticals Inc.	USA	USD	9,895,260	0.32
400,000	FibroGen Inc.	USA	USD	9,400,000	0.30
1,071,089	ChemoCentryx Inc.	USA	USD	8,815,062	0.28
1,932,700	Threshold Pharmaceuticals Inc.	USA	USD	7,808,108	0.25
531,149	ImmunoGen Inc.	USA	USD	7,637,923	0.24
185,300	Forward Pharma AS, ADR	DNK	USD	7,050,665	0.23
507,300	Genocea Biosciences Inc.	USA	USD	6,965,229	0.22
453,419	BioCryst Pharmaceuticals Inc.	USA	USD	6,769,546	0.22
218,000	Aduro Biotech Inc.	USA	USD	6,611,940	0.21
1,597,600	Catalyst Pharmaceuticals Inc.	USA	USD	6,598,088	0.21
423,200	Concert Pharmaceuticals Inc.	USA	USD	6,301,448	0.20
147,300	Cellectis SA, ADR	FRA	USD	5,314,584	0.17
370,900	Dicerna Pharmaceuticals Inc.	USA	USD	5,174,055	0.17
236,900	Trillium Therapeutics Inc.	CAN	USD	5,169,158	0.17
409,000	Cara Therapeutics Inc.	USA	USD	4,969,350	0.16
1,326,900	CytRx Corp.	USA	USD	4,936,068	0.16
809,100	Heat Biologics Inc.	USA	USD	4,854,600	0.16
433,400	Sangamo BioSciences Inc.	USA	USD	4,806,406	0.15
927,783	Aptose Biosciences Inc.	CAN	CAD	4,754,052	0.15
91,200	Galapagos NV, ADR	BEL	USD	4,696,800	0.15
554,885	GlycoMimetics Inc.	USA	USD	4,411,336	0.14
206,449	Sorrento Therapeutics Inc.	USA	USD	3,637,631	0.12
268,700	Tokai Pharmaceuticals Inc.	USA	USD	3,573,710	0.11
157,600	OncoMed Pharmaceuticals Inc.	USA	USD	3,546,000	0.11

The accompanying notes form an integral part of these financial statements

— Franklin Biotechnology Discovery Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Biotechnology (continued)					
172,823	Biotie Therapies OYJ, ADR	FIN	USD	3,451,275	0.11
6,592,600	Mast Therapeutics Inc.	USA	USD	3,230,374	0.10
212,200	Nivalis Therapeutics Inc.	USA	USD	3,214,830	0.10
58,200	Biospecifics Technologies Corp.	USA	USD	3,003,120	0.10
1,039,299	Eleven Biotherapeutics Inc.	USA	USD	2,930,823	0.09
171,300	ProQR Therapeutics NV	NLD	USD	2,855,571	0.09
369,245	Aquinox Pharmaceuticals Inc.	CAN	USD	2,562,560	0.08
277,100	Tonix Pharmaceuticals Holding Corp.	USA	USD	2,485,587	0.08
500,800	Inotek Pharmaceuticals Corp.	USA	USD	2,453,920	0.08
225,799	ADMA Biologics Inc.	USA	USD	2,090,899	0.07
304,300	Fate Therapeutics Inc.	USA	USD	1,968,821	0.06
421,802	Targacept Inc.	USA	USD	1,176,828	0.04
20,017	Ophthotech Corp.	USA	USD	1,042,085	0.03
12,000	Spark Therapeutics Inc.	USA	USD	723,240	0.02
				<u>2,607,947,957</u>	<u>83.47</u>
Life Sciences Tools & Services					
414,500	Illumina Inc.	USA	USD	90,510,220	2.90
957,300	Fluidigm Corp.	USA	USD	23,166,660	0.74
				<u>113,676,880</u>	<u>3.64</u>
Pharmaceuticals					
253,900	Shire PLC, ADR	IRL	USD	61,314,311	1.96
250,431	Jazz Pharmaceuticals PLC	USA	USD	44,093,386	1.41
3,623,482	TherapeuticsMD Inc.	USA	USD	28,480,568	0.91
2,606,641	SciClone Pharmaceuticals Inc.	USA	USD	25,597,215	0.82
926,847	Sagent Pharmaceuticals Inc.	USA	USD	22,531,651	0.72
131,903	GW Pharmaceuticals PLC, ADR	GBR	USD	16,202,964	0.52
411,600	Relypsa Inc.	USA	USD	13,619,844	0.44
376,371	Revanche Therapeutics Inc.	USA	USD	12,036,345	0.38
792,600	Aratana Therapeutics Inc.	USA	USD	11,984,112	0.38
790,765	Marinus Pharmaceuticals Inc.	USA	USD	9,172,874	0.29
220,200	Intra-Cellular Therapies Inc.	USA	USD	7,035,390	0.22
927,400	Carbylan Therapeutics Inc.	USA	USD	6,630,910	0.21
635,300	Foamix Pharmaceuticals Ltd.	ISR	USD	6,511,825	0.21
3,672,881	Zogenix Inc.	USA	USD	6,170,440	0.20
363,500	Cynapsus Therapeutics Inc.	CAN	USD	5,921,415	0.19
886,600	Alcobra Ltd.	ISR	USD	5,798,364	0.19
248,400	Dermira Inc.	USA	USD	4,359,420	0.14
179,800	Flex Pharma Inc.	USA	USD	3,092,560	0.10
49,116	Nuvo Research Inc.	CAN	CAD	235,946	0.01
				<u>290,789,540</u>	<u>9.30</u>
	TOTAL SHARES			<u>3,012,414,377</u>	<u>96.41</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>3,012,414,377</u>	<u>96.41</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
Biotechnology					
182,719	Heron Therapeutics Inc., wts., 144A, 07/01/2016	USA	USD	5,035,727	0.16
5,455,400	Mast Therapeutics Inc., wts., 06/14/18	USA	USD	436,432	0.02
				<u>5,472,159</u>	<u>0.18</u>
	TOTAL WARRANTS			<u>5,472,159</u>	<u>0.18</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>5,472,159</u>	<u>0.18</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
Biotechnology					
341,644	Conkwest Inc., 144A **	USA	USD	12,143,155	0.39
460,869	Aduro Biotech Inc., 8.00%, cvt. pfd., D **	USA	USD	9,057,845	0.29
166,795	Intarcia Therapeutics Inc., DD **	USA	USD	6,156,403	0.20
5,171,341	ARCA Biopharma Inc. **	USA	USD	5,352,338	0.17
1,032,258	Edge Therapeutics Inc., pfd. **	USA	USD	4,800,000	0.15
379,948	Natera Inc., pfd. **	USA	USD	3,020,587	0.10
				<u>40,530,328</u>	<u>1.30</u>
Pharmaceuticals					
1,850,704	Acerta Pharma BV, 8.00%, cvt. pfd., B, 144A **	NLD	USD	21,283,096	0.68
	TOTAL SHARES			<u>61,813,424</u>	<u>1.98</u>

The accompanying notes form an integral part of these financial statements

— Franklin Biotechnology Discovery Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
WARRANTS					
Biotechnology					
223,880	Northwest Biotherapeutics Inc., wts., 02/20/19 **	USA	USD	1,520,788	0.05
2,068,536	ARCA Biopharma Inc., wts., 06/16/22 **	USA	USD	746,868	0.02
660,500	Threshold Pharmaceuticals Inc., wts., 02/12/20	USA	USD	0	0.00
				<u>2,267,656</u>	<u>0.07</u>
	TOTAL WARRANTS			<u>2,267,656</u>	<u>0.07</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>64,081,080</u>	<u>2.05</u>
	TOTAL INVESTMENTS			<u>3,081,967,616</u>	<u>98.64</u>

** These securities are submitted to a Fair Valuation

— Franklin Brazil Opportunities Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
6,354	Alpargatas SA, pfd.	BRA	BRL	<u>16,874</u>	<u>0.07</u>
Consumer Staples					
13,700	BRF SA	BRA	BRL	289,302	1.13
29,100	Ambev SA	BRA	BRL	178,700	0.69
21,800	JBS SA	BRA	BRL	114,667	0.45
900	Companhia Brasileira de Distribuicao, pfd., A	BRA	BRL	<u>21,210</u>	<u>0.08</u>
				<u>603,879</u>	<u>2.35</u>
Energy					
11,900	Petroleo Brasileiro SA	BRA	BRL	<u>53,679</u>	<u>0.21</u>
Financials					
22,800	CETIP SA Mercados Organizados	BRA	BRL	249,823	0.97
19,900	Itau Unibanco Holding SA, pfd.	BRA	BRL	218,943	0.85
12,000	Banco Bradesco SA, pfd.	BRA	BRL	<u>109,957</u>	<u>0.43</u>
				<u>578,723</u>	<u>2.25</u>
Health Care					
27,700	Fleury SA	BRA	BRL	<u>163,067</u>	<u>0.63</u>
Industrials					
9,900	CCR SA	BRA	BRL	<u>47,458</u>	<u>0.19</u>
Information Technology					
19,340	Cielo SA	BRA	BRL	<u>272,475</u>	<u>1.06</u>
Materials					
24,600	Suzano Papel e Celulose SA, pfd., A	BRA	BRL	130,818	0.51
14,000	Gerdau SA, pfd.	BRA	BRL	33,714	0.13
12,900	Gerdau SA	BRA	BRL	<u>25,424</u>	<u>0.10</u>
				<u>189,956</u>	<u>0.74</u>
Telecommunication Services					
9,800	Telefonica Brasil SA, pfd.	BRA	BRL	<u>137,250</u>	<u>0.53</u>
Utilities					
29,833	CPFL Energia SA	BRA	BRL	184,640	0.72
1,300	Companhia de Gas de Sao Paulo, pfd., A	BRA	BRL	17,764	0.07
1,100	Cia de Transmissao de Energia Eletrica Paulista, pfd.	BRA	BRL	<u>13,842</u>	<u>0.05</u>
				<u>216,246</u>	<u>0.84</u>
				<u>2,279,607</u>	<u>8.87</u>
TOTAL SHARES					
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>2,279,607</u>	<u>8.87</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
2,500,000	Centrais Eletricas Brasileiras SA, senior note, Reg S, 5.75%, 10/27/21	BRA	USD	<u>2,345,313</u>	<u>9.13</u>
Government and Municipal Bonds					
25,000	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	7,636,783	29.72
22,200	Nota Do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	6,420,363	24.98
766	Letras Financeiras do Tesouro, senior note, Strip, 03/01/18	BRA	BRL	1,704,724	6.63
2,500	Nota Do Tesouro Nacional, 10.00%, 01/01/18	BRA	BRL	752,251	2.93
170	Letras Financeiras do Tesouro, Strip, 09/07/16	BRA	BRL	378,330	1.47
100,000	Government of Brazil, 10.125%, 05/15/27	BRA	USD	147,415	0.58
65	Letras Financeiras Do Tesouro, Strip, 09/07/17	BRA	BRL	144,657	0.56
100,000	Government of Brazil, senior bond, 8.875%, 04/15/24	BRA	USD	131,592	0.51
118	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	98,344	0.38
58	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	<u>48,553</u>	<u>0.20</u>
				<u>17,463,012</u>	<u>67.96</u>
				<u>19,808,325</u>	<u>77.09</u>
TOTAL BONDS					
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>19,808,325</u>	<u>77.09</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
RIGHTS					
Utilities					
35	Companhia de Gas de Sao Paulo, rts., 07/30/15	BRA	BRL	<u>0</u>	<u>0.00</u>
TOTAL RIGHTS				<u>0</u>	<u>0.00</u>
TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				<u>0</u>	<u>0.00</u>
TOTAL INVESTMENTS				<u>22,087,932</u>	<u>85.96</u>

The accompanying notes form an integral part of these financial statements

— Franklin Diversified Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financial Services					
218,289	db x-trackers MSCI USA Index UCITS ETF, Class 1C	USA	EUR	10,309,789	9.56
79,193	iShares III plc— iShares Core Euro Government Bond UCITS ETF	EUR	EUR	9,295,674	8.62
138,763	db x-trackers MSCI Europe Index UCITS ETF, Class 1C	EUR	EUR	7,271,181	6.74
93,744	UBS (Irl) ETF plc - MSCI USA Value UCITS ETF, Class (USD) A-dis	USA	EUR	5,194,355	4.82
31,096	iShares eb.rexx@ Government Germany 5.5-10.5 (DE)	DEU	EUR	4,338,203	4.02
12,466	GLG Investments plc – GLG Japan CoreAlpha Equity, Class I H EUR	IRL	EUR	2,354,828	2.18
				<u>38,764,030</u>	<u>35.94</u>
TOTAL INVESTMENTS FUNDS					
				<u>38,764,030</u>	<u>35.94</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>38,764,030</u>	<u>35.94</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
INVESTMENTS FUNDS					
Diversified Financial Services					
396,619	Macquarie Collective Funds plc – Delaware Investments U.S. Large Cap Value Fund, Class I USD (Accumulating)	IRL	USD	7,583,967	7.03
782,215	FTIF Franklin U.S. Opportunities Fund - Y (Mdis) USD	LUX	USD	6,899,523	6.40
261,476	Invesco Funds – Invesco Pan European Structured Equity Fund, Class C accumulation – EUR	LUX	EUR	4,829,466	4.48
370,000	FTIF Franklin European Corporate Bond Fund - Y (Mdis) EUR	LUX	EUR	3,700,000	3.43
1,589,206	First State Investments ICVC – First State Asia Pacific Leaders Fund, Class B (Accumulation) EUR	GBR	EUR	3,160,295	2.93
335,235	FTIF Templeton Asian Growth Fund - Y (Mdis) USD	LUX	USD	2,990,027	2.77
297,540	FTIF Templeton Emerging Markets Bond Fund - Y (Mdis) USD	LUX	USD	2,656,483	2.46
260,882	FTIF Franklin European Small-Mid Cap Growth Fund - Y (Mdis) EUR	LUX	EUR	2,572,301	2.39
139,985	Polar Capital Funds PLC – Japan Fund, Class I Euro	IRL	EUR	2,334,950	2.16
227,768	FTIF Franklin Euro Short Duration Bond Fund - I (acc) EUR	LUX	EUR	2,316,401	2.15
239,693	FTIF Franklin High Yield Fund - Y (Mdis) USD	LUX	USD	2,137,870	1.98
16,259	Schroder International Selection Fund – Frontier Markets Equity, Class C Accumulation USD	LUX	USD	2,088,307	1.94
223,490	FTIF Templeton Emerging Markets Smaller Companies Fund - Y (Mdis) USD	LUX	USD	1,991,346	1.85
500	FTIF Franklin European Dividend Fund - Y (Mdis) EUR	LUX	EUR	4,820	0.00
				<u>45,265,756</u>	<u>41.97</u>
TOTAL INVESTMENTS FUNDS					
				<u>45,265,756</u>	<u>41.97</u>
BONDS					
Government and Municipal Bonds					
41,024,707	Government of South Africa, 8.25%, 09/15/17	ZAF	ZAR	3,089,184	2.86
2,777,000	Government of Spain, senior note, 2.10%, 04/30/17	ESP	EUR	2,864,503	2.66
1,899,761	Government of Germany, 1.75%, 02/15/24	DEU	EUR	2,079,090	1.93
1,330,000	Italy Treasury Bond, senior bond, Reg S, 4.75%, 08/01/23	ITA	EUR	1,596,033	1.48
1,028,000	Government of Italy, senior bond, Reg S, 5.75%, 07/25/16	ITA	EUR	1,086,447	1.01
988,217	Government of Germany, Strip, 04/17/20	DEU	EUR	984,590	0.91
667,131	Government of France, 2.75%, 10/25/27	FRA	EUR	760,723	0.71
501,373	Government of France, 4.50%, 04/25/41	FRA	EUR	743,193	0.69
409,047	Government of Belgium, senior bond, Reg S, 5.00%, 03/28/35	BEL	EUR	619,595	0.57
528,000	Government of Spain, senior bond, Reg S, 4.10%, 07/30/18	ESP	EUR	583,020	0.54
440,275	Government of Ireland, 4.50%, 04/18/20	IRL	EUR	520,658	0.48
415,000	Government of Spain, senior bond, Reg S, 4.60%, 07/30/19	ESP	EUR	475,372	0.44
307,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 09/01/40	ITA	EUR	394,414	0.37
251,593	Government of the Netherlands, Reg S, 3.75%, 01/15/42	NLD	EUR	367,756	0.34
221,065	Italy Treasury Bond, senior bond, 6.50%, 11/01/27	ITA	EUR	308,084	0.29
244,000	Government of Spain, senior bond, Reg S, 5.85%, 01/31/22	ESP	EUR	306,775	0.28
				<u>16,779,437</u>	<u>15.56</u>
Structured Notes					
2,600,000	Societe Generale SA, SGI VI Smart Beta, Reg S, zero cpn., 06/10/19	USA	USD	2,024,638	1.88
				<u>18,804,075</u>	<u>17.44</u>
TOTAL BONDS					
				<u>18,804,075</u>	<u>17.44</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
				<u>64,069,831</u>	<u>59.41</u>
TOTAL INVESTMENTS					
				<u>102,833,861</u>	<u>95.35</u>

The accompanying notes form an integral part of these financial statements

— Franklin Diversified Conservative Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financial Services					
40,557	iShares III plc— iShares Core Euro Government Bond UCITS ETF	EUR	EUR	4,760,581	12.54
20,109	db x-trackers II iBOXX Sovereigns Eurozone UCITS ETF, Class 1C	DEU	EUR	4,352,191	11.47
17,563	iShares Euro Government Bond 1-3yr UCITS ETF	EUR	EUR	2,514,846	6.63
13,588	iShares eb.rexx@ Government Germany 5.5-10.5 (DE)	DEU	EUR	1,895,662	4.99
23,944	db x-trackers MSCI USA Index UCITS ETF, Class 1C	USA	EUR	1,130,875	2.98
14,744	db x-trackers MSCI Europe Index UCITS ETF, Class 1C	EUR	EUR	772,585	2.04
10,735	UBS (Iri) ETF plc - MSCI USA Value UCITS ETF, Class (USD) A-dis	USA	EUR	594,826	1.57
				<u>16,021,566</u>	<u>42.22</u>
TOTAL INVESTMENTS FUNDS				<u>16,021,566</u>	<u>42.22</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>16,021,566</u>	<u>42.22</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
INVESTMENTS FUNDS					
Diversified Financial Services					
240,000	FTIF Franklin European Corporate Bond Fund - Y (Mdis) EUR	LUX	EUR	2,400,000	6.32
174,060	FTIF Franklin Euro Short Duration Bond Fund - I (acc) EUR	LUX	EUR	1,770,190	4.66
189,966	FTIF Templeton Emerging Markets Bond Fund - Y (Mdis) USD	LUX	USD	1,696,053	4.47
157,560	FTIF Franklin High Yield Fund - Y (Mdis) USD	LUX	USD	1,405,313	3.70
43,479	Macquarie Collective Funds plc – Delaware Investments U.S. Large Cap Value Fund, Class I USD (Accumulating)	IRL	USD	831,386	2.19
44,949	Invesco Funds – Invesco Pan European Structured Equity Fund, Class C accumulation – EUR	LUX	EUR	830,207	2.19
78,000	FTIF Franklin European Small-Mid Cap Growth Fund - Y (Mdis) EUR	LUX	EUR	769,080	2.03
86,044	FTIF Franklin U.S. Opportunities Fund - Y (Mdis) USD	LUX	USD	758,948	2.00
44,479	Polar Capital Funds PLC – Japan Fund, Class I Euro	IRL	EUR	741,910	1.96
79,898	FTIF Templeton Emerging Markets Smaller Companies Fund - Y (Mdis) USD	LUX	USD	711,906	1.88
500	FTIF Franklin European Dividend Fund - Y (Mdis) EUR	LUX	EUR	4,820	0.01
				<u>11,919,813</u>	<u>31.41</u>
TOTAL INVESTMENTS FUNDS				<u>11,919,813</u>	<u>31.41</u>
BONDS					
Government and Municipal Bonds					
1,774,000	Government of Spain, senior note, 2.10%, 04/30/17	ESP	EUR	1,829,899	4.82
14,669,347	Government of South Africa, 8.25%, 09/15/17	ZAF	ZAR	1,104,610	2.91
690,000	Italy Treasury Bond, senior bond, Reg S, 4.75%, 08/01/23	ITA	EUR	828,017	2.18
692,952	Government of Germany, 1.75%, 02/15/24	DEU	EUR	758,363	2.00
362,601	Government of Germany, Strip, 04/17/20	DEU	EUR	361,271	0.95
191,957	Government of France, 4.50%, 04/25/41	FRA	EUR	284,541	0.75
245,497	Government of France, 2.75%, 10/25/27	FRA	EUR	279,938	0.74
150,692	Government of Belgium, senior bond, Reg S, 5.00%, 03/28/35	BEL	EUR	228,257	0.60
161,306	Government of Ireland, 4.50%, 04/18/20	IRL	EUR	190,756	0.50
114,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 09/01/40	ITA	EUR	146,460	0.39
90,679	Government of the Netherlands, Reg S, 3.75%, 01/15/42	NLD	EUR	132,546	0.35
				<u>6,144,658</u>	<u>16.19</u>
Structured Notes					
880,000	Societe Generale SA, SGI VI Smart Beta, Reg S, zero cpn., 06/10/19	USA	USD	685,262	1.81
TOTAL BONDS				<u>6,829,920</u>	<u>18.00</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>18,749,733</u>	<u>49.41</u>
TOTAL INVESTMENTS				<u>34,771,299</u>	<u>91.63</u>

The accompanying notes form an integral part of these financial statements

— Franklin Diversified Dynamic Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financial Services					
207,719	db x-trackers MSCI USA Index UCITS ETF, Class 1C	USA	EUR	9,810,568	14.90
133,755	db x-trackers MSCI Europe Index UCITS ETF, Class 1C	EUR	EUR	7,008,762	10.64
104,646	UBS (Irl) ETF plc - MSCI USA Value UCITS ETF, Class (USD) A-dis	USA	EUR	5,798,435	8.80
26,673	iShares III plc - iShares Core Euro Government Bond UCITS ETF	EUR	EUR	3,130,877	4.76
12,660	GLG Investments plc - GLG Japan CoreAlpha Equity, Class I H EUR	IRL	EUR	2,391,474	3.63
14,359	iShares eb.rexx@ Government Germany 5.5-10.5 (DE)	DEU	EUR	2,003,224	3.04
				<u>30,143,340</u>	<u>45.77</u>
TOTAL INVESTMENTS FUNDS				<u>30,143,340</u>	<u>45.77</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>30,143,340</u>	<u>45.77</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
INVESTMENTS FUNDS					
Diversified Financial Services					
371,781	Macquarie Collective Funds plc - Delaware Investments U.S. Large Cap Value Fund, Class I USD (Accumulating)	IRL	USD	7,109,014	10.79
734,835	FTIF Franklin U.S. Opportunities Fund - Y (Mdis) USD	LUX	USD	6,481,609	9.84
256,522	Invesco Funds - Invesco Pan European Structured Equity Fund, Class C accumulation - EUR	LUX	EUR	4,737,961	7.19
1,534,098	First State Investments ICVC - First State Asia Pacific Leaders Fund, Class B (Accumulation) EUR	GBR	EUR	3,050,707	4.63
335,235	FTIF Templeton Asian Growth Fund - Y (Mdis) USD	LUX	USD	2,990,027	4.54
139,288	Polar Capital Funds PLC - Japan Fund, Class I Euro	IRL	EUR	2,323,324	3.53
230,000	FTIF Franklin European Small-Mid Cap Growth Fund - Y (Mdis) EUR	LUX	EUR	2,267,800	3.44
14,650	Schroder International Selection Fund - Frontier Markets Equity, Class C Accumulation USD	LUX	USD	1,881,647	2.86
201,141	FTIF Templeton Emerging Markets Smaller Companies Fund - Y (Mdis) USD	LUX	USD	1,792,212	2.72
146,000	FTIF Franklin European Corporate Bond Fund - Y (Mdis) EUR	LUX	EUR	1,460,000	2.22
111,745	FTIF Templeton Emerging Markets Bond Fund - Y (Mdis) USD	LUX	USD	997,678	1.51
66,671	FTIF Franklin Euro Short Duration Bond Fund - I (acc) EUR	LUX	EUR	678,044	1.03
500	FTIF Franklin European Dividend Fund - Y (Mdis) EUR	LUX	EUR	4,820	0.01
				<u>35,774,843</u>	<u>54.31</u>
TOTAL INVESTMENTS FUNDS				<u>35,774,843</u>	<u>54.31</u>
BONDS					
Government and Municipal Bonds					
25,838,980	Government of South Africa, 8.25%, 09/15/17	ZAF	ZAR	1,945,690	2.95
Structured Notes					
1,700,000	Societe Generale SA, SGI VI Smart Beta, Reg S, zero cpn., 06/10/19	USA	USD	1,323,802	2.01
TOTAL BONDS				<u>3,269,492</u>	<u>4.96</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>39,044,335</u>	<u>59.27</u>
TOTAL INVESTMENTS				<u>69,187,675</u>	<u>105.04</u>

The accompanying notes form an integral part of these financial statements

— Franklin Euro Government Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Government and Municipal Bonds					
15,000,000	Italy Treasury Bond, senior bond, 5.50%, 09/01/22	ITA	EUR	18,574,875	10.05
18,000,000	Government of Finland, Reg S, 0.375%, 09/15/20	FIN	EUR	18,092,160	9.79
18,000,000	Government of the Netherlands, 0.25%, 01/15/20	NLD	EUR	18,080,730	9.78
14,500,000	Government of Spain, senior bond, Reg S, 1.95%, 07/30/30	ESP	EUR	13,024,842	7.04
13,000,000	Government of Ireland, Reg S, 0.80%, 03/15/22	IRL	EUR	12,874,615	6.96
11,000,000	Government of the Netherlands, Reg S, 4.00%, 07/15/18	NLD	EUR	12,360,150	6.69
10,000,000	Government of Germany, 3.75%, 01/04/19	DEU	EUR	11,354,250	6.14
8,500,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 08/01/34	ITA	EUR	10,864,317	5.88
10,000,000	Government of Belgium, Reg S, 69, 1.25%, 06/22/18	BEL	EUR	10,378,350	5.61
9,000,000	Italy Treasury Bond, Reg S, 3.50%, 03/01/30	ITA	EUR	9,791,100	5.30
7,000,000	Government of the Netherlands, Reg S, 1.75%, 07/15/23	NLD	EUR	7,536,760	4.08
5,500,000	Government of Spain, senior bond, Reg S, 5.15%, 10/31/44	ESP	EUR	7,376,710	3.99
5,500,000	Government of Latvia, Reg S, 2.625%, 01/21/21	LVA	EUR	6,004,543	3.25
6,500,000	Government of Poland, Reg S, 0.875%, 05/10/27	POL	EUR	5,695,593	3.08
4,900,000	Government of Lithuania, senior note, Reg S, 3.375%, 01/22/24	LTU	EUR	5,663,175	3.06
4,500,000	Government of Spain, senior bond, Reg S, 5.85%, 01/31/22	ESP	EUR	5,657,738	3.06
3,000,000	KFW, senior note, 3.125%, 06/15/18	DEU	EUR	3,280,455	1.77
3,000,000	Government of Austria, Reg S, 1.20%, 10/20/25	AUT	EUR	3,015,705	1.63
800,000	Government of Lithuania, senior bond, Reg S, 2.125%, 10/29/26	LTU	EUR	823,804	0.45
				<u>180,449,872</u>	<u>97.61</u>
	TOTAL BONDS			<u>180,449,872</u>	<u>97.61</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>180,449,872</u>	<u>97.61</u>
	TOTAL INVESTMENTS			<u>180,449,872</u>	<u>97.61</u>

The accompanying notes form an integral part of these financial statements

— Franklin Euro High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
100,000	iShares Euro High Yield Corporate Bond UCITS ETF	IRL	EUR	10,679,000	1.07
	TOTAL INVESTMENTS FUNDS			10,679,000	1.07
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
				10,679,000	1.07
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Air Freight & Logistics				
777	CEVA Holdings LLC, cvt. pfd., A-2	GBR	USD	515,805	0.05
359	CEVA Holdings LLC	GBR	USD	238,278	0.03
16	CEVA Holdings LLC, cvt. pfd., A-1	GBR	USD	14,357	0.00
				768,440	0.08
	TOTAL SHARES			768,440	0.08
	BONDS				
	Asset-Backed Securities				
4,914,809	Bakkavor Finance 2 PLC, senior secured note, Reg S, 8.25%, 02/15/18	GBR	GBP	7,218,350	0.72
3,400,000	HSS Financing PLC, senior secured note, first lien, Reg S, 6.75%, 08/01/19	GBR	GBP	5,014,527	0.50
4,410,000	Ence Energia y Celulosa SA, senior secured note, first lien, Reg S, 7.25%, 02/15/20	ESP	EUR	4,691,138	0.47
4,050,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.75%, 01/15/23	DEU	EUR	4,374,000	0.44
				21,298,015	2.13
	Corporate Bonds				
12,400,000	CNH Industrial Finance Europe SA, senior note, Reg S, 6.25%, 03/09/18	GBR	EUR	13,709,750	1.37
9,000,000	Enel SpA, sub. bond, Reg S, 6.625% to 09/15/21, FRN thereafter, 09/15/76	ITA	GBP	13,154,809	1.32
9,000,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 5.00%, 02/15/22	GBR	GBP	13,107,232	1.31
12,000,000	Numericable Group SA, first lien, Reg S, 5.375%, 05/15/22	FRA	EUR	12,221,220	1.22
11,000,000	Ardagh Packaging Finance PLC, senior bond, Reg S, 9.25%, 10/15/20	LUX	EUR	11,694,375	1.17
10,000,000	UniCredit SpA, sub. note, Reg S, 6.95%, 10/31/22	ITA	EUR	11,587,500	1.16
10,800,000	WMG Acquisition Corp., senior secured note, first lien, Reg S, 6.25%, 01/15/21	USA	EUR	11,022,750	1.10
7,000,000	Jerrold Finco PLC, secured note, Reg S, 9.75%, 09/15/18	GBR	GBP	10,755,737	1.08
10,000,000	Altice Financing SA, senior secured note, Reg S, 8.00%, 12/15/19	LUX	EUR	10,637,500	1.07
10,500,000	Kedron SpA, senior note, Reg S, 4.625%, 04/24/19	ITA	EUR	10,552,500	1.06
7,000,000	Moy Park Bondco PLC, senior note, Reg S, 6.25%, 05/29/21	GBR	GBP	10,163,678	1.02
10,000,000	PSPC Escrow Corp., senior note, Reg S, 6.00%, 02/01/23	USA	EUR	10,131,250	1.02
8,000,000	Stretford 79 PLC, senior secured note, first lien, Reg S, 6.25%, 07/15/21	GBR	GBP	9,973,373	1.00
10,000,000	Valeant Pharmaceuticals International Inc., senior note, Reg S, 4.50%, 05/15/23	USA	EUR	9,725,000	0.97
10,000,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	9,556,283	0.96
9,000,000	Rexel SA, senior note, Reg S, 5.125%, 06/15/20	FRA	EUR	9,551,250	0.96
9,000,000	Pfleiderer GmbH, secured note, Reg S, 7.875%, 08/01/19	DEU	EUR	9,292,500	0.93
8,500,000	Marcolin SpA, senior secured note, Reg S, 8.50%, 11/15/19	ITA	EUR	8,914,375	0.89
9,200,000	Barry Callebaut Services SA, senior note, 144A, 5.50%, 06/15/23	BEL	USD	8,807,259	0.88
6,000,000	Koninklijke KPN NV, senior sub. note, Reg S, 6.875% to 03/14/20, FRN thereafter, 03/14/73	NLD	GBP	8,804,719	0.88
9,000,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, Reg S, 8.50%, 01/15/21	USA	EUR	8,746,875	0.88
8,450,000	Play Finance 2 SA, secured note, first lien, Reg S, 5.25%, 02/01/19	LUX	EUR	8,711,189	0.87
8,000,000	WEPA Hygieneprodukte GmbH, secured note, Reg S, 6.50%, 05/15/20	DEU	EUR	8,601,360	0.86
8,100,000	Fiat Chrysler Finance Europe, senior note, Reg S, 4.75%, 03/22/21	GBR	EUR	8,540,437	0.86
8,000,000	Silk Bidco AS, secured note, Reg S, 7.50%, 02/01/22	GBR	EUR	8,225,000	0.82
7,500,000	UPC Holding BV, senior note, Reg S, 6.75%, 03/15/23	NLD	EUR	8,173,387	0.82
8,000,000	Paternoster Holding III GmbH, senior note, Reg S, 8.50%, 02/15/23	DEU	EUR	8,170,000	0.82
8,400,000	Deutsche Bank AG, sub. note, Reg S, 2.75%, 02/17/25	DEU	EUR	7,901,250	0.79
5,500,000	IDH Finance PLC, secured note, Reg S, 6.00%, 12/01/18	GBR	GBP	7,898,524	0.79
7,000,000	La Financiere Atalian SA, senior note, Reg S, 7.25%, 01/15/20	FRA	EUR	7,536,690	0.76
6,500,000	Lafarge SA, senior note, Reg S, 4.75%, 09/30/20	FRA	EUR	7,531,875	0.75
7,000,000	Safari Holding Verwaltungs GmbH, secured note, Reg S, 8.25%, 02/15/21	DEU	EUR	7,446,250	0.75
7,000,000	IVS F. SpA, senior secured note, first lien, Reg S, 7.125%, 04/01/20	ITA	EUR	7,395,500	0.74
7,100,000	Wind Acquisition Finance SA, senior note, Reg S, 7.00%, 04/23/21	ITA	EUR	7,370,084	0.74
7,000,000	Almirall SA, senior note, Reg S, 4.625%, 04/01/21	ESP	EUR	7,297,500	0.73
7,300,000	Darling Global Finance BV, senior note, Regs S, 4.75%, 05/30/22	USA	EUR	7,172,250	0.72
6,500,000	Ceramtec Group GmbH, senior note, Reg S, 8.25%, 08/15/21	DEU	EUR	7,121,562	0.71
7,000,000	Wind Acquisition Finance SA, senior secured note, Reg S, 4.00%, 07/15/20	ITA	EUR	7,030,625	0.70
7,400,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	7,004,884	0.70
6,500,000	PortAventura Entertainment Barcelona BV, secured note, Reg S, 7.25%, 12/01/20	ESP	EUR	6,796,562	0.68
7,900,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	6,593,198	0.66
5,500,000	Intesa Sanpaolo SpA, junior sub. bond, Reg S, 8.375% to 10/14/19, FRN thereafter, Perpetual	ITA	EUR	6,504,052	0.65
6,000,000	Telefonica Europe BV, junior sub. note, Reg S, 5.875% to 03/31/24, FRN thereafter, Perpetual	ESP	EUR	6,376,470	0.64
6,000,000	Avis Budget Finance PLC, senior note, Reg S, 6.00%, 03/01/21	USA	EUR	6,322,500	0.63
5,000,000	Petrobras Global Finance BV, senior bond, 6.25%, 12/14/26	BRA	GBP	6,303,841	0.63
6,000,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, secured bond, Reg S, 4.00%, 01/15/25	DEU	EUR	6,135,000	0.62
6,000,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	6,090,000	0.61
6,900,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	6,052,088	0.61
6,600,000	CHS/Community Health Systems Inc., senior secured note, 5.125%, 08/01/21	USA	USD	6,048,051	0.61
6,000,000	Hertz Holdings Netherlands BV, senior note, Reg S, 4.375%, 01/15/19	USA	EUR	6,026,250	0.60
5,000,000	Lafarge SA, senior note, Reg S, 6.75%, 12/16/19	FRA	EUR	5,896,875	0.59

The accompanying notes form an integral part of these financial statements

— Franklin Euro High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
5,500,000	Rhino Bondco SpA, senior secured note, Reg S, 7.25%, 11/15/20	ITA	EUR	5,891,875	0.59
7,300,000	Grupo Isolux Corsan Finance BV, senior note, Reg S, 6.625%, 04/15/21	ESP	EUR	5,863,980	0.59
4,000,000	Odeon & UCI Finco PLC, senior secured note, Reg S, 9.00%, 08/01/18	GBR	GBP	5,832,485	0.58
6,000,000	Novalis SAS, senior note, Reg S, 3.00%, 04/30/22	FRA	EUR	5,800,320	0.58
4,000,000	Investec PLC, senior note, Reg S, 4.50%, 05/05/22	ZAF	GBP	5,761,720	0.58
5,500,000	Onex Wizard Acquisition Co. II SCA, senior note, Reg S, 7.75%, 02/15/23	LUX	EUR	5,750,937	0.58
5,000,000	Fiat Chrysler Finance Europe, senior note, Reg S, 6.75%, 10/14/19	GBR	EUR	5,684,375	0.57
6,400,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	5,570,461	0.56
6,000,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	5,518,417	0.55
5,700,000	Matterhorn Telecom SA, senior note, Reg S, 3.875%, 05/01/22	LUX	EUR	5,429,250	0.54
5,000,000	Fiat Chrysler Finance Europe, senior note, Reg S, 7.75%, 10/17/16	GBR	EUR	5,337,500	0.54
5,000,000	Schaeffler Holding Finance BV, senior secured note, Reg S, PIK, 5.75%, 11/15/21 †	DEU	EUR	5,289,875	0.53
5,500,000	Galapagos Holding SA, senior note, Reg S, 7.00%, 06/15/22	DEU	EUR	5,249,062	0.53
5,000,000	Cerved Technologies SpA, senior secured note, Reg S, 6.375%, 01/15/20	ITA	EUR	5,241,775	0.53
5,000,000	Fresenius Finance BV, senior note, Reg S, 3.00%, 02/01/21	DEU	EUR	5,225,000	0.52
5,000,000	Belden Inc., senior sub. bond, Reg S, 5.50%, 04/15/23	USA	EUR	5,196,875	0.52
5,000,000	Unione di Banche Italiane SCpA, senior note, Reg S, 2.875%, 02/18/19	ITA	EUR	5,188,925	0.52
5,000,000	Intesa Sanpaolo SpA, senior note, 144A, 6.50%, 02/24/21	ITA	USD	5,128,292	0.51
5,000,000	Infor (U.S.) Inc., senior note, Reg S, 5.75%, 05/15/22	USA	EUR	5,100,000	0.51
5,000,000	Petrobras International Finance BV, senior note, 4.875%, 03/07/18	BRA	EUR	5,059,375	0.51
5,000,000	Galapagos SA, senior secured note, Reg S, 5.375%, 06/15/21	DEU	EUR	5,028,125	0.50
5,000,000	Rhino Bondco SpA, first lien, Reg S, FRN, 5.486%, 12/15/19 †	ITA	EUR	5,012,275	0.50
5,000,000	Trinseo Materials Operating SCA/Trinseo Materials Finance Inc., senior note, Reg S, 6.375%, 05/01/22	USA	EUR	5,000,000	0.50
4,900,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	4,980,727	0.50
4,000,000	Societe Generale SA, junior sub. bond, Reg S, 9.375% to 09/04/19, FRN thereafter, Perpetual	FRA	EUR	4,937,500	0.50
5,000,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	4,910,675	0.49
4,500,000	Cegedim SA, senior note, Reg S, 6.75%, 04/01/20	FRA	EUR	4,862,812	0.49
5,000,000	International Game Technology PLC, first lien, Reg S, 4.75%, 02/15/23	GBR	EUR	4,825,000	0.48
4,900,000	TA Manufacturing Ltd., senior note, Reg S, 3.625%, 04/15/23	USA	EUR	4,786,687	0.48
5,000,000	Merlin Entertainment PLC, senior note, Reg S, 2.75%, 03/15/22	GBR	EUR	4,784,375	0.48
4,500,000	Chesapeake Energy Corp., senior bond, 6.25%, 01/15/17	USA	EUR	4,750,312	0.48
4,800,000	Intesa Sanpaolo Vita SpA, sub. note, Reg S, 4.75% to 12/17/24, FRN thereafter, Perpetual	ITA	EUR	4,714,416	0.47
4,000,000	Telecom Italia SpA, senior bond, Reg S, 5.25%, 02/10/22	ITA	EUR	4,550,000	0.46
5,000,000	Fresenius Medical Care U.S. Finance II Inc., senior note, 144A, 4.125%, 10/15/20	DEU	USD	4,536,991	0.45
4,000,000	AXA SA, sub. bond, Reg S, 5.25% to 04/16/20, FRN thereafter, 04/16/40	FRA	EUR	4,481,960	0.45
5,000,000	Fresenius Medical Care U.S. Finance II Inc., senior note, 144A, 4.75%, 10/15/24	DEU	USD	4,461,281	0.45
5,000,000	Navient Corp., senior note, 4.875%, 06/17/19	USA	USD	4,452,869	0.45
3,000,000	Pennon Group PLC, senior sub. bond, Reg S, 6.75% to 03/08/18, FRN thereafter, Perpetual	GBR	GBP	4,447,864	0.45
3,000,000	Arrow Global Finance PLC, secured note, Reg S, 7.875%, 03/01/20	GBR	GBP	4,445,728	0.45
4,000,000	HeidelbergCement Finance Luxembourg SA, senior note, Reg S, 8.00%, 01/31/17	DEU	EUR	4,422,500	0.44
4,000,000	HP Pelzer Holding GmbH, secured note, Reg S, 7.50%, 07/15/21	DEU	EUR	4,325,000	0.43
4,000,000	Auris Luxembourg II S.à r.l., senior note, Reg S, 8.00%, 01/15/23	DEU	EUR	4,317,500	0.43
4,000,000	Cerved Technologies SpA, senior sub. note, Reg S, 8.00%, 01/15/21	ITA	EUR	4,310,000	0.43
4,000,000	HeidelbergCement Finance Luxembourg SA, senior note, Reg S, 3.25%, 10/21/21	DEU	EUR	4,260,000	0.43
6,000,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	4,239,760	0.43
4,000,000	U.S. Coatings Acquisition Inc./Flash Dutch 2 BV, secured note, Reg S, 5.75%, 02/01/21	USA	EUR	4,217,500	0.42
4,000,000	Telenet Finance II Luxembourg, senior secured note, Reg S, 6.625%, 02/15/21	LUX	EUR	4,202,840	0.42
5,250,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	4,160,625	0.42
3,000,000	Lowell Group Financing PLC, senior secured note, first lien, Reg S, 5.875%, 04/01/19	GBR	GBP	4,133,840	0.41
2,750,000	Pendragon PLC, secured note, Reg S, 6.875%, 05/01/20	GBR	GBP	4,099,479	0.41
4,100,000	Autostrada Brescia Verona Vicenza Padova SpA, secured note, Reg S, 2.375%, 03/20/20	ITA	EUR	4,041,062	0.41
4,000,000	CNH Industrial Finance Europe SA, senior note, Reg S, 2.75%, 03/18/19	GBR	EUR	4,032,500	0.40
4,000,000	Deutsche Annington Finance BV, sub. note, Reg S, 4.00% to 12/17/21, FRN thereafter, Perpetual	DEU	EUR	3,995,160	0.40
4,000,000	ArcelorMittal, senior note, Reg S, 2.875%, 07/06/20	LUX	EUR	3,935,000	0.39
4,700,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	3,922,114	0.39
2,700,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, Reg S, 5.50%, 01/15/25	GBR	GBP	3,839,396	0.39
4,000,000	Gamenet SpA, secured note, Reg S, 7.25%, 08/01/18	ITA	EUR	3,777,500	0.38
4,100,000	ELM BV (Swiss Reinsurance Co.), junior sub. note, Reg S, 2.60% to 09/01/25, FRN thereafter, Perpetual	CHE	EUR	3,765,993	0.38
4,000,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 07/01/24	GBR	EUR	3,765,000	0.38
5,000,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	3,746,243	0.38
3,750,000	PortAventura Entertainment Barcelona BV, secured note, Reg S, FRN, 5.612%, 12/01/19 †	ESP	EUR	3,740,625	0.38
3,900,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	3,694,143	0.37
2,500,000	Wagamama Finance PLC, senior secured note, Reg S, 7.875%, 02/01/20	GBR	GBP	3,669,532	0.37
3,343,000	Telecom Italia SpA, senior note, Reg S, 4.75%, 05/25/18	ITA	EUR	3,622,976	0.36
4,000,000	Financiere Quick SAS, senior secured note, Reg S, FRN, 4.761%, 04/15/19 †	FRA	EUR	3,509,160	0.35
3,300,000	Cable Communications Systems NV, senior secured note, Reg S, 7.50%, 11/01/20	ROM	EUR	3,473,250	0.35
4,000,000	Intralot Capital Luxembourg SA, senior note, Reg S, 6.00%, 05/15/21	GRC	EUR	3,462,020	0.35
3,400,000	Cemex Finance LLC, senior secured note, 144A, 9.375%, 10/12/22	MEX	USD	3,413,119	0.34
3,000,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	3,365,625	0.34
3,300,000	Guala Closures SpA, senior secured note, Reg S, FRN, 5.366%, 11/15/19 †	ITA	EUR	3,306,600	0.33

The accompanying notes form an integral part of these financial statements

— Franklin Euro High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
3,000,000	Telefonica Europe BV, sub. note, Reg S, 6.50% to 09/18/18, FRN thereafter, Perpetual	ESP	EUR	3,292,095	0.33
2,000,000	Finmeccanica SpA, senior note, 8.00%, 12/16/19	ITA	GBP	3,279,231	0.33
3,600,000	CommScope Inc., senior secured note, 144A, 4.375%, 06/15/20	USA	USD	3,270,672	0.33
3,500,000	OTE PLC, senior note, Reg S, 7.875%, 02/07/18	GRC	EUR	3,270,190	0.33
5,100,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 6.875%, 04/01/22	AUS	USD	3,226,255	0.32
3,250,000	Paroc Group Oy, secured note, 6.25%, 05/15/20	FIN	EUR	3,219,531	0.32
2,837,000	LBG Capital No. 2 PLC, cvt., sub. bond, 18, Reg S, 6.385%, 05/12/20	GBR	EUR	3,208,959	0.32
3,000,000	Ol European Group BV, senior note, Reg S, 4.875%, 03/31/21	NLD	EUR	3,189,375	0.32
3,000,000	EC Finance PLC, secured note, Reg S, 5.125%, 07/15/21	GBR	EUR	3,125,625	0.31
3,000,000	Jarden Corp., senior note, Reg S, 3.75%, 10/01/21	USA	EUR	3,125,625	0.31
2,500,000	HeidelbergCement Finance Luxembourg SA, senior note, Reg S, 7.50%, 04/03/20	DEU	EUR	3,121,263	0.31
3,000,000	Huntsman International LLC, senior note, 5.125%, 04/15/21	USA	EUR	3,100,935	0.31
3,000,000	ProGroup AG, first lien, Reg S, 5.125%, 05/01/22	DEU	EUR	3,076,875	0.31
3,000,000	Europcar Groupe SA, senior note, Reg S, 5.75%, 06/15/22	FRA	EUR	3,073,500	0.31
2,529,000	Intesa Sanpaolo SpA, sub. note, Reg S, 6.625%, 09/13/23	ITA	EUR	3,015,833	0.30
3,000,000	Iglo Foods Bondco PLC, senior secured note, first lien, Reg S, FRN, 4.486%, 06/15/20 †	GBR	EUR	3,015,420	0.30
2,000,000	Virgin Media Finance PLC, senior bond, Reg S, 7.00%, 04/15/23	GBR	GBP	3,014,919	0.30
3,000,000	HSBC Holdings PLC, sub. note, 3.00%, 06/30/25	GBR	EUR	2,996,385	0.30
3,000,000	Iron Mountain Inc., senior sub. note, 6.75%, 10/15/18	USA	EUR	2,996,250	0.30
3,000,000	Banco Bilbao Vizcaya Argentaria SA, junior sub. note, Reg S, 6.75% to 02/18/20, FRN thereafter, Perpetual	ESP	EUR	2,989,650	0.30
2,000,000	Telefonica Europe BV, junior sub. note, Reg S, 6.75%, Perpetual	ESP	GBP	2,971,685	0.30
3,000,000	Schaeffler Finance BV, senior secured note, Reg S, 2.50%, 05/15/20	DEU	EUR	2,943,750	0.30
3,000,000	Paroc Group Oy, secured note, Reg S, FRN, 5.241%, 05/15/20 †	FIN	EUR	2,896,365	0.29
3,000,000	Schaeffler Finance BV, senior secured bond, Reg S, 3.25%, 05/15/25	DEU	EUR	2,844,375	0.29
2,500,000	Buzzi Unicem SpA, senior note, Reg S, 6.25%, 09/28/18	ITA	EUR	2,812,500	0.28
3,000,000	Abengoa Finance SAU, senior note, Reg S, 6.00%, 03/31/21	ESP	EUR	2,790,660	0.28
3,500,000	OTE PLC, senior note, Reg S, 3.50%, 07/09/20	GRC	EUR	2,779,053	0.28
3,500,000	Financiere Quick SAS, senior note, Reg S, FRN, 7.511%, 10/15/19 †	FRA	EUR	2,705,920	0.27
3,000,000	Fiat Chrysler Automobiles NV, senior note, Reg S, 4.50%, 04/15/20	GBR	USD	2,681,816	0.27
3,100,000	Stena International SA, secured bond, 144A, 5.75%, 03/01/24	SWE	USD	2,663,394	0.27
2,000,000	Premier Foods PLC, secured note, Reg S, FRN, 5.571%, 03/16/20 †	GBR	GBP	2,639,032	0.26
1,900,000	Centrica PLC, sub. bond, Reg S, 5.25% to 04/10/25, FRN thereafter, 04/10/75	GBR	GBP	2,619,116	0.26
2,500,000	WFS Global Holding SAS, senior note, Reg S, 9.50%, 07/15/22	FRA	EUR	2,551,563	0.26
2,500,000	Altice SA, senior note, Reg S, 7.25%, 05/15/22	LUX	EUR	2,532,813	0.25
2,500,000	ArcelorMittal, senior note, Reg S, 3.00%, 03/25/19	LUX	EUR	2,514,063	0.25
3,000,000	Obrascon Huarte Lain SA, senior note, Reg S, 5.50%, 03/15/23	ESP	EUR	2,484,375	0.25
2,500,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	2,481,113	0.25
2,000,000	Stretford 79 PLC, first lien, FRN, 4.822%, 07/15/20 †	GBR	GBP	2,438,719	0.24
2,000,000	Albea Beauty Holdings SA, first lien, Reg S, 8.75%, 11/01/19	FRA	EUR	2,152,500	0.22
2,000,000	Piaggio & C SpA, senior note, Reg S, 4.625%, 04/30/21	ITA	EUR	2,067,500	0.21
2,000,000	Paprec Holding, senior secured note, Reg S, 5.25%, 04/01/22	FRA	EUR	2,062,500	0.21
2,000,000	Bormioli Rocco Holdings SA, senior secured bond, Reg S, 10.00%, 08/01/18	ITA	EUR	2,041,250	0.20
2,000,000	Banco Bilbao Vizcaya Argentaria SA, junior sub. note, 7.00% to 02/19/19, FRN thereafter, Perpetual	ESP	EUR	2,007,500	0.20
2,000,000	Ephios Bondco PLC, secured note, Reg S, 6.25%, 07/01/22	FRA	EUR	1,956,250	0.20
1,800,000	KM Germany Holdings GmbH, senior secured note, first lien, Reg S, 8.75%, 12/15/20	DEU	EUR	1,933,875	0.19
2,000,000	ArcelorMittal, senior note, 6.125%, 06/01/18	LUX	USD	1,917,986	0.19
2,000,000	Matterhorn Telecom Holding SA, senior note, Reg S, 4.875%, 05/01/23	LUX	EUR	1,908,750	0.19
2,000,000	Areva SA, senior note, Reg S, 3.125%, 03/20/23	FRA	EUR	1,892,500	0.19
2,000,000	Petrobras Global Finance BV, senior bond, 4.25%, 10/02/23	BRA	EUR	1,827,500	0.18
1,700,000	Ontex Group NV, senior note, Reg S, 4.75%, 11/15/21	BEL	EUR	1,790,525	0.18
1,750,000	Financiere Gaillon 8 SAS, senior note, Reg S, 7.00%, 09/30/19	FRA	EUR	1,787,188	0.18
1,700,000	Play Finance 1 SA, senior note, Reg S, 6.50%, 08/01/19	POL	EUR	1,780,750	0.18
1,900,000	Abengoa Finance SAU, senior note, 144A, 8.875%, 11/01/17	ESP	USD	1,778,400	0.18
1,700,000	Royal Bank of Scotland Group PLC, sub. note, 6.125%, 12/15/22	GBR	USD	1,637,916	0.16
1,500,000	BBVA Subordinated Capital SAU, sub. note, Reg S, 3.50% to 04/11/19, FRN thereafter, 04/11/24	ESP	EUR	1,556,250	0.16
1,500,000	Banco Popolare Societa Cooperativa, senior note, Reg S, 3.50%, 03/14/19	ITA	EUR	1,543,493	0.15
1,500,000	Crown European Holdings SA, senior note, Reg S, 4.00%, 07/15/22	USA	EUR	1,535,228	0.15
1,300,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	1,203,677	0.12
1,300,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.625%, 12/01/21	USA	USD	1,201,606	0.12
1,400,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	1,114,900	0.11
1,000,000	JH-Holding Finance SA, senior secured note, Reg S, PIK, 8.25%, 12/01/22 ‡	DEU	EUR	1,045,000	0.11
900,000	Hertz Corp., senior note, 6.25%, 10/15/22	USA	USD	823,725	0.08
800,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	711,562	0.07
				<u>908,476,578</u>	<u>91.03</u>
Securities Maturing Within One Year					
2,500,000	UniCredit SpA, junior sub. bond, 5.00%, 02/01/16	ITA	GBP	3,566,010	0.36
2,500,000	Santander International Debt SA, senior note, Reg S, 3.381%, 12/01/15	ESP	EUR	2,532,600	0.25
1,962,000	Millipore Corp., senior note, Reg S, 5.875%, 06/30/16	USA	EUR	2,069,998	0.21
				<u>8,168,608</u>	<u>0.82</u>
TOTAL BONDS				<u>937,943,201</u>	<u>93.98</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>938,711,641</u>	<u>94.06</u>

The accompanying notes form an integral part of these financial statements

— Franklin Euro High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
168,370	Astana Finance JSC, GDR, Reg S **	KAZ	USD	<u>0</u>	<u>0.00</u>
	TOTAL SHARES			<u>0</u>	<u>0.00</u>
	BONDS				
	Corporate Bonds				
118,753	Astana Finance JSC, secured note, Reg S, 0.00%, 12/22/24 **	KAZ	USD	<u>0</u>	<u>0.00</u>
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
				<u>0</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>949,390,641</u>	<u>95.13</u>

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

‡ Income may be received in additional securities and/or cash

— Franklin Euro Liquid Reserve Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
3,000,000	The Toronto-Dominion Bank, senior note, FRN, 0.266%, 06/16/17 †	CAN	EUR	3,007,170	3.52
3,000,000	UBS AG London, senior note, Reg S, FRN, 0.236%, 09/05/16 †	CHE	EUR	3,003,765	3.52
3,000,000	Abbey National Treasury Services PLC, senior note, Reg S, FRN, 0.368%, 10/24/17 †	GBR	EUR	3,001,905	3.51
3,000,000	UBS AG London, senior note, Reg S, FRN, 0.271%, 05/15/17 †	CHE	EUR	3,001,380	3.51
3,000,000	BMW U.S. Capital LLC., senior note, FRN, 0.202%, 04/20/18 †	DEU	EUR	3,000,135	3.51
				<u>15,014,355</u>	<u>17.57</u>
Securities Maturing Within One Year					
3,000,000	Societe Generale SA, senior note, Reg S, FRN, 0.702%, 01/18/16 †	FRA	EUR	3,009,885	3.52
3,000,000	BPCE SA, senior note, Reg S, FRN, 0.702%, 01/18/16 †	FRA	EUR	3,009,705	3.52
3,000,000	Nykredit Bank AS, senior note, Reg S, FRN, 0.487%, 06/03/16 †	DNK	EUR	3,009,090	3.52
3,000,000	JPMorgan Chase & Co., senior note, Reg S, FRN, 0.345%, 05/03/16 †	USA	EUR	3,003,870	3.51
3,000,000	Wells Fargo & Co., senior note, FRN, 0.186%, 03/23/16 †	USA	EUR	3,002,595	3.51
3,000,000	BNP Paribas SA, senior note, FRN, 0.291%, 11/13/15 †	FRA	EUR	3,002,580	3.51
3,000,000	ABN AMRO Bank NV, senior note, Reg S, FRN, 0.277%, 12/03/15 †	NLD	EUR	3,002,475	3.51
3,000,000	Lloyds Bank PLC, senior note, FRN, 0.312%, 10/14/15 †	GBR	EUR	3,002,085	3.51
3,000,000	Rabobank Nederland, senior note, FRN, 0.188%, 11/23/15 †	NLD	EUR	3,001,605	3.51
3,000,000	Credit Agricole SA/London, senior note, Reg S, FRN, 0.367%, 08/28/15 †	FRA	EUR	3,001,500	3.51
3,000,000	Banque Federative du Credit Mutuel, senior note, Reg S, FRN, 0.288%, 08/26/15 †	FRA	EUR	3,001,110	3.51
3,000,000	Credit Suisse London, senior note, Reg S, FRN, 0.191%, 08/12/15 †	CHE	EUR	3,000,450	3.51
3,000,000	Barclays Bank PLC, FRN, 0.195%, 07/31/15 †	GBR	EUR	3,000,390	3.51
3,000,000	Qatar National Bank/London, zero cpn., 07/17/15	GBR	EUR	2,999,912	3.51
3,000,000	Dekabank Deutsche Girozentrale, zero cpn., 10/13/15	DEU	EUR	2,999,790	3.51
3,000,000	Standard Chartered Bank, zero cpn., 10/15/15	GBR	EUR	2,999,650	3.51
2,500,000	Bank of China Ltd./Sydney, zero cpn., 09/03/15	AUS	EUR	2,500,763	2.93
2,500,000	Nationwide Building Society, zero cpn., 07/14/15	GBR	EUR	2,500,043	2.93
2,500,000	Dexia Credit Local SA, zero cpn., 07/02/15	FRA	EUR	2,500,000	2.93
2,500,000	Danske Bank AS, zero cpn., 12/11/15	DNK	EUR	2,499,955	2.93
2,500,000	Mitsubishi Corp. Finance PLC, zero cpn., 09/03/15	GBR	EUR	2,499,221	2.92
				<u>60,546,674</u>	<u>70.83</u>
TOTAL BONDS				<u>75,561,029</u>	<u>88.40</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>75,561,029</u>	<u>88.40</u>
TOTAL INVESTMENTS				<u>75,561,029</u>	<u>88.40</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Euro Short Duration Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
468,973	German Residential Funding Ltd., 2013-1, B, Reg S, 1.588%, 08/27/24	IRL	EUR	478,821	0.73
Corporate Bonds					
1,500,000	UBS AG London, senior note, Reg S, FRN, 0.271%, 05/15/17 †	CHE	EUR	1,500,690	2.28
1,500,000	The Coca-Cola Co., senior note, FRN, 0.217%, 09/09/19 †	USA	EUR	1,499,167	2.28
1,500,000	General Electric Co., senior note, 0.287%, to 08/08/15, FRN thereafter, 05/28/20	USA	EUR	1,498,065	2.28
1,500,000	3M Co., senior note, FRN, 0.219%, 05/15/20 †	USA	EUR	1,495,223	2.27
1,000,000	Goldman Sachs Group Inc., senior note, Reg S, 2.625%, 08/19/20	USA	EUR	1,066,810	1.62
1,000,000	Sampo OYJ, senior note, Reg S, 4.25%, 02/27/17	FIN	EUR	1,063,535	1.62
1,000,000	Daimler AG, senior note, Reg S, 4.125%, 01/19/17	DEU	EUR	1,060,205	1.61
1,000,000	HSBC France SA, senior note, Reg S, 1.875%, 01/16/20	FRA	EUR	1,046,100	1.59
1,000,000	Telenor ASA, senior note, Reg S, 1.75%, 01/15/18	NOR	EUR	1,035,200	1.57
1,000,000	ELM BV (Swiss Reinsurance Co.), junior secured sub. note, Reg S, 5.252% to 05/25/16, FRN thereafter, Perpetual	CHE	EUR	1,026,125	1.56
1,000,000	Standard Chartered PLC, senior note, Reg S, FRN, 0.386%, 06/13/17 †	GBR	EUR	1,002,895	1.52
1,000,000	UniCredit SpA, senior note, Reg S, FRN, 0.964%, 04/10/17 †	ITA	EUR	1,002,070	1.52
1,000,000	Caterpillar International Finance Ltd., senior note, Reg S, FRN, 0.211%, 05/13/18 †	USA	EUR	1,000,920	1.52
1,000,000	Credit Suisse London, senior note, Reg S, FRN, 0.315%, 03/30/17 †	CHE	EUR	999,505	1.52
1,000,000	Sinopec Group Overseas Development 2015 Ltd., senior note, Reg S, 0.50%, 04/27/18	CHN	EUR	997,340	1.52
800,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 11/08/18	ITA	EUR	871,148	1.32
800,000	Madrikena Red de Gas Finance BV, senior note, Reg S, 3.779%, 09/11/18	ESP	EUR	867,124	1.32
800,000	Edison SpA, senior note, Reg S, 3.875%, 11/10/17	ITA	EUR	863,148	1.31
800,000	Bharti Airtel International Netherlands BV, senior note, Reg S, 4.00%, 12/10/18	IND	EUR	857,764	1.30
800,000	Bank of America Corp., FRN, 0.825%, 03/28/18 †	USA	EUR	794,860	1.21
500,000	Zapadoslovenska Energetika AS, senior note, Reg S, 2.875%, 10/14/18	SVK	EUR	530,605	0.81
500,000	Inmobiliaria Colonial SA, senior note, Reg S, 1.863%, 06/05/19	ESP	EUR	495,000	0.75
500,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 1.375%, 07/01/19	GBR	EUR	483,750	0.73
				<u>23,057,249</u>	<u>35.03</u>
Government and Municipal Bonds					
6,000,000	Italy Treasury Bond, senior bond, 3.75%, 08/01/16	ITA	EUR	6,227,280	9.46
5,300,000	Government of Spain, senior bond, Reg S, 4.00%, 04/30/20	ESP	EUR	5,993,161	9.10
4,500,000	Italy Treasury Bond, senior bond, 4.50%, 02/01/18	ITA	EUR	4,949,640	7.52
4,600,000	Italy Treasury Bond, 2.50%, 05/01/19	ITA	EUR	4,875,770	7.41
3,000,000	Government of Spain, senior bond, Reg S, 5.85%, 01/31/22	ESP	EUR	3,771,825	5.73
2,800,000	Government of Ireland, 4.50%, 04/18/20	IRL	EUR	3,311,210	5.03
3,000,000	Government of the Netherlands, Reg S, 1.25%, 01/15/19	NLD	EUR	3,133,275	4.76
1,400,000	KfW, senior note, 3.125%, 07/04/16	DEU	EUR	1,445,906	2.19
1,200,000	Government of Latvia, 5.50%, 03/05/18	LVA	EUR	1,369,776	2.08
1,200,000	Government of Lithuania, senior bond, 4.85%, 02/07/18	LTU	EUR	1,344,378	2.04
5,200,000	Government of Poland, 3.25%, 07/25/19	POL	PLN	1,275,522	1.94
				<u>37,697,743</u>	<u>57.26</u>
Securities Maturing Within One Year					
1,000,000	McDonald's Corp., senior note, 4.25%, 06/10/16	USA	EUR	1,038,410	1.57
1,000,000	Bank of China Ltd./Sydney, zero cpn., 07/13/15	AUS	EUR	1,000,070	1.52
600,000	Pfizer Inc., senior note, Reg S, 4.75%, 06/03/16	USA	EUR	625,404	0.95
				<u>2,663,884</u>	<u>4.04</u>
TOTAL BONDS				<u>63,897,697</u>	<u>97.06</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>63,897,697</u>	<u>97.06</u>
TOTAL INVESTMENTS				<u>63,897,697</u>	<u>97.06</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Euro Short-Term Money Market Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Securities Maturing Within One Year				
3,000,000	Societe Generale SA, senior note, Reg S, FRN, 0.702%, 01/18/16 †	FRA	EUR	3,011,284	4.59
3,000,000	BPCE SA, senior note, Reg S, FRN, 0.702%, 01/18/16 †	FRA	EUR	3,010,172	4.59
3,000,000	BNP Paribas SA, senior note, FRN, 0.291%, 11/13/15 †	FRA	EUR	3,002,250	4.58
3,000,000	Lloyds Bank PLC, senior note, FRN, 0.312%, 10/14/15 †	GBR	EUR	3,002,119	4.58
3,000,000	Rabobank Nederland, senior note, FRN, 0.188%, 11/23/15 †	NLD	EUR	3,001,738	4.58
3,000,000	Credit Agricole SA/London, senior note, Reg S, FRN, 0.367%, 08/28/15 †	FRA	EUR	3,001,434	4.57
3,000,000	Banque Federative du Credit Mutuel, senior note, Reg S, FRN, 0.288%, 08/26/15 †	FRA	EUR	3,001,036	4.57
3,000,000	Credit Suisse London, senior note, Reg S, FRN, 0.191%, 08/12/15 †	CHE	EUR	3,000,245	4.57
2,500,000	Wells Fargo & Co., senior note, FRN, 0.186%, 03/23/16 †	USA	EUR	2,502,869	3.81
2,500,000	GE Capital European Funding, senior note, FRN, 0.138%, 02/22/16 †	USA	EUR	2,502,243	3.81
2,500,000	Barclays Bank PLC, FRN, 0.195%, 07/31/15 †	GBR	EUR	2,500,245	3.81
2,500,000	Mitsubishi Corp. Finance PLC, zero cpn., 09/03/15	GBR	EUR	2,500,000	3.81
2,500,000	Nationwide Building Society, zero cpn., 07/14/15	GBR	EUR	2,499,971	3.81
2,500,000	Dekabank Deutsche Girozentrale, zero cpn., 10/13/15	DEU	EUR	2,499,964	3.81
2,500,000	Nordea Bank AB, zero cpn., 12/08/15	SWE	EUR	2,499,888	3.81
2,500,000	ABN AMRO Bank NV, zero cpn., 08/17/15	NLD	EUR	2,499,867	3.81
2,500,000	Standard Chartered Bank, zero cpn., 10/15/15	GBR	EUR	2,499,703	3.81
2,500,000	Bank of China Ltd./Sydney, zero cpn., 09/03/15	AUS	EUR	2,499,323	3.81
2,000,000	Dexia Credit Local SA, zero cpn., 07/02/15	FRA	EUR	1,999,999	3.05
2,000,000	Qatar National Bank/London, zero cpn., 07/17/15	GBR	EUR	1,999,934	3.05
1,500,000	JPMorgan Chase & Co., senior note, Reg S, FRN, 0.345%, 05/03/16 †	USA	EUR	1,503,344	2.29
				<u>54,537,628</u>	<u>83.12</u>
	TOTAL BONDS			<u>54,537,628</u>	<u>83.12</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>54,537,628</u>	<u>83.12</u>
	TOTAL INVESTMENTS			<u>54,537,628</u>	<u>83.12</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Euroland Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Air Freight & Logistics					
23,400	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	<u>416,520</u>	<u>0.71</u>
Auto Components					
20,760	SHW AG	DEU	EUR	<u>893,614</u>	<u>1.51</u>
Automobiles					
8,295	Volkswagen AG, pfd.	DEU	EUR	<u>1,725,360</u>	<u>2.92</u>
Banks					
840,940	Intesa Sanpaolo SpA	ITA	EUR	2,734,737	4.63
181,669	ING Groep NV, IDR	NLD	EUR	2,690,518	4.56
258,794	Banco Bilbao Vizcaya Argentaria SA	ESP	EUR	2,275,317	3.86
32,638	KBC Groep NV	BEL	EUR	<u>1,956,321</u>	<u>3.31</u>
				<u>9,656,893</u>	<u>16.36</u>
Beverages					
20,416	Anheuser-Busch InBev NV	BEL	EUR	<u>2,194,720</u>	<u>3.72</u>
Capital Markets					
66,193	Banca Generali	ITA	EUR	<u>2,090,375</u>	<u>3.54</u>
Chemicals					
10,928	Solvay SA	BEL	EUR	1,348,515	2.29
8,540	BASF SE	DEU	EUR	673,123	1.14
26,211	Tikkurila Oy	FIN	EUR	<u>467,342</u>	<u>0.79</u>
				<u>2,488,980</u>	<u>4.22</u>
Construction & Engineering					
31,385	Vinci SA	FRA	EUR	1,628,254	2.76
129,166	Outotec OYJ	FIN	EUR	<u>745,934</u>	<u>1.26</u>
				<u>2,374,188</u>	<u>4.02</u>
Construction Materials					
67,265	CRH PLC	IRL	EUR	<u>1,703,150</u>	<u>2.89</u>
Diversified Financial Services					
92,728	Cerved Information Solutions SpA	ITA	EUR	<u>639,823</u>	<u>1.08</u>
Diversified Telecommunication Services					
109,763	Telefonica SA	ESP	EUR	1,399,478	2.37
62,977	Deutsche Telekom AG	DEU	EUR	<u>972,995</u>	<u>1.65</u>
				<u>2,372,473</u>	<u>4.02</u>
Electric Utilities					
234,605	Energias de Portugal SA	PRT	EUR	<u>798,830</u>	<u>1.35</u>
Electrical Equipment					
91,411	Prismian SpA	ITA	EUR	1,771,545	3.00
13,756	Legrand SA	FRA	EUR	<u>692,752</u>	<u>1.18</u>
				<u>2,464,297</u>	<u>4.18</u>
Health Care Equipment & Supplies					
12,121	Draegerwerk AG & Co. KGAA, pfd.	DEU	EUR	<u>1,164,949</u>	<u>1.97</u>
Insurance					
16,520	Allianz SE	DEU	EUR	2,307,844	3.91
376,831	Corporacion Mapfre SA	ESP	EUR	<u>1,163,277</u>	<u>1.97</u>
				<u>3,471,121</u>	<u>5.88</u>
Internet & Catalog Retail					
65,382	Takkt AG	DEU	EUR	<u>1,072,919</u>	<u>1.82</u>
IT Services					
15,559	Cap Gemini SA	FRA	EUR	<u>1,234,918</u>	<u>2.09</u>
Machinery					
25,136	GEA Group AG	DEU	EUR	<u>1,005,691</u>	<u>1.70</u>
Media					
69,731	Reed Elsevier NV	GBR	EUR	1,483,527	2.51
34,669	GFK AG	DEU	EUR	1,361,452	2.31
110,469	Mediaset Espana Comunicacion SA	ESP	EUR	<u>1,298,563</u>	<u>2.20</u>
				<u>4,143,542</u>	<u>7.02</u>
Metals & Mining					
21,616	Aurubis AG	DEU	EUR	<u>1,139,163</u>	<u>1.93</u>
Multi-Utilities					
61,482	GDF Suez	FRA	EUR	<u>1,023,061</u>	<u>1.73</u>

The accompanying notes form an integral part of these financial statements

— Franklin Euroland Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels				
65,247	Total SA, B	FRA	EUR	2,842,812	4.81
46,946	Royal Dutch Shell PLC, A	GBR	EUR	1,191,020	2.02
				<u>4,033,832</u>	<u>6.83</u>
	Pharmaceuticals				
34,768	Sanofi	FRA	EUR	3,067,928	5.20
	Professional Services				
113,742	Applus Services SA	ESP	EUR	1,204,528	2.04
	Semiconductors & Semiconductor Equipment				
18,728	ASML Holding NV	NLD	EUR	1,736,086	2.94
	Software				
32,512	SAP SE	DEU	EUR	2,035,251	3.45
	Textiles, Apparel & Luxury Goods				
8,823	LVMH Moet Hennessy Louis Vuitton SE	FRA	EUR	1,386,534	2.35
	Transportation Infrastructure				
38,618	Atlantia SpA	ITA	EUR	855,775	1.45
	TOTAL SHARES			<u>58,394,521</u>	<u>98.92</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>58,394,521</u>	<u>98.92</u>
	TOTAL INVESTMENTS			<u>58,394,521</u>	<u>98.92</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Auto Components					
2,764	SHW AG	DEU	EUR	<u>118,976</u>	<u>1.11</u>
Automobiles					
1,175	Volkswagen AG, pfd.	DEU	EUR	<u>244,400</u>	<u>2.27</u>
Banks					
250,842	Lloyds Banking Group PLC	GBR	GBP	301,411	2.80
20,215	ING Groep NV, IDR	NLD	EUR	299,384	2.78
18,676	Standard Chartered PLC	GBR	GBP	268,271	2.50
3,991	KBC Groep NV	BEL	EUR	239,221	2.22
15,200	DNB ASA	NOR	NOK	227,510	2.12
67,104	Intesa Sanpaolo SpA	ITA	EUR	<u>218,222</u>	<u>2.03</u>
				<u>1,554,019</u>	<u>14.45</u>
Beverages					
2,086	Anheuser-Busch InBev NV	BEL	EUR	<u>224,245</u>	<u>2.09</u>
Capital Markets					
9,228	Banca Generali	ITA	EUR	291,421	2.71
51,222	Ashmore Group PLC	GBR	GBP	<u>208,819</u>	<u>1.94</u>
				<u>500,240</u>	<u>4.65</u>
Chemicals					
1,041	Solvay SA	BEL	EUR	<u>128,459</u>	<u>1.19</u>
Commercial Services & Supplies					
38,598	Mears Group PLC	GBR	GBP	228,931	2.13
11,121	Berendsen PLC	GBR	GBP	<u>159,747</u>	<u>1.48</u>
				<u>388,678</u>	<u>3.61</u>
Construction & Engineering					
4,917	Vinci SA	FRA	EUR	255,094	2.37
17,763	Outotec OYJ	FIN	EUR	<u>102,581</u>	<u>0.96</u>
				<u>357,675</u>	<u>3.33</u>
Consumer Finance					
32,561	International Personal Finance PLC	GBR	GBP	<u>209,763</u>	<u>1.95</u>
Diversified Telecommunication Services					
10,925	Deutsche Telekom AG	DEU	EUR	168,792	1.57
9,579	Telefonica SA	ESP	EUR	<u>122,132</u>	<u>1.14</u>
				<u>290,924</u>	<u>2.71</u>
Electric Utilities					
35,583	Energias de Portugal SA	PRT	EUR	<u>121,160</u>	<u>1.13</u>
Electrical Equipment					
13,090	Prismian SpA	ITA	EUR	253,684	2.36
2,496	Legrand SA	FRA	EUR	<u>125,699</u>	<u>1.17</u>
				<u>379,383</u>	<u>3.53</u>
Energy Equipment & Services					
22,877	John Wood Group PLC	GBR	GBP	207,844	1.93
4,800	TGS Nopec Geophysical Co. ASA	NOR	NOK	<u>100,572</u>	<u>0.94</u>
				<u>308,416</u>	<u>2.87</u>
Health Care Equipment & Supplies					
2,232	Draegerwerk AG & Co. KGAA, pfd.	DEU	EUR	<u>214,518</u>	<u>2.00</u>
Household Products					
2,368	Reckitt Benckiser Group PLC	GBR	GBP	<u>183,194</u>	<u>1.70</u>
Insurance					
1,800	Allianz SE	DEU	EUR	251,460	2.34
71,384	Corporacion Mapfre SA	ESP	EUR	<u>220,363</u>	<u>2.05</u>
				<u>471,823</u>	<u>4.39</u>
Internet & Catalog Retail					
9,875	Takkt AG	DEU	EUR	<u>162,049</u>	<u>1.51</u>
IT Services					
1,609	Cap Gemini SA	FRA	EUR	<u>127,706</u>	<u>1.19</u>
Machinery					
20,182	IMI PLC	GBR	GBP	320,061	2.98
3,762	GEA Group AG	DEU	EUR	<u>150,517</u>	<u>1.40</u>
				<u>470,578</u>	<u>4.38</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Media				
87,256	ITE Group PLC	GBR	GBP	210,333	1.96
12,576	Reed Elsevier PLC	GBR	GBP	183,484	1.71
13,316	Mediaset Espana Comunicacion SA	ESP	EUR	156,530	1.45
2,870	GFK AG	DEU	EUR	112,705	1.05
				<u>663,052</u>	<u>6.17</u>
	Metals & Mining				
4,487	Rio Tinto PLC	GBR	GBP	165,340	1.54
2,378	Aurubis AG	DEU	EUR	125,320	1.16
				<u>290,660</u>	<u>2.70</u>
	Oil, Gas & Consumable Fuels				
53,926	BP PLC	GBR	GBP	319,388	2.97
6,732	Total SA, B	FRA	EUR	293,313	2.73
				<u>612,701</u>	<u>5.70</u>
	Pharmaceuticals				
5,754	Novartis AG	CHE	CHF	508,799	4.73
4,174	Sanofi	FRA	EUR	368,314	3.43
				<u>877,113</u>	<u>8.16</u>
	Professional Services				
21,573	Applus Services SA	ESP	EUR	228,458	2.12
	Real Estate Management & Development				
62,490	Foxtons Group PLC	GBR	GBP	208,685	1.94
	Semiconductors & Semiconductor Equipment				
1,727	ASML Holding NV	NLD	EUR	160,093	1.49
	Software				
4,727	SAP SE	DEU	EUR	295,910	2.75
	Specialty Retail				
37,232	Bygghem Group AB	SWE	SEK	226,621	2.11
	Textiles, Apparel & Luxury Goods				
1,080	LVMH Moet Hennessy Louis Vuitton SE	FRA	EUR	169,722	1.58
	Tobacco				
7,179	British American Tobacco PLC	GBR	GBP	345,597	3.21
	Wireless Telecommunication Services				
35,117	Vodafone Group PLC	GBR	GBP	113,783	1.06
	TOTAL SHARES			<u>10,648,601</u>	<u>99.05</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>10,648,601</u>	<u>99.05</u>
	TOTAL INVESTMENTS			<u>10,648,601</u>	<u>99.05</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Corporate Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
2,500,000	GE Capital European Funding, senior note, Reg S, 2.25%, 07/20/20	USA	EUR	2,661,350	1.49
2,500,000	Daimler AG, senior note, Reg S, 4.125%, 01/19/17	DEU	EUR	2,650,512	1.48
2,500,000	Danske Bank AS, senior note, 3.875%, 02/28/17	DNK	EUR	2,649,162	1.48
2,500,000	HSBC France SA, senior note, Reg S, 1.875%, 01/16/20	FRA	EUR	2,615,250	1.46
2,300,000	Statoil ASA, senior bond, Reg S, 2.875%, 09/10/25	NOR	EUR	2,566,639	1.44
2,400,000	Korea Gas Corp., senior note, Reg S, 2.375%, 04/15/19	KOR	EUR	2,550,768	1.43
2,400,000	Bank of America Corp., senior note, Reg S, 2.50%, 07/27/20	USA	EUR	2,550,540	1.43
2,100,000	Morgan Stanley, senior note, 5.375%, 08/10/20	USA	EUR	2,531,844	1.42
2,200,000	JPMorgan Chase & Co., senior note, Reg S, 3.875%, 09/23/20	USA	EUR	2,510,453	1.40
2,400,000	BPCE SA, senior note, Reg S, 2.125%, 03/17/21	FRA	EUR	2,507,652	1.40
1,900,000	Roche Holdings Inc., senior bond, Reg S, 6.50%, 03/04/21	CHE	EUR	2,495,621	1.40
2,300,000	Motability Operations Group PLC, senior note, Reg S, 3.75%, 11/29/17	GBR	EUR	2,485,092	1.39
2,500,000	Citigroup Inc., senior note, Reg S, 1.375%, 10/27/21	USA	EUR	2,483,612	1.39
2,400,000	Syngenta Finance NV, senior note, Reg S, 1.875%, 11/02/21	CHE	EUR	2,476,728	1.39
2,400,000	Compass Group PLC, senior note, Reg S, 1.875%, 01/27/23	GBR	EUR	2,475,204	1.38
2,400,000	Sparebank 1 SMN, senior note, Reg S, 1.50%, 05/20/19	NOR	EUR	2,467,824	1.38
2,500,000	The Goldman Sachs Group Inc., senior note, Reg S, 1.375%, 07/26/22	USA	EUR	2,450,375	1.37
2,400,000	KBC Groep NV, sub. note, Reg S, 2.375% to 11/25/19, FRN thereafter, 11/25/24	BEL	EUR	2,422,968	1.36
2,500,000	Leeds Building Society, senior note, Reg S, 1.375%, 05/05/22	GBR	EUR	2,410,575	1.35
2,600,000	ELM BV (Swiss Reinsurance Co.), junior sub. note, Reg S, 2.60% to 09/01/25, FRN thereafter, Perpetual	CHE	EUR	2,388,191	1.34
2,400,000	Australia Pacific Airports Melbourne Pty. Ltd., senior secured note, Reg S, 1.75%, 10/15/24	AUS	EUR	2,387,220	1.34
2,300,000	McDonald's Corp., senior bond, Reg S, 2.00%, 06/01/23	USA	EUR	2,374,416	1.33
2,000,000	Barclays Bank PLC, senior sub. note, Reg S, 6.00%, 01/14/21	GBR	EUR	2,372,820	1.33
2,400,000	State Grid Europe Development (2014) PLC, senior note, Reg S, 1.50%, 01/26/22	CHN	EUR	2,369,640	1.33
2,400,000	Klepierre, senior note, Reg S, 1.75%, 11/06/24	FRA	EUR	2,367,552	1.32
2,300,000	Carlsberg Breweries A/S, senior note, Reg S, 2.50%, 05/28/24	DNK	EUR	2,355,418	1.32
2,200,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	2,350,887	1.32
2,300,000	UniCredit SpA, senior note, Reg S, 2.25%, 12/16/16	ITA	EUR	2,344,263	1.31
2,200,000	Transurban Finance Co., senior secured note, Reg S, 2.50%, 10/08/20	AUS	EUR	2,333,716	1.31
2,100,000	WPP Finance 2013, senior note, Reg S, 3.00%, 11/20/23	GBR	EUR	2,316,279	1.30
2,000,000	Koninklijke KPN NV, senior note, Reg S, 4.25%, 03/01/22	NLD	EUR	2,307,380	1.29
1,800,000	ABN AMRO Bank NV, sub. note, Reg S, 7.125%, 07/06/22	NLD	EUR	2,305,035	1.29
2,400,000	Lloyds Bank PLC, senior note, Reg S, 1.25%, 01/13/25	GBR	EUR	2,276,796	1.27
2,300,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	2,258,910	1.26
2,300,000	BNP Paribas SA, sub. bond, Reg S, 2.625% to 10/14/22, FRN thereafter, 10/14/27	FRA	EUR	2,258,543	1.26
2,400,000	Deutsche Bank AG, sub. note, Reg S, 2.75%, 02/17/25	DEU	EUR	2,257,500	1.26
2,000,000	ING Bank NV, sub. bond, Reg S, 6.125% to 05/29/18, FRN thereafter, 05/29/23	NLD	EUR	2,254,440	1.26
2,300,000	Casino Guichard Perrachon SA, senior bond, Reg S, 2.33%, 02/07/25	FRA	EUR	2,246,951	1.26
2,400,000	Nationwide Building Society, senior note, Reg S, 1.25%, 03/03/25	GBR	EUR	2,244,744	1.26
2,000,000	AXA SA, sub. bond, Reg S, 5.25% to 04/16/20, FRN thereafter, 04/16/40	FRA	EUR	2,240,980	1.25
2,000,000	Davide Campari-Milano SpA, senior note, Reg S, 4.50%, 10/25/19	ITA	EUR	2,228,810	1.25
2,000,000	Orange SA, senior bond, Reg S, 3.125%, 01/09/24	FRA	EUR	2,220,510	1.24
2,300,000	National Grid North America Inc., senior note, Reg S, 0.75%, 02/11/22	USA	EUR	2,212,175	1.24
2,400,000	Enagas Financiaciones SAU, senior note, Reg S, 1.25%, 02/06/25	ESP	EUR	2,194,872	1.23
2,200,000	Rabobank Nederland, sub. bond, Reg S, 2.50% to 05/26/21, FRN thereafter, 05/26/26	NLD	EUR	2,189,649	1.23
2,100,000	Pernod Ricard SA, senior note, Reg S, 2.00%, 06/22/20	FRA	EUR	2,189,082	1.22
2,200,000	Telefonica Emisiones SAU, senior bond, Reg S, 2.932%, 10/17/29	ESP	EUR	2,187,042	1.22
2,000,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 11/08/18	ITA	EUR	2,177,870	1.22
2,200,000	Autostrada Brescia Verona Vicenza Padova SpA, secured note, Reg S, 2.375%, 03/20/20	ITA	EUR	2,168,375	1.21
2,000,000	Madridena Red de Gas Finance BV, senior note, Reg S, 3.779%, 09/11/18	ESP	EUR	2,167,810	1.21
2,100,000	WM Morrison Supermarkets PLC, senior note, Reg S, 2.25%, 06/19/20	GBR	EUR	2,163,263	1.21
2,000,000	Edison SpA, senior note, Reg S, 3.875%, 11/10/17	ITA	EUR	2,157,870	1.21
2,000,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	2,157,540	1.21
2,200,000	APT Pipelines Ltd., senior note, Reg S, 1.375%, 03/22/22	AUS	EUR	2,153,723	1.20
2,300,000	Total SA, junior sub. note, Reg S, 2.625% to 02/26/25, FRN thereafter, Perpetual	FRA	EUR	2,145,314	1.20
2,000,000	Gas Natural Fenosa Finance BV, senior note, Reg S, 2.875%, 03/11/24	ESP	EUR	2,131,990	1.19
2,000,000	SPP-Distribucia AS, senior note, Reg S, 2.625%, 06/23/21	SVK	EUR	2,095,000	1.17
1,900,000	Aquarius and Investments PLC for Zurich Insurance Co. Ltd., sub. bond, Reg S, 4.25% to 10/02/23, FRN thereafter, 10/02/43	CHE	EUR	2,093,525	1.17
2,000,000	EDF SA, senior sub. bond, Reg S, 5.00% to 01/22/26, FRN thereafter, Perpetual	FRA	EUR	2,091,480	1.17
2,100,000	Achmea BV, junior sub. note, 4.25% to 02/04/25, FRN thereafter, Perpetual	NLD	EUR	2,028,926	1.14
2,000,000	Inmobiliaria Colonial SA, senior note, Reg S, 1.863%, 06/05/19	ESP	EUR	1,980,000	1.11
2,000,000	Swiss Life AG via Demeter Investment, junior sub. bond, 4.375% to 06/16/25, FRN thereafter, Perpetual	CHE	EUR	1,951,760	1.09
2,000,000	Centrica PLC, Reg S, FRN, 3.00%, 04/10/76 †	GBR	EUR	1,918,650	1.07
1,800,000	Bharti Airtel International Netherlands BV, senior note, Reg S, 3.375%, 05/20/21	IND	EUR	1,892,439	1.06
1,800,000	Türkiye Vakıflar Bankası Tao, senior note, Reg S, 3.50%, 06/17/19	TUR	EUR	1,819,026	1.02
1,600,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 07/01/24	GBR	EUR	1,506,000	0.84
1,200,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	1,346,250	0.75
1,400,000	Areva SA, senior note, Reg S, 3.125%, 03/20/23	FRA	EUR	1,324,750	0.74
1,200,000	Veolia Environnement SA, junior sub. note, Reg S, 4.45% to 04/16/18, FRN thereafter, Perpetual	FRA	EUR	1,251,240	0.70
1,000,000	ArcelorMittal, senior note, Reg S, 2.875%, 07/06/20	LUX	EUR	983,750	0.55
1,000,000	Valeant Pharmaceuticals International Inc., senior note, Reg S, 4.50%, 05/15/23	USA	EUR	972,500	0.54
900,000	Arkema SA, junior sub. note, Reg S, 4.75% to 10/29/20, FRN thereafter, Perpetual	FRA	EUR	919,971	0.51

The accompanying notes form an integral part of these financial statements

— Franklin European Corporate Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
800,000	Jarden Corp., senior note, Reg S, 3.75%, 10/01/21	USA	EUR	833,500	0.47
800,000	Wind Acquisition Finance SA, senior secured note, Reg S, 4.00%, 07/15/20	ITA	EUR	803,500	0.45
800,000	International Game Technology PLC, first lien, Reg S, 4.75%, 02/15/23	GBR	EUR	772,000	0.43
800,000	Matterhorn Telecom SA, senior note, Reg S, 3.875%, 05/01/22	LUX	EUR	762,000	0.43
700,000	U.S. Coatings Acquisition Inc./Flash Dutch 2 BV, secured note, Reg S, 5.75%, 02/01/21	USA	EUR	738,063	0.41
699,300	WMG Acquisition Corp., senior secured note, first lien, Reg S, 6.25%, 01/15/21	USA	EUR	713,723	0.40
700,000	Hertz Holdings Netherlands BV, senior note, Reg S, 4.375%, 01/15/19	USA	EUR	703,063	0.39
450,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, Reg S, 5.50%, 01/15/25	GBR	GBP	639,899	0.36
600,000	Chesapeake Energy Corp., senior bond, 6.25%, 01/15/17	USA	EUR	633,375	0.35
600,000	Avis Budget Finance PLC, senior note, Reg S, 6.00%, 03/01/21	USA	EUR	632,250	0.35
540,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.625%, 04/15/23	DEU	EUR	583,200	0.33
600,000	UPCB Finance IV Ltd., senior secured bond, Reg S, 4.00%, 01/15/27	NLD	EUR	567,000	0.32
500,000	Celanese US Holdings LLC, senior note, 3.25%, 10/15/19	USA	EUR	512,500	0.29
500,000	The Chemours Co., senior note, Reg S, 6.125%, 05/15/23	USA	EUR	487,500	0.27
500,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, Reg S, 8.50%, 01/15/21	USA	EUR	485,938	0.27
600,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	481,852	0.27
400,000	CNH Industrial Finance Europe SA, senior note, Reg S, 6.25%, 03/09/18	GBR	EUR	442,250	0.25
400,000	Play Finance 2 SA, secured note, first lien, Reg S, 5.25%, 02/01/19	LUX	EUR	412,364	0.23
400,000	General Motors Financial International BV, senior note, Reg S, 1.875%, 10/15/19	USA	EUR	404,750	0.23
500,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	374,624	0.21
300,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	304,943	0.17
200,000	UPC Holding BV, senior note, Reg S, 6.375%, 09/15/22	NLD	EUR	215,125	0.12
				<u>170,098,431</u>	<u>95.17</u>
Securities Maturing Within One Year					
900,000	Pfizer Inc., senior note, Reg S, 4.75%, 06/03/16	USA	EUR	938,106	0.52
	TOTAL BONDS			<u>171,036,537</u>	<u>95.69</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ANOTHER REGULATED MARKET			<u>171,036,537</u>	<u>95.69</u>
	TOTAL INVESTMENTS			<u>171,036,537</u>	<u>95.69</u>

† Floating Rates are indicated as at June 30, 2015

— Franklin European Dividend Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
354,823	BAE Systems PLC	GBR	GBP	<u>2,256,818</u>	<u>1.57</u>
	Air Freight & Logistics				
119,050	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	2,119,090	1.47
70,368	bpost SA	BEL	EUR	<u>1,733,867</u>	<u>1.21</u>
				<u>3,852,957</u>	<u>2.68</u>
	Banks				
1,900,858	Intesa Sanpaolo SpA, di Risp	ITA	EUR	5,440,256	3.79
76,424	KBC Groep NV	BEL	EUR	4,580,854	3.19
432,477	Banco Bilbao Vizcaya Argentaria SA	ESP	EUR	3,802,338	2.65
243,466	Standard Chartered PLC	GBR	GBP	3,497,262	2.44
154,949	Swedbank AB, A	SWE	SEK	<u>3,241,025</u>	<u>2.26</u>
				<u>20,561,735</u>	<u>14.33</u>
	Capital Markets				
1,019,083	Ashmore Group PLC	GBR	GBP	4,154,545	2.90
130,607	Banca Generali	ITA	EUR	<u>4,124,569</u>	<u>2.87</u>
				<u>8,279,114</u>	<u>5.77</u>
	Chemicals				
83,043	Tikkurila Oy	FIN	EUR	1,480,657	1.03
17,186	BASF SE	DEU	EUR	<u>1,354,600</u>	<u>0.95</u>
				<u>2,835,257</u>	<u>1.98</u>
	Commercial Services & Supplies				
137,627	De La Rue PLC	GBR	GBP	<u>1,018,541</u>	<u>0.71</u>
	Construction & Engineering				
41,205	Vinci SA	FRA	EUR	2,137,715	1.49
137,436	Veidekke ASA	NOR	NOK	<u>1,376,123</u>	<u>0.96</u>
				<u>3,513,838</u>	<u>2.45</u>
	Construction Materials				
72,394	CRH PLC	IRL	EUR	<u>1,833,016</u>	<u>1.28</u>
	Diversified Financial Services				
458,881	Cerved Information Solutions SpA	ITA	EUR	3,166,279	2.20
276,464	IG Group Holdings PLC	GBR	GBP	<u>2,909,270</u>	<u>2.03</u>
				<u>6,075,549</u>	<u>4.23</u>
	Diversified Telecommunication Services				
211,555	Deutsche Telekom AG	DEU	EUR	3,268,525	2.28
418,277	TDC AS	DNK	DKK	<u>2,751,232</u>	<u>1.91</u>
				<u>6,019,757</u>	<u>4.19</u>
	Electric Utilities				
921,394	Energias de Portugal SA	PRT	EUR	<u>3,137,347</u>	<u>2.19</u>
	Energy Equipment & Services				
117,476	TGS Nopec Geophysical Co. ASA	NOR	NOK	<u>2,461,422</u>	<u>1.71</u>
	Gas Utilities				
814,552	Snam SpA	ITA	EUR	<u>3,476,508</u>	<u>2.42</u>
	Household Durables				
74,432	The Berkeley Group Holdings PLC	GBR	GBP	<u>3,510,761</u>	<u>2.45</u>
	Household Products				
39,978	Reckitt Benckiser Group PLC	GBR	GBP	<u>3,092,793</u>	<u>2.15</u>
	Insurance				
28,638	Allianz SE	DEU	EUR	4,000,728	2.79
905,240	Corporacion Mapfre SA	ESP	EUR	2,794,476	1.94
7,456	Zurich Insurance Group AG	CHE	CHF	2,036,208	1.42
18,728	Euler Hermes Group	FRA	EUR	<u>1,693,386</u>	<u>1.18</u>
				<u>10,524,798</u>	<u>7.33</u>
	Media				
1,137,600	ITE Group PLC	GBR	GBP	<u>2,742,214</u>	<u>1.91</u>
	Metals & Mining				
93,766	Rio Tinto PLC	GBR	GBP	<u>3,455,147</u>	<u>2.41</u>
	Multi-Utilities				
174,023	GDF Suez	FRA	EUR	2,895,743	2.02
163,772	National Grid PLC	GBR	GBP	<u>1,886,616</u>	<u>1.31</u>
				<u>4,782,359</u>	<u>3.33</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Dividend Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Oil, Gas & Consumable Fuels					
134,396	Total SA, B	FRA	EUR	5,855,634	4.08
803,448	BP PLC	GBR	GBP	4,758,584	3.32
185,750	Royal Dutch Shell PLC, A	GBR	GBP	4,677,862	3.26
115,453	Eni SpA	ITA	EUR	<u>1,838,012</u>	<u>1.28</u>
				<u>17,130,092</u>	<u>11.94</u>
Pharmaceuticals					
52,132	Sanofi	FRA	EUR	4,600,127	3.21
229,683	GlaxoSmithKline PLC	GBR	GBP	<u>4,281,936</u>	<u>2.98</u>
				<u>8,882,063</u>	<u>6.19</u>
Professional Services					
85,557	Brunel International NV	NLD	EUR	<u>1,522,487</u>	<u>1.06</u>
Real Estate Management & Development					
349,365	Countrywide PLC	GBR	GBP	2,797,328	1.95
397,941	Foxtons Group PLC	GBR	GBP	<u>1,328,921</u>	<u>0.93</u>
				<u>4,126,249</u>	<u>2.88</u>
Specialty Retail					
47,763	Bygghmax Group AB	SWE	SEK	<u>290,721</u>	<u>0.20</u>
Tobacco					
90,914	British American Tobacco PLC	GBR	GBP	4,376,603	3.05
80,237	Imperial Tobacco Group PLC	GBR	GBP	<u>3,468,998</u>	<u>2.42</u>
				<u>7,845,601</u>	<u>5.47</u>
Transportation Infrastructure					
116,969	Atlantia SpA	ITA	EUR	<u>2,592,033</u>	<u>1.81</u>
Wireless Telecommunication Services					
908,731	Vodafone Group PLC	GBR	GBP	<u>2,944,391</u>	<u>2.05</u>
TOTAL SHARES				<u>138,763,568</u>	<u>96.69</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>138,763,568</u>	<u>96.69</u>
TOTAL INVESTMENTS				<u>138,763,568</u>	<u>96.69</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
1,351,377	bpost SA	BEL	EUR	33,297,929	3.02
1,612,040	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	28,694,312	2.61
				<u>61,992,241</u>	<u>5.63</u>
	Auto Components				
257,000	SHW AG	DEU	EUR	11,062,565	1.01
630,605	SAF Holland SA	DEU	EUR	8,730,726	0.79
				<u>19,793,291</u>	<u>1.80</u>
	Beverages				
416,019	Anheuser-Busch InBev NV	BEL	EUR	44,722,043	4.06
	Capital Markets				
10,142,399	Ashmore Group PLC	GBR	GBP	41,348,009	3.76
1,228,095	Banca Generali	ITA	EUR	38,783,240	3.52
				<u>80,131,249</u>	<u>7.28</u>
	Commercial Services & Supplies				
3,230,170	Berendsen PLC	GBR	GBP	46,399,701	4.22
4,215,631	De La Rue PLC	GBR	GBP	31,198,773	2.83
4,592,771	Mears Group PLC	GBR	GBP	27,240,466	2.47
				<u>104,838,940</u>	<u>9.52</u>
	Construction & Engineering				
5,691,228	Outotec OYJ	FIN	EUR	32,866,842	2.99
	Construction Materials				
27,600	BRAAS Monier Building Group SA	DEU	EUR	676,200	0.06
	Consumer Finance				
5,835,654	International Personal Finance PLC	GBR	GBP	37,594,244	3.42
	Diversified Financial Services				
3,658,396	Cerved Information Solutions SpA	ITA	EUR	25,242,932	2.29
	Electrical Equipment				
2,181,411	Prysmian SpA	ITA	EUR	42,275,745	3.84
451,973	Legrand SA	FRA	EUR	22,761,361	2.07
				<u>65,037,106</u>	<u>5.91</u>
	Energy Equipment & Services				
2,482,474	John Wood Group PLC	GBR	GBP	22,553,983	2.05
995,710	TGS Nopec Geophysical Co. ASA	NOR	NOK	20,862,665	1.89
				<u>43,416,648</u>	<u>3.94</u>
	Household Durables				
596,084	The Berkeley Group Holdings PLC	GBR	GBP	28,115,708	2.56
	Household Products				
561,886	Reckitt Benckiser Group PLC	GBR	GBP	43,468,828	3.95
	Insurance				
300,533	Euler Hermes Group	FRA	EUR	27,174,194	2.47
	Internet & Catalog Retail				
2,127,370	Takkt AG	DEU	EUR	34,910,142	3.17
	Machinery				
2,756,111	IMI PLC	GBR	GBP	43,708,394	3.97
	Media				
18,265,007	ITE Group PLC	GBR	GBP	44,028,265	4.00
1,797,316	Reed Elsevier NV	GBR	EUR	38,237,898	3.47
2,859,973	Mediaset Espana Comunicacion SA	ESP	EUR	33,618,983	3.06
740,083	GFK AG	DEU	EUR	29,063,059	2.64
				<u>144,948,205</u>	<u>13.17</u>
	Pharmaceuticals				
621,601	Sanofi	FRA	EUR	54,850,072	4.98
54,218	Roche Holding AG	CHE	CHF	13,630,951	1.24
				<u>68,481,023</u>	<u>6.22</u>
	Professional Services				
4,535,322	Applus Services SA	ESP	EUR	48,029,060	4.36
1,971,370	Experian PLC	GBR	GBP	32,208,255	2.93
				<u>80,237,315</u>	<u>7.29</u>
	Real Estate Management & Development				
5,496,239	Countrywide PLC	GBR	GBP	44,007,791	4.00
868,918	Foxtons Group PLC	GBR	GBP	2,901,746	0.26
				<u>46,909,537</u>	<u>4.26</u>
	Technology Hardware, Storage & Peripherals				
149,278	Neopost SA	FRA	EUR	5,761,384	0.52

The accompanying notes form an integral part of these financial statements

— Franklin European Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Tobacco				
996,125	Imperial Tobacco Group PLC	GBR	GBP	43,066,863	3.91
	TOTAL SHARES			<u>1,083,093,329</u>	<u>98.39</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>1,083,093,329</u>	<u>98.39</u>
	TOTAL INVESTMENTS			<u>1,083,093,329</u>	<u>98.39</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
24,862	Bygghem Group AB	SWE	SEK	151,328	1.51
2,245	The Berkeley Group Holdings PLC	GBR	GBP	105,891	1.05
2,330	SHW AG	DEU	EUR	100,295	1.00
1,237	Bayerische Motoren Werke AG (BMW), pfd.	DEU	EUR	93,925	0.94
37,701	ITE Group PLC	GBR	GBP	90,879	0.91
				<u>542,318</u>	<u>5.41</u>
Consumer Staples					
5,173	British American Tobacco PLC	GBR	GBP	249,028	2.48
2,224	Anheuser-Busch InBev NV	BEL	EUR	239,080	2.39
				<u>488,108</u>	<u>4.87</u>
Energy					
10,802	Royal Dutch Shell PLC, A	GBR	EUR	274,047	2.74
38,702	BP PLC	GBR	GBP	229,221	2.29
4,978	Total SA, B	FRA	EUR	216,891	2.16
				<u>720,159</u>	<u>7.19</u>
Financials					
163,591	Lloyds Banking Group PLC	GBR	GBP	196,570	1.96
1,374	Allianz SE	DEU	EUR	191,948	1.92
12,930	ING Groep NV, IDR	NLD	EUR	191,493	1.91
551	Partners Group Holding AG	CHE	CHF	147,780	1.47
4,655	Banca Generali	ITA	EUR	147,005	1.47
46,172	Corporacion Mapfre SA	ESP	EUR	142,533	1.42
13,482	IG Group Holdings PLC	GBR	GBP	141,873	1.42
15,441	Banco Bilbao Vizcaya Argentaria SA	ESP	EUR	135,757	1.35
8,558	Standard Chartered PLC	GBR	GBP	122,931	1.23
33,483	Foxtons Group PLC	GBR	GBP	111,816	1.12
5,344	Swedbank AB, A	SWE	SEK	111,779	1.12
16,013	Cerved Information Solutions SpA	ITA	EUR	110,490	1.10
34,271	Intesa Sanpaolo SpA, di Risparmio	ITA	EUR	98,084	0.98
23,152	Ashmore Group PLC	GBR	GBP	94,385	0.94
				<u>1,944,444</u>	<u>19.41</u>
Health Care					
2,867	Novartis AG	CHE	CHF	253,515	2.53
2,827	Sanofi	FRA	EUR	249,455	2.49
9,024	GlaxoSmithKline PLC	GBR	GBP	168,233	1.68
				<u>671,203</u>	<u>6.70</u>
Industrials					
10,740	IMI PLC	GBR	GBP	170,323	1.70
2,966	Vinci SA	FRA	EUR	153,876	1.54
9,994	Berendsen PLC	GBR	GBP	143,559	1.43
5,612	bpost SA	BEL	EUR	138,280	1.38
5,038	Prismian SpA	ITA	EUR	97,636	0.97
4,403	Atlantia SpA	ITA	EUR	97,570	0.97
9,275	Veidekke ASA	NOR	NOK	92,869	0.93
				<u>894,113</u>	<u>8.92</u>
Materials					
47,281	Glencore PLC	CHE	GBP	170,158	1.70
40,985	Elementis PLC	GBR	GBP	148,251	1.48
3,955	BRAAS Monier Building Group SA	DEU	EUR	96,898	0.97
				<u>415,307</u>	<u>4.15</u>
Telecommunication Services					
66,350	Vodafone Group PLC	GBR	GBP	214,982	2.15
13,065	Deutsche Telekom AG	DEU	EUR	201,854	2.01
				<u>416,836</u>	<u>4.16</u>
Utilities					
32,339	Snam SpA	ITA	EUR	138,023	1.38
				<u>138,023</u>	<u>1.38</u>
	TOTAL SHARES			<u>6,230,511</u>	<u>62.19</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>6,230,511</u>	<u>62.19</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
INVESTMENTS FUNDS					
Financials					
26,503	FTIF Franklin Euro High Yield Fund - I (acc) EUR	LUX	EUR	500,114	4.99
				<u>500,114</u>	<u>4.99</u>
TOTAL INVESTMENTS FUNDS					
BONDS					
Corporate Bonds					
100,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 11/08/18	ITA	EUR	108,893	1.09
100,000	GE Capital European Funding, senior note, Reg S, 2.25%, 07/20/20	USA	EUR	106,454	1.06
100,000	Telefonica Europe BV, junior sub. note, Reg S, 5.875% to 03/31/24, FRN thereafter, Perpetual	ESP	EUR	106,274	1.06
100,000	Lloyds Bank PLC, senior note, Reg S, 1.875%, 10/10/18	GBR	EUR	104,149	1.04
100,000	Kommunal Landspensjonskasse Gjensidig Forsikringselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	98,214	0.98

The accompanying notes form an integral part of these financial statements

— Franklin European Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
100,000	Centrica PLC, Reg S, FRN, 3.00%, 04/10/76 †	GBR	EUR	95,933	0.96
				<u>619,917</u>	<u>6.19</u>
	Government and Municipal Bonds				
360,000	Italy Treasury Bond, senior bond, 5.50%, 09/01/22	ITA	EUR	445,797	4.45
200,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 08/01/34	ITA	EUR	255,631	2.55
200,000	Government of Belgium, Reg S, 2.25%, 06/22/23	BEL	EUR	220,770	2.20
200,000	Government of Austria, Reg S, 1.20%, 10/20/25	AUT	EUR	201,047	2.01
200,000	Government of Ireland, Reg S, 0.80%, 03/15/22	IRL	EUR	198,071	1.98
180,000	Government of the Netherlands, Reg S, 1.75%, 07/15/23	NLD	EUR	193,802	1.93
200,000	Government of Spain, senior bond, Reg S, 1.95%, 07/30/30	ESP	EUR	179,653	1.79
130,000	Government of Spain, senior bond, Reg S, 5.85%, 01/31/22	ESP	EUR	163,446	1.63
150,000	Government of Finland, Reg S, 0.375%, 09/15/20	FIN	EUR	150,768	1.51
100,000	Government of Spain, senior bond, Reg S, 5.15%, 10/31/44	ESP	EUR	134,122	1.34
100,000	Government of Lithuania, senior note, Reg S, 3.375%, 01/22/24	LTU	EUR	115,575	1.15
100,000	Government of Latvia, Reg S, 2.625%, 01/21/21	LVA	EUR	109,173	1.09
100,000	Government of Belgium, Reg S, 69, 1.25%, 06/22/18	BEL	EUR	103,784	1.04
				<u>2,471,639</u>	<u>24.67</u>
	TOTAL BONDS			<u>3,091,556</u>	<u>30.86</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>3,591,670</u>	<u>35.85</u>
	TOTAL INVESTMENTS			<u>9,822,181</u>	<u>98.04</u>

† Floating Rates are indicated as at June 30, 2015

— Franklin European Small-Mid Cap Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
5,315,300	TNT Express NV	NLD	EUR	<u>40,444,118</u>	<u>4.62</u>
	Beverages				
8,756,926	C&C Group PLC	IRL	EUR	<u>30,789,352</u>	<u>3.51</u>
	Building Products				
2,077,601	Uponor OYJ	FIN	EUR	<u>28,068,390</u>	<u>3.20</u>
	Capital Markets				
5,934,419	BHF Kleinwort Benson Group	BEL	EUR	26,052,099	2.97
31,446,000	ABG Sundal Collier Holding ASA	NOR	NOK	<u>24,037,564</u>	<u>2.75</u>
				<u>50,089,663</u>	<u>5.72</u>
	Chemicals				
6,780,656	Alent PLC	GBR	GBP	<u>35,356,695</u>	<u>4.04</u>
	Commercial Services & Supplies				
1,145,500	ISS A/S	DNK	DKK	<u>33,903,253</u>	<u>3.87</u>
	Construction & Engineering				
1,534,750	Morgan Sindall PLC	GBR	GBP	17,848,725	2.04
500,492	Keller Group PLC	GBR	GBP	<u>7,217,527</u>	<u>0.82</u>
				<u>25,066,252</u>	<u>2.86</u>
	Distributors				
3,353,600	Headlam Group PLC	GBR	GBP	<u>21,840,816</u>	<u>2.49</u>
	Diversified Financial Services				
2,660,500	Kennedy Wilson Europe Real Estate PLC	GBR	GBP	42,604,671	4.86
494,600	Deutsche Boerse AG	DEU	EUR	<u>36,724,050</u>	<u>4.19</u>
				<u>79,328,721</u>	<u>9.05</u>
	Electrical Equipment				
1,837,700	Prysmian SpA	ITA	EUR	<u>35,614,626</u>	<u>4.06</u>
	Food & Staples Retailing				
799,081	Sligro Food Group NV	NLD	EUR	<u>25,838,284</u>	<u>2.95</u>
	Insurance				
311,698	Euler Hermes Group	FRA	EUR	<u>28,183,733</u>	<u>3.22</u>
	IT Services				
11,521,800	Optimal Payments PLC	IOM	GBP	38,046,574	4.34
1,238,000	Sesa SpA	ITA	EUR	<u>18,508,100</u>	<u>2.11</u>
				<u>56,554,674</u>	<u>6.45</u>
	Leisure products				
1,616,623	Beneteau	FRA	EUR	<u>24,701,999</u>	<u>2.82</u>
	Machinery				
4,682,600	Vesuvius PLC	GBR	GBP	28,053,794	3.20
2,267,581	Zardoya Otis SA	ESP	EUR	<u>22,154,267</u>	<u>2.53</u>
				<u>50,208,061</u>	<u>5.73</u>
	Marine				
4,381,814	Irish Continental Group PLC	IRL	EUR	<u>17,264,347</u>	<u>1.97</u>
	Professional Services				
5,626,640	Michael Page International PLC	GBR	GBP	43,227,613	4.94
4,219,700	Sthree PLC	GBR	GBP	<u>22,276,605</u>	<u>2.54</u>
				<u>65,504,218</u>	<u>7.48</u>
	Real Estate Investment Trusts (REITs)				
22,551,802	Green REIT PLC	IRL	EUR	33,060,942	3.77
3,310,298	Lar Espana Real Estate Socimi SA	ESP	EUR	32,785,191	3.74
10,378,400	Irish Residential Properties REIT PLC, Reg S	IRL	EUR	<u>11,520,024</u>	<u>1.32</u>
				<u>77,366,157</u>	<u>8.83</u>
	Real Estate Management & Development				
5,865,200	Countrywide PLC	GBR	GBP	<u>46,962,021</u>	<u>5.36</u>
	Specialty Retail				
2,408,667	Carpetright PLC	GBR	GBP	<u>20,678,055</u>	<u>2.36</u>
	Trading Companies & Distributors				
3,640,271	Grafton Group PLC	IRL	GBP	<u>39,820,899</u>	<u>4.55</u>
	TOTAL SHARES			<u>833,584,334</u>	<u>95.14</u>

The accompanying notes form an integral part of these financial statements

— Franklin European Small-Mid Cap Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	RIGHTS				
	Machinery				
17	Zardoya Otis SA, rts., 06/30/15	ESP	EUR	<u>7</u>	<u>0.00</u>
	TOTAL RIGHTS			<u>7</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>833,584,341</u>	<u>95.14</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
662,756	Hellenic Exchanges – Athens Stock Exchange SA Holdings **	GRC	EUR	<u>2,834,278</u>	<u>0.33</u>
	TOTAL SHARES			<u>2,834,278</u>	<u>0.33</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>2,834,278</u>	<u>0.33</u>
	TOTAL INVESTMENTS			<u>836,418,619</u>	<u>95.47</u>

** These securities are submitted to a Fair Valuation

— Franklin European Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
1,800,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.75%, 01/15/23	DEU	EUR	1,944,000	0.49
1,800,000	Ence Energia y Celulosa SA, senior secured note, first lien, Reg S, 7.25%, 02/15/20	ESP	EUR	1,914,750	0.49
				<u>3,858,750</u>	<u>0.98</u>
Corporate Bonds					
5,000,000	GE Capital European Funding, senior note, Reg S, 2.25%, 07/20/20	USA	EUR	5,322,700	1.35
4,500,000	Propertize BV, senior note, 0.50%, 02/27/17	NLD	EUR	4,538,790	1.15
4,000,000	Syngenta Finance NV, senior note, Reg S, 1.875%, 11/02/21	CHE	EUR	4,127,880	1.05
4,000,000	The Coca-Cola Co., senior note, FRN, 0.217%, 09/09/19 †	USA	EUR	3,997,780	1.02
4,000,000	APT Pipelines Ltd., senior note, Reg S, 1.375%, 03/22/22	AUS	EUR	3,915,860	0.99
3,000,000	ABN AMRO Bank NV, sub. note, Reg S, 7.125%, 07/06/22	NLD	EUR	3,841,725	0.98
3,500,000	Madridena Red de Gas Finance BV, senior note, Reg S, 3.779%, 09/11/18	ESP	EUR	3,793,667	0.96
3,500,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	3,740,047	0.95
3,500,000	Korea Gas Corp., senior note, Reg S, 2.375%, 04/15/19	KOR	EUR	3,719,870	0.95
3,500,000	HSBC Holdings PLC, sub. bond, Reg S, 3.375% to 01/10/19, FRN thereafter, 01/10/24	GBR	EUR	3,682,577	0.94
3,500,000	Yorkshire Building Society, senior note, Reg S, 2.125%, 03/18/19	GBR	EUR	3,622,693	0.92
3,500,000	The Goldman Sachs Group Inc., senior note, Reg S, 1.375%, 07/26/22	USA	EUR	3,430,525	0.87
3,500,000	Centrica PLC, Reg S, FRN, 3.00%, 04/10/76 †	GBR	EUR	3,357,638	0.85
3,000,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 11/08/18	ITA	EUR	3,266,805	0.83
3,000,000	Motability Operations Group PLC, senior note, Reg S, 3.75%, 11/29/17	GBR	EUR	3,241,425	0.82
3,000,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	3,236,310	0.82
2,800,000	SPP-Distribucia AS, senior note, Reg S, 2.625%, 06/23/21	SVK	EUR	2,933,000	0.75
2,500,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	2,804,688	0.71
2,500,000	Veolia Environnement SA, junior sub. note, Reg S, 4.45% to 04/16/18, FRN thereafter, Perpetual	FRA	EUR	2,606,750	0.66
2,000,000	Telecom Italia SpA, senior bond, Reg S, 5.25%, 02/10/22	ITA	EUR	2,275,000	0.58
1,500,000	Moy Park Bondco PLC, senior note, Reg S, 6.25%, 05/29/21	GBR	GBP	2,177,931	0.55
2,000,000	La Financiere Atalian SA, senior note, Reg S, 7.25%, 01/15/20	FRA	EUR	2,153,340	0.55
2,000,000	Fiat Chrysler Finance Europe, senior note, Reg S, 4.75%, 03/22/21	GBR	EUR	2,108,750	0.54
2,000,000	Silk Bidco AS, secured note, Reg S, 7.50%, 02/01/22	GBR	EUR	2,056,250	0.52
2,000,000	Arkema SA, junior sub. note, Reg S, 4.75% to 10/29/20, FRN thereafter, Perpetual	FRA	EUR	2,044,380	0.52
2,000,000	Numericable Group SA, first lien, Reg S, 5.375%, 05/15/22	FRA	EUR	2,036,870	0.52
2,000,000	Galapagos SA, senior secured note, Reg S, 5.375%, 06/15/21	DEU	EUR	2,011,250	0.51
2,000,000	Kedrion SpA, senior note, Reg S, 4.625%, 04/24/19	ITA	EUR	2,010,000	0.51
2,000,000	Hertz Holdings Netherlands BV, senior note, Reg S, 4.375%, 01/15/19	USA	EUR	2,008,750	0.51
2,000,000	Darling Global Finance BV, senior note, Regs S, 4.75%, 05/30/22	USA	EUR	1,965,000	0.50
2,000,000	TA Manufacturing Ltd., senior note, Reg S, 3.625%, 04/15/23	USA	EUR	1,953,750	0.50
2,000,000	Valeant Pharmaceuticals International Inc., senior note, Reg S, 4.50%, 05/15/23	USA	EUR	1,945,000	0.49
2,000,000	ArcelorMittal, senior note, Reg S, 3.125%, 01/14/22	LUX	EUR	1,936,250	0.49
2,000,000	Novalis SAS, senior note, Reg S, 3.00%, 04/30/22	FRA	EUR	1,933,440	0.49
2,000,000	International Game Technology PLC, first lien, Reg S, 4.75%, 02/15/23	GBR	EUR	1,930,000	0.49
2,000,000	Matterhorn Telecom SA, senior note, Reg S, 3.875%, 05/01/22	LUX	EUR	1,905,000	0.48
1,950,000	Rain CH Carbon LLC/CH Carbon Corp., second lien, Reg S, 8.50%, 01/15/21	USA	EUR	1,895,156	0.48
2,000,000	Areva SA, senior note, Reg S, 3.125%, 03/20/23	FRA	EUR	1,892,500	0.48
2,000,000	UPCB Finance IV Ltd., senior secured bond, Reg S, 4.00%, 01/15/27	NLD	EUR	1,890,000	0.48
2,000,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 07/01/24	GBR	EUR	1,882,500	0.48
1,600,000	Chesapeake Energy Corp., senior bond, 6.25%, 01/15/17	USA	EUR	1,689,000	0.43
1,600,000	Play Finance 2 SA, secured note, first lien, Reg S, 5.25%, 02/01/19	LUX	EUR	1,649,456	0.42
1,100,000	Pendragon PLC, secured note, Reg S, 6.875%, 05/01/20	GBR	GBP	1,639,792	0.42
2,000,000	Grupo Isolux Corsan Finance BV, senior note, Reg S, 6.625%, 04/15/21	ESP	EUR	1,606,570	0.41
1,170,000	WMG Acquisition Corp., senior secured note, first lien, Reg S, 6.25%, 01/15/21	USA	EUR	1,194,131	0.30
900,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	713,250	0.18
				<u>119,684,046</u>	<u>30.40</u>
Government and Municipal Bonds					
30,000,000	Government of the Netherlands, Reg S, 4.00%, 07/15/18	NLD	EUR	33,709,500	8.56
30,000,000	Government of the Netherlands, 0.25%, 01/15/20	NLD	EUR	30,134,550	7.65
16,600,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 08/01/34	ITA	EUR	21,217,373	5.39
20,000,000	Government of Ireland, Reg S, 0.80%, 03/15/22	IRL	EUR	19,807,100	5.03
15,500,000	Italy Treasury Bond, senior bond, 5.50%, 09/01/22	ITA	EUR	19,194,038	4.88
21,000,000	Government of Spain, senior bond, Reg S, 1.95%, 07/30/30	ESP	EUR	18,863,565	4.79
17,000,000	Government of Belgium, Reg S, 69, 1.25%, 06/22/18	BEL	EUR	17,643,195	4.48
14,000,000	Italy Treasury Bond, Reg S, 3.50%, 03/01/30	ITA	EUR	15,230,600	3.87
14,600,000	Government of Finland, Reg S, 0.375%, 09/15/20	FIN	EUR	14,674,752	3.73
8,800,000	Government of Spain, senior bond, Reg S, 5.15%, 10/31/44	ESP	EUR	11,802,736	3.00
10,000,000	Government of Latvia, Reg S, 2.625%, 01/21/21	LVA	EUR	10,917,350	2.77
10,000,000	Government of Finland, 144A, 1.125%, 09/15/18	FIN	EUR	10,382,800	2.64
6,000,000	Government of Spain, senior bond, Reg S, 5.85%, 01/31/22	ESP	EUR	7,543,650	1.92
7,000,000	Government of the Netherlands, Reg S, 1.75%, 07/15/23	NLD	EUR	7,536,760	1.91
6,200,000	Government of Lithuania, senior note, Reg S, 3.375%, 01/22/24	LTU	EUR	7,165,650	1.82
7,000,000	Government of Mexico, senior note, 1.625%, 03/06/24	MEX	EUR	6,587,525	1.67
6,000,000	Government of Austria, Reg S, 1.20%, 10/20/25	AUT	EUR	6,031,410	1.53

The accompanying notes form an integral part of these financial statements

— Franklin European Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
3,000,000	Government of Lithuania, senior bond, Reg S, 2.125%, 10/29/26	LTU	EUR	<u>3,089,265</u>	<u>0.79</u>
				<u>261,531,819</u>	<u>66.43</u>
	TOTAL BONDS			<u>385,074,615</u>	<u>97.81</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>385,074,615</u>	<u>97.81</u>
	TOTAL INVESTMENTS			<u>385,074,615</u>	<u>97.81</u>

† Floating Rates are indicated as at June 30, 2015

— Franklin GCC Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
605,000	Waha Aerospace BV, senior bond, Reg S, 3.925%, 07/28/20	ARE	USD	630,848	2.60
450,880	Nakilat Inc., second lien, Reg S, 6.267%, 12/31/33	QAT	USD	523,702	2.15
380,952	Emirates Airline., senior bond, Reg S, 4.50%, 02/06/25	ARE	USD	384,118	1.58
250,000	Ruwais Power Co. PJSC, Reg S, 6.00%, 08/31/36	ARE	USD	287,277	1.18
143,175	Ras Laffan Liquefied Natural Gas Co. Ltd. II, secured note, Reg S, 5.298%, 09/30/20	QAT	USD	154,907	0.64
				<u>1,980,852</u>	<u>8.15</u>
Corporate Bonds					
1,400,000	Kuwait Energy PLC, senior note, Reg S, 9.50%, 08/04/19	KWT	USD	1,357,839	5.59
900,000	National Bank of Abu Dhabi, junior sub. note, Reg S, 5.25% to 6/17/20, FRN thereafter, Perpetual	ARE	USD	911,812	3.75
750,000	MAF Global Securities Ltd., sub. bond, Reg S, 7.125% to 10/29/18, FRN thereafter, Perpetual	ARE	USD	810,937	3.34
700,000	United Gulf Bank BSC, sub. note, FRN, 2.976%, 10/13/16 †	BHR	USD	700,360	2.88
600,000	DP World Ltd., cvt., senior note, Reg S, 1.75%, 06/19/24	ARE	USD	651,804	2.68
600,000	NBK Tier 1 Financing Ltd., junior sub. bond, Reg S, 5.75% to 04/09/21, FRN thereafter, Perpetual	KWT	USD	610,125	2.51
500,000	GEMS MEA Sukuk Ltd., junior sub. note, Reg S, 12.00% to 11/21/18, FRN thereafter, Perpetual	ARE	USD	573,437	2.36
1,950,000	Anka a Sukuk Ltd., Reg S, 10.00%, 08/25/16	ARE	AED	568,757	2.34
350,000	Dubai Holding Commercial Operations Group, senior note, 6.00%, 02/01/17	ARE	GBP	566,439	2.33
550,000	Alternatifbank AS, senior note, Reg S, 3.125%, 07/22/19	TUR	USD	553,374	2.28
500,000	DP World Ltd., Reg S, 6.85%, 07/02/37	ARE	USD	549,145	2.26
530,000	Dubai Islamic Bank, 2.921%, 06/03/20	ARE	USD	526,574	2.17
500,000	OCP SA, senior bond, Reg S, 6.875%, 04/25/44	MAR	USD	524,797	2.16
500,000	Banque Marocaine du Commerce Extérieur, senior note, Reg S, 6.25%, 11/27/18	MAR	USD	524,375	2.16
500,000	Batelco International Finance No. 1 Ltd., senior note, Reg S, 4.25%, 05/01/20	BHR	USD	504,688	2.08
500,000	Bank of Sharjah Funding Ltd., senior note, Reg S, 3.374%, 06/08/20	ARE	USD	495,338	2.04
470,000	Burgan Tier 1 Financing, junior sub. bond, 7.25%, Perpetual	KWT	USD	469,633	1.93
400,000	JAFZ Sukuk Ltd., senior note, Reg S, 7.00%, 06/19/19	ARE	USD	455,500	1.88
450,000	Hikma Pharmaceuticals PLC, senior note, Reg S, 4.25%, 04/10/20	JOR	USD	450,563	1.85
450,000	Lamar Funding Ltd., senior note, Reg S, 3.958%, 05/07/25	OMN	USD	438,968	1.81
430,000	Dar Al-Arkan Sukuk Co. Ltd., senior note, Reg S, 5.75%, 11/25/16	SAU	USD	437,525	1.80
450,000	Qtel International Finance Ltd., senior note, Reg S, 3.25%, 02/21/23	QAT	USD	435,530	1.79
400,000	Saudi Electricity Global Sukuk Co. 3, senior note, Reg S, 5.50%, 04/08/44	SAU	USD	418,104	1.72
400,000	Emirates NBD PJSC, sub. note, Reg S, FRN, 3.785%, 11/27/23 †	ARE	USD	418,000	1.72
300,000	Kuwait Projects Co., senior note, 9.375%, 07/15/20	KWT	USD	381,137	1.57
350,000	QNB Finance Ltd., senior note, Reg S, 2.75%, 10/31/18	QAT	USD	356,199	1.47
300,000	MAF Global Securities Ltd., senior note, Reg S, 4.75%, 05/07/24	ARE	USD	310,278	1.28
250,000	IPIC GMTN Ltd., Reg S, 5.00%, 11/15/20	ARE	USD	277,854	1.14
275,000	Noor Sukuk Co. Ltd., senior note, Reg S, 2.788%, 04/28/20	ARE	USD	271,316	1.12
250,000	Qtel International Finance Ltd., senior note, Reg S, 5.00%, 10/19/25	QAT	USD	270,114	1.11
250,000	OCP SA, senior note, Reg S, 5.625%, 04/25/24	MAR	USD	262,269	1.08
250,000	KT Sukuk Varik Kiralama AS, Reg S, 5.875%, 10/31/16	TUR	USD	259,905	1.07
250,000	ICD Funding Ltd., senior note, Reg S, 4.625%, 05/21/24	ARE	USD	248,946	1.03
250,000	Qtel International Finance Ltd., Reg S, 3.875%, 01/31/28	QAT	USD	237,695	0.98
200,000	Emirates NBD PJSC, senior note, Reg S, 3.25%, 11/19/19	ARE	USD	201,298	0.83
200,000	ADCB Finance Cayman Ltd., sub. note, Reg S, 3.125% to 05/28/18, FRN thereafter, 05/28/23	ARE	USD	199,683	0.82
200,000	ICD Sukuk Co. Ltd., senior note, Reg S, 3.508%, 05/21/20	ARE	USD	199,251	0.82
200,000	Saudi Electricity Global Sukuk Co. 2, senior note, Reg S, 5.06%, 04/08/43	SAU	USD	199,000	0.82
200,000	Genel Energy Finance PLC, senior note, 144A, 7.50%, 05/14/19	GBR	USD	181,750	0.75
				<u>17,810,319</u>	<u>73.32</u>
Government and Municipal Bonds					
500,000	Government of Qatar, senior note, Reg S, 5.75%, 01/20/42	QAT	USD	602,218	2.48
500,000	Arab Republic Egypt, senior note, Reg S, 5.875%, 06/11/25	EGY	USD	488,623	2.01
450,000	Government of Bahrain, Reg S, 6.00%, 09/19/44	BHR	USD	422,120	1.74
300,000	Government of Bahrain, senior note, Reg S, 6.125%, 08/01/23	BHR	USD	334,086	1.37
200,000	Government of Qatar, senior bond, Reg S, 6.40%, 01/20/40	QAT	USD	259,371	1.07
				<u>2,106,418</u>	<u>8.67</u>
Securities Maturing Within One Year					
200,000	BBK BSC, senior note, Reg S, 4.50%, 10/28/15	BHR	USD	202,217	0.83
				<u>22,099,806</u>	<u>90.97</u>
TOTAL BONDS					
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
				<u>22,099,806</u>	<u>90.97</u>
TOTAL INVESTMENTS					
				<u>22,099,806</u>	<u>90.97</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Global Aggregate Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
533,000	FNMA, 3.00%, 07/01/45	USA	USD	529,794	1.90
426,000	FNMA, 2.50%, 07/01/30	USA	USD	430,493	1.54
312,000	GNMA II, SF, 3.50%, 07/01/45	USA	USD	323,225	1.16
105,000	FHLMC, 3.50%, 07/01/45	USA	USD	107,807	0.39
				<u>1,391,319</u>	<u>4.99</u>
Corporate Bonds					
200,000	Svenska Handelsbanken AB, senior note, Reg S, 4.00%, 01/18/19	SWE	GBP	338,148	1.21
215,000	New York Life Global Funding, secured note, 144A, 1.95%, 02/11/20	USA	USD	211,768	0.76
210,000	Toyota Motor Credit Corp., senior note, 1.45%, 01/12/18	JPN	USD	210,350	0.76
200,000	Royal Bank of Scotland Group PLC, senior note, 1.875%, 03/31/17	GBR	USD	199,041	0.72
200,000	Saudi Electricity Global Sukuk Co. 2, 144A, 5.06%, 04/08/43	SAU	USD	199,000	0.71
180,000	Bank of Montreal, senior note, 1.45%, 04/09/18	CAN	USD	179,082	0.64
170,000	ING Bank NV, 144A, 1.80%, 03/16/18	NLD	USD	170,700	0.61
150,000	The Goldman Sachs Group Inc., senior note, 5.75%, 01/24/22	USA	USD	170,583	0.61
155,000	Verizon Communications Inc., senior note, 5.15%, 09/15/23	USA	USD	170,113	0.61
160,000	Wal-Mart Stores Inc., senior note, 1.95%, 12/15/18	USA	USD	162,461	0.58
160,000	WPP Finance 2010, senior note, 3.75%, 09/19/24	GBR	USD	160,056	0.58
155,000	Royal Bank of Canada, senior note, 1.20%, 01/23/17	CAN	USD	155,671	0.56
150,000	Sysco Corp., senior note, 3.50%, 10/02/24	USA	USD	151,479	0.54
115,000	21st Century Fox America Inc., senior bond, 6.40%, 12/15/35	USA	USD	136,088	0.49
115,000	Merrill Lynch & Co. Inc., senior note, 6.875%, 04/25/18	USA	USD	129,934	0.47
115,000	Comcast Corp., senior note, 6.30%, 11/15/17	USA	USD	128,032	0.46
120,000	Simon Property Group LP, senior bond, 3.375%, 10/01/24	USA	USD	119,192	0.43
100,000	Heathrow Funding Ltd., senior secured bond, 144A, 4.875%, 07/15/23	GBR	USD	109,799	0.39
105,000	Aflac Inc., senior bond, 3.625%, 11/15/24	USA	USD	105,325	0.38
100,000	Sprint Corp., senior note, 7.25%, 09/15/21	USA	USD	98,688	0.35
85,000	General Motors Co., senior bond, 4.875%, 10/02/23	USA	USD	89,923	0.32
85,000	Gilead Sciences Inc., senior bond, 3.50%, 02/01/25	USA	USD	85,097	0.31
55,000	Citigroup Inc., senior note, 8.125%, 07/15/39	USA	USD	78,960	0.28
75,000	Hewlett-Packard Co., 2.60%, 09/15/17	USA	USD	76,384	0.27
55,000	Mitsui Sumitomo Insurance Co. Ltd., junior sub. note, 144A, 7.00% to 03/15/22, FRN thereafter, 03/15/72	JPN	USD	64,217	0.23
60,000	Toll Brothers Finance Corp., senior bond, 4.375%, 04/15/23	USA	USD	59,100	0.21
55,000	Navient Corp., senior note, 4.875%, 06/17/19	USA	USD	54,588	0.20
50,000	Bank of America Corp., 3.875%, 03/22/17	USA	USD	51,999	0.19
50,000	CIT Group Inc., senior bond, 5.00%, 08/01/23	USA	USD	49,375	0.18
45,000	JBS USA LLC/Finance Inc., senior note, 144A, 8.25%, 02/01/20	USA	USD	47,925	0.17
30,000	Chesapeake Energy Corp., senior note, 6.125%, 02/15/21	USA	USD	28,275	0.10
20,000	Aviation Capital Group Corp., 144A, 6.75%, 04/06/21	USA	USD	22,849	0.08
20,000	Calpine Corp., senior secured bond, 144A, 7.875%, 01/15/23	USA	USD	21,700	0.08
				<u>4,035,902</u>	<u>14.48</u>
Government and Municipal Bonds					
1,920,000	U.S. Treasury Note, 0.50%, 06/30/16	USA	USD	1,922,999	6.90
1,280,000	U.S. Treasury Note, 0.50%, 09/30/16	USA	USD	1,281,300	4.60
1,000,000	Government of Germany, 1.50%, 02/15/23	DEU	EUR	1,198,385	4.30
700,000	United Kingdom Treasury Note, Reg S, 2.00%, 07/22/20	GBR	GBP	1,125,131	4.04
650,000	Italy Treasury Bond, Reg S, 3.50%, 03/01/30	ITA	EUR	788,067	2.83
650,000	Government of France, 1.00%, 05/25/19	FRA	EUR	749,054	2.69
500,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 08/01/34	ITA	EUR	712,220	2.55
500,000	Government of Spain, senior note, Reg S, 5.15%, 10/31/28	ESP	EUR	706,040	2.53
800,000	Government of Canada, 2.75%, 06/01/22	CAN	CAD	702,709	2.52
90,000	Government of Mexico, 8.00%, 12/07/23	MEX	MXN	647,717	2.32
700,000	Queensland Treasury Corp., senior note, Reg S, 6.00%, 07/21/22	AUS	AUD	636,647	2.28
2,200,000	Government of Poland, 4.00%, 10/25/23	POL	PLN	618,389	2.22
2,200,000	Government of Poland, 3.25%, 07/25/19	POL	PLN	601,406	2.16
60,000,000	Development Bank of Japan, senior bond, 2.30%, 03/19/26	JPN	JPY	581,832	2.09
700,000	Queensland Treasury Corp., senior note, Reg S, 3.50%, 09/21/17	AUS	AUD	554,120	1.99
500,000	U.S. Treasury Note, 2.625%, 01/31/18	USA	USD	522,304	1.87
455,000	U.S. Treasury Bond, 2.75%, 02/15/19	USA	USD	478,746	1.72
50,000,000	Development Bank of Japan, 1.70%, 09/20/22	JPN	JPY	449,047	1.61
420,000	FNMA, 1.75%, 09/12/19	USA	USD	423,461	1.52
250,000	Government of Spain, senior bond, Reg S, 5.15%, 10/31/44	ESP	EUR	373,681	1.34
350,000	U.S. Treasury Note, 2.25%, 11/15/24	USA	USD	347,293	1.25
269,691	U.S. Treasury Bond, Index Linked, 0.25%, 01/15/25	USA	USD	264,192	0.95
200,000	Government of Qatar, senior note, Reg S, 3.125%, 01/20/17	QAT	USD	206,949	0.74
205,000	International Bank for Reconstruction and Development, 0.75%, 12/15/16	SP	USD	205,521	0.74
200,000	Inter-American Development Bank, 0.875%, 11/15/16	SP	USD	200,832	0.72
170,000	Government of Canada, 1.125%, 03/19/18	CAN	USD	170,274	0.61
125,000	U.S. Treasury Note, 2.625%, 11/15/20	USA	USD	130,508	0.47
120,000	Florida Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 2.995%, 07/01/20	USA	USD	122,412	0.44
80,000	California State GO, Build America Bonds, 7.30%, 10/01/39	USA	USD	113,234	0.41
70,000	Corp Andina De Fomento, 4.375%, 06/15/22	SP	USD	75,418	0.27
65,000	JobsOhio Beverage System Statewide Liquor Profits Revenue, Series B, 4.532%, 01/01/35	USA	USD	67,976	0.24
60,000	Government of Poland, senior note, 5.125%, 04/21/21	POL	USD	66,745	0.24
55,000	Government of South Africa, 5.50%, 03/09/20	ZAF	USD	59,960	0.21

The accompanying notes form an integral part of these financial statements

— Franklin Global Aggregate Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
55,000	Chicago GO, Project, Series C1, 7.781%, 01/01/35	USA	USD	57,586	0.21
30,000	Illinois State GO, 5.10%, 06/01/33	USA	USD	27,989	0.10
20,000	San Diego County Water Authority Financing Agency Water Revenue, Build America Bonds, San Diego Water, Series B, 6.138%, 05/01/49	USA	USD	25,283	0.09
				<u>17,215,427</u>	<u>61.77</u>
Securities Maturing Within One Year					
2,320,000	U.S. Treasury Note, FRN, 0.06%, 01/31/16 †	USA	USD	2,320,051	8.32
1,355,000	U.S. Treasury Bill, 0.00%, 07/23/15	USA	USD	1,355,015	4.86
500,000	FHLB, 0.50%, 11/20/15	USA	USD	500,634	1.80
240,000	General Electric Capital Corp., senior note, 2.25%, 11/09/15	USA	USD	241,461	0.87
230,000	Volkswagen International Finance, senior note, 144A, 1.15%, 11/20/15	DEU	USD	230,588	0.83
200,000	Danske Bank AS, senior note, 144A, 3.875%, 04/14/16	DNK	USD	204,397	0.73
200,000	The Export-Import Bank of Korea, senior note, 1.25%, 11/20/15	KOR	USD	200,425	0.72
140,000	JPMorgan Chase & Co., senior note, 3.45%, 03/01/16	USA	USD	142,378	0.51
100,000	Korea Hydro & Nuclear Power Co. Ltd., senior note, Reg S, 3.125%, 09/16/15	KOR	USD	100,462	0.36
75,000	Illinois State GO, 4.961%, 03/01/16	USA	USD	76,814	0.27
60,000	Hyundai Capital America, senior note, 144A, 1.625%, 10/02/15	KOR	USD	60,106	0.22
				<u>5,432,331</u>	<u>19.49</u>
	TOTAL BONDS			<u>28,074,979</u>	<u>100.73</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>28,074,979</u>	<u>100.73</u>
	TOTAL INVESTMENTS			<u>28,074,979</u>	<u>100.73</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Global Aggregate Investment Grade Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
111,082	Granite Master Issuer PLC, 2006-3, A3, FRN, 0.267%, 12/20/54 †	GBR	USD	110,480	0.44
Corporate Bonds					
340,000	21st Century Fox America Inc., senior bond, 6.40%, 12/15/35	USA	USD	402,348	1.58
395,000	WPP Finance 2010, senior note, 3.75%, 09/19/24	GBR	USD	395,138	1.56
345,000	Wal-Mart Stores Inc., senior note, 1.95%, 12/15/18	USA	USD	350,307	1.38
335,000	Sysco Corp., senior note, 3.50%, 10/02/24	USA	USD	338,303	1.33
335,000	Bank of Montreal, senior note, 1.45%, 04/09/18	CAN	USD	333,290	1.31
330,000	Royal Bank of Canada, senior note, 1.20%, 01/23/17	CAN	USD	331,428	1.31
310,000	JPMorgan Chase & Co., senior note, 4.25%, 10/15/20	USA	USD	331,399	1.31
330,000	ING Bank NV, 144A, 1.80%, 03/16/18	NLD	USD	331,360	1.30
285,000	The Goldman Sachs Group Inc., senior note, 5.75%, 01/24/22	USA	USD	324,109	1.28
295,000	Verizon Communications Inc., senior note, 5.15%, 09/15/23	USA	USD	323,764	1.28
290,000	Comcast Corp., senior note, 6.30%, 11/15/17	USA	USD	322,863	1.27
285,000	Merrill Lynch & Co. Inc., senior note, 6.875%, 04/25/18	USA	USD	322,011	1.27
310,000	Gilead Sciences Inc., senior bond, 3.50%, 02/01/25	USA	USD	310,355	1.22
295,000	Aflac Inc., senior bond, 3.625%, 11/15/24	USA	USD	295,913	1.17
295,000	Simon Property Group LP, senior bond, 3.375%, 10/01/24	USA	USD	293,013	1.15
200,000	UBS AG London, secured note, 144A, 2.25%, 03/30/17	CHE	USD	204,342	0.80
100,000	Citigroup Inc., senior note, 8.125%, 07/15/39	USA	USD	143,564	0.57
60,000	Hewlett-Packard Co., 2.60%, 09/15/17	USA	USD	61,107	0.24
				<u>5,414,614</u>	<u>21.33</u>
Government and Municipal Bonds					
975,000	United Kingdom Treasury Note, Reg S, 2.00%, 07/22/20	GBR	GBP	1,567,146	6.17
1,125,000	Government of Germany, 1.50%, 02/15/23	DEU	EUR	1,348,183	5.31
1,040,000	U.S. Treasury Note, 0.50%, 09/30/16	USA	USD	1,041,057	4.10
900,000	Government of Canada, 2.75%, 06/01/22	CAN	CAD	790,548	3.11
640,000	Italy Treasury Bond, Reg S, 3.50%, 03/01/30	ITA	EUR	775,943	3.06
80,000,000	Development Bank of Japan, senior bond, 2.30%, 03/19/26	JPN	JPY	775,776	3.06
2,750,000	Government of Poland, 4.00%, 10/25/23	POL	PLN	772,986	3.05
600,000	Italy Treasury Bond, senior bond, 4.25%, 09/01/19	ITA	EUR	756,804	2.98
520,000	Government of Spain, senior note, Reg S, 5.15%, 10/31/28	ESP	EUR	734,282	2.89
700,000	U.S. Treasury Note, 0.50%, 06/30/16	USA	USD	701,093	2.76
600,000	Government of France, 1.00%, 05/25/19	FRA	EUR	691,435	2.72
675,000	Queensland Treasury Corp., senior note, Reg S, 6.00%, 07/21/22	AUS	AUD	613,910	2.42
85,000	Government of Mexico, 8.00%, 12/07/23	MEX	MXN	611,733	2.41
65,000,000	Development Bank of Japan, 1.70%, 09/20/22	JPN	JPY	583,762	2.30
2,100,000	Government of Poland, 3.25%, 07/25/19	POL	PLN	574,070	2.26
640,000	Queensland Treasury Corp., senior note, Reg S, 3.50%, 09/21/17	AUS	AUD	506,624	2.00
500,000	U.S. Treasury Note, 1.375%, 09/30/18	USA	USD	503,828	1.99
400,000	U.S. Treasury Note, 1.75%, 05/15/23	USA	USD	386,531	1.52
40,000,000	Development Bank of Japan, senior note, 1.75%, 03/17/17	JPN	JPY	336,249	1.32
330,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	328,023	1.29
250,000	Inter-American Development Bank, 0.875%, 11/15/16	SP	USD	251,040	0.99
250,000	International Bank for Reconstruction and Development, 0.75%, 12/15/16	SP	USD	250,635	0.99
249,714	U.S. Treasury Bond, Index Linked, 0.25%, 01/15/25	USA	USD	244,622	0.96
150,000	Government of Spain, senior bond, Reg S, 5.15%, 10/31/44	ESP	EUR	224,208	0.88
220,000	Government of Canada, 1.125%, 03/19/18	CAN	USD	220,355	0.87
150,000	Government of France, 1.00%, 11/25/18	FRA	EUR	172,770	0.68
60,000	California State GO, Build America Bonds, 7.30%, 10/01/39	USA	USD	84,925	0.34
80,000	Florida Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 2.995%, 07/01/20	USA	USD	81,608	0.32
45,000	Corp Andina De Fomento, 4.375%, 06/15/22	SP	USD	48,483	0.19
25,000	Government of Poland, senior note, 5.125%, 04/21/21	POL	USD	27,810	0.11
25,000	Illinois State GO, 5.10%, 06/01/33	USA	USD	23,324	0.09
15,000	JobsOhio Beverage System Statewide Liquor Profits Revenue, Series B, 4.532%, 01/01/35	USA	USD	15,687	0.06
				<u>16,045,450</u>	<u>63.20</u>
Securities Maturing Within One Year					
1,298,000	U.S. Treasury Note, FRN, 0.06%, 01/31/16 †	USA	USD	1,298,029	5.11
340,000	General Electric Capital Corp., senior note, 2.25%, 11/09/15	USA	USD	342,069	1.35
320,000	JPMorgan Chase & Co., senior note, 3.45%, 03/01/16	USA	USD	325,436	1.28
250,000	Australia & New Zealand Banking Group Ltd., secured note, 144A, 1.00%, 10/06/15	AUS	USD	250,365	0.99
200,000	Danske Bank AS, senior note, 144A, 3.875%, 04/14/16	DNK	USD	204,397	0.80
155,000	AbbVie Inc., senior note, 1.20%, 11/06/15	USA	USD	155,154	0.61
60,000	Hyundai Capital America, senior note, 144A, 1.625%, 10/02/15	KOR	USD	60,106	0.24
40,000	TCL Communications Inc., senior note, 8.75%, 08/01/15	USA	USD	40,251	0.16
				<u>2,675,807</u>	<u>10.54</u>
				<u>24,246,351</u>	<u>95.51</u>
TOTAL BONDS					
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>24,246,351</u>	<u>95.51</u>
TOTAL INVESTMENTS				<u>24,246,351</u>	<u>95.51</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Financials					
118,000	iPath Bloomberg Commodity Index Total Return ETN, 06/12/36	USA	USD	3,429,080	4.11
TOTAL INVESTMENTS FUNDS				<u>3,429,080</u>	<u>4.11</u>
SHARES					
Consumer Discretionary					
4,000	Luxottica Group SpA	ITA	EUR	265,908	0.32
7,330	TAL Education Group, ADR	CHN	USD	258,749	0.31
2,200	The Walt Disney Co.	USA	USD	251,108	0.30
4,100	Dollarama Inc.	CAN	CAD	248,495	0.30
2,300	NIKE Inc., B	USA	USD	248,446	0.30
8,300	Start Today Co. Ltd.	JPN	JPY	232,270	0.28
2,900	Whitbread PLC	GBR	GBP	225,335	0.27
50,000	ITV PLC	GBR	GBP	206,822	0.25
132,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	206,046	0.25
1,052	Time Warner Cable Inc.	USA	USD	187,435	0.22
7,500	Burberry Group PLC	GBR	GBP	185,103	0.22
160	The Priceline Group Inc.	USA	USD	184,219	0.22
420	Amazon.com Inc.	USA	USD	182,318	0.22
17,500	Nissan Motor Co. Ltd.	JPN	JPY	182,306	0.22
4,990	Twenty-First Century Fox Inc., B	USA	USD	160,778	0.19
17,160	Marks & Spencer Group PLC	GBR	GBP	144,497	0.17
26,080	Kingfisher PLC	GBR	GBP	142,295	0.17
2,000	Toyota Motor Corp.	JPN	JPY	134,047	0.16
820	Advance Auto Parts Inc.	USA	USD	130,618	0.16
1,220	Cie Generale des Etablissements Michelin, B	FRA	EUR	127,791	0.15
1,370	DIRECTV	USA	USD	127,122	0.15
3,772	General Motors Co.	USA	USD	125,721	0.15
2,027	CBS Corp., B	USA	USD	112,498	0.14
120,000	Guangzhou Automobile Group Co. Ltd., H	CHN	HKD	111,150	0.13
1,300	Under Armour Inc., A	USA	USD	108,472	0.13
7,000	TRI Pointe Homes Inc.	USA	USD	107,100	0.13
15,056	Truworths International Ltd.	ZAF	ZAR	106,058	0.13
502	Hyundai Mobis Co. Ltd.	KOR	KRW	95,052	0.11
178,000	Astra International Tbk PT	IDN	IDR	94,457	0.11
5,725	Reed Elsevier PLC	GBR	GBP	93,088	0.11
500	Charter Communications Inc., A	USA	USD	85,625	0.10
884	Time Warner Inc.	USA	USD	77,270	0.09
1,250	Starbucks Corp.	USA	USD	67,019	0.08
5,480	Ekornes ASA	NOR	NOK	66,392	0.08
700	Tractor Supply Co.	USA	USD	62,958	0.08
240	Volkswagen AG, pfd.	DEU	EUR	55,633	0.07
12,800	Cia Hering	BRA	BRL	50,002	0.06
725	Macy's Inc.	USA	USD	48,916	0.06
8,900	Grendene SA	BRA	BRL	47,872	0.06
380	Hyundai Motor Co.	KOR	KRW	46,158	0.06
170	Tesla Motors Inc.	USA	USD	45,604	0.05
98,400	Springland International Holdings Ltd.	CHN	HKD	34,147	0.04
2,620	Office Depot Inc.	USA	USD	22,689	0.03
				<u>5,695,589</u>	<u>6.83</u>
Consumer Staples					
2,600	Reckitt Benckiser Group PLC	GBR	GBP	224,163	0.27
51,880	Tesco PLC	GBR	GBP	173,236	0.21
1,300	Constellation Brands Inc., A	USA	USD	150,826	0.18
2,600	British American Tobacco PLC	GBR	GBP	139,489	0.17
12,600	Dairy Farm International Holdings Ltd.	HKG	USD	109,116	0.13
800	Monster Beverage Corp.	USA	USD	107,216	0.13
1,131	PepsiCo Inc.	USA	USD	105,567	0.13
1,036	Walgreens Boots Alliance Inc.	USA	USD	87,480	0.10
1,671	Imperial Tobacco Group PLC	GBR	GBP	80,513	0.10
1,060	The Kroger Co.	USA	USD	76,861	0.09
690	CVS Health Corp.	USA	USD	72,367	0.09
1,470	Altria Group Inc.	USA	USD	71,898	0.09
938	Reynolds American Inc.	USA	USD	70,031	0.08
1,521	Unilever PLC	GBR	GBP	65,233	0.08
1,400	Whole Foods Market Inc.	USA	USD	55,216	0.06
394	Energizer Holdings Inc.	USA	USD	51,831	0.06
535	Philip Morris International Inc.	USA	USD	42,891	0.05
1,065	Metro AG	DEU	EUR	33,565	0.04
50,500	Univanich Palm Oil PCL, fgn.	THA	THB	15,982	0.02
2,011	Avon Products Inc.	USA	USD	12,589	0.01
2,000	Nestle Nigeria PLC	NGA	NGN	8,556	0.01
				<u>1,754,626</u>	<u>2.10</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Energy					
22,000	Amec Foster Wheeler PLC	GBR	GBP	282,544	0.34
11,860	Petrofac Ltd.	GBR	GBP	172,440	0.21
25,111	BP PLC	GBR	GBP	165,747	0.20
18,700	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	152,592	0.18
11,929	SBM Offshore NV	NLD	EUR	141,318	0.17
2,220	Technip SA	FRA	EUR	137,361	0.16
86,300	Inner Mongolia Yitai Coal Co. Ltd., B	CHN	USD	123,323	0.15
134,000	China Petroleum and Chemical Corp., H	CHN	HKD	115,475	0.14
3,824	Royal Dutch Shell PLC, A	GBR	EUR	108,118	0.13
6,091	Eni SpA	ITA	EUR	108,067	0.13
1,744	Baker Hughes Inc.	USA	USD	107,605	0.13
3,780	Royal Dutch Shell PLC, B	GBR	GBP	107,306	0.13
3,400	Reliance Industries Ltd., GDR, 144A	IND	USD	105,910	0.13
3,800	Suncor Energy Inc.	CAN	CAD	104,660	0.13
32,400	PTT Exploration and Production PCL, fgn.	THA	THB	104,454	0.12
14,500	Precision Drilling Corp.	CAN	CAD	97,518	0.12
1,990	Total SA, B	FRA	EUR	96,628	0.12
3,567	Marathon Oil Corp.	USA	USD	94,668	0.11
1,628	Apache Corp.	USA	USD	93,822	0.11
5,400	Cenovus Energy Inc.	CAN	CAD	86,339	0.10
790	SK Innovation Co. Ltd.	KOR	KRW	86,081	0.10
1,877	LUKOIL Holdings, ADR	RUS	USD	82,597	0.10
5,230	Noble Corp. PLC	USA	USD	80,490	0.10
7,100	Ensign Energy Services Inc.	CAN	CAD	69,579	0.08
62,000	PetroChina Co. Ltd., H	CHN	HKD	69,025	0.08
15,200	TMK OAO, GDR, Reg S	RUS	USD	65,360	0.08
3,440	BG Group PLC	GBR	GBP	57,258	0.07
5,790	Subsea 7 SA	GBR	NOK	56,672	0.07
4,750	Dragon Oil PLC	TKM	GBP	54,176	0.06
1,050	FMC Technologies Inc.	USA	USD	43,564	0.05
40,000	Kunlun Energy Co. Ltd.	CHN	HKD	40,714	0.05
511	Anadarko Petroleum Corp.	USA	USD	39,889	0.05
959	Murphy Oil Corp.	USA	USD	39,866	0.05
4,963	WorleyParsons Ltd.	AUS	AUD	39,849	0.05
3,736	Saipem SpA	ITA	EUR	39,450	0.05
21,100	Oil & Gas Development Co. Ltd.	PAK	PKR	37,135	0.04
1,079	Whiting Petroleum Corp.	USA	USD	36,254	0.04
1,345	CONSOL Energy Inc.	USA	USD	29,240	0.03
7,300	Trican Well Service Ltd.	CAN	CAD	24,255	0.03
				<u>3,497,349</u>	<u>4.19</u>
Financials					
4,280	Deutsche Boerse AG	DEU	EUR	354,161	0.42
53,010	Aberdeen Asset Management PLC	GBR	GBP	336,446	0.40
1,150	Affiliated Managers Group Inc.	USA	USD	251,390	0.30
37,242	Dewan Housing Finance Corp. Ltd.	IND	INR	246,656	0.30
3,890	BNP Paribas SA	FRA	EUR	234,752	0.28
4,200	Bank of Nova Scotia	CAN	CAD	216,793	0.26
7,000	Azimuth Holding SpA	ITA	EUR	204,702	0.25
7,821	Hana Financial Group Inc.	KOR	KRW	202,922	0.24
3,000	KBC Groep NV	BEL	EUR	200,400	0.24
6,037	KB Financial Group Inc.	KOR	KRW	198,962	0.24
7,234	Credit Suisse Group AG	CHE	CHF	198,806	0.24
1,989	PNC Financial Services Group Inc.	USA	USD	190,248	0.23
3,002	American International Group Inc.	USA	USD	185,584	0.22
10,800	United Overseas Bank Ltd.	SGP	SGD	184,985	0.22
1,250	Signature Bank	USA	USD	182,987	0.22
44,120	Barclays PLC	GBR	GBP	180,559	0.22
6,850	AXA SA	FRA	EUR	172,757	0.21
10,083	ING Groep NV, IDR	NLD	EUR	166,420	0.20
23,907	UniCredit SpA	ITA	EUR	160,525	0.19
17,350	HSBC Holdings PLC	GBR	GBP	155,391	0.19
21,081	Aegon NV	NLD	EUR	154,871	0.19
2,161	JPMorgan Chase & Co.	USA	USD	146,429	0.18
950	SVB Financial Group	USA	USD	136,781	0.16
1,179	ACE Ltd.	USA	USD	119,881	0.14
2,112	MetLife Inc.	USA	USD	118,251	0.14
2,055	Citigroup Inc.	USA	USD	113,518	0.14
229	Alleghany Corp.	USA	USD	107,346	0.13
13,850	Aviva PLC	GBR	GBP	107,160	0.13
331,765	Bank Danamon Indonesia Tbk PT	IDN	IDR	107,001	0.13
393,400	Land and Houses PCL, fgn.	THA	THB	104,720	0.13
450	Intercontinental Exchange Inc.	USA	USD	100,624	0.12
2,640	XL Group PLC	IRL	USD	98,208	0.12
1,429	The Allstate Corp.	USA	USD	92,699	0.11
5,600	Standard Chartered PLC	GBR	GBP	89,648	0.11
1,837	CIT Group Inc.	USA	USD	85,402	0.10
1,808	SunTrust Banks Inc.	USA	USD	77,780	0.09
2,799	Citizens Financial Group Inc.	USA	USD	76,441	0.09
3,630	GAM Holding Ltd.	CHE	CHF	76,280	0.09

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Financials (continued)					
1,272	Wells Fargo & Co.	USA	USD	71,537	0.09
7,660	Banco Bradesco SA, ADR, pfd.	BRA	USD	70,166	0.08
24,000	Akbank TAS	TUR	TRY	69,375	0.08
16,000	China Life Insurance Co. Ltd., H	CHN	HKD	69,353	0.08
6,250	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	68,438	0.08
23,000	China Merchants Bank Co. Ltd., H	CHN	HKD	67,353	0.08
11,900	Kasikornbank PCL, fgn.	THA	THB	66,522	0.08
17,400	BM&F BOVESPA SA	BRA	BRL	65,565	0.08
12,400	Bangkok Bank PCL, fgn.	THA	THB	65,282	0.08
1,390	Societe Generale SA	FRA	EUR	64,860	0.08
14,100	Siam Commercial Bank PCL, fgn.	THA	THB	64,849	0.08
350	Muenchener Rueckversicherungs-Gesellschaft AG	DEU	EUR	62,019	0.07
640	Swiss Re AG	CHE	CHF	56,636	0.07
976	Korea Investment Holdings Co. Ltd.	KOR	KRW	55,528	0.07
31,500	United Bank Ltd.	PAK	PKR	52,809	0.06
5,864	LIC Housing Finance Ltd.	IND	INR	41,601	0.05
1,846	Ally Financial Inc.	USA	USD	41,406	0.05
595	KIWOOM Securities Co. Ltd.	KOR	KRW	39,272	0.05
622	Columbia Banking System Inc.	USA	USD	20,240	0.02
				<u>7,251,297</u>	<u>8.70</u>
Health Care					
1,740	Roche Holding AG	CHE	CHF	487,520	0.59
1,550	Allergan PLC	USA	USD	470,363	0.56
3,050	Celgene Corp.	USA	USD	352,992	0.42
5,590	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	330,369	0.40
4,428	Medtronic PLC	USA	USD	328,115	0.39
780	Biogen Inc.	USA	USD	315,073	0.38
14,000	GN Store Nord AS	DNK	DKK	289,449	0.35
4,300	Alkermes PLC	USA	USD	276,662	0.33
1,170	Valeant Pharmaceuticals International Inc.	CAN	USD	259,915	0.31
1,150	McKesson Corp.	USA	USD	258,532	0.31
4,126	Merck & Co. Inc.	USA	USD	234,893	0.28
5,550	Envision Healthcare Holdings Inc.	USA	USD	219,114	0.26
3,500	Cochlear Ltd.	AUS	AUD	216,369	0.26
3,000	CSL Ltd.	AUS	AUD	200,083	0.24
2,850	Cerner Corp.	USA	USD	196,821	0.24
2,355	Eli Lilly & Co.	USA	USD	196,619	0.24
770	Illumina Inc.	USA	USD	168,137	0.20
2,150	Bristol-Myers Squibb Co.	USA	USD	143,061	0.17
1,430	Sanofi	FRA	EUR	140,625	0.17
850	Bayer AG	DEU	EUR	118,931	0.14
1,220	Stryker Corp.	USA	USD	116,595	0.14
5,610	GlaxoSmithKline PLC	GBR	GBP	116,556	0.14
8,000	Santen Pharmaceutical Co. Ltd.	JPN	JPY	113,277	0.14
1,260	Hospira Inc.	USA	USD	111,775	0.13
4,520	QIAGEN NV	NLD	EUR	110,997	0.13
1,150	DexCom Inc.	USA	USD	91,977	0.11
170	Regeneron Pharmaceuticals Inc.	USA	USD	86,722	0.10
600	Edwards Lifesciences Corp.	USA	USD	85,458	0.10
630	Lonza Group AG	CHE	CHF	84,148	0.10
1,400	Prestige Brands Holdings Inc.	USA	USD	64,736	0.08
2,671	Getinge AB, B	SWE	SEK	64,260	0.08
840	MorphoSys AG	DEU	EUR	60,269	0.07
13,200	Sinopharm Group Co.	CHN	HKD	58,579	0.07
890	Gerresheimer AG	DEU	EUR	55,455	0.07
400	BioMarin Pharmaceutical Inc.	USA	USD	54,712	0.07
710	UCB SA	BEL	EUR	50,949	0.06
220	Jazz Pharmaceuticals PLC	USA	USD	38,735	0.05
13,700	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	38,175	0.05
224	Cigna Corp.	USA	USD	36,288	0.04
270	Basilea Pharmaceutica AG	CHE	CHF	33,898	0.04
				<u>6,677,204</u>	<u>8.01</u>
Industrials					
11,000	Weir Group PLC	GBR	GBP	293,259	0.35
16,000	Experian PLC	GBR	GBP	291,326	0.35
8,500	DSV AS	DNK	DKK	275,287	0.33
150	SGS SA	CHE	CHF	273,661	0.33
410,000	Noble Group Ltd.	HKG	SGD	231,346	0.28
5,100	GEA Group AG	DEU	EUR	227,405	0.27
2,200	MTU Aero Engines AG	DEU	EUR	206,858	0.25
6,500	Recruit Holdings Co. Ltd.	JPN	JPY	198,362	0.24
13,300	ITOCHU Corp.	JPN	JPY	175,718	0.21
1,250	Stericycle Inc.	USA	USD	167,387	0.20
4,750	HD Supply Holdings Inc.	USA	USD	167,105	0.20
1,250	IHS Inc., A	USA	USD	160,788	0.19
2,000	Wolseley PLC	GBR	GBP	127,659	0.15
1,120	Honeywell International Inc.	USA	USD	114,206	0.14
16,090	BAE Systems PLC	GBR	GBP	114,052	0.14
650	Roper Technologies Inc.	USA	USD	112,099	0.13

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Industrials (continued)					
54	A.P. Moeller-Maersk AS, B	DNK	DKK	97,770	0.12
2,100	Compagnie de Saint-Gobain	FRA	EUR	94,246	0.11
44,500	SembCorp Marine Ltd.	SGP	SGD	93,830	0.11
100,500	Sinopec Engineering Group Co. Ltd.	CHN	HKD	93,089	0.11
1,073	Caterpillar Inc.	USA	USD	91,012	0.11
1,380	Spirit Airlines Inc.	USA	USD	85,698	0.10
800	Siemens AG	DEU	EUR	80,552	0.10
5,150	Deutsche Lufthansa AG	DEU	EUR	66,376	0.08
523	Huntington Ingalls Industries Inc.	USA	USD	58,885	0.07
10,870	Carillion PLC	GBR	GBP	58,385	0.07
2,020	Daewoo International Corp.	KOR	KRW	46,547	0.06
4,775	CNH Industrial NV	GBR	EUR	43,530	0.05
540	Genesee & Wyoming Inc.	USA	USD	41,137	0.05
647	B/E Aerospace Inc.	USA	USD	35,520	0.04
3,820	Kloeckner & Co. SE	DEU	EUR	34,462	0.04
2,570	Meyer Burger Technology AG	CHE	CHF	22,097	0.03
424	KLX Inc.	USA	USD	18,711	0.02
9,902	Serco Group PLC	GBR	GBP	18,356	0.02
15,250	Jain Irrigation Systems Ltd.	IND	INR	16,040	0.02
1,310	Daewoo Shipbuilding & Marine Engineering Co. Ltd.	KOR	KRW	15,561	0.02
				<u>4,248,322</u>	<u>5.09</u>
Information Technology					
6,956	Apple Inc.	USA	USD	872,456	1.05
291	Samsung Electronics Co. Ltd.	KOR	KRW	329,559	0.40
3,400	MasterCard Inc., A	USA	USD	317,832	0.38
35,000	The Sage Group PLC	GBR	GBP	281,798	0.34
3,500	Check Point Software Technologies Ltd.	ISR	USD	278,425	0.33
3,650	Visa Inc., A	USA	USD	245,097	0.29
3,300	Dassault Systemes SA	FRA	EUR	239,859	0.29
14,500	ARM Holdings PLC	GBR	GBP	236,223	0.28
1,350	Palo Alto Networks Inc.	USA	USD	235,845	0.28
5,242	Microsoft Corp.	USA	USD	231,434	0.28
2,250	NXP Semiconductors NV	NLD	USD	220,950	0.27
2,500	Facebook Inc., A	USA	USD	214,413	0.26
960	LinkedIn Corp., A	USA	USD	198,365	0.24
1,300	MercadoLibre Inc.	ARG	USD	184,210	0.22
13,800	YASKAWA Electric Corp.	JPN	JPY	176,799	0.21
2,400	Salesforce.com Inc.	USA	USD	167,112	0.20
2,350	Electronic Arts Inc.	USA	USD	156,275	0.19
1,000	FleetCor Technologies Inc.	USA	USD	156,060	0.19
2,150	Cavium Inc.	USA	USD	147,942	0.18
1,400	Skyworks Solutions Inc.	USA	USD	145,740	0.17
6,063	Symantec Corp.	USA	USD	140,965	0.17
4,918	Cisco Systems Inc.	USA	USD	135,048	0.16
1,700	ServiceNow Inc.	USA	USD	126,327	0.15
600	CoStar Group Inc.	USA	USD	120,756	0.15
9,674	Xerox Corp.	USA	USD	102,931	0.12
2,870	Hewlett-Packard Co.	USA	USD	86,129	0.10
2,888	CA Inc.	USA	USD	84,590	0.10
364,000	GCL-Poly Energy Holdings Ltd.	CHN	HKD	84,054	0.10
7,168	Trina Solar Ltd., ADR	CHN	USD	83,436	0.10
1,000	Alibaba Group Holding Ltd., ADR	CHN	USD	82,270	0.10
670	Zebra Technologies Corp., A	USA	USD	74,404	0.09
270	Equinix Inc.	USA	USD	68,580	0.08
35,100	Kingboard Chemical Holdings Ltd.	HKG	HKD	60,857	0.07
1,100	Mobileye NV	USA	USD	58,487	0.07
1,300	CANON Inc.	JPN	JPY	42,301	0.05
5,349	Nokia Corp., ADR	FIN	USD	36,641	0.04
4,911	Nokia OYJ, A	FIN	EUR	33,331	0.04
581	Altera Corp.	USA	USD	29,747	0.04
19,000	Digital China Holdings Ltd.	CHN	HKD	25,344	0.03
1,100	Capcom Co. Ltd.	JPN	JPY	21,310	0.03
230	FitBit Inc., A	USA	USD	8,793	0.01
				<u>6,542,695</u>	<u>7.85</u>
Materials					
6,000	Umicore SA	BEL	EUR	284,385	0.34
41,500	Vale SA, ADR, pfd., A	BRA	USD	209,575	0.25
3,300	Symrise AG	DEU	EUR	204,737	0.25
1,550	Ecolab Inc.	USA	USD	175,259	0.21
4,540	CRH PLC	IRL	EUR	128,109	0.15
586	POSCO	KOR	KRW	117,238	0.14
24,350	Impala Platinum Holdings Ltd.	ZAF	ZAR	108,680	0.13
12,000	HudBay Minerals Inc.	CAN	CAD	99,920	0.12
2,074	MeadWestvaco Corp.	USA	USD	97,872	0.12
9,350	Compania de Minas Buenaventura SA, ADR	PER	USD	97,053	0.12
1,300	Akzo Nobel NV	NLD	EUR	94,562	0.11
38,970	Petra Diamonds Ltd.	ZAF	GBP	91,159	0.11
1,907	International Paper Co.	USA	USD	90,754	0.11
172,000	Aluminum Corp. of China Ltd., H	CHN	HKD	86,980	0.10

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Materials (continued)				
6,982	Kumba Iron Ore Ltd.	ZAF	ZAR	86,635	0.10
2,851	Arab Potash Co. PLC	JOR	JOD	86,473	0.10
1,300	Cytec Industries Inc.	USA	USD	78,689	0.10
3,545	Freeport-McMoRan Inc., B	USA	USD	66,008	0.08
810	Holcim Ltd., B	CHE	CHF	59,769	0.07
2,118	ThyssenKrupp AG	DEU	EUR	55,080	0.07
130	Syngenta AG	CHE	CHF	52,829	0.06
				<u>2,371,766</u>	<u>2.84</u>
	Telecommunication Services				
28,622	Telefonica SA	ESP	EUR	406,697	0.49
46,653	Vodafone Group PLC	GBR	GBP	168,461	0.20
222,000	China Telecom Corp. Ltd., H	CHN	HKD	130,308	0.16
3,660	Telenor ASA	NOR	NOK	80,189	0.10
5,500	China Mobile Ltd.	CHN	HKD	70,527	0.08
15,180	Koninklijke KPN NV	NLD	EUR	58,026	0.07
900	SoftBank Group Corp.	JPN	JPY	53,012	0.06
				<u>967,220</u>	<u>1.16</u>
	Utilities				
2,683	NRG Energy Inc.	USA	USD	61,387	0.07
	TOTAL SHARES			<u>39,067,455</u>	<u>46.84</u>
	WARRANTS				
	Financials				
78,680	Land and Houses PCL, wts., 05/05/17	THA	THB	12,334	0.02
	TOTAL WARRANTS			<u>12,334</u>	<u>0.02</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>42,508,869</u>	<u>50.97</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Energy				
29,800	Gazprom OAO, ADR	RUS	USD	153,470	0.19
1,000	LUKOIL Holdings, ADR	RUS	USD	44,005	0.05
				<u>197,475</u>	<u>0.24</u>
	TOTAL SHARES			<u>197,475</u>	<u>0.24</u>
	BONDS				
	Corporate Bonds				
245,000	Costco Wholesale Corp., senior note, 1.125%, 12/15/17	USA	USD	244,397	0.29
200,000	GE Capital European Funding, senior note, Reg S, 2.875%, 06/18/19	USA	EUR	241,740	0.29
175,000	Snam SpA, senior note, Reg S, 2.375%, 06/30/17	ITA	EUR	201,984	0.24
175,000	Toyota Motor Credit Corp., senior note, Reg S, 1.25%, 08/01/17	JPN	EUR	199,028	0.24
170,000	Anheuser-Busch InBev NV, senior note, Reg S, 1.25%, 03/24/17	BEL	EUR	192,608	0.23
170,000	BMW Finance NV, senior note, FRN, 0.206%, 09/05/16 †	DEU	EUR	189,627	0.23
185,000	The Walt Disney Co., senior note, 1.10%, 12/01/17	USA	USD	184,922	0.22
170,000	Bank of Montreal, senior note, 1.45%, 04/09/18	CAN	USD	169,132	0.20
100,000	Abbey National Treasury Services PLC, senior note, Reg S, 2.00%, 01/14/19	GBR	EUR	115,704	0.14
85,000	BMW U.S. Capital LLC, senior note, 1.25%, 07/20/16	DEU	EUR	95,820	0.12
85,000	Johnson & Johnson, senior note, 1.65%, 12/05/18	USA	USD	85,664	0.10
85,000	Toyota Motor Credit Corp., senior note, 2.10%, 01/17/19	JPN	USD	85,504	0.10
85,000	Royal Bank of Canada, senior note, 1.20%, 01/23/17	CAN	USD	85,368	0.10
55,000	The Procter & Gamble Co., senior note, 1.45%, 08/15/16	USA	USD	55,423	0.07
27,000	Samson Investment Co., senior note, 9.75%, 02/15/20	USA	USD	1,688	0.00
				<u>2,148,609</u>	<u>2.57</u>
	Government and Municipal Bonds				
1,100,000	U.S. Treasury Note, 0.50%, 06/30/16	USA	USD	1,101,718	1.32
660,000	U.S. Treasury Note, 1.375%, 09/30/18	USA	USD	665,053	0.80
660,000	U.S. Treasury Note, 0.50%, 09/30/16	USA	USD	660,671	0.79
660,000	U.S. Treasury Note, 0.625%, 09/30/17	USA	USD	658,040	0.79
1,170,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	311,207	0.37
300,000	U.S. Treasury Note, 1.375%, 03/31/20	USA	USD	296,836	0.36
970,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	267,609	0.32
200,000	Deutsche Bahn Finance BV, senior note, 4.00%, 01/16/17	DEU	EUR	236,266	0.28
200,000	Government of Slovenia, senior note, Reg S, 5.85%, 05/10/23	SVN	USD	226,849	0.27
200,000	Government of France, 0.50%, 11/25/19	FRA	EUR	225,634	0.27
225,000	International Bank for Reconstruction and Development, 0.75%, 12/15/16	SP	USD	225,571	0.27
235,000	Government of Canada, 1.25%, 09/01/18	CAN	CAD	192,856	0.23
235,000	Province of Ontario, FRN, 1.14%, 12/03/18 †	CAN	CAD	189,302	0.23
590	Nota Do Tesouro Nacional, senior note, 10.00%, 01/01/19	BRA	BRL	175,310	0.21
150,000	FNMA, 1.75%, 09/12/19	USA	USD	151,236	0.18
90,130	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	134,116	0.16
140,020,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	127,446	0.15
133,000,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	119,853	0.14
118,000	Caisse D'Amortissement De La Dette Sociale, senior note, 144A, 1.375%, 01/29/18	FRA	USD	118,746	0.14
27,950,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	112,079	0.13
110,000	Inter-American Development Bank, 0.875%, 11/15/16	SP	USD	110,458	0.13
220,000	Government of Ukraine, 144A, 7.75%, 09/23/20	UKR	USD	108,655	0.13
16,000	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	106,697	0.13
200,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	105,125	0.13

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
80,000	Government of Hungary, 6.00%, 01/11/19	HUN	EUR	103,216	0.12
1,320,000,000	Government of Indonesia, senior note, FR70, 8.375%, 03/15/24	IDN	IDR	99,600	0.12
118	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	98,344	0.12
75,000	Government of the Netherlands, Reg S, 1.25%, 01/15/19	NLD	EUR	87,297	0.11
75,000	Government of Austria, senior note, 144A, 1.15%, 10/19/18	AUT	EUR	86,861	0.10
75,000	Government of Finland, 144A, 1.125%, 09/15/18	FIN	EUR	86,783	0.10
75,000	Government of France, 1.00%, 05/25/19	FRA	EUR	86,429	0.10
75,000	Government of Germany, 0.50%, 04/12/19	DEU	EUR	85,404	0.10
290,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	77,889	0.09
4,700,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	77,057	0.09
73,689	U.S. Treasury Note, Index Linked, 0.125%, 04/15/18	USA	USD	74,806	0.09
282,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	74,789	0.09
990,000,000	Government of Indonesia, 8.375%, 03/15/34	IDN	IDR	74,069	0.09
60,000	Government of Hungary, 5.375%, 02/21/23	HUN	USD	65,095	0.08
60,000	Government of Portugal, Reg S, 5.125%, 10/15/24	PRT	USD	61,809	0.07
230,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	61,579	0.07
100,000	Government of Ukraine, senior note, Reg S, 6.75%, 11/14/17	UKR	USD	49,687	0.06
10,910,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	46,480	0.06
11,210,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	45,826	0.06
47,800,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	42,943	0.05
11,180,000	Government of Hungary, B, 6.75%, 02/24/17	HUN	HUF	42,931	0.05
40	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	33,485	0.04
32,000	Government of Hungary, 4.125%, 02/19/18	HUN	USD	33,367	0.04
140	Letra Tesouro Nacional, Strip, 01/01/18	BRA	BRL	32,977	0.04
1,900,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	31,000	0.04
1,900,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	29,597	0.04
90	Nota Do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	25,518	0.03
30	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	25,006	0.03
22,000	Government of Hungary, senior note, 6.25%, 01/29/20	HUN	USD	24,678	0.03
5,730,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	22,733	0.03
1,400,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	22,046	0.03
22,700,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	20,417	0.03
20	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	16,826	0.02
20	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	BRA	BRL	16,712	0.02
50	Letra Tesouro Nacional, Strip, 10/01/16	BRA	BRL	13,602	0.02
3,350,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	13,583	0.02
1,794	Mexican Udibonos, Index Linked, 3.50%, 12/14/17	MEX	MXN	12,147	0.02
1,742	Mexican Udibonos, Index Linked, 4.00%, 06/13/19	MEX	MXN	12,021	0.01
600,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	9,557	0.01
600,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	9,524	0.01
8,000	Government of Hungary, senior note, Reg S, 4.375%, 07/04/17	HUN	EUR	9,512	0.01
6,000	Government of Hungary, senior note, 6.375%, 03/29/21	HUN	USD	6,833	0.01
7,000,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	6,282	0.01
20,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	5,583	0.01
1,460,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	5,437	0.01
1,220,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	4,778	0.01
300,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	4,457	0.01
2,500	Government of Portugal, senior note, Reg S, 5.65%, 02/15/24	PRT	EUR	3,402	0.00
10	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	2,813	0.00
100,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	1,541	0.00
1,000	Government of Portugal, senior bond, Reg S, 4.95%, 10/25/23	PRT	EUR	1,307	0.00
158	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	1,024	0.00
30,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	129	0.00
				8,614,121	10.33
Securities Maturing Within One Year					
1,575,000	U.S. Treasury Note, FRN, 0.06%, 01/31/16 †	USA	USD	1,575,035	1.89
106,168	Mexican Udibonos, Index Linked, 5.00%, 06/16/16	MEX	MXN	708,460	0.85
43,960	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	286,877	0.34
320,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	286,721	0.34
296,100,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	265,957	0.32
250,000	U.S. Treasury Note, 1.25%, 09/30/15	USA	USD	250,752	0.30
245,000	Anheuser-Busch InBev Finance Inc., senior note, 0.80%, 01/15/16	BEL	USD	245,366	0.29
821,000	Government of Poland, Strip, 07/25/15	POL	PLN	218,005	0.26
680,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	180,280	0.22
180,000	FHLB, 0.375%, 06/24/16	USA	USD	179,983	0.22
285,100	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	176,695	0.21
640,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	167,615	0.20
150,000	John Deere Capital Corp., 0.70%, 09/04/15	USA	USD	150,009	0.18
166,950,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	149,894	0.18
125,000	Government of France, 3.25%, 04/25/16	FRA	EUR	143,203	0.17
140,000	Chevron Corp., senior note, 0.889%, 06/24/16	USA	USD	140,412	0.17
518,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	137,775	0.17
110,000	Government of the Netherlands, 144A, Strip, 04/15/16	NLD	EUR	122,819	0.15
455,000	Government of Poland, Strip, 01/25/16	POL	PLN	119,852	0.14
160,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/03/15	SGP	SGD	118,787	0.14
445,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	117,935	0.14
100,000	Volkswagen Bank GmbH, senior note, Reg S, FRN, 0.391%, 05/09/16 †	DEU	EUR	111,682	0.13
181,660	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	111,616	0.13
150,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/10/15	SGP	SGD	111,349	0.13

The accompanying notes form an integral part of these financial statements

— Franklin Global Allocation Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
179,360	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	110,534	0.13
118,600,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	107,065	0.13
380,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	100,321	0.12
85,000	France Treasury Note, 2.25%, 02/25/16	FRA	EUR	96,237	0.12
143,090	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	88,955	0.11
13,450	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	87,450	0.10
137,760	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	86,374	0.10
315,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	85,954	0.10
250	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	75,117	0.09
77,800,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	70,243	0.08
71,920,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	64,307	0.08
69,300,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	61,876	0.07
206,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	55,538	0.07
86,020	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	54,078	0.06
83,200	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	52,226	0.06
81,200	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	50,188	0.06
53,300,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	47,408	0.06
60,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/31/15	SGP	SGD	44,521	0.05
67,590	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	42,681	0.05
44,700,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	39,640	0.05
60,390	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	38,158	0.05
53,110	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	32,875	0.04
35,900,000	Korea Monetary Stabilization Bond, senior note, 2.13%, 10/08/15	KOR	KRW	32,114	0.04
120,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	31,465	0.04
34,000,000	Korea Monetary Stabilization Bond, 0.00%, 07/21/15	KOR	KRW	30,340	0.04
29,800,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	26,859	0.03
100,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	26,453	0.03
41,690	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	26,308	0.03
310,000,000	Indonesia Treasury Bill, 0.00%, 01/07/16	IDN	IDR	22,515	0.03
33,860	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	21,109	0.03
80,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	21,071	0.03
80,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	20,891	0.03
50	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	15,539	0.02
24,620	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	15,397	0.02
190,000,000	Indonesia Treasury Bill, 0.00%, 02/04/16	IDN	IDR	13,774	0.02
50,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	13,118	0.02
40,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	10,555	0.01
30,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	7,930	0.01
30,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	7,916	0.01
10,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/20/15	SGP	SGD	7,422	0.01
20,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	5,293	0.01
20,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	5,283	0.01
20,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	5,268	0.01
20,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	5,263	0.01
20,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	5,253	0.01
20,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	5,247	0.01
4,900,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	4,382	0.01
6,480	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	4,078	0.00
3,280,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	2,925	0.00
10,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	2,629	0.00
10,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	2,616	0.00
10,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	2,608	0.00
10,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	2,594	0.00
10,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	2,586	0.00
10,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	2,583	0.00
2,040	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	1,286	0.00
				<u>7,979,495</u>	<u>9.57</u>
	TOTAL BONDS			<u>18,742,225</u>	<u>22.47</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>18,939,700</u>	<u>22.71</u>
	TOTAL INVESTMENTS			<u>61,448,569</u>	<u>73.68</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Global Convertible Securities Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Aerospace & Defense					
35,000	United Technologies Corp., 7.50%, cvt. pfd.	USA	USD	<u>2,005,500</u>	<u>1.54</u>
Aluminium					
50,000	Alcoa Inc., 5.375%, cvt. pfd.	USA	USD	<u>1,976,500</u>	<u>1.52</u>
Electric Utilities					
34,000	NextEra Energy Inc., 5.799%, cvt. pfd.	USA	USD	<u>1,819,000</u>	<u>1.40</u>
Industrial Machinery					
26,100	Stanley Black & Decker Inc., 4.75%, cvt. pfd.	USA	USD	<u>3,784,500</u>	<u>2.91</u>
Integrated Telecommunication Services					
7,780	Frontier Communications Corp., 11.125%, cvt. pfd.	USA	USD	<u>777,222</u>	<u>0.60</u>
Multi-Utilities					
38,000	Dominion Resources Inc., 6.00%, cvt. pfd., B	USA	USD	2,045,540	1.58
3,000	Dominion Resources Inc., 6.125%, cvt. pfd., A	USA	USD	<u>160,770</u>	<u>0.12</u>
				<u>2,206,310</u>	<u>1.70</u>
Pharmaceuticals					
2,975	Actavis PLC, 5.50%, cvt. pfd.	USA	USD	<u>3,101,675</u>	<u>2.39</u>
Steel					
5,000	ArcelorMittal, 6.00%, cvt. pfd.	LUX	USD	<u>78,050</u>	<u>0.06</u>
Wireless Telecommunication Services					
22,200	T-Mobile US Inc., 5.50%, cvt. pfd.	USA	USD	<u>1,498,500</u>	<u>1.15</u>
	TOTAL SHARES			<u>17,247,257</u>	<u>13.27</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>17,247,257</u>	<u>13.27</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Oil & Gas Equipment & Services					
120,000	McDermott International Inc., 6.25%, cvt. pfd.	USA	USD	<u>2,331,600</u>	<u>1.80</u>
	TOTAL SHARES			<u>2,331,600</u>	<u>1.80</u>
BONDS					
Corporate Bonds					
2,200,000	Steinhoff Finance Holding, cvt., senior note, Reg S, 6.375%, 05/26/17	ZAF	EUR	4,457,918	3.43
3,300,000	Ctrip.com International Ltd., cvt., senior note, 1.25%, 10/15/18	CHN	USD	3,763,996	2.90
2,900,000	Salesforce.com Inc., cvt., senior note, 0.25%, 04/01/18	USA	USD	3,532,562	2.72
3,000,000	Jarden Corp., cvt., senior sub. bond, 1.125%, 03/15/34	USA	USD	3,508,125	2.70
3,000,000	Aabar Investments PJSC, cvt., Reg S, 1.00%, 03/27/22	ARE	EUR	3,506,338	2.70
2,900,000	ServiceNow Inc., cvt., zero cpn., 11/01/18	USA	USD	3,425,625	2.64
3,000,000	Siemens Financieringsmaatschappij NV, cvt., senior note, Reg S, 1.05%, 08/16/17	DEU	USD	3,211,410	2.47
1,500,000	Electronic Arts Inc., cvt., senior note, 0.75%, 07/15/16	USA	USD	3,136,875	2.41
2,400,000	Adidas AG, cvt., senior note, Reg S, 0.25%, 06/14/19	DEU	EUR	3,049,831	2.35
2,900,000	NetSuite Inc., cvt., senior note, 0.25%, 06/01/18	USA	USD	3,034,125	2.34
1,900,000	Liberty Interactive LLC, cvt., senior note, 0.75%, 03/30/43	USA	USD	3,034,062	2.34
2,700,000	The Priceline Group Inc., cvt., senior note, 0.35%, 06/15/20	USA	USD	3,007,125	2.31
2,270,000	Brookdale Senior Living Inc., cvt., senior note, 2.75%, 06/15/18	USA	USD	2,969,444	2.29
3,002,000	HeartWare International Inc., cvt., senior note, 144A, 1.75%, 12/15/21	USA	USD	2,968,228	2.28
3,000,000	JDS Uniphase Corp., cvt., senior bond, 0.625%, 08/15/33	USA	USD	2,960,625	2.28
2,500,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	2,859,261	2.20
2,100,000	Abengoa SA, cvt., senior note, Reg S, 6.25%, 01/17/19	ESP	EUR	2,838,558	2.18
2,600,000	Qiagen NV, cvt., senior note, Reg S, 0.875%, 03/19/21	NLD	USD	2,835,053	2.18
2,650,000	Yahoo! Inc., cvt., zero cpn., 12/01/18	USA	USD	2,731,156	2.10
1,925,000	Take-Two Interactive Software Inc., cvt., senior note, 1.00%, 07/01/18	USA	USD	2,675,750	2.06
2,340,000	Bottomline Technologies Inc., cvt., senior note, 1.50%, 12/01/17	USA	USD	2,612,025	2.01
2,000,000	Trulia Inc., cvt., 2.75%, 12/15/20	USA	USD	2,578,140	1.98
2,000,000	Vipshop Holdings Ltd., cvt., senior note, 1.50%, 03/15/19	CHN	USD	2,550,000	1.96
2,110,000	Forest City Enterprises Inc., cvt., senior note, 4.25%, 08/15/18	USA	USD	2,483,206	1.91
1,500,000	BioMarin Pharmaceutical Inc., cvt., senior sub. note, 1.50%, 10/15/20	USA	USD	2,396,250	1.84
2,500,000	Liberty Media Corp., cvt., senior note, 1.375%, 10/15/23	USA	USD	2,387,500	1.84
2,450,000	SanDisk Corp., cvt., senior note, 0.50%, 10/15/20	USA	USD	2,387,219	1.84
1,360,000	Proofpoint Inc., cvt., senior note, 1.25%, 12/15/18	USA	USD	2,306,050	1.78
1,485,000	Intel Corp., cvt., junior sub., 3.25%, 08/01/39	USA	USD	2,261,848	1.74
930,000	Novellus Systems Inc., cvt., senior note, 2.625%, 05/15/41	USA	USD	2,216,306	1.71
2,500,000	Fluidigm Corp., cvt., senior bond, 2.75%, 02/01/34	USA	USD	2,204,688	1.70
2,135,000	Shutterstock Inc., cvt., 0.25%, 05/15/18	USA	USD	2,159,019	1.66
2,000,000	UTI Worldwide Inc., cvt., senior note, 4.50%, 03/01/19	USA	USD	2,052,500	1.58
2,000,000	Microchip Technology Inc., cvt., senior sub. note, 144A, 1.625%, 02/15/25	USA	USD	2,027,500	1.56
1,510,000	Cemex SAB de CV, cvt., sub. note, 3.75%, 03/15/18	MEX	USD	1,782,147	1.37
1,500,000	HomeAway Inc., cvt., senior note, 0.125%, 04/01/19	USA	USD	1,444,688	1.11
920,000	Xilinx Inc., cvt., senior note, 2.625%, 06/15/17	USA	USD	1,426,575	1.10
500,000	Grand City Properties SA, cvt., first lien, Reg S, 1.50%, 02/24/19	DEU	EUR	939,562	0.72
1,000,000	Qihoo 360 Technologies Co. Ltd., cvt., senior note, 144A, 1.75%, 08/15/21	CHN	USD	922,675	0.71
140,000	Molycorp Inc., cvt., senior note, 5.50%, 02/01/18	USA	USD	<u>4,204</u>	<u>0.00</u>
				<u>102,648,169</u>	<u>79.00</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Convertible Securities Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year					
2,600,000	Volkswagen International Finance, cvt., Reg S, 5.50%, 11/09/15	DEU	EUR	3,550,987	2.73
2,300,000	Iconix Brand Group Inc., cvt., senior sub. note, 2.50%, 06/01/16	USA	USD	2,367,562	1.82
1,300,000	Billion Express Investments Ltd., cvt., senior bond, Reg S, 0.75%, 10/18/15	CHN	USD	<u>1,308,918</u>	<u>1.01</u>
				<u>7,227,467</u>	<u>5.56</u>
	TOTAL BONDS			<u>109,875,636</u>	<u>84.56</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>112,207,236</u>	<u>86.36</u>
	TOTAL INVESTMENTS			<u>129,454,493</u>	<u>99.63</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Corporate High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
135,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.75%, 01/15/23	DEU	EUR	162,487	0.54
Corporate Bonds					
400,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	426,000	1.42
400,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	423,000	1.41
400,000	Fiat Chrysler Automobiles NV, senior note, 144A, 4.50%, 04/15/20	GBR	USD	398,500	1.33
300,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	375,082	1.25
400,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	354,250	1.18
200,000	Tesco PLC, senior note, 6.125%, 02/24/22	GBR	GBP	341,865	1.14
300,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	329,250	1.10
300,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	327,060	1.09
300,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	318,750	1.06
300,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	316,687	1.06
300,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	316,483	1.05
300,000	CIT Group Inc., secured note, 144A, 5.50%, 02/15/19	USA	USD	313,500	1.04
300,000	Horizon Pharma Financing Inc., senior note, 144A, 6.625%, 05/01/23	USA	USD	313,125	1.04
300,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	309,562	1.03
300,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	306,636	1.02
300,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	306,375	1.02
300,000	DISH DBS Corp., senior note, 5.125%, 05/01/20	USA	USD	304,125	1.01
300,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	298,500	0.99
300,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	296,250	0.99
250,000	U.S. Coatings Acquisition Inc./Flash Dutch 2 BV, secured note, Reg S, 5.75%, 02/01/21	USA	EUR	293,762	0.98
250,000	Avis Budget Finance PLC, senior note, Reg S, 6.00%, 03/01/21	USA	EUR	293,588	0.98
300,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	293,250	0.98
300,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	292,875	0.98
180,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, Reg S, 5.50%, 01/15/25	GBR	GBP	285,254	0.95
300,000	Chesapeake Energy Corp., senior note, 6.125%, 02/15/21	USA	USD	282,750	0.94
300,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	273,750	0.91
250,000	Eldorado Gold Corp., senior note, 144A, 6.125%, 12/15/20	CAN	USD	248,437	0.83
200,000	Ceramtec Group GmbH, senior note, Reg S, 8.25%, 08/15/21	DEU	EUR	244,204	0.81
200,000	Onex Wizard Acquisition Co. II SCA, senior note, Reg S, 7.75%, 02/15/23	LUX	EUR	233,059	0.78
200,000	Wind Acquisition Finance SA, senior note, Reg S, 7.00%, 04/23/21	ITA	EUR	231,369	0.77
200,000	Infor (U.S.) Inc., senior note, Reg S, 5.75%, 05/15/22	USA	EUR	227,348	0.76
200,000	Energy Transfer Equity LP, senior note, first lien, 7.50%, 10/15/20	USA	USD	226,500	0.75
200,000	Cemex Finance LLC, senior secured note, 144A, 9.375%, 10/12/22	MEX	USD	223,750	0.75
200,000	XPO Logistics Inc., senior note, Reg S, 5.75%, 06/15/21	USA	EUR	220,382	0.73
200,000	The Chemours Co., senior note, Reg S, 6.125%, 05/15/23	USA	EUR	217,318	0.72
200,000	The Goodyear Tire & Rubber Co., senior note, 6.50%, 03/01/21	USA	USD	212,500	0.71
200,000	MGM Resorts International, senior note, 6.75%, 10/01/20	USA	USD	212,460	0.71
200,000	JBS USA LLC/Finance Inc., senior note, 144A, 7.25%, 06/01/21	USA	USD	211,750	0.71
200,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	211,500	0.70
200,000	UPCB Finance IV Ltd., senior secured bond, Reg S, 4.00%, 01/15/27	NLD	EUR	210,631	0.70
200,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	209,000	0.70
200,000	Netflix Inc., senior bond, 144A, 5.875%, 02/15/25	USA	USD	208,022	0.69
200,000	Alere Inc., senior sub. note, 6.50%, 06/15/20	USA	USD	208,000	0.69
200,000	T-Mobile USA Inc., senior note, 6.125%, 01/15/22	USA	USD	207,000	0.69
200,000	Millicom International Cellular SA, senior note, 144A, 6.625%, 10/15/21	LUX	USD	206,875	0.69
200,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 6.00%, 04/01/22	CAN	USD	206,000	0.69
200,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	205,500	0.68
200,000	Reynolds Group Issuer Inc./LLC/SA, first lien, 5.75%, 10/15/20	USA	USD	205,500	0.68
200,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	205,000	0.68
200,000	Jaguar Holding Co. I, senior note, 144A, PIK, 9.375%, 10/15/17 ‡	USA	USD	204,750	0.68
200,000	Hertz Corp., senior note, 6.25%, 10/15/22	USA	USD	204,000	0.68
200,000	Equinix Inc., senior note, 4.875%, 04/01/20	USA	USD	203,000	0.68
200,000	Dole Food Co. Inc., senior secured note, 144A, 7.25%, 05/01/19	USA	USD	202,500	0.67
200,000	CenturyLink Inc., senior bond, 6.75%, 12/01/23	USA	USD	201,375	0.67
200,000	Grifols Worldwide Operations Ltd., senior note, 5.25%, 04/01/22	USA	USD	201,000	0.67
200,000	WMG Acquisition Corp., senior note, 144A, 5.625%, 04/15/22	USA	USD	201,000	0.67
200,000	Sabre Global Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	198,000	0.66
200,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 6.125%, 05/05/25	MEX	USD	197,625	0.66
200,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	197,500	0.66
200,000	International Game Technology PLC, senior secured note, 144A, 6.25%, 02/15/22	GBR	USD	194,250	0.65
200,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	194,000	0.65
200,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	193,500	0.64
200,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.625%, 03/01/24	USA	USD	193,500	0.64
200,000	Clayton Williams Energy Inc., senior note, 7.75%, 04/01/19	USA	USD	191,000	0.64
200,000	CONSOL Energy Inc., senior note, 144A, 8.00%, 04/01/23	USA	USD	190,500	0.63
200,000	Wynn Macau Ltd., senior note, 144A, 5.25%, 10/15/21	MAC	USD	189,875	0.63
200,000	Blackboard Inc., senior note, 144A, 7.75%, 11/15/19	USA	USD	189,000	0.63
200,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	183,250	0.61
200,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	183,000	0.61

The accompanying notes form an integral part of these financial statements

— Franklin Global Corporate High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	179,000	0.60
200,000	Ultra Petroleum Corp., senior bond, 144A, 6.125%, 10/01/24	USA	USD	176,500	0.59
200,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	172,750	0.58
200,000	BreitBurn Energy Partners LP/BreitBurn Finance Corp., senior bond, 7.875%, 04/15/22	USA	USD	168,000	0.56
150,000	Navient Corp., senior note, 8.45%, 06/15/18	USA	USD	167,070	0.56
200,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	167,000	0.56
200,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	162,750	0.54
150,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, Reg S, 8.50%, 01/15/21	USA	EUR	162,466	0.54
150,000	Landry's Inc., senior note, 144A, 9.375%, 05/01/20	USA	USD	161,625	0.54
200,000	EnQuest PLC, senior note, 144A, 7.00%, 04/15/22	GBR	USD	161,125	0.54
200,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	157,500	0.52
150,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	156,938	0.52
200,000	Ocean Rig UDW Inc., senior note, 144A, 7.25%, 04/01/19	USA	USD	155,875	0.52
150,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 144A, 5.00%, 10/01/21	NLD	USD	154,500	0.51
150,000	Post Holdings Inc., senior note, 7.375%, 02/15/22	USA	USD	153,188	0.51
250,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	153,125	0.51
157,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	150,916	0.50
150,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 4.25%, 07/01/20	NLD	USD	150,188	0.50
150,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	145,875	0.49
200,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	135,500	0.45
150,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	132,480	0.44
250,000	Peabody Energy Corp., senior note, 6.00%, 11/15/18	USA	USD	121,250	0.40
100,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	113,281	0.38
100,000	PSPC Escrow Corp., senior note, Reg S, 6.00%, 02/01/23	USA	EUR	112,908	0.38
100,000	Galapagos SA, senior secured note, Reg S, 5.375%, 06/15/21	DEU	EUR	112,072	0.37
100,000	Iglo Foods Bondco PLC, senior secured note, first lien, Reg S, FRN, 4.486%, 06/15/20 †	GBR	EUR	112,018	0.37
100,000	HCA Inc., senior secured note, 6.50%, 02/15/20	USA	USD	112,000	0.37
100,000	Wind Acquisition Finance SA, senior secured note, Reg S, 4.00%, 07/15/20	ITA	EUR	111,933	0.37
150,300	CHC Helicopter SA, senior secured note, first lien, 10/15/20	CAN	USD	109,625	0.37
90,000	KM Germany Holdings GmbH, senior secured note, first lien, Reg S, 8.75%, 12/15/20	DEU	EUR	107,760	0.36
100,000	ArcelorMittal, senior note, 6.125%, 06/01/18	LUX	USD	106,875	0.36
100,000	Sterling International Inc., senior note, 11.00%, 10/01/19	USA	USD	106,500	0.36
100,000	Galapagos Holding SA, senior note, Reg S, 7.00%, 06/15/22	DEU	EUR	106,360	0.35
100,000	Matterhorn Telecom Holding SA, senior note, Reg S, 4.875%, 05/01/23	LUX	EUR	106,360	0.35
100,000	CHS/Community Health Systems Inc., senior note, 7.125%, 07/15/20	USA	USD	106,200	0.35
100,000	Matterhorn Telecom SA, senior note, Reg S, 3.875%, 05/01/22	LUX	EUR	106,151	0.35
100,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	105,875	0.35
100,000	Argos Merger Sub Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	105,000	0.35
100,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 144A, 6.25%, 04/01/23	USA	USD	104,250	0.35
100,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.25%, 02/15/21	USA	USD	104,250	0.35
100,000	Energy Transfer Equity LP, senior bond, first lien, 5.875%, 01/15/24	USA	USD	104,200	0.35
100,000	Cott Beverages Inc., senior note, 144A, 6.75%, 01/01/20	USA	USD	104,000	0.35
100,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 9.00%, 04/15/19	USA	USD	103,875	0.35
100,000	Centene Corp., senior note, 4.75%, 05/15/22	USA	USD	103,500	0.35
100,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	103,500	0.35
100,000	Hertz Corp., senior note, 6.75%, 04/15/19	USA	USD	103,440	0.34
100,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 144A, 7.75%, 04/15/23	USA	USD	103,250	0.34
100,000	Valeant Pharmaceuticals International Inc., senior bond, 144A, 6.125%, 04/15/25	CAN	USD	103,250	0.34
100,000	CHS/Community Health Systems Inc., senior secured note, first lien, 5.125%, 08/15/18	USA	USD	102,800	0.34
100,000	E*TRADE Financial Corp., senior note, 5.375%, 11/15/22	USA	USD	102,750	0.34
100,000	Hologic Inc., senior note, 144A, 5.25%, 07/15/22	USA	USD	102,375	0.34
100,000	Felcor Lodging LP, senior secured bond, 144A, 6.00%, 06/01/25	USA	USD	102,000	0.34
100,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	101,250	0.34
100,000	JBS USA LLC/Finance Inc., senior bond, 144A, 5.875%, 07/15/24	USA	USD	101,063	0.34
100,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 144A, 6.75%, 06/15/23	USA	USD	101,000	0.34
100,000	Constellation Brands Inc., senior bond, 4.75%, 11/15/24	USA	USD	100,500	0.34
100,000	Florida East Coast Holdings Corp., secured note, first lien, 144A, 6.75%, 05/01/19	USA	USD	100,500	0.34
100,000	Concordia Healthcare Corp., senior note, 144A, 7.00%, 04/15/23	USA	USD	100,250	0.33
100,000	Post Holdings Inc., senior note, 144A, 6.75%, 12/01/21	USA	USD	100,250	0.33
100,000	Steel Dynamics Inc., senior bond, 5.50%, 10/01/24	CAN	USD	100,250	0.33
100,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 04/15/23	USA	USD	100,156	0.33
100,000	PPL Energy Supply LLC, senior bond, 144A, 6.50%, 06/01/25	USA	USD	100,125	0.33
100,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	100,000	0.33
100,000	CommScope Technologies Finance LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	99,875	0.33
100,000	IHS Inc., senior note, 144A, 5.00%, 11/01/22	USA	USD	99,750	0.33
100,000	KB Home, senior note, 4.75%, 05/15/19	USA	USD	99,750	0.33
100,000	TransDigm Inc., senior sub. bond, 144A, 6.50%, 05/15/25	USA	USD	99,375	0.33
100,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	99,250	0.33
100,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	99,125	0.33
100,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.625%, 01/15/22	CAN	USD	98,750	0.33
100,000	DaVita HealthCare Partners Inc., senior bond, 5.125%, 07/15/24	USA	USD	98,500	0.33
100,000	E*TRADE Financial Corp., senior note, 4.625%, 09/15/23	USA	USD	98,500	0.33
100,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 04/15/25	USA	USD	97,000	0.32
100,000	Compressco Partners LP/Finance Corp., senior note, 144A, 7.25%, 08/15/22	USA	USD	96,000	0.32
100,000	Barminto Finance Pty. Ltd., senior note, 144A, 9.00%, 06/01/18	AUS	USD	95,063	0.32

The accompanying notes form an integral part of these financial statements

— Franklin Global Corporate High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
100,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	93,010	0.31
100,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	93,000	0.31
100,000	Polymer Group Inc., senior note, 144A, 6.875%, 06/01/19	USA	USD	92,375	0.31
100,000	Radio One Inc., senior sub. note, 144A, 9.25%, 02/15/20	USA	USD	91,500	0.31
100,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	91,000	0.30
100,000	CenturyLink Inc., senior bond, 144A, 5.625%, 04/01/25	USA	USD	90,625	0.30
100,000	Penn Virginia Corp., senior note, 8.50%, 05/01/20	USA	USD	90,250	0.30
100,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	90,000	0.30
100,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	87,125	0.29
200,000	Goodrich Petroleum Corp., senior note, 8.875%, 03/15/19	USA	USD	87,000	0.29
100,000	Financiere Quick SAS, senior note, Reg S, FRN, 7.511%, 10/15/19 †	FRA	EUR	86,160	0.29
100,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	85,412	0.28
100,000	Murray Energy Corp., secured note, second lien, 144A, 11.25%, 04/15/21	USA	USD	84,500	0.28
100,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 9.00%, 02/15/20 *	USA	USD	82,000	0.27
100,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	81,375	0.27
100,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	81,125	0.27
100,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 11.25%, 06/01/17 *	USA	USD	79,000	0.26
100,000	Triangle USA Petroleum Corp., senior note, 144A, 6.75%, 07/15/22	USA	USD	78,000	0.26
100,000	Linn Energy LLC/Finance Corp., senior note, 6.50%, 09/15/21	USA	USD	75,000	0.25
200,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	66,000	0.22
100,000	Offshore Group Investment Ltd., senior secured note, first lien, 7.50%, 11/01/19	USA	USD	61,813	0.21
100,000	Offshore Group Investment Ltd., senior bond, first lien, 7.125%, 04/01/23	USA	USD	61,500	0.21
50,000	Alere Inc., senior note, 7.25%, 07/01/18	USA	USD	52,563	0.18
100,000	Midstates Petroleum Co. Inc./LLC, senior note, 9.25%, 06/01/21	USA	USD	42,000	0.14
65,000	CHC Helicopter SA, senior note, 9.375%, 06/01/21	CAN	USD	39,000	0.13
100,000	Energy XXI Gulf Coast Inc., senior note, 7.50%, 12/15/21	USA	USD	33,000	0.11
50,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 *, †	USA	USD	30,625	0.10
50,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	16,250	0.05
				<u>28,256,428</u>	<u>94.11</u>
	TOTAL BONDS			<u>28,418,915</u>	<u>94.65</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>28,418,915</u>	<u>94.65</u>
	TOTAL INVESTMENTS			<u>28,418,915</u>	<u>94.65</u>

† Floating Rates are indicated as at June 30, 2015

* These Bonds are currently in default

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Franklin Global Equity Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Automobiles & Components					
90,945	Tata Motors Ltd.	IND	INR	621,222	0.57
378,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	590,042	0.54
945,000	Astra International Tbk PT	IDN	IDR	501,472	0.46
45,300	Nissan Motor Co. Ltd.	JPN	JPY	471,914	0.43
1,900	Volkswagen AG, pfd.	DEU	EUR	440,431	0.40
3,526	Hyundai Motor Co.	KOR	KRW	428,295	0.39
4,077	Cie Generale des Etablissements Michelin, B	FRA	EUR	427,054	0.39
8,740	General Motors Co.	USA	USD	291,304	0.27
2,700	Toyota Motor Corp.	JPN	JPY	180,963	0.17
88,500	BAIC Motor Corp. Ltd., H	CHN	HKD	106,292	0.10
2,447	Hero Motocorp Ltd.	IND	INR	97,155	0.09
				<u>4,156,144</u>	<u>3.81</u>
Banks					
23,682	Citigroup Inc.	USA	USD	1,308,194	1.20
105,358	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	1,153,670	1.06
14,320	JPMorgan Chase & Co.	USA	USD	970,323	0.89
58,125	ING Groep NV, IDR	NLD	EUR	959,353	0.88
13,525	BNP Paribas SA	FRA	EUR	816,200	0.75
86,223	HSBC Holdings PLC	GBR	HKD	777,730	0.71
17,415	SunTrust Banks Inc.	USA	USD	749,193	0.69
126,400	Kasikornbank PCL, fgn.	THA	THB	706,584	0.65
145,070	ICICI Bank Ltd.	IND	INR	703,002	0.64
10,750	Wells Fargo & Co.	USA	USD	604,580	0.55
632,000	China Construction Bank Corp., H	CHN	HKD	578,055	0.53
44,075	Commerzbank AG	DEU	EUR	563,154	0.51
663,000	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	526,011	0.48
14,848	KB Financial Group Inc.	KOR	KRW	489,346	0.45
32,590	Credit Agricole SA	FRA	EUR	484,508	0.44
476,300	Bank Central Asia Tbk PT	IDN	IDR	482,284	0.44
70,099	UniCredit SpA	ITA	EUR	470,684	0.43
147,099	Akbank TAS	TUR	TRY	425,205	0.39
4,326	PNC Financial Services Group Inc.	USA	USD	413,782	0.38
26,800	DBS Group Holdings Ltd.	SGP	SGD	411,680	0.38
98,040	Barclays PLC	GBR	GBP	401,224	0.37
7,783	Societe Generale SA	FRA	EUR	363,171	0.33
111,236	Turkiye Garanti Bankasi AS	TUR	TRY	346,848	0.32
136,900	MCB Bank Ltd.	PAK	PKR	334,353	0.31
158,100	Habib Bank Ltd.	PAK	PKR	332,965	0.30
12,062	Citizens Financial Group Inc.	USA	USD	329,413	0.30
389,000	Bank Rakyat Indonesia Persero Tbk PT	IDN	IDR	301,980	0.28
11,700	Standard Chartered PLC	GBR	GBP	187,299	0.17
11,700	Bangkok Bank PCL, fgn.	THA	THB	61,597	0.06
				<u>16,252,388</u>	<u>14.89</u>
Capital Goods					
21,760	Hyundai Development Co.	KOR	KRW	1,286,585	1.18
36,130	Daewoo Shipbuilding & Marine Engineering Co. Ltd.	KOR	KRW	429,182	0.39
120,597	Zhengzhou Yutong Bus Co. Ltd., A	CHN	CNY	399,851	0.37
228,000	United Tractors Tbk PT	IDN	IDR	348,434	0.32
3,817	Caterpillar Inc.	USA	USD	323,758	0.30
6,660	FLSmidth & Co. AS	DNK	DKK	320,360	0.29
3,060	Siemens AG	DEU	EUR	308,113	0.28
8,755	Koninklijke Philips NV	NLD	EUR	222,655	0.20
27,628	BAE Systems PLC	GBR	GBP	195,837	0.18
8,189	Navistar International Corp.	USA	USD	185,317	0.17
18,405	CNH Industrial NV	GBR	EUR	167,783	0.15
2,990	B/E Aerospace Inc.	USA	USD	164,151	0.15
4,600	Jardine Strategic Holdings Ltd.	HKG	USD	139,242	0.13
1,155	KLX Inc.	USA	USD	50,970	0.05
529	Jardine Matheson Holdings Ltd.	HKG	USD	30,021	0.03
				<u>4,572,259</u>	<u>4.19</u>
Commercial & Professional Services					
62,612	Serco Group PLC	GBR	GBP	116,069	0.11
Consumer Durables & Apparel					
9,920	Fila Korea Ltd.	KOR	KRW	983,459	0.90
6,810	Michael Kors Holdings Ltd.	USA	USD	286,633	0.26
				<u>1,270,092</u>	<u>1.16</u>
Consumer Services					
8,621	Accor SA	FRA	EUR	434,939	0.40
552,000	NagaCorp Ltd.	KHM	HKD	408,749	0.37
2,358,500	The Erawan Group PCL, fgn.	THA	THB	298,562	0.27
950,200	Perfect Shape PRC Holdings Ltd.	CHN	HKD	218,193	0.20
1,816,000	Melco Crown Philippines Resorts Corp.	PHL	PHP	206,112	0.19
105,600	MGM China Holdings Ltd.	HKG	HKD	172,739	0.16
4,721	Melco Crown Entertainment Ltd., ADR	HKG	USD	92,673	0.09

The accompanying notes form an integral part of these financial statements

— Franklin Global Equity Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Consumer Services (continued)					
22,000	Sands China Ltd.	HKG	HKD	73,933	0.07
				<u>1,905,900</u>	<u>1.75</u>
Diversified Financials					
47,807	Bajaj Holdings and Investment Ltd.	IND	INR	1,097,840	1.01
40,300	Remgro Ltd.	ZAF	ZAR	847,804	0.78
27,127	Credit Suisse Group AG	CHE	CHF	745,550	0.68
8,830	Morgan Stanley	USA	USD	342,516	0.31
6,582	CIT Group Inc.	USA	USD	305,997	0.28
3,470	Capital One Financial Corp.	USA	USD	305,256	0.28
10,740	UBS Group AG	CHE	CHF	227,755	0.21
7,070	Ally Financial Inc.	USA	USD	158,580	0.14
				<u>4,031,298</u>	<u>3.69</u>
Energy					
12,355	Baker Hughes Inc.	USA	USD	762,304	0.70
850,000	China Petroleum and Chemical Corp., H	CHN	HKD	732,489	0.67
102,168	BP PLC	GBR	GBP	674,366	0.62
5,649	SK Innovation Co. Ltd.	KOR	KRW	615,535	0.56
510,000	PetroChina Co. Ltd., H	CHN	HKD	567,789	0.52
9,796	Apache Corp.	USA	USD	564,543	0.52
11,360	Total SA, B	FRA	EUR	551,603	0.51
15,324	Royal Dutch Shell PLC, A	GBR	EUR	433,235	0.39
51,533	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	420,509	0.39
271,000	CNOOC Ltd.	CHN	HKD	385,263	0.35
362,900	Kunlun Energy Co. Ltd.	CHN	HKD	369,377	0.34
17,893	Eni SpA	ITA	EUR	317,458	0.29
6,450	LUKOIL Holdings, ADR	RUS	USD	283,832	0.26
24,610	Chesapeake Energy Corp.	USA	USD	274,894	0.25
16,096	BG Group PLC	GBR	GBP	267,914	0.25
9,362	Royal Dutch Shell PLC, B	GBR	GBP	265,768	0.24
20,770	Galp Energia SGPS SA, B	PRT	EUR	243,508	0.22
7,957	Marathon Oil Corp.	USA	USD	211,179	0.19
2,870	Technip SA	FRA	EUR	177,579	0.16
9,838	Repsol SA	ESP	EUR	172,682	0.16
1,780	Chevron Corp.	USA	USD	171,717	0.16
11,100	Noble Corp. PLC	USA	USD	170,829	0.16
4,923	Whiting Petroleum Corp.	USA	USD	165,413	0.15
70,185	China Shenhua Energy Co. Ltd., H	CHN	HKD	160,078	0.15
1,850	Anadarko Petroleum Corp.	USA	USD	144,411	0.13
2,740	Halliburton Co.	USA	USD	118,012	0.11
3,926	CONSOL Energy Inc.	USA	USD	85,351	0.08
1,610	Murphy Oil Corp.	USA	USD	66,928	0.06
1,900	Suncor Energy Inc.	CAN	CAD	52,330	0.05
				<u>9,426,896</u>	<u>8.64</u>
Food & Staples Retailing					
6,243	CVS Health Corp.	USA	USD	654,766	0.60
20,270	Metro AG	DEU	EUR	638,842	0.59
110,893	Tesco PLC	GBR	GBP	370,290	0.34
4,262	Walgreens Boots Alliance Inc.	USA	USD	359,883	0.33
3,304	Empire Co. Ltd., A	CAN	CAD	232,708	0.21
				<u>2,256,489</u>	<u>2.07</u>
Food, Beverage & Tobacco					
1,502,000	Thai Beverage PCL, fgn.	THA	SGD	853,092	0.78
9,862	British American Tobacco PLC	GBR	GBP	529,093	0.48
4,098	PepsiCo Inc.	USA	USD	382,507	0.35
6,770	Imperial Tobacco Group PLC	GBR	GBP	326,196	0.30
6,381	Altria Group Inc.	USA	USD	312,095	0.29
3,701	Reynolds American Inc.	USA	USD	276,317	0.25
446,500	Oldtown Bhd.	MYS	MYR	189,220	0.17
2,165	Philip Morris International Inc.	USA	USD	173,568	0.16
260,700	Univanich Palm Oil PCL, fgn.	THA	THB	82,505	0.08
				<u>3,124,593</u>	<u>2.86</u>
Health Care Equipment & Services					
17,802	Medtronic PLC	USA	USD	1,319,128	1.21
20,230	Getinge AB, B	SWE	SEK	486,700	0.45
4,391	Stryker Corp.	USA	USD	419,648	0.38
608	Cigna Corp.	USA	USD	98,496	0.09
2,000	Ginko International Co. Ltd.	TWN	TWD	25,146	0.02
				<u>2,349,118</u>	<u>2.15</u>
Household & Personal Products					
5,273	Avon Products Inc.	USA	USD	33,009	0.03
Insurance					
307,000	China Life Insurance Co. Ltd., H	CHN	HKD	1,330,710	1.22
21,386	American International Group Inc.	USA	USD	1,322,082	1.21
22,625	AXA SA	FRA	EUR	570,603	0.52
3,866	PartnerRe Ltd.	USA	USD	496,781	0.46
4,787	ACE Ltd.	USA	USD	486,742	0.45

The accompanying notes form an integral part of these financial statements

— Franklin Global Equity Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance (continued)				
15,996	NN Group NV	NLD	EUR	449,501	0.41
4,120	Swiss Re AG	CHE	CHF	364,592	0.33
9,620	XL Group PLC	IRL	USD	357,864	0.33
56,469	RSA Insurance Group PLC	GBR	GBP	352,367	0.32
6,190	MetLife Inc.	USA	USD	346,578	0.32
5,254	The Allstate Corp.	USA	USD	340,827	0.31
37,280	Aegon NV	NLD	EUR	273,876	0.25
22,791	Lancashire Holdings Ltd.	GBR	GBP	220,736	0.20
27,238	Aviva PLC	GBR	GBP	210,745	0.19
42,379	China Pacific Insurance (Group) Co. Ltd., H	CHN	HKD	203,923	0.19
36,749	Direct Line Insurance Group PLC	GBR	GBP	193,867	0.18
54,805	PICC Property and Casualty Co. Ltd., H	CHN	HKD	124,717	0.12
29,238	Storebrand ASA	NOR	NOK	120,586	0.11
				<u>7,767,097</u>	<u>7.12</u>
	Materials				
26,865	CRH PLC	IRL	EUR	758,073	0.69
111,263	Tata Chemicals Ltd.	IND	INR	736,814	0.68
96,400	Green Seal Holding Ltd.	TWN	TWD	438,338	0.40
4,936	Akzo Nobel NV	NLD	EUR	359,045	0.33
70,200	Vale SA, ADR, pfd., A	BRA	USD	354,510	0.33
20,621	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	347,876	0.32
1,634	POSCO	KOR	KRW	326,905	0.30
95,700	Shantou Dongfeng Printing Co. Ltd., A	CHN	CNY	312,210	0.29
342,000	Semen Indonesia (Persero) Tbk PT	IDN	IDR	307,819	0.28
11,831	ThyssenKrupp AG	DEU	EUR	307,673	0.28
3,908	Holcim Ltd., B	CHE	CHF	288,367	0.26
79,000	Anhui Conch Cement Co. Ltd., H	CHN	HKD	277,206	0.25
4,890	International Paper Co.	USA	USD	232,715	0.21
8,727	Freeport-McMoRan Inc., B	USA	USD	162,497	0.15
6,927	Anglo American PLC	GBR	GBP	99,954	0.09
3,288	Kumba Iron Ore Ltd.	ZAF	ZAR	40,799	0.04
600	CRH PLC, 144A	IRL	EUR	16,931	0.02
1,328	Verso Corp.	USA	USD	876	0.00
				<u>5,368,608</u>	<u>4.92</u>
	Media				
14,250	Comcast Corp., Special A	USA	USD	854,145	0.78
4,990	DIRECTV	USA	USD	463,022	0.42
28,265	Reed Elsevier PLC	GBR	GBP	459,585	0.42
2,527	Time Warner Cable Inc.	USA	USD	450,236	0.41
12,620	Twenty-First Century Fox Inc., A	USA	USD	410,718	0.38
6,870	CBS Corp., B	USA	USD	381,285	0.35
100,993	China South Publishing & Media Group Co. Ltd., A	CHN	CNY	373,777	0.34
353,900	Major Cineplex Group PCL, fgn.	THA	THB	353,272	0.32
19,735	Sky PLC	GBR	GBP	321,508	0.30
3,010	Time Warner Inc.	USA	USD	263,104	0.24
5,948	Twenty-First Century Fox Inc., B	USA	USD	191,644	0.18
11,910	News Corp., A	USA	USD	173,767	0.16
1,310	Societe Television Francaise 1	FRA	EUR	22,585	0.02
				<u>4,718,648</u>	<u>4.32</u>
	Pharmaceuticals, Biotechnology & Life Sciences				
23,983	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	1,417,395	1.30
2,720	Roche Holding AG	CHE	CHF	762,100	0.70
13,080	Merck & Co. Inc.	USA	USD	744,644	0.68
4,750	Amgen Inc.	USA	USD	729,220	0.67
17,420	Pfizer Inc.	USA	USD	584,093	0.53
6,961	Eli Lilly & Co.	USA	USD	581,174	0.53
5,690	Sanofi	FRA	EUR	559,549	0.51
26,200	GlaxoSmithKline PLC	GBR	GBP	544,344	0.50
69,347	Biocon Ltd.	IND	INR	503,096	0.46
59,068	Jiangsu Hengrui Medicine Co. Ltd., A	CHN	CNY	424,459	0.39
4,030	Merck KGaA	DEU	EUR	401,427	0.37
6,740	Dr. Reddy's Laboratories Ltd.	IND	INR	377,460	0.35
1,215	Allergan PLC	USA	USD	368,704	0.34
2,830	Novartis AG, ADR	CHE	USD	278,302	0.25
9,620	QIAGEN NV	NLD	EUR	236,238	0.22
1,060	Gilead Sciences Inc.	USA	USD	124,105	0.11
990	Novartis AG	CHE	CHF	97,560	0.09
36,000	TTY Biopharm Co. Ltd.	TWN	TWD	84,003	0.08
				<u>8,817,873</u>	<u>8.08</u>
	Real Estate				
479,300	China Vanke Co. Ltd., H	CHN	HKD	1,179,755	1.08
13,248,066	Sansiri PCL, fgn.	THA	THB	701,391	0.64
5,917,333	Quality Houses PCL, fgn.	THA	THB	441,043	0.41
				<u>2,322,189</u>	<u>2.13</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Equity Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Retailing					
178,612	Kingfisher PLC	GBR	GBP	974,522	0.89
101,591	Truworths International Ltd.	ZAF	ZAR	715,630	0.66
3,280	Dufry AG	CHE	CHF	456,696	0.42
4,180	Target Corp.	USA	USD	341,213	0.31
3,752	Macy's Inc.	USA	USD	253,147	0.23
29,564	Marks & Spencer Group PLC	GBR	GBP	248,945	0.23
5,146	Best Buy Co. Inc.	USA	USD	167,811	0.15
21,600	Cia Hering	BRA	BRL	84,378	0.08
4,900	Interpark Corp.	KOR	KRW	40,876	0.04
				<u>3,283,218</u>	<u>3.01</u>
Semiconductors & Semiconductor Equipment					
26,070	MediaTek Inc.	TWN	TWD	356,048	0.33
49,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	222,806	0.20
3,761	SK Hynix Semiconductor Inc.	KOR	KRW	142,091	0.13
2,510	Altera Corp.	USA	USD	128,512	0.12
				<u>849,457</u>	<u>0.78</u>
Software & Services					
39,351	Microsoft Corp.	USA	USD	1,737,347	1.59
72,100	Tencent Holdings Ltd.	CHN	HKD	1,439,833	1.32
25,630	Tata Consultancy Services Ltd.	IND	INR	1,028,677	0.94
17,652	Symantec Corp.	USA	USD	410,409	0.38
22,000	PChome Online Inc.	TWN	TWD	363,118	0.33
4,512	Check Point Software Technologies Ltd.	ISR	USD	358,930	0.33
520	Google Inc., A	USA	USD	280,821	0.26
3,220	Alibaba Group Holding Ltd., ADR	CHN	USD	264,909	0.24
24,062	Xerox Corp.	USA	USD	256,020	0.24
900	Baidu Inc., ADR	CHN	USD	179,172	0.16
16,800	Aisino Co. Ltd., A	CHN	CNY	175,315	0.16
3,720	Oracle Corp.	USA	USD	149,916	0.14
1,850	SAP SE	DEU	EUR	129,064	0.12
2,976	Open Text Corp.	CAN	USD	120,617	0.11
				<u>6,894,148</u>	<u>6.32</u>
Technology Hardware & Equipment					
1,527	Samsung Electronics Co. Ltd.	KOR	KRW	1,729,338	1.58
66,000	Catcher Technology Co. Ltd.	TWN	TWD	824,493	0.76
27,770	Cisco Systems Inc.	USA	USD	762,564	0.70
25,370	Hewlett-Packard Co.	USA	USD	761,354	0.70
4,494	Apple Inc.	USA	USD	563,660	0.52
4,000	Largan Precision Co. Ltd.	TWN	TWD	456,325	0.42
71,000	Posiflex Technologies Inc.	TWN	TWD	359,607	0.33
93,500	ADLINK Technology Inc.	TWN	TWD	314,703	0.29
24,280	Flextronics International Ltd.	SGP	USD	274,607	0.25
39,110	Nokia OYJ, A	FIN	EUR	265,439	0.24
35,188	Nokia Corp., ADR	FIN	USD	241,038	0.22
12,300	Konica Minolta Inc.	JPN	JPY	143,612	0.13
13,554	Ericsson, B	SWE	SEK	140,405	0.13
				<u>6,837,145</u>	<u>6.27</u>
Telecommunication Services					
218,285	Vodafone Group PLC	GBR	GBP	788,215	0.72
160,560	Koninklijke KPN NV	NLD	EUR	613,751	0.56
40,904	Telefonica SA	ESP	EUR	581,215	0.53
85,473	Turkcell Iletisim Hizmetleri AS	TUR	TRY	393,716	0.36
91,900	Singapore Telecommunications Ltd.	SGP	SGD	287,251	0.26
18,500	China Mobile Ltd.	CHN	HKD	237,227	0.22
30,350	TDC AS	DNK	DKK	222,476	0.20
326,471	China Telecom Corp. Ltd., H	CHN	HKD	191,629	0.18
3,200	SoftBank Group Corp.	JPN	JPY	188,486	0.17
3,157	China Telecom Corp. Ltd., ADR	CHN	USD	186,358	0.17
6,610	Telenor ASA	NOR	NOK	144,822	0.13
2,687	Verizon Communications Inc.	USA	USD	125,241	0.12
12,637	HSBC Bank PLC (CRTP Etihad Etisalat Co., 144A)	SAU	USD	113,549	0.11
5,578	Deutsche Telekom AG	DEU	EUR	96,043	0.09
				<u>4,169,979</u>	<u>3.82</u>
Transportation					
41,490	Deutsche Lufthansa AG	DEU	EUR	534,749	0.49
584,000	China Shipping Development Co. Ltd., H	CHN	HKD	442,239	0.40
215	A.P. Moeller-Maersk AS, B	DNK	DKK	389,268	0.36
3,820	United Parcel Service Inc., B	USA	USD	370,196	0.34
480,500	Airasia Bhd.	MYS	MYR	195,993	0.18
20,041	International Consolidated Airlines Group SA	GBR	GBP	155,753	0.14
56,830	CAR Inc.	CHN	HKD	120,674	0.11
				<u>2,208,872</u>	<u>2.02</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Equity Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Utilities				
93,028	Enel SpA	ITA	EUR	421,336	0.38
9,464	NRG Energy Inc.	USA	USD	216,536	0.20
				<u>637,872</u>	<u>0.58</u>
	TOTAL SHARES			<u>103,369,361</u>	<u>94.72</u>
	WARRANTS				
	Real Estate				
2,439,366	Sansiri PCL, wts., 11/24/17	THA	THB	18,759	0.02
	TOTAL WARRANTS			<u>18,759</u>	<u>0.02</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>103,388,120</u>	<u>94.74</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Energy				
31,100	Gazprom OAO, ADR	RUS	USD	160,165	0.15
	Materials				
8,800	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	148,456	0.13
	TOTAL SHARES			<u>308,621</u>	<u>0.28</u>
	BONDS				
	Corporate Bonds				
281,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 12/15/19	USA	USD	268,847	0.25
150,000	Avaya Inc., senior secured note, 144A, 7.00%, 04/01/19	USA	USD	147,375	0.14
122,000	Avaya Inc., senior note, 144A, 10.50%, 03/01/21	USA	USD	101,260	0.09
103,000	Walter Energy Inc., first lien, 144A, 9.50%, 10/15/19	USA	USD	56,907	0.05
63,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	37,013	0.03
28,840	Walter Energy Inc., second lien, 144A, PIK, 11.50%, 04/01/20 ‡	USA	USD	1,586	0.00
				<u>612,988</u>	<u>0.56</u>
	Government and Municipal Bonds				
200,000	Puerto Rico Commonwealth GO, Refunding, Series A, 8.00%, 07/01/35	USA	USD	135,500	0.13
	TOTAL BONDS			<u>748,488</u>	<u>0.69</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>1,057,109</u>	<u>0.97</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Automobiles & Components				
80,000	Great Wall Motor Co. Ltd., H **	CHN	HKD	392,000	0.36
	Diversified Financials				
28,000	Hightower Holding LLC, pfd., A, 2 **	USA	USD	81,220	0.07
	TOTAL SHARES			<u>473,220</u>	<u>0.43</u>
	BONDS				
	Corporate Bonds				
176,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>473,220</u>	<u>0.43</u>
	TOTAL INVESTMENTS			<u>104,918,449</u>	<u>96.14</u>

** These securities are submitted to a Fair Valuation

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Aerospace & Defense					
521,983	BAE Systems PLC	GBR	GBP	3,699,999	0.18
61,830	B/E Aerospace Inc.	USA	USD	3,394,467	0.16
30,915	KLX Inc.	USA	USD	1,364,279	0.07
				<u>8,458,745</u>	<u>0.41</u>
Air Freight & Logistics					
49,960	United Parcel Service Inc., B	USA	USD	4,841,624	0.24
Airlines					
711,290	Deutsche Lufthansa AG	DEU	EUR	9,167,543	0.45
412,349	International Consolidated Airlines Group SA	GBR	GBP	3,204,668	0.15
				<u>12,372,211</u>	<u>0.60</u>
Auto Components					
113,234	Cie Generale des Etablissements Michelin, B	FRA	EUR	11,860,939	0.58
Automobiles					
957,700	Nissan Motor Co. Ltd.	JPN	JPY	9,976,857	0.49
68,681	Hyundai Motor Co.	KOR	KRW	8,342,517	0.41
33,503	Volkswagen AG, pfd.	DEU	EUR	7,766,183	0.38
176,330	General Motors Co.	USA	USD	5,877,079	0.28
48,400	Toyota Motor Corp.	JPN	JPY	3,243,935	0.16
46,663	Hero Motocorp Ltd.	IND	INR	1,852,697	0.09
19,531	Hyundai Motor Co., pfd., 2	KOR	KRW	1,831,620	0.09
				<u>38,890,888</u>	<u>1.90</u>
Banks					
425,754	Citigroup Inc.	USA	USD	23,518,651	1.15
258,050	JPMorgan Chase & Co.	USA	USD	17,485,468	0.85
244,951	BNP Paribas SA	FRA	EUR	14,782,173	0.72
883,174	ING Groep NV, IDR	NLD	EUR	14,576,791	0.71
298,641	SunTrust Banks Inc.	USA	USD	12,847,536	0.63
1,077,608	HSBC Holdings PLC	GBR	HKD	9,765,916	0.48
745,924	Commerzbank AG	DEU	EUR	9,530,797	0.47
287,091	KB Financial Group Inc.	KOR	KRW	9,461,664	0.46
593,960	Credit Agricole SA	FRA	EUR	8,830,263	0.43
1,237,133	UniCredit SpA	ITA	EUR	8,306,805	0.41
1,973,397	Barclays PLC	GBR	GBP	8,076,039	0.39
260,059	Citizens Financial Group Inc.	USA	USD	7,102,211	0.35
413,800	DBS Group Holdings Ltd.	SGP	SGD	6,356,464	0.31
92,650	Wells Fargo & Co.	USA	USD	5,210,636	0.25
100,830	Societe Generale SA	FRA	EUR	4,704,932	0.23
37,950	PNC Financial Services Group Inc.	USA	USD	3,629,917	0.18
220,910	Standard Chartered PLC	GBR	GBP	3,536,436	0.17
250,474	HSBC Holdings PLC	GBR	GBP	2,243,313	0.11
279,800	Bangkok Bank PCL, fgn.	THA	THB	1,473,067	0.07
				<u>171,439,079</u>	<u>8.37</u>
Beverages					
71,437	PepsiCo Inc.	USA	USD	6,667,930	0.33
Biotechnology					
92,330	Amgen Inc.	USA	USD	14,174,502	0.69
20,950	Gilead Sciences Inc.	USA	USD	2,452,826	0.12
				<u>16,627,328</u>	<u>0.81</u>
Capital Markets					
468,360	Credit Suisse Group AG	CHE	CHF	12,872,262	0.63
238,370	Morgan Stanley	USA	USD	9,246,372	0.45
183,266	UBS Group AG	CHE	CHF	3,886,392	0.19
				<u>26,005,026</u>	<u>1.27</u>
Chemicals					
101,609	Arkema SA	FRA	EUR	7,318,582	0.36
91,395	Akzo Nobel NV	NLD	EUR	6,648,086	0.32
				<u>13,966,668</u>	<u>0.68</u>
Commercial Services & Supplies					
1,274,336	Serco Group PLC	GBR	GBP	2,362,339	0.12
Communications Equipment					
409,570	Cisco Systems Inc.	USA	USD	11,246,792	0.55
815,166	Nokia OYJ, A	FIN	EUR	5,532,532	0.27
594,003	Nokia Corp., ADR	FIN	USD	4,068,921	0.20
199,407	Ericsson, B	SWE	SEK	2,065,646	0.10
				<u>22,913,891</u>	<u>1.12</u>
Construction & Engineering					
234,000	FLSmidth & Co. AS	DNK	DKK	11,255,882	0.55

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Construction Materials					
362,335	CRH PLC	IRL	EUR	10,224,323	0.50
81,206	Holcim Ltd., B	CHE	CHF	5,992,101	0.29
10,934,000	Xinyi Glass Holdings Ltd.	CHN	HKD	5,867,840	0.29
25,484	CRH PLC	IRL	GBP	715,032	0.03
				<u>22,799,296</u>	<u>1.11</u>
Consumer Finance					
63,650	Capital One Financial Corp.	USA	USD	5,599,291	0.27
131,970	Ally Financial Inc.	USA	USD	2,960,087	0.15
				<u>8,559,378</u>	<u>0.42</u>
Diversified Financial Services					
128,447	CIT Group Inc.	USA	USD	5,971,501	0.29
Diversified Telecommunication Services					
791,351	Telefonica SA	ESP	EUR	11,244,494	0.55
2,309,020	Koninklijke KPN NV	NLD	EUR	8,826,376	0.43
1,991,000	Singapore Telecommunications Ltd.	SGP	SGD	6,223,261	0.30
93,092	China Telecom Corp. Ltd., ADR	CHN	USD	5,495,221	0.27
504,773	TDC AS	DNK	DKK	3,700,155	0.18
5,811,560	China Telecom Corp. Ltd., H	CHN	HKD	3,411,222	0.17
116,480	Telenor ASA	NOR	NOK	2,552,018	0.12
43,962	Verizon Communications Inc.	USA	USD	2,049,069	0.10
103,927	Deutsche Telekom AG	DEU	EUR	1,789,441	0.09
				<u>45,291,257</u>	<u>2.21</u>
Electric Utilities					
2,119,595	Enel SpA	ITA	EUR	9,599,910	0.47
Electronic Equipment, Instruments & Components					
185,180	Flextronics International Ltd.	SGP	USD	2,094,386	0.10
Energy Equipment & Services					
230,974	Baker Hughes Inc.	USA	USD	14,251,096	0.69
196,340	Noble Corp. PLC	USA	USD	3,021,672	0.15
45,220	Technip SA	FRA	EUR	2,797,954	0.14
52,280	Halliburton Co.	USA	USD	2,251,700	0.11
				<u>22,322,422</u>	<u>1.09</u>
Food & Staples Retailing					
394,131	Metro AG	DEU	EUR	12,421,687	0.61
119,338	Walgreens Boots Alliance Inc.	USA	USD	10,076,901	0.49
86,526	CVS Health Corp.	USA	USD	9,074,847	0.44
2,081,306	Tesco PLC	GBR	GBP	6,949,815	0.34
55,490	Empire Co. Ltd., A	CAN	CAD	3,908,291	0.19
				<u>42,431,541</u>	<u>2.07</u>
Health Care Equipment & Supplies					
285,594	Medtronic PLC	USA	USD	21,162,515	1.03
80,419	Stryker Corp.	USA	USD	7,685,644	0.38
273,320	Getinge AB, B	SWE	SEK	6,575,620	0.32
				<u>35,423,779</u>	<u>1.73</u>
Health Care Providers & Services					
10,866	Cigna Corp.	USA	USD	1,760,292	0.09
Hotels, Restaurants & Leisure					
165,696	Accor SA	FRA	EUR	8,359,554	0.41
546,800	Sands China Ltd.	HKG	HKD	1,837,562	0.09
				<u>10,197,116</u>	<u>0.50</u>
Independent Power and Renewable Electricity Producers					
75,607	NRG Energy Inc.	USA	USD	1,729,888	0.09
Industrial Conglomerates					
296,014	Koninklijke Philips NV	NLD	EUR	7,528,154	0.37
44,750	Siemens AG	DEU	EUR	4,505,902	0.22
61,088	Jardine Strategic Holdings Ltd.	HKG	USD	1,849,134	0.09
11,016	Jardine Matheson Holdings Ltd.	HKG	USD	625,158	0.03
				<u>14,508,348</u>	<u>0.71</u>
Insurance					
317,172	American International Group Inc.	USA	USD	19,607,573	0.96
153,444	The Allstate Corp.	USA	USD	9,953,912	0.49
1,618,845	Direct Line Insurance Group PLC	GBR	GBP	8,540,086	0.42
96,230	Swiss Re AG	CHE	CHF	8,515,701	0.41
1,320,427	RSA Insurance Group PLC	GBR	GBP	8,239,481	0.40
220,750	XL Group PLC	IRL	USD	8,211,900	0.40
289,301	NN Group NV	NLD	EUR	8,129,606	0.40
303,717	AXA SA	FRA	EUR	7,659,744	0.37
383,112	Assicurazioni Generali SpA	ITA	EUR	6,899,660	0.34
2,800,237	PICC Property and Casualty Co. Ltd., H	CHN	HKD	6,372,344	0.31
630,970	Lancashire Holdings Ltd.	GBR	GBP	6,111,080	0.30
99,700	MetLife Inc.	USA	USD	5,582,203	0.27

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance (continued)				
713,880	Aegon NV	NLD	EUR	5,244,487	0.26
894,223	China Pacific Insurance (Group) Co. Ltd., H	CHN	HKD	4,302,893	0.21
31,051	PartnerRe Ltd.	USA	USD	3,990,053	0.19
37,720	ACE Ltd.	USA	USD	3,835,370	0.19
929,659	Storebrand ASA	NOR	NOK	3,834,183	0.19
453,734	Aviva PLC	GBR	GBP	3,510,620	0.17
166	White Mountains Insurance Group Ltd.	USA	USD	108,720	0.00
				<u>128,649,616</u>	<u>6.28</u>
	Internet Software & Services				
9,770	Google Inc., A	USA	USD	5,276,191	0.26
	IT Services				
156,540	Xerox Corp.	USA	USD	1,665,586	0.08
	Life Sciences Tools & Services				
114,750	QIAGEN NV	NLD	EUR	2,817,905	0.14
	Machinery				
620,907	CNH Industrial NV	GBR	EUR	5,660,313	0.27
60,606	Caterpillar Inc.	USA	USD	5,140,601	0.25
104,880	Navistar International Corp.	USA	USD	2,373,434	0.12
				<u>13,174,348</u>	<u>0.64</u>
	Marine				
3,885	A.P. Moeller-Maersk AS, B	DNK	DKK	7,033,985	0.34
	Media				
270,030	Comcast Corp., Special A	USA	USD	16,185,598	0.79
106,624	DIRECTV	USA	USD	9,893,641	0.48
505,353	Sky PLC	GBR	GBP	8,232,843	0.40
427,596	Societe Television Francaise 1	FRA	EUR	7,371,987	0.36
211,060	Twenty-First Century Fox Inc., A	USA	USD	6,868,948	0.34
118,195	CBS Corp., B	USA	USD	6,559,823	0.32
74,835	Time Warner Inc.	USA	USD	6,541,327	0.32
304,160	Reed Elsevier PLC	GBR	GBP	4,945,596	0.24
25,776	Time Warner Cable Inc.	USA	USD	4,592,510	0.22
7,424,000	Sinomedia Holding Ltd.	CHN	HKD	4,300,215	0.21
133,028	Twenty-First Century Fox Inc., B	USA	USD	4,286,162	0.21
253,332	News Corp., A	USA	USD	3,696,114	0.18
2,704,787	Nine Entertainment Co. Holdings Ltd.	AUS	AUD	3,233,613	0.16
1	Vivendi SA	FRA	EUR	25	0.00
				<u>86,708,402</u>	<u>4.23</u>
	Metals & Mining				
191,070	Voestalpine AG	AUT	EUR	7,948,974	0.39
30,024	POSCO	KOR	KRW	6,006,731	0.29
229,053	ThyssenKrupp AG	DEU	EUR	5,956,682	0.29
311,837	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	5,260,690	0.26
154,316	Freeport-McMoRan Inc., B	USA	USD	2,873,364	0.14
92,791	Anglo American PLC	GBR	GBP	1,338,940	0.06
				<u>29,385,381</u>	<u>1.43</u>
	Multiline Retail				
61,220	Target Corp.	USA	USD	4,997,388	0.24
68,693	Macy's Inc.	USA	USD	4,634,717	0.23
512,575	Marks & Spencer Group PLC	GBR	GBP	4,316,169	0.21
				<u>13,948,274</u>	<u>0.68</u>
	Oil, Gas & Consumable Fuels				
1,721,539	BP PLC	GBR	GBP	11,363,116	0.55
189,800	Total SA, B	FRA	EUR	9,216,040	0.45
154,544	Apache Corp.	USA	USD	8,906,371	0.43
403,254	Eni SpA	ITA	EUR	7,154,550	0.35
6,544,900	Kunlun Energy Co. Ltd.	CHN	HKD	6,661,712	0.33
391,948	BG Group PLC	GBR	GBP	6,523,875	0.32
546,910	Galp Energia SGPS SA, B	PRT	EUR	6,411,980	0.31
2,723,561	China Shenhua Energy Co. Ltd., H	CHN	HKD	6,211,911	0.30
665,315	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	5,428,970	0.27
186,500	Royal Dutch Shell PLC, B	GBR	GBP	5,294,357	0.26
464,400	Chesapeake Energy Corp.	USA	USD	5,187,348	0.25
160,681	Royal Dutch Shell PLC, A	GBR	EUR	4,543,030	0.22
86,206	Whiting Petroleum Corp.	USA	USD	2,896,522	0.14
34,180	Anadarko Petroleum Corp.	USA	USD	2,668,091	0.13
26,110	Chevron Corp.	USA	USD	2,518,832	0.12
84,141	Marathon Oil Corp.	USA	USD	2,233,102	0.11
87,741	Repsol SA	ESP	EUR	1,540,082	0.08
21,500	Murphy Oil Corp.	USA	USD	893,755	0.04
19,400	Suncor Energy Inc.	CAN	CAD	534,315	0.03
21,218	CONSOL Energy Inc.	USA	USD	461,279	0.02
3,878	Royal Dutch Shell PLC, A	GBR	GBP	108,840	0.01
				<u>96,758,078</u>	<u>4.72</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Paper & Forest Products					
110,870	International Paper Co.	USA	USD	5,276,303	0.26
12,080	Verso Corp.	USA	USD	7,973	0.00
				<u>5,284,276</u>	<u>0.26</u>
Personal Products					
138,872	Avon Products Inc.	USA	USD	869,339	0.04
Pharmaceuticals					
388,523	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	22,961,709	1.12
44,130	Roche Holding AG	CHE	CHF	12,364,517	0.60
142,041	Eli Lilly & Co.	USA	USD	11,859,003	0.58
112,130	Sanofi	FRA	EUR	11,026,760	0.54
307,390	Pfizer Inc.	USA	USD	10,306,787	0.50
485,207	GlaxoSmithKline PLC	GBR	GBP	10,080,892	0.49
175,870	Merck & Co. Inc.	USA	USD	10,012,279	0.49
75,000	Merck KGaA	DEU	EUR	7,470,715	0.37
22,235	Allergan PLC	USA	USD	6,747,433	0.33
65,383	Novartis AG, ADR	CHE	USD	6,429,764	0.31
53,663	Hospira Inc.	USA	USD	4,760,445	0.23
9,530	Novartis AG	CHE	CHF	939,140	0.05
				<u>114,959,444</u>	<u>5.61</u>
Real Estate Management & Development					
156,865	Dolphin Capital Investors Ltd.	GRC	GBP	49,287	0.00
Road & Rail					
1,290,309	CAR Inc.	CHN	HKD	2,739,866	0.13
Semiconductors & Semiconductor Equipment					
46,769	Altera Corp.	USA	USD	2,394,573	0.12
60,288	SK Hynix Semiconductor Inc.	KOR	KRW	2,277,680	0.11
				<u>4,672,253</u>	<u>0.23</u>
Software					
581,370	Microsoft Corp.	USA	USD	25,667,485	1.25
240,966	Symantec Corp.	USA	USD	5,602,459	0.27
40,990	Check Point Software Technologies Ltd.	ISR	USD	3,260,755	0.16
36,360	SAP SE	DEU	EUR	2,536,640	0.12
53,610	Open Text Corp.	CAN	USD	2,172,813	0.11
49,850	Oracle Corp.	USA	USD	2,008,955	0.10
				<u>41,249,107</u>	<u>2.01</u>
Specialty Retail					
3,219,303	Kingfisher PLC	GBR	GBP	17,564,786	0.85
70,486	Duffry AG	CHE	CHF	9,814,220	0.48
7,201,922	China ZhengTong Auto Services Holdings Ltd.	CHN	HKD	4,691,866	0.23
105,990	Best Buy Co. Inc.	USA	USD	3,456,334	0.17
4,463,500	Baoxin Auto Group Ltd.	CHN	HKD	2,850,274	0.14
				<u>38,377,480</u>	<u>1.87</u>
Technology Hardware, Storage & Peripherals					
24,361	Samsung Electronics Co. Ltd.	KOR	KRW	27,589,000	1.35
403,701	Hewlett-Packard Co.	USA	USD	12,115,067	0.59
57,770	Apple Inc.	USA	USD	7,245,802	0.35
408,100	Konica Minolta Inc.	JPN	JPY	4,764,890	0.23
2,543	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	2,255,367	0.11
				<u>53,970,126</u>	<u>2.63</u>
Textiles, Apparel & Luxury Goods					
129,710	Michael Kors Holdings Ltd.	USA	USD	5,459,494	0.27
Tobacco					
78,051	British American Tobacco PLC	GBR	GBP	4,187,409	0.20
51,548	Reynolds American Inc.	USA	USD	3,848,574	0.19
56,330	Altria Group Inc.	USA	USD	2,755,100	0.14
14,790	Philip Morris International Inc.	USA	USD	1,185,714	0.06
				<u>11,976,797</u>	<u>0.59</u>
Wireless Telecommunication Services					
4,527,598	Vodafone Group PLC	GBR	GBP	16,348,902	0.80
1,520,054	Turkcell Iletisim Hizmetleri AS	TUR	TRY	7,001,853	0.34
60,100	SoftBank Group Corp.	JPN	JPY	3,540,002	0.17
218,500	China Mobile Ltd.	CHN	HKD	2,801,842	0.14
				<u>29,692,599</u>	<u>1.45</u>
TOTAL SHARES				<u>1,265,069,498</u>	<u>61.75</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>1,265,069,498</u>	<u>61.75</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
250,000,000	Food Corp. of India, secured note, 6, 9.95%, 03/07/22	IND	INR	4,251,556	0.21
250,000,000	Mahanagar Telephone Nigam Ltd., 8.29%, 11/28/24	IND	INR	3,981,980	0.19
250,000,000	Mahanagar Telephone Nigam Ltd., 8.24%, 11/19/24	IND	INR	3,972,933	0.19
2,808,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 12/15/19	USA	USD	2,686,554	0.13
1,658,000	Avaya Inc., senior secured note, 144A, 7.00%, 04/01/19	USA	USD	1,628,985	0.08
1,590,000	NGPL PipeCo LLC, senior secured note, 144A, 9.625%, 06/01/19	USA	USD	1,617,825	0.08
2,357,000	Walter Energy Inc., first lien, 144A, 9.50%, 10/15/19	USA	USD	1,302,243	0.06
1,418,000	Avaya Inc., senior note, 144A, 10.50%, 03/01/21	USA	USD	1,176,940	0.06
510,000	State Export-Import Bank of Ukraine, (Biz Finance PLC), loan participation, Reg S, 8.75%, 01/22/18	UKR	USD	382,181	0.02
577,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	338,988	0.02
2,129,000	Samsom Investment Co., senior note, 9.75%, 02/15/20	USA	USD	133,063	0.01
649,930	Walter Energy Inc., second lien, 144A, PIK, 11.50%, 04/01/20 ‡	USA	USD	35,746	0.00
				<u>21,508,994</u>	<u>1.05</u>
Government and Municipal Bonds					
81,655,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	21,655,715	1.06
2,659,250	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	17,733,324	0.87
13,001,210,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	11,833,662	0.58
9,590,000	Government of Portugal, Reg S, 3.875%, 02/15/30	PRT	EUR	11,307,455	0.55
35,660,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	9,838,096	0.48
8,943,000,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	8,059,004	0.39
30,170,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	8,024,876	0.39
25,350,000	Government of Poland, Strip, 07/25/16	POL	PLN	6,614,696	0.32
13,240,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	6,446,225	0.32
66,064,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	5,990,208	0.29
3,909,130	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	5,816,904	0.28
19,630	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	5,521,869	0.27
305,200,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	5,003,794	0.24
4,760,000	Government of Portugal, Reg S, 5.125%, 10/15/24	PRT	USD	4,903,538	0.24
4,330,000	Government of Serbia, Reg S, 7.25%, 09/28/21	SRB	USD	4,866,032	0.24
1,137,280,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	4,511,906	0.22
14,160	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	4,325,474	0.21
1,040,860,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	4,220,341	0.21
1,038,280,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	4,066,432	0.20
13,520	Nota Do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	3,833,315	0.19
49,736,000,000	Government of Indonesia, senior note, FR70, 8.375%, 03/15/24	IDN	IDR	3,752,815	0.18
6,310,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	3,320,638	0.16
43,235,000,000	Government of Indonesia, senior bond, 5.625%, 05/15/23	IDN	IDR	2,751,458	0.13
36,370,000,000	Government of Indonesia, 8.375%, 03/15/34	IDN	IDR	2,721,102	0.13
33,290,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	2,666,958	0.13
35,735,000,000	Government of Indonesia, FR61, 7.00%, 05/15/22	IDN	IDR	2,512,774	0.12
1,990,000	Government of Hungary, senior note, Reg S, 5.75%, 06/11/18	HUN	EUR	2,507,949	0.12
2,704,200,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	2,429,442	0.12
2,897	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	2,414,716	0.12
2,860	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	2,383,604	0.12
8,750,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	2,350,113	0.12
2,580	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	2,159,750	0.11
6,825,000	Government of Poland, 5.75%, 09/23/22	POL	PLN	2,121,617	0.10
126,300,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	2,060,680	0.10
121,800,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	1,897,353	0.09
271,200	Government of Mexico, 7.75%, 12/14/17	MEX	MXN	1,863,480	0.09
6,730,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	1,801,868	0.09
23,928,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	1,785,945	0.09
3,000,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	1,576,875	0.08
2,196,000	Puerto Rico Commonwealth GO, Refunding, Series A, 8.00%, 07/01/35	USA	USD	1,487,790	0.07
17,866,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	1,477,675	0.07
1,755	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	1,476,479	0.07
389,450,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	1,450,407	0.07
91,500,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	1,440,878	0.07
1,600	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	1,353,147	0.07
1,180,000	Government of Slovenia, senior note, Reg S, 5.50%, 10/26/22	SVN	USD	1,314,762	0.06
1,405,800,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	1,261,513	0.06
1,050,000	Government of Slovenia, senior note, Reg S, 5.85%, 05/10/23	SVN	USD	1,190,957	0.06
1,060,000	Government of Hungary, 5.375%, 02/21/23	HUN	USD	1,150,021	0.06
277,470,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	1,112,646	0.05
267,120,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	1,091,977	0.05
12,979,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	1,088,216	0.05
4,124,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	1,082,189	0.05
4,065,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	1,080,357	0.05
3,800	Letra Tesouro Nacional, Strip, 01/01/17	BRA	BRL	1,003,887	0.05
760,000	Government of Lithuania, Reg S, 7.375%, 02/11/20	LTU	USD	907,049	0.04
3,230	Letra Tesouro Nacional, Strip, 10/01/16	BRA	BRL	878,657	0.04
684,000	Government of Hungary, senior note, Reg S, 4.375%, 07/04/17	HUN	EUR	813,262	0.04
186,860,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	796,078	0.04
10,370,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	777,573	0.04
8,193,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	IDN	IDR	761,591	0.04
610,000	Government of Hungary, senior note, Reg S, 3.875%, 02/24/20	HUN	EUR	747,116	0.04

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
2,380	Nota Do Tesouro Nacional, senior note, 10.00%, 01/01/19	BRA	BRL	707,184	0.04
610,000	Government of Hungary, senior note, 6.375%, 03/29/21	HUN	USD	694,659	0.03
600,000	Government of Iceland, Reg S, 5.875%, 05/11/22	ISL	USD	676,872	0.03
87,490,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	660,628	0.03
640,000	Government of Serbia, senior note, Reg S, 4.875%, 02/25/20	SRB	USD	648,637	0.03
150,170,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	646,997	0.03
36,800,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	584,109	0.03
680	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	576,474	0.03
6,812,000,000	Government of Indonesia, FR47, 10.00%, 02/15/28	IDN	IDR	574,152	0.03
35,900,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	571,810	0.03
522,000	Government of Hungary, 4.125%, 02/19/18	HUN	USD	544,292	0.03
64,920,000	Government of Sri Lanka, 10.60%, 09/15/19	LKA	LKR	527,712	0.03
2,160	Letra Tesouro Nacional, Strip, 01/01/18	BRA	BRL	508,792	0.03
64,260,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	490,368	0.02
900,000	Government of Ukraine, senior note, Reg S, 7.95%, 02/23/21	UKR	USD	475,313	0.02
5,285,000,000	Government of Indonesia, senior bond, 9.00%, 03/15/29	IDN	IDR	418,202	0.02
4,868,000,000	Government of Indonesia, FR42, 10.25%, 07/15/27	IDN	IDR	416,247	0.02
54,420,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	408,904	0.02
330,000	Government of Lithuania, Reg S, 6.125%, 03/09/21	LTU	USD	381,033	0.02
48,780,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	372,752	0.02
45,130,000	Government of Sri Lanka, 10.60%, 07/01/19	LKA	LKR	366,795	0.02
340,000	Government of Serbia, senior note, Reg S, 5.25%, 11/21/17	SRB	USD	352,583	0.02
380,900,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	342,593	0.02
22,600,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	335,729	0.02
350	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	BRA	BRL	292,455	0.01
3,245,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	IDN	IDR	271,616	0.01
35,249	Mexican Udibonos, Index Linked, 3.50%, 12/14/17	MEX	MXN	238,657	0.01
750	Nota Do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	216,904	0.01
720,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	200,999	0.01
220	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	BRA	BRL	186,410	0.01
118,500	Government of Portugal, senior note, Reg S, 5.65%, 02/15/24	PRT	EUR	161,257	0.01
20,632	Mexican Udibonos, Index Linked, 4.00%, 06/13/19	MEX	MXN	142,437	0.01
16,464	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	106,464	0.01
13,500,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	100,665	0.01
200,000	Financing of Infrastructure Projects State Enterprise, Reg S, 7.40%, 04/20/18	UKR	USD	99,000	0.01
1,297,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	98,020	0.01
12,260,000	Government of Sri Lanka, B, 8.50%, 07/15/18	LKA	LKR	93,442	0.01
1,020,000,000	Government of Indonesia, FR39, 11.75%, 08/15/23	IDN	IDR	91,756	0.01
12,400,000	Government of Sri Lanka, A, 5.80%, 01/15/17	LKA	LKR	91,186	0.00
12,100,000	Government of Sri Lanka, B, 6.40%, 10/01/16	LKA	LKR	90,011	0.00
4,800,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	73,952	0.00
16,140,000	Government of Hungary, B, 6.75%, 02/24/17	HUN	HUF	61,977	0.00
47,300	Government of Portugal, senior bond, Reg S, 4.95%, 10/25/23	PRT	EUR	61,817	0.00
7,070,000	Government of Sri Lanka, 11.20%, 07/01/22	LKA	LKR	59,043	0.00
100,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	49,389	0.00
6,450,000	Government of Sri Lanka, A, 7.50%, 08/15/18	LKA	LKR	47,899	0.00
2,020,000	Government of the Philippines, senior bond, 9.125%, 09/04/16	PHL	PHP	47,506	0.00
35,000,000	Korea Treasury Bond, senior note, 5.00%, 09/10/16	KOR	KRW	32,495	0.00
4,050,000	Government of Sri Lanka, 8.00%, 06/15/17	LKA	LKR	30,750	0.00
4,050,000	Government of Sri Lanka, 8.00%, 11/01/19	LKA	LKR	30,131	0.00
2,650,000	Government of Sri Lanka, 8.25%, 03/01/17	LKA	LKR	20,198	0.00
187,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	15,515	0.00
				<u>240,691,018</u>	<u>11.75</u>
Securities Maturing Within One Year					
30,728,700,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	27,600,528	1.35
31,834,610	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	19,676,311	0.96
25,603,090	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	15,867,904	0.77
15,062,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	13,495,614	0.66
49,021,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	13,216,147	0.65
2,019,710	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	13,131,928	0.64
45,090,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	11,949,835	0.58
1,692,760	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	11,046,737	0.54
12,210,080,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	11,005,092	0.54
26,140,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	6,930,164	0.34
5,289,890,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	4,776,091	0.23
7,428,190	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	4,645,558	0.23
6,698,630	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	4,211,242	0.21
4,561,130,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	4,095,146	0.20
14,153,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	3,764,349	0.18
5,469,220	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	3,385,457	0.17
3,627,700,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	3,274,871	0.16
10,460	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	3,142,881	0.15
4,857,090	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	3,068,968	0.15
3,510,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 08/14/15	SGP	SGD	2,603,652	0.13
2,853,440,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	2,566,592	0.13
3,773,080	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	2,365,669	0.12
8,507,000	Government of Poland, Strip, 01/25/16	POL	PLN	2,240,844	0.11
3,305,720	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	2,055,080	0.10
3,280,980	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	2,021,956	0.10

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
3,151,600	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	1,988,742	0.10
7,190,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	1,901,965	0.09
2,456,780	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	1,509,497	0.07
5,690,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	1,502,172	0.07
2,383,380	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	1,485,855	0.07
1,603,500,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	1,431,726	0.07
1,570,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/03/15	SGP	SGD	1,165,599	0.06
1,233,500,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	1,097,153	0.05
1,223,830,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	1,094,273	0.05
3,400	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	1,056,617	0.05
136,400,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	1,022,440	0.05
3,820,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	1,007,962	0.05
3,585,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	978,237	0.05
1,078,300,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	956,232	0.05
1,017,500,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	906,121	0.04
3,450,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	903,552	0.04
967,200,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	864,912	0.04
11,320,000,000	Indonesia Treasury Bill, 0.00%, 01/07/16	IDN	IDR	822,164	0.04
3,050,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	804,835	0.04
35,340,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	779,226	0.04
2,680,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	705,878	0.03
964,520	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	609,067	0.03
2,300,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	600,619	0.03
944,420	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	592,829	0.03
648,360,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	578,232	0.03
610,500,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	545,367	0.03
720,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 08/21/15	SGP	SGD	533,993	0.03
1,993,000	Government of Poland, Strip, 07/25/15	POL	PLN	529,212	0.03
6,979,000,000	Indonesia Treasury Bill, 0.00%, 02/04/16	IDN	IDR	505,943	0.02
696,060	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	438,081	0.02
1,610,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	422,156	0.02
1,500,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	394,366	0.02
431,800,000	Korea Monetary Stabilization Bond, senior note, 2.13%, 10/08/15	KOR	KRW	386,263	0.02
415,000,000	Korea Monetary Stabilization Bond, 0.00%, 07/21/15	KOR	KRW	370,320	0.02
1,390,000	Bank of Negara Monetary Note, 0.00%, 08/04/15	MYS	MYR	367,169	0.02
15,840,000	Philippine Treasury Bill, 0.00%, 10/07/15	PHL	PHP	349,555	0.02
420,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/10/15	SGP	SGD	311,778	0.02
45,855	Mexican Udibonos, Index Linked, 5.00%, 06/16/16	MEX	MXN	305,990	0.02
1,120,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	293,825	0.01
1,130,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	292,169	0.01
1,100,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	290,755	0.01
1,070,000	Bank of Negara Monetary Note, 0.00%, 09/08/15	MYS	MYR	281,828	0.01
1,030,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	269,483	0.01
12,240,000	Philippine Treasury Bill, 0.00%, 12/02/15	PHL	PHP	269,330	0.01
1,020,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	268,393	0.01
1,010,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	266,800	0.01
1,010,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	265,280	0.01
780,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	206,434	0.01
9,200,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	201,780	0.01
700,000	Bank of Negara Monetary Note, 0.00%, 09/22/15	MYS	MYR	184,162	0.01
24,240,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	181,061	0.01
6,970,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	152,644	0.01
6,740,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	149,125	0.01
6,410,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	145,171	0.01
4,940,000	Philippine Treasury Bill, 0.00%, 11/04/15	PHL	PHP	108,868	0.01
410,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	105,911	0.01
200,000	Government of Ukraine, senior note, Reg S, 6.25%, 06/17/16	UKR	USD	99,125	0.01
12,980,000	Government of Sri Lanka, A, 8.50%, 11/01/15	LKA	LKR	97,553	0.00
360,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	93,395	0.00
240,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	63,219	0.00
100,000	Government of Ukraine, senior bond, Reg S, 4.95%, 10/13/15	UKR	EUR	58,927	0.00
220,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	57,719	0.00
82,410	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	51,935	0.00
1,940,000	Philippine Treasury Bill, 0.00%, 09/02/15	PHL	PHP	42,885	0.00
40,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/20/15	SGP	SGD	29,687	0.00
100,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	26,076	0.00
15,400	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	9,776	0.00
20,000	Philippine Treasury Bill, 0.00%, 07/08/15	PHL	PHP	443	0.00
				<u>228,528,473</u>	<u>11.15</u>
	TOTAL BONDS			<u>490,728,485</u>	<u>23.95</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>490,728,485</u>	<u>23.95</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Fundamental Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
232,000	Hightower Holding LLC, pfd., A, 2 **	USA	USD	672,962	0.03
230,000	Hightower Holding LLC, pfd., A **	USA	USD	301,599	0.02
				<u>974,561</u>	<u>0.05</u>
	TOTAL SHARES			<u>974,561</u>	<u>0.05</u>
	BONDS				
	Corporate Bonds				
1,601,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
				<u>974,561</u>	<u>0.05</u>
	TOTAL INVESTMENTS			<u>1,756,772,544</u>	<u>85.75</u>

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

‡ Income may be received in additional securities and/or cash

— Franklin Global Government Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Government and Municipal Bonds					
900,000	Italy Treasury Bond, Reg S, 3.50%, 03/01/30	ITA	EUR	1,091,169	5.84
1,000,000	U.S. Treasury Note, 1.875%, 08/31/17	USA	USD	1,025,000	5.48
550,000	Italy Treasury Bond, senior bond, 5.50%, 09/01/22	ITA	EUR	759,028	4.06
450,000	United Kingdom Treasury Bond, Reg S, 4.00%, 09/07/16	GBR	GBP	736,069	3.94
700,000	U.S. Treasury Note, 2.625%, 11/15/20	USA	USD	730,843	3.91
500,000	Italy Treasury Bond, senior bond, Reg S, 5.00%, 08/01/34	ITA	EUR	712,220	3.81
700,000	U.S. Treasury Note, 1.00%, 08/31/16	USA	USD	704,813	3.77
570,000	Government of France, 1.00%, 11/25/18	FRA	EUR	656,526	3.51
600,000	Government of Indonesia, Reg S, 4.875%, 05/05/21	IDN	USD	636,933	3.41
450,000	Government of Spain, senior note, Reg S, 5.15%, 10/31/28	ESP	EUR	635,436	3.40
2,300,000	Government of Poland, 3.25%, 07/25/19	POL	PLN	628,743	3.36
500,000	Government of Peru, senior bond, 6.55%, 03/14/37	PER	USD	624,683	3.34
540,000	Government of France, 1.00%, 05/25/19	FRA	EUR	622,291	3.33
330,000	United Kingdom Treasury Note, Reg S, 2.00%, 07/22/20	GBR	GBP	530,419	2.84
1,800,000	Government of Poland, 4.00%, 10/25/23	POL	PLN	505,955	2.71
650,000	Government of Singapore, 2.375%, 04/01/17	SGP	SGD	495,147	2.65
70,000	Government of Mexico, 7.75%, 12/14/17	MEX	MXN	480,987	2.57
400,000	Government of Lithuania, senior note, Reg S, 6.625%, 02/01/22	LTU	USD	477,046	2.55
520,000	Queensland Treasury Corp., senior note, Reg S, 6.00%, 07/21/22	AUS	AUD	472,938	2.53
520,000	Queensland Treasury Corp., senior note, Reg S, 3.50%, 09/21/17	AUS	AUD	411,632	2.20
450,000	Government of Canada, 2.75%, 06/01/22	CAN	CAD	395,274	2.11
266,572	U.S. Treasury Bond, Index Linked, 3.375%, 04/15/32	USA	USD	374,742	2.00
1,400,000	Government of Malaysia, senior note, 3.654%, 10/31/19	MYS	MYR	373,504	2.00
300,000	U.S. Treasury Bond, 4.375%, 11/15/39	USA	USD	367,453	1.97
350,000	U.S. Treasury Note, 0.75%, 01/15/17	USA	USD	351,176	1.88
300,000	Government of Mexico, senior bond, 5.95%, 03/19/19	MEX	USD	337,212	1.80
300,000	Government of Chile, 3.875%, 08/05/20	CHL	USD	325,013	1.74
1,050,000	Government of Malaysia, senior bond, 4.24%, 02/07/18	MYS	MYR	284,870	1.52
220,000	Italy Treasury Bond, senior bond, 4.25%, 09/01/19	ITA	EUR	277,495	1.48
216,964	U.S. Treasury Note, Index Linked, 1.25%, 07/15/20	USA	USD	232,032	1.24
30,000	Government of Mexico, 8.00%, 12/07/23	MEX	MXN	215,906	1.15
125,000	Government of Spain, senior bond, Reg S, 5.15%, 10/31/44	ESP	EUR	186,840	1.00
				<u>16,659,395</u>	<u>89.10</u>
Securities Maturing Within One Year					
1,000,000	U.S. Treasury Note, 0.375%, 01/15/16	USA	USD	1,001,172	5.36
357,597	U.S. Treasury Note, Index Linked, 2.00%, 01/15/16	USA	USD	362,821	1.94
1,200,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	318,026	1.70
				<u>1,682,019</u>	<u>9.00</u>
TOTAL BONDS				<u>18,341,414</u>	<u>98.10</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>18,341,414</u>	<u>98.10</u>
TOTAL INVESTMENTS				<u>18,341,414</u>	<u>98.10</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
25,000	MTU Aero Engines AG	DEU	EUR	<u>2,350,654</u>	<u>2.07</u>
	Banks				
26,000	Signature Bank	USA	USD	3,806,140	3.36
51,000	Bank of Nova Scotia	CAN	CAD	2,632,482	2.32
129,000	United Overseas Bank Ltd.	SGP	SGD	<u>2,209,540</u>	<u>1.95</u>
				<u>8,648,162</u>	<u>7.63</u>
	Biotechnology				
51,200	Alkermes PLC	USA	USD	3,294,208	2.91
34,000	CSL Ltd.	AUS	AUD	2,267,607	2.00
42,000	Acadia Pharmaceuticals Inc.	USA	USD	<u>1,758,960</u>	<u>1.55</u>
				<u>7,320,775</u>	<u>6.46</u>
	Capital Markets				
480,991	Aberdeen Asset Management PLC	GBR	GBP	3,052,773	2.69
9,000	Partners Group Holding AG	CHE	CHF	<u>2,690,087</u>	<u>2.37</u>
				<u>5,742,860</u>	<u>5.06</u>
	Chemicals				
30,000	W.R. Grace & Co.	USA	USD	3,009,000	2.65
19,600	Praxair Inc.	USA	USD	2,343,180	2.07
2,500	Syngenta AG	CHE	CHF	<u>1,015,934</u>	<u>0.90</u>
				<u>6,368,114</u>	<u>5.62</u>
	Consumer Finance				
64,000	Discover Financial Services	USA	USD	<u>3,687,680</u>	<u>3.25</u>
	Diversified Financial Services				
11,500	Intercontinental Exchange Inc.	USA	USD	<u>2,571,515</u>	<u>2.27</u>
	Diversified Telecommunication Services				
65,000	Level 3 Communications Inc.	USA	USD	<u>3,423,550</u>	<u>3.02</u>
	Electrical Equipment				
25,000	Rockwell Automation Inc.	USA	USD	<u>3,116,000</u>	<u>2.75</u>
	Energy Equipment & Services				
32,000	Core Laboratories NV	USA	USD	3,649,280	3.22
37,000	Schlumberger Ltd.	USA	USD	<u>3,189,030</u>	<u>2.81</u>
				<u>6,838,310</u>	<u>6.03</u>
	Health Care Equipment & Supplies				
40,000	Cochlear Ltd.	AUS	AUD	<u>2,472,788</u>	<u>2.18</u>
	Health Care Technology				
30,000	athenahealth Inc.	USA	USD	<u>3,437,400</u>	<u>3.03</u>
	Hotels, Restaurants & Leisure				
6,200	Chipotle Mexican Grill Inc.	USA	USD	3,750,938	3.31
440,000	Merlin Entertainment PLC	GBR	GBP	<u>2,952,286</u>	<u>2.60</u>
				<u>6,703,224</u>	<u>5.91</u>
	Household Products				
33,000	Reckitt Benckiser Group PLC	GBR	GBP	<u>2,845,144</u>	<u>2.51</u>
	Industrial Conglomerates				
43,000	Danaher Corp.	USA	USD	<u>3,680,370</u>	<u>3.25</u>
	Internet Software & Services				
15,000	MercadoLibre Inc.	ARG	USD	<u>2,125,500</u>	<u>1.87</u>
	IT Services				
38,000	Visa Inc., A	USA	USD	<u>2,551,700</u>	<u>2.25</u>
	Leisure products				
25,000	Polaris Industries Inc.	USA	USD	<u>3,702,750</u>	<u>3.26</u>
	Media				
35,000	Discovery Communications Inc., A	USA	USD	<u>1,164,100</u>	<u>1.03</u>
	Pharmaceuticals				
12,000	Roche Holding AG	CHE	CHF	<u>3,362,207</u>	<u>2.96</u>
	Professional Services				
1,800	SGS SA	CHE	CHF	3,283,927	2.90
41,000	Verisk Analytics Inc.	USA	USD	<u>2,983,160</u>	<u>2.63</u>
				<u>6,267,087</u>	<u>5.53</u>
	Semiconductors & Semiconductor Equipment				
222,000	Infineon Technologies AG	DEU	EUR	<u>2,753,650</u>	<u>2.43</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software				
42,000	Adobe Systems Inc.	USA	USD	3,402,420	3.00
41,000	Check Point Software Technologies Ltd.	ISR	USD	3,261,550	2.88
33,000	Dassault Systemes SA	FRA	EUR	<u>2,398,586</u>	<u>2.11</u>
				<u>9,062,556</u>	<u>7.99</u>
	Technology Hardware, Storage & Peripherals				
18,500	Apple Inc.	USA	USD	<u>2,320,363</u>	<u>2.05</u>
	Textiles, Apparel & Luxury Goods				
130,000	Burberry Group PLC	GBR	GBP	<u>3,208,453</u>	<u>2.83</u>
	Trading Companies & Distributors				
5,200,000	Noble Group Ltd.	HKG	SGD	<u>2,934,145</u>	<u>2.59</u>
	TOTAL SHARES			<u>108,659,057</u>	<u>95.83</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>108,659,057</u>	<u>95.83</u>
	TOTAL INVESTMENTS			<u>108,659,057</u>	<u>95.83</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Growth and Value Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Aerospace & Defense					
7,600	MTU Aero Engines AG	DEU	EUR	<u>714,599</u>	<u>1.05</u>
Air Freight & Logistics					
26,360	TNT Express NV	NLD	EUR	<u>223,529</u>	<u>0.33</u>
Airlines					
15,930	Deutsche Lufthansa AG	DEU	EUR	<u>205,316</u>	<u>0.30</u>
Auto Components					
2,460	Cie Generale des Etablissements Michelin, B	FRA	EUR	257,678	0.38
690	Hyundai Mobis Co. Ltd.	KOR	KRW	<u>130,649</u>	<u>0.19</u>
				<u>388,327</u>	<u>0.57</u>
Automobiles					
47,800	Nissan Motor Co. Ltd.	JPN	JPY	497,957	0.73
9,610	General Motors Co.	USA	USD	<u>320,301</u>	<u>0.47</u>
4,200	Toyota Motor Corp.	JPN	JPY	<u>281,499</u>	<u>0.42</u>
				<u>1,099,757</u>	<u>1.62</u>
Banks					
8,000	Signature Bank	USA	USD	1,171,120	1.72
15,500	Bank of Nova Scotia	CAN	CAD	800,068	1.18
44,000	United Overseas Bank Ltd.	SGP	SGD	753,642	1.11
10,700	BNP Paribas SA	FRA	EUR	645,718	0.95
10,238	Citigroup Inc.	USA	USD	565,547	0.83
7,810	JPMorgan Chase & Co.	USA	USD	529,205	0.78
51,370	HSBC Holdings PLC	GBR	GBP	460,084	0.68
27,270	Credit Agricole SA	FRA	EUR	405,417	0.60
94,760	Barclays PLC	GBR	GBP	387,801	0.57
54,674	UniCredit SpA	ITA	EUR	367,112	0.54
19,704	ING Groep NV, IDR	NLD	EUR	325,214	0.48
17,600	DBS Group Holdings Ltd.	SGP	SGD	270,357	0.40
10,070	Hana Financial Group Inc.	KOR	KRW	261,275	0.38
14,520	Standard Chartered PLC	GBR	GBP	<u>232,443</u>	<u>0.34</u>
				<u>7,175,003</u>	<u>10.56</u>
Beverages					
8,900	Suntory Beverage & Food Ltd.	JPN	JPY	<u>354,502</u>	<u>0.52</u>
Biotechnology					
15,000	Alkermes PLC	USA	USD	965,100	1.42
6,060	Gilead Sciences Inc.	USA	USD	709,505	1.05
10,500	CSL Ltd.	AUS	AUD	700,290	1.03
4,210	Amgen Inc.	USA	USD	646,319	0.95
12,000	Acadia Pharmaceuticals Inc.	USA	USD	<u>502,560</u>	<u>0.74</u>
				<u>3,523,774</u>	<u>5.19</u>
Building Products					
7,650	Compagnie de Saint-Gobain	FRA	EUR	<u>343,324</u>	<u>0.50</u>
Capital Markets					
150,000	Aberdeen Asset Management PLC	GBR	GBP	952,026	1.40
2,600	Partners Group Holding AG	CHE	CHF	777,136	1.14
12,600	Credit Suisse Group AG	CHE	CHF	346,295	0.51
7,670	Morgan Stanley	USA	USD	<u>297,519</u>	<u>0.44</u>
				<u>2,372,976</u>	<u>3.49</u>
Chemicals					
9,800	W.R. Grace & Co.	USA	USD	982,940	1.45
6,000	Praxair Inc.	USA	USD	717,300	1.06
4,440	Lanxess AG	DEU	EUR	261,708	0.38
3,380	Akzo Nobel NV	NLD	EUR	245,862	0.36
8,670	Chemtura Corp.	USA	USD	245,447	0.36
600	Syngenta AG	CHE	CHF	243,824	0.36
2,340	Eastman Chemical Co.	USA	USD	<u>191,459</u>	<u>0.28</u>
				<u>2,888,540</u>	<u>4.25</u>
Commercial Services & Supplies					
4,200	The ADT Corp.	USA	USD	<u>140,994</u>	<u>0.21</u>
Construction & Engineering					
5,000	JGC Corp.	JPN	JPY	94,452	0.14
9,000	CHIYODA Corp.	JPN	JPY	<u>79,713</u>	<u>0.12</u>
				<u>174,165</u>	<u>0.26</u>
Construction Materials					
16,500	CRH PLC	IRL	EUR	<u>465,595</u>	<u>0.68</u>
Consumer Finance					
18,500	Discover Financial Services	USA	USD	1,065,970	1.57
3,500	Capital One Financial Corp.	USA	USD	<u>307,895</u>	<u>0.45</u>
				<u>1,373,865</u>	<u>2.02</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Growth and Value Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Diversified Financial Services					
3,500	Intercontinental Exchange Inc.	USA	USD	<u>782,635</u>	<u>1.15</u>
Diversified Telecommunication Services					
19,000	Level 3 Communications Inc.	USA	USD	1,000,730	1.47
689,330	China Telecom Corp. Ltd., H	CHN	HKD	404,617	0.60
27,564	Telefonica SA	ESP	EUR	391,664	0.58
120,690	Singapore Telecommunications Ltd.	SGP	SGD	377,240	0.55
15,630	Telenor ASA	NOR	NOK	<u>342,445</u>	<u>0.50</u>
				<u>2,516,696</u>	<u>3.70</u>
Electrical Equipment					
8,200	Rockwell Automation Inc.	USA	USD	1,022,048	1.51
11,470	ABB Ltd.	CHE	CHF	<u>240,170</u>	<u>0.35</u>
				<u>1,262,218</u>	<u>1.86</u>
Electronic Equipment, Instruments & Components					
10,660	Knowles Corp.	USA	USD	192,946	0.29
58,000	Digital China Holdings Ltd.	CHN	HKD	<u>77,367</u>	<u>0.11</u>
				<u>270,313</u>	<u>0.40</u>
Energy Equipment & Services					
8,500	Core Laboratories NV	USA	USD	969,340	1.43
11,000	Schlumberger Ltd.	USA	USD	948,090	1.39
17,730	Petrofac Ltd.	GBR	GBP	257,787	0.38
5,740	Halliburton Co.	USA	USD	247,222	0.36
15,660	Noble Corp. PLC	USA	USD	241,007	0.35
3,600	Technip SA	FRA	EUR	222,747	0.33
2,830	Baker Hughes Inc.	USA	USD	174,611	0.26
5,490	SBM Offshore NV	NLD	EUR	65,038	0.10
6,430	Subsea 7 SA	GBR	NOK	<u>62,936</u>	<u>0.09</u>
				<u>3,188,778</u>	<u>4.69</u>
Food & Staples Retailing					
5,070	CVS Health Corp.	USA	USD	531,742	0.78
10,060	Metro AG	DEU	EUR	317,057	0.47
91,910	Tesco PLC	GBR	GBP	<u>306,902</u>	<u>0.45</u>
				<u>1,155,701</u>	<u>1.70</u>
Health Care Equipment & Supplies					
13,500	Cochlear Ltd.	AUS	AUD	834,566	1.23
7,590	Medtronic PLC	USA	USD	562,419	0.82
12,130	Getinge AB, B	SWE	SEK	<u>291,827</u>	<u>0.43</u>
				<u>1,688,812</u>	<u>2.48</u>
Health Care Providers & Services					
55,400	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	<u>154,372</u>	<u>0.23</u>
Health Care Technology					
9,000	athenahealth Inc.	USA	USD	<u>1,031,220</u>	<u>1.52</u>
Hotels, Restaurants & Leisure					
1,800	Chipotle Mexican Grill Inc.	USA	USD	1,088,982	1.60
125,000	Merlin Entertainment PLC	GBR	GBP	<u>838,718</u>	<u>1.24</u>
				<u>1,927,700</u>	<u>2.84</u>
Household Products					
9,500	Reckitt Benckiser Group PLC	GBR	GBP	<u>819,057</u>	<u>1.21</u>
Industrial Conglomerates					
13,000	Danaher Corp.	USA	USD	1,112,670	1.64
1,600	Siemens AG	DEU	EUR	161,105	0.24
40,000	Toshiba Corp.	JPN	JPY	<u>137,593</u>	<u>0.20</u>
				<u>1,411,368</u>	<u>2.08</u>
Insurance					
6,260	American International Group Inc.	USA	USD	386,993	0.57
13,046	AXA SA	FRA	EUR	329,020	0.48
39,640	Aviva PLC	GBR	GBP	306,702	0.45
62,000	China Life Insurance Co. Ltd., H	CHN	HKD	268,743	0.40
5,810	The Hartford Financial Services Group Inc.	USA	USD	241,522	0.36
32,220	Aegon NV	NLD	EUR	236,703	0.35
2,337	Swiss Re AG	CHE	CHF	206,808	0.30
14,600	UNIQA Insurance Group AG	AUT	EUR	<u>131,616</u>	<u>0.19</u>
				<u>2,108,107</u>	<u>3.10</u>
Internet Software & Services					
4,700	MercadoLibre Inc.	ARG	USD	665,990	0.98
380	Google Inc., A	USA	USD	<u>205,215</u>	<u>0.30</u>
				<u>871,205</u>	<u>1.28</u>
IT Services					
12,000	Visa Inc., A	USA	USD	<u>805,800</u>	<u>1.19</u>
Leisure products					
7,300	Polaris Industries Inc.	USA	USD	<u>1,081,203</u>	<u>1.59</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Growth and Value Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Life Sciences Tools & Services					
8,480	QIAGEN NV	NLD	EUR	208,242	0.31
2,480	MorphoSys AG	DEU	EUR	177,936	0.26
				<u>386,178</u>	<u>0.57</u>
Machinery					
3,250	Stanley Black & Decker Inc.	USA	USD	342,030	0.51
73,000	Weichai Power Co. Ltd., H	CHN	HKD	244,380	0.36
4,580	Navistar International Corp.	USA	USD	103,646	0.15
				<u>690,056</u>	<u>1.02</u>
Media					
6,600	Comcast Corp., Special A	USA	USD	395,604	0.58
11,830	Twenty-First Century Fox Inc., A	USA	USD	385,007	0.57
24,650	News Corp., A	USA	USD	359,644	0.53
19,800	Sky PLC	GBR	GBP	322,567	0.47
				<u>1,462,822</u>	<u>2.15</u>
Metals & Mining					
8,970	Allegheny Technologies Inc.	USA	USD	270,894	0.40
Multiline Retail					
4,920	Macy's Inc.	USA	USD	331,952	0.49
33,600	Marks & Spencer Group PLC	GBR	GBP	282,931	0.41
				<u>614,883</u>	<u>0.90</u>
Oil, Gas & Consumable Fuels					
24,976	Eni SpA	ITA	EUR	443,125	0.65
8,430	Total SA, B	FRA	EUR	409,332	0.60
55,360	BP PLC	GBR	GBP	365,407	0.54
30,280	Galp Energia SGPS SA, B	PRT	EUR	355,003	0.52
9,600	Suncor Energy Inc.	CAN	CAD	264,404	0.39
3,660	Apache Corp.	USA	USD	210,926	0.31
194,000	Kunlun Energy Co. Ltd.	CHN	HKD	197,462	0.29
18,910	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	154,306	0.23
2,210	Devon Energy Corp.	USA	USD	131,473	0.20
7,350	Chesapeake Energy Corp.	USA	USD	82,099	0.12
				<u>2,613,537</u>	<u>3.85</u>
Pharmaceuticals					
5,260	Roche Holding AG	CHE	CHF	1,473,768	2.17
10,843	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	640,821	0.94
1,920	Allergan PLC	USA	USD	582,643	0.86
24,650	H. Lundbeck AS	DNK	DKK	475,023	0.70
4,970	Eli Lilly & Co.	USA	USD	414,945	0.61
3,360	Merck KGaA	DEU	EUR	334,688	0.49
3,282	Sanofi	FRA	EUR	322,749	0.48
10,160	GlaxoSmithKline PLC	GBR	GBP	211,089	0.31
2,170	UCB SA	BEL	EUR	155,718	0.23
				<u>4,611,444</u>	<u>6.79</u>
Professional Services					
530	SGS SA	CHE	CHF	966,934	1.42
13,000	Verisk Analytics Inc.	USA	USD	945,880	1.39
				<u>1,912,814</u>	<u>2.81</u>
Semiconductors & Semiconductor Equipment					
62,000	Infineon Technologies AG	DEU	EUR	769,037	1.13
1,220,000	GCL-Poly Energy Holdings Ltd.	CHN	HKD	281,721	0.42
				<u>1,050,758</u>	<u>1.55</u>
Software					
12,500	Adobe Systems Inc.	USA	USD	1,012,625	1.49
12,500	Check Point Software Technologies Ltd.	ISR	USD	994,375	1.46
10,000	Dassault Systemes SA	FRA	EUR	726,844	1.07
15,950	Microsoft Corp.	USA	USD	704,193	1.04
3,320	SAP SE	DEU	EUR	231,618	0.34
				<u>3,669,655</u>	<u>5.40</u>
Specialty Retail					
42,686	Kingfisher PLC	GBR	GBP	232,898	0.34
5,480	Best Buy Co. Inc.	USA	USD	178,703	0.27
				<u>411,601</u>	<u>0.61</u>
Technology Hardware, Storage & Peripherals					
5,800	Apple Inc.	USA	USD	727,465	1.07
511	Samsung Electronics Co. Ltd.	KOR	KRW	578,711	0.85
7,480	Hewlett-Packard Co.	USA	USD	224,475	0.33
19,000	Konica Minolta Inc.	JPN	JPY	221,840	0.33
				<u>1,752,491</u>	<u>2.58</u>
Textiles, Apparel & Luxury Goods					
34,000	Burberry Group PLC	GBR	GBP	839,134	1.23
Trading Companies & Distributors					
1,500,000	Noble Group Ltd.	HKG	SGD	846,388	1.25

The accompanying notes form an integral part of these financial statements

— Franklin Global Growth and Value Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
94,857	Vodafone Group PLC	GBR	GBP	342,523	0.50
5,700	SoftBank Group Corp.	JPN	JPY	335,741	0.50
23,500	China Mobile Ltd.	CHN	HKD	301,342	0.44
				<u>979,606</u>	<u>1.44</u>
	TOTAL SHARES			<u>64,631,712</u>	<u>95.12</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>64,631,712</u>	<u>95.12</u>
	TOTAL INVESTMENTS			<u>64,631,712</u>	<u>95.12</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global High Income Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Paper & Forest Products				
189	Verso Corp.	USA	USD	125	0.00
	TOTAL SHARES			125	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
				125	0.00
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
2,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	1,832,500	2.30
1,200,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	1,275,000	1.60
1,200,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	1,265,934	1.59
1,200,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.625%, 12/01/21	USA	USD	1,236,120	1.55
1,200,000	Fiat Chrysler Automobiles NV, senior note, 144A, 4.50%, 04/15/20	GBR	USD	1,195,500	1.50
1,000,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	1,065,000	1.33
1,000,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	1,058,750	1.33
1,000,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	1,057,500	1.33
1,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.25%, 02/15/21	USA	USD	1,042,500	1.31
1,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	995,000	1.25
1,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	987,500	1.24
1,000,000	CIT Group Inc., senior bond, 5.00%, 08/01/23	USA	USD	987,500	1.24
1,000,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	977,500	1.22
1,000,000	International Game Technology PLC, senior secured note, 144A, 6.25%, 02/15/22	GBR	USD	971,250	1.22
1,000,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	961,250	1.20
1,000,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	930,000	1.17
1,000,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	930,000	1.17
800,000	Wind Acquisition Finance SA, senior note, Reg S, 7.00%, 04/23/21	ITA	EUR	925,475	1.16
1,000,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	885,625	1.11
1,000,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	863,750	1.08
500,000	Tesco PLC, senior note, 6.125%, 02/24/22	GBR	GBP	854,663	1.07
800,000	Unitymedia KabelBW GmbH, senior bond, 144A, 6.125%, 01/15/25	DEU	USD	836,000	1.05
800,000	Energy Transfer Equity LP, senior bond, first lien, 5.875%, 01/15/24	USA	USD	833,600	1.04
800,000	Millicom International Cellular SA, senior note, 144A, 6.625%, 10/15/21	LUX	USD	827,500	1.04
1,000,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	813,750	1.02
800,000	WMG Acquisition Corp., senior note, 144A, 5.625%, 04/15/22	USA	USD	804,000	1.01
800,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 04/15/23	USA	USD	801,248	1.00
800,000	Eldorado Gold Corp., senior note, 144A, 6.125%, 12/15/20	CAN	USD	795,000	1.00
800,000	DaVita HealthCare Partners Inc., senior bond, 5.125%, 07/15/24	USA	USD	788,000	0.99
800,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	781,000	0.98
800,000	CSC Holdings LLC, senior note, 5.25%, 06/01/24	USA	USD	772,000	0.97
800,000	Navient Corp., senior note, 6.125%, 03/25/24	USA	USD	768,000	0.96
800,000	CONSOL Energy Inc., senior note, 144A, 8.00%, 04/01/23	USA	USD	762,000	0.95
800,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, 144A, 3.85%, 02/06/20	RUS	USD	739,000	0.93
800,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	730,000	0.91
700,000	T-Mobile USA Inc., senior note, 6.125%, 01/15/22	USA	USD	724,500	0.91
1,000,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 6.875%, 04/01/22	AUS	USD	705,000	0.88
700,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.625%, 03/01/24	USA	USD	677,250	0.85
800,000	BreitBurn Energy Partners LP/BreitBurn Finance Corp., senior bond, 7.875%, 04/15/22	USA	USD	672,000	0.84
800,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	668,000	0.84
600,000	XPO Logistics Inc., senior note, Reg S, 5.75%, 06/15/21	USA	EUR	661,147	0.83
800,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	630,000	0.79
600,000	Netflix Inc., senior bond, 144A, 5.875%, 02/15/25	USA	USD	624,066	0.78
500,000	Ceramtec Group GmbH, senior note, Reg S, 8.25%, 08/15/21	DEU	EUR	610,510	0.77
600,000	CenturyLink Inc., senior bond, 6.75%, 12/01/23	USA	USD	604,125	0.76
800,000	Atlas Energy Holdings Operating Co. LLC/Atlas Resource Finance Corp., senior note, 7.75%, 01/15/21	USA	USD	588,000	0.74
500,000	Avis Budget Finance PLC, senior note, Reg S, 6.00%, 03/01/21	USA	EUR	587,176	0.74
600,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	582,000	0.73
600,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	580,500	0.73
700,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	569,625	0.71
500,000	Infor (U.S.) Inc., senior note, Reg S, 5.75%, 05/15/22	USA	EUR	568,369	0.71
600,000	Blackboard Inc., senior note, 144A, 7.75%, 11/15/19	USA	USD	567,000	0.71
600,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	549,000	0.69
500,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	548,750	0.69
600,000	Memorial Production Partners LP/Memorial Production Finance Corp., senior note, 6.875%, 08/01/22	USA	USD	545,700	0.68
700,000	Ocean Rig UDW Inc., senior note, 144A, 7.25%, 04/01/19	USA	USD	545,562	0.68
500,000	The Chemours Co., senior note, Reg S, 6.125%, 05/15/23	USA	EUR	543,294	0.68
500,000	Galapagos Holding SA, senior note, Reg S, 7.00%, 06/15/22	DEU	EUR	531,802	0.67
500,000	Matterhorn Telecom SA, senior note, Reg S, 3.875%, 05/01/22	LUX	EUR	530,757	0.67
500,000	JBS USA LLC/Finance Inc., senior note, 144A, 7.25%, 06/01/21	USA	USD	529,375	0.66
500,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	522,500	0.65
500,000	Alere Inc., senior sub. note, 6.50%, 06/15/20	USA	USD	520,000	0.65
500,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	510,625	0.64
500,000	Post Holdings Inc., senior note, 7.375%, 02/15/22	USA	USD	510,625	0.64
500,000	HCA Inc., senior bond, 5.375%, 02/01/25	USA	USD	506,250	0.63
500,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	506,250	0.63

The accompanying notes form an integral part of these financial statements

— Franklin Global High Income Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
500,000	JBS USA LLC/Finance Inc., senior bond, 144A, 5.875%, 07/15/24	USA	USD	505,312	0.63
500,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 144A, 6.75%, 06/15/23	USA	USD	505,000	0.63
500,000	Concordia Healthcare Corp., senior note, 144A, 7.00%, 04/15/23	CAN	USD	501,250	0.63
500,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 4.25%, 07/01/20	NLD	USD	500,625	0.63
500,000	CommScope Technologies Finance LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	499,375	0.63
500,000	Sabre Global Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	495,000	0.62
300,000	Virgin Media Finance PLC, senior bond, Reg S, 6.375%, 10/15/24	GBR	GBP	492,214	0.62
600,000	EnQuest PLC, senior note, 144A, 7.00%, 04/15/22	GBR	USD	483,375	0.61
400,000	Onex Wizard Acquisition Co. II SCA, senior note, Reg S, 7.75%, 02/15/23	LUX	EUR	466,119	0.58
700,000	Halcon Resources Corp., senior note, 8.875%, 05/15/21	USA	USD	463,750	0.58
500,000	Polymer Group Inc., senior note, 144A, 6.875%, 06/01/19	USA	USD	461,875	0.58
500,000	Radio One Inc., senior sub. note, 144A, 9.25%, 02/15/20	USA	USD	457,500	0.57
500,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	450,000	0.56
400,000	Iglo Foods Bondco PLC, senior secured note, first lien, Reg S, FRN, 4.486%, 06/15/20 †	GBR	EUR	448,071	0.56
400,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, Reg S, 8.50%, 01/15/21	USA	EUR	433,242	0.54
360,000	KM Germany Holdings GmbH, senior secured note, first lien, Reg S, 8.75%, 12/15/20	DEU	EUR	431,041	0.54
700,000	Offshore Group Investment Ltd., senior bond, first lien, 7.125%, 04/01/23	USA	USD	430,500	0.54
270,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, Reg S, 5.50%, 01/15/25	GBR	GBP	427,882	0.54
400,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 144A, 7.75%, 04/15/23	USA	USD	413,000	0.52
400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	411,000	0.52
400,000	E*TRADE Financial Corp., senior note, 5.375%, 11/15/22	USA	USD	411,000	0.51
400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 06/30/21	LUX	USD	403,000	0.50
400,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	396,500	0.50
400,000	Post Holdings Inc., senior note, 144A, 6.00%, 12/15/22	USA	USD	386,500	0.48
400,000	Cemex SAB de CV, first lien, 144A, 5.70%, 01/11/25	MEX	USD	381,750	0.48
400,000	Barminc Finance Pty. Ltd., senior note, 144A, 9.00%, 06/01/18	AUS	USD	380,250	0.48
500,000	Chaparral Energy Inc., senior note, 8.25%, 09/01/21	USA	USD	372,500	0.47
400,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	358,000	0.45
500,000	W&T Offshore Inc., senior note, 8.50%, 06/15/19	USA	USD	349,375	0.44
300,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	339,843	0.43
400,000	Murray Energy Corp., secured note, second lien, 144A, 11.25%, 04/15/21	USA	USD	338,000	0.42
1,000,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	330,000	0.41
1,000,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	325,000	0.41
300,000	Sterling International Inc., senior note, 11.00%, 10/01/19	USA	USD	319,500	0.40
300,000	Matterhorn Telecom Holding SA, senior note, Reg S, 4.875%, 05/01/23	LUX	EUR	319,081	0.40
300,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 144A, 6.25%, 04/01/23	USA	USD	312,750	0.39
300,000	Cott Beverages Inc., senior note, 144A, 6.75%, 01/01/20	USA	USD	312,000	0.39
300,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	307,500	0.39
500,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	306,250	0.38
700,000	Goodrich Petroleum Corp., senior note, 8.875%, 03/15/19	USA	USD	304,500	0.38
300,000	Tenet Healthcare Corp., senior note, 144A, 5.50%, 03/01/19	USA	USD	303,750	0.38
500,000	CHC Helicopter SA, senior note, 9.375%, 06/01/21	CAN	USD	300,000	0.38
300,000	KB Home, senior note, 4.75%, 05/15/19	USA	USD	299,250	0.37
300,000	Navient Corp., senior note, 5.00%, 10/26/20	USA	USD	299,250	0.37
300,000	TransDigm Inc., senior sub. note, 6.00%, 07/15/22	USA	USD	297,750	0.37
300,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, 144A, 8.25%, 01/15/21	USA	USD	293,250	0.37
300,000	Financiere Quick SAS, senior note, Reg S, FRN, 7.511%, 10/15/19 †	FRA	EUR	258,481	0.32
200,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	250,055	0.31
400,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 *, †	USA	USD	245,000	0.31
300,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 9.00%, 02/15/20 *	USA	USD	244,500	0.31
200,000	PSPC Escrow Corp., senior note, Reg S, 6.00%, 02/01/23	USA	EUR	225,815	0.28
275,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	223,094	0.28
200,000	Horizon Pharma Financing Inc., senior note, 144A, 6.625%, 05/01/23	USA	USD	208,750	0.26
200,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	206,375	0.26
200,000	Hologic Inc., senior note, 144A, 5.25%, 07/15/22	USA	USD	204,750	0.26
800,000	Alpha Natural Resources Inc., second lien, 144A, 7.50%, 08/01/20	USA	USD	204,000	0.26
200,000	NGL Energy Partners LP/NGL Energy Finance Corp., senior note, 5.125%, 07/15/19	USA	USD	200,500	0.25
200,000	PPL Energy Supply LLC, senior bond, 144A, 6.50%, 06/01/25	USA	USD	200,250	0.25
200,000	E*TRADE Financial Corp., senior note, 4.625%, 09/15/23	USA	USD	197,000	0.25
200,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 04/15/25	USA	USD	194,000	0.24
200,000	Compresco Partners LP/Finance Corp., senior note, 144A, 7.25%, 08/15/22	USA	USD	192,000	0.24
200,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 12/15/19	USA	USD	191,350	0.24
200,000	Digicel Group Ltd., senior note, 144A, 7.125%, 04/01/22	BMU	USD	190,500	0.24
200,000	Wynn Macau Ltd., senior note, 144A, 5.25%, 10/15/21	MAC	USD	189,875	0.24
200,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	186,020	0.23
200,000	CenturyLink Inc., senior bond, 144A, 5.625%, 04/01/25	USA	USD	181,250	0.23
200,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	177,500	0.22
400,000	Midstates Petroleum Co. Inc./LLC, senior note, 9.25%, 06/01/21	USA	USD	168,000	0.21
200,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 11.25%, 06/01/17 *	USA	USD	158,000	0.20
180,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	131,288	0.16
90,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.625%, 04/15/23	DEU	EUR	108,325	0.14
100,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	103,500	0.13

The accompanying notes form an integral part of these financial statements

— Franklin Global High Income Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
100,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	102,875	0.13
100,000	THC Escrow Corp. II, senior note, 144A, 6.75%, 06/15/23	USA	USD	102,188	0.13
150,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	101,625	0.13
100,000	TransDigm Inc., senior sub. bond, 144A, 6.50%, 05/15/25	USA	USD	99,375	0.12
100,000	TransDigm Inc., senior sub. bond, 6.50%, 07/15/24	USA	USD	99,250	0.12
100,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.875%, 04/15/23	USA	USD	98,750	0.12
100	Goodrich Petroleum Corp., second lien, 144A, 8.00%, 03/15/18	USA	USD	98,000	0.12
100,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	91,000	0.11
100,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	88,320	0.11
70,588	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 7.00%, 11/15/20	LUX	USD	72,221	0.09
100,000	Energy XXI Gulf Coast Inc., senior note, 7.50%, 12/15/21	USA	USD	33,000	0.04
9,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	5,288	0.01
				<u>75,423,923</u>	<u>94.53</u>
Government and Municipal Bonds					
9,500,864	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	338,063	0.42
	TOTAL BONDS			<u>75,761,986</u>	<u>94.95</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>75,761,986</u>	<u>94.95</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
BONDS					
Corporate Bonds					
50,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>0</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>75,762,111</u>	<u>94.95</u>

** These securities are submitted to a Fair Valuation

* These Bonds are currently in default

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Franklin Global Listed Infrastructure Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Airport Services					
9,400	Japan Airport Terminal Co. Ltd.	JPN	JPY	512,280	3.18
490	Flughafen Zuerich AG	CHE	CHF	379,120	2.36
2,270	Aeroports de Paris (ADP)	FRA	EUR	256,395	1.59
50,649	Sydney Airport	AUS	AUD	194,547	1.21
1,245	Grupo Aeroportuario del Sureste SAB de CV, ADR	MEX	USD	176,628	1.10
52,666	Auckland International Airport Ltd.	NZL	NZD	176,113	1.09
2,277	Grupo Aeroportuario del Pacifico SAB de CV, ADR	MEX	USD	155,952	0.97
1,840	Fraport AG	DEU	EUR	115,530	0.72
9,340	BBA Aviation PLC	GBR	GBP	44,269	0.28
				<u>2,010,834</u>	<u>12.50</u>
Construction & Engineering					
7,142	Ferrovial SA	ESP	EUR	154,810	0.96
Electric Utilities					
112,836	Enel SpA	ITA	EUR	511,048	3.18
5,210	NextEra Energy Inc.	USA	USD	510,736	3.17
71,285	Iberdrola SA	ESP	EUR	479,998	2.98
5,390	Edison International	USA	USD	299,576	1.86
9,130	ITC Holdings Corp.	USA	USD	293,803	1.83
10,260	SSE PLC	GBR	GBP	247,580	1.54
4,780	Xcel Energy Inc.	USA	USD	153,820	0.96
4,830	Exelon Corp.	USA	USD	151,759	0.94
1,990	Duke Energy Corp.	USA	USD	140,534	0.87
4,050	Portland General Electric Co.	USA	USD	134,298	0.84
3,900	Enersis SA, ADR	CHL	USD	61,737	0.38
7,096	Companhia Energetica de Minas Gerais, ADR, pfd.	BRA	USD	27,036	0.17
				<u>3,011,925</u>	<u>18.72</u>
Gas Utilities					
4,270	AGL Resources Inc.	USA	USD	198,811	1.24
3,390	Atmos Energy Corp.	USA	USD	173,839	1.08
2,930	New Jersey Resources Corp.	USA	USD	80,722	0.50
6,100	ENN Energy Holdings Ltd.	CHN	HKD	36,789	0.23
				<u>490,161</u>	<u>3.05</u>
Highways & Railtracks					
37,927	Atlantia SpA	ITA	EUR	936,653	5.82
123,311	Transurban Group	AUS	AUD	884,521	5.50
49,690	Groupe Eurotunnel SE	FRA	EUR	719,348	4.47
17,570	Abertis Infraestructuras SA	ESP	EUR	288,035	1.79
48,814	Qube Logistics Holdings Ltd.	AUS	AUD	88,478	0.55
27,105	Macquarie Atlas Roads Group	AUS	AUD	66,481	0.41
				<u>2,983,516</u>	<u>18.54</u>
Independent Power Producers & Energy Traders					
3,960	NRG Energy Inc.	USA	USD	90,605	0.56
Integrated Telecommunication Services					
5,411	Cellnex Telecom SA	ESP	EUR	91,510	0.57
Marine Ports & Services					
143,000	China Merchants Holdings International Co. Ltd.	CHN	HKD	614,308	3.82
211,000	COSCO Pacific Ltd.	CHN	HKD	285,810	1.77
13,000	Kamigumi Co. Ltd.	JPN	JPY	122,150	0.76
137,500	Hutchison Port Holdings Trust	SGP	USD	86,625	0.54
				<u>1,108,893</u>	<u>6.89</u>
Multi-Utilities					
38,540	National Grid PLC	GBR	GBP	494,785	3.08
6,960	Dominion Resources Inc.	USA	USD	465,415	2.89
3,430	Sempra Energy	USA	USD	339,364	2.11
4,790	Public Service Enterprise Group Inc.	USA	USD	188,151	1.17
8,560	GDF Suez	FRA	EUR	158,741	0.99
3,590	Ameren Corp.	USA	USD	135,271	0.84
6,760	Suez Environnement Co.	FRA	EUR	125,700	0.78
2,340	NorthWestern Corp.	USA	USD	114,075	0.71
24,610	Centrica PLC	GBR	GBP	101,991	0.63
				<u>2,123,493</u>	<u>13.20</u>
Oil & Gas Storage & Transportation					
12,130	Kinder Morgan Inc.	USA	USD	465,671	2.89
9,930	Enbridge Inc.	CAN	CAD	464,381	2.89
4,780	Cheniere Energy Inc.	USA	USD	331,063	2.06
5,893	Shell Midstream Partners LP	USA	USD	269,015	1.67
8,830	Altagas Ltd.	CAN	CAD	268,930	1.67
8,500	Columbia Pipeline Group Inc.	USA	USD	244,800	1.52
17,740	Veresen Inc.	CAN	CAD	239,895	1.49
4,170	The Williams Cos. Inc.	USA	USD	239,316	1.49
6,960	Pembina Pipeline Corp.	CAN	CAD	224,960	1.40
1,802	Magellan Midstream Partners LP	USA	USD	132,231	0.82

The accompanying notes form an integral part of these financial statements

— Franklin Global Listed Infrastructure Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil & Gas Storage & Transportation (continued)				
5,612	Ultrapar Participacoes SA, ADR	BRA	USD	117,964	0.73
1,819	Western Gas Equity Partners LP	USA	USD	109,140	0.68
3,110	Enbridge Energy Management LLC	USA	USD	102,630	0.64
4,100	Inter Pipeline Ltd.	CAN	CAD	94,211	0.58
2,550	Spectra Energy Corp.	USA	USD	83,130	0.52
2,344	Enbridge Energy Partners LP	USA	USD	78,126	0.48
1,101	MarkWest Energy Partners LP	USA	USD	62,074	0.39
1,563	Cheniere Energy Partners LP	USA	USD	48,219	0.30
580	SemGroup Corp., A	USA	USD	46,098	0.29
				<u>3,621,854</u>	<u>22.51</u>
	Renewable Electricity				
4,990	Pattern Energy Group Inc.	USA	USD	141,616	0.88
11,500	Boralex Inc., A	CAN	CAD	122,274	0.76
				<u>263,890</u>	<u>1.64</u>
	Water Utilities				
2,810	American Water Works Co. Inc.	USA	USD	136,650	0.85
	TOTAL SHARES			<u>16,088,141</u>	<u>99.99</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>16,088,141</u>	<u>99.99</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Highways & Railtracks				
949	Abertis Infraestructuras SA	ESP	EUR	15,558	0.10
	TOTAL SHARES			<u>15,558</u>	<u>0.10</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>15,558</u>	<u>0.10</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Water Utilities				
91,000	Sound Global Ltd. **	CHN	HKD	73,614	0.46
	TOTAL SHARES			<u>73,614</u>	<u>0.46</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>73,614</u>	<u>0.46</u>
	TOTAL INVESTMENTS			<u>16,177,313</u>	<u>100.55</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Franklin Global Multi-Asset Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
13,388	The Berkeley Group Holdings PLC	GBR	GBP	631,476	0.56
189,319	ITE Group PLC	GBR	GBP	456,358	0.40
2,500	McDonald's Corp.	USA	USD	213,267	0.19
3,334	Darden Restaurants Inc.	USA	USD	212,644	0.19
4,372	Meredith Corp.	USA	USD	204,585	0.18
286,300	NagaCorp Ltd.	KHM	HKD	190,230	0.17
26,000	UMW Holdings Bhd.	MYS	MYR	62,658	0.05
23,600	MGM China Holdings Ltd.	HKG	HKD	34,640	0.03
83,000	Samson Holding Ltd.	HKG	HKD	9,896	0.01
				<u>2,015,754</u>	<u>1.78</u>
Consumer Staples					
14,881	British American Tobacco PLC	GBR	GBP	716,372	0.63
12,780	Imperial Tobacco Group PLC	GBR	GBP	552,536	0.49
6,310	Reckitt Benckiser Group PLC	GBR	GBP	488,156	0.43
21,255	Vector Group Ltd.	USA	USD	447,433	0.40
26,200	British American Tobacco Malaysia Bhd.	MYS	MYR	386,063	0.34
123,700	Carlsberg Brewery Malaysia Bhd.	MYS	MYR	367,489	0.33
5,363	Universal Corp./VA	USA	USD	275,837	0.24
534,000	Thai Beverage PCL, fgn.	THA	SGD	272,149	0.24
5,238	Altria Group Inc.	USA	USD	229,881	0.20
3,108	Reynolds American Inc.	USA	USD	208,213	0.19
2,866	The Procter & Gamble Co.	USA	USD	201,208	0.18
3,439	Kellogg Co.	USA	USD	193,481	0.17
1,960	Kimberly-Clark Corp.	USA	USD	186,371	0.17
5,651	Sysco Corp.	USA	USD	183,051	0.16
5,157	The Coca-Cola Co.	USA	USD	181,533	0.16
3,623	General Mills Inc.	USA	USD	181,142	0.16
3,817	Nu Skin Enterprises Inc., A	USA	USD	161,421	0.14
				<u>5,232,336</u>	<u>4.63</u>
Energy					
21,206	Total SA, B	FRA	EUR	923,945	0.82
30,820	Royal Dutch Shell PLC, A	GBR	GBP	776,160	0.69
128,104	BP PLC	GBR	GBP	758,722	0.67
9,601	The Williams Cos. Inc.	USA	USD	494,416	0.44
19,289	TGS Nopec Geophysical Co. ASA	NOR	NOK	404,154	0.36
11,450	Kinder Morgan Inc.	USA	USD	394,424	0.35
9,260	Enbridge Inc.	CAN	CAD	388,575	0.34
19,580	Eni SpA	ITA	EUR	311,714	0.28
8,744	ONEOK Inc.	USA	USD	309,761	0.27
392,000	China Petroleum and Chemical Corp., H	CHN	HKD	303,115	0.27
4,510	Cheniere Energy Inc.	USA	USD	280,284	0.25
4,933	ConocoPhillips	USA	USD	271,825	0.24
2,789	Chevron Corp.	USA	USD	241,424	0.21
5,546	Shell Midstream Partners LP	USA	USD	227,175	0.20
3,578	Helmerich & Payne Inc.	USA	USD	226,087	0.20
8,220	Altagas Ltd.	CAN	CAD	224,641	0.20
3,205	Occidental Petroleum Corp.	USA	USD	223,655	0.20
7,920	Columbia Pipeline Group Inc.	USA	USD	204,671	0.18
16,660	Veresen Inc.	CAN	CAD	202,154	0.18
2,649	Exxon Mobil Corp.	USA	USD	197,763	0.17
188,000	PetroChina Co. Ltd., H	CHN	HKD	187,808	0.17
6,340	Pembina Pipeline Corp.	CAN	CAD	183,876	0.16
1,720	Magellan Midstream Partners LP	USA	USD	113,252	0.10
5,352	Ultrapar Participacoes SA, ADR	BRA	USD	100,946	0.09
1,714	Western Gas Equity Partners LP	USA	USD	92,279	0.08
2,890	Enbridge Energy Management LLC	USA	USD	85,576	0.07
4,000	Inter Pipeline Ltd.	CAN	CAD	82,474	0.07
35,000	China Shenhua Energy Co. Ltd., H	CHN	HKD	71,630	0.06
2,380	Spectra Energy Corp.	USA	USD	69,620	0.06
2,210	Enbridge Energy Partners LP	USA	USD	66,095	0.06
1,057	MarkWest Energy Partners LP	USA	USD	53,474	0.05
590	SemGroup Corp., A	USA	USD	42,077	0.04
1,476	Cheniere Energy Partners LP	USA	USD	40,858	0.04
				<u>8,554,630</u>	<u>7.57</u>
Financials					
302,183	Intesa Sanpaolo SpA, di Risparmio	ITA	EUR	864,848	0.77
12,627	KBC Groep NV	BEL	EUR	756,862	0.67
166,038	Ashmore Group PLC	GBR	GBP	676,895	0.60
21,265	Banca Generali	ITA	EUR	671,549	0.59
4,565	Allianz SE	DEU	EUR	637,730	0.56
70,066	Banco Bilbao Vizcaya Argentaria SA	ESP	EUR	616,020	0.54
40,089	Standard Chartered PLC	GBR	GBP	575,857	0.51
69,900	Countrywide PLC	GBR	GBP	559,682	0.50
25,285	Swedbank AB, A	SWE	SEK	528,879	0.47
46,993	IG Group Holdings PLC	GBR	GBP	494,514	0.44
143,400	Corporacion Mapfre SA	ESP	EUR	442,676	0.39

The accompanying notes form an integral part of these financial statements

— Franklin Global Multi-Asset Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Financials (continued)					
449,000	China Construction Bank Corp., H	CHN	HKD	368,500	0.33
513,200	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	365,348	0.32
1,181	Zurich Insurance Group AG	CHE	CHF	322,527	0.29
21,330	Old Republic International Corp.	USA	USD	299,150	0.26
5,489	Mercury General Corp.	USA	USD	274,093	0.24
72,000	BOC Hong Kong (Holdings) Ltd.	HKG	HKD	270,037	0.24
18,491	People's United Financial Inc.	USA	USD	268,957	0.24
2,869	Euler Hermes Group	FRA	EUR	259,415	0.23
33,201	Cerved Information Solutions SpA	ITA	EUR	229,087	0.20
613,800	Sunway REIT	MYS	MYR	224,653	0.20
4,929	Westamerica Bancorp	USA	USD	224,015	0.20
6,078	United Bankshares Inc.	USA	USD	219,407	0.19
130,600	KLCCP Stapled Group	MYS	MYR	216,032	0.19
4,779	Cincinnati Financial Corp.	USA	USD	215,183	0.19
6,316	Community Bank System Inc.	USA	USD	214,057	0.19
63,430	Foxtons Group PLC	GBR	GBP	211,824	0.19
2,786	Erie Indemnity Co., A	USA	USD	205,166	0.18
170,895	Hatton National Bank PLC	LKA	LKR	198,137	0.18
2,575	Cullen/Frost Bankers Inc.	USA	USD	181,564	0.16
23,651	Oversea-Chinese Banking Corp. Ltd.	SGP	SGD	160,399	0.14
9,288	DBS Group Holdings Ltd.	SGP	SGD	128,023	0.11
21,000	Public Bank Bhd.	MYS	MYR	93,431	0.08
64,000	CapitalLand Mall Trust	SGP	SGD	91,669	0.08
375,800	Land and Houses PCL, fgn.	THA	THB	89,762	0.08
21,500	Siam Commercial Bank PCL, fgn.	THA	THB	88,728	0.08
334,500	Land and Houses PCL, NVDR	THA	THB	78,566	0.07
73,000	Keppel REIT Management Ltd.	SGP	SGD	55,684	0.05
				<u>12,378,926</u>	<u>10.95</u>
Health Care					
8,632	Sanofi	FRA	EUR	761,687	0.67
38,095	GlaxoSmithKline PLC	GBR	GBP	710,198	0.63
				<u>1,471,885</u>	<u>1.30</u>
Industrials					
49,787	Atlantia SpA	ITA	EUR	1,103,280	0.98
116,169	Transurban Group	AUS	AUD	747,715	0.66
46,560	Groupe Eurotunnel SE	FRA	EUR	604,814	0.53
131,000	China Merchants Holdings International Co. Ltd.	CHN	HKD	504,964	0.45
8,700	Japan Airport Terminal Co. Ltd.	JPN	JPY	425,440	0.38
59,992	BAE Systems PLC	GBR	GBP	381,573	0.34
470	Flughafen Zuerich AG	CHE	CHF	326,301	0.29
42,864	De La Rue PLC	GBR	GBP	317,225	0.28
11,465	bpost SA	BEL	EUR	282,498	0.25
5,237	Vinci SA	FRA	EUR	271,696	0.24
94,000	Shin Zu Shing Co. Ltd.	TWN	TWD	255,505	0.23
13,900	Brunel International NV	NLD	EUR	247,351	0.22
199,000	COSCO Pacific Ltd.	CHN	HKD	241,873	0.21
16,372	Abertis Infraestructuras SA	ESP	EUR	240,832	0.21
2,120	Aeroports de Paris (ADP)	FRA	EUR	214,862	0.19
21,412	Veidekke ASA	NOR	NOK	214,395	0.19
2,680	Caterpillar Inc.	USA	USD	203,973	0.18
68,040	Zhengzhou Yutong Bus Co. Ltd., A	CHN	CNY	202,425	0.18
8,254	Brady Corp., A	USA	USD	183,233	0.16
1,843,320	Dynasty Ceramic PCL, fgn.	THA	THB	180,029	0.16
3,552	Emerson Electric Co.	USA	USD	176,668	0.16
47,712	Sydney Airport	AUS	AUD	164,445	0.15
1,176	Grupo Aeroportuario del Sureste SAB de CV, ADR	MEX	USD	149,705	0.13
49,617	Auckland International Airport Ltd.	NZL	NZD	148,878	0.13
2,142	Grupo Aeroportuario del Pacifico SAB de CV, ADR	MEX	USD	131,639	0.12
6,653	Ferrovial SA	ESP	EUR	129,401	0.11
12,000	Kamigumi Co. Ltd.	JPN	JPY	101,175	0.09
1,730	Fraport AG	DEU	EUR	97,468	0.09
569,500	Astra Graphia Tbk PT	IDN	IDR	84,323	0.07
45,576	Qube Logistics Holdings Ltd.	AUS	AUD	74,125	0.07
129,400	Hutchison Port Holdings Trust	SGP	USD	73,150	0.06
25,369	Macquarie Atlas Roads Group	AUS	AUD	55,833	0.05
8,710	BBA Aviation PLC	GBR	GBP	37,043	0.03
19,000	SembCorp Marine Ltd.	SGP	SGD	35,948	0.03
182,700	Hexindo Adiperkasa Tbk PT	IDN	IDR	33,138	0.03
1,539	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	27,394	0.02
34,032	Rickmers Maritime	SGP	SGD	5,895	0.01
				<u>8,676,212</u>	<u>7.68</u>
Information Technology					
281,200	Delta Electronics (Thailand) PCL, fgn.	THA	THB	675,395	0.60
124,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	505,933	0.45
30,200	VTech Holdings Ltd.	HKG	HKD	358,324	0.32
36,000	Asustek Computer Inc.	TWN	TWD	314,154	0.28
62,000	Simplo Technology Co. Ltd.	TWN	TWD	257,468	0.23
58,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	250,963	0.22

The accompanying notes form an integral part of these financial statements

— Franklin Global Multi-Asset Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Information Technology (continued)					
171,000	Synnex Technology International Corp.	TWN	TWD	227,186	0.20
6,392	Maxim Integrated Products Inc.	USA	USD	198,307	0.17
35,000	Flytech Technology Co. Ltd.	TWN	TWD	125,017	0.11
				<u>2,912,747</u>	<u>2.58</u>
Materials					
649,000	Fauji Fertilizer Co. Ltd.	PAK	PKR	857,658	0.76
15,308	Rio Tinto PLC	GBR	GBP	564,079	0.50
11,880	CRH PLC	IRL	EUR	300,802	0.26
13,150	Tikkurila Oy	FIN	EUR	234,464	0.21
2,702	BASF SE	DEU	EUR	212,972	0.19
4,688	Nucor Corp.	USA	USD	185,383	0.16
				<u>2,355,358</u>	<u>2.08</u>
Telecommunication Services					
34,487	Deutsche Telekom AG	DEU	EUR	532,824	0.47
139,704	Vodafone Group PLC	GBR	GBP	452,657	0.40
67,921	TDC AS	DNK	DKK	446,753	0.40
31,500	China Mobile Ltd.	CHN	HKD	362,445	0.32
10,543	AT&T Inc.	USA	USD	336,029	0.30
6,109	Verizon Communications Inc.	USA	USD	255,499	0.23
69,000	Singapore Telecommunications Ltd.	SGP	SGD	193,524	0.17
89,700	Intouch Holdings PCL, NVDR	THA	THB	185,687	0.16
567,000	Telekomunikasi Indonesia Persero Tbk PT, B	IDN	IDR	111,809	0.10
4,821	Cellnex Telecom SA	ESP	EUR	73,159	0.06
11,400	Grameenphone Ltd.	BGD	BDT	43,634	0.04
				<u>2,994,020</u>	<u>2.65</u>
Utilities					
61,945	National Grid PLC	GBR	GBP	713,592	0.63
36,054	GDF Suez	FRA	EUR	599,939	0.53
147,326	Centrica PLC	GBR	GBP	547,860	0.49
137,010	Energias de Portugal SA	PRT	EUR	466,519	0.41
103,878	Snam SpA	ITA	EUR	443,351	0.39
105,772	Enel SpA	ITA	EUR	429,857	0.38
4,880	NextEra Energy Inc.	USA	USD	429,258	0.38
66,650	Iberdrola SA	ESP	EUR	402,699	0.36
6,590	Dominion Resources Inc.	USA	USD	395,418	0.35
9,044	AGL Resources Inc.	USA	USD	377,844	0.33
5,391	Duke Energy Corp.	USA	USD	341,615	0.30
44,000	Cheung Kong Infrastructure Holdings Ltd.	HKG	HKD	306,361	0.27
36,500	Power Assets Holdings Ltd.	HKG	HKD	298,715	0.26
3,230	Sempra Energy	USA	USD	286,757	0.25
7,070	The Southern Co.	USA	USD	265,811	0.24
5,120	Edison International	USA	USD	255,345	0.23
8,590	ITC Holdings Corp.	USA	USD	248,038	0.22
5,904	Northwest Natural Gas Co.	USA	USD	223,456	0.20
7,998	Avista Corp.	USA	USD	219,964	0.19
4,187	Consolidated Edison Inc.	USA	USD	217,456	0.19
4,686	SCANA Corp.	USA	USD	212,971	0.19
9,650	SSE PLC	GBR	GBP	208,946	0.19
7,822	PPL Corp.	USA	USD	206,841	0.18
6,615	Westar Energy Inc.	USA	USD	203,118	0.18
11,440	MDU Resources Group Inc.	USA	USD	200,479	0.18
4,078	The Laclede Group Inc.	USA	USD	190,498	0.17
5,921	Piedmont Natural Gas Co. Inc.	USA	USD	187,600	0.17
4,580	Public Service Enterprise Group Inc.	USA	USD	161,427	0.14
3,250	Atmos Energy Corp.	USA	USD	149,545	0.13
4,510	Xcel Energy Inc.	USA	USD	130,227	0.12
4,540	Exelon Corp.	USA	USD	127,998	0.11
4,680	Pattern Energy Group Inc.	USA	USD	119,178	0.11
2,720	American Water Works Co. Inc.	USA	USD	118,690	0.11
3,410	Ameren Corp.	USA	USD	115,294	0.10
3,790	Portland General Electric Co.	USA	USD	112,770	0.10
366,500	Perusahaan Gas Negara (Persero) Tbk PT	IDN	IDR	106,435	0.09
6,310	Suez Environnement Co.	FRA	EUR	105,282	0.09
10,800	Boralex Inc., A	CAN	CAD	103,038	0.09
2,160	NorthWestern Corp.	USA	USD	94,486	0.08
3,760	NRG Energy Inc.	USA	USD	77,194	0.07
2,790	New Jersey Resources Corp.	USA	USD	68,971	0.06
3,680	Enerjis SA, ADR	CHL	USD	52,272	0.05
5,600	ENN Energy Holdings Ltd.	CHN	HKD	30,305	0.03
6,847	Companhia Energetica de Minas Gerais, ADR, pfd.	BRA	USD	23,408	0.02
				<u>10,576,828</u>	<u>9.36</u>
	TOTAL SHARES			<u>57,168,696</u>	<u>50.58</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>57,168,696</u>	<u>50.58</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Multi-Asset Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Financials				
1,035,173	FTIF Templeton Emerging Markets Bond Fund - Y (Mdis) USD	LUX	USD	9,242,199	8.18
741,096	FTSIF Franklin Emerging Market Corporate Debt Fund - Y (Mdis) EUR	LUX	EUR	<u>7,418,371</u>	<u>6.56</u>
				<u>16,660,570</u>	<u>14.74</u>
	TOTAL INVESTMENTS FUNDS			<u>16,660,570</u>	<u>14.74</u>
	SHARES				
	Industrials				
764	Abertis Infraestructuras SA	ESP	EUR	<u>11,239</u>	<u>0.01</u>
	TOTAL SHARES			<u>11,239</u>	<u>0.01</u>
	BONDS				
	Corporate Bonds				
420,000	AT&T Inc., senior note, 2.45%, 06/30/20	USA	USD	369,524	0.33
340,000	Verizon Communications Inc., senior bond, 6.55%, 09/15/43	USA	USD	357,943	0.32
300,000	Standard Chartered PLC, senior note, Reg S, 4.125%, 01/18/19	GBR	EUR	335,292	0.30
300,000	Orange SA, senior bond, Reg S, 3.125%, 01/09/24	FRA	EUR	333,076	0.29
320,000	Merrill Lynch & Co. Inc., senior note, 6.875%, 04/25/18	USA	USD	324,425	0.29
300,000	Daimler AG, senior note, Reg S, 4.125%, 01/19/17	DEU	EUR	318,061	0.28
300,000	BPCE SA, senior note, Reg S, 2.125%, 03/17/21	FRA	EUR	313,456	0.28
345,000	CVS Health Corp., senior note, 2.25%, 12/05/18	USA	USD	313,454	0.28
345,000	Comcast Corp., senior bond, 3.375%, 08/15/25	USA	USD	305,643	0.27
300,000	State Grid Europe Development (2014) PLC, senior note, Reg S, 1.50%, 01/26/22	CHN	EUR	296,205	0.26
330,000	Altria Group Inc., senior note, 2.625%, 01/14/20	USA	USD	295,026	0.26
286,000	Morgan Stanley, senior note, 5.50%, 07/28/21	USA	USD	289,430	0.26
200,000	Bupa Finance PLC, sub. note, Reg S, 5.00%, 04/25/23	GBR	GBP	285,876	0.25
220,000	Citigroup Inc., senior note, 8.125%, 07/15/39	USA	USD	283,406	0.25
315,000	Simon Property Group LP, senior bond, 3.375%, 10/01/24	USA	USD	280,747	0.25
300,000	Swiss RE Capital I LP, junior sub. note, 144A, 6.854% to 05/25/16, FRN thereafter, Perpetual	CHE	USD	277,952	0.25
300,000	EDF SA, sub. note, 144A, 5.25% to 01/29/23, FRN thereafter, Perpetual	FRA	USD	270,537	0.24
300,000	Royal Bank of Scotland Group PLC, senior note, 1.875%, 03/31/17	GBR	USD	267,900	0.24
250,000	Danske Bank AS, senior note, 3.875%, 02/28/17	DNK	EUR	264,916	0.23
240,000	21st Century Fox America Inc., senior bond, 6.40%, 12/15/35	USA	USD	254,844	0.23
275,000	Georgia-Pacific LLC, 144A, 3.734%, 07/15/23	USA	USD	248,523	0.22
275,000	Mondelez International Inc., senior note, 2.25%, 02/01/19	USA	USD	247,201	0.22
275,000	Walgreens Boots Alliance Inc., senior note, 3.80%, 11/18/24	USA	USD	241,502	0.21
200,000	Barclays Bank PLC, senior sub. note, Reg S, 6.00%, 01/14/21	GBR	EUR	237,282	0.21
200,000	Time Warner Inc., 7.625%, 04/15/31	USA	USD	233,629	0.21
200,000	Rabobank Nederland, senior note, Reg S, 4.125%, 01/12/21	NLD	EUR	232,530	0.21
200,000	AXA SA, sub. bond, Reg S, 5.25% to 04/16/20, FRN thereafter, 04/16/40	FRA	EUR	224,098	0.20
250,000	Rio Tinto Finance USA PLC, senior note, 1.625%, 08/21/17	GBR	USD	223,888	0.20
245,000	Sydney Airport Finance Co. Pty. Ltd., 144A, 3.90%, 03/22/23	AUS	USD	223,532	0.20
200,000	WPP Finance 2013, senior note, Reg S, 3.00%, 11/20/23	GBR	EUR	220,598	0.20
200,000	Ford Motor Credit Co. LLC, senior note, 8.125%, 01/15/20	USA	USD	219,200	0.19
200,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 11/08/18	ITA	EUR	217,787	0.19
200,000	Motability Operations Group PLC, senior note, Reg S, 3.75%, 11/29/17	GBR	EUR	216,095	0.19
200,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	215,754	0.19
200,000	ABB Finance BV, senior note, Reg S, 2.625%, 03/26/19	CHE	EUR	215,079	0.19
220,000	General Electric Capital Corp., senior note, 5.625%, 09/15/17	USA	USD	214,950	0.19
200,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	213,717	0.19
200,000	Gas Natural Fenosa Finance BV, senior note, Reg S, 2.875%, 03/11/24	ESP	EUR	213,199	0.19
240,000	Glencore Funding LLC, senior note, 144A, 2.50%, 01/15/19	CHE	USD	212,975	0.19
200,000	Lloyds Bank PLC, senior note, Reg S, 1.875%, 10/10/18	GBR	EUR	208,298	0.18
226,000	American Tower Corp., senior note, 3.40%, 02/15/19	USA	USD	207,557	0.18
200,000	Yorkshire Building Society, senior note, Reg S, 2.125%, 03/18/19	GBR	EUR	207,011	0.18
200,000	Syngenta Finance NV, senior note, Reg S, 1.875%, 11/02/21	CHE	EUR	206,394	0.18
200,000	Compass Group PLC, senior note, Reg S, 1.875%, 01/27/23	GBR	EUR	206,267	0.18
200,000	Carlsberg Breweries A/S, senior note, Reg S, 2.50%, 05/28/24	DNK	EUR	204,819	0.18
200,000	The Goldman Sachs Group Inc., senior note, 5.75%, 01/24/22	USA	USD	204,087	0.18
220,000	H.J. Heinz Co., senior note, 144A, 5.20%, 07/15/45	USA	USD	202,774	0.18
225,000	HSBC USA Inc., senior note, 2.35%, 03/05/20	USA	USD	200,202	0.18
200,000	Heathrow Funding Ltd., senior secured bond, 144A, 4.875%, 07/15/23	GBR	USD	197,045	0.17
200,000	Gilead Sciences Inc., senior note, 4.40%, 12/01/21	USA	USD	195,952	0.17
200,000	Casino Guichard Perrachon SA, senior bond, Reg S, 2.33%, 02/07/25	FRA	EUR	195,387	0.17
200,000	Swiss Life AG via Demeter Investment, junior sub. bond, 4.375% to 06/16/25, FRN thereafter, Perpetual	CHE	EUR	195,176	0.17
225,000	Woodside Finance Ltd., senior note, 144A, 3.65%, 03/05/25	AUS	USD	194,636	0.17
225,000	Anthem Inc., senior bond, 3.30%, 01/15/23	USA	USD	194,244	0.17
215,000	Hyundai Capital America, senior note, 144A, 2.00%, 03/19/18	KOR	USD	193,843	0.17
225,000	Dollar General Corp., senior bond, 3.25%, 04/15/23	USA	USD	192,433	0.17
190,000	Telstra Corp. Ltd., 144A, 4.80%, 10/12/21	AUS	USD	190,058	0.17
210,000	Abbey National Treasury Services PLC, senior note, 1.375%, 03/13/17	GBR	USD	188,880	0.17
200,000	General Electric Capital Corp., junior sub. bond, C, 5.25% to 06/15/23, FRN thereafter, Perpetual	USA	USD	184,172	0.16
205,000	Becton Dickinson & Co., senior note, 1.80%, 12/15/17	USA	USD	184,045	0.16
200,000	LYB International Finance BV, senior note, 4.00%, 07/15/23	USA	USD	183,849	0.16
210,000	EnSCO PLC, senior bond, 4.50%, 10/01/24	USA	USD	180,103	0.16
200,000	Alibaba Group Holding Ltd., senior note, 144A, 2.50%, 11/28/19	CHN	USD	178,020	0.16
100,000	Imperial Tobacco Finance PLC, Reg S, 7.75%, 06/24/19	GBR	GBP	168,601	0.15

The accompanying notes form an integral part of these financial statements

— Franklin Global Multi-Asset Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
100,000	Telefonica Emisiones SAU, senior bond, Reg S, 5.289%, 12/09/22	ESP	GBP	156,441	0.14
100,000	Svenska Handelsbanken AB, senior note, Reg S, 4.00%, 01/18/19	SWE	GBP	151,711	0.13
100,000	WM Morrison Supermarkets PLC, Reg S, 4.625%, 12/08/23	GBR	GBP	142,760	0.13
155,000	Freeport-McMoRan Copper & Gold Inc., senior note, 2.30%, 11/14/17	USA	USD	138,834	0.12
160,000	Weatherford International Ltd./Bermuda, 7.00%, 03/15/38	USA	USD	137,251	0.12
150,000	Wells Fargo & Co., senior note, 3.45%, 02/13/23	USA	USD	134,253	0.12
130,000	NOVA Chemicals Corp., senior bond, 144A, 5.00%, 05/01/25	CAN	USD	117,379	0.10
120,000	HCA Inc., senior secured bond, first lien, 5.875%, 03/15/22	USA	USD	117,367	0.10
130,000	Enterprise Products Operating LLC, senior bond, 3.90%, 02/15/24	USA	USD	117,184	0.10
120,000	Asciano Finance Ltd., senior note, 144A, 5.00%, 04/07/18	AUS	USD	115,466	0.10
130,000	Constellation Brands Inc., senior note, 4.25%, 05/01/23	USA	USD	115,191	0.10
125,000	GDF Suez, senior note, 144A, 1.625%, 10/10/17	FRA	USD	112,883	0.10
108,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	109,677	0.10
100,000	Oracle Corp., senior note, 6.125%, 07/08/39	USA	USD	108,282	0.10
120,000	Sabre GLBL Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	106,600	0.09
105,000	Navient Corp., senior note, 8.45%, 06/15/18	USA	USD	104,939	0.09
100,000	SPP-Distribucia AS, senior note, Reg S, 2.625%, 06/23/21	SVK	EUR	104,750	0.09
115,000	Viacom Inc., senior note, 2.50%, 09/01/18	USA	USD	104,285	0.09
115,000	WPX Energy Inc., senior note, 6.00%, 01/15/22	USA	USD	102,416	0.09
115,000	ArcelorMittal, senior bond, 7.50%, 03/01/41	LUX	USD	101,995	0.09
105,000	CIT Group Inc., secured note, 144A, 5.50%, 02/15/19	USA	USD	98,457	0.09
110,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	96,729	0.09
100,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	92,591	0.08
100,000	Sysco Corp., senior bond, 4.50%, 10/02/44	USA	USD	90,628	0.08
100,000	Anheuser-Busch InBev Worldwide Inc., senior note, 1.375%, 07/15/17	BEL	USD	90,165	0.08
90,000	MetLife Inc., junior sub. note, 6.40% to 12/15/36, FRN thereafter, 12/15/66	USA	USD	88,833	0.08
90,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 7.50%, 07/15/21	USA	USD	87,521	0.08
95,000	Kinder Morgan Energy Partners LP, senior note, 6.50%, 09/01/39	USA	USD	87,423	0.08
90,000	BNP Paribas SA, 2.375%, 09/14/17	FRA	USD	82,005	0.07
90,000	CenturyLink Inc., senior bond, 6.75%, 12/01/23	USA	USD	81,313	0.07
85,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	80,656	0.07
100,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	77,505	0.07
50,000	Tesco PLC, senior note, 6.125%, 02/24/22	GBR	GBP	76,689	0.07
75,000	Valero Energy Corp., 6.125%, 06/15/17	USA	USD	73,168	0.07
65,000	Aviation Capital Group Corp., 144A, 6.75%, 04/06/21	USA	USD	66,634	0.06
65,000	Sealed Air Corp., senior note, 144A, 6.50%, 12/01/20	USA	USD	64,595	0.06
50,000	Mitsui Sumitomo Insurance Co. Ltd., junior sub. note, 144A, 7.00% to 03/15/22, FRN thereafter, 03/15/72	JPN	USD	52,384	0.05
50,000	QEP Resources Inc., senior note, 5.375%, 10/01/22	USA	USD	43,551	0.04
40,000	Neuberger Berman Group LLC/Finance Corp., senior note, 144A, 5.875%, 03/15/22	USA	USD	38,494	0.03
40,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	28,086	0.03
30,000	Intelsat Jackson Holdings SA, senior note, 7.50%, 04/01/21	LUX	USD	26,717	0.02
40,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	11,665	0.01
				<u>19,108,578</u>	<u>16.90</u>
Government and Municipal Bonds					
312,000	Government of Mexico, senior note, 4.00%, 10/02/23	MEX	USD	287,653	0.25
75,000	Florida Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 2.995%, 07/01/20	USA	USD	68,651	0.06
75,000	Illinois State GO, 5.10%, 06/01/33	USA	USD	62,785	0.06
				<u>419,089</u>	<u>0.37</u>
Securities Maturing Within One Year					
357,000	JPMorgan Chase & Co., 5.15%, 10/01/15	USA	USD	323,322	0.29
320,000	AbbVie Inc., senior note, 1.20%, 11/06/15	USA	USD	287,424	0.25
70,000	Juniper Networks Inc., senior note, 3.10%, 03/15/16	USA	USD	63,728	0.06
50,000	Government of Poland, senior note, 3.875%, 07/16/15	POL	USD	44,910	0.04
				<u>719,384</u>	<u>0.64</u>
				<u>20,247,051</u>	<u>17.91</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>36,918,860</u>	<u>32.66</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Utilities					
51,000	Sound Global Ltd. **	CHN	HKD	37,019	0.03
				<u>37,019</u>	<u>0.03</u>
TOTAL SHARES				<u>37,019</u>	<u>0.03</u>
TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				<u>37,019</u>	<u>0.03</u>
TOTAL INVESTMENTS				<u>94,124,575</u>	<u>83.27</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Franklin Global Real Estate Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Diversified Real Estate Activities					
536,706	Mitsui Fudosan Co. Ltd.	JPN	JPY	15,028,119	3.58
499,593	Mitsubishi Estate Co. Ltd.	JPN	JPY	10,762,129	2.56
419,559	Sun Hung Kai Properties Ltd.	HKG	HKD	6,814,353	1.62
1,923,916	CapitaLand Ltd.	SGP	SGD	4,999,410	1.19
644,850	The Wharf Holdings Ltd.	HKG	HKD	4,292,539	1.02
233,799	Tokyo Tatemono Co. Ltd.	JPN	JPY	3,247,467	0.77
				<u>45,144,017</u>	<u>10.74</u>
Diversified REIT's					
395,829	Land Securities Group PLC	GBR	GBP	7,487,043	1.78
463,527	British Land Co. PLC	GBR	GBP	5,778,275	1.38
1,414,909	Stockland	AUS	AUD	4,474,409	1.07
665	Kenedix Office Investment Corp.	JPN	JPY	3,336,138	0.79
54,312	WP Carey Inc.	USA	USD	3,201,149	0.76
78,639	American Assets Trust Inc.	USA	USD	3,083,435	0.73
2,073	Hulic REIT Inc.	JPN	JPY	2,953,928	0.70
1,906,571	Mirvac Group	AUS	AUD	2,720,496	0.65
146,300	Duke Realty Corp.	USA	USD	2,716,791	0.65
302	Activia Properties Inc.	JPN	JPY	2,558,820	0.61
37,952	Wereldhave N.V.	NLD	EUR	2,154,115	0.51
63,239	Canadian REIT	CAN	CAD	2,149,316	0.51
1,654,430	Suntec REIT	SGP	SGD	2,118,859	0.50
				<u>44,732,774</u>	<u>10.64</u>
Health Care REIT's					
118,975	Health Care REIT Inc.	USA	USD	7,808,329	1.86
117,835	Ventas Inc.	USA	USD	7,316,375	1.74
157,835	HCP Inc.	USA	USD	5,756,243	1.37
85,222	Sabra Health Care REIT Inc.	USA	USD	2,193,614	0.52
57,100	OMEGA Healthcare Investors Inc.	USA	USD	1,960,243	0.46
				<u>25,034,804</u>	<u>5.95</u>
Hotel & Resort REIT's					
248,578	Host Hotels & Resorts Inc.	USA	USD	4,929,302	1.17
105,466	Pebblebrook Hotel Trust	USA	USD	4,522,382	1.07
199,999	Sunstone Hotel Investors Inc.	USA	USD	3,001,985	0.71
140,800	Summit Hotel Properties Inc.	USA	USD	1,831,808	0.44
109	Hoshino Resorts REIT Inc.	JPN	JPY	1,204,976	0.29
				<u>15,490,453</u>	<u>3.68</u>
Hotels, Resorts & Cruise Lines					
77,870	Hilton Worldwide Holdings Inc.	USA	USD	2,145,318	0.51
141,432	Melia Hotels International SA	ESP	EUR	1,866,208	0.44
				<u>4,011,526</u>	<u>0.95</u>
Industrial REITs					
221,031	Prologis Inc.	USA	USD	8,200,250	1.95
1,098,283	Goodman Group	AUS	AUD	5,311,353	1.26
1,901	Nippon Prologis REIT Inc.	JPN	JPY	3,500,984	0.83
119,400	First Industrial Realty Trust Inc.	USA	USD	2,236,362	0.53
912,330	PLA Administradora Industrial S de RL de CV	MEX	MXN	1,784,836	0.43
1,895,830	Mapletree Logistics Trust	SGP	SGD	1,590,532	0.38
				<u>22,624,317</u>	<u>5.38</u>
Office REIT's					
69,260	Boston Properties Inc.	USA	USD	8,383,230	1.99
83,785	Vornado Realty Trust	USA	USD	7,953,710	1.89
90,227	Kilroy Realty Corp.	USA	USD	6,058,743	1.44
52,049	SL Green Realty Corp.	USA	USD	5,719,665	1.36
61,961	Alexandria Real Estate Equities Inc.	USA	USD	5,419,109	1.29
93,341	Derwent London PLC	GBR	GBP	4,988,649	1.19
389,613	Great Portland Estates PLC	GBR	GBP	4,749,757	1.13
70,261	Highwoods Properties Inc.	USA	USD	2,806,927	0.67
580	Japan Real Estate Investment Corp.	JPN	JPY	2,634,856	0.63
121,160	Paramount Group Inc.	USA	USD	2,079,105	0.50
27,765	Digital Realty Trust Inc.	USA	USD	1,851,370	0.44
38,902	Coresite Realty Corp.	USA	USD	1,767,707	0.42
56,800	CyrusOne Inc.	USA	USD	1,672,760	0.40
335	Daiwa Office Investment Corp.	JPN	JPY	1,603,971	0.38
105,250	Brandywine Realty Trust	USA	USD	1,397,720	0.33
25,000	Champion REIT	HKG	HKD	13,707	0.00
				<u>59,100,986</u>	<u>14.06</u>
Real Estate Development					
1,665,804	Sino Land Co. Ltd.	HKG	HKD	2,789,359	0.66
638,897	China Overseas Land & Investment Ltd.	CHN	HKD	2,262,450	0.54
1,866,000	KWG Property Holdings Ltd.	CHN	HKD	1,571,921	0.37
336,000	China Resources Land Ltd.	CHN	HKD	1,090,142	0.26
				<u>7,713,872</u>	<u>1.83</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Real Estate Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Real Estate Operating Companies					
1,042,859	Hong Kong Land Holdings Ltd.	HKG	USD	8,551,444	2.03
145,154	Deutsche Annington Immobilien SE	DEU	EUR	4,092,702	0.97
49,756	LEG Immobilien AG	DEU	EUR	3,455,680	0.82
1,699,286	Global Logistic Properties Ltd.	SGP	SGD	3,191,917	0.76
131,700	Brookfield Property Partners LP	USA	CAD	2,912,373	0.69
619,645	Hysan Development Co. Ltd.	HKG	HKD	2,681,892	0.64
199,471	Hufvudstaden AB, A	SWE	SEK	2,427,131	0.58
48,576	Deutsche Euroshop AG	DEU	EUR	2,132,398	0.51
231,636	Unite Group PLC	GBR	GBP	2,079,690	0.50
185,920	Hemfosa Fastigheter AB	SWE	SEK	1,894,546	0.45
117,850	Castellum AB	SWE	SEK	1,655,686	0.39
43,717	Hispania Activos Inmobiliarios SAU	ESP	EUR	641,161	0.15
4,236	Deutsche Euroshop AG, Reg S	DEU	EUR	185,953	0.05
				<u>35,902,573</u>	<u>8.54</u>
Residential REIT's					
160,065	Equity Residential	USA	USD	11,231,761	2.67
34,759	Essex Property Trust Inc.	USA	USD	7,386,287	1.76
41,479	AvalonBay Communities Inc.	USA	USD	6,631,248	1.58
169,286	UDR Inc.	USA	USD	5,422,231	1.29
118,897	Apartment Investment & Management Co., A	USA	USD	4,390,866	1.04
70,398	Equity Lifestyle Properties Inc.	USA	USD	3,701,527	0.88
4,422	Invincible Investment Corp.	JPN	JPY	2,359,315	0.56
				<u>41,123,235</u>	<u>9.78</u>
Retail REIT's					
116,642	Simon Property Group Inc.	USA	USD	20,181,399	4.80
51,251	Unibail-Rodamco SE	FRA	EUR	12,948,351	3.08
285,572	General Growth Properties Inc.	USA	USD	7,327,777	1.74
1,097,711	The Link REIT	HKG	HKD	6,436,174	1.53
851,214	Westfield Corp.	AUS	AUD	5,987,657	1.42
513,556	Hammerson PLC	GBR	GBP	4,965,833	1.18
107,003	Realty Income Corp.	USA	USD	4,749,863	1.13
1,623,335	Scentre Group	AUS	AUD	4,695,293	1.12
78,664	Regency Centers Corp.	USA	USD	4,639,603	1.10
104,842	Klepierre	FRA	EUR	4,609,968	1.10
55,760	The Macerich Co.	USA	USD	4,159,696	0.99
30,666	Federal Realty Investment Trust	USA	USD	3,928,008	0.94
91,385	Weingarten Realty Investors	USA	USD	2,987,376	0.71
42,974	Taubman Centers Inc.	USA	USD	2,986,693	0.71
113,377	RioCan REIT	CAN	CAD	2,430,026	0.58
96,691	Kimco Realty Corp.	USA	USD	2,179,415	0.52
91,600	Brixmor Property Group Inc.	USA	USD	2,118,708	0.50
42,726	Eurocommercial Properties NV, IDR	NLD	EUR	1,781,076	0.42
411	Kenedix Retail REIT Corp.	JPN	JPY	975,533	0.23
463,337	CapitaLand Mall Trust	SGP	SGD	739,605	0.18
				<u>100,828,054</u>	<u>23.98</u>
Specialized REIT's					
38,017	Public Storage	USA	USD	7,009,195	1.67
71,900	Extra Space Storage Inc.	USA	USD	4,689,318	1.11
160,726	CubeSmart	USA	USD	3,722,414	0.89
				<u>15,420,927</u>	<u>3.67</u>
				<u>417,127,538</u>	<u>99.20</u>
TOTAL SHARES					
RIGHTS					
Real Estate Operating Companies					
8	Deutsche Annington Immobilien SE, rts., 06/30/15	DEU	EUR	12	0.00
				<u>12</u>	<u>0.00</u>
TOTAL RIGHTS					
WARRANTS					
Diversified Real Estate Activities					
33,796	Sun Hung Kai Properties Ltd., wts., 04/22/16	HKG	HKD	120,114	0.03
				<u>120,114</u>	<u>0.03</u>
				<u>417,247,664</u>	<u>99.23</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>417,247,664</u>	<u>99.23</u>
TOTAL INVESTMENTS				<u>417,247,664</u>	<u>99.23</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Small-Mid Cap Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Beverages				
2,083,300	C&C Group PLC	IRL	EUR	<u>8,163,216</u>	<u>3.03</u>
	Building Products				
306,143	Uponor OYJ	FIN	EUR	<u>4,609,356</u>	<u>1.71</u>
	Capital Markets				
12,508,700	ABG Sundal Collier Holding ASA	NOR	NOK	10,656,088	3.95
198,500	Oaktree Capital Group LLC	USA	USD	10,556,230	3.92
611,800	Fairfax India Holdings Corp.	CAN	USD	6,943,930	2.58
5,143,847	ARA Asset Management Ltd.	SGP	SGD	6,683,297	2.48
3,326,100	FXCM Inc., A	USA	USD	<u>4,822,845</u>	<u>1.79</u>
				<u>39,662,390</u>	<u>14.72</u>
	Chemicals				
1,555,991	Alent PLC	GBR	GBP	<u>9,042,065</u>	<u>3.35</u>
	Commercial Services & Supplies				
311,500	ISS A/S	DNK	DKK	<u>10,274,600</u>	<u>3.81</u>
	Construction & Engineering				
483,457	Morgan Sindall PLC	GBR	GBP	<u>6,265,966</u>	<u>2.32</u>
	Diversified Financial Services				
132,800	Deutsche Boerse AG	DEU	EUR	<u>10,988,923</u>	<u>4.08</u>
	Electrical Equipment				
406,700	Prysmian SpA	ITA	EUR	<u>8,783,923</u>	<u>3.26</u>
	Electronic Equipment, Instruments & Components				
485,700	Esprinet SpA	ITA	EUR	<u>3,921,634</u>	<u>1.46</u>
	Hotels, Restaurants & Leisure				
2,938,300	Dalata Hotel Group PLC	IRL	EUR	11,788,518	4.37
700,287	ClubLink Enterprises Ltd.	CAN	CAD	<u>5,632,009</u>	<u>2.09</u>
				<u>17,420,527</u>	<u>6.46</u>
	Insurance				
19,700	Markel Corp.	USA	USD	15,773,396	5.85
114,700	RenaissanceRe Holdings Ltd.	USA	USD	11,643,197	4.32
235,700	ProAssurance Corp.	USA	USD	10,891,697	4.04
19,600	Fairfax Financial Holdings Ltd.	CAN	CAD	9,664,730	3.59
135,200	Arch Capital Group Ltd.	USA	USD	<u>9,052,992</u>	<u>3.36</u>
				<u>57,026,012</u>	<u>21.16</u>
	Leisure products				
383,776	Beneteau	FRA	EUR	<u>6,535,243</u>	<u>2.42</u>
	Machinery				
1,303,900	Vesuvius PLC	GBR	GBP	8,705,815	3.23
441,606	Zardoya Otis SA	ESP	EUR	<u>4,808,284</u>	<u>1.78</u>
				<u>13,514,099</u>	<u>5.01</u>
	Metals & Mining				
661,500	Major Drilling Group International Inc.	CAN	CAD	<u>3,310,148</u>	<u>1.23</u>
	Personal Products				
830,600	Aderans Co. Ltd.	JPN	JPY	<u>7,173,333</u>	<u>2.66</u>
	Professional Services				
1,275,000	Michael Page International PLC	GBR	GBP	10,916,487	4.05
755,700	Sthree PLC	GBR	GBP	<u>4,446,082</u>	<u>1.65</u>
				<u>15,362,569</u>	<u>5.70</u>
	Real Estate Investment Trusts (REITs)				
6,234,948	Green REIT PLC	IRL	EUR	10,186,556	3.78
3,065,833	Irish Residential Properties REIT PLC	IRL	EUR	3,792,557	1.41
2,615,493	Irish Residential Properties REIT PLC, Reg S	IRL	EUR	<u>3,235,468</u>	<u>1.20</u>
				<u>17,214,581</u>	<u>6.39</u>
	Real Estate Management & Development				
1,441,000	Countrywide PLC	GBR	GBP	<u>12,858,447</u>	<u>4.77</u>
	Thriffs & Mortgage Finance				
432,800	SI Financial Group Inc.	USA	USD	<u>5,037,792</u>	<u>1.87</u>
	Trading Companies & Distributors				
846,500	Grafton Group PLC	IRL	GBP	<u>10,319,648</u>	<u>3.83</u>
	TOTAL SHARES			<u>267,484,472</u>	<u>99.24</u>

The accompanying notes form an integral part of these financial statements

— Franklin Global Small-Mid Cap Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	RIGHTS				
	Machinery				
22	Zardoya Otis SA, rts., 06/30/15	ESP	EUR	<u>10</u>	<u>0.00</u>
	TOTAL RIGHTS			<u>10</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>267,484,482</u>	<u>99.24</u>
	TOTAL INVESTMENTS			<u>267,484,482</u>	<u>99.24</u>

The accompanying notes form an integral part of these financial statements

— Franklin Gold and Precious Metals Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Gold and Diversified Resources					
678,100	Newsun Resources Ltd.	CAN	CAD	2,551,698	2.92
197,412	Sandfire Resources NL	AUS	AUD	875,517	1.00
				<u>3,427,215</u>	<u>3.92</u>
Gold Exploration and Development					
1,245,000	Guyana Goldfields Inc.	CAN	CAD	3,947,318	4.51
676,636	Acacia Mining PLC	GBR	GBP	3,209,183	3.67
8,021,850	Romarco Minerals Inc.	CAN	CAD	2,729,613	3.12
2,940,000	Stornoway Diamond Corp.	CAN	CAD	1,930,184	2.20
2,124,500	Torex Gold Resources Inc.	CAN	CAD	1,922,086	2.20
256,000	Pretium Resources Inc.	CAN	CAD	1,385,556	1.58
155,000	Imperial Metals Corp.	CAN	CAD	1,290,632	1.47
338,600	Continental Gold Inc.	CAN	CAD	816,002	0.93
10,349,357	Red 5 Ltd.	AUS	AUD	766,316	0.87
1,045,800	Ivanhoe Mines Ltd., A	CAN	CAD	753,579	0.86
3,050,000	Amara Mining PLC	GBR	GBP	658,838	0.75
2,800,000	Amara Mining PLC, 144A	GBR	GBP	604,835	0.69
1,641,348	Nautilus Minerals Inc.	CAN	CAD	604,500	0.69
796,351	RTG Mining Inc., IDR	AUS	AUD	436,100	0.50
1,000,000	Lydian International Ltd.	CAN	CAD	416,333	0.48
3,778,400	St. Augustine Gold and Copper Ltd.	PHL	CAD	347,891	0.40
1,100,000	Belo Sun Mining Corp.	CAN	CAD	215,773	0.25
358,843	RTG Mining Inc.	AUS	CAD	201,113	0.23
438,200	Midas Gold Corp.	CAN	CAD	136,828	0.16
320,000	Lydian International Ltd., 144A	CAN	CAD	133,227	0.15
4,348,667	Kula Gold Ltd.	AUS	AUD	103,978	0.12
223,300	Lion One Metals Ltd.	CAN	CAD	89,391	0.10
368,500	INV Metals Inc.	CAN	CAD	42,780	0.05
35,000	Chalice Gold Mines Ltd.	AUS	AUD	2,834	0.00
				<u>22,744,890</u>	<u>25.98</u>
Long Life Gold Mines					
454,424	Newcrest Mining Ltd.	AUS	AUD	4,563,474	5.21
988,950	Eldorado Gold Corp.	CAN	CAD	4,101,490	4.69
2,660,755	B2Gold Corp.	CAN	CAD	4,068,889	4.65
55,700	Randgold Resources Ltd., ADR	JER	USD	3,729,115	4.26
225,000	Goldcorp Inc.	CAN	USD	3,645,000	4.16
528,000	Centerra Gold Inc.	CAN	CAD	3,001,441	3.43
276,620	AngloGold Ashanti Ltd., ADR	ZAF	USD	2,475,749	2.83
216,000	Barrick Gold Corp.	CAN	USD	2,302,560	2.63
192,500	Detour Gold Corp.	CAN	CAD	2,214,752	2.53
367,300	Alamos Gold Inc.	CAN	CAD	2,079,112	2.38
1,919,400	Centamin PLC	EGY	CAD	1,844,099	2.11
1,755,000	Centamin PLC	EGY	GBP	1,702,512	1.94
163,400	AngloGold Ashanti Ltd.	ZAF	ZAR	1,472,695	1.68
39,067,576	G-Resources Group Ltd.	HKG	HKD	1,259,976	1.44
33,335	Agnico Eagle Mines Ltd.	CAN	CAD	946,404	1.08
398,100	Alacer Gold Corp.	USA	CAD	933,894	1.07
220,700	SEMAFO Inc.	CAN	CAD	593,717	0.68
19,500	Agnico Eagle Mines Ltd.	CAN	USD	553,215	0.63
29,990	Osisko Gold Royalties Ltd.	CAN	CAD	377,456	0.43
157,856	Kinross Gold Corp.	CAN	CAD	367,783	0.42
13,000	Newmont Mining Corp.	USA	USD	303,680	0.35
59,000	AuRico Gold Inc.	CAN	CAD	168,639	0.19
51,000	Gold Fields Ltd., ADR	ZAF	USD	164,730	0.19
				<u>42,870,382</u>	<u>48.98</u>
Medium Life Gold Mines					
484,400	Primero Mining Corp.	CAN	CAD	1,888,733	2.16
3,165,476	St. Barbara Ltd.	AUS	AUD	1,391,673	1.59
156,004	Yamana Gold Inc.	CAN	CAD	469,636	0.54
3,018,826	Beadell Resources Ltd.	AUS	AUD	430,758	0.49
125,000	New Gold Inc.	CAN	CAD	335,268	0.38
436,000	Teranga Gold Corp.	CAN	CAD	247,846	0.28
82,800	China Gold International Resources Corp. Ltd.	CHN	CAD	137,226	0.16
183,010	Teranga Gold Corp., IDR	CAN	AUD	109,396	0.13
17,900	China Gold International Resources Corp. Ltd.	CHN	HKD	30,112	0.03
				<u>5,040,648</u>	<u>5.76</u>
Platinum & Palladium					
5,711,600	Platinum Group Metals Ltd.	CAN	CAD	2,240,740	2.56
350,400	Impala Platinum Holdings Ltd.	ZAF	ZAR	1,563,926	1.79
2,735,850	Platinum Group Metals Ltd.	CAN	USD	1,094,340	1.25
41,400	Anglo American Platinum Ltd.	ZAF	ZAR	933,150	1.07
469,380	Eastern Platinum Ltd.	CAN	CAD	608,804	0.69
120,860	Northam Platinum Ltd.	ZAF	ZAR	399,953	0.46
103,907	Royal Bafokeng Platinum Ltd.	ZAF	ZAR	397,060	0.45
				<u>7,237,973</u>	<u>8.27</u>

The accompanying notes form an integral part of these financial statements

— Franklin Gold and Precious Metals Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Silver Mines					
134,000	Fresnillo PLC	MEX	GBP	1,460,967	1.67
105,000	Tahoe Resources Inc.	USA	CAD	1,272,778	1.45
110,000	MAG Silver Corp.	CAN	CAD	862,210	0.98
278,000	Hochschild Mining PLC	PER	GBP	415,993	0.48
				<u>4,011,948</u>	<u>4.58</u>
	TOTAL SHARES			<u>85,333,056</u>	<u>97.49</u>
WARRANTS					
Gold Exploration and Development					
1,250,000	Stornoway Diamond Corp., wts., 07/08/16	CAN	CAD	105,084	0.12
400,000	Ivanhoe Mines Ltd., wts., 12/10/15	CAN	CAD	4,804	0.00
18,833	RTG Mining Inc., wts., 06/04/17	AUS	CAD	301	0.00
				<u>110,189</u>	<u>0.12</u>
	TOTAL WARRANTS			<u>110,189</u>	<u>0.12</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>85,443,245</u>	<u>97.61</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Gold Exploration and Development					
200,000	Midas Gold Corp., 144A	CAN	CAD	62,450	0.07
	TOTAL SHARES			<u>62,450</u>	<u>0.07</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>62,450</u>	<u>0.07</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
WARRANTS					
Gold Exploration And Development					
125,000	Colossus Minerals Inc., wts., 08/09/15 **	CAN	CAD	0	0.00
733,334	Kula Gold Ltd., wts., 11/28/16	AUS	AUD	0	0.00
				<u>0</u>	<u>0.00</u>
	TOTAL WARRANTS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>0</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>85,505,695</u>	<u>97.68</u>

** These securities are submitted to a Fair Valuation

— Franklin High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Paper & Forest Products					
105,631	Verso Corp.	USA	USD	69,717	0.00
TOTAL SHARES				69,717	0.00
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				69,717	0.00
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Air Freight & Logistics					
7,720	CEVA Holdings LLC, cvt. pfd., A-2	GBR	USD	5,712,489	0.16
3,566	CEVA Holdings LLC	GBR	USD	2,638,892	0.07
141	CEVA Holdings LLC, cvt. pfd., A-1	GBR	USD	141,000	0.00
TOTAL SHARES				8,492,381	0.23
				8,492,381	0.23
BONDS					
Corporate Bonds					
39,000,000	Fiat Chrysler Automobiles NV, senior note, 144A, 5.25%, 04/15/23	GBR	USD	38,268,750	1.06
36,200,000	HCA Inc., senior secured note, first lien, 5.00%, 03/15/24	USA	USD	36,924,000	1.02
35,000,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	36,115,625	1.00
35,000,000	Wind Acquisition Finance SA, senior note, second lien, 144A, 7.375%, 04/23/21	ITA	USD	35,393,750	0.98
38,200,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	34,857,500	0.97
32,400,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	34,202,250	0.95
32,000,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	34,000,000	0.94
55,000,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	33,687,500	0.93
30,000,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	31,950,000	0.89
32,000,000	Eldorado Gold Corp., senior note, 144A, 6.125%, 12/15/20	CAN	USD	31,800,000	0.88
31,000,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	31,685,720	0.88
28,000,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 6.00%, 04/01/22	CAN	USD	28,840,000	0.80
28,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	27,860,000	0.77
30,000,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	26,850,000	0.74
25,000,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	26,373,625	0.73
36,000,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	26,257,500	0.73
26,000,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	26,130,000	0.72
27,000,000	CSC Holdings LLC, senior note, 5.25%, 06/01/24	USA	USD	26,055,000	0.72
32,000,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	26,040,000	0.72
25,400,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	25,717,500	0.71
25,000,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	25,625,000	0.71
25,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.50%, 05/15/18	USA	USD	25,531,250	0.71
25,950,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	24,944,437	0.69
24,200,000	Infor (U.S.) Inc., senior note, 144A, 6.50%, 05/15/22	USA	USD	24,744,500	0.69
25,000,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	24,437,500	0.68
26,000,000	Ultra Petroleum Corp., senior bond, 144A, 6.125%, 10/01/24	USA	USD	22,945,000	0.64
23,000,000	Cemex SAB de CV, first lien, 144A, 5.70%, 01/11/25	MEX	USD	21,950,625	0.61
20,675,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	21,863,812	0.61
22,000,000	WPX Energy Inc., senior note, 6.00%, 01/15/22	USA	USD	21,835,000	0.61
20,000,000	Sprint Communications Inc., senior note, 8.375%, 08/15/17	USA	USD	21,700,000	0.60
23,700,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	21,685,500	0.60
21,500,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 01/15/25	GBR	USD	21,620,937	0.60
20,700,000	Millicom International Cellular SA, senior note, 144A, 6.625%, 10/15/21	LUX	USD	21,411,562	0.59
20,000,000	Par Pharmaceutical Cos. Inc., senior note, 7.375%, 10/15/20	USA	USD	21,400,000	0.59
22,000,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	21,395,000	0.59
22,000,000	International Game Technology PLC, senior secured note, 144A, 6.25%, 02/15/22	GBR	USD	21,367,500	0.59
20,000,000	Alcatel-Lucent USA Inc., senior note, 144A, 6.75%, 11/15/20	FRA	USD	21,225,000	0.59
21,000,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 144A, 6.75%, 06/15/23	USA	USD	21,210,000	0.59
25,100,000	BreitBurn Energy Partners LP/BreitBurn Finance Corp., senior bond, 7.875%, 04/15/22	USA	USD	21,084,000	0.58
20,000,000	Alere Inc., senior note, 7.25%, 07/01/18	USA	USD	21,025,000	0.58
21,500,000	The Chemours Co., senior note, 144A, 6.625%, 05/15/23	USA	USD	20,881,875	0.58
20,000,000	Energy Transfer Equity LP, senior bond, first lien, 5.875%, 01/15/24	USA	USD	20,840,000	0.58
24,700,000	CGG SA, senior note, 6.875%, 01/15/22	FRA	USD	20,701,687	0.57
20,000,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.625%, 12/01/21	USA	USD	20,602,000	0.57
20,000,000	Jaguar Holding Co. I, senior note, 144A, PIK, 9.375%, 10/15/17 ‡	USA	USD	20,475,000	0.57
20,000,000	Dole Food Co. Inc., senior secured note, 144A, 7.25%, 05/01/19	USA	USD	20,250,000	0.56
25,000,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 11.25%, 06/01/17*	USA	USD	19,750,000	0.55
20,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	19,750,000	0.55
19,600,000	Post Holdings Inc., senior note, 144A, 6.75%, 12/01/21	USA	USD	19,649,000	0.54
23,700,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	19,226,625	0.53
20,000,000	Memorial Production Partners LP/Memorial Production Finance Corp., senior note, 7.625%, 05/01/21	USA	USD	19,150,000	0.53
18,400,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 144A, 7.75%, 04/15/23	USA	USD	18,998,000	0.53
19,300,000	DigitalGlobe Inc., senior note, 144A, 5.25%, 02/01/21	USA	USD	18,986,375	0.53

The accompanying notes form an integral part of these financial statements

— Franklin High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
20,000,000	Blackboard Inc., senior note, 144A, 7.75%, 11/15/19	USA	USD	18,900,000	0.52
18,000,000	OneMain Financial Holdings Inc., senior note, 144A, 7.25%, 12/15/21	USA	USD	18,675,000	0.52
20,000,000	Intelsat Jackson Holdings SA, senior bond, 6.625%, 12/15/22	LUX	USD	18,425,000	0.51
20,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	18,325,000	0.51
19,000,000	Clayton Williams Energy Inc., senior note, 7.75%, 04/01/19	USA	USD	18,145,000	0.50
17,300,000	CIT Group Inc., senior note, 5.375%, 05/15/20	USA	USD	18,078,500	0.50
17,800,000	D.R. Horton Inc., senior note, 3.75%, 03/01/19	USA	USD	17,978,000	0.50
18,900,000	Barmingo Finance Pty. Ltd., senior note, 144A, 9.00%, 06/01/18	AUS	USD	17,966,812	0.50
17,000,000	Unitymedia KabelBW GmbH, senior bond, 144A, 6.125%, 01/15/25	DEU	USD	17,765,000	0.49
18,000,000	DISH DBS Corp., senior note, 5.875%, 07/15/22	USA	USD	17,685,000	0.49
18,500,000	CBC Ammo LLC/CBC FinCo Inc., senior note, 144A, 7.25%, 11/15/21	BRA	USD	17,655,938	0.49
21,500,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	17,495,625	0.48
18,000,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.625%, 03/01/24	USA	USD	17,415,000	0.48
17,400,000	Zachry Holdings Inc., senior note, 144A, 7.50%, 02/01/20	USA	USD	17,400,000	0.48
16,600,000	Abengoa Finance SAU, senior note, 144A, 8.875%, 11/01/17	ESP	USD	17,315,875	0.48
17,100,000	JBS USA LLC/Finance Inc., senior bond, 144A, 5.875%, 07/15/24	USA	USD	16,871,688	0.48
16,000,000	Toll Brothers Finance Corp., senior bond, 5.625%, 01/15/24	USA	USD	16,920,000	0.47
19,800,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	16,911,576	0.47
16,400,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	16,871,500	0.47
16,600,000	NRG Yield Operating LLC, senior bond, 144A, 5.375%, 08/15/24	USA	USD	16,807,500	0.47
27,000,000	Offshore Group Investment Ltd., senior secured note, first lien, 7.50%, 11/01/19	USA	USD	16,689,375	0.46
15,000,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	16,462,500	0.46
15,500,000	Netflix Inc., senior note, 144A, 5.50%, 02/15/22	USA	USD	16,081,250	0.45
17,000,000	Sprint Corp., senior note, 7.625%, 02/15/25	USA	USD	16,065,000	0.45
15,400,000	Cott Beverages Inc., senior note, 144A, 6.75%, 01/01/20	USA	USD	16,016,000	0.44
17,500,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	15,925,000	0.44
16,400,000	QEP Resources Inc., senior note, 5.375%, 10/01/22	USA	USD	15,919,480	0.44
15,000,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	15,675,000	0.43
16,400,000	CONSOL Energy Inc., senior note, 144A, 8.00%, 04/01/23	USA	USD	15,621,000	0.43
20,000,000	Ocean Rig UDW Inc., senior note, 144A, 7.25%, 04/01/19	USA	USD	15,587,500	0.43
15,400,000	Anna Merger Sub Inc., senior note, 144A, 7.75%, 10/01/22	USA	USD	15,554,000	0.43
15,000,000	Hertz Corp., senior note, 6.75%, 04/15/19	USA	USD	15,516,000	0.43
15,700,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior secured note, 144A, FRN, 3.286%, 12/15/19 †	LUX	USD	15,327,125	0.42
15,000,000	Post Holdings Inc., senior note, 7.375%, 02/15/22	USA	USD	15,318,750	0.42
14,300,000	Sterling International Inc., senior note, 11.00%, 10/01/19	USA	USD	15,229,500	0.42
14,800,000	Gannett Co. Inc., senior note, 5.125%, 07/15/20	USA	USD	15,225,500	0.42
16,200,000	International Game Technology PLC, senior secured bond, 144A, 6.50%, 02/15/25	GBR	USD	15,076,125	0.42
16,700,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	15,030,000	0.42
15,000,000	Energy Transfer Equity LP, senior secured bond, first lien, 5.50%, 06/01/27	USA	USD	14,962,500	0.41
15,000,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	14,812,500	0.41
15,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	14,812,500	0.41
15,000,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	14,700,000	0.41
17,000,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	14,683,750	0.41
15,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	14,662,500	0.41
45,000,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	14,625,000	0.41
15,000,000	Vanguard Natural Resources LLC/Finance Corp., senior note, 7.875%, 04/01/20	USA	USD	14,400,000	0.40
14,700,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, 144A, 8.25%, 01/15/21	USA	USD	14,369,250	0.40
15,000,000	Stena International SA, secured bond, 144A, 5.75%, 03/01/24	SWE	USD	14,362,350	0.40
15,800,000	Penn Virginia Corp., senior note, 8.50%, 05/01/20	USA	USD	14,259,500	0.40
13,800,000	Gannett Co. Inc., senior note, 5.125%, 10/15/19	USA	USD	14,248,500	0.39
14,000,000	MGM Resorts International, senior note, 6.00%, 03/15/23	USA	USD	14,210,000	0.39
12,600,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	13,736,520	0.38
17,000,000	EnQuest PLC, senior note, 144A, 7.00%, 04/15/22	GBR	USD	13,695,625	0.38
14,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	13,667,500	0.38
12,900,000	JBS USA LLC/Finance Inc., senior note, 144A, 7.25%, 06/01/21	USA	USD	13,657,875	0.38
14,000,000	Memorial Resource Development Corp., senior note, 5.875%, 07/01/22	USA	USD	13,589,800	0.38
13,100,000	Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	13,378,375	0.37
13,000,000	Reynolds Group Issuer Inc./LLC/SA, first lien, 5.75%, 10/15/20	USA	USD	13,357,500	0.37
13,000,000	VTR Finance BV, senior secured note, 144A, 6.875%, 01/15/24	LUX	USD	13,316,550	0.37
13,700,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	13,289,000	0.37
15,000,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	13,284,375	0.37
15,000,000	Drill Rigs Holdings Inc., secured note, 144A, 6.50%, 10/01/17	USA	USD	13,237,500	0.37
18,900,000	W&T Offshore Inc., senior note, 8.50%, 06/15/19	USA	USD	13,206,375	0.37
12,900,000	Florida East Coast Holdings Corp., secured note, first lien, 144A, 6.75%, 05/01/19	USA	USD	12,964,500	0.36
14,300,000	CenturyLink Inc., senior bond, 144A, 5.625%, 04/01/25	USA	USD	12,959,375	0.36
14,000,000	Radio One Inc., senior sub. note, 144A, 9.25%, 02/15/20	USA	USD	12,810,000	0.36
15,000,000	Murray Energy Corp., secured note, second lien, 144A, 11.25%, 04/15/21	USA	USD	12,675,000	0.35
13,000,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	12,577,500	0.35
12,400,000	Royal Bank of Scotland Group PLC, sub. note, 5.125%, 05/28/24	GBR	USD	12,407,750	0.34
11,800,000	MGM Resorts International, senior note, 6.625%, 12/15/21	USA	USD	12,390,000	0.34
15,000,000	Linn Energy LLC/Finance Corp., senior note, 8.625%, 04/15/20	USA	USD	12,378,150	0.34
12,100,000	Concordia Healthcare Corp., senior note, 144A, 7.00%, 04/15/23	CAN	USD	12,130,250	0.34
16,500,000	Atlas Energy Holdings Operating Co. LLC/Atlas Resource Finance Corp., senior note, 7.75%, 01/15/21	USA	USD	12,127,500	0.34
12,000,000	Grifols Worldwide Operations Ltd., senior note, 5.25%, 04/01/22	USA	USD	12,060,000	0.33
11,700,000	CHS/Community Health Systems Inc., senior secured note, first lien, 5.125%, 08/15/18	USA	USD	12,027,600	0.33
11,700,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	11,817,000	0.33

The accompanying notes form an integral part of these financial statements

— Franklin High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
12,500,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	11,626,250	0.32
11,600,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	11,498,500	0.32
10,800,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 144A, 6.25%, 04/01/23	USA	USD	11,259,000	0.31
11,600,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	11,194,000	0.31
11,000,000	Videotron Ltd., senior bond, 144A, 5.375%, 06/15/24	CAN	USD	11,027,500	0.31
10,800,000	Plantronics Inc., senior note, 144A, 5.50%, 05/31/23	USA	USD	10,962,000	0.30
14,000,000	Triangle USA Petroleum Corp., senior note, 144A, 6.75%, 07/15/22	USA	USD	10,920,000	0.30
25,000,000	Goodrich Petroleum Corp., senior note, 8.875%, 03/15/19	USA	USD	10,875,000	0.30
10,000,000	Royal Bank of Scotland Group PLC, sub. note, 6.125%, 12/15/22	GBR	USD	10,737,500	0.30
10,700,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 04/15/23	USA	USD	10,716,692	0.30
10,000,000	Calpine Corp., senior secured bond, first lien, 144A, 5.875%, 01/15/24	USA	USD	10,625,000	0.29
10,000,000	The Goodyear Tire & Rubber Co., senior note, 6.50%, 03/01/21	USA	USD	10,625,000	0.29
11,000,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	10,594,375	0.29
10,600,000	Navient Corp., senior note, 5.00%, 10/26/20	USA	USD	10,573,500	0.29
10,000,000	CHS/Community Health Systems Inc., senior note, 8.00%, 11/15/19	USA	USD	10,562,500	0.29
10,300,000	Hologic Inc., senior note, 144A, 5.25%, 07/15/22	USA	USD	10,544,625	0.29
10,600,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.25%, 04/15/21	USA	USD	10,494,000	0.29
10,000,000	The Goodyear Tire & Rubber Co., senior note, 8.25%, 08/15/20	USA	USD	10,492,500	0.29
10,100,000	E*TRADE Financial Corp., senior note, 5.375%, 11/15/22	USA	USD	10,377,750	0.29
11,800,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	10,280,750	0.29
9,800,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	10,241,000	0.28
10,000,000	Hertz Corp., senior note, 5.875%, 10/15/20	USA	USD	10,175,000	0.28
13,000,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	10,172,500	0.28
10,000,000	Crown Castle International Corp., senior bond, 5.25%, 01/15/23	USA	USD	10,110,000	0.28
10,000,000	Terex Corp., senior note, 6.00%, 05/15/21	USA	USD	10,100,000	0.28
9,700,000	Netflix Inc., senior bond, 144A, 5.875%, 02/15/25	USA	USD	10,089,067	0.28
10,000,000	Steel Dynamics Inc., senior note, 5.125%, 10/01/21	USA	USD	10,070,000	0.28
10,000,000	Digicel Group Ltd., senior note, 144A, 8.25%, 09/30/20	BMU	USD	10,050,000	0.28
10,000,000	Steel Dynamics Inc., senior bond, 5.50%, 10/01/24	USA	USD	10,025,000	0.28
10,200,000	Owens-Brockway Glass Container Inc., senior bond, 144A, 5.375%, 01/15/25	USA	USD	10,008,750	0.28
10,000,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	10,000,000	0.28
15,000,000	Halcon Resources Corp., senior note, 8.875%, 05/15/21	USA	USD	9,937,500	0.28
10,000,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	9,925,000	0.28
10,000,000	United Rentals North America Inc., senior bond, 5.75%, 11/15/24	USA	USD	9,900,000	0.27
10,000,000	CommScope Inc., senior note, 144A, 5.00%, 06/15/21	USA	USD	9,825,000	0.27
9,300,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 9.125%, 10/15/20	LUX	USD	9,811,500	0.27
10,300,000	Wynn Macau Ltd., senior note, 144A, 5.25%, 10/15/21	MAC	USD	9,778,563	0.27
10,000,000	QEP Resources Inc., senior note, 5.25%, 05/01/23	USA	USD	9,625,000	0.27
10,000,000	CenturyLink Inc., senior note, 5.80%, 03/15/22	USA	USD	9,587,500	0.27
9,000,000	Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp., senior note, 6.50%, 05/15/21	USA	USD	9,528,750	0.26
9,500,000	KB Home, senior note, 4.75%, 05/15/19	USA	USD	9,476,250	0.26
9,100,000	KB Home, senior note, 7.00%, 12/15/21	USA	USD	9,441,250	0.26
10,000,000	Chesapeake Energy Corp., senior note, 6.125%, 02/15/21	USA	USD	9,425,000	0.26
8,900,000	CommScope Holdings Co. Inc., senior note, 144A, PIK, 6.625%, 06/01/20 ‡	USA	USD	9,267,125	0.26
9,400,000	E*TRADE Financial Corp., senior note, 4.625%, 09/15/23	USA	USD	9,259,000	0.26
9,400,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	9,188,500	0.25
15,000,000	EPL Oil & Gas Inc., senior note, 8.25%, 02/15/18	USA	USD	9,112,500	0.25
10,000,000	Memorial Production Partners LP/Memorial Production Finance Corp., senior note, 6.875%, 08/01/22	USA	USD	9,095,000	0.25
11,900,000	Atlas Energy Holdings Operating Co. LLC/Atlas Resource Finance Corp., senior note, 9.25%, 08/15/21	USA	USD	8,984,500	0.25
8,730,000	Virgin Media Secured Finance PLC, senior secured note, first lien, 144A, 5.375%, 04/15/21	GBR	USD	8,937,338	0.25
9,200,000	Compressco Partners LP/Finance Corp., senior note, 144A, 7.25%, 08/15/22	USA	USD	8,832,000	0.24
8,000,000	Jaguar Holding Co. II/Merger Sub Inc., senior note, 144A, 9.50%, 12/01/19	USA	USD	8,540,000	0.24
8,300,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	8,507,500	0.24
8,100,000	T-Mobile USA Inc., senior note, 6.542%, 04/28/20	USA	USD	8,500,869	0.24
8,500,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	8,425,625	0.23
12,300,000	American Energy-Permian Basin LLC/AEPB Finance Corp., senior note, 144A, 7.375%, 11/01/21	USA	USD	8,417,874	0.23
8,200,000	THC Escrow Corp. II, senior note, 144A, 6.75%, 06/15/23	USA	USD	8,379,375	0.23
8,000,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	8,370,000	0.23
8,000,000	Platform Specialty Products Corp., senior note, 144A, 6.50%, 02/01/22	USA	USD	8,300,000	0.23
8,200,000	PPL Energy Supply LLC, senior bond, 144A, 6.50%, 06/01/25	USA	USD	8,210,250	0.23
10,000,000	Chaparral Energy Inc., senior note, 9.875%, 10/01/20	USA	USD	8,200,000	0.23
7,800,000	Argos Merger Sub Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	8,190,000	0.23
8,100,000	Tenet Healthcare Corp., senior note, 144A, 5.00%, 03/01/19	USA	USD	8,130,375	0.23
7,700,000	Family Tree Escrow LLC, senior note, 144A, 5.75%, 03/01/23	USA	USD	8,085,000	0.22
8,000,000	Wind Acquisition Finance SA, senior secured note, first lien, 144A, 4.75%, 07/15/20	ITA	USD	7,960,000	0.22
8,000,000	JPMorgan Chase & Co., junior sub. bond, V, 5.00% to 07/30/19, FRN thereafter, Perpetual	USA	USD	7,840,000	0.22
8,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 05/01/25	USA	USD	7,810,000	0.22
7,300,000	MGM Resorts International, senior note, 6.75%, 10/01/20	USA	USD	7,754,790	0.21

The accompanying notes form an integral part of these financial statements

— Franklin High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
7,800,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.875%, 04/15/23	USA	USD	7,702,500	0.21
8,000,000	Digicel Group Ltd., senior note, 144A, 7.125%, 04/01/22	BMU	USD	7,620,000	0.21
7,500,000	Univar Inc., senior note, 144A, 6.75%, 07/15/23	USA	USD	7,593,750	0.21
7,500,000	IHS Inc., senior note, 144A, 5.00%, 11/01/22	USA	USD	7,481,250	0.21
7,400,000	ArcelorMittal, senior note, 6.125%, 06/01/25	LUX	USD	7,409,250	0.21
6,950,000	HCA Inc., senior bond, 5.375%, 02/01/25	USA	USD	7,036,875	0.20
7,000,000	TransDigm Inc., senior note, 6.00%, 07/15/22	USA	USD	6,947,500	0.19
6,900,000	TransDigm Inc., senior sub. bond, 6.50%, 07/15/24	USA	USD	6,848,250	0.19
6,800,000	CenturyLink Inc., senior bond, 6.75%, 12/01/23	USA	USD	6,846,750	0.19
6,500,000	T-Mobile USA Inc., senior note, 6.731%, 04/28/22	USA	USD	6,792,500	0.19
10,000,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	6,775,000	0.19
6,500,000	T-Mobile USA Inc., senior note, 6.633%, 04/28/21	USA	USD	6,760,000	0.19
6,900,000	Florida East Coast Holdings Corp., senior note, 144A, 9.75%, 05/01/20	USA	USD	6,572,250	0.18
6,700,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 04/15/25	USA	USD	6,499,000	0.18
6,900,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	6,417,000	0.18
6,200,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	6,370,500	0.18
10,400,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 * , †	USA	USD	6,370,000	0.18
15,000,000	Midstates Petroleum Co. Inc./LLC, senior note, 9.25%, 06/01/21	USA	USD	6,300,000	0.17
5,600,000	Valeant Pharmaceuticals International Inc., senior bond, 144A, 6.125%, 04/15/25	CAN	USD	5,782,000	0.16
8,800,000	Halcon Resources Corp., senior note, 9.25%, 02/15/22	USA	USD	5,742,000	0.16
5,500,000	Horizon Pharma Financing Inc., senior note, 144A, 6.625%, 05/01/23	USA	USD	5,740,625	0.16
5,800,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.625%, 01/15/22	CAN	USD	5,727,500	0.16
5,700,000	Nielsen Finance LLC/Co., senior note, 144A, 5.00%, 04/15/22	USA	USD	5,596,688	0.16
5,667,000	CGG SA, senior note, 7.75%, 05/15/17	FRA	USD	5,525,325	0.15
7,000,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	5,512,500	0.15
5,400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 06/30/21	LUX	USD	5,440,500	0.15
5,200,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	5,382,000	0.15
5,000,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	5,287,500	0.15
5,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior note, 6.50%, 04/30/21	USA	USD	5,243,750	0.15
5,000,000	DISH DBS Corp., senior note, 6.75%, 06/01/21	USA	USD	5,225,000	0.14
5,000,000	CIT Group Inc., senior note, 5.25%, 03/15/18	USA	USD	5,181,250	0.14
5,200,000	The Chemours Co., senior bond, 144A, 7.00%, 05/15/25	USA	USD	5,057,000	0.14
15,200,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	5,016,000	0.14
5,000,000	Intelsat Jackson Holdings SA, senior note, 7.50%, 04/01/21	LUX	USD	4,962,500	0.14
5,000,000	Navient Corp., senior note, 4.875%, 06/17/19	USA	USD	4,962,500	0.14
5,000,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 6.125%, 05/05/25	MEX	USD	4,940,625	0.14
5,000	Goodrich Petroleum Corp., second lien, 144A, 8.00%, 03/15/18	USA	USD	4,900,000	0.14
5,000,000	CommScope Inc., senior bond, 144A, 5.50%, 06/15/24	USA	USD	4,881,250	0.14
5,000,000	Virgin Media Secured Finance PLC, senior secured bond, 144A, 5.25%, 01/15/26	GBR	USD	4,840,625	0.13
4,500,000	Tenet Healthcare Corp., first lien, 6.00%, 10/01/20	USA	USD	4,809,375	0.13
4,380,000	Univision Communications Inc., senior secured bond, first lien, 144A, 6.75%, 09/15/22	USA	USD	4,648,275	0.13
4,600,000	NGL Energy Partners LP/NGL Energy Finance Corp., senior note, 5.125%, 07/15/19	USA	USD	4,611,500	0.13
18,000,000	Alpha Natural Resources Inc., second lien, 144A, 7.50%, 08/01/20	USA	USD	4,590,000	0.13
4,300,000	M/I Homes Inc., senior note, 8.625%, 11/15/18	USA	USD	4,461,250	0.12
5,000,000	Chesapeake Energy Corp., senior note, 4.875%, 04/15/22	USA	USD	4,375,000	0.12
4,200,000	Alere Inc., senior sub. note, 6.50%, 06/15/20	USA	USD	4,368,000	0.12
5,800,000	Chaparral Energy Inc., senior note, 8.25%, 09/01/21	USA	USD	4,321,000	0.12
4,300,000	CommScope Technologies Finance LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	4,294,625	0.12
5,000,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 9.00%, 02/15/20 *	USA	USD	4,100,000	0.11
12,400,000	Energy XXI Gulf Coast Inc., senior note, 7.50%, 12/15/21	USA	USD	4,092,000	0.11
4,000,000	Post Holdings Inc., senior note, 144A, 6.00%, 12/15/22	USA	USD	3,865,000	0.11
4,200,000	Chesapeake Energy Corp., senior note, 5.75%, 03/15/23	USA	USD	3,822,000	0.11
3,600,000	CHS/Community Health Systems Inc., senior secured note, 5.125%, 08/01/21	USA	USD	3,676,500	0.10
3,600,000	Tenet Healthcare Corp., senior note, 144A, 5.50%, 03/01/19	USA	USD	3,645,000	0.10
4,900,000	Chaparral Energy Inc., senior note, 7.625%, 11/15/22	USA	USD	3,552,500	0.10
3,300,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	3,493,875	0.10
3,300,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	3,390,750	0.09
5,500,000	Offshore Group Investment Ltd., senior bond, first lien, 7.125%, 04/01/23	USA	USD	3,382,500	0.09
3,300,000	Algeco Scotsman Global Finance PLC, senior secured note, first lien, 144A, 8.50%, 10/15/18	GBR	USD	3,198,938	0.09
3,100,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.25%, 01/31/19	LUX	USD	3,169,750	0.09
5,046,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	2,964,525	0.08
3,500,000	Linn Energy LLC/Finance Corp., senior note, 6.50%, 09/15/21	USA	USD	2,625,000	0.07
2,600,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.75%, 05/15/24	USA	USD	2,603,250	0.07
3,600,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 6.875%, 04/01/22	AUS	USD	2,538,000	0.07
4,225,000	CHC Helicopter SA, senior note, 9.375%, 06/01/21	CAN	USD	2,535,000	0.07
2,300,000	Frontier Communications Corp., senior note, 8.75%, 04/15/22	USA	USD	2,288,500	0.06
2,300,000	TransDigm Inc., senior sub. bond, 144A, 6.50%, 05/15/25	USA	USD	2,285,625	0.06
2,200,000	Abengoa Finance SAU, senior note, 144A, 7.75%, 02/01/20	ESP	USD	2,198,625	0.06
1,800,000	Family Tree Escrow LLC, senior note, 144A, 5.25%, 03/01/20	USA	USD	1,892,250	0.05
2,000,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	1,775,000	0.05
1,588,235	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 7.00%, 11/15/20	LUX	USD	1,624,963	0.05

The accompanying notes form an integral part of these financial statements

— Franklin High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,400,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	1,450,750	0.04
1,100,000	Virgin Media Finance PLC, senior secured note, 144A, 6.375%, 04/15/23	GBR	USD	1,141,250	0.03
800,000	Frontier Communications Corp., senior note, 8.50%, 04/15/20	USA	USD	838,400	0.02
				<u>3,478,963,176</u>	<u>96.42</u>
	TOTAL BONDS			<u>3,478,963,176</u>	<u>96.42</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>3,487,455,557</u>	<u>96.65</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Hotels, Restaurants & Leisure				
97,263	Station Casinos Inc., wts., 06/17/18 **	USA	USD	149,785	0.01
	TOTAL WARRANTS			<u>149,785</u>	<u>0.01</u>
	BONDS				
	Corporate Bonds				
20,000,000	Fontainebleau Las Vegas, senior secured note, first lien, 144A, 11.00%, 06/15/15 *	USA	USD	101,000	0.00
1,733,089	Goss Graphic Systems Inc., senior sub. note, 12.25%, 11/19/05 *,**	USA	USD	173	0.00
28,000,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				<u>101,173</u>	<u>0.00</u>
	TOTAL BONDS			<u>101,173</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>250,958</u>	<u>0.01</u>
	TOTAL INVESTMENTS			<u>3,487,776,232</u>	<u>96.66</u>

† Floating Rates are indicated as at June 30, 2015

** These securities are submitted to a Fair Valuation

* These Bonds are currently in default

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Franklin Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
567,400	Target Corp.	USA	USD	46,316,862	1.33
977,200	General Motors Co.	USA	USD	32,570,076	0.94
1,750,000	Ford Motor Co.	USA	USD	26,267,500	0.75
100,000	Las Vegas Sands Corp.	USA	USD	5,257,000	0.15
23,014	Dex Media Inc.	USA	USD	16,800	0.00
				<u>110,428,238</u>	<u>3.17</u>
Consumer Staples					
215,100	PepsiCo Inc.	USA	USD	<u>20,077,434</u>	<u>0.58</u>
Energy					
1,004,900	Royal Dutch Shell PLC, A, ADR	GBR	USD	57,289,349	1.65
1,214,000	BP PLC, ADR	GBR	USD	48,511,440	1.39
500,000	Chevron Corp.	USA	USD	48,235,000	1.39
600,000	Total SA, B, ADR	FRA	USD	29,502,000	0.85
300,000	The Williams Cos. Inc.	USA	USD	17,217,000	0.49
200,000	Exxon Mobil Corp.	USA	USD	16,640,000	0.48
262,500	Devon Energy Corp.	USA	USD	15,616,125	0.45
150,000	Schlumberger Ltd.	USA	USD	12,928,500	0.37
150,000	Occidental Petroleum Corp.	USA	USD	11,665,500	0.34
350,000	Spectra Energy Corp.	USA	USD	11,410,000	0.33
126,000	Anadarko Petroleum Corp.	USA	USD	9,835,560	0.28
200,000	Halliburton Co.	USA	USD	8,614,000	0.25
103,542	Halcon Resources Corp.	USA	USD	120,109	0.00
				<u>287,584,583</u>	<u>8.27</u>
Financials					
631,000	Wells Fargo & Co.	USA	USD	35,487,440	1.02
599,134	MetLife Inc.	USA	USD	33,545,513	0.97
374,800	JPMorgan Chase & Co.	USA	USD	25,396,448	0.73
15,000	Bank of America Corp., 7.25%, cvt. pfd., L	USA	USD	16,680,000	0.48
14,000	Wells Fargo & Co., 7.50%, cvt. pfd., A	USA	USD	16,450,000	0.47
280,409	Outfront Media Inc.	USA	USD	7,077,523	0.20
103,900	Royal Bank of Canada	CAN	CAD	6,353,788	0.18
45,000	FelCor Lodging Trust Inc., 7.80%, cvt. pfd., A	USA	USD	1,110,150	0.03
				<u>142,100,862</u>	<u>4.08</u>
Health Care					
1,700,000	Pfizer Inc.	USA	USD	57,001,000	1.64
800,000	Sanofi, ADR	FRA	USD	39,624,000	1.14
628,600	Merck & Co. Inc.	USA	USD	35,786,198	1.03
249,900	Eli Lilly & Co.	USA	USD	20,864,151	0.60
180,000	Johnson & Johnson	USA	USD	17,542,800	0.50
7,500	Actavis PLC, 5.50%, cvt. pfd.	USA	USD	7,819,350	0.22
				<u>178,637,499</u>	<u>5.13</u>
Industrials					
1,550,000	General Electric Co.	USA	USD	41,183,500	1.18
130,000	Lockheed Martin Corp.	USA	USD	24,167,000	0.70
250,000	Raytheon Co.	USA	USD	23,920,000	0.69
500,000	Republic Services Inc.	USA	USD	19,585,000	0.56
400,000	Waste Management Inc.	USA	USD	18,540,000	0.53
40,000	United Technologies Corp.	USA	USD	4,437,200	0.13
				<u>131,832,700</u>	<u>3.79</u>
Information Technology					
1,131,000	Intel Corp.	USA	USD	34,399,365	0.99
617,300	Microsoft Corp.	USA	USD	27,253,795	0.78
376,200	Cisco Systems Inc.	USA	USD	10,330,452	0.30
150,000	Texas Instruments Inc.	USA	USD	7,726,500	0.22
				<u>79,710,112</u>	<u>2.29</u>
Materials					
1,284,700	Rio Tinto PLC, ADR	GBR	USD	52,942,487	1.52
1,000,000	The Dow Chemical Co.	USA	USD	51,170,000	1.47
650,000	E. I. du Pont de Nemours and Co.	USA	USD	41,567,500	1.20
300,000	LyondellBasell Industries NV, A	USA	USD	31,056,000	0.89
1,542,600	BHP Billiton PLC	AUS	GBP	30,268,575	0.87
250,000	Agrium Inc.	CAN	USD	26,487,500	0.76
1,000,000	Freeport-McMoRan Inc., B	USA	USD	18,620,000	0.54
450,000	Alcoa Inc., 5.375%, cvt. pfd.	USA	USD	17,788,500	0.51
350,000	The Mosaic Co.	USA	USD	16,397,500	0.47
150,000	BASF SE	DEU	EUR	13,176,143	0.38
200,000	Goldcorp Inc.	CAN	USD	3,240,000	0.09
170,000	ArcelorMittal, 6.00%, cvt. pfd.	LUX	USD	2,653,700	0.08
1,542,600	South32 Ltd.	AUS	GBP	2,084,145	0.06
				<u>307,452,050</u>	<u>8.84</u>

The accompanying notes form an integral part of these financial statements

— Franklin Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Telecommunication Services					
839,800	Verizon Communications Inc.	USA	USD	39,143,078	1.13
1,000,000	AT&T Inc.	USA	USD	35,520,000	1.02
1,644,400	Telstra Corp. Ltd.	AUS	AUD	7,787,520	0.22
1,727,271	Vodafone Group PLC	GBR	GBP	6,237,078	0.18
				<u>88,687,676</u>	<u>2.55</u>
Utilities					
1,107,700	PG&E Corp.	USA	USD	54,388,070	1.56
1,699,600	Exelon Corp.	USA	USD	53,401,432	1.53
1,224,100	The Southern Co.	USA	USD	51,289,790	1.47
500,000	Duke Energy Corp.	USA	USD	35,310,000	1.01
400,000	Dominion Resources Inc.	USA	USD	26,748,000	0.77
400,000	American Electric Power Co. Inc.	USA	USD	21,188,000	0.61
600,000	Xcel Energy Inc.	USA	USD	19,308,000	0.56
250,000	DTE Energy Co.	USA	USD	18,660,000	0.54
174,065	NextEra Energy Inc.	USA	USD	17,063,592	0.49
150,000	Sempra Energy	USA	USD	14,841,000	0.43
200,000	Entergy Corp.	USA	USD	14,100,000	0.41
283,900	Dominion Resources Inc., 6.375%, cvt. pfd., A	USA	USD	13,258,130	0.38
400,000	PPL Corp.	USA	USD	11,788,000	0.34
350,000	FirstEnergy Corp.	USA	USD	11,392,500	0.33
200,000	Pinnacle West Capital Corp.	USA	USD	11,378,000	0.33
300,000	Ameren Corp.	USA	USD	11,304,000	0.32
200,000	Public Service Enterprise Group Inc.	USA	USD	7,856,000	0.23
100,000	NextEra Energy Inc., 5.799%, cvt. pfd.	USA	USD	5,350,000	0.15
100,000	Exelon Corp., 6.50%, cvt. pfd.	USA	USD	4,536,000	0.13
83,000	Dominion Resources Inc., 6.125%, cvt. pfd., A	USA	USD	4,447,970	0.13
142,000	Dynegy Inc.	USA	USD	4,153,500	0.12
200,000	TECO Energy Inc.	USA	USD	3,532,000	0.10
33,000	Dominion Resources Inc., 6.00%, cvt. pfd., B	USA	USD	1,776,390	0.05
1	Talen Energy Corp.	USA	USD	7	0.00
				<u>417,070,381</u>	<u>11.99</u>
	TOTAL SHARES			<u>1,763,581,535</u>	<u>50.69</u>
WARRANTS					
Utilities					
31,757	Dynegy Inc., wts., 10/02/17	USA	USD	128,457	0.00
	TOTAL WARRANTS			<u>128,457</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>1,763,709,992</u>	<u>50.69</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET SHARES					
Consumer Discretionary					
1,000,000	Morgan Stanley into Ford Motor Co., 7.00%, cvt. pfd., 144A	USA	USD	15,295,400	0.44
300,000	Deutsche Bank AG/London into General Motors Co., 8.00%, cvt. pfd., 144A	USA	USD	10,184,040	0.29
60,000	Fiat Chrysler Automobiles NV, 7.875%, cvt. pfd.	GBR	USD	7,680,540	0.22
				<u>33,159,980</u>	<u>0.95</u>
Consumer Staples					
280,000	Citigroup Inc. into Whole Foods Market Inc., 7.00%, cvt. pfd., 144A	USA	USD	11,133,248	0.32
Energy					
180,000	JPMorgan Chase & Co. into Anadarko Petroleum Corp., 7.00%, cvt. pfd., 144A	USA	USD	14,490,720	0.42
375,000	Citigroup Inc. into Cabot Oil & Gas Corp., 6.00%, cvt. pfd., 144A	USA	USD	12,147,562	0.35
148,000	Barclays Bank PLC into Anadarko Petroleum Corp., 6.00%, cvt. pfd., 144A	USA	USD	11,769,744	0.34
145,000	Credit Suisse New York into Baker Hughes Inc., 6.00%, cvt. pfd., 144A	USA	USD	8,635,113	0.25
75,000	Penn Virginia Corp., 6.00%, cvt. pfd., 144A	USA	USD	3,681,668	0.10
100,000	Sanchez Energy Corp., 6.50%, cvt. pfd., B	USA	USD	3,120,000	0.09
40,000	Sanchez Energy Corp., 4.875%, cvt. pfd.	USA	USD	1,155,000	0.03
				<u>54,999,807</u>	<u>1.58</u>
Financials					
175,000	Credit Suisse New York into Metlife Inc., 6.00%, cvt. pfd., 144A	USA	USD	9,940,350	0.29
121,700	FNMA, 8.25%, pfd.	USA	USD	456,375	0.01
				<u>10,396,725</u>	<u>0.30</u>
Industrials					
575,000	The Goldman Sachs Group Inc. into General Electric Co., 5.50%, cvt. pfd., 144A	USA	USD	15,379,007	0.45
1,479	CEVA Holdings LLC	GBR	USD	1,094,675	0.03
1,408	CEVA Holdings LLC, cvt. pfd., A-2	GBR	USD	1,041,898	0.03
44	CEVA Holdings LLC, cvt. pfd., A-1	GBR	USD	44,000	0.00
				<u>17,559,580</u>	<u>0.51</u>
Information Technology					
240,000	Citigroup Inc. into Apple Inc., 7.00%, cvt. pfd., 144A	USA	USD	30,272,880	0.87
572,000	Bank of America Corp. into FreescaleSemiconductor Ltd., 7.00%, cvt. pfd., 144A	USA	USD	14,987,486	0.43
				<u>45,260,366</u>	<u>1.30</u>
Materials					
250,000	Wells Fargo & Co. into Freeport-McMoRan Inc., 7.50%, cvt. pfd., 144A	USA	USD	4,820,050	0.14
	TOTAL SHARES			<u>177,329,756</u>	<u>5.10</u>

The accompanying notes form an integral part of these financial statements

— Franklin Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
BONDS					
Asset-Backed Securities					
5,250,000	American Energy-Woodford LLC/AEW Finance Corp., senior secured note, second lien, 144A, PIK, 12.00%, 12/30/20 ‡	USA	USD	3,780,000	0.11
Corporate Bonds					
32,800,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	29,848,000	0.86
18,263,000	First Data Corp., senior bond, 12.625%, 01/15/21	USA	USD	21,139,422	0.61
20,000,000	Dynegy Inc., senior note, 144A, 6.75%, 11/01/19	USA	USD	20,910,000	0.60
20,000,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	20,637,500	0.59
20,000,000	Tenet Healthcare Corp., 4.375%, 10/01/21	USA	USD	19,650,000	0.56
20,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	19,525,000	0.56
18,400,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	19,458,000	0.56
17,500,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	19,206,250	0.55
25,000,000	Cobalt International Energy Inc., cvt., senior bond, 3.125%, 05/15/24	USA	USD	18,234,375	0.52
15,000,000	Dynegy Inc., senior note, 144A, 7.375%, 11/01/22	USA	USD	15,787,500	0.45
17,000,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	15,555,000	0.45
15,000,000	T-Mobile USA Inc., senior note, 6.464%, 04/28/19	USA	USD	15,487,500	0.45
15,000,000	Citigroup Inc., junior sub. note, 5.90% to 02/15/23, FRN thereafter, Perpetual	USA	USD	14,812,500	0.43
15,100,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	14,760,250	0.42
15,000,000	JPMorgan Chase & Co., junior sub. bond, V, 5.00% to 07/30/19, FRN thereafter, Perpetual	USA	USD	14,700,000	0.42
16,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	14,660,000	0.42
15,000,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 05/15/23	USA	USD	14,625,000	0.42
14,100,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	13,782,750	0.40
15,000,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	13,284,375	0.38
13,200,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.75%, 05/15/24	USA	USD	13,216,500	0.38
12,400,000	JBS USA LLC/Finance Inc., senior note, 144A, 7.25%, 06/01/21	USA	USD	13,128,500	0.38
12,500,000	Jaguar Holding Co. I, senior note, 144A, PIK, 9.375%, 10/15/17 ‡	USA	USD	12,796,875	0.37
15,000,000	Linn Energy LLC/Finance Corp., senior note, 6.50%, 05/15/19	USA	USD	12,187,500	0.35
12,200,000	Nielsen Finance LLC/Co., senior note, 144A, 5.00%, 04/15/22	USA	USD	11,978,875	0.34
12,000,000	Bank of America Corp., junior sub. bond, U, 5.20% to 06/01/23, FRN thereafter, Perpetual	USA	USD	11,490,000	0.33
10,400,000	HCA Inc., senior secured note, first lien, 5.00%, 03/15/24	USA	USD	10,608,000	0.31
15,000,000	W&T Offshore Inc., senior note, 8.50%, 06/15/19	USA	USD	10,481,250	0.30
10,000,000	NGL Energy Partners LP/NGL Energy Finance Corp., senior note, 6.875%, 10/15/21	USA	USD	10,450,000	0.30
10,000,000	BWAY Holding Co., senior note, 144A, 9.125%, 08/15/21	USA	USD	10,350,000	0.30
10,420,000	iStar Financial Inc., senior note, 5.00%, 07/01/19	USA	USD	10,315,800	0.30
11,765,000	Stone Energy Corp., senior bond, 7.50%, 11/15/22	USA	USD	10,294,375	0.30
10,000,000	T-Mobile USA Inc., senior note, 6.00%, 03/01/23	USA	USD	10,262,500	0.30
10,000,000	JBS USA LLC/Finance Inc., senior bond, 144A, 5.875%, 07/15/24	USA	USD	10,106,250	0.29
10,000,000	JPMorgan Chase & Co., junior sub. note, X, 6.10% to 10/01/24, FRN thereafter, Perpetual	USA	USD	10,047,500	0.29
10,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	9,950,000	0.29
10,000,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	9,875,000	0.28
10,000,000	Citigroup Inc., junior sub. bond, 5.95% to 01/30/23, FRN thereafter, Perpetual	USA	USD	9,862,500	0.28
10,000,000	Numericable Group SA, senior note, first lien, 144A, 6.00%, 05/15/22	FRA	USD	9,831,250	0.28
10,000,000	DISH DBS Corp., senior note, 5.875%, 07/15/22	USA	USD	9,825,000	0.28
9,700,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	9,821,250	0.28
10,000,000	CommScope Inc., senior bond, 144A, 5.50%, 06/15/24	USA	USD	9,762,500	0.28
9,700,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	9,700,000	0.28
10,000,000	Crown Americas LLC/Crown Americas Capital Corp. IV, senior bond, 4.50%, 01/15/23	USA	USD	9,493,800	0.27
10,000,000	Sprint Corp., senior note, 7.625%, 02/15/25	USA	USD	9,450,000	0.27
10,000,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	9,300,000	0.27
10,000,000	Sandridge Energy Inc., second lien, 144A, 8.75%, 06/01/20	USA	USD	9,237,500	0.27
9,700,000	Altice SA, senior bond, 144A, 7.625%, 02/15/25	LUX	USD	9,105,875	0.26
10,000,000	Bill Barrett Corp., senior note, 7.00%, 10/15/22	USA	USD	9,100,000	0.26
10,000,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	9,000,000	0.26
10,000,000	Denbury Resources Inc., senior note, 5.50%, 05/01/22	USA	USD	8,975,000	0.26
10,000,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	8,950,000	0.26
9,000,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 6.50%, 04/15/21	USA	USD	8,910,000	0.26
9,000,000	Fiat Chrysler Automobiles NV, senior note, 144A, 5.25%, 04/15/23	GBR	USD	8,831,250	0.25
8,900,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	8,822,125	0.25
8,800,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 04/15/23	USA	USD	8,813,728	0.25
9,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	8,797,500	0.25
11,000,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	8,662,500	0.25
8,300,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	8,517,875	0.25
8,500,000	Tenet Healthcare Corp., senior secured note, first lien, 4.50%, 04/01/21	USA	USD	8,446,875	0.24
10,000,000	CGG SA, senior note, 6.875%, 01/15/22	FRA	USD	8,381,250	0.24
8,200,000	THC Escrow Corp. II, senior note, 144A, 6.75%, 06/15/23	USA	USD	8,379,375	0.24
8,400,000	United Rentals North America Inc., senior bond, 5.75%, 11/15/24	USA	USD	8,316,000	0.24
8,000,000	KB Home, senior note, 7.00%, 12/15/21	USA	USD	8,300,000	0.24
8,766,000	Citigroup Inc., junior sub. bond, 5.35% to 05/15/23, FRN thereafter, Perpetual	USA	USD	8,264,146	0.24
8,500,000	International Game Technology PLC, senior secured note, 144A, 6.25%, 02/15/22	GBR	USD	8,255,625	0.24
8,000,000	Wind Acquisition Finance SA, senior note, second lien, 144A, 7.375%, 04/23/21	ITA	USD	8,090,000	0.23
7,700,000	Reynolds Group Issuer Inc./LLC/SA, senior secured note, 7.875%, 08/15/19	USA	USD	8,036,875	0.23
8,300,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	7,993,937	0.23

The accompanying notes form an integral part of these financial statements

— Franklin Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
7,900,000	Wells Fargo & Co., junior sub. bond, S, 5.90% to 06/15/24, FRN thereafter, Perpetual	USA	USD	7,939,500	0.23
8,100,000	Digicel Group Ltd., senior note, 144A, 6.75%, 03/01/23	BMU	USD	7,933,342	0.23
8,500,000	International Game Technology PLC, senior secured bond, 144A, 6.50%, 02/15/25	GBR	USD	7,910,312	0.23
8,000,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 05/15/22	CAN	USD	7,660,000	0.22
8,200,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	7,626,820	0.22
7,336,000	Hertz Corp., senior note, 6.75%, 04/15/19	USA	USD	7,588,358	0.22
6,900,000	Verizon Communications Inc., senior note, 5.15%, 09/15/23	USA	USD	7,572,791	0.22
9,000,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	7,515,000	0.22
7,700,000	Antero Resources Corp., senior note, 5.375%, 11/01/21	USA	USD	7,507,500	0.22
9,100,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	7,405,125	0.21
7,700,000	Stena International SA, secured bond, 144A, 5.75%, 03/01/24	SWE	USD	7,372,673	0.21
9,000,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	7,323,750	0.21
8,400,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	7,318,500	0.21
7,200,000	Altice Financing SA, secured note, 144A, 6.625%, 02/15/23	LUX	USD	7,164,000	0.21
7,000,000	Regal Entertainment Group, senior note, 5.75%, 03/15/22	USA	USD	7,104,650	0.20
7,000,000	Telecom Italia SpA, senior note, 144A, 5.303%, 05/30/24	ITA	USD	7,039,375	0.20
7,100,000	DaVita HealthCare Partners Inc., senior bond, 5.125%, 07/15/24	USA	USD	6,993,500	0.20
7,500,000	Abengoa Greenfield SA, senior note, 144A, 6.50%, 10/01/19	ESP	USD	6,975,000	0.20
6,700,000	Cott Beverages Inc., senior note, 144A, 6.75%, 01/01/20	USA	USD	6,968,000	0.20
15,600,000	SandRidge Energy Inc., senior note, 7.50%, 03/15/21	USA	USD	6,942,000	0.20
6,500,000	Kinder Morgan Inc., senior secured bond, first lien, 144A, 5.625%, 11/15/23	USA	USD	6,917,053	0.20
6,587,000	Rockies Express Pipeline LLC, senior note, 144A, 6.00%, 01/15/19	USA	USD	6,899,882	0.20
7,500,000	Chesapeake Energy Corp., senior note, 5.375%, 06/15/21	USA	USD	6,825,000	0.20
6,200,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	6,603,000	0.19
6,300,000	Valeant Pharmaceuticals International Inc., senior bond, 144A, 6.125%, 04/15/25	CAN	USD	6,504,750	0.19
6,100,000	Freescale Semiconductor Inc., senior secured note, 144A, 6.00%, 01/15/22	USA	USD	6,481,250	0.19
9,400,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	6,368,500	0.18
6,300,000	Iron Mountain Inc., senior sub. bond, 5.75%, 08/15/24	USA	USD	6,327,562	0.18
5,450,000	HCA Inc., senior note, 7.50%, 02/15/22	USA	USD	6,267,500	0.18
10,000,000	Peabody Energy Corp., second lien, 144A, 10.00%, 03/15/22	USA	USD	6,225,000	0.18
6,000,000	Outfront Media Capital LLC/Corp., senior note, 5.25%, 02/15/22	USA	USD	6,090,000	0.18
5,800,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	6,061,000	0.17
6,000,000	CommScope Inc., senior note, 144A, 5.00%, 06/15/21	USA	USD	5,895,000	0.17
6,841,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 8.25%, 11/01/19	AUS	USD	5,797,748	0.17
6,300,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	5,748,750	0.17
5,000,000	Kinder Morgan Inc., senior note, MTN, 7.75%, 01/15/32	USA	USD	5,745,125	0.17
7,100,000	EnQuest PLC, senior note, 144A, 7.00%, 04/15/22	GBR	USD	5,719,938	0.16
5,500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.75%, 01/15/24	USA	USD	5,555,000	0.16
5,800,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 12/15/19	USA	USD	5,549,150	0.16
5,000,000	XPO Logistics Inc., senior note, 144A, 7.875%, 09/01/19	USA	USD	5,368,750	0.15
5,000,000	Lundin Mining Corp., senior secured note, 144A, 7.875%, 11/01/22	CAN	USD	5,362,500	0.15
10,000,000	Energy XXI Gulf Coast Inc., senior note, 9.25%, 12/15/17	USA	USD	5,325,000	0.15
5,000,000	Cemex SAB de CV, secured note, 144A, 7.25%, 01/15/21	MEX	USD	5,284,375	0.15
5,000,000	OneMain Financial Holdings Inc., senior note, 144A, 6.75%, 12/15/19	USA	USD	5,225,000	0.15
5,000,000	T-Mobile USA Inc., senior note, 6.731%, 04/28/22	USA	USD	5,225,000	0.15
5,000,000	T-Mobile USA Inc., senior bond, 6.625%, 04/01/23	USA	USD	5,206,250	0.15
5,200,000	Royal Bank of Scotland Group PLC, sub. note, 5.125%, 05/28/24	GBR	USD	5,203,250	0.15
5,000,000	Sabine Pass Liquefaction LLC, first lien, 6.25%, 03/15/22	USA	USD	5,200,000	0.15
5,000,000	T-Mobile USA Inc., senior note, 6.633%, 04/28/21	USA	USD	5,200,000	0.15
5,000,000	HCA Inc., senior secured bond, first lien, 5.25%, 04/15/25	USA	USD	5,196,875	0.15
5,000,000	Outfront Media Capital LLC/Corp., senior bond, 5.875%, 03/15/25	USA	USD	5,193,750	0.15
5,000,000	OneMain Financial Holdings Inc., senior note, 144A, 7.25%, 12/15/21	USA	USD	5,187,500	0.15
6,500,000	Rex Energy Corp., senior note, 6.25%, 08/01/22	USA	USD	5,167,500	0.15
5,000,000	Freescale Semiconductor Inc., secured note, 144A, 5.00%, 05/15/21	USA	USD	5,150,000	0.15
5,800,000	Ultra Petroleum Corp., senior bond, 144A, 6.125%, 10/01/24	USA	USD	5,118,500	0.15
5,302,000	Bill Barrett Corp., senior note, 7.625%, 10/01/19	USA	USD	5,089,920	0.15
5,000,000	HD Supply Inc., first lien, 144A, 5.25%, 12/15/21	USA	USD	5,087,500	0.15
5,000,000	MGM Resorts International, senior note, 5.25%, 03/31/20	USA	USD	5,062,500	0.15
5,000,000	WR Grace & Co-Conn, senior note, 144A, 5.125%, 10/01/21	USA	USD	5,050,000	0.15
5,000,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 06/30/21	LUX	USD	5,037,500	0.14
5,000,000	JPMorgan Chase & Co., junior sub. bond, 6.125% to 04/30/24, FRN thereafter, Perpetual	USA	USD	5,026,750	0.14
5,000,000	Belden Inc., senior sub. note, 144A, 5.50%, 09/01/22	USA	USD	4,987,500	0.14
5,000,000	Sprint Communications Inc., senior note, 7.00%, 08/15/20	USA	USD	4,975,000	0.14
5,000,000	Bank of America Corp., junior sub. bond, AA, 6.10% to 03/17/25, FRN thereafter, Perpetual	USA	USD	4,968,750	0.14
5,000,000	Weyerhaeuser Real Estate Co., senior bond, 5.875%, 06/15/24	USA	USD	4,925,000	0.14
5,100,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	4,921,500	0.14
5,700,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	4,868,484	0.14
5,000,000	The AES Corp., senior bond, 5.50%, 03/15/24	USA	USD	4,867,500	0.14
5,000,000	Inmarsat Finance PLC, senior note, 144A, 4.875%, 05/15/22	GBR	USD	4,837,500	0.14
5,000,000	Navient Corp., senior note, 6.125%, 03/25/24	USA	USD	4,800,000	0.14
5,800,000	Linn Energy LLC/Finance Corp., senior note, 8.625%, 04/15/20	USA	USD	4,786,218	0.14
5,000,000	PetroQuest Energy Inc., senior note, 10.00%, 09/01/17	USA	USD	4,725,000	0.14
5,000,000	The AES Corp., senior bond, 4.875%, 05/15/23	USA	USD	4,725,000	0.14
5,000,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 05/15/23	USA	USD	4,712,500	0.14
4,500,000	CommScope Holdings Co. Inc., senior note, 144A, PIK, 6.625%, 06/01/20 ‡	USA	USD	4,685,625	0.13

The accompanying notes form an integral part of these financial statements

— Franklin Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
5,000,000	The ADT Corp., senior bond, 4.125%, 06/15/23	USA	USD	4,675,000	0.13
5,000,000	The Williams Cos. Inc., senior bond, 3.70%, 01/15/23	USA	USD	4,657,380	0.13
4,500,000	NCR Corp., senior note, 5.00%, 07/15/22	USA	USD	4,578,750	0.13
4,500,000	Tenet Healthcare Corp., senior note, 144A, 5.50%, 03/01/19	USA	USD	4,556,250	0.13
5,000,000	Memorial Production Partners LP/Memorial Production Finance Corp., senior note, 6.875%, 08/01/22	USA	USD	4,547,500	0.13
5,000,000	Bombardier Inc., senior note, 144A, 6.00%, 10/15/22	CAN	USD	4,462,500	0.13
4,200,000	Reynolds Group Issuer Inc./LLC/SA, senior secured note, 6.875%, 02/15/21	USA	USD	4,399,500	0.13
5,000,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	4,318,750	0.12
4,100,000	Platform Specialty Products Corp., senior note, 144A, 6.50%, 02/01/22	USA	USD	4,253,750	0.12
3,900,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 7.50%, 07/15/21	USA	USD	4,226,625	0.12
4,000,000	Cemex SAB de CV, senior secured note, 144A, 6.50%, 12/10/19	MEX	USD	4,210,000	0.12
12,600,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	4,158,000	0.12
4,300,000	Denbury Resources Inc., senior bond, 6.375%, 08/15/21	USA	USD	4,149,500	0.12
4,000,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 01/15/25	GBR	USD	4,022,500	0.12
4,000,000	The Goldman Sachs Group Inc., junior sub. note, 5.70% to 05/10/19, FRN thereafter, Perpetual	USA	USD	4,019,400	0.12
6,000,000	Halcon Resources Corp., senior note, 8.875%, 05/15/21	USA	USD	3,975,000	0.11
4,500,000	Energy XXI Gulf Coast Inc., senior secured note, second lien, 144A, 11.00%, 03/15/20	USA	USD	3,971,250	0.11
4,000,000	TransDigm Inc., senior sub. bond, 6.50%, 07/15/24	USA	USD	3,970,000	0.11
4,000,000	TransDigm Inc., senior sub. note, 6.00%, 07/15/22	USA	USD	3,970,000	0.11
5,500,000	Boxer Parent Co. Inc., senior note, 144A, PIK, 9.00%, 10/15/19 ‡	USA	USD	3,925,625	0.11
5,000,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	3,912,500	0.11
3,600,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	3,800,250	0.11
5,000,000	Atlas Energy Holdings Operating Co. LLC/Atlas Resource Finance Corp., senior note, 9.25%, 08/15/21	USA	USD	3,775,000	0.11
5,900,000	Offshore Group Investment Ltd., senior secured note, first lien, 7.50%, 11/01/19	USA	USD	3,646,938	0.11
3,600,000	Morgan Stanley, junior sub. bond, 5.55% to 07/15/20, FRN thereafter, Perpetual	USA	USD	3,578,400	0.10
6,760,000	SandRidge Energy Inc., senior note, 8.75%, 01/15/20	USA	USD	3,430,700	0.10
3,200,000	The Goodyear Tire & Rubber Co., senior note, 6.50%, 03/01/21	USA	USD	3,400,000	0.10
3,100,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 9.875%, 08/15/19	USA	USD	3,260,813	0.09
3,250,000	TransDigm Inc., senior sub. note, 5.50%, 10/15/20	USA	USD	3,245,938	0.09
3,000,000	Frontier Communications Corp., senior note, 9.25%, 07/01/21	USA	USD	3,153,750	0.09
3,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.25%, 02/15/21	USA	USD	3,127,500	0.09
3,100,000	Infor Software Parent LLC/Inc., senior note, 144A, PIK, 7.125%, 05/01/21 ‡	USA	USD	3,123,250	0.09
3,000,000	NRG Yield Operating LLC, senior bond, 144A, 5.375%, 08/15/24	USA	USD	3,037,500	0.09
4,050,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	2,953,969	0.09
2,500,000	Sprint Communications Inc., 11.50%, 11/15/21	USA	USD	2,950,000	0.09
3,000,000	Cott Beverages Inc., senior note, 5.375%, 07/01/22	USA	USD	2,925,000	0.08
2,800,000	Abengoa Finance SAU, senior note, 144A, 8.875%, 11/01/17	ESP	USD	2,920,750	0.08
6,000,000	Peabody Energy Corp., senior note, 6.00%, 11/15/18	USA	USD	2,910,000	0.08
3,000,000	MEG Energy Corp., senior bond, 144A, 7.00%, 03/31/24	CAN	USD	2,891,250	0.08
2,800,000	Reynolds Group Issuer Inc./LLC/SA, first lien, 5.75%, 10/15/20	USA	USD	2,877,000	0.08
2,700,000	Family Tree Escrow LLC, senior note, 144A, 5.75%, 03/01/23	USA	USD	2,835,000	0.08
2,500,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	2,829,400	0.08
2,900,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	2,813,000	0.08
3,000,000	Ball Corp., senior bond, 4.00%, 11/15/23	USA	USD	2,797,500	0.08
3,100,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	2,766,750	0.08
3,000,000	Cumulus Media Holdings Inc., senior note, 7.75%, 05/01/19	USA	USD	2,763,750	0.08
3,015,000	Rex Energy Corp., senior note, 8.875%, 12/01/20	USA	USD	2,728,575	0.08
2,500,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	2,646,875	0.08
2,500,000	U.S. Foods Inc., 8.50%, 06/30/19	USA	USD	2,612,500	0.08
3,626,659	iHeartCommunications Inc., senior note, PIK, 14.00%, 02/01/21 ‡	USA	USD	2,588,528	0.07
2,400,000	Argos Merger Sub Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	2,520,000	0.07
2,500,000	Algeco Scotsman Global Finance PLC, senior secured note, first lien, 144A, 8.50%, 10/15/18	GBR	USD	2,423,438	0.07
2,300,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	2,363,250	0.07
2,500,000	Penn Virginia Corp., senior note, 8.50%, 05/01/20	USA	USD	2,256,250	0.07
2,500,000	Magnum Hunter Resources Corp., senior note, 9.75%, 05/15/20	USA	USD	2,250,000	0.06
2,000,000	International Lease Finance Corp., senior note, 8.75%, 03/15/17	USA	USD	2,193,220	0.06
2,100,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.625%, 12/01/21	USA	USD	2,163,210	0.06
2,100,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.25%, 01/31/19	LUX	USD	2,147,250	0.06
5,000,000	SandRidge Energy Inc., senior note, 7.50%, 02/15/23	USA	USD	2,138,500	0.06
2,000,000	Oasis Petroleum Inc., senior note, 6.875%, 03/15/22	USA	USD	2,040,000	0.06
2,070,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	2,013,075	0.06
2,000,000	Tenet Healthcare Corp., senior note, 144A, 5.00%, 03/01/19	USA	USD	2,007,500	0.06
2,000,000	Cinemark USA Inc., senior note, 5.125%, 12/15/22	USA	USD	1,990,000	0.06
2,070,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	1,989,788	0.06
2,000,000	Altice SA, senior secured note, 144A, 7.75%, 05/15/22	LUX	USD	1,936,250	0.06
2,900,000	Halcon Resources Corp., senior note, 9.25%, 02/15/22	USA	USD	1,892,250	0.05
5,000,000	Energy XXI Gulf Coast Inc., 7.75%, 06/15/19	USA	USD	1,875,000	0.05
1,950,000	Antero Resources Corp., senior note, 5.125%, 12/01/22	USA	USD	1,852,500	0.05
1,700,000	JBS USA LLC/Finance Inc., senior note, 144A, 8.25%, 02/01/20	USA	USD	1,810,500	0.05
2,000,000	Consolidated Minerals Ltd., senior secured note, 144A, 8.00%, 05/15/20	JER	USD	1,600,000	0.05
1,400,000	Kerling PLC, senior secured note, 144A, 10.625%, 02/01/17	GBR	EUR	1,598,534	0.05
1,900,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	1,541,375	0.04
1,500,000	NCR Corp., senior note, 4.625%, 02/15/21	USA	USD	1,509,375	0.04

The accompanying notes form an integral part of these financial statements

— Franklin Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
1,500,000	NGL Energy Partners LP/NGL Energy Finance Corp., senior note, 5.125%, 07/15/19	USA	USD	1,503,750	0.04
1,400,000	Frontier Communications Corp., senior note, 8.50%, 04/15/20	USA	USD	1,467,200	0.04
2,500,000	American Energy-Permian Basin LLC, cvt., 144A, PIK, 8.00%, 05/01/22 ‡	USA	USD	1,387,500	0.04
1,300,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	1,374,750	0.04
1,300,000	CHS/Community Health Systems Inc., senior secured note, 5.125%, 08/01/21	USA	USD	1,327,625	0.04
5,000,000	Alpha Natural Resources Inc., second lien, 144A, 7.50%, 08/01/20	USA	USD	1,275,000	0.04
1,100,000	MGM Resorts International, senior note, 6.75%, 10/01/20	USA	USD	1,168,530	0.03
1,000,000	California Resources Corp., senior note, 5.00%, 01/15/20	USA	USD	885,000	0.03
725,000	Academy Ltd./Finance Corp., senior note, 144A, 9.25%, 08/01/19	USA	USD	765,383	0.02
500,000	Outfront Media Capital LLC/Corp., senior bond, 5.625%, 02/15/24	USA	USD	513,125	0.01
2,500,000	Arch Coal Inc., senior note, 7.00%, 06/15/19	USA	USD	375,000	0.01
5,000,000	Alpha Natural Resources Inc., senior note, 6.00%, 06/01/19	USA	USD	350,000	0.01
37,000	Freescale Semiconductor Inc., senior note, 10.75%, 08/01/20	USA	USD	39,220	0.00
				<u>1,491,924,498</u>	<u>42.88</u>
Securities Maturing Within One Year					
5,000,000	Volkswagen International Finance, cvt., sub. note, 144A, 5.50%, 11/09/15	DEU	EUR	6,828,820	0.19
	TOTAL BONDS			<u>1,502,533,318</u>	<u>43.18</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>1,679,863,074</u>	<u>48.28</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
SHARES					
Information Technology					
2,294,067	First Data Holdings Inc., B **	USA	USD	11,567,115	0.34
	TOTAL SHARES			<u>11,567,115</u>	<u>0.34</u>
BONDS					
Corporate Bonds					
100,000	Motors Liquidation Co., Escrow Account, 6.25%, cvt. pfd., C **	USA	USD	0	0.00
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>11,567,115</u>	<u>0.34</u>
	TOTAL INVESTMENTS			<u>3,455,140,181</u>	<u>99.31</u>

** These securities are submitted to a Fair Valuation

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Franklin India Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Auto Components					
82,000	Bosch Ltd.	IND	INR	28,192,879	0.72
1,520,000	Bharat Forge Ltd.	IND	INR	25,427,718	0.65
				<u>53,620,597</u>	<u>1.37</u>
Automobiles					
5,000,000	Mahindra & Mahindra Ltd.	IND	INR	100,879,981	2.57
21,750,347	Tata Motors Ltd., A	IND	INR	89,214,538	2.27
8,765,734	Tata Motors Ltd.	IND	INR	59,876,513	1.53
10,803,000	TVS Motor Co. Ltd.	IND	INR	41,489,726	1.06
				<u>291,460,758</u>	<u>7.43</u>
Banks					
12,875,965	HDFC Bank Ltd.	IND	INR	216,189,037	5.51
37,870,440	State Bank of India	IND	INR	156,556,638	3.99
10,490,000	Yes Bank Ltd.	IND	INR	139,273,713	3.55
14,785,000	Axis Bank Ltd.	IND	INR	130,023,754	3.32
9,071,813	IndusInd Bank Ltd.	IND	INR	124,562,546	3.18
24,000,000	ICICI Bank Ltd.	IND	INR	116,302,853	2.97
4,090,400	Kotak Mahindra Bank Ltd.	IND	INR	89,185,602	2.27
				<u>972,094,143</u>	<u>24.79</u>
Capital Markets					
4,618,858	Motilal Oswal Financial Services Ltd.	IND	INR	21,812,295	0.55
Chemicals					
4,100,000	Asian Paints Ltd.	IND	INR	48,725,971	1.24
3,932,982	Pidilite Industries Ltd.	IND	INR	34,058,757	0.87
2,900,000	Coromandel International Ltd.	IND	INR	11,402,305	0.29
2,670,000	Rallis India Ltd.	IND	INR	10,052,692	0.26
				<u>104,239,725</u>	<u>2.66</u>
Construction & Engineering					
3,130,634	Larsen & Toubro Ltd.	IND	INR	87,813,914	2.24
9,838,872	Voltas Ltd.	IND	INR	48,808,751	1.24
				<u>136,622,665</u>	<u>3.48</u>
Construction Materials					
1,659,553	Ultra Tech Cement Ltd.	IND	INR	78,161,259	1.99
186,901	Shree Cements Ltd.	IND	INR	33,349,805	0.85
4,040,000	Ramco Cements Ltd.	IND	INR	21,395,571	0.55
				<u>132,906,635</u>	<u>3.39</u>
Consumer Finance					
14,731,284	Mahindra & Mahindra Financial Services Ltd.	IND	INR	64,966,895	1.66
Diversified Financial Services					
1,749,165	Credit Analysis and Research Ltd.	IND	INR	38,771,137	0.99
Electrical Equipment					
4,334,715	Amara Raja Batteries Ltd.	IND	INR	60,245,106	1.54
9,200,000	Havell's India Ltd.	IND	INR	40,913,368	1.04
				<u>101,158,474</u>	<u>2.58</u>
Food Products					
446,000	Nestle India Ltd.	IND	INR	44,574,598	1.13
1,480,000	Kaveri Seed Co. Ltd.	IND	INR	17,140,636	0.44
				<u>61,715,234</u>	<u>1.57</u>
Hotels, Restaurants & Leisure					
13,433,789	Indian Hotels Co. Ltd.	IND	INR	19,307,920	0.49
Industrial Conglomerates					
1,404,317	Aditya Birla Nuvo Ltd.	IND	INR	39,474,887	1.00
IT Services					
12,676,244	Infosys Ltd.	IND	INR	196,321,809	5.00
11,170,000	HCL Technologies Ltd.	IND	INR	161,640,945	4.12
1,572,000	Cognizant Technology Solutions Corp., A	USA	USD	96,033,480	2.45
2,275,000	Tata Consultancy Services Ltd.	IND	INR	91,308,615	2.33
1,983,248	Tech Mahindra Ltd.	IND	INR	14,909,105	0.38
				<u>560,213,954</u>	<u>14.28</u>
Machinery					
6,444,545	Cummins India Ltd.	IND	INR	90,906,552	2.32
125,377	Eicher Motors Ltd.	IND	INR	38,637,370	0.99
915,718	SKF India Ltd.	IND	INR	20,390,286	0.52
1,125,747	AIA Engineering Ltd.	IND	INR	17,841,364	0.45
				<u>167,775,572</u>	<u>4.28</u>
Media					
13,000,000	Jagran Prakashan Ltd.	IND	INR	24,217,174	0.62

The accompanying notes form an integral part of these financial statements

— Franklin India Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Metals & Mining				
9,810,000	Tata Steel Ltd.	IND	INR	<u>47,014,012</u>	<u>1.20</u>
	Oil, Gas & Consumable Fuels				
7,899,064	Bharat Petroleum Corp. Ltd.	IND	INR	109,286,322	2.79
11,686,192	Petronet LNG Ltd.	IND	INR	34,382,942	0.88
4,156,000	Coal India Ltd.	IND	INR	27,545,069	0.70
8,621,863	Gujarat Mineral Development Corp. Ltd.	IND	INR	<u>12,683,559</u>	<u>0.32</u>
				<u>183,897,892</u>	<u>4.69</u>
	Personal Products				
8,195,406	Marico Ltd.	IND	INR	<u>57,979,369</u>	<u>1.48</u>
	Pharmaceuticals				
13,301,624	Sun Pharmaceutical Industries Ltd.	IND	INR	183,038,543	4.67
2,244,216	Dr. Reddy's Laboratories Ltd.	IND	INR	125,682,833	3.20
2,959,613	Torrent Pharmaceuticals Ltd.	IND	INR	60,602,540	1.54
1,665,521	Cadila Healthcare Ltd.	IND	INR	47,080,602	1.20
1,250,149	Lupin Ltd.	IND	INR	37,097,393	0.95
1,820,000	IPCA Laboratories Ltd.	IND	INR	20,320,950	0.52
390,000	Pfizer Ltd.	IND	INR	<u>12,383,894</u>	<u>0.32</u>
				<u>486,206,755</u>	<u>12.40</u>
	Textiles, Apparel & Luxury Goods				
8,151,551	Titan Co. Ltd.	IND	INR	<u>46,979,196</u>	<u>1.20</u>
	Thriffs & Mortgage Finance				
1,878,127	Housing Development Finance Corp. Ltd.	IND	INR	<u>38,309,734</u>	<u>0.98</u>
	Wireless Telecommunication Services				
18,000,000	Bharti Airtel Ltd.	IND	INR	<u>118,960,260</u>	<u>3.03</u>
	TOTAL SHARES			<u>3,769,705,283</u>	<u>96.12</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>3,769,705,283</u>	<u>96.12</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Securities Maturing Within One Year				
1,354,495	Indian Hotels Co. Ltd., cvt., zero cpn., 03/01/16	IND	INR	<u>1,760,083</u>	<u>0.05</u>
	TOTAL BONDS			<u>1,760,083</u>	<u>0.05</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>1,760,083</u>	<u>0.05</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Auto Components				
125,413	Nirvikara Paper Mills Ltd. **	IND	INR	<u>133,013</u>	<u>0.00</u>
	TOTAL SHARES			<u>133,013</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>133,013</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>3,771,598,379</u>	<u>96.17</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Franklin Japan Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — JPY)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Auto Components					
172,500	Bridgestone Corp.	JPN	JPY	780,993,750	2.20
115,000	Denso Corp.	JPN	JPY	701,040,000	1.97
369,400	Sumitomo Electric Industries Ltd.	JPN	JPY	700,751,800	1.97
102,700	NGK Spark Plug Co. Ltd.	JPN	JPY	348,666,500	0.98
				<u>2,531,452,050</u>	<u>7.12</u>
Automobiles					
203,900	Toyota Motor Corp.	JPN	JPY	1,672,591,700	4.71
118,600	Fuji Heavy Industries Ltd.	JPN	JPY	534,648,800	1.50
				<u>2,207,240,500</u>	<u>6.21</u>
Banks					
199,100	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	1,086,886,900	3.06
1,201,500	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	1,057,079,700	2.97
3,559,400	Mizuho Financial Group Inc.	JPN	JPY	943,241,000	2.65
952,000	The 77 Bank Ltd.	JPN	JPY	711,144,000	2.00
				<u>3,798,351,600</u>	<u>10.68</u>
Capital Markets					
110,700	Jafco Co. Ltd.	JPN	JPY	540,769,500	1.52
Chemicals					
99,900	Shin-Etsu Chemical Co. Ltd.	JPN	JPY	759,140,100	2.13
462,000	Asahi Kasei Corp.	JPN	JPY	464,541,000	1.31
2,075,000	Toyobo Co. Ltd.	JPN	JPY	404,625,000	1.14
				<u>1,628,306,100</u>	<u>4.58</u>
Commercial Services & Supplies					
77,900	Secom Co. Ltd.	JPN	JPY	618,915,500	1.74
Construction & Engineering					
880,000	Kumagai Gumi Co. Ltd.	JPN	JPY	317,680,000	0.89
Diversified Financial Services					
303,900	ORIX Corp.	JPN	JPY	553,401,900	1.56
69,500	Fuyo General Lease Co. Ltd.	JPN	JPY	363,485,000	1.02
				<u>916,886,900</u>	<u>2.58</u>
Diversified Telecommunication Services					
271,200	Nippon Telegraph & Telephone Corp.	JPN	JPY	1,202,365,200	3.38
Electrical Equipment					
85,300	Nidec Corp.	JPN	JPY	781,774,500	2.20
433,000	Mitsubishi Electric Corp.	JPN	JPY	685,006,000	1.93
				<u>1,466,780,500</u>	<u>4.13</u>
Electronic Equipment, Instruments & Components					
216,000	Alps Electric Co. Ltd.	JPN	JPY	815,400,000	2.29
36,200	Murata Manufacturing Co. Ltd.	JPN	JPY	773,232,000	2.17
154,500	Hamamatsu Photonics K.K.	JPN	JPY	557,745,000	1.57
185,500	TOPCON Corp.	JPN	JPY	547,225,000	1.54
8,100	Keyence Corp.	JPN	JPY	535,086,000	1.51
319,000	Shimadzu Corp.	JPN	JPY	530,497,000	1.49
				<u>3,759,185,000</u>	<u>10.57</u>
Food Products					
213,700	Fuji Oil Co. Ltd.	JPN	JPY	458,600,200	1.29
Hotels, Restaurants & Leisure					
168,900	Resorttrust Inc.	JPN	JPY	502,984,200	1.42
Household Durables					
436,900	Panasonic Corp.	JPN	JPY	734,647,350	2.07
379,600	Nikon Corp.	JPN	JPY	537,513,600	1.51
				<u>1,272,160,950</u>	<u>3.58</u>
Industrial Conglomerates					
184,300	Seibu Holdings Inc.	JPN	JPY	522,674,800	1.47
Insurance					
269,900	The Dai-ichi Life Insurance Co.	JPN	JPY	649,514,350	1.83
77,500	Tokio Marine Holdings Inc.	JPN	JPY	394,785,000	1.11
				<u>1,044,299,350</u>	<u>2.94</u>
Internet Software & Services					
671,300	Yahoo Japan Corp.	JPN	JPY	331,622,200	0.93
187,000	Kakaku.com Inc.	JPN	JPY	331,364,000	0.93
				<u>662,986,200</u>	<u>1.86</u>
IT Services					
135,000	NTT Data Corp.	JPN	JPY	722,250,000	2.03
98,400	Otsuka Corp.	JPN	JPY	562,848,000	1.58
				<u>1,285,098,000</u>	<u>3.61</u>

The accompanying notes form an integral part of these financial statements

— Franklin Japan Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — JPY)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Leisure products				
20,600	Shimano Inc.	JPN	JPY	<u>344,020,000</u>	<u>0.97</u>
	Machinery				
348,000	Kubota Corp.	JPN	JPY	675,642,000	1.90
18,000	SMC Corp.	JPN	JPY	663,570,000	1.86
170,000	Metawater Co. Ltd.	JPN	JPY	528,700,000	1.49
163,000	NGK Insulators Ltd.	JPN	JPY	514,265,000	1.45
267,400	NSK Ltd.	JPN	JPY	505,653,400	1.42
				<u>2,887,830,400</u>	<u>8.12</u>
	Metals & Mining				
224,000	Hitachi Metals Ltd.	JPN	JPY	<u>421,344,000</u>	<u>1.19</u>
	Multiline Retail				
80,800	Don Quijote Holdings Co. Ltd.	JPN	JPY	<u>420,968,000</u>	<u>1.18</u>
	Oil, Gas & Consumable Fuels				
243,000	INPEX Corp.	JPN	JPY	<u>338,134,500</u>	<u>0.95</u>
	Pharmaceuticals				
117,700	Shionogi & Co. Ltd.	JPN	JPY	<u>558,486,500</u>	<u>1.57</u>
	Professional Services				
135,600	Recruit Holdings Co. Ltd.	JPN	JPY	<u>506,466,000</u>	<u>1.42</u>
	Real Estate Management & Development				
178,000	Mitsui Fudosan Co. Ltd.	JPN	JPY	610,006,000	1.71
115,000	Sumitomo Realty & Development Co. Ltd.	JPN	JPY	493,752,500	1.39
32,100	Jowa Holdings Co. Ltd.	JPN	JPY	182,007,000	0.51
142,600	Sun Frontier Fudousan Co. Ltd.	JPN	JPY	141,459,200	0.40
				<u>1,427,224,700</u>	<u>4.01</u>
	Road & Rail				
33,900	Central Japan Railway Co.	JPN	JPY	<u>749,359,500</u>	<u>2.11</u>
	Specialty Retail				
61,800	Hikari Tsushin Inc.	JPN	JPY	<u>510,468,000</u>	<u>1.44</u>
	Technology Hardware, Storage & Peripherals				
1,870,000	NEC Corp.	JPN	JPY	<u>693,770,000</u>	<u>1.95</u>
	Textiles, Apparel & Luxury Goods				
150,900	Asics Corp.	JPN	JPY	<u>477,598,500</u>	<u>1.34</u>
	Tobacco				
126,400	Japan Tobacco Inc.	JPN	JPY	<u>551,167,200</u>	<u>1.55</u>
	Trading Companies & Distributors				
453,000	Iwatani International Corp.	JPN	JPY	<u>351,528,000</u>	<u>0.99</u>
	Wireless Telecommunication Services				
76,300	SoftBank Group Corp.	JPN	JPY	<u>550,046,700</u>	<u>1.55</u>
	TOTAL SHARES			<u>35,525,148,550</u>	<u>99.91</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>35,525,148,550</u>	<u>99.91</u>
	TOTAL INVESTMENTS			<u>35,525,148,550</u>	<u>99.91</u>

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Capital Markets					
4,793	iShares MSCI Emerging Markets ETF	USA	USD	189,899	0.03
TOTAL INVESTMENTS FUNDS				<u>189,899</u>	<u>0.03</u>
SHARES					
Aerospace & Defense					
8,952	TransDigm Group Inc.	USA	USD	2,011,246	0.32
10,613	United Technologies Corp.	USA	USD	1,177,300	0.18
2,319	MacDonald Dettwiler and Associates Ltd.	CAN	CAD	169,460	0.03
				<u>3,358,006</u>	<u>0.53</u>
Airlines					
42,154	Delta Air Lines Inc.	USA	USD	1,731,687	0.27
20,133	Alaska Air Group Inc.	USA	USD	1,297,169	0.21
21,095	Hawaiian Holdings Inc.	USA	USD	501,006	0.08
48,645	International Consolidated Airlines Group SA	ESP	GBP	378,116	0.06
3,076	Spirit Airlines Inc.	USA	USD	191,020	0.03
2,856	United Continental Holdings Inc.	USA	USD	151,397	0.02
3,624	Southwest Airlines Co.	USA	USD	119,918	0.02
4,017	Wizz Air Holdings PLC, Reg S	CHE	GBP	98,147	0.02
8,641	Air Canada, B	CAN	CAD	91,391	0.01
2,078	American Airlines Group Inc.	USA	USD	82,985	0.01
				<u>4,642,836</u>	<u>0.73</u>
Auto Components					
4,285	Michelin SA, B	FRA	EUR	449,003	0.07
Automobiles					
77,022	Peugeot SA	FRA	EUR	1,583,835	0.25
1,696	Tesla Motors Inc.	USA	USD	454,969	0.07
3,428	Bayerische Motoren Werke AG	DEU	EUR	375,215	0.06
				<u>2,414,019</u>	<u>0.38</u>
Banks					
29,278	Wells Fargo & Co.	USA	USD	1,646,595	0.26
2,820	KBC Groep NV	BEL	EUR	188,444	0.03
10,516	Bank of America Corp.	USA	USD	178,982	0.03
5,921	Foreningsparbanken AB, A, 144A	SWE	SEK	138,064	0.02
9,928	Commerzbank AG	DEU	EUR	126,897	0.02
53,505	Israel Discount Bank	ISR	ILS	102,716	0.02
2,300	Sumitomo Mitsui Banking Corp.	JPN	JPY	102,592	0.02
70,655	Banca Piccolo Credito Valtellinese Scarl	ITA	EUR	93,736	0.02
10,411	Banca Popolare dell'Emilia Romagna	ITA	EUR	92,853	0.01
11,020	Unione di Banche Italiane SCpA	ITA	EUR	88,395	0.01
4,962	Banco Popolare Societa Cooperativa	ITA	EUR	81,651	0.01
32,600	Mizuho Financial Group Inc.	JPN	JPY	70,589	0.01
9,606	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	69,055	0.01
63,529	Banca Popolare di Milano Scarl	ITA	EUR	67,001	0.01
				<u>3,047,570</u>	<u>0.48</u>
Beverages					
13,565	Constellation Brands Inc., A	USA	USD	1,573,811	0.25
12,827	Brown-Forman Corp., B	USA	USD	1,285,009	0.20
38,275	Davide Campari-Milano SpA	ITA	EUR	291,229	0.05
1,736	Pernod Ricard SA	FRA	EUR	200,505	0.03
919	Monster Beverage Corp.	USA	USD	123,164	0.02
				<u>3,473,718</u>	<u>0.55</u>
Biotechnology					
18,304	BioMarin Pharmaceutical Inc.	USA	USD	2,503,621	0.40
12,773	Incyte Corp.	USA	USD	1,331,074	0.21
2,791	Biogen Inc.	USA	USD	1,127,397	0.18
8,766	Celgene Corp.	USA	USD	1,014,533	0.16
5,341	Alexion Pharmaceuticals Inc.	USA	USD	965,527	0.15
7,913	Alnylam Pharmaceuticals Inc.	USA	USD	948,531	0.15
3,013	Intercept Pharmaceuticals Inc.	USA	USD	727,278	0.12
3,986	Bluebird Bio Inc.	USA	USD	671,123	0.11
5,718	Ultragenyx Pharmaceutical Inc.	USA	USD	585,466	0.09
4,449	Gilead Sciences Inc.	USA	USD	520,889	0.08
15,293	OvaScience Inc.	USA	USD	442,426	0.07
15,414	Dyax Corp.	USA	USD	408,471	0.06
3,067	Vertex Pharmaceuticals Inc.	USA	USD	378,713	0.06
6,638	Portola Pharmaceuticals Inc.	USA	USD	302,361	0.05
6,093	Neurocrine Biosciences Inc.	USA	USD	291,002	0.05
5,733	Chimerix Inc.	USA	USD	264,865	0.04
6,027	Acadia Pharmaceuticals Inc.	USA	USD	252,411	0.04
4,775	Atara Biotherapeutics Inc.	USA	USD	251,929	0.04
9,197	Otonomy Inc.	USA	USD	211,439	0.03
8,541	Insmed Inc.	USA	USD	208,571	0.03
3,913	Prothena Corp. PLC	IRL	USD	206,098	0.03
13,227	Amicus Therapeutics Inc.	USA	USD	187,162	0.03
5,637	Retrophin Inc.	USA	USD	186,867	0.03

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Biotechnology (continued)				
13,778	Sangamo BioSciences Inc.	USA	USD	152,798	0.02
2,452	Tesaro Inc.	USA	USD	144,153	0.02
1,292	Agios Pharmaceuticals Inc.	USA	USD	143,593	0.02
1,856	KYTHERA Biopharmaceuticals Inc.	USA	USD	139,775	0.02
8,812	BioCryst Pharmaceuticals Inc.	USA	USD	131,563	0.02
9,114	Affirmed NV	DEU	USD	122,766	0.02
5,047	Xencor Inc.	USA	USD	110,883	0.02
48,144	Synta Pharmaceuticals Corp.	USA	USD	107,361	0.02
15,204	Kindred Biosciences Inc.	USA	USD	103,691	0.02
6,697	Applied Genetic Technologies Corp.	USA	USD	102,732	0.02
3,401	Coherus Biosciences Inc.	USA	USD	98,289	0.02
1,265	Anacor Pharmaceuticals Inc.	USA	USD	97,949	0.02
17,565	Fibrocell Science Inc.	USA	USD	92,568	0.01
16,110	Epirus Biopharmaceuticals Inc.	USA	USD	91,988	0.01
2,732	Acorda Therapeutics Inc.	USA	USD	91,058	0.01
1,905	Seres Therapeutics Inc.	USA	USD	79,058	0.01
3,234	Flexion Therapeutics Inc.	USA	USD	70,792	0.01
16,028	Idera Pharmaceuticals Inc.	USA	USD	59,464	0.01
680	Esperion Therapeutics Inc.	USA	USD	55,597	0.01
1,597	Zafgen Inc.	USA	USD	55,304	0.01
3,011	ProQR Therapeutics NV	NLD	USD	50,193	0.01
3,234	Concert Pharmaceuticals Inc.	USA	USD	48,154	0.01
2,002	Epizyme Inc.	USA	USD	48,048	0.01
4,122	Regulus Therapeutics Inc.	USA	USD	45,177	0.01
6,808	Medgenics Inc.	USA	USD	41,733	0.01
918	MacroGenics Inc.	USA	USD	34,856	0.01
6,872	Inotek Pharmaceuticals Corp.	USA	USD	33,673	0.01
1,577	Immune Design Corp.	USA	USD	32,565	0.01
4,017	Verastem Inc.	USA	USD	30,288	0.00
2,276	Cara Therapeutics Inc.	USA	USD	27,653	0.00
5,141	Conatus Pharmaceuticals Inc.	USA	USD	26,476	0.00
3,263	Exelixis Inc.	USA	USD	12,269	0.00
2,331	Nexvet Biopharma PLC	IRL	USD	11,538	0.00
				<u>16,481,759</u>	<u>2.61</u>
	Building Products				
36,627	Fortune Brands Home & Security Inc.	USA	USD	<u>1,678,249</u>	<u>0.26</u>
	Capital Markets				
1,810	Huatai Securities Co. Ltd., H	CHN	HKD	<u>5,114</u>	<u>0.00</u>
	Chemicals				
42,448	W.R. Grace & Co.	USA	USD	4,257,535	0.67
8,257	The Sherwin-Williams Co.	USA	USD	2,270,840	0.36
27,166	FMC Corp.	USA	USD	1,427,573	0.23
7,583	LyondellBasell Industries NV, A	NLD	USD	784,992	0.12
3,090	Eastman Chemical Co.	USA	USD	252,824	0.04
				<u>8,993,764</u>	<u>1.42</u>
	Commercial Services & Supplies				
21,172	MSA Safety Inc.	USA	USD	1,027,054	0.16
19,910	Atento SA	ESP	USD	286,306	0.05
10,457	Edenred	FRA	EUR	258,399	0.04
3,904	Tyco International PLC	IRL	USD	150,226	0.02
76,913	Spotless Group Holdings Ltd.	AUS	AUD	124,025	0.02
3,570	West Corp.	USA	USD	107,457	0.02
24,141	Metalico Inc.	USA	USD	12,312	0.00
				<u>1,965,779</u>	<u>0.31</u>
	Communications Equipment				
14,932	Cisco Systems Inc.	USA	USD	410,033	0.06
59,405	Nokia Corp., ADR	FIN	USD	406,924	0.06
4,875	QUALCOMM Inc.	USA	USD	305,321	0.05
3,705	Arista Networks Inc.	USA	USD	302,847	0.05
11,300	Radware Ltd.	ISR	USD	250,860	0.04
8,300	Ciena Corp.	USA	USD	196,544	0.03
23,706	Nokia OYJ, A	FIN	EUR	160,950	0.03
831	Palo Alto Networks Inc.	USA	USD	145,176	0.02
867	F5 Networks Inc.	USA	USD	104,344	0.02
20,618	Sandvine Corp.	CAN	CAD	59,262	0.01
				<u>2,342,261</u>	<u>0.37</u>
	Construction & Engineering				
9,704	SPIE SA	FRA	EUR	<u>193,110</u>	<u>0.03</u>
	Construction Materials				
11,406	Martin Marietta Materials Inc.	USA	USD	1,614,063	0.26
19,236	Eagle Materials Inc.	USA	USD	1,468,284	0.23
70,957	Buzzi Unicem SpA	ITA	EUR	1,010,189	0.16
33,034	Summit Materials Inc., A	USA	USD	842,367	0.13
32,767	Cemex SAB de CV, CPO, ADR	MEX	USD	300,145	0.05
				<u>5,235,048</u>	<u>0.83</u>

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Consumer Finance					
10,249	Hoist Finance AB, 144A	SWE	SEK	77,271	0.01
1,293	Springleaf Holdings Inc.	USA	USD	59,362	0.01
14,104	Unifin Financiera SAPI de CV SOFOM ENR	MEX	MXN	29,549	0.01
				<u>166,182</u>	<u>0.03</u>
Containers & Packaging					
6,234	Berry Plastics Group Inc.	USA	USD	201,982	0.03
5,105	Intertape Polymer Group Inc.	CAN	CAD	76,514	0.01
20,579	Nampak Ltd.	ZAF	ZAR	57,156	0.01
				<u>335,652</u>	<u>0.05</u>
Distributors					
6,593	Imperial Holdings Ltd.	ZAF	ZAR	100,526	0.02
Diversified Financial Services					
22,822	Moody's Corp.	USA	USD	2,463,863	0.39
2,272	MSCI Inc.	USA	USD	139,842	0.02
6,879	Element Financial Corp.	CAN	CAD	108,775	0.02
1,629	Voya Financial Inc.	USA	USD	75,700	0.01
3,343	Boulevard Acquisition Corp.	USA	USD	41,787	0.01
				<u>2,829,967</u>	<u>0.45</u>
Diversified Telecommunication Services					
3,144	Frontier Communications Corp., 11.125%, cvt. pfd.	USA	USD	314,086	0.05
16,156	Telecom Italia SpA	ITA	EUR	16,489	0.00
				<u>330,575</u>	<u>0.05</u>
Electric Utilities					
13,409	Pepco Holdings Inc.	USA	USD	361,238	0.06
Electronic Equipment, Instruments & Components					
14,326	Apple Inc.	USA	USD	1,796,838	0.28
57,790	NCR Corp., W/I	USA	USD	1,739,479	0.27
4,454	Western Digital Corp.	USA	USD	349,283	0.06
9,950	Nimble Storage Inc.	USA	USD	279,197	0.04
2,615	TE Connectivity Ltd.	CHE	USD	168,145	0.03
1,195	Hewlett-Packard Co.	USA	USD	35,862	0.01
				<u>4,368,804</u>	<u>0.69</u>
Energy Equipment & Services					
789	Halliburton Co.	USA	USD	33,982	0.00
Food & Staples Retailing					
23,085	Costco Wholesale Corp.	USA	USD	3,117,860	0.49
24,371	The Kroger Co.	USA	USD	1,767,141	0.28
6,827	CVS Health Corp.	USA	USD	716,016	0.12
				<u>5,601,017</u>	<u>0.89</u>
Food Products					
36	Lindt & Spruengli Chocolate Works Ltd.	CHE	CHF	2,251,757	0.36
1,539	Hain Celestial Group Inc.	USA	USD	101,358	0.02
1,911	Tyson Foods Inc., 4.75%, cvt. pfd.	USA	USD	98,436	0.01
				<u>2,451,551</u>	<u>0.39</u>
Health Care Equipment & Supplies					
39,994	IDEXX Laboratories Inc.	USA	USD	2,565,215	0.40
11,757	Medtronic PLC	USA	USD	871,194	0.14
420	Intuitive Surgical Inc.	USA	USD	203,490	0.03
9,311	Novadaq Technologies Inc.	CAN	USD	112,756	0.02
12,320	GenMark Diagnostics Inc.	USA	USD	111,619	0.02
2,729	Glaukos Corp.	USA	USD	79,087	0.01
2,122	Tornier NV	NLD	USD	53,029	0.01
6,502	Derma Sciences Inc.	USA	USD	46,554	0.01
1,830	Innocoll AG, ADR	IRL	USD	26,919	0.00
14,941	InspireMD Inc.	USA	USD	4,184	0.00
				<u>4,074,047</u>	<u>0.64</u>
Health Care Providers & Services					
23,436	Catamaran Corp.	CAN	USD	1,431,471	0.23
5,300	Humana Inc.	USA	USD	1,013,784	0.16
8,975	Omnicare Inc.	USA	USD	845,894	0.13
6,564	Aetna Inc.	USA	USD	836,648	0.13
10,366	Centene Corp.	USA	USD	833,426	0.13
3,337	McKesson Corp.	USA	USD	750,191	0.12
4,299	Cigna Corp.	USA	USD	696,438	0.11
6,304	HCA Holdings Inc.	USA	USD	571,899	0.09
3,491	Universal Health Services Inc., B	USA	USD	496,071	0.08
3,745	UnitedHealth Group Inc.	USA	USD	456,890	0.07
5,554	Acadia Healthcare Co. Inc.,	USA	USD	435,045	0.07
13,280	Celesio AG	DEU	EUR	384,935	0.06
3,257	AmerisourceBergen Corp.	USA	USD	346,349	0.06
4,269	DaVita HealthCare Partners Inc.	USA	USD	339,257	0.05
4,051	Molina Healthcare Inc.	USA	USD	284,785	0.05
6,497	Envision Healthcare Holdings Inc.	USA	USD	256,502	0.04

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Health Care Providers & Services (continued)					
2,064	Premier Inc., A	USA	USD	79,382	0.01
				<u>10,058,967</u>	<u>1.59</u>
Health Care Technology					
3,810	IMS Health Holdings Inc.	USA	USD	116,776	0.02
Hotels, Restaurants & Leisure					
12,643	Buffalo Wild Wings Inc.	USA	USD	1,981,032	0.31
35,712	Starbucks Corp.	USA	USD	1,914,699	0.30
62,891	Sonic Corp.	USA	USD	1,811,261	0.29
28,010	Carnival Corp.	PAN	USD	1,383,414	0.22
42,938	Bloomin' Brands Inc.	USA	USD	916,726	0.15
1,162	Chipotle Mexican Grill Inc.	USA	USD	702,998	0.11
2,596	Starwood Hotels & Resorts Worldwide Inc.	USA	USD	210,510	0.03
69,410	Ainsworth Game Technology Ltd.	AUS	AUD	137,632	0.02
10,977	RCI Hospitality Holdings Inc.	USA	USD	130,626	0.02
				<u>9,188,898</u>	<u>1.45</u>
Household Durables					
30,883	The Ryland Group Inc.	USA	USD	1,432,045	0.23
22,862	Lennar Corp., A	USA	USD	1,166,876	0.19
5,014	Tempur Sealy International Inc.	USA	USD	330,423	0.05
2,695	GoPro Inc., A	USA	USD	142,080	0.02
				<u>3,071,424</u>	<u>0.49</u>
Industrial Conglomerates					
75,000	CK Hutchison Holdings Ltd.	HKG	HKD	1,102,038	0.17
Insurance					
6,936	W. R. Berkley Corp.	USA	USD	360,186	0.06
4,588	HCC Insurance Holdings Inc.	USA	USD	352,542	0.05
				<u>712,728</u>	<u>0.11</u>
Internet & Catalog Retail					
35,102	Wayfair Inc., A	USA	USD	1,321,239	0.21
93,711	Orbitz Worldwide Inc.	USA	USD	1,070,180	0.17
10,615	HomeAway Inc.	USA	USD	330,339	0.05
591	Amazon.com Inc.	USA	USD	256,547	0.04
1,667	Expedia Inc.	USA	USD	182,287	0.03
1,938	TripAdvisor Inc.	USA	USD	168,877	0.03
199	Netflix Inc.	USA	USD	130,731	0.02
				<u>3,460,200</u>	<u>0.55</u>
Internet Software & Services					
1,530	Baidu Inc., ADR	CHN	USD	304,592	0.05
1,246	CoStar Group Inc.	USA	USD	250,770	0.04
3,723	VeriSign Inc.	USA	USD	229,784	0.04
3,115	Akamai Technologies Inc.	USA	USD	217,489	0.04
4,320	Benefitfocus Inc.	USA	USD	189,432	0.03
309	Google Inc., C	USA	USD	160,838	0.03
297	Google Inc., A	USA	USD	160,392	0.03
7,285	Xoom Corp.	USA	USD	153,386	0.02
2,470	eBay Inc.	USA	USD	148,793	0.02
1,526	Alibaba Group Holding Ltd., ADR	CHN	USD	125,544	0.02
1,010	Zillow Group Inc., A	USA	USD	87,607	0.01
3,075	Marketo Inc.	USA	USD	86,285	0.01
1,000	Demandware Inc.	USA	USD	71,080	0.01
695	Twitter Inc.	USA	USD	25,173	0.00
520	GrubHub Inc.	USA	USD	17,716	0.00
1,841	MYOB Ltd.	AUS	AUD	4,815	0.00
				<u>2,233,696</u>	<u>0.35</u>
IT Services					
15,187	MasterCard Inc., A	USA	USD	1,419,681	0.22
9,948	WEX Inc.	USA	USD	1,133,774	0.18
1,280	Alliance Data Systems Corp.	USA	USD	373,683	0.06
9,640	Vantiv Inc., A	USA	USD	368,152	0.06
3,322	Global Payments Inc.	USA	USD	343,661	0.05
8,780	Cardtronics Inc.	USA	USD	325,299	0.05
8,680	VeriFone Systems Inc.	USA	USD	294,773	0.05
13,485	EVERTEC Inc.	USA	USD	286,421	0.05
4,405	Cognizant Technology Solutions Corp., A	USA	USD	269,101	0.04
12,365	Genpact Ltd.	USA	USD	263,745	0.04
4,535	Heartland Payment Systems Inc.	USA	USD	245,117	0.04
2,810	Automatic Data Processing Inc.	USA	USD	225,446	0.04
6,350	Exlservice Holdings Inc.	USA	USD	219,583	0.04
3,134	Visa Inc., A	USA	USD	210,448	0.03
2,840	EPAM Systems Inc.	USA	USD	202,293	0.03
1,867	Accenture PLC, A	IRL	USD	180,688	0.03
1,515	Gartner Inc., A	USA	USD	129,957	0.02
800	FleetCor Technologies Inc.	USA	USD	124,848	0.02
				<u>6,616,670</u>	<u>1.05</u>

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Leisure products				
13,419	Brunswick Corp.	USA	USD	<u>682,490</u>	<u>0.11</u>
	Life Sciences Tools & Services				
9,449	Thermo Fisher Scientific Inc.	USA	USD	1,226,102	0.19
4,189	Illumina Inc.	USA	USD	914,710	0.15
12,525	WuXi Pharmatech Cayman Inc., ADR	CHN	USD	529,307	0.08
6,997	Fluidigm Corp.	USA	USD	169,327	0.03
768	Sequenom Inc.	USA	USD	2,335	0.00
				<u>2,841,781</u>	<u>0.45</u>
	Machinery				
20,033	Pall Corp.	USA	USD	<u>2,493,107</u>	<u>0.39</u>
	Marine				
36,757	Irish Continental Group PLC	IRL	EUR	<u>162,275</u>	<u>0.03</u>
	Media				
41,289	Liberty Global PLC	GBR	USD	2,232,496	0.35
9,578	Time Warner Cable Inc.	USA	USD	1,706,512	0.27
5,744	Charter Communications Inc., A	USA	USD	983,660	0.16
59,475	News Corp., B	USA	USD	846,924	0.13
5,150	The Walt Disney Co.	USA	USD	587,821	0.09
15,450	Markit Ltd.	GBR	USD	395,056	0.06
13,041	Societe Television Francaise 1	FRA	EUR	224,915	0.04
5,040	IMAX Corp.	CAN	USD	202,961	0.03
10,503	News Corp., A	USA	USD	153,239	0.03
3,712	Cineplex Inc.	CAN	CAD	139,742	0.02
3,380	Twenty-First Century Fox Inc., A	USA	USD	110,002	0.02
5,389	Sky PLC	GBR	GBP	87,808	0.01
				<u>7,671,136</u>	<u>1.21</u>
	Metals & Mining				
9,733	ThyssenKrupp AG	DEU	EUR	253,204	0.04
14,127	Century Aluminum Co.	USA	USD	147,345	0.03
3,662	Alcoa Inc., 5.375%, cvt. pfd.	USA	USD	144,759	0.02
315	ArcelorMittal, 6.00%, cvt. pfd.	LUX	USD	4,917	0.00
				<u>550,225</u>	<u>0.09</u>
	Multiline Retail				
10,772	Target Corp.	USA	USD	<u>879,318</u>	<u>0.14</u>
	Multi-Utilities				
155	Dominion Resources Inc., 6.375%, cvt. pfd., A	USA	USD	<u>7,238</u>	<u>0.00</u>
	Oil, Gas & Consumable Fuels				
7,363	Occidental Petroleum Corp.	USA	USD	572,620	0.09
4,435	The Williams Cos. Inc.	USA	USD	254,525	0.04
4,840	Kinder Morgan Inc.	USA	USD	185,808	0.03
1,692	Anadarko Petroleum Corp.	USA	USD	132,077	0.02
1,221	Suncor Energy Inc.	CAN	USD	33,602	0.01
655	Anadarko Petroleum Corp.	USA	USD	33,019	0.01
237	Pioneer Natural Resources Co.	USA	USD	32,870	0.01
1,170	Canadian Natural Resources Ltd.	CAN	USD	31,777	0.00
433	Western Gas Equity Partners LP	USA	USD	25,980	0.00
5,518	Pacific Rubiales Energy Corp.	CAN	CAD	20,808	0.00
				<u>1,323,086</u>	<u>0.21</u>
	Paper & Forest Products				
59,703	Canfor Corp.	CAN	CAD	1,300,178	0.21
68,278	Louisiana-Pacific Corp.	USA	USD	1,162,774	0.18
				<u>2,462,952</u>	<u>0.39</u>
	Personal Products				
2,497	L'Oreal SA	FRA	EUR	<u>445,405</u>	<u>0.07</u>
	Pharmaceuticals				
25,671	Mylan NV	NLD	USD	1,742,034	0.28
19,390	Hospira Inc.	USA	USD	1,720,087	0.27
5,514	Actavis PLC	IRL	USD	1,673,278	0.26
5,884	Shire PLC, ADR	IRL	USD	1,420,927	0.22
12,479	Bristol-Myers Squibb Co.	USA	USD	830,353	0.13
11,725	AstraZeneca PLC, ADR	GBR	USD	747,000	0.12
13,178	Ipsen SA	FRA	EUR	727,009	0.12
8,696	Eli Lilly & Co.	USA	USD	726,029	0.12
3,068	Valeant Pharmaceuticals International Inc.	CAN	USD	681,556	0.11
6,926	Endo International PLC	IRL	USD	551,656	0.09
7,443	Pacira Pharmaceuticals Inc.	USA	USD	526,369	0.08
9,272	Tetraphase Pharmaceuticals Inc.	USA	USD	439,864	0.07
341	Actavis PLC, 5.50%, cvt. pfd.	IRL	USD	355,520	0.06
1,782	Jazz Pharmaceuticals PLC	IRL	USD	313,757	0.05
5,000	Novo Nordisk AS, ADR	DNK	USD	273,800	0.04
14,818	Aerie Pharmaceuticals Inc.	USA	USD	261,538	0.04
9,109	The Medicines Co.	USA	USD	260,608	0.04

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Pharmaceuticals (continued)					
13,301	Assembly Biosciences Inc.	USA	USD	256,177	0.04
2,578	Novartis AG, ADR	CHE	USD	253,520	0.04
14,669	Aratana Therapeutics Inc.	USA	USD	221,795	0.04
3,404	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	201,176	0.03
1,509	GW Pharmaceuticals PLC, ADR	GBR	USD	185,366	0.03
7,297	Flamel Technologies SA, ADR	FRA	USD	154,623	0.02
5,103	Ocular Therapeutix Inc.	USA	USD	107,316	0.02
2,017	Relypsa Inc.	USA	USD	66,743	0.01
2,064	Intersect ENT Inc.	USA	USD	59,092	0.01
998	ZS Pharma Inc.	USA	USD	52,285	0.01
1,979	Paratek Pharmaceuticals Inc.	USA	USD	50,999	0.01
2,437	Dermira Inc.	USA	USD	42,769	0.01
4,522	XenoPort Inc.	USA	USD	27,720	0.00
3,002	SCYNEXIS Inc.	USA	USD	26,388	0.00
785	Revanco Therapeutics Inc.	USA	USD	25,104	0.00
151	Foamix Pharmaceuticals Ltd.	ISR	USD	1,548	0.00
149	SteadyMed Ltd.	ISR	USD	793	0.00
				<u>14,984,799</u>	<u>2.37</u>
Professional Services					
6,490	Huron Consulting Group Inc.	USA	USD	454,884	0.07
8,650	WageWorks Inc.	USA	USD	349,892	0.06
3,289	Equifax Inc.	USA	USD	319,329	0.05
4,123	Verisk Analytics Inc.	USA	USD	299,989	0.05
44,534	Sthree PLC	GBR	GBP	262,053	0.04
2,152	ManpowerGroup	USA	USD	192,346	0.03
8,639	Experian PLC	IRL	USD	157,323	0.03
6,055	TriNet Group Inc.	USA	USD	153,494	0.02
3,215	FTI Consulting Inc.	USA	USD	132,587	0.02
1,890	Robert Half International Inc.	USA	USD	104,895	0.02
1,165	TransUnion	USA	USD	29,242	0.00
520	Nielsen NV	NLD	USD	23,280	0.00
				<u>2,479,314</u>	<u>0.39</u>
Real Estate Investment Trusts (REITs)					
19,136	Home Properties Inc.	USA	USD	1,397,885	0.22
11,321	Excel Trust Inc.	USA	USD	178,532	0.03
8,440	Apollo Commercial Finance Inc.	USA	USD	138,669	0.02
1,430	Ramco-Gershenson Properties Trust, 7.25%, cvt. pfd.	USA	USD	85,542	0.02
280	Weyerhaeuser Co., 6.375%, cvt. pfd., A	USA	USD	14,560	0.00
1,806	RAIT Financial Trust	USA	USD	11,035	0.00
				<u>1,826,223</u>	<u>0.29</u>
Real Estate Management & Development					
2,742	LEG Immobilien AG	DEU	EUR	190,507	0.03
Road & Rail					
3,783	Old Dominion Freight Line Inc.	USA	USD	259,533	0.04
2,612	Union Pacific Corp.	USA	USD	249,106	0.04
5,223	DSV AS	DNK	DKK	169,212	0.03
833	Ryder System Inc.	USA	USD	72,779	0.01
				<u>750,630</u>	<u>0.12</u>
Semiconductors & Semiconductor Equipment					
16,034	NXP Semiconductors NV	NLD	USD	1,574,539	0.25
7,255	Avago Technologies Ltd.	SGP	USD	964,407	0.15
10,604	Altera Corp.	USA	USD	542,925	0.08
36,725	Cypress Semiconductor Corp.	USA	USD	431,886	0.07
14,500	Sumco Corp.	JPN	JPY	181,628	0.03
4,400	Siltronic AG	DEU	EUR	171,687	0.03
2,645	First Solar Inc.	USA	USD	124,262	0.02
2,990	Freescale Semiconductor Ltd.	USA	USD	119,510	0.02
3,680	SunEdison Semiconductor Ltd.	SGP	USD	63,553	0.01
8,380	Applied Micro Circuits Corp.	USA	USD	56,565	0.01
				<u>4,230,962</u>	<u>0.67</u>
Software					
14,989	Intuit Inc.	USA	USD	1,510,442	0.24
7,206	Verint Systems Inc.	USA	USD	437,729	0.07
9,485	Microsoft Corp.	USA	USD	418,763	0.07
5,070	Citrix Systems Inc.	USA	USD	355,711	0.06
5,795	Fleetmatics Group PLC	IRL	EUR	271,380	0.04
3,600	SS&C Technologies Holdings Inc.	USA	USD	225,000	0.03
10,440	UbiSoft Entertainment SA	FRA	EUR	185,992	0.03
2,118	Adobe Systems Inc.	USA	USD	171,579	0.03
2,440	Salesforce.com Inc.	USA	USD	169,897	0.03
5,706	Take-Two Interactive Software Inc.	USA	USD	157,314	0.02
2,052	Red Hat Inc.	USA	USD	155,808	0.02
5,315	Activision Blizzard Inc.	USA	USD	128,676	0.02
2,060	Guidewire Software Inc.	USA	USD	109,036	0.02
990	Hubspot Inc.	USA	USD	49,084	0.01
				<u>4,346,411</u>	<u>0.69</u>

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Specialty Retail					
23,583	The Home Depot Inc.	USA	USD	2,620,779	0.41
3,287	AutoZone Inc.	USA	USD	2,192,100	0.35
4,130	O'Reilly Automotive Inc.	USA	USD	933,297	0.15
11,118	Lowe's Cos. Inc.	USA	USD	744,573	0.12
18,901	Inditex SA	ESP	EUR	614,348	0.10
38,882	Staples Inc.	USA	USD	595,283	0.09
13,694	MarineMax Inc.	USA	USD	321,946	0.05
2,446	Grandvission NV, Reg S	NLD	EUR	60,429	0.01
				<u>8,082,755</u>	<u>1.28</u>
Textiles, Apparel & Luxury Goods					
18,817	NIKE Inc., B	USA	USD	2,032,613	0.32
28,699	Moncler SpA	ITA	EUR	531,758	0.09
				<u>2,564,371</u>	<u>0.41</u>
Trading Companies & Distributors					
12,286	AerCap Holdings NV	NLD	EUR	562,576	0.09
				<u>171,032,735</u>	<u>27.05</u>
TOTAL SHARES					
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>171,222,634</u>	<u>27.08</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Banks					
22,543	Nordax Group AB	SWE	SEK	120,739	0.02
Capital Markets					
315	Cowen Group Inc., 5.625%, cvt. pfd., A, 144A	USA	USD	355,045	0.06
Communications Equipment					
9,031	Infrastrutture Wireless Italiane SpA	ITA	EUR	40,776	0.01
Consumer Finance					
27	Ally Financial Inc., 7.00%, pfd., 144A	USA	USD	27,418	0.00
Food Products					
4,240	Bunge Ltd., 4.875%, cvt. pfd.	USA	USD	462,105	0.07
Hotels, Restaurants & Leisure					
8,054	Pandox AB	SWE	SEK	107,356	0.02
Multiline Retail					
13,676	Europris ASA	NOR	NOK	68,202	0.01
Oil, Gas & Consumable Fuels					
180	Chesapeake Energy Corp., 5.75%, cvt. pfd.	USA	USD	122,400	0.02
311	SandRidge Energy Inc., 7.00%, cvt. pfd.	USA	USD	6,686	0.00
9	Chesapeake Energy Corp., 5.75%, cvt. pfd., 144A	USA	USD	6,306	0.00
7	Chesapeake Energy Corp., 5.75%, cvt. pfd., 144A	USA	USD	4,782	0.00
				<u>140,174</u>	<u>0.02</u>
Real Estate Investment Trusts (REITs)					
21	Crown Castle International Corp., cvt.	USA	USD	2,167	0.00
Road & Rail					
77,570	Europcar Groupe SA	FRA	EUR	1,044,665	0.16
Specialty Retail					
160	Barnes & Noble Inc., cvt.	USA	USD	249,420	0.04
Tobacco					
210	Universal Corp./VA, 6.75%, cvt. pfd.	USA	USD	267,859	0.04
TOTAL SHARES					
BONDS					
Asset-Backed Securities					
510,000	Latam Airlines, 2015-1, 4.50%, 08/15/25	CHL	USD	512,550	0.08
300,000	Chase Issuance Trust, 2015-A6, FRN, 0.435%, 05/15/19 †	USA	USD	300,138	0.05
300,000	Ford Credit Auto Owner Trust, 2015-B, A3, 1.16%, 11/15/19	USA	USD	300,057	0.05
300,000	Toyota Auto Receivables Owner Trust, 2015-B, 1.27%, 05/15/19	USA	USD	299,904	0.05
250,000	Capital One Multi-Asset Execution Trust, 2015-A2, 2.08%, 03/15/23	USA	USD	249,996	0.04
250,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 3.487%, 10/25/27 †	USA	USD	246,174	0.04
225,000	Cam Mortgage LLC, 2015-1, 3.50%, 07/15/64	USA	USD	225,000	0.04
200,000	Invitation Homes Trust, 2015-SFR1, E, 4.385%, 03/17/32	USA	USD	203,910	0.03
200,000	Chase Issuance Trust, 2015-A5, 1.36%, 04/15/20	USA	USD	199,662	0.03
200,000	Chase Issuance Trust, 2015-A4, 1.84%, 04/15/22	USA	USD	197,898	0.03
165,000	Honda Auto Receivables Owner Trust, 2015-2, 1.04%, 02/21/19	USA	USD	164,982	0.03
153,195	MASTR Alternative Loan Trust, 2004-27CB, 6.00%, 12/25/34	USA	USD	157,096	0.03
138,826	BXHTL Mortgage Trust CMO, FRN, 0.00%, 05/15/18 †	USA	USD	138,826	0.02
130,000	World Financial Network Credit Card Master Trust, 3.09%, 04/17/23	USA	USD	133,142	0.02
100,000	Morgan Stanley Capital I Trust, 5.303%, 06/15/44	USA	USD	106,862	0.02
100,000	American Homes 4 Rent, 2015-SFR1, 5.639%, 04/17/52	USA	USD	103,990	0.02
100,000	Onemain Financial Issuance Trust, 2014-2A, B, 3.02%, 09/18/24	USA	USD	100,779	0.02

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
100,000	Chase Issuance Trust, 2015-A2, 1.59%, 02/18/20	USA	USD	100,550	0.02
100,000	Chase Issuance Trust, 2013-A9, A, FRN, 0.605%, 11/16/20 †	USA	USD	100,261	0.02
100,000	Chase Issuance Trust, 2015-A1, FRN, 0.506%, 02/18/20 †	USA	USD	100,170	0.02
100,000	Chase Issuance Trust, 2015-A3, FRN, 0.435%, 04/15/19 †	USA	USD	100,024	0.02
100,000	Capital One Multi-Asset Execution Trust, 2007-A1, A1, FRN, 0.236%, 11/15/19 †	USA	USD	99,691	0.02
100,000	Bank of America Credit Card Trust, 2015-A2, 1.360%, 09/15/20	USA	USD	99,684	0.02
100,000	Discover Card Execution Note Trust, 2015-A2, 1.90%, 10/17/22	USA	USD	99,295	0.02
100,000	Invitation Homes Trust, 2014-SFR1, B, 144A, FRN, 1.685%, 06/17/31 †	USA	USD	99,196	0.02
98,475	U.S. Residential Opportunity Fund III Trust, 2015-1, 3.721%, 01/27/35	USA	USD	98,741	0.02
100,000	American Homes 4 Rent, 2014-SFR1, E, 144A, FRN, 2.75%, 06/17/31 †	USA	USD	98,581	0.02
100,000	Colony American Homes Inc., 2014-2, FRN, 3.390%, 07/17/31 †	USA	USD	98,160	0.02
100,000	Colony American Homes Inc., 2014-1, FRN, 2.400%, 05/17/31 †	USA	USD	97,848	0.02
97,359	U.S. Residential Opportunity Fund IV Trust, 2015-1, 3.721%, 02/27/35	USA	USD	97,536	0.02
100,000	Colony American Homes Inc., 2015-1, FRN, 2.337%, 07/17/32 †	USA	USD	97,283	0.02
96,092	Volt LLC, 2015-NPL1, A1, 3.625%, 10/25/57	USA	USD	96,261	0.02
91,538	Sofi Professional Loan Program, 2015-A LLC, 1.385%, 03/25/33	USA	USD	91,631	0.01
93,774	MASTR Alternative Loan Trust, 2006-4CB, 2A2, 5.50%, 04/25/36	USA	USD	91,595	0.01
87,581	Sofi Professional Loan Program, 2014-B LLC, 1.435%, 08/25/32	USA	USD	88,003	0.01
93,416	Citigroup Mortgage Loan Trust Inc., 2014-11, 2A1, 0.325%, 08/25/36	USA	USD	87,105	0.01
75,011	Vericrest Opportunity Loan Transferee Other, 3.50%, 02/25/55	USA	USD	75,097	0.01
75,000	Hyundai Auto Receivables Trust, 1.12%, 11/15/19	USA	USD	74,877	0.01
65,000	World Financial Network Credit Card Master Trust, 0.703%, 02/15/22	USA	USD	65,016	0.01
60,000	Bank of America Credit Card Trust, 2014-A3, FRN, 0.475%, 01/15/20 †	USA	USD	59,991	0.01
55,000	World Financial Network Credit Card Master Trust, 1.76%, 05/17/21	USA	USD	55,524	0.01
55,000	Capital One Multi-Asset Execution Trust, 2014-A2, 1.26%, 01/15/20	USA	USD	55,182	0.01
69,829	Lehman XS Trust, 2006-4N, A2A, FRN, 0.407%, 04/25/46 †	USA	USD	51,468	0.01
50,000	Ford Credit Auto Owner Trust, 2014-A, A3, 0.79%, 05/15/18	USA	USD	49,997	0.01
50,000	Credit Suisse Mortgage Trust, FRN, 1.436%, 03/15/17 †	USA	USD	49,899	0.01
49,426	JP Morgan Mortgage Trust, 2005-A1, 6T1, FRN, 2.548%, 02/25/35 †	USA	USD	49,388	0.01
45,956	Cam Mortgage Trust, 2004-2, FRN, 4.450%, 05/15/48 †	USA	USD	46,136	0.01
45,000	Ford Credit Auto Owner Trust, 2015-A, A3, 1.28%, 09/15/19	USA	USD	45,017	0.01
37,000	Bank of America Credit Card Trust, 2015-A1, FRN, 0.515%, 06/15/20 †	USA	USD	37,051	0.01
35,000	Americredit Automobile Receivables Trust, 2011-4, 4.08%, 09/08/17	USA	USD	35,641	0.01
35,000	World Omni Auto Receivables Trust, 2015-A, A3, 1.34%, 05/15/20	USA	USD	35,078	0.01
35,000	Nissan Auto Receivables Owner Trust, 2015-A, 1.05%, 10/15/19	USA	USD	34,853	0.01
30,000	Americredit Automobile Receivables Trust, 2012-3, 2.42%, 05/08/18	USA	USD	30,236	0.01
30,000	CarMax Auto Owner Trust, 2013-1, A4, 0.89%, 08/17/18	USA	USD	29,982	0.00
30,000	Bank of America Credit Card Trust, 2014-A2, A, FRN, 0.456%, 09/16/19 †	USA	USD	29,979	0.00
28,851	Credit Suisse Mortgage Trust, 5.25%, 11/25/20	USA	USD	29,163	0.00
25,000	Americredit Automobile Receivables Trust, 2012-5, 1.69%, 11/08/18	USA	USD	25,140	0.00
25,702	Merrill Lynch Mortgage Investors Trust, MLCC, FRN, 2.476%, 02/25/36 †	USA	USD	25,130	0.00
25,000	Nissan Auto Receivables 2014-B Owner Trust, 2014-B, 1.11%, 05/15/19	USA	USD	25,039	0.00
25,000	Capital One Multi-Asset Execution Trust, 2015-A1, 1.39%, 01/15/21	USA	USD	24,948	0.00
24,445	Wells Fargo Mortgage Backed Securities Trust, FRN, 2.615%, 08/25/34 †	USA	USD	24,361	0.00
23,549	WaMu Mortgage Pass-Through Certificates, FRN, 2.406%, 08/25/35 †	USA	USD	23,533	0.00
22,722	BMW Vehicle Owner Trust, 2013-A, A3, 0.67%, 11/27/17	USA	USD	22,746	0.00
24,163	Chase Mortgage Finance Trust, 2007-A1, FRN, 2.471%, 03/25/37 †	USA	USD	22,598	0.00
21,764	Banc of America Funding 2007-4 Trust, 5.50%, 11/25/34	USA	USD	22,192	0.00
22,124	CarMax Auto Owner Trust, 2014-2, A2, 0.46%, 04/17/17	USA	USD	22,119	0.00
20,628	National City Mortgage Capital Trust, 2008-1, 2A1, 6.00%, 03/25/38	USA	USD	21,751	0.00
20,000	Americredit Automobile Receivables Trust, 2014-3, 1.15%, 06/10/19	USA	USD	20,021	0.00
20,000	BMW Vehicle Owner Trust, 2014-A, A3, 0.97%, 11/26/18	USA	USD	20,003	0.00
20,000	First Investors Auto Owner Trust, 2014-1A, D, 3.28%, 04/15/21	USA	USD	19,927	0.00
18,172	Ford Credit Auto Lease Trust, 2013-B, A3, 0.76%, 09/15/16	USA	USD	18,180	0.00
15,165	Structured Adjustable Rate Mortgage Loan Trust, FRN, 2.702%, 09/25/34 †	USA	USD	15,155	0.00
15,000	Americredit Automobile Receivables Trust, 2013-4, 1.66%, 09/10/18	USA	USD	15,065	0.00
15,000	Hyundai Auto Receivables Trust, 1.05%, 04/15/19	USA	USD	15,007	0.00
15,000	Honda Auto Receivables Owner Trust, 2014-1, 0.67%, 11/21/17	USA	USD	14,979	0.00
15,000	Honda Auto Receivables Owner Trust, 2014-2, A3, 0.77%, 03/19/18	USA	USD	14,979	0.00
14,959	Bear Stearns Arm Trust, 2004-6, 2A1, FRN, 2.740%, 09/25/34 †	USA	USD	14,456	0.00
13,000	Santander Drive Auto Receivables Trust, 2014-2, 0.80%, 04/16/18	USA	USD	13,003	0.00
15,620	MASTR Alternative Loan Trust, 2005-14, 2A1, FRN, 0.397%, 05/25/35 †	USA	USD	12,979	0.00
13,646	Credit Suisse First Boston Mortgage Securities Corp., 5.50%, 11/25/35	USA	USD	12,693	0.00
12,558	GMAC Mortgage Loan Trust, 2003-J7, A-7, 5.00%, 11/25/33	USA	USD	12,648	0.00
14,262	Indymac Index Mortgage Loan Trust, 2005-AR-11, FRN, 4.079%, 08/25/35 †	USA	USD	12,222	0.00
11,597	Centre Point Funding LLC, 2010-1A, 5.43%, 07/20/16	USA	USD	11,613	0.00
11,000	World Omni Automobile Lease Securitization Trust, 1.10%, 12/15/16	USA	USD	11,016	0.00
10,211	Wells Fargo Mortgage Backed Securities Trust, 2005-AR10, FRN, 2.652%, 06/25/35 †	USA	USD	10,410	0.00
10,000	Americredit Automobile Receivables Trust, 2013-2, 1.79%, 03/08/19	USA	USD	10,017	0.00
10,000	Honda Auto Receivables Owner Trust, 2015-1, 1.05%, 10/15/18	USA	USD	10,014	0.00
10,000	John Deere Owner Trust, 2014-A, A3, 0.92%, 04/16/18	USA	USD	10,009	0.00
10,000	Smart, 2013-2US, A4A, 1.18%, 02/14/19	AUS	USD	9,975	0.00
8,906	John Deere Owner Trust, 2013-B, A3, 0.87%, 08/15/17	USA	USD	8,919	0.00
8,606	Wells Fargo Mortgage Backed Securities Trust, FRN, 2.615%, 12/25/33 †	USA	USD	8,635	0.00
8,552	GSR Mortgage Loan Trust, 2005-AR4, 4A1, FRN, 2.602%, 07/25/35 †	USA	USD	8,129	0.00
7,551	Structured ARM Loan Trust, FRN, 2.656%, 09/25/34 †	USA	USD	7,491	0.00
7,000	CarMax Auto Owner Trust, 2013-4, A3, 0.80%, 07/16/18	USA	USD	7,001	0.00
5,000	Honda Auto Receivables Owner Trust, 2014-4, A3, 0.99%, 09/17/18	USA	USD	5,008	0.00
5,000	Ford Credit Auto Owner Trust, 2014-C, A3, 1.06%, 05/15/19	USA	USD	5,005	0.00
5,000	Americredit Automobile Receivables Trust, 2014-2, 1.60%, 07/08/19	USA	USD	5,002	0.00

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
3,126	Ford Credit Auto Owner Trust, 0.55%, 07/15/17	USA	USD	3,127	0.00
2,063	Smart, 2014-4US, A3A, 0.97%, 03/14/17	AUS	USD	2,064	0.00
				<u>7,046,465</u>	<u>1.11</u>
	Corporate Bonds				
3,572,000	WideOpenWest Finance LLC/WideOpenWest Capital Corp., senior note, 10.25%, 07/15/19	USA	USD	3,826,505	0.61
3,515,000	American Media Inc., first lien, 11.50%, 12/15/17	USA	USD	3,624,844	0.57
2,827,000	ROC Finance LLC/ROC Finance 1 Corp., secured note, 144A, 12.125%, 09/01/18	USA	USD	3,031,957	0.48
3,218,000	Universal Hospital Services Inc., secured note, second lien, 7.625%, 08/15/20	USA	USD	2,976,650	0.47
2,456,000	Postmedia Network Inc., senior secured note, 12.50%, 07/15/18	CAN	USD	2,517,400	0.40
2,699,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	2,462,837	0.39
2,425,000	Mohegan Tribal Gaming., senior sub.note, 144A, 11.00%, 09/15/18	USA	USD	2,440,156	0.39
2,340,000	Lee Enterprises Inc., senior secured note, first lien, 144A, 9.50%, 03/15/22	USA	USD	2,389,725	0.38
2,435,000	Downstream Development Authority of the Quapaw Tribe of Oklahoma, senior secured note, 144A, 10.50%, 07/01/19	USA	USD	2,368,037	0.37
2,014,000	lpayment Inc., 9.50%, 12/15/19	USA	USD	1,923,370	0.30
1,880,500	inVentiv Health Inc., senior note, 144A, 11.00%, 08/15/18	USA	USD	1,824,085	0.29
1,797,000	Global Cash Access Inc., senior note, 144A, 10.00%, 01/15/22	USA	USD	1,756,567	0.28
1,691,000	Real Alloy Holding Inc., 10.00%, 01/15/19	USA	USD	1,724,820	0.27
1,727,000	Quicken Loans Inc., senior note, 144A, 5.75%, 05/01/25	USA	USD	1,657,920	0.26
1,950,000	Caesars Entertainment Resort Properties LLC, secured note, second lien, 11.00%, 10/01/21	USA	USD	1,642,875	0.26
1,285,000	Avaya Inc., senior secured note, 144A, 7.00%, 04/01/19	USA	USD	1,262,512	0.20
1,484,000	Petrobras Global Finance BV, 6.85%, 06/05/2115	BRA	USD	1,221,124	0.19
3,054,000	Petroleos de Venezuela SA, 6.00%, 11/15/26	VEN	USD	1,091,805	0.17
1,311,000	Windstream Services LLC, 6.375%, 08/01/23	USA	USD	1,082,230	0.17
1,051,000	Post Holdings Inc., senior note, 7.375%, 02/15/22	USA	USD	1,073,334	0.17
1,073,000	XPO Logistics Inc., senior note, 144A, 6.50%, 06/15/22	USA	USD	1,052,881	0.17
1,067,000	Navistar International Corp., senior note, 8.25%, 11/01/21	USA	USD	1,018,985	0.16
912,000	THC Escrow Corp. II, senior note, 144A, 6.75%, 06/15/23	USA	USD	931,950	0.15
1,016,000	Resolute Forest Products, senior bond, 5.875%, 05/15/23	USA	USD	929,640	0.15
800,000	Tesco PLC, 5.125%, 04/10/47	GBR	EUR	848,986	0.13
795,000	Northstar Realty Europe Corp., cvt., 4.625%, 12/15/16	USA	USD	795,000	0.13
814,000	American Realty Capital Properties Inc, cvt., 3.75%, 12/15/20	USA	USD	765,673	0.12
913,000	AK Steel Corp., senior note, 7.625%, 05/15/20	USA	USD	764,637	0.12
923,000	AK Steel Corp., 7.625%, 10/01/21	USA	USD	756,860	0.12
756,000	Albertson's Inc., senior deb., 7.45%, 08/01/29	USA	USD	729,540	0.12
720,000	Sotheby's, senior bond, 144A, 5.25%, 10/01/22	USA	USD	709,200	0.11
660,000	Societe Generale SA, FRN, 7.875%, 12/31/49 †	FRA	USD	664,950	0.10
690,000	The McClatchy Co., first lien, senior secured note, 9.00%, 12/15/22	USA	USD	659,812	0.10
597,000	Newstar Financial Inc., senior note, 144A, 7.25%, 05/01/20	USA	USD	614,910	0.10
560,000	Rosetta Resources Inc., senior note, 5.625%, 05/01/21	USA	USD	597,800	0.09
559,000	Greektown Holdings LLC/Greektown Mothership Corp., senior secured note, 144A, 8.875%, 03/15/19	USA	USD	589,745	0.09
500,000	Fomento de Construcciones y Contratas SA, cvt., 6.50%, 10/30/20	ESP	EUR	569,270	0.09
495,000	LBG Capital No. 1 PLC, 8.00%, 12/31/49	GBR	USD	568,012	0.09
639,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	567,911	0.09
556,000	Altice SA, senior secured note, 144A, 7.75%, 05/15/22	LUX	USD	539,320	0.09
531,000	Plantronics Inc., senior note, 144A, 5.50%, 05/31/23	USA	USD	538,965	0.09
532,000	Concordia Healthcare Corp., senior note, 144A, 7.00%, 04/15/23	CAN	USD	533,330	0.08
500,000	ARC Properties Operating Partnership LP, 4.60%, 02/06/24	USA	USD	488,230	0.08
441,000	Telecom Italia Capital SA, senior note, 7.20%, 07/18/36	ITA	USD	483,997	0.08
400,000	Enel SpA, sub. note, 144A, FRN, 8.75%, 09/24/73 †	ITA	USD	460,500	0.07
454,000	DreamWorks Animation SKG Inc., senior note, 144A, 6.875%, 08/15/20	USA	USD	451,730	0.07
440,000	Atlas Air Worldwide Holdings Inc., cvt., 2.25%, 06/01/22	USA	USD	430,925	0.07
405,000	Whiting Petroleum Corp., senior note, 5.00%, 03/15/19	USA	USD	399,937	0.06
395,000	CommScope Technologies Finance LLC, senior secured bond, 144A, 6.00%, 06/15/25	USA	USD	394,506	0.06
400,000	Windstream Corp., senior bond, 7.75%, 10/15/20	USA	USD	393,000	0.06
403,000	Time Warner Cable Inc., 5.875%, 11/15/40	USA	USD	390,235	0.06
400,000	Intesa Sanpaolo SpA, sub. note, 144A, 5.017%, 06/26/24	ITA	USD	388,786	0.06
385,000	Caterpillar Financial Service Corp., 0.456%, 06/09/17	USA	USD	385,035	0.06
368,000	Golden Nugget Escrow Inc., senior note, 144A, 8.50%, 12/01/21	USA	USD	382,720	0.06
365,000	Morgan Stanley, senior sub. bond, 4.35%, 09/08/26	USA	USD	358,787	0.06
330,000	Royal Bank of Scotland Group PLC, sub. note, 6.125%, 12/15/22	GBR	USD	355,468	0.06
360,000	Keysight Technologies Inc., 4.55%, 10/30/24	USA	USD	347,628	0.06
360,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	346,725	0.06
335,000	Ally Financial Inc., 4.125%, 03/30/20	USA	USD	335,208	0.05
325,000	New Mountain Finance Corp., cvt., senior note, 5.00%, 06/15/19	USA	USD	330,281	0.05
360,000	Kratos Defense & Security Solutions Inc., first lien, 7.00%, 05/15/19	USA	USD	329,850	0.05
291,000	Rosetta Resources Inc., senior note, 5.875%, 06/01/22	USA	USD	311,865	0.05
326,000	Resource Capital Group Inc., cvt., 8.00%, 01/15/20	USA	USD	310,107	0.05
300,000	Hologic Inc., senior note, 144A, 5.25%, 07/15/22	USA	USD	307,125	0.05
300,000	TerraForm Power Operating LLC, senior note, 144A, 5.875%, 02/01/23	USA	USD	306,000	0.05
300,000	Bank of America NA, FRN, 0.729%, 06/05/17 †	USA	USD	300,256	0.05
363,000	Empire Today LLC / Empire Today Finance Corp., 11.375%, 02/01/17	USA	USD	290,400	0.05
280,000	A. Schulman Inc., senior note, 144A, 6.875%, 06/01/23	USA	USD	287,000	0.05
290,000	Ironwood Pharmaceuticals Inc., cvt., 2.25%, 06/15/22	USA	USD	285,469	0.05
250,000	Whiting Petroleum Corp., cvt., 1.25%, 04/01/20	USA	USD	274,375	0.04
270,000	Siemens Financieringsmaatschappij NV, 0.566%, 05/25/18	DEU	EUR	269,337	0.04
200,000	Assicurazioni Generali SpA, 7.75%, 12/12/42	ITA	EUR	267,019	0.04

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
250,000	Alcatel-Lucent USA Inc., senior note, 144A, 6.75%, 11/15/20	USA	USD	265,312	0.04
260,000	Blue Coat Holdings Inc., senior note, 144A, 8.375%, 06/01/23	USA	USD	265,200	0.04
200,000	MGIC Investment Corp., cvt., junior sub. bond, 144A, 9.00%, 04/01/63	USA	USD	260,125	0.04
266,000	Altice US Finance I Corp., 5.375%, 07/15/23	USA	USD	259,350	0.04
300,000	Navistar International Corp., cvt., senior sub. note, 4.75%, 04/15/19	USA	USD	258,187	0.04
298,000	FXCM Inc., cvt., senior note, 2.25%, 06/15/18	USA	USD	253,486	0.04
250,000	Apple Inc., FRN, 0.327%, 05/12/17 †	USA	USD	250,112	0.04
250,000	Conocophillips, FRN, 0.606%, 05/15/18 †	USA	USD	250,102	0.04
250,000	Corning Inc., 1.50%, 05/08/18	USA	USD	248,964	0.04
230,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 4.50%, 05/15/23	CAN	EUR	248,697	0.04
245,000	MGM Resorts International, senior note, 6.00%, 03/15/23	USA	USD	248,675	0.04
340,000	Pacific Rubiales Energy Corp., senior note, 144A, 5.125%, 03/28/23	CAN	USD	244,800	0.04
240,000	Energy Transfer Partners LP, 6.125%, 12/15/45	USA	USD	241,417	0.04
240,000	AbbVie Inc., senior note, 3.60%, 05/14/25	USA	USD	237,334	0.04
240,000	DISH DBS Corp., senior note, 5.875%, 07/15/22	USA	USD	235,800	0.04
240,000	Continental Resources Inc., senior bond, 5.00%, 09/15/22	USA	USD	235,651	0.04
230,000	CorEnergy Infrastructure Trust Inc., cvt., 7.00%, 06/15/20	USA	USD	235,410	0.04
250,000	Williams Partners LP, senior bond, 4.00%, 09/15/25	USA	USD	234,292	0.04
235,000	Verisk Analytics Inc., 5.50%, 06/15/45	USA	USD	231,174	0.04
235,000	General Motors Financial Co. Inc., 3.45%, 04/10/22	USA	USD	230,119	0.04
225,000	ArcelorMittal, senior note, 7.75%, 10/15/39	LUX	USD	225,000	0.04
225,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 144A, 5.625%, 03/01/25	USA	USD	223,594	0.04
217,000	Boyd Gaming Corp., senior note, 6.875%, 05/15/23	USA	USD	223,510	0.04
205,000	Diamondback Energy Inc., senior note, 7.625%, 10/01/21	USA	USD	220,375	0.04
225,000	Ctrip.com International Ltd., cvt., 1.00%, 07/01/20	CYM	USD	220,359	0.04
222,000	Open Text Corp., senior note, 144A, 5.625%, 01/15/23	CAN	USD	220,335	0.04
240,000	Avid Technology Inc., cvt., 2.00%, 06/15/20	USA	USD	219,750	0.03
210,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	219,712	0.03
205,000	CHS/Community Health Systems Inc., senior note, 7.125%, 07/15/20	USA	USD	217,710	0.03
218,000	Communications Sales & Leasing Inc., 8.25%, 10/15/23	USA	USD	215,002	0.03
200,000	Calpine Corp., senior secured note, first lien, 144A, 6.00%, 01/15/22	USA	USD	212,500	0.03
200,000	Old Republic International Corp., 4.875%, 10/01/24	USA	USD	207,386	0.03
200,000	GLP Capital LP/GLP Financing II Inc., senior note, 4.875%, 11/01/20	USA	USD	204,500	0.03
210,000	Eclipse Resources Corp., 8.785%, 07/15/23	USA	USD	203,700	0.03
200,000	Cisco Systems Inc., FRN, 0.596%, 06/15/18 †	USA	USD	200,496	0.03
200,000	Bat International Finance PLC, FRN, 0.796%, 06/15/18 †	GBR	USD	200,028	0.03
200,000	Concho Resources Inc., 5.50%, 10/01/22	USA	USD	200,000	0.03
200,000	American Honda Finance Corp., 0.95%, 05/05/17	USA	USD	199,863	0.03
200,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 6.125%, 05/05/25	MEX	USD	197,840	0.03
188,000	SunEdison Inc., cvt., 3.375%, 06/01/25	USA	USD	195,167	0.03
175,000	FireEye Inc., cvt., senior bond, B, 144A, 1.625%, 06/01/35	USA	USD	187,469	0.03
185,000	Starwood Property Trust Inc., cvt., 3.75%, 10/15/17	USA	USD	187,197	0.03
180,000	Cable One Inc., senior note, 144A, 5.75%, 06/15/22	USA	USD	182,700	0.03
180,000	CommScope Inc., senior secured note, 144A, 4.375%, 06/15/20	USA	USD	182,250	0.03
180,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 144A, 6.75%, 06/15/23	USA	USD	181,800	0.03
185,000	IAS Operating Partnership LP, cvt., senior note, 144A, 5.00%, 03/15/18	USA	USD	181,300	0.03
145,000	Omnicare Inc., senior deb., cvt., 3.25%, 12/15/35	USA	USD	178,803	0.03
175,000	Empire State Realty LP, cvt., 2.625%, 08/15/19	USA	USD	177,734	0.03
182,000	Ladder Capital Finance Holdings LLC/Corp., 5.875%, 08/01/21	USA	USD	177,677	0.03
175,000	PBF Logistics LP/PBF Logistics Finance Corp., Senior note, 144A, 6.875%, 05/15/23	USA	USD	176,570	0.03
170,000	Micron Technology Inc., senior note, 5.875%, 02/15/22	USA	USD	172,975	0.03
167,000	SunEdison Inc., cvt., 2.625%, 06/01/23	USA	USD	169,922	0.03
250,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	169,375	0.03
173,000	Avon Products Inc., senior note, 6.50%, 03/01/19	USA	USD	167,810	0.03
100,000	Telecom Italia Capital SA, cvt., 6.125%, 11/15/16	ITA	EUR	162,768	0.03
170,000	Spirit Realty Capital Inc., cvt., senior note, 2.875%, 05/15/19	USA	USD	160,545	0.03
170,000	Rovi Corp., cvt., 0.50%, 03/01/20	USA	USD	156,187	0.02
149,000	Springleaf Finance Corp., 5.25%, 12/15/19	USA	USD	147,510	0.02
145,000	Apollo Commercial Finance Inc., cvt., 5.50%, 03/15/19	USA	USD	144,366	0.02
160,000	Chesapeake Energy Corp., senior note, 4.875%, 04/15/22	USA	USD	140,000	0.02
140,000	Bank of America Corp., sub. note, 4.20%, 08/26/24	USA	USD	139,727	0.02
135,000	CNO Financial Group Inc., 5.25%, 05/30/25	USA	USD	137,525	0.02
140,000	Constellis Holdings LLC/Constellis Finance Corp., senior secured note, 144A, 9.75%, 05/15/20	USA	USD	135,450	0.02
135,000	KLA-Tencor Corp., 4.65%, 11/01/24	USA	USD	134,836	0.02
135,000	Level 3 Financing Inc., senior note, 144A, 5.125%, 05/01/23	USA	USD	132,890	0.02
135,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior note, 144A, 5.125%, 05/01/23	USA	USD	131,794	0.02
135,000	Healthcare Realty Trust Inc., 3.875%, 05/01/25	USA	USD	130,274	0.02
140,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	120,925	0.02
95,000	Trinity Industries Inc., cvt., sub. note, 3.875%, 06/01/36	USA	USD	120,709	0.02
110,000	Regency Energy Partners LP/Regency Energy Finance Corp., 5.75%, 09/01/20	USA	USD	120,222	0.02
113,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	USA	USD	119,286	0.02
115,000	Oasis Petroleum Inc., senior note, 6.875%, 03/15/22	USA	USD	117,300	0.02
120,000	Rose Rock Midstream LP/Rose Rock Finance Corp., senior note, 144A, 5.625%, 11/15/23	USA	USD	116,700	0.02
120,000	NWH Escrow Corp., 7.50%, 08/01/21	USA	USD	113,400	0.02
110,000	Antero Resources Corp., senior note, 6.00%, 12/01/20	USA	USD	111,650	0.02
101,000	Renewable Energy Group Inc., cvt., 2.75%, 06/15/19	USA	USD	107,691	0.02
180,000	Solazyme Inc., cvt., senior sub. note, 5.00%, 10/01/19	USA	USD	107,213	0.02
105,000	Norbord Inc., senior secured note, 144A, 6.25%, 04/15/23	CAN	USD	106,838	0.02

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
110,000	Meccanica Holdings USA, senior note, 144A, 6.25%, 01/15/40	ITA	USD	106,425	0.02
110,000	Redwood Trust Inc., cvt., 4.625%, 04/15/18	USA	USD	106,013	0.02
135,000	Petrobras Global Finance BV, 5.625%, 05/20/43	BRA	USD	105,017	0.02
105,000	Albemarle Corp., 4.15%, 12/01/24	USA	USD	104,710	0.02
110,000	Baytex Energy Corp., senior note, 144A, 5.125%, 06/01/21	CAN	USD	103,675	0.02
100,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.875%, 05/15/23	CAN	USD	102,625	0.02
100,000	Rice Energy Inc., senior note, 6.25%, 05/01/22	USA	USD	99,750	0.02
100,000	Quest Diagnostics Inc., 2.50%, 03/30/20	USA	USD	99,240	0.02
100,000	Abbott Laboratories, 2.00%, 03/15/20	USA	USD	99,217	0.02
100,000	MEG Energy Corp., senior bond, 144A, 7.00%, 03/31/24	CAN	USD	96,375	0.02
90,000	Wright Medical Group Inc., cvt., 2.00%, 02/15/20	USA	USD	95,963	0.02
95,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	95,950	0.02
95,000	PPL Energy Supply LLC, senior bond, 144A, 6.50%, 06/01/25	USA	USD	95,119	0.02
70,000	Cowen Group Inc., cvt., senior note, 3.00%, 03/15/19	USA	USD	91,744	0.01
90,000	Interval Acquisition Corp., senior note, 144A, 5.625%, 04/15/23	USA	USD	91,575	0.01
75,000	SunEdison Inc., cvt., senior note, 144A, 0.25%, 01/15/20	USA	USD	91,500	0.01
110,000	Pacific Rubiales Energy Corp., 5.375%, 01/26/19	CAN	USD	90,640	0.01
80,000	Host Hotels & Resorts LP, senior note, 5.25%, 03/15/22	USA	USD	86,939	0.01
100,000	RAIT Financial Trust, cvt., 4.00%, 10/01/33	USA	USD	86,313	0.01
87,000	Endo Finance LLC & Endo Finance Inc., 5.375%, 01/15/23	USA	USD	86,130	0.01
90,000	Bonanza Creek Energy Inc., senior note, 6.75%, 04/15/21	USA	USD	85,725	0.01
75,000	JAKKS Pacific Inc., cvt., 4.875%, 06/01/20	USA	USD	85,219	0.01
90,000	Micron Technology Inc., 5.25%, 01/15/24	USA	USD	85,219	0.01
85,000	Air Lease Corp., 4.25%, 09/15/24	USA	USD	84,575	0.01
80,000	Targa Resources Partners LP/Targa Resources Partners Finance Corp., senior note, 6.875%, 02/01/21	USA	USD	84,400	0.01
90,000	Micron Technology Inc., 5.625%, 01/15/26	USA	USD	83,363	0.01
85,000	Antero Resources Corp., senior note, 144A, 5.625%, 06/01/23	USA	USD	82,556	0.01
85,000	Campus Crest Communities Operating Partnership LP, cvt., senior note, 144A, 4.75%, 10/15/18	USA	USD	81,706	0.01
84,000	Telecom Italia Capital SA, senior note, 6.00%, 09/30/34	ITA	USD	81,690	0.01
300,000	BRF SA., senior note, 144A, 7.75%, 05/22/18	BRA	BRL	81,052	0.01
80,000	Sabre Global Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	79,200	0.01
82,000	PDL BioPharma Inc., cvt., 4.00%, 02/01/18	USA	USD	78,156	0.01
80,000	Cenveo Corp., cvt., 7.00%, 05/15/17	USA	USD	74,800	0.01
100,000	Pacific Rubiales Energy Corp., 5.625%, 01/19/25	CAN	USD	72,625	0.01
70,000	Air Lease Corp., 3.75%, 02/01/22	USA	USD	69,996	0.01
75,000	Ultra Petroleum Corp., senior bond, 144A, 6.125%, 10/01/24	CAN	USD	66,188	0.01
55,000	Carriage Services Inc., cvt., sub. note, 2.75%, 03/15/21	USA	USD	65,931	0.01
65,000	Midas Intermediate Holdco II LLC/Midas Intermediate Holdco II Finance Inc., senior note, 144A, 7.875%, 10/01/22	USA	USD	65,163	0.01
65,000	Bank of America Corp., 3.95%, 04/21/25	USA	USD	62,814	0.01
60,000	Rialto Holdings LLC/Rialto Corp., senior note, 144A, 7.00%, 12/01/18	USA	USD	62,700	0.01
60,000	Sequenom Inc., cvt., 5.00%, 01/01/18	USA	USD	58,763	0.01
47,000	Hologic Inc., cvt., senior bond, zero cpn., 12/15/43	USA	USD	57,134	0.01
50,000	Vector Group Ltd., cvt., 1.75%, 04/15/20	USA	USD	55,000	0.01
55,000	Flextronics International Ltd., 4.75%, 06/15/25	SGP	USD	54,632	0.01
70,000	Ascent Capital Group Inc., senior note, cvt., 4.00%, 07/15/20	USA	USD	54,294	0.01
52,000	Matador Resources Co., senior note, 144A, 6.875%, 04/15/23	USA	USD	53,365	0.01
45,000	Aegean Marine Petroleum Network Inc., cvt., 4.00%, 11/01/18	USA	USD	49,416	0.01
50,000	MarkWest Energy Partners LP, 4.875%, 12/01/24	USA	USD	49,125	0.01
40,000	Jarden Corp., cvt., senior sub. bond, 1.125%, 03/15/34	USA	USD	46,775	0.01
55,000	Time Warner Cable Inc., 4.50%, 09/15/42	USA	USD	45,228	0.01
49,000	Penn Virginia Corp., senior note, 8.50%, 05/01/20	USA	USD	44,223	0.01
40,000	The ServiceMaster Co. LLC, senior note, 7.00%, 08/15/20	USA	USD	42,450	0.01
26,000	BioMarin Pharmaceutical Inc., cvt., senior sub. note, 1.50%, 10/15/20	USA	USD	41,535	0.01
40,000	Brixmor Operating Partnership LP, senior note, 3.85%, 02/01/25	USA	USD	38,461	0.01
45,000	Violin Memory Inc., cvt., 4.25%, 10/01/19	USA	USD	38,250	0.01
35,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.50%, 03/01/23	CAN	USD	35,438	0.01
34,000	Lucent Technologies Inc., senior bond, 6.45%, 03/15/29	USA	USD	35,233	0.01
35,000	General Motors Co., 5.20%, 04/01/45	USA	USD	34,830	0.01
35,000	Ally Financial Inc., senior note, 3.75%, 11/18/19	USA	USD	34,825	0.01
50,000	Amyris Inc., cvt., senior note, 6.50%, 05/15/19	USA	USD	33,219	0.01
365,000	Alpha Natural Resources Inc., cvt., senior note, 4.875%, 12/15/20	USA	USD	30,113	0.01
30,000	Quidel Corp., cvt., 3.25%, 12/15/20	USA	USD	30,094	0.00
25,000	Impax Laboratories Inc., cvt., senior note, 144A, 2.00%, 06/15/22	USA	USD	25,109	0.00
25,000	Merck & Co. Inc., FRN, 0.404%, 02/10/17 †	USA	USD	25,023	0.00
25,000	IHS Inc., senior note, 144A, 5.00%, 11/01/22	USA	USD	24,938	0.00
20,000	Emergent Biosolutions Inc., cvt., 2.875%, 01/15/21	USA	USD	24,825	0.00
25,000	Baytex Energy Corp., senior note, 144A, 5.625%, 06/01/24	CAN	USD	23,313	0.00
20,000	Brocade Communications Systems Inc., cvt., senior note, 144A, 1.375%, 01/01/20	USA	USD	20,850	0.00
20,000	Whiting Petroleum Corp., senior sub. note, 6.50%, 10/01/18	USA	USD	20,350	0.00
20,000	Concho Resources Inc., senior bond, 5.50%, 04/01/23	USA	USD	20,100	0.00
15,000	SunEdison Inc., cvt., 2.375%, 04/15/22	USA	USD	20,016	0.00
20,000	Chevron Corp., FRN, 0.446%, 11/15/17 †	USA	USD	19,982	0.00
20,000	SM Energy Co., 5.00%, 01/15/24	USA	USD	19,050	0.00
20,000	Micron Technology Inc., 5.50%, 02/01/25	USA	USD	18,790	0.00
20,000	MEG Energy Corp., 6.375%, 01/30/23	CAN	USD	18,700	0.00
20,000	Starwood Waypoint Residential Trust, cvt., senior note, 144A, 3.00%, 07/01/19	USA	USD	18,438	0.00
20,000	Continental Resources Inc., 3.80%, 06/01/24	USA	USD	18,217	0.00

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
20,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	16,275	0.00
15,000	Choice Hotels International Inc., senior note, 5.70%, 08/28/20	USA	USD	16,238	0.00
15,000	iStar Financial Inc., 4.00%, 11/01/17	USA	USD	14,794	0.00
9,000	Palo Alto Networks Inc., cvt., senior note, 144A, zero cpn., 07/01/19	USA	USD	14,698	0.00
15,000	Bank of America Corp., senior sub. bond, 4.25%, 10/22/26	USA	USD	14,643	0.00
15,000	Targa Resources Partners LP/Finance Corp., 4.25%, 11/15/23	USA	USD	13,950	0.00
12,000	Photronics Inc., cvt., 3.25%, 04/01/19	USA	USD	13,508	0.00
15,000	Genworth Holdings Inc., 4.80%, 02/15/24	USA	USD	13,125	0.00
13,000	Albertson's Inc., 8.00%, 05/01/31	USA	USD	12,935	0.00
11,000	NCI Building Systems Inc., senior note, 144A, 8.25%, 01/15/23	USA	USD	11,770	0.00
5,000	Lennar Corp., cvt., 144A, 3.25%, 11/15/21	USA	USD	10,928	0.00
10,000	Western Refining Logistics LP/WNRL Finance Corp., senior note, 144A, 7.50%, 02/15/23	USA	USD	10,350	0.00
10,000	Halcon Resources Corp., senior note, 144A, 8.625%, 02/01/20	USA	USD	9,913	0.00
10,000	iStar Financial Inc., senior note, 5.00%, 07/01/19	USA	USD	9,900	0.00
10,000	Whiting Petroleum Corp., 5.75%, 03/15/21	USA	USD	9,890	0.00
10,000	Antero Resources Corp., senior note, 5.125%, 12/01/22	USA	USD	9,500	0.00
10,000	Bonanza Creek Energy Inc., senior note, 5.75%, 02/01/23	USA	USD	9,025	0.00
6,000	Ciena Corp., cvt., senior note, 144A, 3.75%, 10/15/18	USA	USD	8,198	0.00
10,000	Atrium Windows and Doors Inc., senior secured note, 144A, 7.75%, 05/01/19	USA	USD	8,150	0.00
5,000	Nuance Communications Inc., cvt., 1.50%, 11/01/35	USA	USD	5,191	0.00
5,000	Oasis Petroleum Inc., senior note, 7.25%, 02/01/19	USA	USD	5,150	0.00
5,000	Aircastle Ltd., 5.50%, 02/15/22	BMU	USD	5,116	0.00
5,000	KLX Inc., senior note, 144A, 5.875%, 12/01/22	USA	USD	5,074	0.00
5,000	Owens Corning, 4.20%, 12/01/24	USA	USD	4,910	0.00
4,000	Altra Industrial Motion Corp., cvt., senior bond, 2.75%, 03/01/31	USA	USD	4,615	0.00
				<u>88,085,181</u>	<u>13.93</u>
Government and Municipal Bonds					
2,800,000	Russian Federation, 5.625%, 04/04/42	RUS	USD	2,642,500	0.42
2,447,959	Republic of Argentina, 8.28%, 12/31/33 *	ARG	USD	2,350,040	0.37
1,991,000	Republic of Cyprus, 3.875%, 05/06/22	CYP	EUR	2,232,021	0.35
1,942,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	1,580,011	0.25
1,000,000	Republic of Pakistan, 6.75%, 12/03/19	PAK	USD	1,028,811	0.16
1,637,000	Government of the Hellenic Republic, 4.75%, 04/17/19	GRC	EUR	1,023,258	0.16
875,000	Government of Argentina, senior note, 8.75%, 06/02/17 *	ARG	USD	826,875	0.13
1,166,000	Government of the Hellenic Republic, 3.375%, 07/17/17	GRC	EUR	756,267	0.12
553,263	EP Petroecuador Via Noble Sovereign Funding I Ltd., 5.912%, 09/24/19	ECU	USD	492,404	0.08
422,000	Italy Treasury Bond, senior bond, Reg S, 3.25%, 09/01/46	ITA	EUR	471,751	0.07
447,000	Perusahaan Penerbit SBSN Indonesia III, senior note, Reg S, 4.325%, 05/28/25	IDN	USD	436,406	0.07
300,000	Government of the Hellenic Republic, 3.00%, 02/24/24	GRC	EUR	144,097	0.02
1,890,000	Government of Mexico, M, 4.75%, 06/14/18	MEX	MXN	120,887	0.02
132,000	Government of the Hellenic Republic, 3.00%, 02/24/23	GRC	EUR	65,554	0.01
152,000	Government of the Hellenic Republic, 3.00%, 02/24/41	GRC	EUR	64,984	0.01
152,000	Government of the Hellenic Republic, 3.00%, 02/24/39	GRC	EUR	64,451	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/25	GRC	EUR	62,234	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/26	GRC	EUR	59,977	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/27	GRC	EUR	59,164	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/28	GRC	EUR	58,713	0.01
137,000	Government of the Hellenic Republic, 3.00%, 02/24/38	GRC	EUR	58,587	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/29	GRC	EUR	58,290	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/30	GRC	EUR	57,862	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/31	GRC	EUR	57,450	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/32	GRC	EUR	56,863	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/34	GRC	EUR	56,592	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/37	GRC	EUR	56,567	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/42	GRC	EUR	56,530	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/40	GRC	EUR	56,312	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/36	GRC	EUR	56,297	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/33	GRC	EUR	55,974	0.01
132,000	Government of the Hellenic Republic, 3.00%, 02/24/35	GRC	EUR	55,896	0.01
				<u>15,223,625</u>	<u>2.41</u>
Securities Maturing Within One Year					
5,091,000	U.S. Treasury Bill, 0.00%, 09/10/15	USA	USD	5,091,051	0.81
3,725,000	U.S. Treasury Bill, 0.00%, 03/03/16	USA	USD	3,721,498	0.59
2,587,000	Government of Argentina, senior bond, 7.00%, 10/03/15	ARG	USD	2,624,512	0.42
1,740,400	U.S. Treasury Bill, 0.00%, 12/10/15	USA	USD	1,740,047	0.28
1,448,700	U.S. Treasury Bill, 0.00%, 10/01/15	USA	USD	1,448,662	0.23
1,376,700	U.S. Treasury Bill, 0.00%, 01/07/16	USA	USD	1,376,228	0.22
1,321,000	U.S. Treasury Bill, 0.00%, 10/29/15	USA	USD	1,321,033	0.21
1,320,700	U.S. Treasury Bill, 0.00%, 10/22/15	USA	USD	1,320,648	0.21
1,307,700	U.S. Treasury Bill, 0.00%, 11/12/15	USA	USD	1,307,542	0.21
1,284,300	U.S. Treasury Bill, 0.00%, 10/15/15	USA	USD	1,284,252	0.20
1,190,400	U.S. Treasury Bill, 0.00%, 09/17/15	USA	USD	1,190,419	0.19
1,136,300	U.S. Treasury Bill, 0.00%, 11/19/15	USA	USD	1,136,189	0.18
994,000	U.S. Treasury Bill, 0.00%, 10/08/15	USA	USD	993,952	0.16
978,100	U.S. Treasury Bill, 0.00%, 08/20/15	USA	USD	978,103	0.15
912,200	U.S. Treasury Bill, 0.00%, 08/27/15	USA	USD	912,211	0.14
912,200	U.S. Treasury Bill, 0.00%, 08/13/15	USA	USD	912,208	0.14
837,700	U.S. Treasury Bill, 0.00%, 09/03/15	USA	USD	837,692	0.13

The accompanying notes form an integral part of these financial statements

— Franklin K2 Alternative Strategies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
800,000	U.S. Treasury Bill, 0.00%, 12/17/15	USA	USD	799,766	0.13
475,000	U.S. Treasury Bill, 0.00%, 07/23/15	USA	USD	475,005	0.07
463,000	Prospect Capital Corp., cvt., 6.25%, 12/15/15	USA	USD	471,681	0.07
449,200	U.S. Treasury Bill, 0.00%, 07/16/15	USA	USD	449,195	0.07
533,500	Government of Venezuela, Reg S, 5.75%, 02/26/16	VEN	USD	442,138	0.07
13,000	Gilead Sciences Inc., cvt., senior note, 1.625%, 05/01/16	USA	USD	67,056	0.01
8,000	Mylan Inc., cvt., senior note, 3.75%, 09/15/15	USA	USD	40,695	0.01
20,000	Becton Dickinson & Co., FRN, 0.736%, 06/15/16 †	USA	USD	20,014	0.00
4,000	Photronics Inc., cvt., 3.25%, 04/01/16	USA	USD	4,283	0.00
				<u>30,966,080</u>	<u>4.90</u>
	TOTAL BONDS			<u>141,321,351</u>	<u>22.35</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>144,207,277</u>	<u>22.80</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Biotechnology				
1,128	Regeneron Pharmaceuticals Inc. **	USA	USD	575,427	0.09
	TOTAL SHARES			<u>575,427</u>	<u>0.09</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>575,427</u>	<u>0.09</u>
	TOTAL INVESTMENTS			<u>316,005,338</u>	<u>49.97</u>

** These securities are submitted to a Fair Valuation

* These Bonds are currently in default

† Floating Rates are indicated as at June 30, 2015

— Franklin MENA Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Air Freight & Logistics					
1,340,000	Agility Public Warehousing Co. KSC	KWT	KWD	<u>3,190,476</u>	<u>1.53</u>
Airlines					
19,270,000	Air Arabia PJSC	ARE	AED	8,499,388	4.06
3,520,000	Jazeera Airways	KWT	KWD	<u>5,412,698</u>	<u>2.59</u>
				<u>13,912,086</u>	<u>6.65</u>
Automobiles					
5,310,759	Ghabbour Auto	EGY	EGP	<u>2,958,136</u>	<u>1.41</u>
Banks					
2,407,781	First Gulf Bank PJSC	ARE	AED	9,964,407	4.77
537,823	Doha Bank QSC	QAT	QAR	7,857,792	3.76
1,016,033	Commercial International Bank Egypt SAE	EGY	EGP	7,543,629	3.61
856,063	HSBC Bank PLC (CRTP Banque Saudi Fransi)	SAU	USD	7,326,922	3.50
1,031,397	Deutsche Bank AG/London (CRTP Samba Financial Group, 144A)	SAU	USD	7,177,566	3.43
4,683,561	Bank Muscat SAOG	OMN	OMR	6,691,410	3.20
280,000	Credit Suisse Nassau (CRTP Al Rajhi Bank)	SAU	USD	4,554,060	2.18
1,576,408	Merrill Lynch International & Co. CV (CRTP Emirates NBD PJSC)	ARE	USD	4,180,406	2.00
1,032,413	Emirates NBD PJSC	ARE	AED	2,737,810	1.31
135,000	Deutsche Bank AG/London (CRTP Al Rajhi Bank, 144A)	SAU	USD	2,195,707	1.05
133,000	HSBC Bank PLC (CRTP Al Rajhi Bank)	SAU	USD	2,163,178	1.03
287,664	Merrill Lynch International & Co. CV (CRTP Samba Financial Group)	SAU	USD	2,001,875	0.96
90,000	Merrill Lynch International & Co. CV (CRTP Al Rajhi Bank)	SAU	USD	1,463,805	0.70
142,065	Credit Suisse Nassau (CRTP Banque Saudi Fransi, Reg S)	SAU	USD	1,215,914	0.58
135,000	Morgan Stanley BV (CRTP Samba Financial Group)	SAU	USD	939,475	0.45
85,000	Credit Suisse Nassau (CRTP Banque Saudi Fransi)	SAU	USD	<u>727,503</u>	<u>0.35</u>
				<u>68,741,459</u>	<u>32.88</u>
Capital Markets					
2,290,555	Egyptian Financial Group-Hermes Holding	EGY	EGP	4,151,792	1.98
8,869,948	Amanat Holdings PJSC	ARE	AED	<u>2,173,474</u>	<u>1.04</u>
				<u>6,325,266</u>	<u>3.02</u>
Chemicals					
225,000	Morgan Stanley BV (CRTP Yanbu National Petrochemicals Co., Reg S)	SAU	USD	3,254,566	1.56
114,000	Credit Suisse Nassau (CRTP Saudi Basic Industries Corp.)	SAU	USD	2,895,214	1.38
31,740	Deutsche Bank AG/London (CRTP Saudi Basic Industries Corp., 144A)	SAU	USD	806,088	0.39
16,580	HSBC Bank PLC (CRTP Saudi Basic Industries Corp., 144A)	SAU	USD	421,076	0.20
15,000	Credit Suisse Nassau (CRTP Yanbu National Petrochemicals Co., Reg S)	SAU	USD	216,971	0.10
12,850	HSBC Bank PLC (CRTP Yanbu National Petrochemicals Co.)	SAU	USD	<u>185,872</u>	<u>0.09</u>
				<u>7,779,787</u>	<u>3.72</u>
Construction & Engineering					
233,429	Orascom Construction Ltd.	ARE	EGP	3,151,118	1.51
93,560	Orascom Construction Ltd.	ARE	USD	<u>1,210,666</u>	<u>0.58</u>
				<u>4,361,784</u>	<u>2.09</u>
Construction Materials					
132,389	Qatar National Cement Co.	QAT	QAR	4,362,974	2.08
681,767	Suez Cement Co. SAE	EGY	EGP	3,261,381	1.56
190,000	Misr Cement Co.	EGY	EGP	<u>2,066,828</u>	<u>0.99</u>
				<u>9,691,183</u>	<u>4.63</u>
Diversified Financial Services					
3,702,473	Kuwait Projects Co. Holding KSC	KWT	KWD	<u>7,713,485</u>	<u>3.69</u>
Energy Equipment & Services					
2,287,983	Gulf Marine Services PLC	ARE	GBP	<u>4,349,250</u>	<u>2.08</u>
Food Products					
1,140,430	Mezzan Holding Co.	KWT	KWD	3,922,114	1.88
117,060	Edita Food Industries SAE, GDR, Reg S	EGY	USD	<u>2,177,316</u>	<u>1.04</u>
				<u>6,099,430</u>	<u>2.92</u>
Health Care Providers & Services					
355,000	Al Noor Hospitals Group PLC	ARE	GBP	5,270,313	2.52
641,000	Integrated Diagnostics Holdings PLC	EGY	USD	<u>3,749,850</u>	<u>1.79</u>
				<u>9,020,163</u>	<u>4.31</u>
Hotels, Restaurants & Leisure					
274,376	Merrill Lynch International & Co. CV (CRTP Al Tayyar Travel Group)	SAU	USD	<u>7,224,271</u>	<u>3.45</u>
Industrial Conglomerates					
636,510	Deutsche Bank AG/London (CRTP National Industrialization Co., 144A)	SAU	USD	<u>3,343,353</u>	<u>1.60</u>
Real Estate Management & Development					
6,276,175	Emaar Properties PJSC	ARE	AED	13,465,180	6.44
8,890,000	Aldar Properties PJSC	ARE	AED	6,583,572	3.15
2,000,458	Mabane Co. SAKC	KWT	KWD	6,549,119	3.13
5,470,671	Talaat Moustafa Group	EGY	EGP	6,359,703	3.04
1,544,970	Morgan Stanley BV (CRTP Dar Al Arkan Real Estate Development Co., Reg S)	SAU	USD	<u>3,748,627</u>	<u>1.79</u>

The accompanying notes form an integral part of these financial statements

— Franklin MENA Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Management & Development (continued)				
178,485	Residences Dar Saada	MAR	MAD	<u>3,249,454</u>	<u>1.56</u>
				<u>39,955,655</u>	<u>19.11</u>
	Tobacco				
275,293	Eastern Tobacco	EGY	EGP	<u>7,757,222</u>	<u>3.71</u>
	Trading Companies & Distributors				
3,093,673	ALAFCO Aviation Lease and Finance Co. KSCC	KWT	KWD	<u>2,189,306</u>	<u>1.05</u>
	TOTAL SHARES			<u>204,612,312</u>	<u>97.85</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>204,612,312</u>	<u>97.85</u>
	TOTAL INVESTMENTS			<u>204,612,312</u>	<u>97.85</u>

The accompanying notes form an integral part of these financial statements

— Franklin Natural Resources Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Coal & Consumable Fuels				
169,590	Peabody Energy Corp.	USA	USD	<u>371,402</u>	<u>0.14</u>
	Commodity Chemicals				
54,100	Axiall Corp.	USA	USD	1,950,305	0.71
13,500	LyondellBasell Industries NV, A	USA	USD	<u>1,397,520</u>	<u>0.51</u>
				<u>3,347,825</u>	<u>1.22</u>
	Construction Materials				
7,900	Martin Marietta Materials Inc.	USA	USD	<u>1,117,929</u>	<u>0.41</u>
	Diversified Metals & Mining				
207,210	BHP Billiton PLC, ADR	AUS	USD	8,197,228	2.98
298,900	Freeport-McMoRan Inc., B	USA	USD	5,565,518	2.03
1,358,732	Glencore PLC	CHE	GBP	5,449,552	1.98
93,700	Rio Tinto PLC, ADR	GBR	USD	3,861,377	1.41
282,800	Teck Resources Ltd., B	CAN	USD	2,802,548	1.02
571,080	Sandfire Resources NL	AUS	AUD	2,532,725	0.92
182,000	HudBay Minerals Inc.	CAN	CAD	1,515,452	0.55
48,700	Southern Copper Corp.	PER	USD	1,432,267	0.52
85,700	First Quantum Minerals Ltd.	ZMB	CAD	1,120,481	0.41
115,400	Imperial Metals Corp.	CAN	CAD	960,897	0.35
385,900	Nautilus Minerals Inc.	CAN	CAD	<u>142,125</u>	<u>0.05</u>
				<u>33,580,170</u>	<u>12.22</u>
	Fertilizers & Agricultural Chemicals				
66,200	The Mosaic Co.	USA	USD	<u>3,101,470</u>	<u>1.13</u>
	Gold				
176,300	Goldcorp Inc.	CAN	USD	2,856,060	1.04
30,900	Randgold Resources Ltd., ADR	JER	USD	2,068,755	0.75
1,001,282	B2Gold Corp.	CAN	CAD	1,531,184	0.56
134,450	Barrick Gold Corp.	CAN	USD	1,433,237	0.52
46,200	Agnico Eagle Mines Ltd.	CAN	CAD	1,311,651	0.48
122,397	Newcrest Mining Ltd.	AUS	AUD	1,229,151	0.45
2,660,900	Romarco Minerals Inc.	CAN	CAD	905,430	0.33
23,856,824	G-Resources Group Ltd.	HKG	HKD	769,411	0.28
117,600	Alamos Gold Inc.	CAN	CAD	<u>665,678</u>	<u>0.24</u>
				<u>12,770,557</u>	<u>4.65</u>
	Integrated Oil & Gas				
152,080	Occidental Petroleum Corp.	USA	USD	11,827,262	4.31
111,200	Chevron Corp.	USA	USD	10,727,464	3.91
123,100	Exxon Mobil Corp.	USA	USD	10,241,920	3.73
81,200	Royal Dutch Shell PLC, A, ADR	GBR	USD	4,629,212	1.68
91,290	Total SA, B, ADR	FRA	USD	4,488,729	1.63
69,600	BP PLC, ADR	GBR	USD	2,781,216	1.01
110,000	Petroleo Brasileiro SA, ADR	BRA	USD	<u>995,500</u>	<u>0.36</u>
				<u>45,691,303</u>	<u>16.63</u>
	Oil & Gas Drilling				
98,680	Rowan Cos. PLC	USA	USD	2,083,135	0.76
256,700	Pioneer Energy Services Corp.	USA	USD	1,627,478	0.59
42,333	EnSCO PLC, A	USA	USD	942,756	0.34
51,400	Noble Corp. PLC	USA	USD	<u>791,046</u>	<u>0.29</u>
				<u>5,444,415</u>	<u>1.98</u>
	Oil & Gas Equipment & Services				
110,361	Schlumberger Ltd.	USA	USD	9,512,014	3.46
87,400	Cameron International Corp.	USA	USD	4,577,138	1.67
92,520	Oceaneering International Inc.	USA	USD	4,310,507	1.57
94,111	Halliburton Co.	USA	USD	4,053,361	1.47
65,048	Baker Hughes Inc.	USA	USD	4,013,462	1.46
95,640	FMC Technologies Inc.	USA	USD	3,968,104	1.44
119,780	Superior Energy Services Inc.	USA	USD	2,520,171	0.92
30,960	Dril-Quip Inc.	USA	USD	2,329,740	0.85
66,000	RigNet Inc.	USA	USD	2,017,620	0.73
150,600	Weatherford International PLC	USA	USD	1,847,862	0.67
132,700	C&J Energy Services Ltd.	USA	USD	1,751,640	0.64
37,560	Oil States International Inc.	USA	USD	1,398,359	0.51
57,300	Hornbeck Offshore Services Inc.	USA	USD	1,176,369	0.43
37,700	PHI Inc.	USA	USD	1,131,754	0.41
74,300	RPC Inc.	USA	USD	1,027,569	0.37
92,400	Hunting PLC	GBR	GBP	885,478	0.32
40,200	Forum Energy Technologies Inc.	USA	USD	815,256	0.30
12,290	National Oilwell Varco Inc.	USA	USD	593,361	0.22
253,100	Key Energy Services Inc.	USA	USD	<u>455,580</u>	<u>0.17</u>
				<u>48,385,345</u>	<u>17.61</u>

The accompanying notes form an integral part of these financial statements

— Franklin Natural Resources Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Oil & Gas Exploration & Production					
131,666	Anadarko Petroleum Corp.	USA	USD	10,277,848	3.74
240,600	Cabot Oil & Gas Corp., A	USA	USD	7,588,524	2.76
164,600	Noble Energy Inc.	USA	USD	7,025,128	2.56
226,170	Marathon Oil Corp.	USA	USD	6,002,552	2.18
37,200	Pioneer Natural Resources Co.	USA	USD	5,159,268	1.88
187,818	Canadian Natural Resources Ltd.	CAN	CAD	5,097,702	1.86
57,600	EOG Resources Inc.	USA	USD	5,042,880	1.84
39,920	Concho Resources Inc.	USA	USD	4,545,291	1.65
65,560	Hess Corp.	USA	USD	4,384,653	1.60
51,200	EQT Corp.	USA	USD	4,164,608	1.52
30,800	Cimarex Energy Co.	USA	USD	3,397,548	1.24
131,740	Southwestern Energy Co.	USA	USD	2,994,450	1.09
37,300	Diamondback Energy Inc.	USA	USD	2,811,674	1.02
487,900	Rex Energy Corp.	USA	USD	2,727,361	0.99
44,300	Devon Energy Corp.	USA	USD	2,635,407	0.96
53,000	Gulfport Energy Corp.	USA	USD	2,133,250	0.78
44,800	SM Energy Co.	USA	USD	2,066,176	0.75
74,800	Matador Resources Co.	USA	USD	1,870,000	0.68
222,900	Callon Petroleum Co.	USA	USD	1,854,528	0.67
190,370	Cobalt International Energy Inc.	USA	USD	1,848,493	0.67
616,420	Gran Tierra Energy Inc.	COL	USD	1,836,931	0.67
110,400	Oasis Petroleum Inc.	USA	USD	1,749,840	0.64
72,700	Rice Energy Inc.	USA	USD	1,514,341	0.55
678,400	Ophir Energy PLC	GBR	GBP	1,206,448	0.44
67,100	MEG Energy Corp.	CAN	CAD	1,095,949	0.40
118,700	Tullow Oil PLC	GBR	GBP	633,465	0.23
119,400	Eclipse Resources Corp.	USA	USD	628,044	0.23
				<u>92,292,359</u>	<u>33.60</u>
Oil & Gas Refining & Marketing					
58,105	Phillips 66	USA	USD	4,680,939	1.70
91,100	HollyFrontier Corp.	USA	USD	3,889,059	1.42
39,700	Valero Energy Corp.	USA	USD	2,485,220	0.91
34,800	Marathon Petroleum Corp.	USA	USD	1,820,388	0.66
				<u>12,875,606</u>	<u>4.69</u>
Oil & Gas Storage & Transportation					
22,900	Tallgrass Energy GP LP	USA	USD	736,235	0.27
Precious Metals & Minerals					
96,000	Tahoe Resources Inc.	USA	CAD	1,163,683	0.42
	TOTAL SHARES			<u>260,878,299</u>	<u>94.97</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>260,878,299</u>	<u>94.97</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
Oil & Gas Exploration & Production					
37,800	Sanchez Energy Corp., 4.875%, cvt. pfd.	USA	USD	1,091,475	0.40
22,800	Sanchez Energy Corp., 6.50%, cvt. pfd., B	USA	USD	711,360	0.26
				<u>1,802,835</u>	<u>0.66</u>
Diversified Metals & Mining					
110,604	South32 Ltd., ADR	AUS	USD	742,153	0.27
	TOTAL SHARES			<u>2,544,988</u>	<u>0.93</u>
BONDS					
Corporate Bonds					
1,969,000	Cobalt International Energy Inc., cvt., senior bond, 3.125%, 05/15/24	USA	USD	1,436,139	0.52
1,289,000	Molycorp Inc., cvt., senior note, 6.00%, 09/01/17	USA	USD	42,571	0.02
				<u>1,478,710</u>	<u>0.54</u>
	TOTAL BONDS			<u>1,478,710</u>	<u>0.54</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>4,023,698</u>	<u>1.47</u>
	TOTAL INVESTMENTS			<u>264,901,997</u>	<u>96.44</u>

The accompanying notes form an integral part of these financial statements

— Franklin Real Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financials					
15,200	iShares US Property Yield UCITS ETF	USA	GBP	391,261	4.32
TOTAL INVESTMENTS FUNDS				<u>391,261</u>	<u>4.32</u>
SHARES					
Energy					
600	Exxon Mobil Corp.	USA	USD	49,920	0.55
500	Schlumberger Ltd.	USA	USD	43,095	0.48
500	Anadarko Petroleum Corp.	USA	USD	39,030	0.43
400	Chevron Corp.	USA	USD	38,588	0.43
400	Occidental Petroleum Corp.	USA	USD	31,108	0.34
700	Halliburton Co.	USA	USD	30,149	0.33
1,000	Marathon Oil Corp.	USA	USD	26,540	0.29
350	Devon Energy Corp.	USA	USD	20,821	0.23
1,400	Weatherford International PLC	USA	USD	17,178	0.19
100	Pioneer Natural Resources Co.	USA	USD	13,869	0.15
600	Southwestern Energy Co.	USA	USD	13,638	0.15
300	Noble Energy Inc.	USA	USD	12,804	0.14
1,400	Peabody Energy Corp.	USA	USD	3,066	0.04
160	California Resources Corp.	USA	USD	966	0.01
				<u>340,772</u>	<u>3.76</u>
Materials					
900	The Dow Chemical Co.	USA	USD	46,053	0.51
2,400	Goldcorp Inc.	CAN	USD	38,880	0.43
600	Nucor Corp.	USA	USD	26,442	0.29
800	Potash Corp. of Saskatchewan Inc.	CAN	USD	24,776	0.27
1,300	Freeport-McMoRan Inc., B	USA	USD	24,206	0.27
400	Rio Tinto PLC, ADR	GBR	USD	16,484	0.18
400	BHP Billiton Ltd., ADR	AUS	USD	16,284	0.18
				<u>193,125</u>	<u>2.13</u>
TOTAL SHARES				<u>533,897</u>	<u>5.89</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>925,158</u>	<u>10.21</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Materials					
160	South32 Ltd., ADR	AUS	USD	1,074	0.01
TOTAL SHARES				<u>1,074</u>	<u>0.01</u>
BONDS					
Corporate Bonds					
50,000	Energy Transfer Equity LP, senior note, first lien, 7.50%, 10/15/20	USA	USD	56,625	0.62
50,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	54,510	0.60
50,000	HCA Inc., senior secured bond, first lien, 5.875%, 03/15/22	USA	USD	54,500	0.60
50,000	ArcelorMittal, senior note, 7.00%, 02/25/22	LUX	USD	54,219	0.60
50,000	CIT Group Inc., secured note, 144A, 5.50%, 02/15/19	USA	USD	52,250	0.58
50,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	51,594	0.57
50,000	Reynolds Group Issuer Inc./LLC/SA, first lien, 5.75%, 10/15/20	USA	USD	51,375	0.57
50,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	51,250	0.57
50,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	49,000	0.54
50,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	46,500	0.51
				<u>521,823</u>	<u>5.76</u>
Government and Municipal Bonds					
US - Issued					
468,727	U.S. Treasury Note, Index Linked, 0.125%, 04/15/17	USA	USD	474,989	5.24
388,915	U.S. Treasury Note, Index Linked, 0.125%, 04/15/18	USA	USD	394,809	4.36
363,160	U.S. Treasury Note, Index Linked, 2.50%, 07/15/16	USA	USD	376,608	4.15
TOTAL US - ISSUED				<u>1,246,406</u>	<u>13.75</u>
Non US - Issued					
660,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	175,039	1.93
640,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	170,093	1.88
160,000,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	145,631	1.61
498,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	130,681	1.44
105,000,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	94,332	1.04
13,550	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	90,359	1.00
70	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	58,891	0.65
9,670,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	37,873	0.42
16	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	13,531	0.15
1,000,000	Government of Hungary, 5.50%, 12/22/16	HUN	HUF	3,767	0.04
110,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	436	0.00
30,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	123	0.00
20,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	86	0.00
20,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	85	0.00
TOTAL NON US - ISSUED				<u>920,927</u>	<u>10.16</u>
				<u>2,167,333</u>	<u>23.91</u>

The accompanying notes form an integral part of these financial statements

— Franklin Real Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year					
1,157,567	U.S. Treasury Note, Index Linked, 0.125%, 04/15/16	USA	USD	1,163,265	12.83
1,094,674	U.S. Treasury Note, Index Linked, 1.875%, 07/15/15	USA	USD	1,098,009	12.11
715,194	U.S. Treasury Note, Index Linked, 2.00%, 01/15/16	USA	USD	725,642	8.01
200,000,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	180,548	1.99
24,273	Mexican Udibonos, Index Linked, 5.00%, 06/16/16	MEX	MXN	161,974	1.79
21,820	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	141,871	1.57
149,000,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	134,528	1.48
330,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	87,457	0.96
12,150	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	79,289	0.87
146,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	38,833	0.43
60,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	15,907	0.18
				<u>3,827,323</u>	<u>42.22</u>
	TOTAL BONDS			<u>6,516,479</u>	<u>71.89</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>6,517,553</u>	<u>71.90</u>
	TOTAL INVESTMENTS			<u>7,442,711</u>	<u>82.11</u>

† Floating Rates are indicated as at June 30, 2015

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financial Services					
300,000	iShares \$ High Yield Corporate Bond UCITS ETF	USA	USD	31,662,000	1.69
TOTAL INVESTMENTS FUNDS				<u>31,662,000</u>	<u>1.69</u>
SHARES					
Paper & Forest Products					
5,659	Verso Corp.	USA	USD	3,735	0.00
TOTAL SHARES				<u>3,735</u>	<u>0.00</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>31,665,735</u>	<u>1.69</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Air Freight & Logistics					
97	CEVA Holdings LLC, cvt. pfd., A-2	GBR	USD	71,854	0.00
45	CEVA Holdings LLC	GBR	USD	33,197	0.00
TOTAL SHARES				<u>105,051</u>	<u>0.00</u>
BONDS					
Asset-Backed Securities					
15,570,000	FNMA, 3.50%, 07/01/45	USA	USD	16,016,117	0.85
10,149,000	FNMA, 3.00%, 07/01/45	USA	USD	10,087,946	0.54
9,500,000	FNMA, 2.50%, 07/01/30	USA	USD	9,600,196	0.51
7,248,000	GNMA II, SF, 3.50%, 07/01/45	USA	USD	7,508,756	0.40
5,880,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-CB17, AM, 5.464%, 12/12/43	USA	USD	6,054,107	0.32
5,495,000	Greenwich Capital Commercial Funding Corp., 2006-GG7, AJ, FRN, 6.013%, 07/10/38 †	USA	USD	5,571,284	0.30
4,684,000	FHLMC, 3.50%, 07/01/45	USA	USD	4,809,236	0.26
4,500,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW12, AJ, FRN, 5.94%, 09/11/38 †	USA	USD	4,595,440	0.24
4,370,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW13, AJ, 5.611%, 09/11/41	USA	USD	4,443,274	0.24
4,000,000	Eaton Vance CDO Ltd., 2014-1A, A, 144A, FRN, 1.725%, 07/15/26 †	CYM	USD	4,001,200	0.21
3,731,000	Citigroup Commercial Mortgage Trust, 2007-C6, AM, FRN, 5.899%, 06/10/17 †	USA	USD	3,956,063	0.21
3,808,000	Banc of America Commercial Mortgage Trust, 2006-4, AJ, 5.695%, 07/10/46	USA	USD	3,907,046	0.21
3,610,000	Morgan Stanley Capital I Trust, 2007-IQ16, AMA, FRN, 6.277%, 12/12/49 †	USA	USD	3,893,912	0.21
3,630,000	Atrium XI, 11A, C, 144A, FRN, 3.477%, 10/23/25 †	CYM	USD	3,646,008	0.19
3,500,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 2.387%, 02/25/24 †	USA	USD	3,506,921	0.19
3,239,638	Bear Stearns Adjustable Rate Mortgage Trust, 2004-4, A6, FRN, 2.68%, 06/25/34 †	USA	USD	3,271,532	0.17
3,340,000	Citigroup/Deutsche Bank Commercial Mortgage Trust, 2006-CD3, AJ, FRN, 5.688%, 10/15/48 †	USA	USD	3,237,696	0.17
3,200,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ2, M2, FRN, 2.387%, 09/25/24 †	USA	USD	3,180,371	0.17
2,760,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW11, AJ, FRN, 5.597%, 03/11/39 †	USA	USD	2,811,115	0.15
2,800,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M2, FRN, 2.387%, 03/25/25 †	USA	USD	2,782,528	0.15
2,452,493	Invitation Homes Trust, 2015-SFR1, A, 144A, FRN, 1.635%, 03/17/32 †	USA	USD	2,464,561	0.13
2,450,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-LDP7, AJ, FRN, 6.10%, 04/15/45 †	USA	USD	2,450,583	0.13
2,170,000	Morgan Stanley Capital I Trust, 2007-IQ16, AM, FRN, 6.281%, 12/12/49 †	USA	USD	2,383,181	0.13
2,243,684	Greenwich Capital Commercial Funding Corp., 2007-GG9, A4, 5.444%, 03/10/39	USA	USD	2,360,411	0.13
2,254,782	Thornburg Mortgage Securities Trust, 2005-1, A3, FRN, 2.23%, 04/25/45 †	USA	USD	2,270,933	0.12
1,790,000	LB-UBS Commercial Mortgage Trust, 2006-C4, AM, FRN, 6.048%, 06/15/38 †	USA	USD	1,864,910	0.10
1,860,000	Atrium CDO Corp., 10A, C, 144A, FRN, 2.876%, 07/16/25 †	USA	USD	1,846,664	0.10
1,815,000	Citigroup Commercial Mortgage Trust, 2006-C5, AJ, 5.482%, 10/15/49	USA	USD	1,812,167	0.10
1,830,000	Citigroup Commercial Mortgage Trust, 2015-GC27, A5, 3.137%, 02/10/48	USA	USD	1,801,739	0.10
1,880,000	BCAP LLC Trust, 2009-RR1, 2A2, 144A, FRN, 2.644%, 05/26/35 †	USA	USD	1,794,479	0.10
1,660,000	CSAIL Commercial Mortgage Trust, 2015-C1, A4, 3.505%, 04/15/50	USA	USD	1,696,930	0.09
1,660,000	JPMBB Commercial Mortgage Securities Trust, 2015 C-28 A4, 3.227%, 10/15/48	USA	USD	1,641,642	0.09
1,530,000	Bear Stearns Commercial Mortgage Securities Inc., 2007-PW16, AM, FRN, 5.896%, 06/11/40 †	USA	USD	1,639,860	0.09
1,394,253	Talisman 6 Finance, Reg S, FRN, 0.191%, 10/22/16 †	DEU	EUR	1,536,143	0.08
1,500,000	Catamaran CLO Ltd., 2013-1A, C, 144A, FRN, 2.877%, 01/27/25 †	CYM	USD	1,469,040	0.08
1,430,000	ING Investment Management CLO Ltd., 2013-2A, B, 144A, FRN, 2.957%, 04/25/25 †	USA	USD	1,424,180	0.08
1,442,672	Opteum Mortgage Acceptance Corp. Trust, 2005-4, 1APT, FRN, 0.497%, 11/25/35 †	USA	USD	1,364,687	0.07
1,080,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.75%, 01/15/23	DEU	EUR	1,299,894	0.07
1,300,000	Gleneagles CLO Ltd., 2005-1A, A2, 144A, FRN, 0.678%, 11/01/17 †	USA	USD	1,297,465	0.07
1,313,612	Structured Asset Mortgage Investments Trust, 2003-AR2, A1, FRN, 0.928%, 12/19/33 †	USA	USD	1,267,958	0.07
1,300,000	G-Force LLC, 2005-RRR, C, 144A, 5.20%, 08/22/36	USA	USD	1,267,162	0.07
1,258,983	CT CDO IV Ltd., 2006-4A, A1, 144A, FRN, 0.497%, 10/20/43 †	USA	USD	1,256,623	0.07
1,190,000	Greenwich Capital Commercial Funding Corp., 2007-GG9, AM, 5.475%, 03/10/39	USA	USD	1,243,985	0.07

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
1,176,471	Cent CLO LP, 2013-17A, D, 144A, FRN, 3.278%, 01/30/25 †	CYM	USD	1,179,471	0.06
1,021,000	FNMA, 4.00%, 07/01/45	USA	USD	1,080,405	0.06
1,000,000	Mountain View CLO II Ltd., 2006-2A, C, 144A, FRN, 0.976%, 01/12/21 †	USA	USD	958,400	0.05
837,182	FNMA, 5.00%, 08/01/40	USA	USD	929,641	0.05
912,800	Eaton Vance CDO Ltd., 2014-1A, B, 144A, FRN, 2.325%, 07/15/26 †	USA	USD	917,756	0.05
940,504	MortgageIT Trust, 2004-1, A2, FRN, 1.087%, 11/25/34 †	USA	USD	903,658	0.05
879,508	Structured Asset Securities Corp., 2005-2XS, 2A2, FRN, 1.684%, 02/25/35 †	USA	USD	850,759	0.04
887,876	Merrill Lynch Mortgage Investors Trust, 2005-A6, 2A3, FRN, 0.567%, 08/25/35 †	USA	USD	807,081	0.04
800,000	Merrill Lynch Mortgage Trust, 2005-CKI1, AJ, FRN, 5.46%, 11/12/37 †	USA	USD	806,188	0.04
814,911	MortgageIT Trust, 05-5, A1, FRN, 0.447%, 12/25/35 †	USA	USD	743,150	0.04
794,666	Impac Secured Assets Trust, 2007-2, FRN, 0.437%, 04/25/37 †	USA	USD	736,791	0.04
750,716	Thornburg Mortgage Securities Trust, 2005-2, A1, FRN, 2.232%, 07/25/45 †	USA	USD	731,736	0.04
647,662	FNMA, 4.50%, 05/01/41	USA	USD	701,259	0.04
660,000	Wells Fargo Commercial Mortgage Trust, 2014-LC16, A4, 3.548%, 08/15/50	USA	USD	679,836	0.04
670,000	ING Investment Management CLO Ltd., 2013-1A, C, 144A, FRN, 3.775%, 04/15/24 †	CYM	USD	660,245	0.03
640,000	CIFC Funding Ltd., 2007-3A, A1J, 144A, FRN, 0.677%, 07/26/21 †	USA	USD	627,853	0.03
597,047	FNMA, 2.50%, 06/01/27	USA	USD	607,999	0.03
565,000	Morgan Stanley Capital I Trust, 2006-HQ8, AJ, FRN, 5.681%, 03/12/44 †	USA	USD	573,474	0.03
537,705	Greenwich Capital Commercial Funding Corp., 2006-GG7, A4, FRN, 6.013%, 07/10/38 †	USA	USD	549,912	0.03
380,000	ING Investment Management CLO Ltd., 2013-1A, B, 144A, FRN, 3.175%, 04/15/24 †	CYM	USD	380,958	0.02
334,300	Eaton Vance CDO Ltd., 2014-1A, C, 144A, FRN, 3.275%, 07/15/26 †	USA	USD	334,928	0.02
326,259	Westchester CLO Ltd., 2007-1A, A1A, 144A, FRN, 0.503%, 08/01/22 †	USA	USD	324,129	0.02
263,629	FNMA, 5.50%, 07/01/38	USA	USD	298,704	0.02
250,000	GNMA II, SF, 3.00%, 07/01/45	USA	USD	251,919	0.01
226,454	FHLMC, 5.00%, 05/01/41	USA	USD	251,289	0.01
205,193	FHLMC, 4.50%, 09/01/40	USA	USD	222,068	0.01
181,167	FHLMC, 4.50%, 10/01/40	USA	USD	196,163	0.01
165,338	FNMA, 5.50%, 02/01/38	USA	USD	185,505	0.01
138,153	Newcastle CDO IV Ltd., 2004-5A, 1, 144A, FRN, 0.622%, 12/24/39 †	USA	USD	136,639	0.01
127,176	Wells Fargo Mortgage Backed Securities Trust, 2004-W, A9, FRN, 2.614%, 11/25/34 †	USA	USD	129,408	0.01
130,000	ARES CLO XII Ltd., 2007-12A, B, 144A, FRN, 1.282%, 11/25/20 †	USA	USD	128,436	0.01
112,876	FHLMC, 5.00%, 03/01/28	USA	USD	124,171	0.01
116,428	FNMA, 3.50%, 02/01/26	USA	USD	122,979	0.01
107,562	FNMA, 5.00%, 02/01/40	USA	USD	119,884	0.01
103,702	FNMA, 6.00%, 02/01/37	USA	USD	117,749	0.01
106,175	FNMA, 5.50%, 09/01/23	USA	USD	116,227	0.01
88,135	FNMA, 6.00%, 05/01/38	USA	USD	100,073	0.00
88,014	Cent CDO Ltd., 2007-15A, A2B, 144A, FRN, 0.626%, 03/11/21 †	USA	USD	83,755	0.00
60,000	ColumbusNova CLO Ltd., 2007-2A, A2, 144A, FRN, 1.275%, 10/15/21 †	USA	USD	58,895	0.00
47,927	FNMA, 6.00%, 11/01/36	USA	USD	54,574	0.00
38,553	FHLMC, 6.00%, 11/01/37	USA	USD	43,688	0.00
42,113	Wells Fargo Mortgage Backed Securities Trust, 2007-3, 3A1, 5.50%, 04/25/37	USA	USD	43,543	0.00
32,609	GNMA, SF, 5.50%, 06/15/38	USA	USD	37,651	0.00
32,388	FNMA, 6.00%, 11/01/37	USA	USD	36,814	0.00
29,788	FNMA, 5.50%, 03/01/34	USA	USD	33,521	0.00
30,917	FNMA, 4.50%, 05/01/24	USA	USD	32,907	0.00
28,882	FNMA, 5.50%, 07/01/37	USA	USD	32,398	0.00
28,500	FNMA, 5.50%, 12/01/37	USA	USD	31,967	0.00
27,924	FNMA, 6.00%, 12/01/37	USA	USD	31,770	0.00
24,700	FHLMC, 5.50%, 11/01/37	USA	USD	27,665	0.00
23,630	FHLMC, 6.00%, 08/01/37	USA	USD	26,897	0.00
22,885	FNMA, 5.00%, 07/01/40	USA	USD	25,285	0.00
20,723	FHLMC, 6.00%, 01/01/38	USA	USD	23,458	0.00
16,069	FNMA, 6.00%, 12/01/36	USA	USD	18,245	0.00
14,823	FNMA, 6.50%, 08/01/36	USA	USD	17,027	0.00
15,190	FHLMC, 5.50%, 11/01/38	USA	USD	17,003	0.00
14,879	FNMA, 6.00%, 05/01/36	USA	USD	16,924	0.00
14,078	FNMA, 6.50%, 10/01/37	USA	USD	16,173	0.00
13,593	FNMA, 5.00%, 05/01/28	USA	USD	14,998	0.00
12,503	FNMA, 5.50%, 06/01/38	USA	USD	14,024	0.00
11,716	FNMA, 5.50%, 04/01/38	USA	USD	13,145	0.00
10,718	FNMA, 5.50%, 06/01/37	USA	USD	12,022	0.00
10,680	FNMA, 5.00%, 02/01/27	USA	USD	11,785	0.00
10,821	FNMA, 4.50%, 09/01/24	USA	USD	11,563	0.00
10,167	FHLMC, 5.50%, 05/01/22	USA	USD	11,207	0.00
10,734	FNMA, 4.50%, 07/01/23	USA	USD	11,179	0.00
10,138	FNMA, 5.00%, 07/01/23	USA	USD	10,963	0.00
9,412	FHLMC, 5.50%, 03/01/23	USA	USD	10,337	0.00
9,042	GNMA, SF, 5.00%, 06/15/37	USA	USD	10,011	0.00
7,676	FNMA, 6.50%, 11/01/36	USA	USD	8,819	0.00
7,446	FHLMC, 5.50%, 05/01/37	USA	USD	8,340	0.00
6,494	FNMA, 6.00%, 05/01/38	USA	USD	7,391	0.00
6,336	FHLMC, 5.00%, 02/01/23	USA	USD	6,874	0.00
5,077	FNMA, 5.50%, 11/01/36	USA	USD	5,695	0.00
4,670	FNMA, 5.00%, 01/01/24	USA	USD	5,068	0.00
3,953	FHLMC, 6.00%, 02/01/39	USA	USD	4,471	0.00

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
3,758	FNMA, 5.00%, 12/01/23	USA	USD	3,936	0.00
3,349	FNMA, 6.50%, 11/01/35	USA	USD	3,848	0.00
1,941	FNMA, 5.50%, 10/01/17	USA	USD	2,012	0.00
1,827	FNMA, 5.50%, 09/01/23	USA	USD	1,879	0.00
1,612	FNMA, 5.00%, 11/01/22	USA	USD	1,749	0.00
				<u>165,824,264</u>	<u>8.83</u>
Corporate Bonds					
7,000,000	Nippon Life Insurance Co., sub. bond, 144A, 5.10% to 10/16/24, FRN thereafter, 10/16/44	JPN	USD	7,304,430	0.39
7,000,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	7,223,125	0.38
7,500,000	Deutsche Bank AG, sub. bond, 4.296% to 05/24/23, FRN thereafter, 05/24/28	DEU	USD	7,096,125	0.38
7,000,000	Fiat Chrysler Automobiles NV, senior note, 144A, 5.25%, 04/15/23	GBR	USD	6,868,750	0.37
7,500,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	6,843,750	0.36
6,000,000	Energy Transfer Equity LP, senior note, first lien, 7.50%, 10/15/20	USA	USD	6,795,000	0.36
7,000,000	International Game Technology PLC, senior secured bond, 144A, 6.50%, 02/15/25	GBR	USD	6,514,375	0.35
6,000,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	6,345,000	0.34
6,000,000	EDF SA, sub. note, 144A, 5.25% to 01/29/23, FRN thereafter, Perpetual	FRA	USD	6,030,000	0.32
6,000,000	The Goldman Sachs Group Inc., junior sub. bond, M, 5.375% to 05/10/20, FRN thereafter, Perpetual	USA	USD	5,940,000	0.32
5,700,000	INVISTA Finance LLC, senior secured note, 144A, 4.25%, 10/15/19	USA	USD	5,643,000	0.30
6,000,000	Freepport-McMoRan Inc., senior note, 4.55%, 11/14/24	USA	USD	5,593,170	0.30
6,000,000	LUKOil International Finance BV, senior note, 144A, 4.563%, 04/24/23	RUS	USD	5,358,750	0.29
5,000,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	5,287,500	0.28
5,100,000	Wells Fargo & Co., junior sub. bond, S, 5.90% to 06/15/24, FRN thereafter, Perpetual	USA	USD	5,125,500	0.27
5,000,000	Wells Fargo & Co., junior sub. bond, 5.875% to 06/15/25, FRN thereafter, Perpetual	USA	USD	5,125,000	0.27
5,100,000	Morgan Stanley, junior sub. bond, 5.55% to 07/15/20, FRN thereafter, Perpetual	USA	USD	5,069,400	0.27
4,900,000	Time Warner Cable Inc., senior note, 4.00%, 09/01/21	USA	USD	5,031,937	0.27
5,000,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	5,025,000	0.27
4,500,000	Verizon Communications Inc., senior note, 5.15%, 09/15/23	USA	USD	4,938,777	0.26
5,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	4,937,500	0.26
5,000,000	Zoetis Inc., senior bond, 3.25%, 02/01/23	USA	USD	4,845,995	0.26
5,000,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	4,825,000	0.26
5,000,000	Williams Partners LP, senior bond, 4.00%, 09/15/25	USA	USD	4,685,835	0.25
4,500,000	Netflix Inc., senior bond, 144A, 5.875%, 02/15/25	USA	USD	4,680,495	0.25
5,500,000	BreitBurn Energy Partners LP/BreitBurn Finance Corp., senior bond, 7.875%, 04/15/22	USA	USD	4,620,000	0.25
4,500,000	Citigroup Inc., senior note, 3.875%, 10/25/23	USA	USD	4,594,315	0.24
5,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	4,581,250	0.24
5,000,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	4,475,000	0.24
4,500,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	4,466,250	0.24
4,400,000	Baxalta Inc., senior note, 144A, 4.00%, 06/23/25	USA	USD	4,380,134	0.23
4,500,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	4,325,625	0.23
4,500,000	AT&T Inc., senior bond, 3.40%, 05/15/25	USA	USD	4,281,462	0.23
4,400,000	The Chemours Co., senior note, 144A, 6.625%, 05/15/23	USA	USD	4,273,500	0.23
4,000,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	4,260,000	0.23
4,000,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	4,250,000	0.23
4,000,000	The Goodyear Tire & Rubber Co., senior note, 6.50%, 03/01/21	USA	USD	4,250,000	0.23
4,000,000	PBF Holding Co. LLC, first lien, 8.25%, 02/15/20	USA	USD	4,246,000	0.23
4,000,000	Alcatel-Lucent USA Inc., senior note, 144A, 6.75%, 11/15/20	FRA	USD	4,245,000	0.23
4,000,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	4,219,780	0.22
4,000,000	Millicom International Cellular SA, senior note, 144A, 6.625%, 10/15/21	LUX	USD	4,137,500	0.22
4,000,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 6.00%, 04/01/22	CAN	USD	4,120,000	0.22
4,000,000	Jaguar Holding Co. I, senior note, 144A, PIK, 9.375%, 10/15/17 ‡	USA	USD	4,095,000	0.22
4,000,000	Hertz Corp., senior note, 6.25%, 10/15/22	USA	USD	4,080,000	0.22
5,000,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	4,068,750	0.22
4,000,000	Cencosud SA, senior note, 144A, 5.15%, 02/12/25	CHL	USD	4,038,840	0.22
4,000,000	Exelon Corp., senior bond, 3.95%, 06/15/25	USA	USD	4,025,560	0.21
4,000,000	AbbVie Inc., senior note, 3.60%, 05/14/25	USA	USD	3,955,560	0.21
4,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	3,950,000	0.21
4,000,000	Actavis Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	3,931,208	0.21
4,000,000	Clayton Williams Energy Inc., senior note, 7.75%, 04/01/19	USA	USD	3,820,000	0.20
3,800,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 4.25%, 07/01/20	NLD	USD	3,804,750	0.20
3,500,000	Kinder Morgan Finance Co. LLC, senior secured note, 144A, 6.00%, 01/15/18	USA	USD	3,792,579	0.20
4,500,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	3,757,500	0.20
3,500,000	JBS USA LLC/Finance Inc., senior note, 144A, 8.25%, 02/01/20	USA	USD	3,727,500	0.20
3,300,000	Wind Acquisition Finance SA, senior secured note, Reg S, 4.00%, 07/15/20	ITA	EUR	3,693,775	0.20
3,500,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.25%, 02/15/21	USA	USD	3,648,750	0.19
4,000,000	Chesapeake Energy Corp., senior note, 5.75%, 03/15/23	USA	USD	3,640,000	0.19
3,500,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	3,600,625	0.19
3,500,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	3,587,500	0.19
3,500,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	3,577,420	0.19
3,900,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	3,568,500	0.19

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
3,000,000	Wind Acquisition Finance SA, senior note, Reg S, 7.00%, 04/23/21	ITA	EUR	3,470,531	0.18
3,300,000	Gannett Co. Inc., senior bond, 6.375%, 10/15/23	USA	USD	3,448,500	0.18
3,600,000	CONSOL Energy Inc., senior note, 144A, 8.00%, 04/01/23	USA	USD	3,429,000	0.18
2,700,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	3,375,739	0.18
5,500,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	3,368,750	0.18
3,000,000	MetLife Inc., junior sub. note, 6.40% to 12/15/36, FRN thereafter, 12/15/66	USA	USD	3,300,000	0.18
2,700,000	Ceramtec Group GmbH, senior note, Reg S, 8.25%, 08/15/21	DEU	EUR	3,296,752	0.18
2,000,000	Virgin Media Finance PLC, senior bond, Reg S, 6.375%, 10/15/24	GBR	GBP	3,281,426	0.17
3,000,000	ArcelorMittal, senior note, 7.00%, 02/25/22	LUX	USD	3,253,125	0.17
3,500,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, 144A, 3.85%, 02/06/20	RUS	USD	3,233,125	0.17
3,200,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	3,172,000	0.17
3,000,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	3,166,875	0.17
3,000,000	Glencore Finance Canada Ltd., senior bond, 144A, 4.95%, 11/15/21	CHE	USD	3,151,374	0.17
3,000,000	Unitymedia KabelBW GmbH, senior bond, 144A, 6.125%, 01/15/25	DEU	USD	3,135,000	0.17
3,500,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	3,023,125	0.16
3,000,000	Cencosud SA, senior note, 144A, 4.875%, 01/20/23	CHL	USD	3,017,475	0.16
3,000,000	JPMorgan Chase & Co., sub. note, 3.875%, 09/10/24	USA	USD	2,946,330	0.16
3,000,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	2,940,000	0.16
3,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 05/01/25	USA	USD	2,928,750	0.16
3,000,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	2,902,500	0.15
3,000,000	Stena International SA, secured bond, 144A, 5.75%, 03/01/24	SWE	USD	2,872,470	0.15
4,000,000	W&T Offshore Inc., senior note, 8.50%, 06/15/19	USA	USD	2,795,000	0.15
2,500,000	Bank of America Corp., senior note, 5.65%, 05/01/18	USA	USD	2,746,720	0.15
2,700,000	Tenet Healthcare Corp., senior note, 144A, 5.50%, 03/01/19	USA	USD	2,733,750	0.15
2,700,000	Post Holdings Inc., senior note, 144A, 6.75%, 12/01/21	USA	USD	2,706,750	0.14
2,500,000	Citigroup Inc., sub. bond, 5.50%, 09/13/25	USA	USD	2,703,287	0.14
3,000,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	2,700,000	0.14
2,900,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	2,697,000	0.14
3,000,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	2,656,875	0.14
2,500,000	MGM Resorts International, senior note, 6.625%, 12/15/21	USA	USD	2,625,000	0.14
2,600,000	MetLife Inc., junior sub. note, 5.25% to 06/15/20, FRN thereafter, Perpetual	USA	USD	2,583,750	0.14
3,528,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	2,573,235	0.14
2,500,000	Cemex SAB de CV, secured note, 144A, 5.875%, 03/25/19	MEX	USD	2,565,625	0.14
3,000,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	2,562,360	0.14
2,500,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 01/15/25	GBR	USD	2,514,062	0.13
2,500,000	Bank of America Corp., junior sub. bond, AA, 6.10% to 03/17/25, FRN thereafter, Perpetual	USA	USD	2,484,375	0.13
2,500,000	Intelsat Jackson Holdings SA, senior note, 7.25%, 10/15/20	LUX	USD	2,481,250	0.13
2,500,000	DaVita HealthCare Partners Inc., senior bond, 5.125%, 07/15/24	USA	USD	2,462,500	0.13
2,400,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	2,451,000	0.13
2,500,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	2,431,250	0.13
2,400,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	2,430,000	0.13
3,000,000	EnQuest PLC, senior note, 144A, 7.00%, 04/15/22	GBR	USD	2,416,875	0.13
2,500,000	Navigent Corp., senior note, 6.125%, 03/25/24	USA	USD	2,400,000	0.13
2,300,000	Abengoa Finance SAU, senior note, 144A, 8.875%, 11/01/17	ESP	USD	2,399,187	0.13
2,500,000	Cemex SAB de CV, first lien, 144A, 5.70%, 01/11/25	MEX	USD	2,385,937	0.13
2,500,000	Barmingo Finance Pty. Ltd., senior note, 144A, 9.00%, 06/01/18	AUS	USD	2,376,562	0.13
2,600,000	Penn Virginia Corp., senior note, 8.50%, 05/01/20	USA	USD	2,346,500	0.12
2,300,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 06/30/21	LUX	USD	2,317,250	0.12
2,300,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 04/15/25	USA	USD	2,231,000	0.12
2,200,000	Terex Corp., senior note, 6.00%, 05/15/21	USA	USD	2,222,000	0.12
2,200,000	CommScope Technologies Finance LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	2,197,250	0.12
2,000,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	2,195,000	0.12
2,100,000	KB Home, senior note, 7.00%, 12/15/21	USA	USD	2,178,750	0.12
2,200,000	Constellation Brands Inc., senior note, 4.25%, 05/01/23	USA	USD	2,172,500	0.12
2,200,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.625%, 01/15/22	CAN	USD	2,172,500	0.12
2,100,000	Hologic Inc., senior note, 144A, 5.25%, 07/15/22	USA	USD	2,149,875	0.11
2,000,000	Royal Bank of Scotland Group PLC, sub. note, 6.125%, 12/15/22	GBR	USD	2,147,500	0.11
2,000,000	Neuberger Berman Group LLC/Finance Corp., senior note, 144A, 5.875%, 03/15/22	USA	USD	2,145,000	0.11
2,000,000	Novelis Inc., senior note, 8.75%, 12/15/20	CAN	USD	2,120,000	0.11
2,000,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	2,117,500	0.11
1,900,000	Navigent Corp., senior note, 8.45%, 06/15/18	USA	USD	2,116,220	0.11
1,800,000	Avis Budget Finance PLC, senior note, Reg S, 6.00%, 03/01/21	USA	EUR	2,113,833	0.11
2,100,000	Steel Dynamics Inc., senior bond, 5.50%, 10/01/24	USA	USD	2,105,250	0.11
2,100,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	2,100,000	0.11
2,000,000	Energy Transfer Partners LP, senior note, 5.20%, 02/01/22	USA	USD	2,094,738	0.11
2,300,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	2,093,000	0.11
2,000,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.625%, 12/01/21	USA	USD	2,060,200	0.11
2,500,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	2,028,125	0.11
2,100,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	2,022,562	0.11
2,000,000	JBS USA LLC/Finance Inc., senior bond, 144A, 5.875%, 07/15/24	USA	USD	2,021,250	0.11
2,000,000	Citigroup Inc., junior sub. bond, O, 5.875% to 03/27/20, FRN thereafter, Perpetual	USA	USD	2,006,900	0.11

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
2,000,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.75%, 05/15/24	USA	USD	2,002,500	0.11
1,900,000	Family Tree Escrow LLC, senior note, 144A, 5.75%, 03/01/23	USA	USD	1,995,000	0.11
2,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual				
1,900,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	1,990,000	0.11
2,000,000	Glencore Funding LLC, senior note, 144A, 4.625%, 04/29/24	CHE	USD	1,987,875	0.11
2,000,000	Sealed Air Corp., senior bond, 144A, 5.125%, 12/01/24	USA	USD	1,987,008	0.11
2,000,000	Sealed Air Corp., senior note, 144A, 4.875%, 12/01/22	USA	USD	1,980,000	0.11
2,500,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 11.25%, 06/01/17 *				
2,500,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	1,977,500	0.11
1,900,000	Gannett Co. Inc., senior note, 5.125%, 07/15/20	USA	USD	1,975,000	0.11
2,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	1,968,750	0.10
2,000,000	JPMorgan Chase & Co., sub. note, 3.375%, 05/01/23	USA	USD	1,954,625	0.10
2,000,000	Kinder Morgan Inc., senior bond, 4.30%, 06/01/25	USA	USD	1,952,500	0.10
2,000,000	Glencore Funding LLC, senior note, 144A, 4.125%, 05/30/23	CHE	USD	1,942,842	0.10
2,000,000	Post Holdings Inc., senior note, 144A, 6.00%, 12/15/22	USA	USD	1,942,498	0.10
1,800,000	Toll Brothers Finance Corp., senior bond, 5.625%, 01/15/24	USA	USD	1,935,612	0.10
2,100,000	CenturyLink Inc., senior bond, 144A, 5.625%, 04/01/25	USA	USD	1,932,500	0.10
2,000,000	Morgan Stanley, sub. bond, 3.95%, 04/23/27	USA	USD	1,932,500	0.10
2,000,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	1,932,500	0.10
1,800,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 144A, 5.00%, 10/01/21	NLD	USD	1,932,500	0.10
1,800,000	E*TRADE Financial Corp., senior note, 5.375%, 11/15/22	USA	USD	1,932,500	0.10
1,800,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	1,886,840	0.10
1,900,000	DaVita HealthCare Partners Inc., senior bond, 5.00%, 05/01/25	USA	USD	1,886,840	0.10
2,100,000	Financiere Quick SAS, senior note, Reg S, FRN, 7.511%, 10/15/19 †	FRA	EUR	1,860,000	0.10
1,800,000	Florida East Coast Holdings Corp., secured note, first lien, 144A, 6.75%, 05/01/19				
1,900,000	Wynn Macau Ltd., senior note, 144A, 5.25%, 10/15/21	USA	USD	1,860,000	0.10
5,500,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	MAC	USD	1,860,000	0.10
2,000,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	USA	USD	1,809,000	0.10
1,500,000	U.S. Coatings Acquisition Inc./Flash Dutch 2 BV, secured note, Reg S, 5.75%, 02/01/21	ZAF	EUR	1,809,000	0.10
1,700,000	CenturyLink Inc., senior bond, 6.75%, 12/01/23	USA	EUR	1,809,000	0.10
1,600,000	JPMorgan Chase & Co., senior note, 4.25%, 10/15/20	USA	USD	1,762,572	0.09
1,600,000	T-Mobile USA Inc., senior note, 6.542%, 04/28/20	USA	USD	1,711,688	0.09
1,500,000	Sealed Air Corp., senior note, 144A, 6.50%, 12/01/20	USA	USD	1,710,446	0.09
2,500,000	Halcon Resources Corp., senior note, 8.875%, 05/15/21	USA	USD	1,679,184	0.09
1,500,000	Bank of America Corp., senior note, 6.40%, 08/28/17	USA	USD	1,661,250	0.09
2,000,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 9.00%, 02/15/20 *	USA	USD	1,656,250	0.09
1,500,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 7.50%, 07/15/21	USA	USD	1,645,227	0.09
1,600,000	Steel Dynamics Inc., senior note, 5.125%, 10/01/21	USA	USD	1,630,000	0.09
1,500,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.875%, 03/01/22	USA	USD	1,625,625	0.09
1,600,000	KB Home, senior note, 4.75%, 05/15/19	USA	USD	1,611,200	0.09
1,500,000	DaVita HealthCare Partners Inc., senior note, 5.75%, 08/15/22	USA	USD	1,597,290	0.09
1,500,000	CHS/Community Health Systems Inc., senior note, 7.125%, 07/15/20	USA	USD	1,596,000	0.09
1,500,000	CHS/Community Health Systems Inc., senior note, 8.00%, 11/15/19	USA	USD	1,595,625	0.08
1,600,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	1,593,000	0.08
1,600,000	E*TRADE Financial Corp., senior note, 4.625%, 09/15/23	USA	USD	1,584,375	0.08
1,500,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	1,580,000	0.08
2,000,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	1,580,000	0.08
2,500,000	Offshore Group Investment Ltd., senior secured note, first lien, 7.50%, 11/01/19	USA	USD	1,576,000	0.08
1,500,000	Meritor Inc., senior note, 6.75%, 06/15/21	USA	USD	1,567,500	0.08
2,500,000	Offshore Group Investment Ltd., senior bond, first lien, 7.125%, 04/01/23	USA	USD	1,565,000	0.08
1,500,000	Oasis Petroleum Inc., senior note, 6.875%, 03/15/22	USA	USD	1,545,313	0.08
1,500,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.00%, 10/01/22	USA	USD	1,541,250	0.08
1,500,000	MGM Resorts International, senior note, 6.00%, 03/15/23	USA	USD	1,537,500	0.08
1,500,000	HCA Inc., senior bond, 5.375%, 02/01/25	USA	USD	1,530,000	0.08
1,500,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.50%, 03/01/23	USA	USD	1,524,240	0.08
1,700,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	1,522,500	0.08
1,500,000	Digicel Group Ltd., senior note, 144A, 8.25%, 09/30/20	BMU	USD	1,518,750	0.08
1,400,000	Sterling International Inc., senior note, 11.00%, 10/01/19	USA	USD	1,518,750	0.08
1,500,000	JPMorgan Chase & Co., senior note, 3.25%, 09/23/22	USA	USD	1,518,750	0.08
1,500,000	JBS USA LLC/Finance Inc., senior note, 144A, 5.75%, 06/15/25	USA	USD	1,518,750	0.08
4,500,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	1,508,750	0.08
1,400,000	Argos Merger Sub Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	1,508,750	0.08
1,500,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	1,507,500	0.08
1,500,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 05/15/23	USA	USD	1,491,000	0.08
1,500,000	CSC Holdings LLC, senior note, 5.25%, 06/01/24	USA	USD	1,489,898	0.08
1,400,000	Grifols Worldwide Operations Ltd., senior note, 5.25%, 04/01/22	USA	USD	1,488,750	0.08
1,400,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 04/15/23	USA	USD	1,488,750	0.08
1,170,000	KM Germany Holdings GmbH, senior secured note, first lien, Reg S, 8.75%, 12/15/20	DEU	EUR	1,485,000	0.08
1,300,000	Omnicare Inc., senior note, 4.75%, 12/01/22	USA	USD	1,485,000	0.08
1,500,000	Intelsat Jackson Holdings SA, senior bond, 6.625%, 12/15/22	LUX	USD	1,470,000	0.08

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,400,000	DISH DBS Corp., senior note, 5.875%, 07/15/22	USA	USD	1,375,500	0.07
1,200,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	1,358,112	0.07
1,300,000	Novelis Inc., senior note, 8.375%, 12/15/17	CAN	USD	1,347,125	0.07
1,400,000	Navistar International Corp., senior note, 8.25%, 11/01/21	USA	USD	1,337,000	0.07
1,300,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.50%, 05/15/18	USA	USD	1,327,625	0.07
1,300,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior bond, Reg S, 6.51%, 03/07/22	RUS	USD	1,304,063	0.07
1,200,000	Sprint Communications Inc., senior note, 8.375%, 08/15/17	USA	USD	1,302,000	0.07
1,100,000	Play Finance 2 SA, secured note, first lien, Reg S, 5.25%, 02/01/19	LUX	EUR	1,263,787	0.07
1,164,000	Calpine Corp., senior secured bond, 144A, 7.875%, 01/15/23	USA	USD	1,262,940	0.07
3,000,000	Midstates Petroleum Co. Inc./LLC, senior note, 9.25%, 06/01/21	USA	USD	1,260,000	0.07
1,200,000	Hertz Corp., senior note, 6.75%, 04/15/19	USA	USD	1,241,280	0.07
1,400,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	1,219,750	0.06
1,200,000	Navient Corp., senior note, 5.875%, 03/25/21	USA	USD	1,202,244	0.06
1,200,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	1,164,000	0.06
1,100,000	HCA Inc., senior secured bond, first lien, 5.25%, 04/15/25	USA	USD	1,143,313	0.06
1,500,000	Linn Energy LLC/Finance Corp., senior note, 6.50%, 09/15/21	USA	USD	1,125,000	0.06
1,100,000	THC Escrow Corp. II, senior note, 144A, 6.75%, 06/15/23	USA	USD	1,124,063	0.06
1,500,000	Chaparral Energy Inc., senior note, 8.25%, 09/01/21	USA	USD	1,117,500	0.06
1,100,000	Videotron Ltd., senior bond, 144A, 5.375%, 06/15/24	CAN	USD	1,102,750	0.06
1,000,000	CIT Group Inc., senior note, 144A, 6.625%, 04/01/18	USA	USD	1,072,500	0.06
1,000,000	Ally Financial Inc., senior note, 6.25%, 12/01/17	USA	USD	1,070,000	0.06
1,000,000	Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp., senior note, 6.50%, 05/15/21	USA	USD	1,058,750	0.06
1,000,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	1,045,000	0.06
1,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 9.00%, 04/15/19	USA	USD	1,038,750	0.06
900,000	HCA Inc., senior note, 7.50%, 02/15/22	USA	USD	1,035,000	0.06
1,000,000	Citigroup Inc., sub. note, 4.05%, 07/30/22	USA	USD	1,024,360	0.05
1,000,000	HCA Inc., senior secured note, first lien, 5.00%, 03/15/24	USA	USD	1,020,000	0.05
1,000,000	EDF SA, junior sub. bond, 144A, 5.625% to 01/22/24, FRN thereafter, Perpetual	FRA	USD	1,017,045	0.05
1,000,000	Crown Castle International Corp., senior bond, 5.25%, 01/15/23	USA	USD	1,011,000	0.05
1,000,000	JPMorgan Chase & Co., junior sub. note, X, 6.10% to 10/01/24, FRN thereafter, Perpetual	USA	USD	1,004,750	0.05
1,000,000	Tenet Healthcare Corp., senior note, 144A, 5.00%, 03/01/19	USA	USD	1,003,750	0.05
1,000,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 144A, 5.625%, 03/01/25	USA	USD	993,750	0.05
1,000,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 6.125%, 05/05/25	MEX	USD	988,125	0.05
1,000,000	The Chemours Co., senior bond, 144A, 7.00%, 05/15/25	USA	USD	972,500	0.05
1,000,000	Virgin Media Secured Finance PLC, senior secured bond, 144A, 5.25%, 01/15/26	GBR	USD	968,125	0.05
1,000,000	CenturyLink Inc., senior note, 5.80%, 03/15/22	USA	USD	958,750	0.05
900,000	Ardagh Packaging Finance PLC, senior note, 144A, 9.125%, 10/15/20	LUX	USD	956,250	0.05
1,000,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	930,100	0.05
900,000	ArcelorMittal, senior note, 6.125%, 06/01/25	LUX	USD	901,125	0.05
1,500,001	CHC Helicopter SA, senior note, 9.375%, 06/01/21	CAN	USD	900,000	0.05
800,000	MGM Resorts International, senior note, 7.75%, 03/15/22	USA	USD	884,000	0.05
1,000,000	Energy XXI Gulf Coast Inc., senior secured note, second lien, 144A, 11.00%, 03/15/20	USA	USD	882,500	0.05
900,000	JPMorgan Chase & Co., junior sub. bond, V, 5.00% to 07/30/19, FRN thereafter, Perpetual	USA	USD	882,000	0.05
900,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	879,750	0.05
720,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.625%, 04/15/23	DEU	EUR	866,596	0.05
780,000	Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp., senior note, 8.375%, 06/01/20	USA	USD	847,275	0.05
800,000	Access Midstream Partner LP/ACMP Finance Corp., senior note, 6.125%, 07/15/22	USA	USD	846,307	0.05
1,000,000	CGG SA, senior note, 6.875%, 01/15/22	FRA	USD	838,125	0.04
800,000	CenturyLink Inc., senior note, 6.00%, 04/01/17	USA	USD	837,000	0.04
800,000	CIT Group Inc., senior note, 5.375%, 05/15/20	USA	USD	836,000	0.04
800,000	T-Mobile USA Inc., senior note, 6.125%, 01/15/22	USA	USD	828,000	0.04
1,000,000	Chaparral Energy Inc., senior note, 9.875%, 10/01/20	USA	USD	820,000	0.04
700,000	Play Finance 1 SA, senior note, Reg S, 6.50%, 08/01/19	POL	EUR	817,170	0.04
1,500,000	Energy XXI Gulf Coast Inc., senior note, 9.25%, 12/15/17	USA	USD	798,750	0.04
800,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	793,000	0.04
800,000	Digicel Group Ltd., senior note, 144A, 6.75%, 03/01/23	BMU	USD	783,540	0.04
700,000	Cemex Finance LLC, senior secured note, 144A, 9.375%, 10/12/22	MEX	USD	783,125	0.04
800,000	Financiere Quick SAS, senior secured note, Reg S, FRN, 4.761%, 04/15/19 †	FRA	EUR	782,157	0.04
700,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	763,140	0.04
700,000	HCA Inc., senior secured bond, first lien, 5.875%, 03/15/22	USA	USD	763,000	0.04
700,000	Barry Callebaut Services SA, senior note, 144A, 5.50%, 06/15/23	BEL	USD	746,813	0.04
700,000	Calpine Corp., senior secured bond, first lien, 144A, 5.875%, 01/15/24	USA	USD	743,750	0.04
700,000	Alere Inc., senior sub. note, 6.50%, 06/15/20	USA	USD	728,000	0.04
1,000,000	Chaparral Energy Inc., senior note, 7.625%, 11/15/22	USA	USD	725,000	0.04
649,000	First Data Corp., senior note, 11.25%, 01/15/21	USA	USD	722,013	0.04
700,000	Reynolds Group Issuer Inc./LLC/SA, first lien, 5.75%, 10/15/20	USA	USD	719,250	0.04
700,000	AmSurg Corp., senior note, 5.625%, 07/15/22	USA	USD	704,375	0.04
700,000	TransDigm Inc., senior sub. bond, 6.50%, 07/15/24	USA	USD	694,750	0.04
700,000	TransDigm Inc., senior sub. note, 6.00%, 07/15/22	USA	USD	694,750	0.04
600,000	Kinder Morgan Inc., senior note, 7.00%, 06/15/17	USA	USD	652,683	0.03

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
700,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, Reg S, 3.85%, 02/06/20	RUS	USD	646,625	0.03
600,000	Smithfield Foods Inc., senior note, 144A, 5.875%, 08/01/21	USA	USD	622,500	0.03
600,000	Valeant Pharmaceuticals International Inc., senior bond, 144A, 6.125%, 04/15/25	CAN	USD	619,500	0.03
900,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	609,750	0.03
600,000	CenturyLink Inc., senior note, 6.45%, 06/15/21	USA	USD	607,500	0.03
600,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	606,000	0.03
543,000	Univision Communications Inc., senior secured bond, first lien, 144A, 6.75%, 09/15/22	USA	USD	576,259	0.03
600,000	Florida East Coast Holdings Corp., senior note, 144A, 9.75%, 05/01/20	USA	USD	571,500	0.03
900,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 * †	USA	USD	551,250	0.03
500,000	Kinder Morgan Inc., senior secured bond, first lien, 144A, 5.625%, 11/15/23	USA	USD	532,081	0.03
800,000	Halcon Resources Corp., senior note, 9.25%, 02/15/22	USA	USD	522,000	0.03
500,000	CommScope Holdings Co. Inc., senior note, 144A, PIK, 6.625%, 06/01/20 ‡	USA	USD	520,625	0.03
500,000	Virgin Media Finance PLC, senior secured note, 144A, 6.375%, 04/15/23	GBR	USD	518,750	0.03
500,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	517,500	0.03
500,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	513,750	0.03
500,000	Royal Bank of Scotland Group PLC, sub. note, 5.125%, 05/28/24	GBR	USD	500,313	0.03
500,000	TransDigm Inc., senior sub. bond, 144A, 6.50%, 05/15/25	USA	USD	496,875	0.03
500,000	Intelsat Jackson Holdings SA, senior note, 7.50%, 04/01/21	LUX	USD	496,250	0.03
500,000	Nielsen Finance LLC/Co., senior note, 144A, 5.00%, 04/15/22	USA	USD	490,938	0.03
454,000	Freeport-McMoRan Oil & Gas LLC/FCX Oil & Gas Inc., senior note, 6.875%, 02/15/23	USA	USD	488,050	0.03
500,000	Digicel Group Ltd., senior note, 144A, 7.125%, 04/01/22	BMU	USD	476,250	0.03
400,000	Cablevision Systems Corp., senior note, 8.625%, 09/15/17	USA	USD	441,000	0.02
400,000	JBS USA LLC/Finance Inc., senior note, 144A, 7.25%, 06/01/21	USA	USD	423,500	0.02
400,000	M/I Homes Inc., senior note, 8.625%, 11/15/18	USA	USD	415,000	0.02
500,000	Linn Energy LLC/Finance Corp., senior note, 8.625%, 04/15/20	USA	USD	412,605	0.02
400,000	CHS/Community Health Systems Inc., senior secured note, first lien, 5.125%, 08/15/18	USA	USD	411,200	0.02
500,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 9.00%, 02/15/20 *	USA	USD	410,000	0.02
400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.25%, 01/31/19	LUX	USD	409,000	0.02
400,000	Gannett Co. Inc., senior bond, 144A, 5.50%, 09/15/24	USA	USD	397,000	0.02
400,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	357,000	0.02
300,000	CSC Holdings LLC, senior bond, 7.625%, 07/15/18	USA	USD	329,250	0.02
500,000	Peabody Energy Corp., second lien, 144A, 10.00%, 03/15/22	USA	USD	311,250	0.02
300,000	Frontier Communications Corp., senior note, 8.75%, 04/15/22	USA	USD	298,500	0.02
600,000	Peabody Energy Corp., senior note, 6.00%, 11/15/18	USA	USD	291,000	0.02
264,706	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 7.00%, 11/15/20	LUX	USD	270,827	0.01
250,000	Abengoa Finance SAU, senior note, 144A, 7.75%, 02/01/20	ESP	USD	249,844	0.01
200,000	First Data Corp., senior bond, 12.625%, 01/15/21	USA	USD	231,500	0.01
200,000	Kinder Morgan Inc., senior note, 6.50%, 09/15/20	USA	USD	228,756	0.01
200,000	CSC Holdings LLC, senior note, 8.625%, 02/15/19	USA	USD	228,500	0.01
200,000	Calpine Corp., senior secured note, first lien, 144A, 6.00%, 01/15/22	USA	USD	212,500	0.01
200,000	MGM Resorts International, senior note, 6.75%, 10/01/20	USA	USD	212,460	0.01
200,000	Kinder Morgan Inc., senior secured note, 144A, 5.00%, 02/15/21	USA	USD	210,723	0.01
600,000	Energy XXI Gulf Coast Inc., senior note, 7.50%, 12/15/21	USA	USD	198,000	0.01
200,000	CGG SA, senior note, 7.75%, 05/15/17	FRA	USD	195,000	0.01
200,000	Linn Energy LLC/Finance Corp., senior note, 6.50%, 05/15/19	USA	USD	162,500	0.01
270,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	158,625	0.01
146,000	Reynolds Group Issuer Inc./LLC/SA, senior secured note, first lien, 7.125%, 04/15/19	USA	USD	150,563	0.01
100,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 9.875%, 08/15/19	USA	USD	105,188	0.01
100,000	Frontier Communications Corp., senior note, 8.50%, 04/15/20	USA	USD	104,800	0.01
100,000	Reynolds Group Issuer Inc./LLC/SA, senior secured note, 7.875%, 08/15/19	USA	USD	104,375	0.01
100,000	CIT Group Inc., senior note, 5.25%, 03/15/18	USA	USD	103,625	0.01
200,000	Peabody Energy Corp., senior note, 6.50%, 09/15/20	USA	USD	69,000	0.00
				<u>683,506,690</u>	<u>36.41</u>
Government and Municipal Bonds					
79,100,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	20,978,104	1.12
17,264,000,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	15,713,641	0.84
396,838,613	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	14,120,473	0.75
2,109,200	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	14,065,292	0.75
15,500,000,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	13,925,136	0.74
12,150,000	U.S. Treasury Note, 2.00%, 05/31/21	USA	USD	12,219,291	0.65
43,500,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	12,001,043	0.64
8,000,000	U.S. Treasury Bond, 6.25%, 08/15/23	USA	USD	10,431,248	0.56
10,000,000	Government of Portugal, Reg S, 5.125%, 10/15/24	PRT	USD	10,301,550	0.55
7,000,000	U.S. Treasury Bond, 6.50%, 11/15/26	USA	USD	9,833,362	0.52
7,000,000	U.S. Treasury Note, 3.75%, 11/15/18	USA	USD	7,598,829	0.40
7,000,000	Port Authority of New York and New Jersey Revenue, Consolidated, One Hundred Ninety-First Series A, 4.823%, 06/01/45	USA	USD	6,941,620	0.37
6,665,000	Government of Serbia, senior note, Reg S, 4.875%, 02/25/20	SRB	USD	6,754,944	0.36
21,000	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	6,414,898	0.34
21,000	Nota Do Tesouro Nacional, senior note, 10.00%, 01/01/19	BRA	BRL	6,239,855	0.33

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
6,000,000	U.S. Treasury Note, 2.50%, 05/15/24	USA	USD	6,095,154	0.32
4,500,000	New York State Urban Development Corp. Revenue, State Personal Income Tax, General Purpose, Series C, 5.00%, 03/15/29	USA	USD	5,137,155	0.27
4,400,000	U.S. Treasury Note, 3.875%, 05/15/18	USA	USD	4,761,627	0.25
5,490	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	4,618,728	0.25
5,500	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	4,584,377	0.24
1,063,180,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	4,346,243	0.23
3,980,000	Government of Hungary, 5.375%, 02/21/23	HUN	USD	4,318,001	0.23
3,840,000	Government of Serbia, Reg S, 7.25%, 09/28/21	SRB	USD	4,315,373	0.23
3,750,000	Minnesota State GO, Various Purpose, Refunding, Series F, 4.00%, 10/01/24	USA	USD	4,231,725	0.23
4,000,000	Florida Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 2.995%, 07/01/20	USA	USD	4,080,400	0.22
943,440,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	4,064,746	0.22
8,040,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	3,914,475	0.21
3,565,000	New York City Municipal Water Finance Authority Water and Sewer System Revenue, Second General Resolution, Fiscal 2014, Refunding, Series BB, 5.00%, 06/15/46	USA	USD	3,896,723	0.21
12,000	Nota Do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	3,402,351	0.18
3,200,000	Massachusetts State GO, Consolidated Loan of 2014, Series A, 4.50%, 12/01/43	USA	USD	3,359,552	0.18
836,180,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	3,317,359	0.18
2,860,000	Government of Hungary, senior note, 6.375%, 03/29/21	HUN	USD	3,256,925	0.17
5,850,000	Puerto Rico Electric Power Authority Power Revenue, Series A, 6.75%, 07/01/36	USA	USD	3,173,976	0.17
2,900,000	Nassau County GO, General Improvement Bonds, Series B, 5.00%, 04/01/43	USA	USD	3,099,114	0.16
5,600,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	2,947,000	0.16
2,700,000	Nassau County GO, General Improvement Bonds, Series B, 5.00%, 04/01/39	USA	USD	2,924,667	0.16
2,655,000	California State GO, Various Purpose, Refunding, 5.25%, 03/01/38	USA	USD	2,891,906	0.15
2,630,000	Illinois State GO, 5.877%, 03/01/19	USA	USD	2,845,292	0.15
72,477,145	Government of Uruguay, senior bond, Index Linked, 5.00%, 09/14/18	URY	UYU	2,728,416	0.15
9,700,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	2,545,401	0.14
2,000,000	Government of Hungary, senior note, 6.25%, 01/29/20	HUN	USD	2,243,430	0.12
7,160,000	Government of Poland, 5.75%, 09/23/22	POL	PLN	2,225,755	0.12
2,485,000	Chicago GO, Taxable Project, Series B, 6.034%, 01/01/42	USA	USD	2,099,626	0.11
1,900,000	U.S. Treasury Note, 3.625%, 02/15/21	USA	USD	2,083,618	0.11
1,935,000	Arkansas State GO, Four-Lane Highway Construction and Improvement Bonds, 3.25%, 06/15/22	USA	USD	2,072,095	0.11
1,946,717	U.S. Treasury Note, Index Linked, 1.125%, 01/15/21	USA	USD	2,058,502	0.11
1,245,000	California State GO, Various Purpose, 7.60%, 11/01/40	USA	USD	1,820,414	0.10
1,760,000	Chicago GO, Build America Bonds, Direct Payment, Taxable Project, Series B, 7.517%, 01/01/40	USA	USD	1,795,904	0.10
1,575,000	South Carolina State Public Service Authority Revenue, Refunding, Series B, 5.00%, 12/01/38	USA	USD	1,718,089	0.09
3,000,000	Puerto Rico Electric Power Authority Power Revenue, Series XX, 5.25%, 07/01/40	USA	USD	1,627,680	0.09
2,810,000	Puerto Rico Sales Tax FICO Sales Tax Revenue, first subordinate, Series A, 6.50%, 08/01/44	USA	USD	1,566,575	0.08
1,500,000	U.S. Treasury Note, 2.00%, 10/31/21	USA	USD	1,501,288	0.08
1,100,000	Illinois State GO, Build America Bonds, 7.35%, 07/01/35	USA	USD	1,218,723	0.06
16,920,000,000	Government of Indonesia, FR61, 7.00%, 05/15/22	IDN	IDR	1,189,762	0.06
1,000,000	Evansville Local Public Improvement Bond Bank Revenue, Sewage Works Project, Series A, 5.00%, 07/01/36	USA	USD	1,096,220	0.06
1,000,000	U.S. Treasury Note, 3.125%, 05/15/19	USA	USD	1,066,641	0.06
2,000,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	1,051,250	0.06
1,980,000	Government of Ukraine, senior note, Reg S, 7.95%, 02/23/21	UKR	USD	1,045,687	0.06
900,000	U.S. Treasury Note, 3.50%, 05/15/20	USA	USD	978,047	0.05
1,900,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	938,381	0.05
600,000	California State GO, Build America Bonds, Various Purpose, 7.625%, 03/01/40	USA	USD	879,378	0.05
122,800	Government of Mexico, 7.75%, 12/14/17	MEX	MXN	843,788	0.04
750,000	New York City HDC Revenue, Series B1, 5.00%, 07/01/33	USA	USD	838,312	0.04
1,500,000	Puerto Rico Sales Tax FICO Sales Tax Revenue, first subordinate, Series A, 5.75%, 08/01/37	USA	USD	828,750	0.04
770,000	New Jersey EDA Revenue, School Facilities Construction, Refunding, Series NN, 5.00%, 03/01/30	USA	USD	791,137	0.04
734,783	U.S. Treasury Note, Index Linked, 0.625%, 07/15/21	USA	USD	758,146	0.04
6,470,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	586,653	0.03
486,691	U.S. Treasury Bond, Index Linked, 0.625%, 01/15/24	USA	USD	494,486	0.03
5,381,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	475,863	0.03
116,760,000	Government of Hungary, 5.50%, 12/22/16	HUN	HUF	439,831	0.02
513	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	433,853	0.02
4,800,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	IDN	IDR	401,774	0.02
300,000	U.S. Treasury Bond, 9.00%, 11/15/18	USA	USD	378,141	0.02
85,270,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	333,961	0.02
300,000	California State GO, Various Purpose, Refunding, 5.00%, 06/01/37	USA	USD	319,152	0.02
300,000	U.S. Treasury Note, 3.125%, 10/31/16	USA	USD	310,617	0.02
975,000	Puerto Rico Sales Tax FICO Sales Tax Revenue, Capital Appreciation, Series A, zero cpn., 08/01/25	USA	USD	303,635	0.02
225,000	California State GO, Various Purpose, 5.25%, 11/01/40	USA	USD	258,534	0.01
200,000	U.S. Treasury Bond, 8.125%, 08/15/19	USA	USD	253,859	0.01
2,776,000,000	Government of Indonesia, FR47, 10.00%, 02/15/28	IDN	IDR	233,976	0.01
835,000	Puerto Rico Sales Tax FICO Revenue, Capital Appreciation, Refunding, Series A, zero cpn., 08/01/26	USA	USD	232,122	0.01
691,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	183,647	0.01

The accompanying notes form an integral part of these financial statements

— Franklin Strategic Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
2,126,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	176,388	0.01
200	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/17	BRA	BRL	169,337	0.01
40,800,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	165,430	0.01
130,000	U.S. Treasury Note, 4.75%, 08/15/17	USA	USD	141,101	0.01
5,330,000	Government of the Philippines, senior bond, 9.125%, 09/04/16	PHL	PHP	125,350	0.01
120,000	California State GO, Various Purpose, Refunding, NATL Insured, 4.50%, 12/01/32	USA	USD	125,320	0.01
115,000	California State GO, Various Purpose, Series 1, AGMC Insured, Pre-Refunded, 4.75%, 09/01/31	USA	USD	118,381	0.01
80,000	U.S. Treasury Bond, 7.25%, 08/15/22	USA	USD	107,888	0.01
1,278,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	107,153	0.01
1,132,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	IDN	IDR	105,227	0.01
1,000,000,000	Government of Indonesia, FR37, 12.00%, 09/15/26	IDN	IDR	94,601	0.00
1,100,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	88,124	0.00
65,000	California State GO, Various Purpose, 6.00%, 11/01/39	USA	USD	77,308	0.00
8,110,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	60,937	0.00
5,530,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	41,756	0.00
230,000,000	Government of Indonesia, FR39, 11.75%, 08/15/23	IDN	IDR	20,690	0.00
2,210,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	16,865	0.00
2,100,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	15,659	0.00
2,310,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	9,841	0.00
600,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	4,585	0.00
				<u>306,145,215</u>	<u>16.31</u>
Securities Maturing Within One Year					
33,610,000	Government of Singapore, senior note, 1.125%, 04/01/16	SGP	SGD	24,998,514	1.33
2,666,090	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	17,398,565	0.93
16,945,220,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	15,214,027	0.81
2,177,180	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	14,155,780	0.75
27,107,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	7,209,794	0.38
325,370,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	7,174,219	0.38
20,825,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	5,519,080	0.29
6,100,000,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	5,507,516	0.29
204,440,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	4,630,075	0.25
14,315,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	3,795,153	0.20
1,036,600,000	Government of Hungary, 7.75%, 08/24/15	HUN	HUF	3,700,511	0.20
13,515,000	Government of Poland, Strip, 01/25/16	POL	PLN	3,560,010	0.19
11,785,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	3,177,256	0.17
75,490,000	Uruguay Notas del Tesoro, 10.25%, 08/22/15	URY	UYU	2,791,033	0.15
70,324,000	Uruguay Treasury Bill, Strip, 08/20/15	URY	UYU	2,560,966	0.14
2,710,900,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	2,423,920	0.13
600,300,000	Government of Hungary, 5.50%, 02/12/16	HUN	HUF	2,180,532	0.12
7,090,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	1,934,644	0.10
1,900,000	U.S. Treasury Note, 2.375%, 03/31/16	USA	USD	1,930,132	0.10
1,400,000	MGM Resorts International, senior note, 6.625%, 07/15/15	USA	USD	1,401,540	0.07
4,800,000	Government of Poland, Strip, 07/25/15	POL	PLN	1,274,570	0.07
1,000,000	DISH DBS Corp., senior note, 7.125%, 02/01/16	USA	USD	1,027,500	0.06
970,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	869,124	0.05
793,148	U.S. Treasury Note, Index Linked, 0.125%, 04/15/16	USA	USD	797,052	0.04
500,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, Reg S, 5.092%, 11/29/15	RUS	USD	505,625	0.03
6,910,000	Uruguay Notas del Tesoro, 9.50%, 01/27/16	URY	UYU	255,849	0.01
15,000,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	112,438	0.01
50,000	HCA Inc., senior note, 6.50%, 02/15/16	USA	USD	51,656	0.00
540,000	Uruguay Treasury Bill, Strip, 07/02/15	URY	UYU	19,986	0.00
2,370,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	17,703	0.00
				<u>136,194,770</u>	<u>7.25</u>
	TOTAL BONDS			<u>1,291,670,939</u>	<u>68.80</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>1,291,775,990</u>	<u>68.80</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
150,000	Fontainebleau Las Vegas, senior secured note, first lien, 144A, 11.00%, 06/15/15 *	USA	USD	757	0.00
1,500,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				<u>757</u>	<u>0.00</u>
	TOTAL BONDS			<u>757</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>757</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>1,323,442,482</u>	<u>70.49</u>

* These Bonds are currently in default

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Franklin Technology Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
171,000	DigitalGlobe Inc.	USA	USD	<u>4,752,090</u>	<u>0.50</u>
	Communications Equipment				
122,000	Palo Alto Networks Inc.	USA	USD	21,313,400	2.24
1,370,000	Ericsson, B, ADR	SWE	USD	14,302,800	1.50
165,000	Harris Corp.	USA	USD	12,690,150	1.33
182,500	QUALCOMM Inc.	USA	USD	11,429,975	1.20
775,000	JDS Uniphase Corp.	USA	USD	<u>8,974,500</u>	<u>0.94</u>
				<u>68,710,825</u>	<u>7.21</u>
	Electrical Equipment				
27,000	Acuity Brands Inc.	USA	USD	<u>4,859,460</u>	<u>0.51</u>
	Electronic Equipment, Instruments & Components				
31,900	FitBit Inc., A	USA	USD	<u>1,219,537</u>	<u>0.13</u>
	Health Care Equipment & Supplies				
65,000	DexCom Inc.	USA	USD	<u>5,198,700</u>	<u>0.54</u>
	Health Care Providers & Services				
162,596	HealthEquity Inc.	USA	USD	<u>5,211,202</u>	<u>0.55</u>
	Internet & Catalog Retail				
69,000	Amazon.com Inc.	USA	USD	29,952,210	3.14
12,900	The Priceline Group Inc.	USA	USD	14,852,673	1.56
18,000	Netflix Inc.	USA	USD	<u>11,824,920</u>	<u>1.24</u>
				<u>56,629,803</u>	<u>5.94</u>
	Internet Software & Services				
44,500	Google Inc., C	USA	USD	23,162,695	2.43
83,023	Equinix Inc.	USA	USD	21,087,842	2.21
240,000	Facebook Inc., A	USA	USD	20,583,600	2.16
78,000	LinkedIn Corp., A	USA	USD	16,117,140	1.69
57,000	Baidu Inc., ADR	CHN	USD	11,347,560	1.19
136,000	Alibaba Group Holding Ltd., ADR	CHN	USD	11,188,720	1.17
270,000	Yahoo! Inc.	USA	USD	10,608,300	1.11
52,500	CoStar Group Inc.	USA	USD	10,566,150	1.11
270,000	Twitter Inc.	USA	USD	9,779,400	1.03
115,000	Demandware Inc.	USA	USD	8,174,200	0.86
190,000	HomeAway Inc.	USA	USD	5,912,800	0.62
320,000	Pandora Media Inc.	USA	USD	4,972,800	0.52
193,100	Alarm.com Holdings Inc.	USA	USD	<u>2,969,878</u>	<u>0.31</u>
				<u>156,471,085</u>	<u>16.41</u>
	IT Services				
225,000	MasterCard Inc., A	USA	USD	21,033,000	2.21
300,000	Cognizant Technology Solutions Corp., A	USA	USD	18,327,000	1.92
281,000	Fidelity National Information Services Inc.	USA	USD	17,365,800	1.82
110,000	FleetCor Technologies Inc.	USA	USD	17,166,600	1.80
250,000	Visa Inc., A	USA	USD	16,787,500	1.76
50,000	Alliance Data Systems Corp.	USA	USD	14,597,000	1.53
94,000	Accenture PLC, A	USA	USD	<u>9,097,320</u>	<u>0.95</u>
				<u>114,374,220</u>	<u>11.99</u>
	Life Sciences Tools & Services				
23,000	Illumina Inc.	USA	USD	<u>5,022,280</u>	<u>0.53</u>
	Media				
200,000	Global Eagle Entertainment Inc.	USA	USD	<u>2,604,000</u>	<u>0.27</u>
	Professional Services				
127,500	IHS Inc., A	USA	USD	<u>16,400,325</u>	<u>1.72</u>
	Real Estate Investment Trusts (REITs)				
175,000	American Tower Corp.	USA	USD	<u>16,325,750</u>	<u>1.71</u>
	Semiconductors & Semiconductor Equipment				
152,500	Avago Technologies Ltd.	SGP	USD	20,271,825	2.13
200,000	NXP Semiconductors NV	NLD	USD	19,640,000	2.06
225,000	Lam Research Corp.	USA	USD	18,303,750	1.92
875,000	Applied Materials Inc.	USA	USD	16,817,500	1.76
320,000	Texas Instruments Inc.	USA	USD	16,483,200	1.73
340,000	Freescale Semiconductor Ltd.	USA	USD	13,589,800	1.43
270,000	ARM Holdings PLC, ADR	GBR	USD	13,302,900	1.39
150,000	Analog Devices Inc.	USA	USD	9,627,750	1.01
134,630	Cavium Inc.	USA	USD	9,263,890	0.97
76,000	ASML Holding NV, N.Y. shs	NLD	USD	7,913,880	0.83
239,000	Intel Corp.	USA	USD	7,269,185	0.76
1,155,000	Lattice Semiconductor Corp.	USA	USD	6,802,950	0.71
510,000	Intersil Corp., A	USA	USD	6,380,100	0.67
263,430	Semtech Corp.	USA	USD	5,229,086	0.55

The accompanying notes form an integral part of these financial statements

— Franklin Technology Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Semiconductors & Semiconductor Equipment (continued)					
130,000	M/A-COM Technology Solutions Holdings Inc.	USA	USD	4,972,500	0.52
50,000	Xilinx Inc.	USA	USD	2,208,000	0.23
95,000	Micron Technology Inc.	USA	USD	<u>1,789,800</u>	<u>0.19</u>
				<u>179,866,116</u>	<u>18.86</u>
Software					
365,000	Electronic Arts Inc.	USA	USD	24,272,500	2.55
300,000	Salesforce.com Inc.	USA	USD	20,889,000	2.19
220,000	Adobe Systems Inc.	USA	USD	17,822,200	1.87
210,000	Red Hat Inc.	USA	USD	15,945,300	1.67
360,000	Microsoft Corp.	USA	USD	15,894,000	1.67
170,000	ANSYS Inc.	USA	USD	15,510,800	1.63
340,000	Fortinet Inc.	USA	USD	14,052,200	1.47
187,000	ServiceNow Inc.	USA	USD	13,895,970	1.46
174,000	Workday Inc.	USA	USD	13,291,860	1.39
525,000	Activision Blizzard Inc.	USA	USD	12,710,250	1.33
300,000	Oracle Corp.	USA	USD	12,090,000	1.27
168,000	Splunk Inc.	USA	USD	11,696,160	1.23
123,000	NetSuite Inc.	USA	USD	11,285,250	1.18
170,000	Guidewire Software Inc.	USA	USD	8,998,100	0.94
250,029	Bottomline Technologies Inc.	USA	USD	6,953,306	0.73
90,000	Mobileye NV	USA	USD	4,785,300	0.50
35,000	VMware Inc., A	USA	USD	<u>3,000,900</u>	<u>0.32</u>
				<u>223,093,096</u>	<u>23.40</u>
Technology Hardware, Storage & Peripherals					
155,000	Apple Inc.	USA	USD	19,440,875	2.04
175,000	Western Digital Corp.	USA	USD	13,723,500	1.44
150,000	SanDisk Corp.	USA	USD	<u>8,733,000</u>	<u>0.91</u>
				<u>41,897,375</u>	<u>4.39</u>
Wireless Telecommunication Services					
60,000	SBA Communications Corp.	USA	USD	<u>6,898,200</u>	<u>0.72</u>
	TOTAL SHARES			<u>909,534,064</u>	<u>95.38</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>909,534,064</u>	<u>95.38</u>
	TOTAL INVESTMENTS			<u>909,534,064</u>	<u>95.38</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Dollar Liquid Reserve Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Securities Maturing Within One Year					
20,000,000	Microsoft Corp., zero cpn., 07/15/15	USA	USD	19,999,540	6.05
20,000,000	FHLMC, 0.00%, 08/05/15	USA	USD	19,999,420	6.05
18,375,000	FHLB, 0.00%, 07/01/15	USA	USD	18,375,000	5.56
16,560,000	Johnson & Johnson, zero cpn., 07/06/15	USA	USD	16,559,917	5.01
16,500,000	FHLMC, 0.00%, 10/20/15	USA	USD	16,495,479	4.99
15,925,000	International Bank for Reconstruction and Development, 0.00%, 07/16/15	SP	USD	15,924,936	4.82
13,280,000	TVA, 0.00%, 07/03/15	USA	USD	13,279,987	4.02
11,700,000	FNMA, 0.00%, 07/02/15	USA	USD	11,700,000	3.54
10,240,000	FHLMC, 0.00%, 08/06/15	USA	USD	10,239,693	3.10
10,130,000	Exxon Mobil Corp., zero cpn., 07/01/15	USA	USD	10,129,970	3.07
10,125,000	FHLB, 0.00%, 07/08/15	USA	USD	10,124,980	3.06
10,000,000	Export Development Canada, zero cpn., 07/02/15	CAN	USD	9,999,990	3.03
10,000,000	Exxon Mobil Corp., zero cpn., 07/06/15	USA	USD	9,999,830	3.03
10,000,000	General Electric Capital Corp., zero cpn., 09/15/15	USA	USD	9,997,410	3.03
10,000,000	Chevron Corp., zero cpn., 09/14/15	USA	USD	9,996,070	3.02
10,000,000	Province of Quebec, zero cpn., 09/14/15	CAN	USD	9,996,070	3.02
8,850,000	FHLB, 0.00%, 07/06/15	USA	USD	8,849,991	2.68
7,524,000	Chevron Corp., zero cpn., 10/07/15	USA	USD	7,519,508	2.28
7,193,000	FFCB, 0.00%, 07/09/15	USA	USD	7,192,986	2.18
7,000,000	FNMA, 0.00%, 07/06/15	USA	USD	6,999,993	2.12
5,000,000	General Electric Co., zero cpn., 12/01/15	USA	USD	4,995,445	1.51
4,675,000	International Bank for Reconstruction and Development, 0.00%, 07/13/15	SP	USD	4,674,986	1.41
4,600,000	FHLMC, 0.00%, 07/07/15	USA	USD	4,599,991	1.39
4,245,000	Coca-Cola Co., zero cpn., 08/21/15	USA	USD	4,244,266	1.28
4,000,000	FNMA, 0.00%, 11/19/15	USA	USD	3,998,432	1.21
3,910,000	FFCB, 0.00%, 11/24/15	USA	USD	3,908,412	1.18
3,800,000	FHLB, 0.00%, 07/02/15	USA	USD	3,800,000	1.15
3,440,000	Johnson & Johnson, zero cpn., 09/14/15	USA	USD	3,438,927	1.04
2,650,000	Google Inc., zero cpn., 09/30/15	USA	USD	2,648,672	0.80
2,476,000	Chevron Corp., zero cpn., 07/16/15	USA	USD	2,475,881	0.75
1,997,000	FHLMC, 0.00%, 10/01/15	USA	USD	1,996,547	0.60
395,000	FHLMC, 0.00%, 08/14/15	USA	USD	394,985	0.12
230,000	FHLB, 0.00%, 08/19/15	USA	USD	229,990	0.07
200,000	FHLB, 0.00%, 09/09/15	USA	USD	199,980	0.06
				<u>284,987,284</u>	<u>86.23</u>
	TOTAL BONDS			<u>284,987,284</u>	<u>86.23</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>284,987,284</u>	<u>86.23</u>
	TOTAL INVESTMENTS			<u>284,987,284</u>	<u>86.23</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Equity Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
170,500	Altice SA	LUX	EUR	23,476,196	3.48
635,200	Twenty-First Century Fox Inc., B	USA	USD	20,466,144	3.03
171,872	The Walt Disney Co.	USA	USD	19,617,470	2.90
142,700	NIKE Inc., B	USA	USD	15,414,454	2.28
182,320	BorgWarner Inc.	USA	USD	10,363,069	1.54
16,800	Target Corp.	USA	USD	1,371,384	0.20
				<u>90,708,717</u>	<u>13.43</u>
Consumer Staples					
163,634	CVS Health Corp.	USA	USD	17,161,934	2.54
Energy					
184,450	Schlumberger Ltd.	USA	USD	15,897,745	2.35
97,600	Pioneer Natural Resources Co.	USA	USD	13,536,144	2.00
170,300	Anadarko Petroleum Corp.	USA	USD	13,293,618	1.97
45,300	Halliburton Co.	USA	USD	1,951,071	0.29
15,400	Chevron Corp.	USA	USD	1,485,638	0.22
16,200	Exxon Mobil Corp.	USA	USD	1,347,840	0.20
				<u>47,512,056</u>	<u>7.03</u>
Financials					
712,100	The Hartford Financial Services Group Inc.	USA	USD	29,601,997	4.38
670,600	The Charles Schwab Corp.	USA	USD	21,895,090	3.24
398,900	LPL Financial Holdings Inc.	USA	USD	18,544,861	2.75
259,070	JPMorgan Chase & Co.	USA	USD	17,554,583	2.60
306,610	Citigroup Inc.	USA	USD	16,937,137	2.51
246,500	Discover Financial Services	USA	USD	14,203,330	2.10
242,800	MetLife Inc.	USA	USD	13,594,372	2.01
325,300	CBRE Group Inc.	USA	USD	12,036,100	1.78
30,951	BlackRock Inc.	USA	USD	10,708,427	1.59
				<u>155,075,897</u>	<u>22.96</u>
Health Care					
208,000	Valeant Pharmaceuticals International Inc.	CAN	USD	46,207,200	6.84
129,399	Allergan PLC	USA	USD	39,267,421	5.81
411,600	Sanofi, ADR	FRA	USD	20,386,548	3.02
27,600	Express Scripts Holding Co.	USA	USD	2,454,744	0.36
17,470	Johnson & Johnson	USA	USD	1,702,626	0.25
40,043	Pfizer Inc.	USA	USD	1,342,642	0.20
24,875	Zoetis Inc.	USA	USD	1,199,472	0.18
				<u>112,560,653</u>	<u>16.66</u>
Industrials					
528,200	The ADT Corp.	USA	USD	17,731,674	2.62
220,300	Genesee & Wyoming Inc.	USA	USD	16,782,454	2.48
56,300	FedEx Corp.	USA	USD	9,593,520	1.42
43,100	Precision Castparts Corp.	USA	USD	8,614,397	1.28
11,920	United Technologies Corp.	USA	USD	1,322,286	0.20
				<u>54,044,331</u>	<u>8.00</u>
Information Technology					
418,692	QUALCOMM Inc.	USA	USD	26,222,680	3.88
291,200	Adobe Systems Inc.	USA	USD	23,590,112	3.49
92,616	Equinix Inc.	USA	USD	23,524,464	3.48
460,995	Microsoft Corp.	USA	USD	20,352,929	3.01
181,900	MasterCard Inc., A	USA	USD	17,004,012	2.52
290,800	Motorola Solutions Inc.	USA	USD	16,674,472	2.47
16,880	Google Inc., A	USA	USD	9,115,875	1.35
17,227	Google Inc., C	USA	USD	8,966,826	1.33
61,140	Visa Inc., A	USA	USD	4,105,551	0.61
78,900	Oracle Corp.	USA	USD	3,179,670	0.47
10,450	Apple Inc.	USA	USD	1,310,691	0.19
				<u>154,047,282</u>	<u>22.80</u>
Materials					
120,900	Agrium Inc.	CAN	USD	12,809,355	1.90
324,100	Axiall Corp.	USA	USD	11,683,805	1.73
80,000	LyondellBasell Industries NV, A	USA	USD	8,281,600	1.23
38,266	Cytec Industries Inc.	USA	USD	2,316,241	0.34
				<u>35,091,001</u>	<u>5.20</u>
TOTAL SHARES				<u>666,201,871</u>	<u>98.62</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>666,201,871</u>	<u>98.62</u>
TOTAL INVESTMENTS				<u>666,201,871</u>	<u>98.62</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Focus Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
6,930	Altice SA	LUX	EUR	954,194	3.39
26,720	Twenty-First Century Fox Inc., B	USA	USD	860,918	3.06
6,635	The Walt Disney Co.	USA	USD	757,319	2.69
6,360	NIKE Inc., B	USA	USD	687,007	2.44
9,930	BorgWarner Inc.	USA	USD	564,421	2.00
				<u>3,823,859</u>	<u>13.58</u>
Consumer Staples					
6,340	CVS Health Corp.	USA	USD	664,939	2.36
Energy					
5,090	Pioneer Natural Resources Co.	USA	USD	705,932	2.51
8,530	Anadarko Petroleum Corp.	USA	USD	665,852	2.36
6,910	Schlumberger Ltd.	USA	USD	595,573	2.12
				<u>1,967,357</u>	<u>6.99</u>
Financials					
28,670	The Hartford Financial Services Group Inc.	USA	USD	1,191,812	4.23
26,610	The Charles Schwab Corp.	USA	USD	868,817	3.08
16,660	LPL Financial Holdings Inc.	USA	USD	774,523	2.75
12,365	Citigroup Inc.	USA	USD	683,043	2.43
9,840	JPMorgan Chase & Co.	USA	USD	666,758	2.37
17,900	CBRE Group Inc.	USA	USD	662,300	2.35
10,655	Discover Financial Services	USA	USD	613,941	2.18
1,750	BlackRock Inc.	USA	USD	605,465	2.15
10,695	MetLife Inc.	USA	USD	598,813	2.13
				<u>6,665,472</u>	<u>23.67</u>
Health Care					
8,525	Valeant Pharmaceuticals International Inc.	CAN	USD	1,893,829	6.73
5,068	Allergan PLC	USA	USD	1,537,935	5.46
17,853	Sanofi, ADR	FRA	USD	884,259	3.14
				<u>4,316,023</u>	<u>15.33</u>
Industrials					
9,890	Genesee & Wyoming Inc.	USA	USD	753,420	2.67
22,160	The ADT Corp.	USA	USD	743,911	2.64
2,075	FedEx Corp.	USA	USD	353,580	1.26
1,520	Precision Castparts Corp.	USA	USD	303,803	1.08
				<u>2,154,714</u>	<u>7.65</u>
Information Technology					
17,975	QUALCOMM Inc.	USA	USD	1,125,774	4.00
11,940	Adobe Systems Inc.	USA	USD	967,259	3.43
21,470	Microsoft Corp.	USA	USD	947,901	3.37
3,591	Equinix Inc.	USA	USD	912,114	3.24
9,260	MasterCard Inc., A	USA	USD	865,625	3.07
12,915	Motorola Solutions Inc.	USA	USD	740,546	2.63
730	Google Inc., A	USA	USD	394,229	1.40
752	Google Inc., C	USA	USD	391,424	1.39
				<u>6,344,872</u>	<u>22.53</u>
Materials					
5,315	LyondellBasell Industries NV, A	USA	USD	550,209	1.95
4,990	Agrium Inc.	CAN	USD	528,690	1.88
12,912	Axiall Corp.	USA	USD	465,478	1.65
				<u>1,544,377</u>	<u>5.48</u>
TOTAL SHARES				<u>27,481,613</u>	<u>97.59</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>27,481,613</u>	<u>97.59</u>
TOTAL INVESTMENTS				<u>27,481,613</u>	<u>97.59</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Government Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
224,733,855	GNMA II, SF, 3.50%, 08/20/42 - 06/20/45	USA	USD	233,893,698	21.92
183,890,779	GNMA II, SF, 4.00%, 05/20/40 - 02/20/45	USA	USD	195,557,984	18.35
119,315,930	GNMA II, SF, 4.50%, 05/20/33 - 10/20/44	USA	USD	129,653,336	12.14
114,610,591	GNMA, SF, 5.00%, 07/15/33 - 08/15/40	USA	USD	128,442,378	12.11
68,053,966	GNMA, SF, 4.50%, 03/15/39 - 04/15/41	USA	USD	74,492,961	7.01
50,121,662	GNMA II, SF, 5.00%, 10/20/32 - 07/20/44	USA	USD	55,383,554	5.19
41,534,099	GNMA, SF, 6.00%, 10/15/23 - 01/15/38	USA	USD	48,332,316	4.55
42,057,775	GNMA, SF, 5.50%, 11/15/28 - 11/15/39	USA	USD	48,167,522	4.64
24,037,934	GNMA II, SF, 5.50%, 05/20/34 - 01/20/36	USA	USD	27,424,379	2.59
21,313,033	GNMA II, SF, 6.00%, 06/20/34 - 07/20/39	USA	USD	24,465,891	2.30
17,442,830	GNMA, SF, 6.50%, 11/15/23 - 07/15/38	USA	USD	20,258,548	1.82
17,390,116	GNMA II, SF, 3.00%, 12/20/44 - 02/20/45	USA	USD	17,556,877	1.65
7,985,493	GNMA II, SF, 6.50%, 03/20/27 - 10/20/38	USA	USD	9,321,315	0.89
8,599,365	GNMA, SF, 4.00%, 11/15/40	USA	USD	9,296,530	0.87
6,183,132	GNMA, SF, 7.00%, 03/15/22 - 09/15/32	USA	USD	6,875,463	0.54
4,856,270	GNMA, SF, 3.50%, 04/15/43 - 05/15/43	USA	USD	5,055,470	0.48
3,608,809	GNMA II, SF, 7.00%, 05/20/26 - 03/20/33	USA	USD	4,371,929	0.42
2,823,019	GNMA, SF, 7.50%, 02/15/17 - 08/15/33	USA	USD	3,291,900	0.29
2,175,625	GNMA, SF, 8.00%, 11/15/16 - 12/15/30	USA	USD	2,425,200	0.17
1,742,393	GNMA II, SF, 7.50%, 12/20/17 - 09/20/32	USA	USD	2,114,499	0.19
1,673,850	GNMA, 6.00%, 11/15/28 - 05/20/34	USA	USD	1,871,344	0.18
833,223	GNMA II, SF, 8.00%, 06/20/22 - 07/20/31	USA	USD	991,132	0.07
533,106	GNMA, SF, 9.00%, 08/15/16 - 03/15/25	USA	USD	630,862	0.05
549,846	GNMA, 6.50%, 04/20/34	USA	USD	619,131	0.06
543,120	GNMA, SF, 8.50%, 08/15/16 - 06/15/28	USA	USD	564,934	0.02
298,069	GNMA, 7.50%, 04/15/31 - 04/15/31	USA	USD	335,359	0.03
184,971	GNMA II, SF, 8.50%, 11/20/21 - 05/20/29	USA	USD	223,457	0.02
198,693	GNMA, SF, 10.00%, 11/15/16 - 03/15/25	USA	USD	216,637	0.02
89,452	GNMA, 8.00%, 05/20/17 - 01/15/31	USA	USD	95,204	0.01
79,859	GNMA, SF, 9.50%, 10/15/16 - 06/15/25	USA	USD	81,826	0.00
65,732	GNMA II, SF, 9.50%, 08/20/16 - 07/20/25	USA	USD	69,889	0.00
42,898	GNMA II, 8.00%, 03/20/17 - 03/20/27	USA	USD	48,448	0.00
26,920	GNMA, SF, 8.625%, 10/15/18	USA	USD	28,841	0.00
18,649	GNMA, 9.50%, 10/15/18 - 11/15/21	USA	USD	20,839	0.00
17,270	GNMA, SF, 7.95%, 01/15/21	USA	USD	17,344	0.00
16,860	GNMA, SF, 7.80%, 02/15/20	USA	USD	16,931	0.00
14,337	GNMA II, 9.00%, 10/20/16 - 06/20/17	USA	USD	14,400	0.00
10,168	GNMA, SF, 10.50%, 12/15/17 - 04/15/25	USA	USD	11,019	0.00
6,835	GNMA, SF, 7.75%, 03/15/27	USA	USD	6,999	0.00
4,208	GNMA II, SF, 9.00%, 10/20/16	USA	USD	4,328	0.00
870	GNMA, SF, 11.00%, 08/15/17 - 04/15/21	USA	USD	889	0.00
803	GNMA, SF, 8.30%, 07/15/17	USA	USD	805	0.00
				<u>1,052,252,368</u>	<u>98.58</u>
Securities Maturing Within One Year					
6,137	GNMA, SF, 10.00%, 03/15/16	USA	USD	6,200	0.00
4,015	GNMA, SF, 8.50%, 06/15/16	USA	USD	4,031	0.00
1,096	GNMA II, 9.00%, 05/20/16	USA	USD	1,099	0.00
359	GNMA, SF, 8.50%, 06/15/16	USA	USD	363	0.00
181	GNMA, SF, 10.00%, 04/15/16	USA	USD	183	0.00
122	GNMA, SF, 10.00%, 04/15/16	USA	USD	123	0.00
117	GNMA II, SF, 9.50%, 05/20/16	USA	USD	119	0.00
107	GNMA II, SF, 9.50%, 06/20/16	USA	USD	108	0.00
55	GNMA, SF, 10.00%, 02/15/16	USA	USD	55	0.00
45	GNMA, SF, 10.00%, 05/15/16	USA	USD	45	0.00
18	GNMA II, SF, 9.50%, 12/20/15	USA	USD	18	0.00
				<u>12,344</u>	<u>0.00</u>
TOTAL BONDS				<u>1,052,264,712</u>	<u>98.58</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				<u>1,052,264,712</u>	<u>98.58</u>
TOTAL INVESTMENTS				<u>1,052,264,712</u>	<u>98.58</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
9,240,000	American Express Credit Account Master Trust, 2012-1, A, FRN, 0.456%, 01/15/20 †	USA	USD	9,245,937	0.58
9,210,000	Discover Card Execution Note Trust, 2012-A5, A5, FRN, 0.386%, 01/16/18 †	USA	USD	9,210,332	0.57
9,160,000	Chase Issuance Trust, 2014-A3, A3, FRN, 0.386%, 05/15/18 †	USA	USD	9,155,269	0.57
8,880,000	Capital One Multi-Asset Execution Trust, 2007-A2, A2, FRN, 0.266%, 12/16/19 †	USA	USD	8,852,818	0.55
8,130,000	Chase Issuance Trust, 2012-A6, A, FRN, 0.316%, 08/15/17 †	USA	USD	8,129,561	0.51
7,500,000	Citibank Credit Card Issuance Trust, 2005-A9, A9, 5.10%, 11/20/17	USA	USD	7,634,951	0.48
7,410,000	Capital One Multi-Asset Execution Trust, 2006-A6, A3, 5.05%, 12/17/18	USA	USD	7,611,678	0.47
7,370,000	Progress Residential Trust, 2015-SFR1, A, 144A, FRN, 1.585%, 02/17/32 †	USA	USD	7,392,294	0.46
7,370,000	Citibank Credit Card Issuance Trust, 2013-A11, A11, FRN, 0.424%, 02/07/18 †	USA	USD	7,372,347	0.46
7,370,000	Bank of America Credit Card Trust, 2014-A2, A, FRN, 0.456%, 09/16/19 †	USA	USD	7,364,893	0.46
7,270,000	Capital One Multi-Asset Execution Trust, 2007-A1, A1, FRN, 0.236%, 11/15/19 †	USA	USD	7,247,539	0.45
7,135,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M2, FRN, 2.587%, 01/25/25 †	USA	USD	7,184,863	0.45
7,000,000	Discover Card Execution Note Trust, 2012-A4, A4, FRN, 0.556%, 11/15/19 †	USA	USD	7,013,391	0.44
7,000,000	Trade MAPS Ltd., 2013-1A, A, 144A, FRN, 0.885%, 12/10/18 †	IRL	USD	6,998,705	0.44
6,800,000	American Express Credit Account Master Trust, 2008-6, A, FRN, 1.386%, 02/15/18 †	USA	USD	6,802,608	0.42
6,368,165	FNMA, ARM, 2.336%, 09/01/39	USA	USD	6,779,785	0.42
6,620,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M2, FRN, 2.587%, 10/25/24 †	USA	USD	6,647,258	0.41
6,625,796	Colony MFM Trust, 2014-1, A, 144A, 2.543%, 04/20/50	USA	USD	6,631,395	0.41
6,000,226	Commercial Mortgage Trust, 2007-C9, A1A, FRN, 5.989%, 12/10/49 †	USA	USD	6,431,594	0.40
5,900,000	Discover Card Execution Note Trust, 2014-A1, A1, FRN, 0.616%, 07/15/21 †	USA	USD	5,919,700	0.37
5,936,859	ARES XI CLO Ltd., 2007-11A, A1B, 144A, FRN, 0.536%, 10/11/21 †	USA	USD	5,881,587	0.37
5,830,000	Discover Card Execution Note Trust, 2010-A2, A2, FRN, 0.766%, 03/15/18 †	USA	USD	5,834,241	0.36
5,650,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-CB17, AM, 5.464%, 12/12/43	USA	USD	5,817,296	0.36
5,780,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-LDP7, AJ, FRN, 6.10%, 04/15/45 †	USA	USD	5,781,376	0.36
5,600,000	Chase Issuance Trust, 2014-A5, A5, FRN, 0.556%, 04/15/21 †	USA	USD	5,596,920	0.35
5,854,023	WaMu Mortgage Pass-Through Certificates, 2005-AR13, A1A1, 0.477%, 10/25/45	USA	USD	5,521,309	0.34
5,480,000	Tricon American Homes Trust, 2015-SFR1, A, 144A, 1.435%, 05/17/32	USA	USD	5,449,997	0.34
5,390,000	Commercial Mortgage Trust, 2005-GG5, AJ, FRN, 5.434%, 04/10/37 †	USA	USD	5,427,574	0.34
5,300,000	Greenwich Capital Commercial Funding Corp., 2006-GG7, AJ, FRN, 6.013%, 07/10/38 †	USA	USD	5,373,577	0.33
5,200,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2005-LPD5, F, FRN, 5.567%, 12/15/44 †	USA	USD	5,246,457	0.33
5,100,000	Morgan Stanley Capital I Trust, 2006-HQ8, AJ, FRN, 5.681%, 03/12/44 †	USA	USD	5,176,487	0.32
5,200,000	Capital One Multi-Asset Execution Trust, 2007-A5, A5, FRN, 0.226%, 07/15/20 †	USA	USD	5,168,504	0.32
4,965,000	Bank of America Commercial Mortgage Trust, 2006-4, AJ, 5.695%, 07/10/46	USA	USD	5,094,140	0.32
4,962,625	NZCG Funding Ltd., 2015-2A, A1, 144A, FRN, 1.812%, 04/27/27 †	CYM	USD	4,961,881	0.31
5,070,986	Fairfield Street Solar, 2004-1A, A1, 144A, FRN, 0.636%, 11/28/39 †	CYM	USD	4,903,745	0.31
4,800,000	Citibank Credit Card Issuance Trust, 2013-A12, A12, FRN, 0.506%, 11/07/18 †	USA	USD	4,799,033	0.30
4,700,000	Novastar Home Equity Loan, 2004-4, M4, FRN, 1.837%, 03/25/35 †	USA	USD	4,637,734	0.29
4,620,000	Chase Issuance Trust, 2013-A3, A3, FRN, 0.466%, 04/15/20 †	USA	USD	4,615,918	0.29
4,520,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW12, AJ, FRN, 5.94%, 09/11/38 †	USA	USD	4,615,865	0.29
4,680,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 2.037%, 10/25/27 †	USA	USD	4,604,245	0.29
4,740,000	ARES IIIR/IVR CLO Ltd., 2007-3RA, B, 144A, FRN, 0.646%, 04/16/21 †	USA	USD	4,597,658	0.29
4,876,643	Merrill Lynch Mortgage Investors Trust, 2005-A10, A, FRN, 0.397%, 02/25/36 †	USA	USD	4,495,792	0.28
4,600,000	West CLO Ltd., 2014-1A, B, 144A, FRN, 3.125%, 07/18/26 †	USA	USD	4,461,195	0.28
4,322,487	ARCAP REIT Inc., 2004-RR3, A2, 144A, FRN, 4.76%, 09/21/45 †	USA	USD	4,391,388	0.27
4,290,000	Chase Issuance Trust, 2012-A9, A9, FRN, 0.336%, 10/16/17 †	USA	USD	4,290,223	0.27
4,272,500	SWAY Residential 2014-1 Trust, 2014-1, A, 144A, FRN, 1.486%, 01/17/32 †	USA	USD	4,280,084	0.27
4,230,000	Discover Card Execution Note Trust, 2013-A6, A6, FRN, 0.624%, 04/15/21 †	USA	USD	4,243,891	0.26
4,170,000	Citibank Credit Card Issuance Trust, 2006-A8, A8, FRN, 0.315%, 12/17/18 †	USA	USD	4,159,271	0.26
3,884,062	ML-CFC Commercial Mortgage Trust, 2006-3, A1A, FRN, 5.409%, 07/12/46 †	USA	USD	4,042,339	0.25
3,959,402	LNR CDO Ltd., 2002-1A, DFL, 144A, FRN, 1.587%, 07/24/37 †	CYM	USD	3,941,862	0.25
3,900,000	Chase Issuance Trust, 2007-B1, B1, FRN, 0.436%, 04/15/19 †	USA	USD	3,877,520	0.24
3,700,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ3, M3, FRN, 2.837%, 10/25/24 †	USA	USD	3,743,277	0.23
3,789,855	Thornburg Mortgage Securities Trust, 2007-4, A1A, FRN, 2.166%, 09/25/37 †	USA	USD	3,712,813	0.23
3,656,000	Citigroup Commercial Mortgage Trust, 2006-C5, AJ, 5.482%, 10/15/49	USA	USD	3,650,293	0.23
3,576,057	Structured ARM Loan Trust, 2004-12, 3A1, FRN, 2.427%, 09/25/34 †	USA	USD	3,607,126	0.22
3,344,396	FHLMC, ARM, 2.361%, 05/01/37	USA	USD	3,586,303	0.22
3,400,000	Wachovia Bank Commercial Mortgage Trust, 2006-C27, AM, FRN, 5.795%, 07/17/45 †	USA	USD	3,545,022	0.22
3,457,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW11, AJ, FRN, 5.597%, 03/11/39 †	USA	USD	3,521,024	0.22
3,486,900	Catamaran CLO Ltd., 2014-2A, B, 144A, FRN, 3.275%, 10/18/26 †	USA	USD	3,469,849	0.22
3,474,890	Colony American Homes, 2014-1A, A, 144A, FRN, 1.40%, 05/17/31 †	USA	USD	3,463,127	0.22
3,463,868	Babson CLO Inc., 2007-1A, A1, 144A, FRN, 0.50%, 01/18/21 †	USA	USD	3,433,836	0.21
3,230,000	Wachovia Bank Commercial Mortgage Trust, 2006-C23, AM, FRN, 5.466%, 01/15/45 †	USA	USD	3,296,948	0.21

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
3,265,000	Citibank Credit Card Issuance Trust, 2003-A7, A7, 4.15%, 07/07/17	USA	USD	3,267,018	0.20
3,151,004	Bear Stearns Commercial Mortgage Securities Trust, 2006-PW13, A4, 5.54%, 09/11/41	USA	USD	3,255,543	0.20
3,000,000	Bear Stearns Commercial Mortgage Securities Inc., 2007-PW16, AM, FRN, 5.896%, 06/11/40 †	USA	USD	3,215,412	0.20
3,200,000	Chase Issuance Trust, 2007-C1, C1, FRN, 0.646%, 04/15/19 †	USA	USD	3,182,195	0.20
2,968,328	FHLMC, ARM, 2.365%, 11/01/37	USA	USD	3,172,898	0.20
3,120,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW13, AJ, 5.611%, 09/11/41	USA	USD	3,172,315	0.20
2,875,647	Talisman 6 Finance, Reg S, FRN, 0.191%, 10/22/16 †	DEU	EUR	3,168,295	0.20
3,208,602	Structured Asset Investment Loan Trust, 2004-BNC2, A2, FRN, 1.227%, 12/25/34 †	USA	USD	3,162,153	0.20
3,000,000	Wachovia Bank Commercial Mortgage Trust, 2006-C28, AM, FRN, 5.603%, 10/15/48 †	USA	USD	3,146,584	0.20
3,140,000	Invitation Homes Trust, 2014-SFR2, A, 144A, FRN, 1.286%, 09/17/31 †	USA	USD	3,115,527	0.19
3,110,000	Invitation Homes Trust, 2014-SFR2, B, 144A, FRN, 1.786%, 09/17/31 †	USA	USD	3,114,603	0.19
3,116,626	CT CDO IV Ltd., 2006-4A, A1, 144A, FRN, 0.497%, 10/20/43 †	USA	USD	3,110,783	0.19
3,000,000	LB-UBS Commercial Mortgage Trust, 2006-C4, AJ, FRN, 6.048%, 06/15/38 †	USA	USD	3,087,720	0.19
2,843,020	Greenwich Capital Commercial Funding Corp., 2007-GG9, A4, 5.444%, 03/10/39	USA	USD	2,990,926	0.19
2,826,154	FNMA, 3.50%, 10/01/25	USA	USD	2,985,878	0.19
2,951,907	Morgan Stanley Capital I Trust, 2006-HQ8, A4, FRN, 5.601%, 03/12/44 †	USA	USD	2,970,824	0.19
2,901,803	Credit Suisse First Boston Mortgage Securities Corp., 2004-AR3, 5A1, FRN, 2.521%, 04/25/34 †	USA	USD	2,969,418	0.19
3,130,000	GSAA Home Equity Trust, 2005-5, M3, FRN, 1.132%, 02/25/35 †	USA	USD	2,960,830	0.18
2,994,940	ARES XI CLO Ltd., 2007-11A, A1C, 144A, FRN, 0.546%, 10/11/21 †	USA	USD	2,955,915	0.18
2,900,000	Invitation Homes Trust, 2015-SFR3, A, 144A, FRN, 1.483%, 08/17/32 †	USA	USD	2,916,123	0.18
2,800,000	LB-UBS Commercial Mortgage Trust, 2001-C3, E, 144A, FRN, 6.95%, 06/15/36 †	USA	USD	2,810,018	0.18
2,792,251	ARES IIR/IVR CLO Ltd., 2007-3RA, A2, 144A, FRN, 0.496%, 04/16/21 †	USA	USD	2,760,950	0.17
2,756,822	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M1, FRN, 1.237%, 03/25/25 †	USA	USD	2,749,983	0.17
2,640,000	Citigroup/Deutsche Bank Commercial Mortgage Trust, 2005-CD1, E, FRN, 5.38%, 07/15/44 †	USA	USD	2,644,479	0.16
2,647,213	Ace Securities Corp., 2005-HE1, M4, FRN, 1.267%, 02/25/35 †	USA	USD	2,598,884	0.16
2,588,942	American Homes 4 Rent, 2014-SFR1, A, 144A, FRN, 1.25%, 06/17/31 †	USA	USD	2,585,407	0.16
2,430,000	Citibank Credit Card Issuance Trust, 2006-A3, A3, FRN, 5.30%, 03/15/18 †	USA	USD	2,508,070	0.16
2,490,481	Ford Credit Auto Owner Trust, 2012-A, A4, 1.15%, 06/15/17	USA	USD	2,495,881	0.16
2,500,000	Resource Capital Corp. Ltd., 2014-CRE2, A, 144A, FRN, 1.236%, 04/15/32 †	CYM	USD	2,494,414	0.16
2,470,000	Carlyle Global Market Strategies CLO Ltd., 2012-4A, A, 144A, FRN, 1.665%, 01/20/25 †	USA	USD	2,472,322	0.15
2,430,000	Apidos CDO, 2013-14A, C2, 144A, 4.85%, 04/15/25	USA	USD	2,424,144	0.15
2,391,683	Invitation Homes Trust, 2015-SFR2, A, 144A, FRN, 1.535%, 06/17/32 †	USA	USD	2,399,863	0.15
2,429,463	American Home Mortgage Investment Trust, 2004-3, 4A, FRN, 1.858%, 10/25/34 †	USA	USD	2,396,688	0.15
2,337,592	Wells Fargo Mortgage Backed Securities Trust, 2004-V, 2A1, FRN, 2.664%, 10/25/34 †	USA	USD	2,368,760	0.15
2,370,713	GSAMP Trust, 2005-HE3, M2, FRN, 1.192%, 06/25/35 †	USA	USD	2,296,107	0.14
2,300,000	CIFC Funding Ltd., 2007-3A, A1J, 144A, FRN, 0.677%, 07/26/21 †	USA	USD	2,256,346	0.14
2,296,262	First Horizon Alternative Mortgage Securities Trust, 2004-AA5, 2A1, FRN, 2.068%, 12/25/34 †	USA	USD	2,246,504	0.14
2,200,000	CD Commercial Mortgage Trust, 2005-CD1, AJ, FRN, 5.38%, 07/15/44 †	USA	USD	2,214,695	0.14
2,142,741	Park Place Securities Inc., Asset-Backed Pass-Through Certificates, 2004-WHQ2, M2, FRN, 1.132%, 02/25/35 †	USA	USD	2,142,136	0.13
2,130,000	Merrill Lynch Mortgage Trust, 2005-CKI1, D, FRN, 5.46%, 11/12/37 †	USA	USD	2,136,047	0.13
2,000,000	Citigroup Commercial Mortgage Trust, 2007-C6, AM, FRN, 5.899%, 06/10/17 †	USA	USD	2,120,645	0.13
2,120,000	Morgan Stanley Capital I Trust, 2005-RR6, B, 144A, 5.306%, 05/24/43	USA	USD	2,119,788	0.13
2,000,000	Banc of America Commercial Mortgage Trust, 2006-4, AM, 5.675%, 07/10/46	USA	USD	2,084,700	0.13
2,042,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M2, FRN, 2.587%, 08/25/24 †	USA	USD	2,051,941	0.13
2,025,000	Merrill Lynch Mortgage Trust, 2005-CKI1, AJ, FRN, 5.46%, 11/12/37 †	USA	USD	2,040,663	0.13
1,975,000	American Express Credit Account Master Trust, 2008-2, A, FRN, 1.446%, 09/15/20 †	USA	USD	2,027,124	0.13
1,987,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M2, FRN, 2.687%, 08/25/24 †	USA	USD	2,007,601	0.13
1,988,000	Bear Stearns Commercial Mortgage Securities Trust, 2005-T20, E, FRN, 5.256%, 10/12/42 †	USA	USD	1,988,175	0.12
1,835,546	FNMA, 4.00%, 04/01/25	USA	USD	1,962,491	0.12
1,920,000	American Express Credit Account Master Trust, 2012-3, A, FRN, 0.336%, 03/15/18 †	USA	USD	1,920,045	0.12
1,824,853	Wells Fargo Mortgage Backed Securities Trust, 2005-AR, 1A1, FRN, 2.617%, 02/25/35 †	USA	USD	1,839,213	0.11
1,864,439	Ownit Mortgage Loan Asset-Backed Certificates, 2005-2, M4, FRN, 1.117%, 03/25/36 †	USA	USD	1,837,679	0.11
1,750,000	Madison Avenue Manufactured Housing Contract Trust, 2-A, B1, FRN, 200, 3.437%, 03/25/32 †	USA	USD	1,791,765	0.11
1,660,000	Bear Stearns Commercial Mortgage Securities Trust, 2007-PW16, A4, FRN, 5.896%, 06/11/40 †	USA	USD	1,762,909	0.11
1,750,000	Madison Park Funding XIII Ltd., 14-13A, A, 144A, FRN, 1.725%, 01/19/25 †	CYM	USD	1,751,732	0.11
1,740,000	West CLO Ltd., 2014-1A, A2, 144A, FRN, 2.375%, 07/18/26 †	USA	USD	1,725,280	0.11
1,601,705	FNMA, ARM, 2.169%, 12/01/36	USA	USD	1,699,643	0.11
1,700,000	Citibank Credit Card Issuance Trust, 2014-A9, A9, FRN, 0.383%, 05/09/18 †	USA	USD	1,699,477	0.11
1,687,315	Invitation Homes Trust, 2015-SFR1, A, 144A, FRN, 1.635%, 03/17/32 †	USA	USD	1,695,618	0.11

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
1,671,787	Ford Credit Auto Owner Trust, 2012-D, A3, 0.51%, 04/15/17	USA	USD	1,671,648	0.10
1,640,000	Progress Residential Trust, 2014-SFR1, A, 144A, FRN, 1.285%, 10/17/31 †	USA	USD	1,623,824	0.10
1,569,116	G-Force LLC, 2005-RRA, B, 144A, 5.09%, 08/22/36	USA	USD	1,592,558	0.10
1,635,555	Thornburg Mortgage Securities Trust, 2003-4, A1, FRN, 0.827%, 09/25/43 †	USA	USD	1,588,270	0.10
1,640,000	Cent CDO XI Ltd., 2006-11A, B, 144A, FRN, 1.077%, 04/25/19 †	USA	USD	1,585,142	0.10
1,596,550	Merrill Lynch Mortgage Investors Trust, 2003-G, A2, FRN, 1.098%, 01/25/29 †	USA	USD	1,542,555	0.10
1,500,000	Chase Issuance Trust, 2007-A2, A2, FRN, 0.236%, 04/15/19 †	USA	USD	1,494,484	0.09
1,479,071	CT CDO III Ltd., 2005-3A, C, 144A, 5.471%, 06/25/35	USA	USD	1,481,600	0.09
1,440,000	Seven and Seven Ltd., senior note, 144A, FRN, 1.404%, 09/11/19 †	KOR	USD	1,437,485	0.09
1,450,000	Wells Fargo Home Equity Trust Mortgage Pass-Through Certificates, 2004-1, A3, FRN, 0.557%, 04/25/34 †	USA	USD	1,389,877	0.09
1,340,000	Progress Residential Trust, 2014-SFR, B, 144A, FRN, 2.085%, 10/17/31 †	USA	USD	1,348,542	0.08
1,340,981	Wells Fargo Mortgage Backed Securities Trust, 2005-AR10, 2A3, FRN, 2.641%, 06/25/35 †	USA	USD	1,330,513	0.08
1,300,000	LB-UBS Commercial Mortgage Trust, 2006-C1, AJ, FRN, 5.276%, 02/15/41 †	USA	USD	1,315,431	0.08
1,330,000	Landmark IX CDO Ltd., 2007-9A, C, 144A, FRN, 0.975%, 04/15/21 †	USA	USD	1,297,122	0.08
1,364,681	WaMu Mortgage Pass-Through Certificates, 2005-AR8, 1A1A, FRN, 0.457%, 07/25/45 †	USA	USD	1,290,010	0.08
1,266,106	Wells Fargo Mortgage Backed Securities Trust, 2004-I, 2A1, FRN, 2.661%, 06/25/34 †	USA	USD	1,275,697	0.08
1,260,000	Bear Stearns Commercial Mortgage Securities Trust, 2006-PW12, B, 144A, FRN, 5.94%, 09/11/38 †	USA	USD	1,240,928	0.08
1,289,477	Sequoia Mortgage Trust, 2003-4, 1A2, FRN, 1.015%, 07/20/33 †	USA	USD	1,219,121	0.08
1,210,558	LNR CDO Ltd., 2003-1A, EFL, 144A, FRN, 3.187%, 07/23/36 †	CYM	USD	1,211,187	0.08
1,200,000	Banc of America Commercial Mortgage Trust, 2006-1, D, FRN, 5.64%, 09/10/45 †	USA	USD	1,207,723	0.08
1,229,200	Amerquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R4, M1, FRN, 1.012%, 06/25/34 †	USA	USD	1,205,054	0.08
1,228,739	N-Star Real Estate CDO Ltd., 2006-6A, A1, 144A, FRN, 0.616%, 06/16/41 †	CYM	USD	1,198,623	0.07
1,192,413	Hilton USA Trust, 2013-HLF, BFL, 144A, FRN, 1.685%, 11/05/30 †	USA	USD	1,192,675	0.07
1,204,795	Residential Asset Securities Corp., 2006-KS7, A3, FRN, 0.337%, 09/25/36 †	USA	USD	1,180,649	0.07
1,107,500	Eaton Vance CDO Ltd., 2014-1A, B, 144A, FRN, 2.325%, 07/15/26 †	USA	USD	1,113,514	0.07
946,028	FNMA, 5.00%, 01/01/39	USA	USD	1,043,859	0.07
981,547	FNMA, 3.00%, 03/01/27	USA	USD	1,018,235	0.06
930,207	FNMA, ARM, 2.288%, 02/01/37	USA	USD	989,764	0.06
895,165	FNMA, 5.00%, 04/01/38	USA	USD	987,736	0.06
990,701	FNMA Connecticut Avenue Securities, FRN, 1.137%, 05/25/24 †	USA	USD	985,191	0.06
992,749	G-Force LLC, 2005-RR2, A3FL, 144A, FRN, 0.487%, 12/25/39 †	USA	USD	983,666	0.06
910,052	FHLMC, ARM, 2.368%, 10/01/36	USA	USD	966,490	0.06
972,467	Silver Bay Realty Trust, 2014-1, A, 144A, FRN, 1.185%, 09/17/31 †	USA	USD	962,852	0.06
970,000	ColumbusNova CLO IV Ltd., 2007-2A, B, 144A, 1.525%, 10/15/21	USA	USD	956,197	0.06
948,500	Eaton Vance CDO Ltd., 2014-1A, C, 144A, FRN, 3.275%, 07/15/26 †	USA	USD	950,283	0.06
900,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2005-LDP5, A, FRN, 5.567%, 12/15/44 †	USA	USD	910,039	0.06
955,726	Argent Securities Inc., 2005-W2, A2C, FRN, 0.547%, 10/25/35 †	USA	USD	909,639	0.06
870,000	LB-UBS Commercial Mortgage Trust, 2004-C7, H, 144A, FRN, 5.028%, 10/15/36 †	USA	USD	882,885	0.06
836,944	FNMA, 4.00%, 07/01/19	USA	USD	877,656	0.05
861,241	Gleneagles CLO Ltd., 2005-1A, A2, 144A, FRN, 0.678%, 11/01/17 †	USA	USD	859,562	0.05
850,000	Atrium CDO Corp., 10A, A, 144A, FRN, 1.396%, 07/16/25 †	USA	USD	842,885	0.05
824,031	Countrywide Asset-Backed Certificates, 2004-7, MV3, FRN, 1.237%, 12/25/34 †	USA	USD	821,576	0.05
810,000	Emerson Park CLO Ltd., 2013-1A, C2, 144A, 5.64%, 07/15/25	USA	USD	816,448	0.05
788,539	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-LDP7, A4, FRN, 6.10%, 04/15/45 †	USA	USD	806,946	0.05
773,958	MASTR ARM Trust, 2007-3, 12A2, FRN, 0.387%, 05/25/47 †	USA	USD	766,539	0.05
770,000	Invitation Homes Trust, 2014-SFR1, B, 144A, FRN, 1.685%, 06/17/31 †	USA	USD	763,811	0.05
798,450	Sequoia Mortgage Trust, 2003-4, 1A1, FRN, 0.807%, 07/20/33 †	USA	USD	754,715	0.05
755,584	MASTR ARM Trust, 2007-1, 12A2, FRN, 0.347%, 01/25/47 †	USA	USD	750,583	0.05
694,509	FNMA, 4.00%, 07/01/25	USA	USD	742,586	0.05
762,882	GSAA Home Equity Trust, FRN, 0.557%, 06/25/35 †	USA	USD	735,291	0.05
730,000	Highbridge Loan Management Ltd., 2013-2A, B2, 144A, 5.80%, 10/20/24	USA	USD	734,789	0.05
667,797	Residential Funding Mortgage Securities II, 2004-HI3, A5, FRN, 5.48%, 06/25/34 †	USA	USD	698,192	0.04
683,993	Structured Asset Mortgage Investments Trust, 2003-AR2, A1, FRN, 0.928%, 12/19/33 †	USA	USD	660,222	0.04
625,000	Greenwich Capital Commercial Funding Corp., 2006-GG7, AM, FRN, 6.013%, 07/10/38 †	USA	USD	647,955	0.04
603,703	FHLMC, ARM, 2.158%, 08/01/35	USA	USD	644,725	0.04
639,824	ARCap Resecuritization Trust, 2004-A1, A, 144A, 4.73%, 04/21/24	USA	USD	644,559	0.04
573,346	FNMA, 3.00%, 12/01/27	USA	USD	594,877	0.04
588,613	Wachovia Bank Commercial Mortgage Trust, 2003-C7, F, 144A, FRN, 6.029%, 10/15/35 †	USA	USD	593,080	0.04
609,000	Cornerstone CLO Ltd., 2007-1A, B, 144A, FRN, 1.225%, 07/15/21 †	CYM	USD	590,931	0.04
534,004	FNMA, 5.00%, 05/01/35	USA	USD	590,749	0.04
616,404	WaMu Mortgage Pass-Through Certificates, 2005-AR8, 1A1A, FRN, 0.477%, 07/25/45 †	USA	USD	577,103	0.04
555,612	Wells Fargo Mortgage Backed Securities Trust, 2005-AR3, 2A1, FRN, 2.617%, 03/25/35 †	USA	USD	560,534	0.04
513,700	FHLMC, ARM, 2.458%, 06/01/34	USA	USD	547,326	0.03
542,700	ABSC Manufactured Housing Contract Resecuritization Trust, 2004-OK1, A4, 144A, 5.019%, 04/16/30	USA	USD	546,050	0.03
518,489	FNMA, ARM, 1.887%, 03/01/36	USA	USD	546,042	0.03

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
541,287	Kildare Securities Ltd., 2007-1A, A2, 144A, FRN, 0.402%, 12/10/43 †	IRL	USD	541,542	0.03
497,511	FHLMC, ARM, 1.95%, 07/01/24	USA	USD	525,755	0.03
489,288	FHLMC, ARM, 2.401%, 02/01/36	USA	USD	525,100	0.03
496,429	FNMA, ARM, 1.945%, 11/01/35	USA	USD	522,906	0.03
485,126	FHLMC, ARM, 2.501%, 06/01/35	USA	USD	517,118	0.03
524,672	Merrill Lynch Mortgage Investors Trust, 2005-1, 2A2, FRN, 2.13%, 04/25/35 †	USA	USD	511,290	0.03
509,161	Newcastle CDO IV Ltd., 2004-5A, 1, 144A, FRN, 0.622%, 12/24/39 †	USA	USD	503,581	0.03
490,538	Seawall SPC, 2006-1A, C1, 144A, FRN, 1.436%, 04/15/46 †	USA	USD	489,410	0.03
490,000	Colony American Homes, 2014-1A, C, 144A, FRN, 2.10%, 05/17/31 †	USA	USD	482,481	0.03
480,000	Cent CLO 21 Ltd., 2014-21A, B, 144A, FRN, 3.077%, 07/27/26 †	CYM	USD	480,653	0.03
428,465	FNMA, ARM, 2.362%, 06/01/36	USA	USD	455,474	0.03
424,056	FHLMC, ARM, 2.508%, 05/01/36	USA	USD	453,362	0.03
424,385	FNMA, ARM, 2.086%, 08/01/33	USA	USD	450,499	0.03
451,820	Master Asset-Backed Securities Trust, 2004-HE1, M2, FRN, 1.282%, 09/25/34 †	USA	USD	449,495	0.03
421,545	FNMA, ARM, 2.57%, 04/01/36	USA	USD	449,304	0.03
411,728	FNMA, ARM, 2.406%, 10/01/36	USA	USD	439,723	0.03
440,000	Silver Bay Realty Trust, 2014-1, B, 144A, FRN, 1.635%, 09/17/31 †	USA	USD	434,751	0.03
396,688	FNMA, ARM, 2.396%, 08/01/35	USA	USD	422,516	0.03
395,049	FNMA, ARM, 2.423%, 03/01/37	USA	USD	420,880	0.03
397,674	FNMA, ARM, 2.625%, 05/01/34	USA	USD	420,101	0.03
373,569	FNMA, 5.00%, 07/01/35	USA	USD	413,099	0.03
395,764	MASTR Alternative Loan Trust, 2004-4, 5A1, 5.50%, 04/25/19	USA	USD	411,600	0.03
379,202	FNMA, ARM, 2.435%, 09/01/34	USA	USD	406,514	0.03
379,666	FNMA, ARM, 2.41%, 02/01/37	USA	USD	406,168	0.03
388,625	MASTR Alternative Loan Trust, 2004-11, 2A1, FRN, 5.544%, 11/25/19 †	USA	USD	404,838	0.03
373,845	FNMA, ARM, 2.533%, 06/01/35	USA	USD	402,481	0.03
420,474	Merrill Lynch Mortgage Investors Trust, 2003-A, 1A, FRN, 0.927%, 03/25/28 †	USA	USD	401,644	0.03
365,889	FNMA, ARM, 3.605%, 08/01/35	USA	USD	396,974	0.03
370,529	FHLMC, ARM, 2.255%, 11/01/35	USA	USD	395,051	0.02
371,233	FNMA, ARM, 2.263%, 02/01/33	USA	USD	392,828	0.02
365,948	FHLMC, ARM, 2.505%, 04/01/40	USA	USD	389,514	0.02
362,208	FHLMC, ARM, 2.546%, 04/01/37	USA	USD	387,072	0.02
362,395	FHLMC, ARM, 2.299%, 08/01/34	USA	USD	386,334	0.02
357,053	FNMA, ARM, 1.835%, 01/01/33	USA	USD	375,235	0.02
371,069	FNMA, ARM, 2.455%, 02/01/38	USA	USD	372,168	0.02
348,785	FNMA, ARM, 2.25%, 05/01/37	USA	USD	370,910	0.02
343,427	FNMA, ARM, 2.33%, 03/01/36	USA	USD	368,440	0.02
380,648	Countrywide Asset-Backed Certificates, 2004-1, M1, FRN, 0.937%, 03/25/34 †	USA	USD	365,755	0.02
345,223	FHLMC, ARM, 1.95%, 04/01/25	USA	USD	360,745	0.02
338,467	FNMA, ARM, 1.885%, 01/01/36	USA	USD	358,269	0.02
334,364	FHLMC, ARM, 2.375%, 01/01/35	USA	USD	355,201	0.02
336,806	MASTR Alternative Loan Trust, 2003-6, 2A1, 5.00%, 08/25/18	USA	USD	347,887	0.02
321,972	FHLMC, ARM, 2.633%, 09/01/35	USA	USD	345,473	0.02
317,134	FNMA, ARM, 2.201%, 03/01/35	USA	USD	339,334	0.02
319,358	FNMA, ARM, 2.428%, 12/01/36	USA	USD	336,867	0.02
308,496	FNMA, ARM, 2.20%, 11/01/39	USA	USD	329,075	0.02
306,531	FNMA, ARM, 1.766%, 01/01/35	USA	USD	325,367	0.02
307,101	FNMA, ARM, 1.96%, 03/01/35	USA	USD	323,147	0.02
346,680	Credit Suisse First Boston Mortgage Securities Corp., 2001-HE8, M1, FRN, 1.237%, 02/25/31 †	USA	USD	321,627	0.02
299,063	FNMA, ARM, 2.621%, 01/01/27	USA	USD	318,421	0.02
295,012	FNMA, ARM, 2.30%, 01/01/36	USA	USD	318,200	0.02
298,627	FNMA, ARM, 1.952%, 09/01/34	USA	USD	313,597	0.02
284,337	FHLMC, ARM, 2.456%, 03/01/33	USA	USD	303,602	0.02
287,379	FNMA, ARM, 2.63%, 05/01/33	USA	USD	303,192	0.02
305,399	FNMA, 2005-122, FN, FRN, 0.537%, 01/25/36 †	USA	USD	302,769	0.02
275,945	FNMA, ARM, 2.432%, 10/01/33	USA	USD	294,268	0.02
253,069	FNMA, ARM, 2.261%, 03/01/33	USA	USD	269,446	0.02
261,079	Crest Ltd., 2004-1A, B1, 144A, FRN, 0.769%, 01/28/40 †	USA	USD	261,380	0.02
259,653	FNMA, 2005-58, FC, FRN, 0.437%, 07/25/35 †	USA	USD	261,136	0.02
242,283	FHLMC, ARM, 2.238%, 07/01/36	USA	USD	258,501	0.02
249,352	MASTR Alternative Loan Trust, 2003-9, 1A1, 5.50%, 12/25/18	USA	USD	257,717	0.02
240,010	FHLMC, ARM, 2.579%, 09/01/40	USA	USD	255,653	0.02
234,995	FNMA, ARM, 4.376%, 07/01/36	USA	USD	251,231	0.02
236,167	FHLMC, ARM, 2.68%, 05/01/38	USA	USD	249,692	0.02
232,097	FHLMC, ARM, 2.398%, 07/01/36	USA	USD	249,364	0.02
233,072	FHLMC, ARM, 2.40%, 04/01/36	USA	USD	248,986	0.02
244,452	Countrywide Asset-Backed Certificates, 2004-14, M1, FRN, 0.952%, 06/25/35 †	USA	USD	244,675	0.02
231,019	FNMA, ARM, 1.95%, 11/01/32	USA	USD	239,184	0.02
224,428	FHLMC, ARM, 2.492%, 05/01/36	USA	USD	239,160	0.02
231,637	MASTR Alternative Loan Trust, 2003-1, 3A1, 5.00%, 02/25/18	USA	USD	237,589	0.02
223,105	FHLMC, ARM, 2.00%, 08/01/36	USA	USD	235,211	0.01
219,601	FNMA, ARM, 2.188%, 12/01/35	USA	USD	234,713	0.01
221,336	FNMA, ARM, 2.602%, 06/01/36	USA	USD	234,381	0.01
217,180	FNMA, ARM, 2.039%, 05/01/35	USA	USD	230,204	0.01
216,458	FNMA, ARM, 3.074%, 07/01/30	USA	USD	222,497	0.01
204,664	FHLMC, ARM, 2.25%, 10/01/35	USA	USD	218,226	0.01
201,858	FHLMC, ARM, 2.209%, 12/01/36	USA	USD	216,378	0.01
199,813	FHLMC, ARM, 2.425%, 03/01/39	USA	USD	211,729	0.01

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
197,458	FNMA, ARM, 2.314%, 11/01/35	USA	USD	211,172	0.01
197,602	FNMA, ARM, 1.654%, 04/01/27	USA	USD	207,667	0.01
190,856	FNMA, ARM, 1.995%, 12/01/34	USA	USD	202,290	0.01
183,174	FNMA, 5.00%, 06/01/38	USA	USD	202,116	0.01
190,070	FNMA, ARM, 2.491%, 06/01/33	USA	USD	201,866	0.01
189,721	FHLMC, ARM, 2.577%, 05/01/37	USA	USD	201,351	0.01
198,225	FDIC Structured Sale Guaranteed Notes, 2010-S1, 1A, 144A, FRN, 0.734%, 02/25/48 †	USA	USD	198,306	0.01
182,298	FHLMC, ARM, 2.054%, 03/01/38	USA	USD	193,792	0.01
210,793	First Franklin Mortgage Loan Asset-Backed Certificates, 2001-FF2, A1, FRN, 0.807%, 11/25/31 †	USA	USD	190,507	0.01
182,946	FHLMC, ARM, 3.35%, 06/01/25	USA	USD	189,627	0.01
179,211	FHLMC, ARM, 2.251%, 08/01/29	USA	USD	188,274	0.01
181,658	JP Morgan Mortgage Acquisition Corp., 2006-ACC1, A4, FRN, 0.337%, 05/25/36 †	USA	USD	180,804	0.01
169,880	FHLMC, ARM, 2.381%, 02/01/33	USA	USD	180,719	0.01
174,367	FNMA, ARM, 2.285%, 07/01/35	USA	USD	179,970	0.01
168,085	FHLMC, ARM, 2.506%, 05/01/35	USA	USD	178,684	0.01
178,184	Park Place Securities Inc., Asset-Backed Pass-Through Certificates, 2004-MCW1, M1, FRN, 1.125%, 10/25/34 †	USA	USD	177,964	0.01
165,211	FHLMC, ARM, 2.363%, 02/01/37	USA	USD	176,797	0.01
175,014	JP Morgan Mortgage Acquisition Corp., 2005-FLD1, M2, FRN, 0.922%, 07/25/35 †	USA	USD	174,947	0.01
160,836	FNMA, ARM, 1.137%, 12/01/37	USA	USD	173,642	0.01
168,972	FNMA, ARM, 2.50%, 08/01/37	USA	USD	173,318	0.01
160,968	FNMA, ARM, 2.479%, 03/01/38	USA	USD	172,328	0.01
163,328	FNMA, ARM, 2.026%, 04/01/36	USA	USD	172,310	0.01
160,222	FNMA, ARM, 2.49%, 02/01/35	USA	USD	171,821	0.01
162,660	FNMA, ARM, 2.125%, 02/01/33	USA	USD	170,579	0.01
161,010	FHLMC, ARM, 2.005%, 02/01/38	USA	USD	169,410	0.01
155,763	FHLMC, ARM, 2.477%, 03/01/36	USA	USD	165,665	0.01
158,112	FNMA, ARM, 2.314%, 02/01/35	USA	USD	165,578	0.01
151,452	FHLMC, ARM, 2.455%, 02/01/37	USA	USD	163,820	0.01
151,991	FNMA, ARM, 2.634%, 06/01/36	USA	USD	162,858	0.01
154,836	FNMA, ARM, 2.29%, 01/01/33	USA	USD	162,791	0.01
148,185	FHLMC, ARM, 2.10%, 09/01/33	USA	USD	157,487	0.01
145,618	FNMA, ARM, 2.431%, 03/01/38	USA	USD	156,332	0.01
151,782	FNMA, ARM, 2.553%, 02/01/30	USA	USD	155,804	0.01
154,536	FNMA, ARM, 2.379%, 09/01/32	USA	USD	155,590	0.01
146,541	FNMA, ARM, 1.787%, 06/01/35	USA	USD	153,842	0.01
142,566	FNMA, ARM, 2.449%, 08/01/35	USA	USD	150,971	0.01
134,693	FHLMC, ARM, 2.591%, 06/01/37	USA	USD	144,996	0.01
133,439	FNMA, ARM, 2.679%, 03/01/36	USA	USD	143,288	0.01
134,595	FHLMC, ARM, 2.16%, 12/01/37	USA	USD	140,874	0.01
132,889	FHLMC, ARM, 2.316%, 02/01/36	USA	USD	140,260	0.01
130,253	FNMA, ARM, 2.216%, 02/01/25	USA	USD	138,686	0.01
133,894	FNMA, ARM, 2.372%, 12/01/28	USA	USD	137,809	0.01
129,489	FHLMC, ARM, 2.133%, 12/01/35	USA	USD	137,683	0.01
130,664	FNMA, ARM, 2.145%, 02/01/44	USA	USD	135,806	0.01
128,275	FNMA, ARM, 2.124%, 05/01/24	USA	USD	135,372	0.01
124,636	Vanderbilt Acquisition Loan Trust, 2002-1, M1, 7.33%, 05/07/32	USA	USD	135,042	0.01
126,074	FNMA, ARM, 2.404%, 07/01/35	USA	USD	134,914	0.01
129,525	FNMA, ARM, 2.725%, 03/01/39	USA	USD	132,726	0.01
136,744	Structured Asset Investment Loan Trust, 2003-BC12, 3A, FRN, 0.927%, 11/25/33 †	USA	USD	132,636	0.01
124,143	FNMA, ARM, 2.242%, 10/01/35	USA	USD	131,898	0.01
125,376	FHLMC, ARM, 2.34%, 10/01/29	USA	USD	130,785	0.01
122,835	FHLMC, ARM, 2.586%, 04/01/32	USA	USD	130,738	0.01
122,371	FNMA, ARM, 2.207%, 10/01/34	USA	USD	130,195	0.01
121,292	FNMA, ARM, 2.50%, 07/01/33	USA	USD	129,196	0.01
121,634	FNMA, ARM, 2.393%, 09/01/33	USA	USD	128,470	0.01
119,274	FHLMC, ARM, 2.516%, 07/01/37	USA	USD	127,249	0.01
120,726	FHLMC, ARM, 2.629%, 04/01/30	USA	USD	126,968	0.01
119,199	FHLMC, ARM, 2.35%, 02/01/34	USA	USD	126,544	0.01
114,472	FHLMC, ARM, 2.697%, 03/01/38	USA	USD	122,202	0.01
112,178	FHLMC, ARM, 2.33%, 12/01/34	USA	USD	119,856	0.01
111,792	FHLMC, ARM, 1.927%, 07/01/37	USA	USD	118,217	0.01
109,359	FHLMC, ARM, 2.837%, 03/01/35	USA	USD	117,187	0.01
106,136	FNMA, ARM, 2.437%, 02/01/38	USA	USD	114,072	0.01
110,997	FNMA, ARM, 2.395%, 03/01/31	USA	USD	113,727	0.01
107,520	FNMA, ARM, 2.597%, 07/01/33	USA	USD	112,157	0.01
104,894	FHLMC, ARM, 2.375%, 12/01/34	USA	USD	112,040	0.01
109,045	FHLMC, ARM, 2.647%, 06/01/23	USA	USD	111,912	0.01
104,240	FHLMC, ARM, 2.456%, 09/01/36	USA	USD	111,680	0.01
104,371	FHLMC, ARM, 2.363%, 09/01/37	USA	USD	111,195	0.01
108,024	FHLMC, ARM, 4.609%, 08/01/23	USA	USD	111,008	0.01
105,930	FNMA, ARM, 1.955%, 11/01/35	USA	USD	110,377	0.01
103,439	FNMA, ARM, 2.03%, 11/01/33	USA	USD	110,236	0.01
102,136	FNMA, ARM, 1.93%, 07/01/33	USA	USD	107,118	0.01
103,917	FHLMC, ARM, 2.291%, 12/01/23	USA	USD	106,530	0.01
101,508	FNMA, ARM, 1.95%, 10/01/32	USA	USD	103,985	0.01

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
97,987	FNMA, ARM, 2.257%, 09/01/33	USA	USD	102,982	0.01
102,583	JP Morgan Chase Commercial Mortgage Securities Trust, 2004-LN2, A2, 5.115%, 07/15/41	USA	USD	102,781	0.01
96,090	FHLMC, ARM, 2.385%, 06/01/37	USA	USD	101,839	0.01
93,404	FHLMC, ARM, 2.375%, 11/01/34	USA	USD	99,696	0.01
96,019	FHLMC, ARM, 2.423%, 01/01/32	USA	USD	98,386	0.01
91,743	FHLMC, ARM, 5.697%, 05/01/36	USA	USD	98,259	0.01
92,931	FNMA, ARM, 2.385%, 10/01/33	USA	USD	97,751	0.01
89,252	FNMA, ARM, 2.47%, 06/01/34	USA	USD	95,318	0.01
93,571	FNMA, ARM, 1.566%, 04/01/32	USA	USD	93,965	0.01
87,104	FHLMC, ARM, 2.498%, 12/01/30	USA	USD	91,169	0.01
85,269	FHLMC, ARM, 2.142%, 11/01/21	USA	USD	88,146	0.01
83,069	FNMA, ARM, 2.05%, 02/01/33	USA	USD	87,719	0.01
83,345	GNMA, ARM, 1.625%, 08/20/29	USA	USD	86,531	0.01
81,687	FNMA, ARM, 2.252%, 02/01/34	USA	USD	86,520	0.01
81,933	FHLMC, ARM, 2.267%, 10/01/23	USA	USD	85,982	0.01
80,465	FHLMC, ARM, 2.348%, 12/01/32	USA	USD	84,808	0.01
79,164	FHLMC, ARM, 2.055%, 11/01/35	USA	USD	83,998	0.01
78,535	FNMA, ARM, 2.314%, 02/01/36	USA	USD	83,856	0.01
77,773	FHLMC, ARM, 2.66%, 02/01/37	USA	USD	83,486	0.01
76,169	FHLMC, ARM, 2.483%, 05/01/37	USA	USD	81,415	0.01
89,410	Chase Funding Mortgage Loan Asset-Backed Certificates, 2004-2, 2A2, FRN, 0.687%, 02/25/35 †	USA	USD	80,640	0.01
75,707	FHLMC, ARM, 2.339%, 06/01/36	USA	USD	80,599	0.01
75,999	FNMA, ARM, 2.148%, 07/01/34	USA	USD	80,500	0.01
74,825	FHLMC, ARM, 2.35%, 10/01/33	USA	USD	79,830	0.01
78,482	FHLMC, ARM, 4.439%, 12/01/30	USA	USD	78,919	0.01
73,675	GNMA, ARM, 1.625%, 12/20/23	USA	USD	76,299	0.01
72,864	GNMA, ARM, 1.625%, 11/20/24	USA	USD	75,782	0.00
70,648	FHLMC, ARM, 2.46%, 06/01/37	USA	USD	75,550	0.00
71,284	FNMA, ARM, 2.45%, 04/01/47	USA	USD	74,063	0.00
68,333	FHLMC, ARM, 2.388%, 07/01/34	USA	USD	73,004	0.00
67,738	FNMA, ARM, 2.383%, 01/01/35	USA	USD	72,211	0.00
67,329	FHLMC, ARM, 2.68%, 04/01/38	USA	USD	71,713	0.00
65,759	FNMA, ARM, 2.096%, 11/01/36	USA	USD	69,777	0.00
67,655	FNMA, ARM, 2.26%, 10/01/43	USA	USD	69,536	0.00
66,884	FHLMC, ARM, 2.233%, 07/01/36	USA	USD	68,266	0.00
63,637	FNMA, ARM, 2.065%, 04/01/37	USA	USD	67,537	0.00
63,909	GNMA, ARM, 1.625%, 11/20/29	USA	USD	66,488	0.00
62,317	FHLMC, ARM, 2.375%, 11/01/31	USA	USD	66,451	0.00
63,261	FNMA, ARM, 1.556%, 09/01/40	USA	USD	65,135	0.00
61,966	FNMA, ARM, 2.443%, 04/01/36	USA	USD	64,876	0.00
61,914	GNMA, ARM, 1.625%, 07/20/32	USA	USD	64,481	0.00
63,180	FNMA, ARM, 2.583%, 08/01/32	USA	USD	64,349	0.00
63,168	Countryplace Manufactured Housing Contract Trust, 2005-A3, 144A, 4.80%, 12/15/35	USA	USD	64,167	0.00
65,756	Morgan Stanley ABS Capital I Inc. Trust, 2004-HE6, A2, FRN, 0.867%, 08/25/34 †	USA	USD	63,064	0.00
58,267	FNMA, ARM, 2.296%, 02/01/34	USA	USD	62,698	0.00
58,980	FNMA, ARM, 3.642%, 02/01/30	USA	USD	62,398	0.00
58,655	FNMA, ARM, 2.317%, 05/01/36	USA	USD	62,171	0.00
57,110	FNMA, ARM, 2.195%, 11/01/36	USA	USD	61,035	0.00
58,063	GNMA, ARM, 1.625%, 04/20/28	USA	USD	60,473	0.00
58,714	FHLMC, ARM, 1.962%, 03/01/24	USA	USD	60,062	0.00
57,777	FNMA, ARM, 1.356%, 08/01/42	USA	USD	59,258	0.00
55,518	FNMA, ARM, 2.204%, 02/01/31	USA	USD	58,690	0.00
54,307	FHLMC, ARM, 2.44%, 03/01/36	USA	USD	58,163	0.00
54,405	FHLMC, ARM, 1.945%, 04/01/37	USA	USD	57,350	0.00
55,467	FHLMC, ARM, 2.571%, 11/01/20	USA	USD	57,350	0.00
53,133	FNMA, ARM, 2.63%, 04/01/33	USA	USD	56,340	0.00
51,134	FNMA, ARM, 2.423%, 07/01/37	USA	USD	54,964	0.00
49,772	FNMA, ARM, 2.323%, 09/01/34	USA	USD	53,158	0.00
49,253	FNMA, ARM, 2.105%, 12/01/32	USA	USD	52,187	0.00
48,953	FNMA, ARM, 2.077%, 07/01/35	USA	USD	52,085	0.00
49,042	FNMA, ARM, 2.413%, 07/01/31	USA	USD	50,884	0.00
45,591	FNMA, ARM, 2.455%, 02/01/36	USA	USD	49,127	0.00
46,230	FNMA, ARM, 2.151%, 10/01/32	USA	USD	48,985	0.00
46,759	FNMA, ARM, 1.936%, 03/01/19	USA	USD	48,653	0.00
44,881	FHLMC, ARM, 2.585%, 08/01/37	USA	USD	47,599	0.00
45,959	FHLMC, ARM, 2.085%, 04/01/24	USA	USD	46,145	0.00
44,722	GNMA, ARM, 1.625%, 12/20/24	USA	USD	45,873	0.00
41,709	FHLMC, ARM, 2.36%, 09/01/24	USA	USD	43,007	0.00
42,630	FNMA, ARM, 2.518%, 05/01/33	USA	USD	42,925	0.00
39,506	FHLMC, ARM, 2.515%, 01/01/37	USA	USD	42,130	0.00
40,301	FNMA, ARM, 2.31%, 04/01/36	USA	USD	41,611	0.00
41,102	FNMA, ARM, 2.651%, 03/01/18	USA	USD	41,096	0.00
36,759	FNMA, ARM, 2.396%, 07/01/33	USA	USD	39,230	0.00
36,723	FHLMC, ARM, 2.433%, 06/01/31	USA	USD	38,782	0.00
37,009	FNMA, ARM, 2.488%, 08/01/37	USA	USD	38,617	0.00
35,345	FNMA, ARM, 2.45%, 04/01/38	USA	USD	36,736	0.00

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
34,615	FNMA, ARM, 2.162%, 12/01/39	USA	USD	36,704	0.00
35,448	GNMA, ARM, 3.50%, 02/20/21	USA	USD	36,360	0.00
35,330	FNMA, ARM, 2.723%, 10/01/25	USA	USD	36,089	0.00
33,558	FHLMC, ARM, 3.667%, 07/01/21	USA	USD	34,657	0.00
33,125	FNMA, ARM, 2.088%, 07/01/20	USA	USD	34,377	0.00
30,524	FNMA, ARM, 2.388%, 09/01/32	USA	USD	32,604	0.00
32,324	FNMA, ARM, 2.75%, 10/01/28	USA	USD	32,584	0.00
31,145	FNMA, ARM, 2.523%, 02/01/33	USA	USD	32,181	0.00
29,917	FNMA, ARM, 2.42%, 08/01/34	USA	USD	31,560	0.00
29,238	FNMA, ARM, 2.438%, 07/01/27	USA	USD	30,523	0.00
29,143	FNMA, ARM, 4.509%, 09/01/25	USA	USD	29,775	0.00
27,526	FHLMC, ARM, 2.095%, 07/01/37	USA	USD	28,753	0.00
26,742	FNMA, ARM, 2.422%, 02/01/30	USA	USD	27,216	0.00
26,308	FHLMC, ARM, 2.384%, 10/01/23	USA	USD	27,204	0.00
24,218	FNMA, ARM, 2.393%, 01/01/36	USA	USD	25,912	0.00
25,215	FHLMC, ARM, 2.408%, 07/01/31	USA	USD	25,851	0.00
25,123	FNMA, ARM, 2.075%, 09/01/31	USA	USD	25,842	0.00
24,593	FNMA, ARM, 2.078%, 08/01/31	USA	USD	25,796	0.00
24,456	FHLMC, ARM, 2.125%, 01/01/37	USA	USD	25,048	0.00
22,610	FNMA, ARM, 2.125%, 12/01/31	USA	USD	23,645	0.00
21,298	FNMA, ARM, 2.397%, 01/01/21	USA	USD	22,654	0.00
20,904	FHLMC, ARM, 2.34%, 08/01/31	USA	USD	22,148	0.00
20,320	FHLMC, ARM, 2.355%, 02/01/36	USA	USD	21,619	0.00
20,570	FNMA, ARM, 1.556%, 08/01/40	USA	USD	21,311	0.00
18,864	FNMA, ARM, 2.521%, 06/01/34	USA	USD	20,145	0.00
18,517	FNMA, ARM, 1.737%, 10/01/32	USA	USD	19,358	0.00
18,352	FNMA, ARM, 2.487%, 04/01/24	USA	USD	19,072	0.00
16,928	FNMA, ARM, 2.415%, 08/01/32	USA	USD	17,548	0.00
15,724	FNMA, ARM, 2.061%, 06/01/35	USA	USD	16,640	0.00
18,082	Argent Securities Inc., 2004-W1, AV2, FRN, 0.827%, 03/25/34 †	USA	USD	15,901	0.00
15,438	FHLMC, ARM, 2.476%, 12/01/31	USA	USD	15,839	0.00
67,680	First Plus Home Loan Trust, 1998-5, M1, FRN, 7.42%, 12/10/24 †	USA	USD	15,743	0.00
15,029	FNMA, ARM, 2.383%, 02/01/38	USA	USD	15,484	0.00
13,731	FNMA, ARM, 2.544%, 05/01/36	USA	USD	14,657	0.00
14,294	FNMA, ARM, 4.22%, 04/01/18	USA	USD	14,436	0.00
13,314	FNMA, ARM, 1.731%, 05/01/32	USA	USD	14,229	0.00
13,125	FHLMC, ARM, 2.515%, 09/01/30	USA	USD	13,710	0.00
13,165	FHLMC, ARM, 2.097%, 08/01/25	USA	USD	13,214	0.00
11,642	FNMA, ARM, 5.065%, 09/01/35	USA	USD	12,441	0.00
12,156	FNMA, ARM, 2.305%, 12/01/27	USA	USD	12,219	0.00
10,821	FNMA, ARM, 2.585%, 04/01/33	USA	USD	11,113	0.00
10,635	FHLMC, ARM, 2.435%, 08/01/23	USA	USD	11,034	0.00
10,676	FNMA, ARM, 2.501%, 05/01/27	USA	USD	10,953	0.00
10,293	FNMA, ARM, 2.723%, 10/01/27	USA	USD	10,388	0.00
9,748	FHLMC, ARM, 2.602%, 07/01/29	USA	USD	10,165	0.00
9,824	FHLMC, ARM, 2.563%, 02/01/31	USA	USD	10,068	0.00
9,352	FNMA, ARM, 2.357%, 04/01/33	USA	USD	9,983	0.00
8,021	FNMA, ARM, 2.435%, 08/01/33	USA	USD	8,563	0.00
7,696	FNMA, ARM, 2.97%, 03/01/36	USA	USD	8,281	0.00
7,931	FNMA, ARM, 2.562%, 12/01/29	USA	USD	8,154	0.00
7,692	FNMA, ARM, 2.19%, 03/01/37	USA	USD	7,962	0.00
7,208	FNMA, ARM, 2.317%, 11/01/34	USA	USD	7,697	0.00
7,125	FNMA, ARM, 1.35%, 04/01/37	USA	USD	7,480	0.00
7,165	FNMA, ARM, 2.84%, 01/01/33	USA	USD	7,320	0.00
6,750	FHLMC, ARM, 2.581%, 05/01/29	USA	USD	7,046	0.00
6,439	FHLMC, ARM, 2.473%, 04/01/33	USA	USD	6,864	0.00
6,661	FNMA, ARM, 2.122%, 11/01/32	USA	USD	6,815	0.00
6,458	FHLMC, ARM, 2.379%, 11/01/29	USA	USD	6,736	0.00
6,022	FNMA, ARM, 2.458%, 03/01/35	USA	USD	6,422	0.00
5,520	FHLMC, ARM, 5.904%, 12/01/36	USA	USD	5,695	0.00
5,568	FHLMC, ARM, 2.357%, 07/01/31	USA	USD	5,615	0.00
5,580	FNMA, ARM, 2.249%, 09/01/27	USA	USD	5,612	0.00
5,455	FHLMC, ARM, 2.106%, 03/01/18	USA	USD	5,592	0.00
10,459	Structured Asset Investment Loan Trust, 2003-BC2, M3, FRN, 5.062%, 04/25/33 †	USA	USD	5,245	0.00
4,548	FNMA, ARM, 1.93%, 06/01/33	USA	USD	4,778	0.00
4,714	FNMA, ARM, 2.63%, 10/01/32	USA	USD	4,742	0.00
4,679	Asset-Backed Securities Corp. Home Equity Loan Trust, 2004-HE7, A4, FRN, 1.187%, 10/25/34 †	USA	USD	4,492	0.00
4,047	FNMA, ARM, 3.304%, 04/01/41	USA	USD	4,315	0.00
3,855	FNMA, ARM, 2.49%, 06/01/36	USA	USD	4,117	0.00
3,712	FNMA, ARM, 2.025%, 11/01/33	USA	USD	3,804	0.00
3,510	FHLMC, ARM, 2.395%, 11/01/27	USA	USD	3,530	0.00
3,454	Countrywide Asset-Backed Certificates, 2003-BC3, A2, FRN, 0.807%, 09/25/33 †	USA	USD	3,208	0.00
2,556	FNMA, ARM, 2.443%, 05/01/36	USA	USD	2,729	0.00
2,446	FNMA, ARM, 2.336%, 03/01/25	USA	USD	2,610	0.00
2,266	First Plus Home Loan Trust, 1998-1, M1, FRN, 7.45%, 01/10/24 †	USA	USD	2,276	0.00
1,574	FHLMC, ARM, 1.625%, 01/01/17	USA	USD	1,593	0.00

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
1,348	Asset-Backed Securities Corp. Home Equity Loan Trust, 2004-HE7, A2, FRN, 0.947%, 10/25/34 †	USA	USD	1,261	0.00
				<u>597,667,818</u>	<u>37.22</u>
Corporate Bonds					
11,200,000	Morgan Stanley, senior note, FRN, 1.417%, 01/27/20 †	USA	USD	11,366,678	0.71
11,000,000	Wachovia Corp., sub. note, FRN, 0.645%, 10/15/16 †	USA	USD	10,964,327	0.68
10,000,000	Constellation Brands Inc., senior note, A, 7.25%, 09/01/16	USA	USD	10,603,600	0.66
10,000,000	JPMorgan Chase & Co., senior note, 2.20%, 10/22/19	USA	USD	9,910,030	0.62
9,600,000	Fifth Third Bank, senior note, FRN, 0.786%, 11/18/16 †	USA	USD	9,616,944	0.60
8,300,000	CNOOC Nexen Finance 2014 ULC, senior note, 1.625%, 04/30/17	CHN	USD	8,314,367	0.52
8,000,000	Oracle Corp., senior note, FRN, 0.855%, 01/15/19 †	USA	USD	8,048,792	0.50
8,000,000	Beazer Homes USA Inc., senior note, 5.75%, 06/15/19	USA	USD	7,920,000	0.49
7,500,000	Prudential Financial Inc., senior note, FRN, 1.054%, 08/15/18 †	USA	USD	7,553,970	0.47
7,500,000	Statoil ASA, senior note, FRN, 0.736%, 11/08/18 †	NOR	USD	7,487,400	0.47
7,000,000	Hospitality Properties Trust, senior note, 5.625%, 03/15/17	USA	USD	7,392,420	0.46
7,000,000	The Goldman Sachs Group Inc., senior note, FRN, 1.437%, 04/23/20 †	USA	USD	7,076,552	0.44
7,000,000	The Export-Import Bank of China, senior note, 144A, 2.50%, 07/31/19	CHN	USD	7,038,185	0.44
6,700,000	Enscop PLC, senior note, 4.70%, 03/15/21	USA	USD	6,835,708	0.43
6,600,000	Bayer US Finance LLC, senior note, 144A, 2.375%, 10/08/19	DEU	USD	6,622,176	0.41
6,400,000	United Overseas Bank Ltd., senior note, Reg S, 2.50%, 03/18/20	SGP	USD	6,481,920	0.40
6,400,000	Bank of America Corp., senior note, FRN, 1.315%, 01/15/19 †	USA	USD	6,463,053	0.40
6,000,000	Verizon Communications Inc., senior note, FRN, 2.036%, 09/14/18 †	USA	USD	6,212,082	0.39
6,200,000	Capital One Bank USA NA, senior note, 2.30%, 06/05/19	USA	USD	6,154,783	0.38
5,800,000	Energy Transfer Partners LP, senior note, 4.15%, 10/01/20	USA	USD	5,962,464	0.37
5,800,000	Sysco Corp., senior note, 1.45%, 10/02/17	USA	USD	5,858,000	0.36
5,500,000	Springleaf Finance Corp., senior note, J, 6.90%, 12/15/17	USA	USD	5,843,750	0.36
5,800,000	Abbvie Inc., senior note, 1.80%, 05/14/18	USA	USD	5,782,351	0.36
5,500,000	HCP Inc., senior note, 3.75%, 02/01/19	USA	USD	5,722,156	0.36
5,600,000	Maxim Integrated Products Inc., senior note, 2.50%, 11/15/18	USA	USD	5,645,013	0.35
5,500,000	Coca-Cola Femsa SAB de CV, senior note, 2.375%, 11/26/18	MEX	USD	5,597,102	0.35
5,200,000	Boston Properties LP, senior note, 3.70%, 11/15/18	USA	USD	5,479,672	0.34
4,600,000	Banco Popular Espanol SA, secured note, Reg S, 2.125%, 10/08/19	ESP	EUR	5,442,235	0.34
5,000,000	New York Life Global Funding, secured note, 144A, 2.10%, 01/02/19	USA	USD	5,023,280	0.31
5,000,000	Metlife Inc., senior note, 1.903%, 12/15/17	USA	USD	5,022,405	0.31
5,000,000	New York Life Global Funding, secured note, 144A, 2.15%, 06/18/19	USA	USD	5,011,995	0.31
5,300,000	Petrobras Global Finance BV, senior note, FRN, 3.163%, 03/17/20 †	BRA	USD	5,011,812	0.31
5,000,000	Korea Exchange Bank, senior note, Reg S, 2.00%, 04/02/18	KOR	USD	4,998,850	0.31
4,800,000	American Tower Corp., senior note, 3.40%, 02/15/19	USA	USD	4,912,824	0.31
4,900,000	Sinopec Group Overseas Development 2015 Ltd., senior note, 144A, 2.50%, 04/28/20	CHN	USD	4,831,473	0.30
4,900,000	AT&T Inc., senior note, 2.45%, 06/30/20	USA	USD	4,804,523	0.30
4,900,000	Enable Midstream Partners LP, senior note, 144A, 2.40%, 05/15/19	USA	USD	4,735,835	0.29
4,500,000	Alcatel-Lucent USA Inc., senior note, 144A, 4.625%, 07/01/17	FRA	USD	4,646,250	0.29
4,600,000	Kinder Morgan Inc., senior note, 3.05%, 12/01/19	USA	USD	4,595,920	0.29
4,100,000	UniCredit SpA, senior note, Reg S, FRN, 0.964%, 04/10/17 †	ITA	EUR	4,578,703	0.29
4,500,000	NBCUniversal Enterprise Inc., 144A, FRN, 0.96%, 04/15/18 †	USA	USD	4,523,535	0.28
4,500,000	Svenska Handelsbanken AB, senior note, FRN, 0.773%, 06/17/19 †	SWE	USD	4,507,852	0.28
4,300,000	Intesa Sanpaolo SpA, senior note, 3.875%, 01/16/18	ITA	USD	4,436,525	0.28
3,900,000	Bankinter SA, senior note, Reg S, 1.75%, 06/10/19	ESP	EUR	4,435,890	0.28
4,000,000	International Lease Finance Corp., senior note, 8.75%, 03/15/17	USA	USD	4,386,440	0.27
4,300,000	Norddeutsche Landesbank Girozentrale, secured note, 144A, 2.00%, 02/05/19	DEU	USD	4,348,353	0.27
4,300,000	Regions Financial Corp., senior note, 2.00%, 05/15/18	USA	USD	4,297,846	0.27
3,700,000	Unione di Banche Italiane SCpA, senior note, Reg S, 2.875%, 02/18/19	ITA	EUR	4,279,270	0.27
4,100,000	Woori Bank, sub. note, 144A, 4.75%, 04/30/24	KOR	USD	4,252,212	0.26
4,200,000	Actavis Funding SCS, senior note, 2.35%, 03/12/18	USA	USD	4,225,040	0.26
4,200,000	DNB Boligkreditt AS, secured note, 144A, 2.00%, 05/28/21	NOR	USD	4,174,128	0.26
4,100,000	TIAA Asset Management Finance LLC, senior note, 144A, 2.95%, 11/01/19	USA	USD	4,131,213	0.26
4,100,000	Becton Dickinson & Co., senior note, 2.675%, 12/15/19	USA	USD	4,100,603	0.26
4,100,000	H.J. Heinz Co., senior note, 144A, 2.00%, 07/02/18	USA	USD	4,099,438	0.26
3,500,000	Intesa Sanpaolo SpA, senior note, FRN, Reg S, 2.932%, 04/18/18 †	ITA	EUR	4,098,607	0.26
4,100,000	Credit Suisse New York, senior note, FRN, 0.772%, 05/26/17 †	CHE	USD	4,090,037	0.25
4,100,000	Hyundai Capital Services Inc., senior note, 144A, 2.625%, 09/29/20	KOR	USD	4,083,748	0.25
4,000,000	Industrial and Commercial Bank of China Ltd./New York, 3.231%, 11/13/19	CHN	USD	4,075,400	0.25
4,100,000	Alibaba Group Holding Ltd., senior note, 144A, 2.50%, 11/28/19	CHN	USD	4,067,077	0.25
4,000,000	Celgene Corp., senior note, 2.30%, 08/15/18	USA	USD	4,061,096	0.25
4,000,000	Reynolds American Inc., senior note, 2.30%, 06/12/18	USA	USD	4,032,892	0.25
4,000,000	Walgreens Boots Alliance Inc., senior note, 1.75%, 11/17/17	USA	USD	4,017,304	0.25
4,000,000	Citigroup Inc., senior note, FRN, 1.044%, 04/08/19 †	USA	USD	3,994,812	0.25
4,000,000	Fiserv Inc., senior note, 2.70%, 06/01/20	USA	USD	3,993,304	0.25
4,000,000	Freeport-McMoRan Copper & Gold Inc., senior note, 2.30%, 11/14/17	USA	USD	3,992,876	0.25
3,800,000	Carnival Corp., senior note, 3.95%, 10/15/20	USA	USD	3,990,726	0.25
4,000,000	Altria Group Inc., senior note, 2.625%, 01/14/20	USA	USD	3,985,360	0.25
3,800,000	BNP Paribas SA, senior note, 2.70%, 08/20/18	FRA	USD	3,893,062	0.24
5,200,000	Toys R Us Inc., senior bond, 7.375%, 10/15/18	USA	USD	3,887,000	0.24
3,619,000	The New York Times Co., senior note, 6.625%, 12/15/16	USA	USD	3,849,711	0.24
3,500,000	Reynolds Group Holdings Inc., senior note, 8.125%, 06/15/17	USA	USD	3,806,250	0.24
3,250,000	Depfa ACS Bank, secured bond, 2.125%, 10/13/17	IRL	CHF	3,668,927	0.23
3,600,000	Amgen Inc., senior note, FRN, 0.884%, 05/22/19 †	USA	USD	3,605,926	0.22
3,500,000	Kraft Foods Group Inc., senior note, 2.25%, 06/05/17	USA	USD	3,548,884	0.22
3,500,000	U.S. Bank NA, sub. note, FRN, 2.282%, 04/29/20 †	USA	USD	3,507,577	0.22

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
3,400,000	Telefonica Emisiones SAU, senior note, 3.192%, 04/27/18	ESP	USD	3,496,917	0.22
3,500,000	Canadian Natural Resources Ltd., senior note, 1.75%, 01/15/18	CAN	USD	3,476,869	0.22
3,500,000	AIA Group Ltd., senior note, Reg S, 1.75%, 03/13/18	HKG	USD	3,474,468	0.22
3,000,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	3,395,280	0.21
2,750,000	Banco Comercial Portugues SA, 4.75%, 06/22/17	PRT	EUR	3,313,839	0.21
3,300,000	Hutchison Whampoa International 14 Ltd., 144A, 1.625%, 10/31/17	HKG	USD	3,292,955	0.21
3,400,000	LUKOIL International Finance BV, senior note, 144A, 3.416%, 04/24/18	RUS	USD	3,270,375	0.20
3,000,000	USG Corp., senior note, 6.30%, 11/15/16	USA	USD	3,153,750	0.20
2,800,000	Banca Monte dei Paschi di Siena SpA, senior note, Reg S, 3.625%, 04/01/19	ITA	EUR	3,151,665	0.20
3,000,000	Korea Western Power Co. Ltd., senior note, 144A, 3.125%, 05/10/17	KOR	USD	3,076,980	0.19
370,000,000	Depfa ACS Bank, secured bond, 1.65%, 12/20/16	IRL	JPY	3,067,786	0.19
3,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.50%, 05/15/18	USA	USD	3,063,750	0.19
3,000,000	Amgen Inc., senior note, 2.125%, 05/15/17	USA	USD	3,048,252	0.19
2,500,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 04/16/21	ITA	EUR	3,035,762	0.19
3,000,000	General Motors Financial Co. Inc., senior note, 2.625%, 07/10/17	USA	USD	3,033,657	0.19
3,000,000	Laboratory Corp. of America Holdings, 2.20%, 08/23/17	USA	USD	3,032,325	0.19
3,000,000	CBS Corp., 1.95%, 07/01/17	USA	USD	3,028,413	0.19
3,000,000	State Grid Overseas Investment 2013 Ltd., senior note, 144A, 1.75%, 05/22/18	CHN	USD	2,983,455	0.19
3,000,000	Ford Motor Credit Co. LLC, senior note, 2.597%, 11/04/19	USA	USD	2,978,757	0.19
2,900,000	Tyson Foods Inc., senior note, 2.65%, 08/15/19	USA	USD	2,919,735	0.18
2,800,000	Juniper Networks Inc., senior note, 3.30%, 06/15/20	USA	USD	2,820,518	0.18
3,000,000	Chesapeake Energy Corp., senior note, FRN, 3.525%, 04/15/19 †	USA	USD	2,752,500	0.17
2,700,000	Viacom Inc., senior note, 2.20%, 04/01/19	USA	USD	2,672,511	0.17
2,600,000	Union Bank NA, senior note, FRN, 1.031%, 09/26/16 †	USA	USD	2,611,742	0.16
2,500,000	Eastman Chemical Co., 2.40%, 06/01/17	USA	USD	2,543,093	0.16
2,000,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	2,500,547	0.16
2,400,000	Williams Partners LP, 4.125%, 11/15/20	USA	USD	2,489,954	0.16
2,500,000	Zimmer Holdings Inc., senior note, 2.70%, 04/01/20	USA	USD	2,487,673	0.15
2,200,000	ING Bank NV, senior note, 144A, FRN, 0.964%, 10/01/19 †	NLD	USD	2,202,673	0.14
2,200,000	Ford Motor Credit Co. LLC, senior note, FRN, 0.799%, 09/08/17 †	USA	USD	2,188,386	0.14
2,200,000	EnLink Midstream Partners LP, senior note, 2.70%, 04/01/19	USA	USD	2,172,443	0.14
2,000,000	Kinder Morgan Finance Co. LLC, senior secured note, 144A, 6.00%, 01/15/18	USA	USD	2,167,188	0.13
2,000,000	CIT Group Inc., senior note, 5.25%, 03/15/18	USA	USD	2,072,500	0.13
2,000,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.375%, 03/15/20	USA	USD	2,070,000	0.13
2,000,000	BG Energy Capital PLC, senior note, 144A, 2.875%, 10/15/16	GBR	USD	2,043,090	0.13
2,000,000	Ford Motor Credit Co. LLC, senior note, 2.375%, 01/16/18	USA	USD	2,018,900	0.13
2,000,000	Experian Finance PLC, 144A, 2.375%, 06/15/17	GBR	USD	2,011,210	0.13
2,000,000	Metropolitan Life Global Funding I, secured note, 144A, 1.30%, 04/10/17	USA	USD	2,004,768	0.12
2,300,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	2,003,875	0.12
1,800,000	Constellation Brands Inc., senior note, 3.875%, 11/15/19	USA	USD	1,831,500	0.11
2,000,000	Energy XXI Gulf Coast Inc., senior secured note, second lien, 144A, 11.00%, 03/15/20	USA	USD	1,765,000	0.11
1,700,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	1,700,000	0.11
1,600,000	Zoetis Inc., senior note, 1.875%, 02/01/18	USA	USD	1,594,621	0.10
1,500,000	Viacom Inc., 2.75%, 12/15/19	USA	USD	1,500,215	0.09
1,500,000	Prcoa Global Funding I, secured note, 144A, 1.15%, 11/25/16	USA	USD	1,499,735	0.09
1,500,000	Anthem Inc., senior note, 1.875%, 01/15/18	USA	USD	1,497,617	0.09
1,500,000	BNP Paribas SA, senior note, 2.375%, 05/21/20	FRA	USD	1,484,445	0.09
1,500,000	Mondelez International Inc., senior note, FRN, 0.798%, 02/01/19 †	USA	USD	1,484,445	0.09
1,200,000	Casino Guichard Perrachon SA, senior note, Reg S, 3.311%, 01/25/23	FRA	EUR	1,441,867	0.09
1,400,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	1,430,968	0.09
1,400,000	Enterprise Products Operating LLC, senior note, 2.55%, 10/15/19	USA	USD	1,399,902	0.09
1,400,000	Baxalta Inc., senior note, 144A, 2.00%, 06/22/18	USA	USD	1,398,407	0.09
1,400,000	Petrofac Ltd., senior note, 144A, 3.40%, 10/10/18	GBR	USD	1,388,807	0.09
1,300,000	Arkema SA, senior note, Reg S, 1.50%, 01/20/25	FRA	EUR	1,381,822	0.09
1,172,000	UniCredit SpA, senior note, FRN, 1.995%, 10/31/17 †	ITA	EUR	1,327,563	0.08
1,500,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	1,324,802	0.08
1,300,000	GDF Suez, senior note, 144A, 1.625%, 10/10/17	FRA	USD	1,308,346	0.08
1,300,000	Intesa Sanpaolo SpA, senior note, 2.375%, 01/13/17	ITA	USD	1,307,072	0.08
2,500,000	Peabody Energy Corp., senior note, 6.00%, 11/15/18	USA	USD	1,212,500	0.08
1,200,000	Lorillard Tobacco Co., senior note, 2.30%, 08/21/17	USA	USD	1,204,640	0.08
1,500,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	1,181,250	0.07
1,000,000	ArcelorMittal, senior note, 5.25%, 02/25/17	LUX	USD	1,040,625	0.06
1,000,000	Edwards Lifesciences Corp., senior note, 2.875%, 10/15/18	USA	USD	1,023,437	0.06
1,000,000	The Southern Co., senior note, 2.45%, 09/01/18	USA	USD	1,021,069	0.06
1,000,000	Aviation Capital Group Corp., senior note, 144A, 3.875%, 09/27/16	USA	USD	1,017,900	0.06
1,000,000	BB&T Corp., senior note, 2.05%, 06/19/18	USA	USD	1,010,854	0.06
900,000	Navient Corp., senior note, 8.45%, 06/15/18	USA	USD	1,002,420	0.06
1,000,000	Apple Inc., FRN, 0.529%, 05/03/18 †	USA	USD	1,002,099	0.06
1,000,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 4.25%, 07/01/20	NLD	USD	1,001,250	0.06
1,000,000	Time Warner Inc., senior note, 2.10%, 06/01/19	USA	USD	993,629	0.06
700,000	Veolia Environnement SA, senior bond, Reg S, 4.625%, 03/30/27	FRA	EUR	987,411	0.06
800,000	Constellation Brands Inc., senior note, 7.25%, 05/15/17	USA	USD	873,520	0.05
700,000	Aeroporto Di Roma SpA, senior note, Reg S, 3.25%, 02/20/21	ITA	EUR	856,293	0.05
800,000	HCA Inc., senior secured note, first lien, 4.25%, 10/15/19	USA	USD	820,000	0.05
800,000	State Grid Overseas Investment 2014 Ltd., senior note, 144A, 2.75%, 05/07/19	CHN	USD	808,237	0.05
700,000	Intesa Sanpaolo SpA, senior note, 3.875%, 01/15/19	ITA	USD	720,010	0.04
600,000	Intesa Sanpaolo SpA, senior note, FRN, 0.141%, 05/18/17 †	ITA	EUR	662,284	0.04

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
600,000	CIT Group Inc., 4.25%, 08/15/17	USA	USD	610,500	0.04
500,000	Chesapeake Energy Corp., senior note, 6.50%, 08/15/17	USA	USD	514,375	0.03
400,000	CIT Group Inc., senior note, 5.00%, 05/15/17	USA	USD	413,480	0.03
600,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	406,500	0.03
300,000	Anheuser-Busch InBev NV, senior bond, Reg S, 2.875%, 09/25/24	BEL	EUR	365,699	0.02
300,000	Pernod Ricard SA, senior note, 2.125%, 09/27/24	FRA	EUR	337,963	0.02
				<u>560,302,161</u>	<u>34.89</u>
Government and Municipal Bonds					
12,300,000,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	11,195,423	0.70
7,000,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	6,958,070	0.43
6,000,000	University of California Revenue, Series Y-1, Monthly FRN, 0.684%, 07/01/41 †	USA	USD	6,003,240	0.37
4,000,000	Florida State Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 2.107%, 07/01/18	USA	USD	4,034,960	0.25
592,000	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	3,947,778	0.25
3,250,000	Rhode Island State and Providence Plantations GO, Consolidated Capital Development Loan of 2012, Refunding, Series A, 5.00%, 08/01/19	USA	USD	3,720,925	0.23
3,525,000	Industry Public Facilities Authority Tax Allocation Revenue, Transportation District, Industrial Redevelopment Project No. 2, Refunding, Series B, AGMC Insured, 3.389%, 01/01/20	USA	USD	3,543,965	0.22
11,600,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	3,076,435	0.19
2,250,000	Minnesota State GO, Series C, 2.50%, 08/01/18	USA	USD	2,324,295	0.15
532,580,000	Government of Hungary, 5.50%, 12/22/16	HUN	HUF	2,006,212	0.13
2,000,000	Acalanes UHSD, GO, Contra Costa County, Refunding, 1.427%, 08/01/18	USA	USD	1,989,000	0.12
1,600,000	Government of Serbia, senior note, 144A, 5.25%, 11/21/17	SRB	USD	1,659,216	0.10
6,000,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	1,611,506	0.10
398,380,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	1,560,258	0.10
1,390,000	Arkansas State GO, Four-Lane Highway Construction and Improvement Bonds, 3.25%, 06/15/22	USA	USD	1,488,482	0.09
1,000,000	Texas State PFA, Southern University Financing System, Refunding, BAM Insured, 5.00%, 11/01/20	USA	USD	1,113,220	0.07
1,200,000,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	1,078,075	0.07
700,000	Chicago GO, Refunding, Series B, 5.00%, 01/01/17	USA	USD	715,379	0.04
570,000	Chicago GO, Refunding, Series B, 5.00%, 01/01/18	USA	USD	588,673	0.04
500	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	420,649	0.03
310,000	University of California Revenue, Series Y-2, Monthly FRN, 0.684%, 07/01/41 †	USA	USD	310,167	0.02
5,040,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	19,995	0.00
1,430,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	5,846	0.00
1,090,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	4,696	0.00
1,040,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	4,431	0.00
				<u>59,380,896</u>	<u>3.70</u>
Securities Maturing Within One Year					
50,000,000	U.S. Treasury Bill, 0.00%, 07/09/15	USA	USD	50,000,150	3.11
45,000,000	U.S. Treasury Bill, 0.00%, 11/12/15	USA	USD	44,994,555	2.80
37,500,000	U.S. Treasury Bill, 0.00%, 11/19/15	USA	USD	37,496,325	2.34
25,000,000	U.S. Treasury Bill, 0.00%, 12/17/15	USA	USD	24,992,675	1.56
12,500,000	U.S. Treasury Bill, 0.00%, 07/02/15	USA	USD	12,500,000	0.78
77,893,000	Nykredit Realkredit AS, secured note, 12H, 2.00%, 04/01/16	DNK	DKK	11,832,135	0.74
10,600,000	FNMA, 0.50%, 07/02/15	USA	USD	10,600,127	0.66
10,000,000	DISH DBS Corp., senior note, 7.125%, 02/01/16	USA	USD	10,275,000	0.64
9,184,000	Prudential Covered Trust, secured note, 144A, 2.997%, 09/30/15	USA	USD	9,232,583	0.58
8,000,000	Springleaf Finance Corp., senior note, 1, 5.40%, 12/01/15	USA	USD	8,090,000	0.50
7,000,000	International Lease Finance Corp., senior note, 8.625%, 09/15/15	USA	USD	7,096,250	0.44
6,500,000	Kinder Morgan Finance Co. LLC, senior bond, 5.70%, 01/05/16	USA	USD	6,644,599	0.41
6,430,930	U.S. Treasury Note, Index Linked, 0.125%, 04/15/16	USA	USD	6,462,583	0.40
950,720	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	6,204,278	0.39
6,000,000	Citigroup Inc., sub. note, FRN, 0.551%, 06/09/16 †	USA	USD	5,974,092	0.37
5,000,000	Centex LLC, senior note, 6.50%, 05/01/16	USA	USD	5,212,500	0.32
5,000,000	Xstrata Finance Canada Ltd., secured note, 144A, 2.05%, 10/23/15	CHE	USD	5,013,175	0.31
5,000,000	Bank of America NA, sub. note, FRN, 0.566%, 06/15/16 †	USA	USD	4,985,610	0.31
4,400,000	Intesa Sanpaolo SpA, senior note, Reg S, FRN, 1.498%, 07/29/15 †	ITA	EUR	4,908,459	0.31
4,400,000	ING Bank NV, senior note, 144A, FRN, 1.921%, 09/25/15 †	NLD	USD	4,414,212	0.28
15,444,000	Government of Poland, Strip, 01/25/16	POL	PLN	4,068,132	0.25
3,200,000	UniCredit SpA, senior note, Reg S, FRN, 1.548%, 07/24/15 †	ITA	EUR	3,569,093	0.22
3,500,000	Time Warner Inc., 3.15%, 07/15/15	USA	USD	3,503,665	0.22
3,500,000	JPMorgan Chase Bank NA, sub. note, FRN, 0.616%, 06/13/16 †	USA	USD	3,492,577	0.22
534,690	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	3,476,494	0.22
2,000,000	Yorkshire Building Society, secured note, Reg S, FRN, 2.322%, 03/23/16 †	GBR	GBP	3,176,814	0.20
3,000,000	Lennar Corp., senior note, B, 6.50%, 04/15/16	USA	USD	3,101,250	0.19
2,500,000	HCA Inc., senior bond, 7.19%, 11/15/15	USA	USD	2,553,125	0.16
2,500,000	Anthem Inc., senior note, 1.25%, 09/10/15	USA	USD	2,501,490	0.16
2,400,000	Zoetis Inc., senior note, 1.15%, 02/01/16	USA	USD	2,400,761	0.15
3,000,000	Government of Singapore, senior note, 1.125%, 04/01/16	SGP	SGD	2,231,346	0.14
2,447,440,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	2,188,350	0.14
2,000,000	ArcelorMittal, senior note, 4.50%, 03/01/16	LUX	USD	2,040,000	0.13
2,000,000	The Goldman Sachs Group Inc., 1.60%, 11/23/15	USA	USD	2,007,020	0.13
1,787,984	U.S. Treasury Note, Index Linked, 2.00%, 01/15/16	USA	USD	1,814,105	0.11
6,030,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	1,598,657	0.10
1,700,000,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	1,534,882	0.10
1,300,000	Reynolds American Inc., senior note, 1.05%, 10/30/15	USA	USD	1,295,642	0.08
3,905,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	1,034,910	0.06

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Low Duration Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,000,000	BB&T Corp., sub. note, 5.20%, 12/23/15	USA	USD	1,020,345	0.06
1,000,000	Ford Motor Credit Co. LLC, 2.50%, 01/15/16	USA	USD	1,008,170	0.06
1,000,000	Morgan Stanley, senior note, FRN, 0.755%, 10/15/15 †	USA	USD	1,000,890	0.06
700,000	CNPC HK Overseas Capital Ltd., senior note, 144A, 3.125%, 04/28/16	CHN	USD	710,446	0.04
1,840,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	489,395	0.03
1,427,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	384,722	0.02
1,275,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	347,909	0.02
223,990,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	201,106	0.01
380,000	Government of Poland, Strip, 07/25/15	POL	PLN	100,903	0.01
5,200,000	Government of Hungary, 7.75%, 08/24/15	HUN	HUF	18,563	0.00
				<u>329,800,070</u>	<u>20.54</u>
	TOTAL BONDS			<u>1,547,150,945</u>	<u>96.35</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>1,547,150,945</u>	<u>96.35</u>
	TOTAL INVESTMENTS			<u>1,547,150,945</u>	<u>96.35</u>

† Floating Rates are indicated as at June 30, 2015

— Franklin U.S. Opportunities Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Banks					
368,856	Signature Bank	USA	USD	53,996,830	1.14
Capital Goods					
796,931	Flowserve Corp.	USA	USD	41,966,386	0.89
249,256	WABCO Holdings Inc.	USA	USD	30,837,952	0.65
341,176	United Rentals Inc.	USA	USD	29,893,841	0.63
527,764	B/E Aerospace Inc.	USA	USD	28,974,244	0.61
536,736	Hexcel Corp.	USA	USD	26,697,249	0.57
933,216	DigitalGlobe Inc.	USA	USD	25,934,073	0.55
454,400	Univar Inc.	USA	USD	11,828,032	0.25
				<u>196,131,777</u>	<u>4.15</u>
Commercial & Professional Services					
479,004	IHS Inc., A	USA	USD	61,614,284	1.30
Consumer Durables & Apparel					
906,839	Under Armour Inc., A	USA	USD	75,666,646	1.60
619,728	NIKE Inc., B	USA	USD	66,943,019	1.42
428,835	Harman International Industries Inc.	USA	USD	51,005,635	1.08
1,309,322	Hanesbrands Inc.	USA	USD	43,626,609	0.92
				<u>237,241,909</u>	<u>5.02</u>
Consumer Services					
1,961,823	Starbucks Corp.	USA	USD	105,183,140	2.23
54,929	Chipotle Mexican Grill Inc.	USA	USD	33,231,496	0.70
154,339	Buffalo Wild Wings Inc.	USA	USD	24,183,378	0.51
				<u>162,598,014</u>	<u>3.44</u>
Diversified Financials					
1,996,519	The Charles Schwab Corp.	USA	USD	65,186,345	1.38
265,252	Affiliated Managers Group Inc.	USA	USD	57,984,087	1.23
107,582	BlackRock Inc.	USA	USD	37,221,221	0.79
				<u>160,391,653</u>	<u>3.40</u>
Energy					
1,216,161	Anadarko Petroleum Corp.	USA	USD	94,933,528	2.01
780,696	Diamondback Energy Inc.	USA	USD	58,848,864	1.24
278,682	Schlumberger Ltd.	USA	USD	24,019,602	0.51
				<u>177,801,994</u>	<u>3.76</u>
Food, Beverage & Tobacco					
618,504	Monster Beverage Corp.	USA	USD	82,891,906	1.76
440,111	Constellation Brands Inc., A	USA	USD	51,061,678	1.08
434,580	Mead Johnson Nutrition Co., A	USA	USD	39,207,808	0.83
				<u>173,161,392</u>	<u>3.67</u>
Health Care Equipment & Services					
1,266,646	Envision Healthcare Holdings Inc.	USA	USD	50,007,184	1.06
1,320,520	HMS Holdings Corp.	USA	USD	22,673,328	0.48
				<u>72,680,512</u>	<u>1.54</u>
Materials					
1,632,432	Axalta Coating Systems Ltd.	USA	USD	54,000,851	1.14
440,250	LyondellBasell Industries NV, A	USA	USD	45,574,680	0.96
306,943	Martin Marietta Materials Inc.	USA	USD	43,435,504	0.92
320,507	Ecolab Inc.	USA	USD	36,239,726	0.77
				<u>179,250,761</u>	<u>3.79</u>
Media					
1,018,129	The Walt Disney Co.	USA	USD	116,209,244	2.46
499,414	DISH Network Corp., A	USA	USD	33,815,322	0.72
				<u>150,024,566</u>	<u>3.18</u>
Pharmaceuticals, Biotechnology & Life Sciences					
670,417	Allergan PLC	USA	USD	203,444,743	4.31
1,516,205	Celgene Corp.	USA	USD	175,477,986	3.72
555,712	Valeant Pharmaceuticals International Inc.	CAN	USD	123,451,421	2.61
890,003	Gilead Sciences Inc.	USA	USD	104,201,551	2.21
238,398	Biogen Inc.	USA	USD	96,298,488	2.04
397,594	Illumina Inc.	USA	USD	86,818,626	1.84
315,185	Perrigo Co. PLC	USA	USD	58,255,644	1.23
260,973	Jazz Pharmaceuticals PLC	USA	USD	45,949,516	0.97
394,809	Incyte Corp.	USA	USD	41,143,046	0.87
1,347,487	VWR Corp.	USA	USD	36,018,327	0.76
297,417	Medivation Inc.	USA	USD	33,965,021	0.72
1,115,803	Celldex Therapeutics Inc.	USA	USD	28,140,552	0.60
582,475	Impax Laboratories Inc.	USA	USD	26,747,252	0.57
920,493	Karyopharm Therapeutics Inc.	USA	USD	25,046,615	0.53
1,014,606	Sagent Pharmaceuticals Inc.	USA	USD	24,665,072	0.52
186,813	Alnylam Pharmaceuticals Inc.	USA	USD	22,393,274	0.47
92,987	Puma Biotechnology Inc.	USA	USD	10,856,232	0.23
				<u>1,142,873,366</u>	<u>24.20</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Opportunities Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Real Estate					
1,563,123	CBRE Group Inc.	USA	USD	57,835,551	1.23
254,615	American Tower Corp.	USA	USD	23,753,033	0.50
				<u>81,588,584</u>	<u>1.73</u>
Retailing					
307,473	Amazon.com Inc.	USA	USD	133,470,954	2.83
65,646	The Priceline Group Inc.	USA	USD	75,582,835	1.60
701,578	Lowe's Cos. Inc.	USA	USD	46,984,679	0.99
				<u>256,038,468</u>	<u>5.42</u>
Semiconductors & Semiconductor Equipment					
597,382	Avago Technologies Ltd.	SGP	USD	79,409,989	1.68
722,231	NXP Semiconductors NV	NLD	USD	70,923,084	1.50
910,314	Freescale Semiconductor Ltd.	USA	USD	36,385,251	0.77
1,406,893	ARM Holdings PLC	GBR	GBP	22,920,075	0.49
				<u>209,638,399</u>	<u>4.44</u>
Software & Services					
1,807,963	MasterCard Inc., A	USA	USD	169,008,381	3.58
1,485,357	Facebook Inc., A	USA	USD	127,391,643	2.70
1,654,316	Visa Inc., A	USA	USD	111,087,319	2.35
173,333	Google Inc., A	USA	USD	93,606,753	1.98
1,108,434	Electronic Arts Inc.	USA	USD	73,710,861	1.56
110,639	Google Inc., C	USA	USD	57,588,706	1.22
578,196	Salesforce.com Inc.	USA	USD	40,259,787	0.85
485,695	Adobe Systems Inc.	USA	USD	39,346,152	0.83
499,505	ServiceNow Inc.	USA	USD	37,118,217	0.79
176,095	LinkedIn Corp., A	USA	USD	36,386,510	0.77
672,595	Microsoft Corp.	USA	USD	29,695,069	0.63
827,910	BroadSoft Inc.	USA	USD	28,620,849	0.61
464,815	Mobilitye NV	USA	USD	24,714,214	0.52
247,330	NetSuite Inc.	USA	USD	22,692,528	0.48
				<u>891,226,989</u>	<u>18.87</u>
Technology Hardware & Equipment					
1,204,674	Apple Inc.	USA	USD	151,096,236	3.20
345,438	Palo Alto Networks Inc.	USA	USD	60,348,019	1.28
376,677	ViaSat Inc.	USA	USD	22,698,556	0.48
154,900	FitBit Inc., A	USA	USD	5,921,827	0.12
				<u>240,064,638</u>	<u>5.08</u>
Telecommunication Services					
1,281,221	SBA Communications Corp.	USA	USD	147,301,978	3.12
Transportation					
208,835	Allegiant Travel Co.	USA	USD	37,147,570	0.79
364,284	Kansas City Southern	USA	USD	33,222,701	0.70
595,862	American Airlines Group Inc.	USA	USD	23,795,749	0.50
				<u>94,166,020</u>	<u>1.99</u>
	TOTAL SHARES			<u>4,687,792,134</u>	<u>99.24</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>4,687,792,134</u>	<u>99.24</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Pharmaceuticals, Biotechnology & Life Sciences				
1,631,658	Acerta Pharma BV, 8.00%, cvt. pfd., B, 144A **	NLD	USD	18,764,067	0.40
	TOTAL SHARES			<u>18,764,067</u>	<u>0.40</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>18,764,067</u>	<u>0.40</u>
	TOTAL INVESTMENTS			<u>4,706,556,201</u>	<u>99.64</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Small-Mid Cap Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
71,925	Jarden Corp.	USA	USD	3,722,119	1.27
5,600	Chipotle Mexican Grill Inc.	USA	USD	3,387,944	1.16
44,200	Marriott International Inc., A	USA	USD	3,288,038	1.12
4,900	Netflix Inc.	USA	USD	3,219,006	1.10
32,900	L Brands Inc.	USA	USD	2,820,517	0.96
49,100	Tenneco Inc.	USA	USD	2,820,304	0.96
52,800	Dick's Sporting Goods Inc.	USA	USD	2,733,456	0.93
29,100	Tractor Supply Co.	USA	USD	2,617,254	0.89
150,400	KB Home	USA	USD	2,496,640	0.85
32,600	Nordstrom Inc.	USA	USD	2,428,700	0.83
20,400	Harman International Industries Inc.	USA	USD	2,426,376	0.83
29,500	Dollar Tree Inc.	USA	USD	2,330,205	0.79
40,200	BorgWarner Inc.	USA	USD	2,284,968	0.78
12,400	Charter Communications Inc., A	USA	USD	2,123,500	0.72
23,900	Under Armour Inc., A	USA	USD	1,994,216	0.68
59,700	Hanesbrands Inc.	USA	USD	1,989,204	0.68
43,500	Grand Canyon Education Inc.	USA	USD	1,844,400	0.63
12,300	Polaris Industries Inc.	USA	USD	1,821,753	0.62
11,400	Buffalo Wild Wings Inc.	USA	USD	1,786,266	0.61
41,400	Zoe's Kitchen Inc.	USA	USD	1,694,916	0.58
41,582	IMAX Corp.	CAN	USD	1,674,507	0.57
16,900	Tiffany & Co.	USA	USD	1,551,420	0.53
112,200	Global Eagle Entertainment Inc.	USA	USD	1,460,844	0.50
49,700	Wolverine World Wide Inc.	USA	USD	1,415,456	0.48
67,735	MGM Resorts International	USA	USD	1,236,164	0.42
7,300	Advance Auto Parts Inc.	USA	USD	1,162,817	0.40
14,445	2U Inc.	USA	USD	464,984	0.16
				<u>58,795,974</u>	<u>20.05</u>
Consumer Staples					
27,400	Monster Beverage Corp.	USA	USD	3,672,148	1.25
29,500	Constellation Brands Inc., A	USA	USD	3,422,590	1.17
9,600	Boston Beer Inc., A	USA	USD	2,227,104	0.76
27,106	TreeHouse Foods Inc.	USA	USD	2,196,399	0.75
40,200	Whole Foods Market Inc.	USA	USD	1,585,488	0.54
77,500	Freshpet Inc.	USA	USD	1,441,500	0.49
				<u>14,545,229</u>	<u>4.96</u>
Energy					
23,400	Concho Resources Inc.	USA	USD	2,664,324	0.91
83,690	Cabot Oil & Gas Corp., A	USA	USD	2,639,583	0.90
28,100	EQT Corp.	USA	USD	2,285,654	0.78
27,700	Diamondback Energy Inc.	USA	USD	2,088,026	0.71
17,500	Oceaneering International Inc.	USA	USD	815,325	0.28
				<u>10,492,912</u>	<u>3.58</u>
Financials					
17,700	Affiliated Managers Group Inc.	USA	USD	3,869,220	1.32
26,300	Signature Bank	USA	USD	3,850,057	1.31
16,900	Intercontinental Exchange Inc.	USA	USD	3,779,009	1.29
50,600	Lazard Ltd., A	USA	USD	2,845,744	0.97
37,000	Arthur J. Gallagher & Co.	USA	USD	1,750,100	0.60
20,800	T. Rowe Price Group Inc.	USA	USD	1,616,784	0.55
7,100	Jones Lang LaSalle Inc.	USA	USD	1,214,100	0.41
				<u>18,925,014</u>	<u>6.45</u>
Health Care					
21,991	Perrigo Co. PLC	USA	USD	4,064,597	1.39
87,600	Impax Laboratories Inc.	USA	USD	4,022,592	1.37
54,100	Quintiles Transnational Holdings Inc.	USA	USD	3,928,201	1.34
18,700	The Cooper Cos. Inc.	USA	USD	3,328,039	1.14
75,800	Envision Healthcare Holdings Inc.	USA	USD	2,992,584	1.02
32,553	HCA Holdings Inc.	USA	USD	2,953,208	1.01
74,800	Hologic Inc.	USA	USD	2,846,888	0.97
41,200	Cerner Corp.	USA	USD	2,845,272	0.97
8,000	Mettler-Toledo International Inc.	USA	USD	2,731,680	0.93
17,900	Edwards Lifesciences Corp.	USA	USD	2,549,497	0.87
31,700	DaVita HealthCare Partners Inc.	USA	USD	2,519,199	0.86
11,200	Illumina Inc.	USA	USD	2,445,632	0.83
31,800	St. Jude Medical Inc.	USA	USD	2,323,626	0.79
32,300	DENTSPLY International Inc.	USA	USD	1,665,065	0.57
20,500	DexCom Inc.	USA	USD	1,639,590	0.56
11,800	BioMarin Pharmaceutical Inc.	USA	USD	1,614,004	0.55
93,400	HMS Holdings Corp.	USA	USD	1,603,678	0.55
15,000	Incyte Corp.	USA	USD	1,563,150	0.53
54,100	CellDex Therapeutics Inc.	USA	USD	1,364,402	0.47
42,600	Revance Therapeutics Inc.	USA	USD	1,362,348	0.46
9,100	Vertex Pharmaceuticals Inc.	USA	USD	1,123,668	0.38
34,957	Heron Therapeutics Inc.	USA	USD	1,089,260	0.37
37,036	Inovalon Holdings Inc., A	USA	USD	1,033,304	0.35

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Small-Mid Cap Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care (continued)				
45,800	Pfenex Inc.	USA	USD	888,520	0.30
25,137	Insulet Corp.	USA	USD	778,870	0.27
6,066	Puma Biotechnology Inc.	USA	USD	708,206	0.24
59,200	Tandem Diabetes Care Inc.	USA	USD	641,728	0.22
11,700	Nevro Corp.	USA	USD	628,875	0.21
29,000	Axovant Sciences Ltd.	USA	USD	591,020	0.20
8,104	HeartWare International Inc.	USA	USD	589,080	0.20
21,506	Karyopharm Therapeutics Inc.	USA	USD	585,178	0.20
3,475	Bluebird Bio Inc.	USA	USD	585,086	0.20
46,700	Keryx Biopharmaceuticals Inc.	USA	USD	466,066	0.16
14,000	Aduro Biotech Inc.	USA	USD	424,620	0.15
				<u>60,496,733</u>	<u>20.63</u>
	Industrials				
78,500	AMETEK Inc.	USA	USD	4,300,230	1.47
28,400	IHS Inc., A	USA	USD	3,653,092	1.25
25,800	WABCO Holdings Inc.	USA	USD	3,191,976	1.09
18,300	Roper Technologies Inc.	USA	USD	3,156,018	1.08
56,800	Robert Half International Inc.	USA	USD	3,152,400	1.07
54,400	Hexcel Corp.	USA	USD	2,705,856	0.92
68,900	HD Supply Holdings Inc.	USA	USD	2,423,902	0.83
43,000	B/E Aerospace Inc.	USA	USD	2,360,700	0.80
35,300	Spirit Airlines Inc.	USA	USD	2,192,130	0.75
12,199	Allegiant Travel Co.	USA	USD	2,169,958	0.74
38,300	Flowerserve Corp.	USA	USD	2,016,878	0.69
34,700	The Advisory Board Co.	USA	USD	1,897,049	0.65
13,400	Towers Watson & Co.	USA	USD	1,685,720	0.57
9,300	Acuity Brands Inc.	USA	USD	1,673,814	0.57
59,200	DigitalGlobe Inc.	USA	USD	1,645,168	0.56
17,800	Kansas City Southern	USA	USD	1,623,360	0.55
21,300	Genesee & Wyoming Inc.	USA	USD	1,622,634	0.55
18,700	J.B. Hunt Transport Services Inc.	USA	USD	1,535,083	0.52
				<u>43,005,968</u>	<u>14.66</u>
	Information Technology				
52,800	NXP Semiconductors NV	NLD	USD	5,184,960	1.77
58,700	Electronic Arts Inc.	USA	USD	3,903,550	1.33
26,800	Avago Technologies Ltd.	SGP	USD	3,562,524	1.21
51,107	ViaSat Inc.	USA	USD	3,079,708	1.05
56,400	Cognex Corp.	USA	USD	2,712,840	0.92
12,700	LinkedIn Corp., A	USA	USD	2,624,201	0.89
16,702	FleetCor Technologies Inc.	USA	USD	2,606,514	0.89
9,303	Equinix Inc.	USA	USD	2,362,962	0.81
30,800	Red Hat Inc.	USA	USD	2,338,644	0.80
11,600	CoStar Group Inc.	USA	USD	2,334,616	0.80
186,200	Intersil Corp., A	USA	USD	2,329,362	0.79
64,400	VeriFone Systems Inc.	USA	USD	2,187,024	0.75
113,145	Applied Materials Inc.	USA	USD	2,174,647	0.74
59,000	Twitter Inc.	USA	USD	2,136,980	0.73
51,200	Freescale Semiconductor Ltd.	USA	USD	2,046,464	0.70
27,100	ServiceNow Inc.	USA	USD	2,013,801	0.69
52,000	Vantiv Inc., A	USA	USD	1,985,880	0.68
59,100	HomeAway Inc.	USA	USD	1,839,192	0.63
39,700	Yelp Inc.	USA	USD	1,708,291	0.58
143,300	JDS Uniphase Corp.	USA	USD	1,659,414	0.57
15,800	ANSYS Inc.	USA	USD	1,441,592	0.49
16,300	Lam Research Corp.	USA	USD	1,326,005	0.45
18,500	Demandware Inc.	USA	USD	1,314,980	0.45
84,500	Pandora Media Inc.	USA	USD	1,313,130	0.45
12,500	NetSuite Inc.	USA	USD	1,146,875	0.39
18,000	Fidelity National Information Services Inc.	USA	USD	1,112,400	0.38
3,700	Alliance Data Systems Corp.	USA	USD	1,080,178	0.37
14,070	Workday Inc.	USA	USD	1,074,807	0.37
23,800	Fortinet Inc.	USA	USD	983,654	0.33
4,900	Palo Alto Networks Inc.	USA	USD	856,030	0.29
28,700	Bottomline Technologies Inc.	USA	USD	798,147	0.27
31,800	Trimble Navigation Ltd.	USA	USD	746,028	0.25
7,100	GoDaddy Inc., A	USA	USD	200,149	0.07
				<u>64,185,549</u>	<u>21.89</u>
	Materials				
110,400	Axalta Coating Systems Ltd.	USA	USD	3,652,032	1.25
51,000	Cytec Industries Inc.	USA	USD	3,087,030	1.05
18,700	Martin Marietta Materials Inc.	USA	USD	2,646,237	0.90
35,500	H.B. Fuller Co.	USA	USD	1,442,010	0.49
				<u>10,827,309</u>	<u>3.69</u>
	TOTAL SHARES			<u>281,274,688</u>	<u>95.91</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>281,274,688</u>	<u>95.91</u>
	TOTAL INVESTMENTS			<u>281,274,688</u>	<u>95.91</u>

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Banks					
16,000	U.S. Bancorp, 6.00%, pfd., G	USA	USD	426,080	0.26
TOTAL SHARES				426,080	0.26
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				426,080	0.26
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
6,920,000	FNMA, 3.50%, 07/01/45	USA	USD	7,118,274	4.32
4,725,000	FNMA, 2.50%, 07/01/30	USA	USD	4,774,834	2.90
4,750,000	FNMA, 3.00%, 07/01/45	USA	USD	4,721,425	2.86
3,500,000	GNMA II, SF, 3.50%, 07/01/45	USA	USD	3,625,917	2.20
2,100,000	FHLMC, 3.50%, 07/01/45	USA	USD	2,156,148	1.31
1,300,000	Cornerstone CLO Ltd., 2007-1A, A1J, 144A, FRN, 0.675%, 07/15/21 †	CYM	USD	1,278,173	0.78
800,000	FNMA, 4.00%, 07/01/45	USA	USD	846,547	0.51
740,000	Capital One Multi-Asset Execution Trust, 2007-A2, A2, FRN, 0.266%, 12/16/19 †	USA	USD	737,735	0.45
720,000	Chase Issuance Trust, 2014-A3, A3, FRN, 0.386%, 05/15/18 †	USA	USD	719,628	0.44
600,000	Bear Stearns Commercial Mortgage Securities Inc., 2007-PW16, AM, FRN, 5.896%, 06/11/40 †	USA	USD	643,082	0.39
570,000	Morgan Stanley Capital I Trust, 2007-IQ16, AM, FRN, 6.281%, 12/12/49 †	USA	USD	625,997	0.38
600,000	GNMA II, SF, 3.00%, 07/01/45	USA	USD	604,606	0.37
572,000	Banc of America Commercial Mortgage Trust, 2006-4, AJ, 5.695%, 07/10/46	USA	USD	586,878	0.36
543,923	Greenwich Capital Commercial Funding Corp., 2007-GG9, A4, 5.444%, 03/10/39	USA	USD	572,221	0.35
553,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW11, AJ, FRN, 5.597%, 03/11/39 †	USA	USD	563,242	0.34
552,150	Colony MFM Trust, 2014-1, A, 144A, 2.543%, 04/20/50	USA	USD	552,616	0.34
501,549	FHLMC, 5.00%, 02/01/39	USA	USD	551,673	0.33
530,000	LB-UBS Commercial Mortgage Trust, 2006-C4, AJ, FRN, 6.048%, 06/15/38 †	USA	USD	545,497	0.33
500,000	Morgan Stanley Capital I Trust, 2007-IQ16, AMA, FRN, 6.277%, 12/12/49 †	USA	USD	539,323	0.33
510,000	Wachovia Bank Commercial Mortgage Trust, 2006-C28, AM, FRN, 5.603%, 10/15/48 †	USA	USD	534,919	0.32
550,000	Cornerstone CLO Ltd., 2007-1A, B, 144A, FRN, 1.225%, 07/15/21 †	CYM	USD	533,681	0.32
520,000	Greenwich Capital Commercial Funding Corp., 2006-GG7, AJ, FRN, 6.013%, 07/10/38 †	USA	USD	527,219	0.32
505,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW13, AJ, 5.611%, 09/11/41	USA	USD	513,468	0.31
470,000	Banc of America Commercial Mortgage Trust, 2007-3, AM, FRN, 5.749%, 06/10/49 †	USA	USD	502,694	0.30
490,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-LDP7, AJ, FRN, 6.10%, 04/15/45 †	USA	USD	490,117	0.30
480,000	Chase Issuance Trust, 2013-A6, A6, FRN, 0.606%, 07/15/20 †	USA	USD	481,082	0.29
460,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-CB17, AM, 5.464%, 12/12/43	USA	USD	473,621	0.29
450,000	CIFC Funding Ltd., 2007-3A, A1J, 144A, FRN, 0.677%, 07/26/21 †	USA	USD	441,459	0.27
450,000	West CLO Ltd., 2014-1A, B, 144A, FRN, 3.125%, 07/18/26 †	USA	USD	436,421	0.26
420,000	American Express Credit Account Master Trust, 2008-2, A, FRN, 1.446%, 09/15/20 †	USA	USD	431,085	0.26
440,000	ARES IIIR/IVR CLO Ltd., 2007-3RA, B, 144A, FRN, 0.646%, 04/16/21 †	USA	USD	426,787	0.26
400,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M3, FRN, 4.687%, 02/25/24 †	USA	USD	412,980	0.25
402,081	Greenpoint Manufactured Housing, 1999-3, 1A7, 7.27%, 06/15/29	USA	USD	406,339	0.25
346,681	FNMA, 6.00%, 02/01/37	USA	USD	395,036	0.24
376,160	ARCap REIT Inc., 2004-RR3, A2, 144A, FRN, 4.76%, 09/21/45 †	USA	USD	382,157	0.23
359,400	Catamaran CLO Ltd., 2014-2A, B, 144A, FRN, 3.275%, 10/18/26 †	USA	USD	357,643	0.22
350,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 4.337%, 01/25/25 †	USA	USD	356,496	0.22
356,000	Citigroup Commercial Mortgage Trust, 2006-C5, AJ, 5.482%, 10/15/49	USA	USD	355,444	0.22
350,000	Invitation Homes Trust, 2015-SFR3, C, 144A, FRN, 2.183%, 08/17/32 †	USA	USD	350,947	0.21
340,000	Colony American Homes, 2014-2A, C, 144A, 2.086%, 07/17/31	USA	USD	339,183	0.21
330,000	Progress Residential Trust, 2015-SFR1, A, 144A, FRN, 1.585%, 02/17/32 †	USA	USD	330,998	0.20
320,000	American Express Credit Account Secured Note Trust, 2012-4, A, FRN, 0.426%, 05/15/20 †	USA	USD	319,654	0.19
318,876	Babson CLO Inc., 2007-1A, A1, 144A, FRN, 0.50%, 01/18/21 †	USA	USD	316,111	0.19
312,789	Colony American Homes, 2014-1A, A, 144A, FRN, 1.40%, 05/17/31 †	USA	USD	311,730	0.19
310,000	Citibank Credit Card Issuance Trust, 2013-A7, A7, FRN, 0.615%, 09/10/20 †	USA	USD	310,852	0.19
300,000	Veritas CLO Ltd., 2006-2A, A2, 144A, FRN, 0.606%, 07/11/21 †	USA	USD	297,945	0.18
261,422	Talisman 6 Finance, Reg S, FRN, 0.191%, 10/22/16 †	DEU	EUR	288,027	0.17
280,000	Chase Issuance Trust, 2012-A8, A8, 0.54%, 10/16/17	USA	USD	280,051	0.17
277,973	ARES XI CLO Ltd., 2007-11A, A1C, 144A, FRN, 0.546%, 10/11/21 †	USA	USD	274,351	0.17
270,000	Tricon American Homes Trust, 2015-SFR1, C, 144A, 2.085%, 05/17/32	USA	USD	267,529	0.16
250,127	FNMA, ARM, 1.938%, 09/01/34	USA	USD	264,917	0.16
264,643	CT CDO IV Ltd., 2006-4A, A1, 144A, FRN, 0.497%, 10/20/43 †	USA	USD	264,147	0.16
250,000	Invitation Homes Trust, 2015-SFR1, B, 144A, FRN, 2.035%, 03/17/32 †	USA	USD	250,784	0.15
250,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 3.987%, 03/25/25 †	USA	USD	246,818	0.15
250,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 3.487%, 10/25/27 †	USA	USD	246,174	0.15
222,368	FNMA, 4.50%, 12/01/40	USA	USD	240,780	0.15
250,000	GSAA Home Equity Trust, 2005-5, M3, FRN, 1.132%, 02/25/35 †	USA	USD	236,488	0.14

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
230,000	American Express Credit Account Master Trust, 2012-1, A, FRN, 0.456%, 01/15/20 †	USA	USD	230,148	0.14
220,000	Morgan Stanley Capital I Trust, 2006-HQ8, AJ, FRN, 5.681%, 03/12/44 †	USA	USD	223,299	0.14
220,000	Apidos CDO, 2013-14A, C2, 144A, 4.85%, 04/15/25	USA	USD	219,470	0.13
225,000	G-Force LLC, 2005-RRR, C, 144A, 5.20%, 08/22/36	USA	USD	219,316	0.13
203,599	FNMA, 2005-122, FN, FRN, 0.537%, 01/25/36 †	USA	USD	201,846	0.12
200,000	Citibank Credit Card Issuance Trust, 2012-A1, A1, 0.55%, 10/10/17	USA	USD	200,009	0.12
200,000	American Express Credit Account Master Trust, 2012-3, A, FRN, 0.336%, 03/15/18 †	USA	USD	200,005	0.12
200,000	Citibank Credit Card Issuance Trust, 2013-A12, A12, FRN, 0.506%, 11/07/18 †	USA	USD	199,960	0.12
196,102	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R4, M1, FRN, 1.012%, 06/25/34 †	USA	USD	192,250	0.12
187,731	American Home Mortgage Investment Trust, 2004-3, 4A, FRN, 1.858%, 10/25/34 †	USA	USD	185,199	0.11
170,000	West CLO Ltd., 2014-1A, A2, 144A, FRN, 2.375%, 07/18/26 †	USA	USD	168,562	0.10
138,374	FHLMC, 5.50%, 09/01/35	USA	USD	155,297	0.09
150,000	Citibank Credit Card Issuance Trust, 2014-A9, A9, FRN, 0.383%, 05/09/18 †	USA	USD	149,954	0.09
152,719	Argent Securities Inc., 2005-W2, A2C, FRN, 0.547%, 10/25/35 †	USA	USD	145,355	0.09
137,531	Legacy Benefits Insurance Settlements LLC, 2004-1, A, 144A, 5.35%, 02/10/39	USA	USD	130,998	0.08
128,804	Citigroup Mortgage Loan Trust Inc., 2013-A, A, 144A, FRN, 3.00%, 05/25/42 †	USA	USD	130,400	0.08
125,000	Greenwich Capital Commercial Funding Corp., 2006-GG7, AM, FRN, 6.013%, 07/10/38 †	USA	USD	129,591	0.08
125,931	FNMA, ARM, 2.726%, 11/01/32	USA	USD	129,035	0.08
119,768	Credit Suisse Mortgage Capital Certificates, 2009-15R, 3A1, 144A, FRN, 5.458%, 03/26/36 †	USA	USD	121,093	0.07
120,000	Capital One Multi-Asset Execution Trust, 2007-A1, A1, FRN, 0.236%, 11/15/19 †	USA	USD	119,629	0.07
109,500	Eaton Vance CDO Ltd., 2014-1A, B, 144A, FRN, 2.325%, 07/15/26 †	USA	USD	110,095	0.07
155,000	JP Morgan Chase Commercial Mortgage Securities Trust, 2006-CB16, B, FRN, 5.672%, 05/12/45 †	USA	USD	104,876	0.06
102,000	Bear Stearns Commercial Mortgage Securities Inc., 2006-PW12, AJ, FRN, 5.94%, 09/11/38 †	USA	USD	104,163	0.06
100,111	Wells Fargo Mortgage Backed Securities Trust, 2004-I, 2A1, FRN, 2.661%, 06/25/34 †	USA	USD	100,869	0.06
100,000	Invitation Homes Trust, 2015-SFR2, C, 144A, FRN, 2.185%, 06/17/32 †	USA	USD	100,358	0.06
100,000	American Express Credit Account Master Trust, 2008-6, A, FRN, 1.386%, 02/15/18 †	USA	USD	100,038	0.06
100,000	Chase Issuance Trust, 2012-A9, A9, FRN, 0.336%, 10/16/17 †	USA	USD	100,005	0.06
100,000	Chase Issuance Trust, 2012-A6, A, FRN, 0.316%, 08/15/17 †	USA	USD	99,995	0.06
98,215	American Homes 4 Rent, 2014-SFR1, A, 144A, FRN, 1.25%, 06/17/31 †	USA	USD	98,081	0.06
86,713	Green Tree Financial Corp., 1996-9, M1, 7.63%, 08/15/27	USA	USD	95,143	0.06
91,900	Eaton Vance CDO Ltd., 2014-1A, C, 144A, FRN, 3.275%, 07/15/26 †	USA	USD	92,073	0.06
78,777	FNMA, 5.00%, 10/01/34	USA	USD	86,924	0.05
81,523	Credit Suisse First Boston Mortgage Securities Corp., 2004-6, 3A1, 5.00%, 09/25/19	USA	USD	84,881	0.05
89,410	Chase Funding Mortgage Loan Asset-Backed Certificates, 2004-2, 2A2, FRN, 0.687%, 02/25/35 †	USA	USD	80,640	0.05
80,689	Peru Enhanced Pass-Through Finance Ltd., senior secured bond, A-1, Reg S, zero cpn., 05/31/18	PER	USD	77,086	0.05
300,000	GMAC Commercial Mortgage Securities Inc., 2005-C1, B, 4.936%, 05/10/43	USA	USD	75,037	0.05
76,610	Morgan Stanley ABS Capital I Inc. Trust, 2003-HE1, M1, FRN, 1.387%, 05/25/33 †	USA	USD	72,425	0.04
70,000	Emerson Park CLO Ltd., 2013-1A, C2, 144A, 5.64%, 07/15/25	USA	USD	70,557	0.04
70,000	Highbridge Loan Management Ltd., 2013-2A, B2, 144A, 5.80%, 10/20/24	USA	USD	70,459	0.04
75,095	Home Equity Mortgage Trust, 2004-4, M3, FRN, 1.162%, 12/25/34 †	USA	USD	69,336	0.04
59,097	FNMA, 6.00%, 02/01/36	USA	USD	67,462	0.04
63,271	Countrywide Asset-Backed Certificates, 2004-6, 1A2, FRN, 0.927%, 12/25/34 †	USA	USD	60,185	0.04
60,558	Countrywide Asset-Backed Certificates, 2004-1, M1, FRN, 0.937%, 03/25/34 †	USA	USD	58,188	0.04
55,718	Morgan Stanley Capital I Trust, 2005-RR6, AJ, 144A, 5.233%, 05/24/43	USA	USD	55,733	0.03
56,798	Morgan Stanley ABS Capital I Inc. Trust, 2005-WMC, M2, FRN, 0.922%, 01/25/35 †	USA	USD	55,248	0.03
48,955	FNMA, ARM, 2.303%, 02/01/34	USA	USD	51,965	0.03
39,716	FNMA, 6.00%, 05/01/36	USA	USD	45,101	0.03
38,877	GNMA, SF, 5.00%, 05/15/34	USA	USD	43,447	0.03
42,103	Wells Fargo Mortgage Backed Securities Trust, 2004-W, A9, FRN, 2.614%, 11/25/34 †	USA	USD	42,842	0.03
30,341	FNMA, 5.50%, 04/01/35	USA	USD	34,158	0.02
31,061	FNMA, 7.50%, 02/01/30	USA	USD	32,450	0.02
28,563	JP Morgan Mortgage Acquisition Corp., 2006-ACC1, A4, FRN, 0.337%, 05/25/36 †	USA	USD	28,428	0.02
25,854	Bear Stearns Alt-A Trust, 2004-13, A2, FRN, 1.067%, 11/25/34 †	USA	USD	24,882	0.01
18,022	FNMA, 6.00%, 06/01/38	USA	USD	20,491	0.01
17,839	FHLMC, 7.00%, 05/01/32	USA	USD	20,191	0.01
19,955	Newcastle CDO IV Ltd., 2004-5A, 1, 144A, FRN, 0.622%, 12/24/39 †	USA	USD	19,737	0.01
17,702	GNMA, ARM, 1.625%, 09/20/29	USA	USD	18,420	0.01
15,710	FHLMC, 6.50%, 03/01/38	USA	USD	18,181	0.01
16,364	FNMA, ARM, 2.30%, 12/01/34	USA	USD	17,285	0.01
14,204	FNMA, ARM, 2.31%, 12/01/34	USA	USD	15,178	0.01
14,090	FHLMC, 4.50%, 04/01/20	USA	USD	14,883	0.01
13,046	FHLMC, 5.50%, 08/01/33	USA	USD	14,631	0.01
12,574	FNMA, 6.00%, 10/01/34	USA	USD	14,393	0.01
13,021	FNMA, 5.00%, 01/01/20	USA	USD	13,638	0.01
12,297	GNMA, ARM, 3.50%, 08/20/20	USA	USD	12,704	0.01
10,217	FNMA, 6.50%, 01/01/36	USA	USD	11,737	0.01
10,194	FNMA, 5.50%, 04/01/36	USA	USD	11,439	0.01
9,930	GNMA, SF, 5.50%, 06/15/34	USA	USD	11,292	0.01

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Asset-Backed Securities (continued)					
10,033	Residential Asset Securities Corp., 2004-KS1, A14, 4.213%, 04/25/32	USA	USD	10,029	0.01
9,852	Countryplace Manufactured Housing Contract Trust, 2005-A3, 144A, 4.80%, 12/15/35	USA	USD	10,008	0.01
9,212	FNMA, 5.00%, 04/01/20	USA	USD	9,885	0.01
8,496	FNMA, 5.00%, 05/01/18	USA	USD	8,898	0.01
7,971	FHLMC, ARM, 2.287%, 09/01/32	USA	USD	8,475	0.01
7,921	Wells Fargo Mortgage Backed Securities Trust, 2007-3, 3A1, 5.50%, 04/25/37	USA	USD	8,191	0.00
7,317	FNMA, 4.50%, 04/01/19	USA	USD	7,624	0.00
6,619	FNMA, 5.50%, 09/01/19	USA	USD	7,001	0.00
5,574	GNMA, 6.50%, 09/15/32	USA	USD	6,364	0.00
5,292	GNMA, SF, 6.50%, 11/15/32	USA	USD	6,185	0.00
5,901	FHLMC, 4.50%, 09/01/18	USA	USD	6,147	0.00
4,917	GNMA, SF, 6.00%, 03/15/33	USA	USD	5,752	0.00
4,233	FHLMC, 4.50%, 03/01/20	USA	USD	4,429	0.00
3,182	GNMA, SF, 5.50%, 07/15/33	USA	USD	3,671	0.00
2,369	GNMA, SF, 5.00%, 03/15/34	USA	USD	2,623	0.00
2,248	FHLMC, 5.50%, 06/01/18	USA	USD	2,296	0.00
1,667	FHLMC, 6.00%, 08/01/17	USA	USD	1,727	0.00
1,387	Chase Funding Mortgage Loan Asset-Backed Certificates, 2003-5, 2A2, FRN, 0.787%, 07/25/33 †	USA	USD	1,287	0.00
646	FHLMC, 5.00%, 03/01/19	USA	USD	675	0.00
				<u>51,849,963</u>	<u>31.44</u>
Corporate Bonds					
1,000,000	CIT Group Inc., senior note, 5.00%, 05/15/17	USA	USD	1,033,700	0.63
1,000,000	Wachovia Capital Trust III, junior sub. bond, FRN, 5.57%, Perpetual †	USA	USD	990,000	0.60
800,000	Constellation Brands Inc., senior note, 7.25%, 05/15/17	USA	USD	873,520	0.53
1,100,000	Toys R Us Inc., senior bond, 7.375%, 10/15/18	USA	USD	822,250	0.50
900,000	Altria Group Inc., senior bond, 4.25%, 08/09/42	USA	USD	798,940	0.48
800,000	Exxon Mobil Corp., senior note, 2.709%, 03/06/25	USA	USD	776,613	0.47
800,000	Anheuser-Busch InBev Worldwide Inc., senior note, 3.75%, 07/15/42	BEL	USD	705,360	0.43
700,000	Gilead Sciences Inc., senior bond, 4.50%, 02/01/45	USA	USD	696,346	0.42
800,000	Kinder Morgan Inc., senior bond, 5.05%, 02/15/46	USA	USD	693,846	0.42
600,000	Liberty Mutual Group Inc., senior note, 144A, 4.95%, 05/01/22	USA	USD	645,356	0.39
600,000	Mondelez International Inc., senior bond, 4.00%, 02/01/24	USA	USD	621,701	0.38
600,000	The Kroger Co., senior note, 4.00%, 02/01/24	USA	USD	619,949	0.38
600,000	Teachers Insurance & Annuity Assn. of America, sub. bond, 144A, 4.90%, 09/15/44	USA	USD	611,052	0.37
600,000	United Overseas Bank Ltd., senior note, Reg S, 2.50%, 03/18/20	SGP	USD	607,680	0.37
600,000	Viacom Inc., senior bond, 4.25%, 09/01/23	USA	USD	604,995	0.37
600,000	Intesa Sanpaolo SpA, senior note, 2.375%, 01/13/17	ITA	USD	603,264	0.37
600,000	H.J. Heinz Co., senior note, 144A, 3.50%, 07/15/22	USA	USD	603,088	0.37
600,000	JPMorgan Chase & Co., junior sub. note, X, 6.10% to 10/01/24, FRN thereafter, Perpetual	USA	USD	602,850	0.37
600,000	Ford Motor Credit Co. LLC, senior note, 3.664%, 09/08/24	USA	USD	592,317	0.36
600,000	21st Century Fox America Inc., senior note, 3.00%, 09/15/22	USA	USD	586,458	0.36
600,000	Bank of America Corp., sub. note, 4.00%, 01/22/25	USA	USD	584,855	0.35
70,000,000	Depfa ACS Bank, secured bond, 1.65%, 12/20/16	IRL	JPY	580,392	0.35
600,000	Alibaba Group Holding Ltd., senior bond, 144A, 4.50%, 11/28/34	CHN	USD	576,105	0.35
500,000	International Lease Finance Corp., senior note, 8.75%, 03/15/17	USA	USD	548,305	0.33
600,000	Energy Transfer Partners LP, senior bond, 5.15%, 02/01/43	USA	USD	534,443	0.32
500,000	Telefonica Emisiones SAU, senior note, 4.57%, 04/27/23	ESP	USD	525,425	0.32
600,000	Apache Corp., senior bond, 4.25%, 01/15/44	USA	USD	521,185	0.32
500,000	Alcatel-Lucent USA Inc., senior note, 144A, 4.625%, 07/01/17	FRA	USD	516,250	0.31
500,000	Sydney Airport Finance Co. Pty. Ltd., 144A, 3.90%, 03/22/23	AUS	USD	508,397	0.31
500,000	Aflac Inc., senior bond, 3.625%, 06/15/23	USA	USD	505,145	0.31
500,000	Cencosud SA, senior note, 144A, 4.875%, 01/20/23	CHL	USD	502,912	0.31
500,000	EDF SA, sub. note, 144A, 5.25% to 01/29/23, FRN thereafter, Perpetual	FRA	USD	502,500	0.30
500,000	Alpek SA de CV, senior note, 144A, 4.50%, 11/20/22	MEX	USD	500,872	0.30
500,000	Korea Exchange Bank, senior note, Reg S, 2.00%, 04/02/18	KOR	USD	499,885	0.30
500,000	JPMorgan Chase & Co., senior note, 3.25%, 09/23/22	USA	USD	496,632	0.30
500,000	Bed Bath & Beyond Inc, senior bond, 5.165%, 08/01/44	USA	USD	496,492	0.30
500,000	AIA Group Ltd., senior note, Reg S, 1.75%, 03/13/18	HKG	USD	496,352	0.30
500,000	Beazer Homes USA Inc., senior note, 5.75%, 06/15/19	USA	USD	495,000	0.30
500,000	Maxim Integrated Products Inc., senior note, 3.375%, 03/15/23	USA	USD	489,014	0.30
500,000	Citigroup Inc., sub. note, 3.50%, 05/15/23	USA	USD	488,366	0.30
500,000	Sinopec Group Overseas Development 2015 Ltd., senior note, 144A, 3.25%, 04/28/25	CHN	USD	481,340	0.29
500,000	Zoetis Inc., senior bond, 4.70%, 02/01/43	USA	USD	476,818	0.29
500,000	Georgia Power Co., senior note, 4.30%, 03/15/42	USA	USD	473,967	0.29
400,000	Banco Popular Espanol SA, secured note, Reg S, 2.125%, 10/08/19	ESP	EUR	473,238	0.29
500,000	Deutsche Bank AG, sub. bond, 4.296% to 05/24/23, FRN thereafter, 05/24/28	DEU	USD	473,075	0.29
500,000	CNOOC Finance 2013 Ltd., senior note, 3.00%, 05/09/23	CHN	USD	472,857	0.29
500,000	Petrobras Global Finance BV, senior note, FRN, 3.163%, 03/17/20 †	BRA	USD	472,812	0.29
450,000	Woori Bank, sub. note, 144A, 4.75%, 04/30/24	KOR	USD	466,706	0.28
500,000	Morgan Stanley, senior bond, 4.30%, 01/27/45	USA	USD	466,560	0.28
500,000	AT&T Inc., senior bond, 4.50%, 05/15/35	USA	USD	459,734	0.28
500,000	Enterprise Products Operating LLC, senior bond, 4.45%, 02/15/43	USA	USD	451,991	0.27
500,000	LUKOIL International Finance BV, senior note, 144A, 4.563%, 04/24/23	RUS	USD	446,563	0.27
500,000	Enscoc PLC, senior bond, 5.75%, 10/01/44	USA	USD	445,674	0.27
500,000	LyondellBasell Industries NV, senior bond, 4.625%, 02/26/55	USA	USD	440,437	0.27
400,000	Arkema SA, senior note, Reg S, 1.50%, 01/20/25	FRA	EUR	425,176	0.26

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
400,000	Wells Fargo & Co., junior sub. bond, 5.875% to 06/15/25, FRN thereafter, Perpetual	USA	USD	410,000	0.25
400,000	Norddeutsche Landesbank Girozentrale, secured note, 144A, 2.00%, 02/05/19	DEU	USD	404,498	0.25
400,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.70%, 06/10/25	CHN	USD	403,308	0.24
400,000	Realty Income Corp., senior bond, 4.125%, 10/15/26	USA	USD	402,803	0.24
400,000	Morgan Stanley, senior sub. bond, 4.35%, 09/08/26	USA	USD	393,191	0.24
400,000	Ford Motor Co., senior bond, 4.75%, 01/15/43	USA	USD	390,575	0.24
400,000	HCP Inc., senior bond, 3.875%, 08/15/24	USA	USD	390,516	0.24
400,000	Lorillard Tobacco Co., senior note, 3.75%, 05/20/23	USA	USD	390,243	0.24
400,000	American Tower Corp., senior bond, 3.50%, 01/31/23	USA	USD	384,378	0.23
400,000	Tiffany & Co., senior bond, 4.90%, 10/01/44	USA	USD	381,930	0.23
400,000	Actavis Funding SCS, senior bond, 4.55%, 03/15/35	USA	USD	380,384	0.23
400,000	Valero Energy Corp., senior bond, 4.90%, 03/15/45	USA	USD	374,928	0.23
400,000	EnLink Midstream Partners LP, senior bond, 5.05%, 04/01/45	USA	USD	362,828	0.22
300,000	Casino Guichard Perrachon SA, senior note, Reg S, 3.311%, 01/25/23	FRA	EUR	360,467	0.22
400,000	Williams Partners LP, senior bond, 5.10%, 09/15/45	USA	USD	353,467	0.21
300,000	Unione di Banche Italiane SCpA, senior note, Reg S, 2.875%, 02/18/19	ITA	EUR	346,968	0.21
344,000	United Technologies Corp., senior note, 3.10%, 06/01/22	USA	USD	346,651	0.21
300,000	Bankinter SA, senior note, Reg S, 1.75%, 06/10/19	ESP	EUR	341,222	0.21
300,000	Time Warner Inc., 6.10%, 07/15/40	USA	USD	337,464	0.20
300,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	316,484	0.19
300,000	Sinopec Group Overseas Development 2014 Ltd., senior note, 144A, 4.375%, 04/10/24	CHN	USD	315,150	0.19
273,000	Verizon Communications Inc., senior bond, 6.40%, 09/15/33	USA	USD	312,896	0.19
300,000	General Motors Financial Co. Inc., senior note, 4.375%, 09/25/21	USA	USD	311,715	0.19
300,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior bond, 144A, 6.212%, 11/22/16	RUS	USD	311,250	0.19
300,000	Reynolds American Inc., senior bond, 5.70%, 08/15/35	USA	USD	311,117	0.19
300,000	HSBC Holdings PLC, junior sub. bond, 6.375% to 03/30/25, FRN thereafter, Perpetual	GBR	USD	302,403	0.18
300,000	Tyson Foods Inc., senior bond, 3.95%, 08/15/24	USA	USD	302,338	0.18
250,000	Banco Comercial Portugues SA, 4.75%, 06/22/17	PRT	EUR	301,258	0.18
300,000	Baxalta Inc., senior note, 144A, 3.60%, 06/23/22	USA	USD	300,165	0.18
300,000	Juniper Networks Inc., senior bond, 4.35%, 06/15/25	USA	USD	300,104	0.18
300,000	Oceaneering International Inc., senior note, 4.65%, 11/15/24	USA	USD	299,863	0.18
300,000	MetLife Inc., junior sub. note, 5.25% to 06/15/20, FRN thereafter, Perpetual	USA	USD	298,125	0.18
300,000	The Goldman Sachs Group Inc., junior sub. bond, M, 5.375% to 05/10/20, FRN thereafter, Perpetual	USA	USD	297,000	0.18
300,000	State Grid Overseas Investment 2013 Ltd., senior note, 144A, 3.125%, 05/22/23	CHN	USD	294,593	0.18
300,000	MPLX LP, 4.00%, 02/15/25	USA	USD	292,842	0.18
300,000	Sunoco Logistics Partners Operations LP, senior note, 4.25%, 04/01/24	USA	USD	291,439	0.18
300,000	Wells Fargo & Co., sub. bond, 4.65%, 11/04/44	USA	USD	287,168	0.17
200,000	Veolia Environnement SA, senior bond, Reg S, 4.625%, 03/30/27	FRA	EUR	282,117	0.17
300,000	BorgWarner Inc., senior bond, 4.375%, 03/15/45	USA	USD	280,732	0.17
250,000	ERP Operating LP, 5.75%, 06/15/17	USA	USD	270,423	0.16
250,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	266,250	0.16
283,000	Verizon Communications Inc., senior bond, 4.862%, 08/21/46	USA	USD	264,928	0.16
200,000	Barclays Bank PLC, senior sub. note, Reg S, 6.00%, 01/14/21	GBR	EUR	264,439	0.16
300,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	259,125	0.16
250,000	Intesa Sanpaolo SpA, senior note, 3.875%, 01/15/19	ITA	USD	257,146	0.16
200,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 04/16/21	ITA	EUR	242,861	0.15
200,000	Energy Transfer Equity LP, senior note, first lien, 7.50%, 10/15/20	USA	USD	226,500	0.14
200,000	Banca Monte dei Paschi di Siena SpA, senior note, Reg S, 3.625%, 04/01/19	ITA	EUR	225,119	0.14
200,000	PerkinElmer Inc., senior note, 5.00%, 11/15/21	USA	USD	217,682	0.13
200,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	212,500	0.13
200,000	Prudential Financial Inc., junior sub. note, 5.875%, 09/15/42	USA	USD	212,360	0.13
200,000	Glenore Finance Canada Ltd., senior bond, 144A, 4.95%, 11/15/21	CHE	USD	210,092	0.13
200,000	Intesa Sanpaolo SpA, senior note, 3.875%, 01/16/18	ITA	USD	206,350	0.13
200,000	Hutchison Whampoa International 11 Ltd., senior note, 144A, 3.50%, 01/13/17	HKG	USD	205,914	0.13
200,000	Mizuho Financial Group Cayman 3 Ltd., sub. note, 144A, 4.60%, 03/27/24	JPN	USD	205,005	0.12
200,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	204,424	0.12
200,000	CNOOC Nexen Finance 2014 ULC, senior note, 4.25%, 04/30/24	CHN	USD	204,341	0.12
200,000	Wind Acquisition Finance SA, senior note, second lien, 144A, 7.375%, 04/23/21	ITA	USD	202,250	0.12
200,000	Juniper Networks Inc., senior bond, 4.50%, 03/15/24	USA	USD	201,919	0.12
200,000	Shinhan Bank, senior note, 144A, 1.875%, 07/30/18	KOR	USD	199,277	0.12
200,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	198,500	0.12
200,000	Petrofac Ltd., senior note, 144A, 3.40%, 10/10/18	GBR	USD	198,401	0.12
200,000	Reliance Steel & Aluminum Co., senior note, 4.50%, 04/15/23	USA	USD	196,827	0.12
200,000	DIRECTV Holdings LLC/DIRECTV Financing Co. Inc., senior bond, 3.95%, 01/15/25	USA	USD	196,176	0.12
200,000	SVB Financial Group, senior note, 3.50%, 01/29/25	USA	USD	192,802	0.12
200,000	NBCUniversal Media LLC, senior bond, 4.45%, 01/15/43	USA	USD	191,967	0.12
200,000	Cemex SAB de CV, first lien, 144A, 5.70%, 01/11/25	MEX	USD	190,875	0.12
200,000	Zimmer Holdings Inc., senior bond, 4.25%, 08/15/35	USA	USD	185,011	0.11
200,000	Kinder Morgan Inc., senior bond, 5.55%, 06/01/45	USA	USD	184,897	0.11
200,000	Intelsat Jackson Holdings SA, senior bond, 6.625%, 12/15/22	LUX	USD	184,250	0.11
200,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	183,250	0.11
200,000	Chesapeake Energy Corp., senior note, 5.75%, 03/15/23	USA	USD	182,000	0.11
200,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	180,000	0.11
200,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	176,640	0.11
200,000	Energy XXI Gulf Coast Inc., senior secured note, second lien, 144A, 11.00%, 03/15/20	USA	USD	176,500	0.11

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
150,000	Aviation Capital Group Corp., 144A, 6.75%, 04/06/21	USA	USD	171,369	0.10
200,000	Weatherford International Ltd., senior bond, 5.95%, 04/15/42	USA	USD	169,091	0.10
200,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	157,500	0.10
150,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	154,781	0.09
150,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 4.25%, 07/01/20	NLD	USD	150,188	0.09
100,000	Citigroup Inc., senior note, 8.125%, 07/15/39	USA	USD	143,564	0.09
100,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	125,027	0.08
100,000	Aeroporti Di Roma SpA, senior note, Reg S, 3.25%, 02/20/21	ITA	EUR	122,328	0.07
100,000	Anheuser-Busch InBev NV, senior bond, Reg S, 2.875%, 09/25/24	BEL	EUR	121,900	0.07
100,000	HSBC Holdings PLC, sub. note, 6.50%, 09/15/37	GBR	USD	120,696	0.07
100,000	Telefonica Europe BV, junior sub. bond, Reg S, 4.20% to 12/04/19, FRN thereafter, Perpetual	ESP	EUR	113,465	0.07
100,000	Pernod Ricard SA, senior note, 2.125%, 09/27/24	FRA	EUR	112,654	0.07
100,000	Navient Corp., senior note, 8.45%, 06/15/18	USA	USD	111,380	0.07
100,000	Enogex LLC, senior note, 144A, 6.25%, 03/15/20	USA	USD	110,555	0.07
100,000	DP World Ltd., Reg S, 6.85%, 07/02/37	ARE	USD	109,829	0.07
100,000	American Tower Corp., senior bond, 5.00%, 02/15/24	USA	USD	105,759	0.06
100,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	105,750	0.06
100,000	Valeant Pharmaceuticals International Inc., senior bond, 144A, 6.125%, 04/15/25	CAN	USD	103,250	0.06
100,000	Constellation Brands Inc., senior note, 3.875%, 11/15/19	USA	USD	101,750	0.06
100,000	Kinder Morgan Energy Partners LP, senior note, 4.30%, 05/01/24	USA	USD	98,728	0.06
100,000	Express Scripts Holding Co., senior bond, 3.50%, 06/15/24	USA	USD	97,851	0.06
100,000	Sprint Corp., senior note, 7.625%, 02/15/25	USA	USD	94,500	0.06
100,000	Enable Midstream Partners LP, senior note, 144A, 3.90%, 05/15/24	USA	USD	92,910	0.06
100,000	Enable Midstream Partners LP, senior bond, 144A, 5.00%, 05/15/44	USA	USD	84,883	0.05
250,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	81,250	0.05
100,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 6.875%, 04/01/22	AUS	USD	70,500	0.04
100,000	Halcon Resources Corp., senior note, 9.75%, 07/15/20	USA	USD	67,750	0.04
61,000	CVS Health Corp., senior note, 5.75%, 06/01/17	USA	USD	65,943	0.04
50,000	Enterprise Products Operating LLC, junior sub. note, 7.034% to 01/15/18, FRN thereafter, 01/15/68	USA	USD	53,875	0.03
50,000	Royal Bank of Scotland Group PLC, sub. note, 6.125%, 12/15/22	GBR	USD	53,688	0.03
50,000	CIT Group Inc., senior note, 5.375%, 05/15/20	USA	USD	52,250	0.03
50,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	49,000	0.03
25,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	22,313	0.01
9,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	5,288	0.00
				<u>55,527,906</u>	<u>33.68</u>
Government and Municipal Bonds					
US - Issued					
1,400,000	U.S. Treasury Bond, 6.50%, 11/15/26	USA	USD	1,966,672	1.19
1,000,000	U.S. Treasury Bond, 4.375%, 05/15/40	USA	USD	1,226,562	0.74
1,100,000	U.S. Treasury Bond, 2.875%, 05/15/43	USA	USD	1,043,453	0.63
600,000	U.S. Treasury Bond, 5.00%, 05/15/37	USA	USD	801,469	0.49
550,000	New York State Urban Development Corp. Revenue, State Personal Income Tax, General Purpose, Series C, 5.00%, 03/15/29	USA	USD	627,874	0.38
500,000	Port Authority of New York and New Jersey Revenue, Consolidated, One Hundred Ninety-First Series A, 4.823%, 06/01/45	USA	USD	495,830	0.30
365,000	Arkansas State GO, Four-Lane Highway Construction and Improvement Bonds, 3.25%, 06/15/22	USA	USD	390,860	0.24
300,000	U.S. Treasury Bond, 4.75%, 02/15/37	USA	USD	387,422	0.24
350,000	University of California Revenue, Limited Project, Refunding, Series J, 4.131%, 05/15/45	USA	USD	328,384	0.20
300,000	Florida Hurricane Catastrophe Fund Finance Corp. Revenue, Series A, 2.995%, 07/01/20	USA	USD	306,030	0.19
300,000	Industry Public Facilities Authority Tax Allocation Revenue, Transportation District, Industrial Redevelopment Project No. 2, Refunding, Series B, AGMC Insured, 4.294%, 01/01/23	USA	USD	301,143	0.18
200,000	Minnesota State GO, Various Purpose, Refunding, Series F, 4.00%, 10/01/24	USA	USD	225,692	0.14
200,000	Nassau County GO, General Improvement Bonds, Series B, 5.00%, 04/01/39	USA	USD	216,642	0.13
200,000	Nassau County GO, General Improvement Bonds, Series B, 5.00%, 04/01/43	USA	USD	213,732	0.13
180,000	Illinois State GO, 5.877%, 03/01/19	USA	USD	194,735	0.12
200,000	New York State Public Library Revenue, 4.305%, 07/01/45	USA	USD	184,812	0.11
325,000	Puerto Rico Sales Tax FICO Sales Tax Revenue, first subordinate, Series A, 6.50%, 08/01/44	USA	USD	181,188	0.11
200,000	Memorial Sloan-Kettering Cancer Center Revenue, 4.20%, 07/01/55	USA	USD	180,324	0.11
160,000	New York City Municipal Water Finance Authority Water and Sewer System Revenue, Second General Resolution, Fiscal 2014, Refunding, Series BB, 5.00%, 06/15/46	USA	USD	174,888	0.11
160,000	Massachusetts State GO, Consolidated Loan of 2014, Series A, 4.50%, 12/01/43	USA	USD	167,978	0.10
150,000	Coachella Valley USD, GO, Riverside and Imperial Counties, Election of 2005, Series D, AGMC Insured, 5.00%, 08/01/37	USA	USD	163,587	0.10
300,000	Puerto Rico Electric Power Authority Power Revenue, Series A, 6.75%, 07/01/36	USA	USD	162,768	0.10
125,000	Colorado State ISD, GO, Mitchell and Scurry Counties, School Building, PSF Guarantee, 5.00%, 08/15/38	USA	USD	140,005	0.09
110,000	South Carolina State Public Service Authority Revenue, Refunding, Series B, 5.00%, 12/01/38	USA	USD	119,994	0.07
110,193	U.S. Treasury Note, Index Linked, 2.125%, 01/15/19	USA	USD	119,869	0.07
100,000	U.S. Treasury Bond, 3.625%, 08/15/43	USA	USD	109,523	0.07
100,000	U.S. Treasury Bond, 2.50%, 02/15/45	USA	USD	87,609	0.05

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds					
US - Issued (continued)					
315,000	Puerto Rico Sales Tax FICO Revenue, Capital Appreciation, Refunding, Series A, zero cpn., 08/01/26	USA	USD	87,567	0.05
85,000	New Jersey EDA Revenue, School Facilities Construction, Refunding, Series NN, 5.00%, 03/01/30	USA	USD	87,333	0.05
55,000	California State GO, Various Purpose, 6.00%, 11/01/39	USA	USD	65,414	0.04
75,000	Chicago GO, Taxable Project, Series B, 6.034%, 01/01/42	USA	USD	63,369	0.04
200,000	Puerto Rico Sales Tax FICO Revenue, Capital Appreciation, Series A, zero cpn., 08/01/25	USA	USD	62,284	0.04
55,000	Chicago GO, Build America Bonds, Direct Payment, Taxable Project, Series B, 7.517%, 01/01/40	USA	USD	56,122	0.03
50,000	Evansville Local Public Improvement Bond Bank Revenue, Sewage Works Project, Series A, 5.00%, 07/01/36	USA	USD	54,811	0.03
	TOTAL US - ISSUED			<u>10,995,945</u>	<u>6.67</u>
Non US - Issued					
931,300,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	847,666	0.51
700,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	695,807	0.42
2,200,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	583,462	0.35
550,000,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	494,118	0.30
72,000	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	480,135	0.29
350,000	Government of Spain, senior bond, 144A, 2.75%, 10/31/24	ESP	EUR	406,834	0.25
350,000	Italy Treasury Bond, 2.50%, 12/01/24	ITA	EUR	398,175	0.24
1,200,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	331,063	0.20
86,040,000	Government of Hungary, 5.50%, 12/22/16	HUN	HUF	324,110	0.20
300,000	Government of Portugal, 144A, 5.125%, 10/15/24	PRT	USD	309,046	0.19
200,000	Government of Serbia, senior note, 144A, 4.875%, 02/25/20	SRB	USD	202,699	0.12
610	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	186,337	0.11
600,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	161,151	0.10
38,210,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	149,650	0.09
160	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	134,608	0.08
83,070	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	123,611	0.08
100,000	Government of Lithuania, Reg S, 7.375%, 02/11/20	LTU	USD	119,348	0.07
100,000	Government of Iceland, senior note, Reg S, 2.50%, 07/15/20	ISL	EUR	114,122	0.07
83,000	Government of Ireland, 5.00%, 10/18/20	IRL	EUR	113,062	0.07
100,000	Government of Vietnam, Reg S, 6.75%, 01/29/20	VNM	USD	110,875	0.07
2,680,074	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	95,363	0.06
60,000	Government of Hungary, 6.00%, 01/11/19	HUN	EUR	77,412	0.05
52,000	Government of Ireland, 4.50%, 04/18/20	IRL	EUR	68,532	0.04
103,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	27,374	0.02
103,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	27,028	0.02
15,000	Government of Hungary, senior note, Reg S, 4.375%, 07/04/17	HUN	EUR	17,835	0.01
10,000	Government of Hungary, senior note, Reg S, 5.75%, 06/11/18	HUN	EUR	12,603	0.01
10,000	Government of Hungary, senior note, Reg S, 3.50%, 07/18/16	HUN	EUR	11,498	0.01
5,000	Government of Hungary, senior note, Reg S, 3.875%, 02/24/20	HUN	EUR	6,124	0.00
690,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	5,210	0.00
430,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	3,231	0.00
670,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	2,658	0.00
280,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	2,137	0.00
190,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	777	0.00
140,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	603	0.00
140,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	596	0.00
70,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	535	0.00
	TOTAL NON US - ISSUED			<u>6,645,395</u>	<u>4.03</u>
				<u>17,641,340</u>	<u>10.70</u>
Securities Maturing Within One Year					
2,000,000	DISH DBS Corp., senior note, 7.125%, 02/01/16	USA	USD	2,055,000	1.25
2,000,000	Kinder Morgan Finance Co. LLC, senior bond, 5.70%, 01/05/16	USA	USD	2,044,492	1.24
269,080	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	1,755,982	1.07
1,500,000	HCA Inc., senior bond, 7.19%, 11/15/15	USA	USD	1,531,875	0.93
7,752,000	Nykredit Realkredit AS, secured note, 12H, 2.00%, 04/01/16	DNK	DKK	1,177,548	0.71
1,300,000,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	1,173,733	0.71
1,071,821	U.S. Treasury Note, Index Linked, 0.125%, 04/15/16	USA	USD	1,077,097	0.65
1,000,000	Dell Inc., senior note, 2.30%, 09/10/15	USA	USD	1,001,250	0.61
2,290,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	607,118	0.37
86,360	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	561,503	0.34
610,000	Government of Singapore, senior note, 1.125%, 04/01/16	SGP	SGD	453,707	0.28
210,000	Prudential Covered Trust, secured note, 144A, 2.997%, 09/30/15	USA	USD	211,111	0.13
670,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	177,565	0.11
174,330,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	155,875	0.09
100,000	HSBC Bank Brasil SA, senior note, 144A, 4.00%, 05/11/16	BRA	USD	101,875	0.06
100,000,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	90,274	0.05
331,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	89,238	0.05
72,080,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	64,716	0.04
180,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	49,117	0.03
1,500,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	33,971	0.02
23,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	20,608	0.01
77,000	Government of Poland, Strip, 07/25/15	POL	PLN	20,446	0.01
1,400,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	10,494	0.01
140,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	3,087	0.00

The accompanying notes form an integral part of these financial statements

— Franklin U.S. Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
270,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	2,017	0.00
				<u>14,469,699</u>	<u>8.77</u>
	TOTAL BONDS			<u>139,488,908</u>	<u>84.59</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>139,488,908</u>	<u>84.59</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
50,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
2,200	Motors Liquidation Co., Escrow Account, 6.25%, cvt. pfd., C **	USA	USD	0	0.00
				<u>0</u>	<u>0.00</u>
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>0</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>139,914,988</u>	<u>84.85</u>

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financial Services					
24,048	Source Markets PLC – Financials S&P US Select Source ETF	USA	USD	3,193,815	0.81
367,792	db x-trackers MSCI Mexico TRN Index UCITS ETF dr	MEX	USD	1,935,965	0.49
42,256	Lyxor ETF South Africa FTSE JSE Top 40 EUR	ZAF	GBP	1,676,864	0.43
72,555	db x-trackers MSCI Russia Capped Index ETF	RUS	USD	1,482,662	0.38
40,338	iShares MSCI South Africa UCITS ETF	ZAF	USD	1,387,829	0.35
37,650	Lyxor UCITS ETF Eastern Europe (CECE NTR EUR) FC	FRA	EUR	785,683	0.20
172,230	db x-trackers MSCI Chile TRN Index UCITS ETF	CHL	USD	540,027	0.14
				<u>11,002,845</u>	<u>2.80</u>
TOTAL INVESTMENTS FUNDS				<u>11,002,845</u>	<u>2.80</u>
SHARES					
Aerospace & Defense					
20,000	Honeywell International Inc.	USA	USD	2,039,400	0.52
50,000	Avon Rubber PLC	GBR	GBP	633,898	0.16
5,283	MacDonald Dettwiler and Associates Ltd.	CAN	CAD	386,052	0.10
150,000	Singapore Technologies Engineering Ltd.	SGP	SGD	367,511	0.09
				<u>3,426,861</u>	<u>0.87</u>
Air Freight & Logistics					
104,684	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	2,076,638	0.53
71,898	bpost SA	BEL	EUR	1,974,323	0.50
1,622	Hyundai Glovis Co. Ltd.	KOR	KRW	292,633	0.08
				<u>4,343,594</u>	<u>1.11</u>
Airlines					
25,000	Spirit Airlines Inc.	USA	USD	1,552,500	0.39
252,200	Air Arabia PJSC	ARE	AED	111,237	0.03
45,250	Jazeera Airways	KWT	KWD	69,581	0.02
				<u>1,733,318</u>	<u>0.44</u>
Auto Components					
40,705	SHW AG	DEU	EUR	1,952,680	0.50
125,200	SAF Holland SA	DEU	EUR	1,931,781	0.49
20,260	Bridgestone Corp.	JPN	JPY	749,466	0.19
204,000	Hota Industrial Manufacturing Co. Ltd.	TWN	TWD	654,934	0.17
74,000	Superalloy Industrial Co. Ltd.	TWN	TWD	306,547	0.08
53,000	Tung Thih Electronic Co. Ltd.	TWN	TWD	300,171	0.07
1,667	Hyundai Wia Corp.	KOR	KRW	153,354	0.04
				<u>6,048,933</u>	<u>1.54</u>
Automobiles					
27,282	Toyota Motor Corp.	JPN	JPY	1,828,534	0.47
25,625	Fuji Heavy Industries Ltd.	JPN	JPY	943,847	0.24
2,950	Tesla Motors Inc.	USA	USD	791,367	0.20
97,216	Tata Motors Ltd.	IND	INR	664,058	0.17
406,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	633,749	0.16
2,993	Hyundai Motor Co.	KOR	KRW	363,553	0.09
				<u>5,225,108</u>	<u>1.33</u>
Banks					
22,500	Signature Bank	USA	USD	3,293,775	0.84
17,000	SVB Financial Group	USA	USD	2,447,660	0.62
187,013	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	1,344,342	0.34
20,850	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	929,979	0.24
58,145	DBS Group Holdings Ltd.	SGP	SGD	893,177	0.23
273,227	China Merchants Bank Co. Ltd., H	CHN	HKD	800,120	0.20
757,200	Bank Central Asia Tbk PT	IDN	IDR	766,713	0.20
41,724	HDFC Bank Ltd.	IND	INR	700,551	0.18
9,325	Canadian Imperial Bank of Commerce	CAN	CAD	687,392	0.18
119,800	Kasikornbank PCL, fgn.	THA	THB	669,690	0.17
15,425	The Toronto-Dominion Bank	CAN	CAD	655,038	0.17
10,275	Royal Bank of Canada	CAN	CAD	628,346	0.16
130,040	Siam Commercial Bank PCL, fgn.	THA	THB	598,084	0.15
41,653	Yes Bank Ltd.	IND	INR	553,019	0.14
9,325	Bank of Montreal	CAN	CAD	552,557	0.14
10,275	Bank of Nova Scotia	CAN	CAD	530,368	0.14
7,623	Commonwealth Bank of Australia	AUS	AUD	500,532	0.13
514,000	China Construction Bank Corp., H	CHN	HKD	470,127	0.12
39,940	Banco Bradesco SA, pfd.	BRA	BRL	365,974	0.09
471,200	Bank Mandiri Persero Tbk PT	IDN	IDR	355,189	0.09
32,200	Itau Unibanco Holding SA, pfd.	BRA	BRL	354,269	0.09
31,409	HSBC Bank PLC (CRTP Samba Financial Group, 144A)	SAU	USD	218,578	0.06
20,025	HSBC Bank PLC (CRTP Banque Saudi Fransi)	SAU	USD	171,391	0.04
31,400	First Gulf Bank PJSC	ARE	AED	129,946	0.03
6,860	Doha Bank QSC	QAT	QAR	100,227	0.03
32,300	Emirates NBD PJSC	ARE	AED	85,655	0.02
55,841	Bank Muscat SAOG	OMN	OMR	79,780	0.02
				<u>18,882,479</u>	<u>4.82</u>

The accompanying notes form an integral part of these financial statements

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Beverages					
30,441	Anheuser-Busch InBev NV	BEL	EUR	3,646,934	0.93
24,600	Constellation Brands Inc., A	USA	USD	2,854,092	0.73
14,000	Monster Beverage Corp.	USA	USD	1,876,280	0.48
50,300	Ambev SA	BRA	BRL	308,887	0.08
				<u>8,686,193</u>	<u>2.22</u>
Biotechnology					
55,500	Celgene Corp.	USA	USD	6,423,292	1.64
14,760	Biogen Inc.	USA	USD	5,962,154	1.52
3,000	Regeneron Pharmaceuticals Inc.	USA	USD	1,530,390	0.39
18,808	CSL Ltd.	AUS	AUD	1,254,387	0.32
7,500	BioMarin Pharmaceutical Inc.	USA	USD	1,025,850	0.26
				<u>16,196,073</u>	<u>4.13</u>
Capital Markets					
21,000	Affiliated Managers Group Inc.	USA	USD	4,590,600	1.17
78,142	Banca Generali	ITA	EUR	2,750,155	0.70
92,538	Motilal Oswal Financial Services Ltd.	IND	INR	437,005	0.11
34,100	CETIP SA Mercados Organizados	BRA	BRL	373,639	0.10
599,000	Yuanta Financial Holding Co. Ltd.	TWN	TWD	323,742	0.08
5,100	IGM Financial Inc.	CAN	CAD	162,432	0.04
14,565	NH Investment & Securities Co. Ltd.	KOR	KRW	158,706	0.04
				<u>8,796,279</u>	<u>2.24</u>
Chemicals					
28,000	Ecolab Inc.	USA	USD	3,165,960	0.81
24,000	Cytec Industries Inc.	USA	USD	1,452,720	0.37
126,697	Mitsubishi Chemical Holdings Corp.	JPN	JPY	797,615	0.20
9,202	Nitto Denko Corp.	JPN	JPY	756,370	0.19
230,000	Scapa Group PLC	GBR	GBP	718,143	0.18
35,000	Essentra PLC	GBR	GBP	546,001	0.14
39,010	Daicel Chemical Industries Ltd.	JPN	JPY	501,052	0.13
1,442	Lotte Chemical Corp.	KOR	KRW	372,207	0.10
2,225	Agrium Inc.	CAN	CAD	235,807	0.06
6,675	Potash Corp. of Saskatchewan Inc.	CAN	CAD	206,717	0.05
24,800	Braskem SA, pfd., A	BRA	BRL	108,599	0.03
				<u>8,861,191</u>	<u>2.26</u>
Commercial Services & Supplies					
23,000	Stericycle Inc.	USA	USD	3,079,930	0.79
106,963	Brambles Ltd.	AUS	AUD	874,506	0.22
225,000	Clipper Logistics Group Ltd.	GBR	GBP	798,854	0.21
160,000	Restore PLC	GBR	GBP	676,158	0.17
115,000	AA PLC	GBR	GBP	669,725	0.17
155,000	Regus PLC	GBR	GBP	636,035	0.16
				<u>6,735,208</u>	<u>1.72</u>
Communications Equipment					
24,000	Palo Alto Networks Inc.	USA	USD	4,192,800	1.07
33,129	Ei TOWERS	ITA	EUR	1,995,559	0.51
				<u>6,188,359</u>	<u>1.58</u>
Construction & Engineering					
330,861	Outotec OYJ	FIN	EUR	2,129,405	0.54
32,060	Vinci SA	FRA	EUR	1,853,634	0.47
140,890	Taisei Corp.	JPN	JPY	809,263	0.21
				<u>4,792,302</u>	<u>1.22</u>
Construction Materials					
98,924	BRAAS Monier Building Group SA	DEU	EUR	2,701,023	0.69
54,000	Siam Cement PCL, fgn.	THA	THB	827,329	0.21
71,682	JK Lakshmi Cement Ltd.	IND	INR	391,804	0.10
				<u>3,920,156</u>	<u>1.00</u>
Consumer Finance					
101,225	Mahindra & Mahindra Financial Services Ltd.	IND	INR	446,416	0.11
157,558	FlexiGroup Ltd.	AUS	AUD	353,636	0.09
				<u>800,052</u>	<u>0.20</u>
Containers & Packaging					
39,601	Amcor Ltd.	AUS	AUD	419,067	0.11
Distributors					
55,000	Inchcape PLC	GBR	GBP	700,745	0.18
Diversified Financial Services					
353,485	Cerved Information Solutions SpA	ITA	EUR	2,718,195	0.69
8,000	Intercontinental Exchange Inc.	USA	USD	1,788,880	0.46
30,725	Hong Kong Exchanges & Clearing Ltd.	HKG	HKD	1,084,461	0.28
44,000	ORIX Corp.	JPN	JPY	654,661	0.17
104,700	Singapore Exchange Ltd.	SGP	SGD	608,658	0.15
5,925	Onex Corp.	CAN	CAD	327,844	0.08
28,900	BM&F BOVESPA SA	BRA	BRL	108,899	0.03

The accompanying notes form an integral part of these financial statements

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Diversified Financial Services (continued)					
48,684	Kuwait Projects Co. Holding KSC	KWT	KWD	101,425	0.03
				<u>7,393,023</u>	<u>1.89</u>
Diversified Telecommunication Services					
12,000	Telefonica Brasil SA, pfd.	BRA	BRL	168,061	0.04
Electrical Equipment					
53,220	Legrand SA	FRA	EUR	2,986,903	0.76
119,605	Prysmian SpA	ITA	EUR	2,583,234	0.66
22,403	Schneider Electric SE	FRA	EUR	1,546,208	0.39
12,883	Nidec Corp.	JPN	JPY	964,725	0.25
68,449	Mitsubishi Electric Corp.	JPN	JPY	884,764	0.22
83,000	FineTek Co. Ltd.	TWN	TWD	337,115	0.09
				<u>9,302,949</u>	<u>2.37</u>
Electronic Equipment, Instruments & Components					
12,500	Zebra Technologies Corp., A	USA	USD	1,388,125	0.36
4,668	Murata Manufacturing Co. Ltd.	JPN	JPY	814,678	0.21
50,000	Gooch & Housego PLC	GBR	GBP	711,663	0.18
104,000	Hon Hai Precision Industry Co. Ltd.	TWN	TWD	326,483	0.08
5,000	FitBit Inc., A	USA	USD	191,150	0.05
				<u>3,432,099</u>	<u>0.88</u>
Energy Equipment & Services					
53,305	Tecnicas Reunidas SA	ESP	EUR	2,738,605	0.70
53,153	TGS Nopec Geophysical Co. ASA	NOR	NOK	1,241,153	0.32
19,000	FMC Technologies Inc.	USA	USD	788,310	0.20
20,725	Calfrac Well Services Ltd.	CAN	CAD	127,934	0.03
6,350	Mullen Group Ltd.	CAN	CAD	103,766	0.02
15,275	Canadian Energy Services & Technology Corp., A	CAN	CAD	88,055	0.02
19,450	CanElson Drilling Inc.	CAN	CAD	67,273	0.02
30,175	Savanna Energy Services Corp.	CAN	CAD	36,239	0.01
				<u>5,191,335</u>	<u>1.32</u>
Food & Staples Retailing					
25,000	Whole Foods Market Inc.	USA	USD	986,000	0.25
18,298	Seven & I Holdings Co. Ltd.	JPN	JPY	786,400	0.20
519,300	CP ALL PCL, fgn.	THA	THB	710,370	0.18
1,003,200	7-Eleven Malaysia Holdings Bhd.	MYS	MYR	425,141	0.11
8,275	Alimentation Couche-Tard Inc., B	CAN	CAD	353,990	0.09
11,250	Metro Inc., A	CAN	CAD	301,921	0.08
420	Woolworths Ltd.	AUS	AUD	8,734	0.00
				<u>3,572,556</u>	<u>0.91</u>
Food Products					
299,000	Uni-President Enterprises Corp.	TWN	TWD	529,315	0.13
17,500	Nestle (Malaysia) Bhd.	MYS	MYR	331,413	0.08
26,028	Kaveri Seed Co. Ltd.	IND	INR	301,444	0.08
150,200	Mayora Indah Tbk PT	IDN	IDR	292,908	0.07
12,900	BRF SA	BRA	BRL	272,408	0.07
17,724	Nestle Lanka PLC	LKA	LKR	268,991	0.07
10,600	Saputo Inc.	CAN	CAD	256,386	0.07
2,424	Nestle India Ltd.	IND	INR	242,262	0.06
19,900	JBS SA	BRA	BRL	104,673	0.03
				<u>2,599,800</u>	<u>0.66</u>
Gas Utilities					
406,574	Snam SpA	ITA	EUR	1,933,858	0.49
Health Care Equipment & Supplies					
25,034	Draegerwerk AG & Co. KGAA, pfd.	DEU	EUR	2,681,386	0.68
31,000	Medtronic PLC	USA	USD	2,297,100	0.59
21,000	DexCom Inc.	USA	USD	1,679,580	0.43
11,000	Edwards Lifesciences Corp.	USA	USD	1,566,730	0.40
9,745	Asahi Intecc Co. Ltd.	JPN	JPY	668,033	0.17
39,000	Smith & Nephew PLC	GBR	GBP	658,029	0.17
				<u>9,550,858</u>	<u>2.44</u>
Health Care Providers & Services					
21,650	McKesson Corp.	USA	USD	4,867,137	1.24
100,000	Envision Healthcare Holdings Inc.	USA	USD	3,948,000	1.00
140,000	Spire Healthcare Group PLC	GBR	GBP	732,400	0.19
18,700	Fleury SA	BRA	BRL	110,085	0.03
				<u>9,657,622</u>	<u>2.46</u>
Health Care Technology					
52,500	Cerner Corp.	USA	USD	3,625,650	0.92
Hotels, Restaurants & Leisure					
22,500	Starbucks Corp.	USA	USD	1,206,337	0.31
32,200	Resorttrust Inc.	JPN	JPY	783,492	0.20
67,500	Restaurant Group PLC	GBR	GBP	738,056	0.19
39,000	Compass Group PLC	GBR	GBP	645,163	0.16
116,000	Lion Travel Service Co. Ltd.	TWN	TWD	628,823	0.16

The accompanying notes form an integral part of these financial statements

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Hotels, Restaurants & Leisure (continued)					
95,000	William Hill PLC	GBR	GBP	601,607	0.15
8,227	Oriental Land Co. Ltd.	JPN	JPY	525,321	0.13
10,925	Restaurant Brands International Inc.	CAN	CAD	418,719	0.11
204,793	Indian Hotels Co. Ltd.	IND	INR	294,342	0.08
6,390	Merrill Lynch International & Co. CV (CRTP Al Tayyar Travel Group)	SAU	USD	168,247	0.04
				<u>6,010,107</u>	<u>1.53</u>
Household Durables					
125,000	TRI Pointe Homes Inc.	USA	USD	1,912,500	0.49
47,500	Bovis Homes Group PLC	GBR	GBP	830,548	0.21
28,806	Sony Corp.	JPN	JPY	814,707	0.21
115,500	Techtronic Industries Co. Ltd.	HKG	HKD	381,069	0.09
				<u>3,938,824</u>	<u>1.00</u>
Industrial Conglomerates					
11,500	Roper Technologies Inc.	USA	USD	1,983,290	0.51
42,000	Smiths Group PLC	GBR	GBP	744,937	0.19
1,094	Cheil Industries Inc.	KOR	KRW	173,435	0.04
				<u>2,901,662</u>	<u>0.74</u>
Insurance					
294,600	AIA Group Ltd.	HKG	HKD	1,921,143	0.49
18,847	Euler Hermes Group	FRA	EUR	1,899,185	0.48
96,000	Ping An Insurance (Group) Co. of China Ltd.	CHN	HKD	1,292,938	0.33
50,000	St. James's Place Capital PLC	GBR	GBP	711,663	0.18
16,725	Power Corp. of Canada	CAN	CAD	427,699	0.11
13,825	Power Financial Corp.	CAN	CAD	397,040	0.10
191,000	Cathay Financial Holding Co. Ltd.	TWN	TWD	333,179	0.09
6,537	LIG Insurance Co. Ltd.	KOR	KRW	168,440	0.04
9,037	FPC Par Corretora de Seguros SA	BRA	BRL	39,399	0.01
				<u>7,190,686</u>	<u>1.83</u>
Internet & Catalog Retail					
2,900	The Priceline Group Inc.	USA	USD	3,338,973	0.85
7,500	Amazon.com Inc.	USA	USD	3,255,675	0.83
139,194	Takkt AG	DEU	EUR	2,545,597	0.65
6,684	Ctrip.com International Ltd., ADR	CHN	USD	485,392	0.13
12,994	JD.com Inc., ADR	CHN	USD	443,095	0.11
15,639	Vipshop Holdings Ltd., ADR	CHN	USD	347,968	0.09
				<u>10,416,700</u>	<u>2.66</u>
Internet Software & Services					
45,000	Facebook Inc., A	USA	USD	3,859,425	0.98
17,000	LinkedIn Corp., A	USA	USD	3,512,710	0.90
32,220	Alibaba Group Holding Ltd., ADR	CHN	USD	2,650,739	0.68
10,000	CoStar Group Inc.	USA	USD	2,012,600	0.51
5,000	Equinix Inc.	USA	USD	1,270,000	0.32
60,300	Tencent Holdings Ltd.	CHN	HKD	1,204,188	0.31
5,941	Baidu Inc., ADR	CHN	USD	1,182,734	0.30
583	Naver Corp.	KOR	KRW	330,126	0.09
				<u>16,022,522</u>	<u>4.09</u>
IT Services					
62,990	MasterCard Inc., A	USA	USD	5,888,305	1.50
67,000	Visa Inc., A	USA	USD	4,499,050	1.15
18,000	FleetCor Technologies Inc.	USA	USD	2,809,080	0.72
26,353	SCSK Corp.	JPN	JPY	804,220	0.21
10,840	Cognizant Technology Solutions Corp., A	USA	USD	662,216	0.17
53,815	Computershare Ltd.	AUS	AUD	486,053	0.12
18,960	Cielo SA	BRA	BRL	267,121	0.07
592	Samsung SDS Co. Ltd.	KOR	KRW	137,208	0.03
				<u>15,553,253</u>	<u>3.97</u>
Life Sciences Tools & Services					
14,000	Illumina Inc.	USA	USD	3,057,040	0.78
60,000	Clinigen Group PLC	GBR	GBP	587,711	0.15
				<u>3,644,751</u>	<u>0.93</u>
Machinery					
2,416	SMC Corp.	JPN	JPY	727,722	0.19
65,000	Bodycote PLC	GBR	GBP	688,255	0.18
38,000	IMI PLC	GBR	GBP	671,602	0.17
106,068	Nachi-Fujikoshi Corp.	JPN	JPY	625,714	0.16
1,957	Eicher Motors Ltd.	IND	INR	603,088	0.15
80,359	Carborundum Universal Ltd.	IND	INR	212,535	0.05
				<u>3,528,916</u>	<u>0.90</u>
Media					
40,000	The Walt Disney Co.	USA	USD	4,565,600	1.16
107,682	Eutelsat Communications	FRA	EUR	3,474,180	0.89
120,048	Reed Elsevier NV	GBR	EUR	2,846,329	0.73
198,120	Mediaset Espana Comunicacion SA	ESP	EUR	2,595,443	0.66
58,781	GfK AG	DEU	EUR	2,572,518	0.66
9,500	Charter Communications Inc., A	USA	USD	1,626,875	0.41

The accompanying notes form an integral part of these financial statements

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Media (continued)				
42,000	Reed Elsevier PLC	GBR	GBP	682,914	0.17
2,155,795	Surya Citra Media Tbk PT	IDN	IDR	464,872	0.12
241,187	Jagran Prakashan Ltd.	IND	INR	449,298	0.11
390,400	Major Cineplex Group PCL, fgn.	THA	THB	389,707	0.10
345,700	BEC World PCL, fgn.	THA	THB	383,429	0.10
9,325	Thomson Reuters Corp.	CAN	CAD	355,082	0.09
				<u>20,406,247</u>	<u>5.20</u>
	Metals & Mining				
51,511	BHP Billiton Ltd.	AUS	AUD	1,074,708	0.27
20,037	Rio Tinto Ltd.	GBR	AUD	830,681	0.21
16,000	Rio Tinto PLC	GBR	GBP	657,055	0.17
31,000	BHP Billiton PLC	AUS	GBP	608,276	0.16
145,061	Daido Steel Co. Ltd.	JPN	JPY	604,470	0.15
1,370	POSCO	KOR	KRW	274,088	0.07
4,450	Franco-Nevada Corp.	CAN	CAD	212,239	0.05
15,400	Major Drilling Group International Inc.	CAN	CAD	77,062	0.02
51,511	South32	AUS	AUD	71,118	0.02
				<u>4,409,697</u>	<u>1.12</u>
	Multiline Retail				
6,000	Next PLC	GBR	GBP	702,237	0.18
55,000	Poya Co. Ltd.	TWN	TWD	584,728	0.15
276,600	Matahari Department Store Tbk PT	IDN	IDR	343,351	0.09
				<u>1,630,316</u>	<u>0.42</u>
	Multi-Utilities				
165,000	Centrica PLC	GBR	GBP	683,809	0.17
4,450	ATCO Ltd., I	CAN	CAD	140,697	0.04
				<u>824,506</u>	<u>0.21</u>
	Oil, Gas & Consumable Fuels				
100,000	BP PLC	GBR	GBP	660,056	0.17
39,000	BG Group PLC	GBR	GBP	649,145	0.17
13,175	Enbridge Inc.	CAN	CAD	616,134	0.16
3,322	SK Innovation Co. Ltd.	KOR	KRW	361,977	0.09
10,925	Canadian Natural Resources Ltd.	CAN	CAD	296,523	0.08
31,031	Origin Energy Ltd.	AUS	AUD	286,492	0.07
6,250	TransCanada Corp.	CAN	CAD	254,003	0.06
43,400	Nuvista Energy Ltd.	CAN	CAD	232,463	0.06
6,350	Tourmaline Oil Corp.	CAN	CAD	190,754	0.05
11,450	Cenovus Energy Inc.	CAN	CAD	183,072	0.05
42,800	Petroleo Brasileiro SA, pfd.	BRA	BRL	174,899	0.04
27,400	Bonavista Energy Corp.	CAN	CAD	148,956	0.04
3,850	Keyera Corp.	CAN	CAD	128,539	0.03
26,775	Crew Energy Inc.	CAN	CAD	122,406	0.03
4,125	Peyto Exploration & Development Corp.	CAN	CAD	100,830	0.03
14,675	Kelt Exploration Ltd.	CAN	CAD	99,165	0.02
4,775	Baytex Energy Corp.	CAN	CAD	74,282	0.02
2,875	ARC Resources Ltd.	CAN	CAD	49,259	0.01
				<u>4,628,955</u>	<u>1.18</u>
	Paper & Forest Products				
33,200	Suzano Papel e Celulose SA, pfd., A	BRA	BRL	176,551	0.04
59,700	Duratex SA	BRA	BRL	139,351	0.04
				<u>315,902</u>	<u>0.08</u>
	Personal Products				
517	Amorepacific Corp.	KOR	KRW	193,014	0.05
	Pharmaceuticals				
28,000	Allergan PLC	USA	USD	8,496,880	2.17
21,000	Valeant Pharmaceuticals International Inc.	CAN	USD	4,665,150	1.19
35,432	Sanofi	FRA	EUR	3,484,350	0.89
40,000	Bristol-Myers Squibb Co.	USA	USD	2,661,600	0.68
6,666	Roche Holding AG	CHE	CHF	1,867,706	0.48
88,148	Sun Pharmaceutical Industries Ltd.	IND	INR	1,212,971	0.31
25,000	Prestige Brands Holdings Inc.	USA	USD	1,156,000	0.29
23,400	Shionogi & Co. Ltd.	JPN	JPY	907,207	0.23
4,000	Jazz Pharmaceuticals PLC	USA	USD	704,280	0.18
10,500	AstraZeneca PLC	GBR	GBP	662,954	0.17
20,277	Torrent Pharmaceuticals Ltd.	IND	INR	415,202	0.10
				<u>26,234,300</u>	<u>6.69</u>
	Professional Services				
249,413	Appplus Services SA	ESP	EUR	2,943,579	0.75
22,500	IHS Inc., A	USA	USD	2,894,175	0.74
				<u>5,837,754</u>	<u>1.49</u>
	Real Estate Investment Trusts (REITs)				
44,000	Workspace Group PLC	GBR	GBP	621,770	0.16

The accompanying notes form an integral part of these financial statements

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Real Estate Management & Development					
434,000	China Overseas Land & Investment Ltd.	CHN	HKD	1,536,873	0.39
28,054	Mitsui Fudosan Co. Ltd.	JPN	JPY	785,530	0.20
22,325	Brookfield Asset Management Inc., A	CAN	CAD	780,035	0.20
79,000	Unite Group PLC	GBR	GBP	709,283	0.18
170,000	Urban & Civic PLC	GBR	GBP	674,352	0.17
149,111	China Resources Land Ltd.	CHN	HKD	483,786	0.13
83,470	Emaar Properties PJSC	ARE	AED	179,080	0.05
26,393	Mabane Co. SAKC	KWT	KWD	86,406	0.02
71,500	Talaat Moustafa Group	EGY	EGP	83,119	0.02
				<u>5,318,464</u>	<u>1.36</u>
Road & Rail					
15,750	Canadian National Railway Co.	CAN	CAD	908,683	0.23
10,000	Genesee & Wyoming Inc.	USA	USD	761,800	0.20
2,225	Canadian Pacific Railway Ltd.	CAN	CAD	356,321	0.09
58,087	Sankyu Inc.	JPN	JPY	317,511	0.08
				<u>2,344,315</u>	<u>0.60</u>
Semiconductors & Semiconductor Equipment					
40,000	NXP Semiconductors NV	NLD	USD	3,928,000	1.00
39,000	Cavium Inc.	USA	USD	2,683,590	0.69
25,000	Skyworks Solutions Inc.	USA	USD	2,602,500	0.66
350,795	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	1,595,090	0.41
12,323	Rohm Co. Ltd.	JPN	JPY	826,635	0.21
128,000	Epistar Corp.	TWN	TWD	170,879	0.04
				<u>11,806,694</u>	<u>3.01</u>
Software					
45,000	Salesforce.com Inc.	USA	USD	3,133,350	0.80
42,500	Electronic Arts Inc.	USA	USD	2,826,250	0.72
31,000	ServiceNow Inc.	USA	USD	2,303,610	0.59
20,000	Mobileye NV	USA	USD	1,063,400	0.27
38,500	Micro Focus International PLC	GBR	GBP	823,181	0.21
81,000	The Sage Group PLC	GBR	GBP	652,161	0.16
				<u>10,801,952</u>	<u>2.75</u>
Specialty Retail					
15,000	Advance Auto Parts Inc.	USA	USD	2,389,350	0.61
12,500	Tractor Supply Co.	USA	USD	1,124,250	0.29
99,000	Dixons Carphone PLC	GBR	GBP	705,324	0.18
295,000	Topps Tiles PLC	GBR	GBP	669,678	0.17
154,750	L'Occitane International SA	LUX	HKD	441,193	0.11
2,439	Shinsegae International Co. Ltd.	KOR	KRW	289,725	0.07
				<u>5,619,520</u>	<u>1.43</u>
Technology Hardware, Storage & Peripherals					
105,000	Apple Inc.	USA	USD	13,169,625	3.36
1,216	Samsung Electronics Co. Ltd.	KOR	KRW	1,377,128	0.35
24,354	Neopost SA	FRA	EUR	1,047,519	0.27
23,679	FUJIFILM Holdings Corp.	JPN	JPY	846,148	0.22
190	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	168,510	0.04
				<u>16,608,930</u>	<u>4.24</u>
Textiles, Apparel & Luxury Goods					
42,500	NIKE Inc., B	USA	USD	4,590,850	1.17
25,000	Under Armour Inc., A	USA	USD	2,086,000	0.53
121,201	Titan Co. Ltd.	IND	INR	698,508	0.18
13,000	Ted Baker PLC	GBR	GBP	595,535	0.15
166,800	Samsonite International SA	HKG	HKD	576,683	0.15
63,000	Feng Tay Enterprise Co. Ltd.	TWN	TWD	364,963	0.10
3,825	Gildan Activewear Inc.	CAN	CAD	127,061	0.03
				<u>9,039,600</u>	<u>2.31</u>
Thriffs & Mortgage Finance					
2,900	Home Capital Group Inc.	CAN	CAD	100,490	0.03
Tobacco					
13,000	British American Tobacco PLC	GBR	GBP	697,446	0.18
13,900	Imperial Tobacco Group PLC	GBR	GBP	669,738	0.17
13,300	Souza Cruz SA	BRA	BRL	104,465	0.03
3,560	Eastern Tobacco	EGY	EGP	100,314	0.02
				<u>1,571,963</u>	<u>0.40</u>
Trading Companies & Distributors					
86,000	HD Supply Holdings Inc.	USA	USD	3,025,480	0.77
63,480	ITOCHU Corp.	JPN	JPY	838,689	0.21
225,000	SIG PLC	GBR	GBP	708,717	0.18
225,000	Lavendon Group PLC	GBR	GBP	702,532	0.18
40,000	Ashtead Group PLC	GBR	GBP	690,612	0.18
				<u>5,966,030</u>	<u>1.52</u>
Transportation Infrastructure					
31,700	CCR SA	BRA	BRL	151,962	0.04

The accompanying notes form an integral part of these financial statements

— Franklin World Perspectives Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Water Utilities				
81,900	Cia de Saneamento do Parana, pfd.	BRA	BRL	<u>102,694</u>	<u>0.03</u>
	Wireless Telecommunication Services				
104,585	Bharti Airtel Ltd.	IND	INR	691,192	0.17
9,743	SoftBank Group Corp.	JPN	JPY	573,881	0.15
4,450	Rogers Communications Inc., B	CAN	CAD	157,835	0.04
37,700	Tim Participacoes SA	BRA	BRL	<u>124,119</u>	<u>0.03</u>
				<u>1,547,027</u>	<u>0.39</u>
	TOTAL SHARES			<u>367,473,252</u>	<u>93.71</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>378,476,097</u>	<u>96.51</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Securities Maturing Within One Year				
30,777	Indian Hotels Co. Ltd., cvt., zero cpn., 03/01/16	IND	INR	<u>39,993</u>	<u>0.01</u>
	TOTAL BONDS			<u>39,993</u>	<u>0.01</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>39,993</u>	<u>0.01</u>
	TOTAL INVESTMENTS			<u>378,516,090</u>	<u>96.52</u>

The accompanying notes form an integral part of these financial statements

— Franklin Mutual Beacon Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Aerospace & Defense					
69,605	Huntington Ingalls Industries Inc.	USA	USD	7,836,827	0.82
86,127	B/E Aerospace Inc.	USA	USD	4,728,372	0.49
45,378	KLX Inc.	USA	USD	2,002,531	0.21
				<u>14,567,730</u>	<u>1.52</u>
Automobiles					
385,910	General Motors Co.	USA	USD	12,862,380	1.35
26,040	Volkswagen AG, pfd.	DEU	EUR	6,036,218	0.63
				<u>18,898,598</u>	<u>1.98</u>
Banks					
210,854	PNC Financial Services Group Inc.	USA	USD	20,168,185	2.11
221,930	JPMorgan Chase & Co.	USA	USD	15,037,977	1.57
213,694	Citigroup Inc.	USA	USD	11,804,457	1.24
343,868	Citizens Financial Group Inc.	USA	USD	9,391,035	0.98
2,197,070	Barclays PLC	GBR	GBP	8,991,411	0.94
190,895	SunTrust Banks Inc.	USA	USD	8,212,303	0.86
127,920	Wells Fargo & Co.	USA	USD	7,194,221	0.75
312,394	ING Groep NV, IDR	NLD	EUR	5,156,064	0.54
62,898	KB Financial Group Inc.	KOR	KRW	2,072,931	0.22
36,774	Societe Generale SA	FRA	EUR	1,715,949	0.18
85,306	Guaranty Bancorp	USA	USD	1,408,402	0.15
27,545	Columbia Banking System Inc.	USA	USD	896,314	0.09
				<u>92,049,249</u>	<u>9.63</u>
Beverages					
118,542	PepsiCo Inc.	USA	USD	11,064,710	1.16
Communications Equipment					
497,827	Cisco Systems Inc.	USA	USD	13,670,329	1.43
751,276	Nokia OYJ, A	FIN	EUR	5,098,911	0.53
664,310	Nokia Corp., ADR	FIN	USD	4,550,524	0.48
				<u>23,319,764</u>	<u>2.44</u>
Construction Materials					
97,134	Holcim Ltd., B	CHE	CHF	7,167,411	0.75
Consumer Finance					
217,670	Ally Financial Inc.	USA	USD	4,882,338	0.51
Containers & Packaging					
215,037	MeadWestvaco Corp.	USA	USD	10,147,596	1.06
Diversified Financial Services					
216,763	CIT Group Inc.	USA	USD	10,077,312	1.05
Diversified Telecommunication Services					
1,792,110	Koninklijke KPN NV	NLD	EUR	6,850,454	0.72
Energy Equipment & Services					
185,480	Baker Hughes Inc.	USA	USD	11,444,116	1.20
Food & Staples Retailing					
139,923	Walgreens Boots Alliance Inc.	USA	USD	11,815,098	1.23
93,936	CVS Health Corp.	USA	USD	9,852,008	1.03
133,115	The Kroger Co.	USA	USD	9,652,169	1.01
				<u>31,319,275</u>	<u>3.27</u>
Health Care Equipment & Supplies					
339,756	Medtronic PLC	USA	USD	25,175,919	2.63
129,538	Stryker Corp.	USA	USD	12,379,947	1.30
				<u>37,555,866</u>	<u>3.93</u>
Health Care Providers & Services					
30,823	Cigna Corp.	USA	USD	4,993,326	0.52
Household Products					
50,008	Energizer Holdings Inc.	USA	USD	6,578,552	0.69
Independent Power and Renewable Electricity Producers					
277,962	NRG Energy Inc.	USA	USD	6,359,771	0.67
Insurance					
39,689	White Mountains Insurance Group Ltd.	USA	USD	25,993,914	2.72
311,943	American International Group Inc.	USA	USD	19,284,316	2.02
123,298	ACE Ltd.	USA	USD	12,536,941	1.31
335,355	XL Group PLC	IRL	USD	12,475,206	1.30
220,960	MetLife Inc.	USA	USD	12,371,550	1.29
23,825	Alleghany Corp.	USA	USD	11,168,207	1.17
151,692	The Allstate Corp.	USA	USD	9,840,260	1.03
				<u>103,670,394</u>	<u>10.84</u>

The accompanying notes form an integral part of these financial statements

— Franklin Mutual Beacon Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	IT Services				
970,391	Xerox Corp.	USA	USD	<u>10,324,960</u>	<u>1.08</u>
	Machinery				
117,389	Caterpillar Inc.	USA	USD	9,956,935	1.04
561,085	CNH Industrial NV	GBR	EUR	<u>5,114,964</u>	<u>0.54</u>
				<u>15,071,899</u>	<u>1.58</u>
	Marine				
5,970	A.P. Moeller-Maersk AS, B	DNK	DKK	<u>10,808,981</u>	<u>1.13</u>
	Media				
108,712	Time Warner Cable Inc.	USA	USD	19,369,217	2.02
537,001	Twenty-First Century Fox Inc., B	USA	USD	17,302,172	1.81
176,930	DIRECTV	USA	USD	16,417,335	1.72
739,620	Reed Elsevier PLC	GBR	GBP	12,026,111	1.26
204,167	CBS Corp., B	USA	USD	11,331,269	1.18
92,030	Time Warner Inc.	USA	USD	<u>8,044,342</u>	<u>0.84</u>
				<u>84,490,446</u>	<u>8.83</u>
	Metals & Mining				
369,823	Freeport-McMoRan Inc., B	USA	USD	6,886,104	0.72
242,253	ThyssenKrupp AG	DEU	EUR	<u>6,299,957</u>	<u>0.66</u>
				<u>13,186,061</u>	<u>1.38</u>
	Multiline Retail				
103,835	Macy's Inc.	USA	USD	<u>7,005,747</u>	<u>0.73</u>
	Oil, Gas & Consumable Fuels				
419,905	Royal Dutch Shell PLC, A	GBR	EUR	11,872,224	1.24
171,020	Apache Corp.	USA	USD	9,855,883	1.03
357,628	Marathon Oil Corp.	USA	USD	9,491,447	0.99
384,968	BG Group PLC	GBR	GBP	6,407,694	0.67
936,553	BP PLC	GBR	GBP	6,181,771	0.65
141,681	Whiting Petroleum Corp.	USA	USD	4,760,482	0.50
60,910	Anadarko Petroleum Corp.	USA	USD	4,754,635	0.50
102,380	Murphy Oil Corp.	USA	USD	4,255,937	0.45
160,272	CONSOL Energy Inc.	USA	USD	<u>3,484,313</u>	<u>0.36</u>
				<u>61,064,386</u>	<u>6.39</u>
	Paper & Forest Products				
257,693	International Paper Co.	USA	USD	<u>12,263,610</u>	<u>1.28</u>
	Personal Products				
266,520	Avon Products Inc.	USA	USD	<u>1,668,415</u>	<u>0.17</u>
	Pharmaceuticals				
465,180	Merck & Co. Inc.	USA	USD	26,482,697	2.77
261,677	Eli Lilly & Co.	USA	USD	21,847,413	2.28
294,537	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	17,407,137	1.82
161,735	Hospira Inc.	USA	USD	<u>14,347,512</u>	<u>1.50</u>
				<u>80,084,759</u>	<u>8.37</u>
	Real Estate Management & Development				
50,518	Forestar Group Inc.	USA	USD	<u>664,817</u>	<u>0.07</u>
	Semiconductors & Semiconductor Equipment				
69,702	Altera Corp.	USA	USD	<u>3,568,742</u>	<u>0.37</u>
	Software				
598,523	Microsoft Corp.	USA	USD	26,424,790	2.76
634,075	Symantec Corp.	USA	USD	14,742,244	1.54
313,141	CA Inc.	USA	USD	<u>9,171,900</u>	<u>0.96</u>
				<u>50,338,934</u>	<u>5.26</u>
	Specialty Retail				
340,527	Office Depot Inc.	USA	USD	<u>2,948,964</u>	<u>0.31</u>
	Technology Hardware, Storage & Peripherals				
146,080	Apple Inc.	USA	USD	18,322,084	1.91
321,032	Hewlett-Packard Co.	USA	USD	9,634,170	1.01
7,678	Samsung Electronics Co. Ltd.	KOR	KRW	<u>8,695,388</u>	<u>0.91</u>
				<u>36,651,642</u>	<u>3.83</u>
	Tobacco				
284,565	British American Tobacco PLC	GBR	GBP	15,266,813	1.59
226,337	Imperial Tobacco Group PLC	GBR	GBP	10,905,499	1.14
195,504	Altria Group Inc.	USA	USD	9,562,101	1.00
112,446	Reynolds American Inc.	USA	USD	8,395,218	0.88
58,140	Philip Morris International Inc.	USA	USD	<u>4,661,084</u>	<u>0.49</u>
				<u>48,790,715</u>	<u>5.10</u>

The accompanying notes form an integral part of these financial statements

— Franklin Mutual Beacon Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
3,495,637	Vodafone Group PLC	GBR	GBP	<u>12,622,549</u>	<u>1.32</u>
	TOTAL SHARES			<u>852,502,089</u>	<u>89.14</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>852,502,089</u>	<u>89.14</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
10,382,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 12/15/19	USA	USD	9,932,978	1.04
5,225,000	Avaya Inc., senior secured note, 144A, 7.00%, 04/01/19	USA	USD	5,133,562	0.54
3,820,000	NGPL PipeCo LLC, senior secured note, 144A, 9.625%, 06/01/19	USA	USD	3,886,850	0.41
4,326,000	Avaya Inc., senior note, 144A, 10.50%, 03/01/21	USA	USD	3,590,580	0.38
4,551,000	Walter Energy Inc., first lien, 144A, 9.50%, 10/15/19	USA	USD	2,514,428	0.26
3,625,000	Samson Investment Co., senior note, 9.75%, 02/15/20	USA	USD	226,563	0.02
1,263,810	Walter Energy Inc., second lien, 144A, PIK, 11.50%, 04/01/20 ‡	USA	USD	69,510	0.01
13,876,106	Adelphia Recovery Trust, Escrow Account, ACC-1	USA	USD	27,752	0.00
1,106,158	Adelphia Recovery Trust, Escrow Account, Arahova	USA	USD	<u>12,278</u>	<u>0.00</u>
				<u>25,394,501</u>	<u>2.66</u>
	Government and Municipal Bonds				
3,736,000	Puerto Rico Commonwealth GO, Refunding, Series A, 8.00%, 07/01/35	USA	USD	<u>2,531,140</u>	<u>0.26</u>
	Securities Maturing Within One Year				
10,000,000	U.S. Treasury Bill, 0.00%, 08/27/15	USA	USD	10,000,120	1.05
7,000,000	U.S. Treasury Bill, 0.00%, 08/20/15	USA	USD	7,000,021	0.74
6,000,000	U.S. Treasury Bill, 0.00%, 11/19/15	USA	USD	5,999,412	0.63
5,000,000	U.S. Treasury Bill, 0.00%, 07/23/15	USA	USD	5,000,055	0.52
5,000,000	U.S. Treasury Bill, 0.00%, 09/03/15	USA	USD	4,999,955	0.52
5,000,000	U.S. Treasury Bill, 0.00%, 12/03/15	USA	USD	4,999,085	0.52
2,000,000	U.S. Treasury Bill, 0.00%, 07/02/15	USA	USD	<u>2,000,000</u>	<u>0.21</u>
				<u>39,998,648</u>	<u>4.19</u>
	TOTAL BONDS			<u>67,924,289</u>	<u>7.11</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>67,924,289</u>	<u>7.11</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Auto Components				
9,944,392	International Automotive Components Group North America LLC **	USA	USD	8,850,648	0.92
912,806	International Automotive Components Group Brazil LLC **	BRA	USD	<u>79,664</u>	<u>0.01</u>
				<u>8,930,312</u>	<u>0.93</u>
	Consumer Finance				
5,757,459	CB FIM Coinvestors LLC **	USA	USD	0	0.00
7,202,506	FIM Coinvestor Holdings I LLC **	USA	USD	<u>0</u>	<u>0.00</u>
				<u>0</u>	<u>0.00</u>
	TOTAL SHARES			<u>8,930,312</u>	<u>0.93</u>
	BONDS				
	Corporate Bonds				
60,000	Century Communications Corp., Escrow Account, 8.375%, 12/15/07 **	USA	USD	0	0.00
584,000	Century Communications Corp., Escrow Account, 8.75%, 10/01/07 **	USA	USD	0	0.00
72,000	Century Communications Corp., Escrow Account, 8.875%, 02/20/49 **	USA	USD	0	0.00
142,000	Century Communications Corp., Escrow Account, 9.50%, 03/01/05 **	USA	USD	0	0.00
929,000	Century Communications Corp., Escrow Account, zero cpn., 01/15/08 **	USA	USD	0	0.00
1,302,000	Century Communications Corp., Escrow Account, zero cpn., 02/20/49 **	USA	USD	0	0.00
90,000	Global Crossing Holdings Ltd., Escrow Account, 6.00%, 02/20/49 **	USA	USD	0	0.00
80,000	Global Crossing Holdings Ltd., Escrow Account, 7.25%, 02/20/49 **	USA	USD	0	0.00
555,000	Global Crossing Holdings Ltd., Escrow Account, 9.125%, 11/16/06 **	USA	USD	0	0.00
470,000	Global Crossing Holdings Ltd., Escrow Account, 9.50%, 11/15/09 **	USA	USD	0	0.00
285,000	Global Crossing Holdings Ltd., Escrow Account, 9.625%, 05/15/08 **	USA	USD	0	0.00
2,365,399	Global Crossing Holdings Ltd., Escrow Account, zero cpn., 02/20/49 **	USA	USD	0	0.00
7,988,000	Tropicana Entertainment LLC/Tropicana Finance Corp., senior sub. note, 9.625%, 12/15/14 *,**	USA	USD	<u>0</u>	<u>0.00</u>
				<u>0</u>	<u>0.00</u>
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>8,930,312</u>	<u>0.93</u>
	TOTAL INVESTMENTS			<u>929,356,690</u>	<u>97.18</u>

* These Bonds are currently in default

** These securities are submitted to a Fair Valuation

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Franklin Mutual European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
1,099,255	Deutsche Post AG	DEU	EUR	<u>28,805,977</u>	<u>0.95</u>
	Airlines				
4,285,425	International Consolidated Airlines Group SA	GBR	GBP	29,884,874	0.98
45,227	International Consolidated Airlines Group SA	GBR	EUR	<u>315,504</u>	<u>0.01</u>
				<u>30,200,378</u>	<u>0.99</u>
	Auto Components				
405,538	Cie Generale des Etablissements Michelin, B	FRA	EUR	<u>38,116,517</u>	<u>1.25</u>
	Automobiles				
188,837	Volkswagen AG, pfd.	DEU	EUR	39,278,096	1.29
39,591	Audi AG	DEU	EUR	<u>31,076,955</u>	<u>1.03</u>
				<u>70,355,051</u>	<u>2.32</u>
	Banks				
1,319,246	BNP Paribas SA	FRA	EUR	71,437,171	2.35
9,757,603	UniCredit SpA	ITA	EUR	58,789,558	1.94
1,376,239	Societe Generale SA	FRA	EUR	57,623,127	1.90
15,240,685	Barclays PLC	GBR	GBP	55,966,459	1.84
4,598,381	Commerzbank AG	DEU	EUR	52,720,438	1.74
3,550,106	ING Groep NV, IDR	NLD	EUR	52,577,070	1.73
4,431,790	HSBC Holdings PLC	GBR	GBP	35,616,057	1.17
419,043	Danske Bank AS	DNK	DKK	<u>11,054,291</u>	<u>0.36</u>
				<u>395,784,171</u>	<u>13.03</u>
	Capital Markets				
1,954,430	UBS Group AG	CHE	CHF	37,189,830	1.22
1,289,297	Credit Suisse Group AG	CHE	CHF	<u>31,795,631</u>	<u>1.05</u>
				<u>68,985,461</u>	<u>2.27</u>
	Chemicals				
905,314	Arkema SA	FRA	EUR	<u>58,510,444</u>	<u>1.93</u>
	Commercial Services & Supplies				
8,313,352	G4S PLC	GBR	GBP	<u>31,477,324</u>	<u>1.04</u>
	Communications Equipment				
5,788,068	Nokia Corp., ADR	FIN	USD	35,576,532	1.17
2,519,366	Nokia OYJ, A	FIN	EUR	<u>15,342,939</u>	<u>0.51</u>
				<u>50,919,471</u>	<u>1.68</u>
	Construction & Engineering				
1,212,845	FLSmidth & Co. AS	DNK	DKK	52,349,000	1.72
12,959,342	Balfour Beatty PLC	GBR	GBP	<u>44,191,062</u>	<u>1.46</u>
				<u>96,540,062</u>	<u>3.18</u>
	Construction Materials				
597,180	Holcim Ltd., B	CHE	CHF	<u>39,539,912</u>	<u>1.30</u>
	Diversified Telecommunication Services				
27,478,510	Koninklijke KPN NV	NLD	EUR	94,251,289	3.10
3,610,554	Deutsche Telekom AG	DEU	EUR	55,783,059	1.83
6,003,533	TDC AS	DNK	DKK	39,488,458	1.30
1,913,441	Telenor ASA	NOR	NOK	37,617,230	1.24
457,039	Sunrise Communications Group AG, 144A	CHE	CHF	34,273,906	1.13
1,397,430	Hellenic Telecommunications Organization SA **	GRC	EUR	<u>10,563,812</u>	<u>0.35</u>
				<u>271,977,754</u>	<u>8.95</u>
	Electric Utilities				
17,012,827	Enel SpA	ITA	EUR	<u>69,140,129</u>	<u>2.28</u>
	Food & Staples Retailing				
2,383,296	Metro AG	DEU	EUR	<u>67,399,611</u>	<u>2.22</u>
	Hotels, Restaurants & Leisure				
2,159,849	Accor SA	FRA	EUR	<u>97,776,364</u>	<u>3.22</u>
	Industrial Conglomerates				
1,434,220	Koninklijke Philips NV	NLD	EUR	<u>32,728,900</u>	<u>1.08</u>
	Insurance				
15,162,240	Direct Line Insurance Group PLC	GBR	GBP	71,772,763	2.36
12,104,636	RSA Insurance Group PLC	GBR	GBP	67,776,103	2.23
2,555,870	NN Group NV	NLD	EUR	64,446,262	2.12
1,705,070	Ageas	BEL	EUR	58,918,694	1.94
3,638,188	Assicurazioni Generali SpA	ITA	EUR	58,793,118	1.93
5,807,015	UNIQA Insurance Group AG	AUT	EUR	46,972,944	1.55
1,331,790	XL Group PLC	IRL	USD	44,454,743	1.46
4,319,543	Lancashire Holdings Ltd.	GBR	GBP	37,539,329	1.24
6,574,899	Storebrand ASA	NOR	NOK	<u>24,331,992</u>	<u>0.80</u>
				<u>475,005,948</u>	<u>15.63</u>

The accompanying notes form an integral part of these financial statements

— Franklin Mutual European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Machinery				
506,874	Vossloh AG	DEU	EUR	27,143,103	0.89
2,287,841	CNH Industrial NV	GBR	EUR	18,714,539	0.62
				<u>45,857,642</u>	<u>1.51</u>
	Marine				
46,260	A.P. Moeller-Maersk AS, B	DNK	DKK	75,154,582	2.47
	Media				
1,082,512	Liberty Global PLC, C	GBR	USD	49,179,041	1.62
2,087,131	Societe Television Francaise 1	FRA	EUR	32,287,917	1.06
2,008,764	Reed Elsevier PLC	GBR	GBP	29,307,912	0.97
				<u>110,774,870</u>	<u>3.65</u>
	Metals & Mining				
2,294,938	ThyssenKrupp AG	DEU	EUR	53,552,378	1.76
1,273,702	Voestalpine AG	AUT	EUR	47,547,296	1.57
983,522	Anglo American PLC	GBR	GBP	12,734,411	0.42
				<u>113,834,085</u>	<u>3.75</u>
	Oil, Gas & Consumable Fuels				
8,925,713	BP PLC	GBR	GBP	52,864,351	1.74
3,426,451	BG Group PLC	GBR	GBP	51,175,384	1.69
1,685,350	Royal Dutch Shell PLC, A	GBR	EUR	42,757,330	1.41
14,377,531	Cairn Energy PLC	GBR	GBP	34,414,195	1.13
1,700,588	Repsol SA	ESP	EUR	26,784,261	0.88
				<u>207,995,521</u>	<u>6.85</u>
	Pharmaceuticals				
695,701	Novartis AG	CHE	CHF	61,517,591	2.02
	Specialty Retail				
16,192,332	Kingfisher PLC	GBR	GBP	79,273,823	2.61
344,341	Dufry AG	CHE	CHF	43,021,057	1.41
				<u>122,294,880</u>	<u>4.02</u>
	Technology Hardware, Storage & Peripherals				
486,427	Wincor Nixdorf AG	DEU	EUR	17,161,145	0.56
	Trading Companies & Distributors				
3,454,550	Kloekner & Co. SE	DEU	EUR	27,964,582	0.92
	Wireless Telecommunication Services				
26,435,832	Vodafone Group PLC	GBR	GBP	85,655,077	2.82
	TOTAL SHARES			<u>2,791,473,449</u>	<u>91.89</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>2,791,473,449</u>	<u>91.89</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
622,000	Oslo Bors VPS Holding ASA	NOR	NOK	6,477,096	0.21
	TOTAL SHARES			<u>6,477,096</u>	<u>0.21</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>6,477,096</u>	<u>0.21</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Energy Equipment & Services				
1,439,424	DeepOcean Group Holding BV **	NLD	USD	19,374,005	0.64
	Road & Rail				
18,431,027	Euro Wagon LP **	JER	EUR	20,028,260	0.66
	TOTAL SHARES			<u>39,402,265</u>	<u>1.30</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>39,402,265</u>	<u>1.30</u>
	TOTAL INVESTMENTS			<u>2,837,352,810</u>	<u>93.40</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Franklin Mutual Global Discovery Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Aerospace & Defense					
84,250	KLX Inc.	USA	USD	<u>3,717,953</u>	<u>0.27</u>
Airlines					
171,468	International Consolidated Airlines Group SA	GBR	GBP	<u>1,332,604</u>	<u>0.10</u>
Auto Components					
64,960	Cie Generale des Etablissements Michelin, B	FRA	EUR	<u>6,804,375</u>	<u>0.50</u>
Automobiles					
535,460	General Motors Co.	USA	USD	17,846,882	1.30
70,533	Volkswagen AG, pfd.	DEU	EUR	16,349,945	1.19
47,944	Hyundai Motor Co.	KOR	KRW	<u>5,823,643</u>	<u>0.42</u>
				<u>40,020,470</u>	<u>2.91</u>
Banks					
4,998,652	Barclays PLC	GBR	GBP	20,456,760	1.49
345,960	Wells Fargo & Co.	USA	USD	19,456,790	1.42
1,456,143	Commerzbank AG	DEU	EUR	18,605,386	1.36
264,140	JPMorgan Chase & Co.	USA	USD	17,898,126	1.30
296,000	BNP Paribas SA	FRA	EUR	17,862,850	1.30
186,080	PNC Financial Services Group Inc.	USA	USD	17,798,552	1.30
320,650	Citigroup Inc.	USA	USD	17,712,706	1.29
1,009,300	ING Groep NV, IDR	NLD	EUR	16,658,501	1.21
263,060	Societe Generale SA	FRA	EUR	12,274,911	0.89
260,480	SunTrust Banks Inc.	USA	USD	11,205,850	0.82
201,606	Citizens Financial Group Inc.	USA	USD	5,505,860	0.40
49,750	Seacoast Banking Corp. of Florida	USA	USD	<u>786,050</u>	<u>0.06</u>
				<u>176,222,342</u>	<u>12.84</u>
Beverages					
152,474	PepsiCo Inc.	USA	USD	<u>14,231,923</u>	<u>1.04</u>
Capital Markets					
324,881	UBS Group AG	CHE	CHF	<u>6,889,520</u>	<u>0.50</u>
Communications Equipment					
485,210	Cisco Systems Inc.	USA	USD	13,323,867	0.97
1,302,565	Nokia OYJ, A	FIN	EUR	8,840,509	0.64
1,223,413	Nokia Corp., ADR	FIN	USD	<u>8,380,379</u>	<u>0.61</u>
				<u>30,544,755</u>	<u>2.22</u>
Construction & Engineering					
272,040	FLSmidth & Co. AS	DNK	DKK	<u>13,085,684</u>	<u>0.95</u>
Construction Materials					
29,216,000	Xinyi Glass Holdings Ltd.	CHN	HKD	15,679,057	1.14
93,235	Holcim Ltd., B	CHE	CHF	<u>6,879,708</u>	<u>0.50</u>
				<u>22,558,765</u>	<u>1.64</u>
Consumer Finance					
432,300	Ally Financial Inc.	USA	USD	<u>9,696,489</u>	<u>0.71</u>
Diversified Financial Services					
251,595	CIT Group Inc.	USA	USD	<u>11,696,652</u>	<u>0.85</u>
Diversified Telecommunication Services					
7,086,330	Koninklijke KPN NV	NLD	EUR	27,087,947	1.97
923,849	TDC AS	DNK	DKK	6,772,123	0.50
9,175,931	China Telecom Corp. Ltd., H	CHN	HKD	<u>5,386,013</u>	<u>0.39</u>
				<u>39,246,083</u>	<u>2.86</u>
Electric Utilities					
3,467,891	Enel SpA	ITA	EUR	<u>15,706,511</u>	<u>1.14</u>
Energy Equipment & Services					
256,290	Baker Hughes Inc.	USA	USD	<u>15,813,093</u>	<u>1.15</u>
Food & Staples Retailing					
487,794	Metro AG	DEU	EUR	15,373,631	1.12
170,206	Walgreens Boots Alliance Inc.	USA	USD	<u>14,372,195</u>	<u>1.05</u>
				<u>29,745,826</u>	<u>2.17</u>
Health Care Equipment & Supplies					
235,267	Medtronic PLC	USA	USD	17,433,285	1.27
179,185	Stryker Corp.	USA	USD	<u>17,124,710</u>	<u>1.25</u>
				<u>34,557,995</u>	<u>2.52</u>
Hotels, Restaurants & Leisure					
338,930	Accor SA	FRA	EUR	17,099,409	1.25
1,325,600	Sands China Ltd.	HKG	HKD	<u>4,454,778</u>	<u>0.32</u>
				<u>21,554,187</u>	<u>1.57</u>

The accompanying notes form an integral part of these financial statements

— Franklin Mutual Global Discovery Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Independent Power and Renewable Electricity Producers					
348,937	NRG Energy Inc.	USA	USD	7,983,679	0.58
Industrial Conglomerates					
374,218	Koninklijke Philips NV	NLD	EUR	9,517,018	0.69
301,740	Jardine Strategic Holdings Ltd.	HKG	USD	9,133,670	0.67
				<u>18,650,688</u>	<u>1.36</u>
Insurance					
3,433,384	RSA Insurance Group PLC	GBR	GBP	21,424,359	1.56
8,792,213	PICC Property and Casualty Co. Ltd., H	CHN	HKD	20,007,952	1.46
320,837	American International Group Inc.	USA	USD	19,834,143	1.45
288,266	The Allstate Corp.	USA	USD	18,699,815	1.36
450,981	XL Group PLC	IRL	USD	16,776,493	1.22
592,716	NN Group NV	NLD	EUR	16,655,827	1.21
284,432	MetLife Inc.	USA	USD	15,925,348	1.16
3,094,792	China Pacific Insurance (Group) Co. Ltd., H	CHN	HKD	14,891,764	1.09
2,508,117	Direct Line Insurance Group PLC	GBR	GBP	13,231,368	0.96
107,560	ACE Ltd.	USA	USD	10,936,701	0.80
2,138,920	Storebrand ASA	NOR	NOK	8,821,526	0.64
				<u>177,205,296</u>	<u>12.91</u>
IT Services					
877,274	Xerox Corp.	USA	USD	9,334,195	0.68
Machinery					
125,197	Caterpillar Inc.	USA	USD	10,619,210	0.78
816,920	CNH Industrial NV	GBR	EUR	7,447,207	0.54
				<u>18,066,417</u>	<u>1.32</u>
Marine					
9,540	A.P. Moeller-Maersk AS, B	DNK	DKK	17,272,643	1.26
Media					
324,768	CBS Corp., B	USA	USD	18,024,624	1.31
93,999	Time Warner Cable Inc.	USA	USD	16,747,802	1.22
158,570	Time Warner Inc.	USA	USD	13,860,604	1.01
308,560	Twenty-First Century Fox Inc., B	USA	USD	9,941,803	0.72
105,789	DIRECTV	USA	USD	9,816,161	0.72
399,730	Societe Television Francaise 1	FRA	EUR	6,891,562	0.50
				<u>75,282,556</u>	<u>5.48</u>
Metals & Mining					
597,359	ThyssenKrupp AG	DEU	EUR	15,534,733	1.13
384,998	Freeport-McMoRan Inc., B	USA	USD	7,168,663	0.52
465,308	Anglo American PLC	GBR	GBP	6,714,225	0.49
				<u>29,417,621</u>	<u>2.14</u>
Multiline Retail					
105,520	Macy's Inc.	USA	USD	7,119,434	0.52
Oil, Gas & Consumable Fuels					
744,846	Royal Dutch Shell PLC, A	GBR	EUR	21,059,475	1.53
2,746,160	BP PLC	GBR	GBP	18,126,185	1.32
245,647	Apache Corp.	USA	USD	14,156,637	1.03
4,501,263	China Shenhua Energy Co. Ltd., H	CHN	HKD	10,266,502	0.75
611,523	BG Group PLC	GBR	GBP	10,178,645	0.74
339,820	Marathon Oil Corp.	USA	USD	9,018,823	0.66
94,150	Anadarko Petroleum Corp.	USA	USD	7,349,349	0.54
221,025	Repsol SA	ESP	EUR	3,879,561	0.28
89,050	Murphy Oil Corp.	USA	USD	3,701,808	0.27
				<u>97,736,985</u>	<u>7.12</u>
Paper & Forest Products					
207,700	International Paper Co.	USA	USD	9,884,443	0.72
78,620	Verso Corp.	USA	USD	51,889	0.00
				<u>9,936,332</u>	<u>0.72</u>
Personal Products					
424,881	Avon Products Inc.	USA	USD	2,659,755	0.19
Pharmaceuticals					
540,670	Merck & Co. Inc.	USA	USD	30,780,343	2.24
283,777	Eli Lilly & Co.	USA	USD	23,692,542	1.73
340,904	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	20,147,426	1.47
				<u>74,620,311</u>	<u>5.44</u>
Real Estate Management & Development					
1,208,696	Dolphin Capital Investors Ltd.	GRC	GBP	379,772	0.03
Semiconductors & Semiconductor Equipment					
92,172	Altera Corp.	USA	USD	4,719,206	0.34

The accompanying notes form an integral part of these financial statements

— Franklin Mutual Global Discovery Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Software					
592,236	Microsoft Corp.	USA	USD	26,147,219	1.90
751,022	Symantec Corp.	USA	USD	17,461,262	1.27
110,026	Open Text Corp.	CAN	USD	4,459,354	0.33
				<u>48,067,835</u>	<u>3.50</u>
Specialty Retail					
3,633,254	Kingfisher PLC	GBR	GBP	19,823,337	1.44
124,144	Dufry AG	CHE	CHF	17,285,369	1.26
17,832,500	Baoxin Auto Group Ltd.	CHN	HKD	11,387,366	0.83
15,957,191	China ZhengTong Auto Services Holdings Ltd.	CHN	HKD	10,395,698	0.76
				<u>58,891,770</u>	<u>4.29</u>
Technology Hardware, Storage & Peripherals					
191,260	Apple Inc.	USA	USD	23,988,785	1.75
12,638	Samsung Electronics Co. Ltd.	KOR	KRW	14,312,622	1.04
406,504	Hewlett-Packard Co.	USA	USD	12,199,185	0.89
				<u>50,500,592</u>	<u>3.68</u>
Tobacco					
350,560	British American Tobacco PLC	GBR	GBP	18,807,423	1.37
127,102	Reynolds American Inc.	USA	USD	9,489,435	0.69
129,571	Altria Group Inc.	USA	USD	6,337,318	0.46
74,960	Philip Morris International Inc.	USA	USD	6,009,543	0.44
				<u>40,643,719</u>	<u>2.96</u>
Wireless Telecommunication Services					
6,383,994	Vodafone Group PLC	GBR	GBP	23,052,243	1.68
				<u>23,052,243</u>	<u>1.68</u>
TOTAL SHARES					
				<u>1,264,966,276</u>	<u>92.14</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>1,264,966,276</u>	<u>92.14</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
11,450,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 12/15/19	USA	USD	10,954,787	0.80
5,418,000	Avaya Inc., senior secured note, 144A, 7.00%, 04/01/19	USA	USD	5,323,185	0.39
4,735,000	Avaya Inc., senior note, 144A, 10.50%, 03/01/21	USA	USD	3,930,050	0.28
6,560,000	Walter Energy Inc., first lien, 144A, 9.50%, 10/15/19	USA	USD	3,624,400	0.26
3,755,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	2,206,063	0.16
1,791,170	Walter Energy Inc., second lien, 144A, PIK, 11.50%, 04/01/20 ‡	USA	USD	98,514	0.01
				<u>26,136,999</u>	<u>1.90</u>
Government and Municipal Bonds					
7,523,000	Puerto Rico Commonwealth GO, Refunding, Series A, 8.00%, 07/01/35	USA	USD	5,096,833	0.37
Securities Maturing Within One Year					
3,000,000	U.S. Treasury Bill, 0.00%, 08/27/15	USA	USD	3,000,036	0.22
				<u>34,233,868</u>	<u>2.49</u>
TOTAL BONDS					
				<u>34,233,868</u>	<u>2.49</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
				<u>34,233,868</u>	<u>2.49</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Auto Components					
207,778	International Automotive Components Group North America LLC **	USA	USD	184,925	0.01
Consumer Finance					
172,544	FIM Coinvestor Holdings I LLC **	USA	USD	0	0.00
Diversified Financial Services					
7,190,000	Hightower Holding LLC, pfd., A **	USA	USD	9,428,247	0.69
1,552,000	Hightower Holding LLC, pfd., A, 2 **	USA	USD	4,501,886	0.33
				<u>13,930,133</u>	<u>1.02</u>
				<u>14,115,058</u>	<u>1.03</u>
TOTAL SHARES					
BONDS					
Corporate Bonds					
10,420,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				<u>0</u>	<u>0.00</u>
TOTAL BONDS					
				<u>0</u>	<u>0.00</u>
TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
				<u>14,115,058</u>	<u>1.03</u>
TOTAL INVESTMENTS					
				<u>1,313,315,202</u>	<u>95.66</u>

** These securities are submitted to a Fair Valuation

‡ Income may be received in additional securities and/or cash

The accompanying notes form an integral part of these financial statements

— Templeton Africa Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Banks					
49,542,088	Guaranty Trust Bank PLC	NGA	NGN	6,718,878	5.29
63,270,281	Zenith Bank PLC	NGA	NGN	6,115,449	4.82
10,140,268	Kenya Commercial Bank Ltd.	KEN	KES	5,512,957	4.34
507,638	Commercial International Bank Egypt SAE	EGY	EGP	3,769,005	2.97
333,900	MCB Group Ltd.	MUS	MUR	2,073,142	1.63
6,176,556	The Co-operative Bank of Kenya Ltd.	KEN	KES	1,336,984	1.05
1,709,512	Equity Group Holdings Ltd./Kenya	KEN	KES	800,325	0.63
2,017,227	Ecobank Transnational Inc.	TGO	NGN	231,947	0.18
				<u>26,558,687</u>	<u>20.91</u>
Beverages					
9,773,852	Nigerian Breweries PLC	NGA	NGN	7,360,816	5.79
1,612,292	East African Breweries Ltd.	KEN	KES	4,950,909	3.90
4,414,592	Delta Corp. Ltd.	ZWE	USD	4,458,738	3.51
401,407	Tanzania Breweries Ltd.	TZA	TZS	2,917,494	2.30
35,646	SABMiller PLC	GBR	ZAR	1,849,543	1.45
				<u>21,537,500</u>	<u>16.95</u>
Chemicals					
463,045	Alexandria Mineral Oils Co.	EGY	EGP	2,573,130	2.02
109,909	Paints & Chemical Industries Co. SAE	EGY	EGP	669,821	0.53
				<u>3,242,951</u>	<u>2.55</u>
Construction & Engineering					
65,917	Mota-Engil Africa NV	ZAF	EUR	495,863	0.39
Diversified Financial Services					
1,346,173	Poulina Group	TUN	TND	3,685,120	2.90
Diversified Telecommunication Services					
99,146	Sonatel	SEN	XOF	4,026,506	3.17
1,474,921	Telecom Egypt	EGY	EGP	1,569,630	1.23
				<u>5,596,136</u>	<u>4.40</u>
Food & Staples Retailing					
306,000	Shoprite Holdings Ltd.	ZAF	ZAR	4,363,883	3.44
100,302	Massmart Holdings Ltd.	ZAF	ZAR	1,232,546	0.97
				<u>5,596,429</u>	<u>4.41</u>
Food Products					
3,122,060	Juhayna Food Industries	EGY	EGP	3,473,934	2.74
224,653	Edita Food Industries SAE	EGY	EGP	853,852	0.67
				<u>4,327,786</u>	<u>3.41</u>
Health Care Providers & Services					
175,770	Integrated Diagnostics Holdings PLC	EGY	USD	1,028,255	0.81
Hotels, Restaurants & Leisure					
1,719,837	New Mauritius Hotels Ltd.	MUS	MUR	1,008,774	0.79
Industrial Conglomerates					
15,963,384	UAC of Nigeria PLC	NGA	NGN	3,406,526	2.68
100,818	Press Corp. Ltd., GDR, Reg S	MWI	USD	2,359,804	1.86
2,275,197	Innscor Africa Ltd.	ZWE	USD	1,365,118	1.07
				<u>7,131,448</u>	<u>5.61</u>
Metals & Mining					
111,420	Anglo American PLC	GBR	ZAR	1,620,105	1.28
67,409	Kumba Iron Ore Ltd.	ZAF	ZAR	836,435	0.66
140,950	Impala Platinum Holdings Ltd.	ZAF	ZAR	629,096	0.49
				<u>3,085,636</u>	<u>2.43</u>
Oil, Gas & Consumable Fuels					
1,132,697	SEPLAT Petroleum Development Co. PLC, Reg S	NGA	GBP	2,019,695	1.59
169,800	Exxaro Resources Ltd.	ZAF	ZAR	1,213,136	0.95
				<u>3,232,831</u>	<u>2.54</u>
Pharmaceuticals					
632,619	Egyptian International Pharmaceutical Industries Co.	EGY	EGP	7,047,479	5.55
Specialty Retail					
476,840	Truworths International Ltd.	ZAF	ZAR	3,358,967	2.64
Tobacco					
232,500	Eastern Tobacco	EGY	EGP	6,551,399	5.16

The accompanying notes form an integral part of these financial statements

— Templeton Africa Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
353,208	MTN Group Ltd.	ZAF	ZAR	6,641,158	5.23
13,636,400	Safaricom Ltd.	KEN	KES	2,265,297	1.78
3,476,610	Econet Wireless Zimbabwe Ltd.	ZWE	USD	1,390,644	1.10
281,700	Global Telecom Holding, GDR, Reg S	EGY	USD	484,524	0.38
				<u>10,781,623</u>	<u>8.49</u>
	TOTAL SHARES			<u>114,266,884</u>	<u>89.94</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>114,266,884</u>	<u>89.94</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Beverages				
1,504,712	Sechaba Brewery Holding Ltd.	BWA	BWP	4,348,467	3.42
	Consumer Finance				
7,385,565	Letshego Holdings Ltd.	BWA	BWP	2,396,468	1.89
	TOTAL SHARES			<u>6,744,935</u>	<u>5.31</u>
	RIGHTS				
	Hotels, Restaurants & Leisure				
573,278	New Mauritius Hotels Ltd., rts., 07/17/15 **	MUS	MUR	0	0.00
	TOTAL RIGHTS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>6,744,935</u>	<u>5.31</u>
	TOTAL INVESTMENTS			<u>121,011,819</u>	<u>95.25</u>

** These securities are submitted to a Fair Valuation

— Templeton ASEAN Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Automobiles					
344,000	Astra International Tbk PT	IDN	IDR	<u>182,546</u>	<u>3.31</u>
Banks					
17,000	DBS Group Holdings Ltd.	SGP	SGD	261,140	4.74
31,584	Oversea-Chinese Banking Corp. Ltd.	SGP	SGD	238,715	4.34
13,000	United Overseas Bank Ltd.	SGP	SGD	222,667	4.04
27,300	Kasikornbank PCL, fgn.	THA	THB	152,609	2.77
29,100	Siam Commercial Bank PCL, fgn.	THA	THB	133,838	2.43
164,000	Bank Rakyat Indonesia Persero Tbk PT	IDN	IDR	127,313	2.31
311,100	Bank Danamon Indonesia Tbk PT	IDN	IDR	100,336	1.82
114,500	Bank Mandiri Persero Tbk PT	IDN	IDR	86,310	1.57
18,900	Hong Leong Financial Group Bhd.	MYS	MYR	75,890	1.38
52,900	Tisco Financial Group PCL, fgn.	THA	THB	71,973	1.31
26,687	Malayan Banking Bhd.	MYS	MYR	64,606	1.17
9,000	Public Bank Bhd.	MYS	MYR	44,624	0.81
36,300	Alliance Financial Group Bhd.	MYS	MYR	42,208	0.77
				<u>1,622,229</u>	<u>29.46</u>
Beverages					
15,000	Carlsberg Brewery Malaysia Bhd.	MYS	MYR	49,662	0.90
45,000	Thai Beverage PCL, fgn.	THA	SGD	25,559	0.47
				<u>75,221</u>	<u>1.37</u>
Commercial Services & Supplies					
468,100	Astra Graphia Tbk PT	IDN	IDR	<u>77,241</u>	<u>1.40</u>
Construction & Engineering					
64,800	Gamuda Bhd.	MYS	MYR	<u>80,153</u>	<u>1.45</u>
Construction Materials					
153,000	Semen Indonesia (Persero) Tbk PT	IDN	IDR	137,709	2.50
7,200	Siam Cement PCL, fgn.	THA	THB	110,310	2.00
				<u>248,019</u>	<u>4.50</u>
Diversified Telecommunication Services					
67,000	Singapore Telecommunications Ltd.	SGP	SGD	209,421	3.80
437,000	Telekomunikasi Indonesia Persero Tbk PT, B	IDN	IDR	96,037	1.75
				<u>305,458</u>	<u>5.55</u>
Energy Equipment & Services					
106,900	Ezion Holdings Ltd.	SGP	SGD	81,352	1.48
105,000	SapuraKencana Petroleum Bhd.	MYS	MYR	65,634	1.19
320,300	KNM Group Bhd.	MYS	MYR	52,598	0.95
				<u>199,584</u>	<u>3.62</u>
Food Products					
253,000	Century Pacific Food Inc.	PHL	PHP	102,633	1.86
19,000	Universal Robina Corp.	PHL	PHP	81,710	1.48
153,100	Oldtown Bhd.	MYS	MYR	64,881	1.18
76,000	Thai Union Frozen Products PCL, fgn.	THA	THB	49,003	0.89
31,000	Super Group Ltd.	SGP	SGD	25,548	0.47
				<u>323,775</u>	<u>5.88</u>
Gas Utilities					
311,000	Perusahaan Gas Negara (Persero) Tbk PT	IDN	IDR	<u>100,654</u>	<u>1.83</u>
Health Care Equipment & Supplies					
144,000	Biosensors International Group Ltd.	SGP	SGD	87,133	1.58
35,200	Hartalega Holdings Bhd.	MYS	MYR	79,341	1.44
				<u>166,474</u>	<u>3.02</u>
Health Care Providers & Services					
424,100	Bangkok Chain Hospital PCL, fgn.	THA	THB	88,433	1.61
90,100	Bangkok Dusit Medical Services PCL, fgn.	THA	THB	52,498	0.95
				<u>140,931</u>	<u>2.56</u>
Hotels, Restaurants & Leisure					
417,100	Bloomerry Resorts Corp.	PHL	PHP	79,609	1.45
354,500	Melco Crown Philippines Resorts Corp.	PHL	PHP	40,235	0.73
				<u>119,844</u>	<u>2.18</u>
Industrial Conglomerates					
17,000	Keppel Corp. Ltd.	SGP	SGD	103,750	1.88
11,000	SembCorp Industries Ltd.	SGP	SGD	31,769	0.58
				<u>135,519</u>	<u>2.46</u>
Insurance					
5,319,100	Panin Financial Tbk PT	IDN	IDR	<u>114,102</u>	<u>2.07</u>
Machinery					
32,000	United Tractors Tbk PT	IDN	IDR	48,903	0.89
16,000	SembCorp Marine Ltd.	SGP	SGD	33,737	0.61
				<u>82,640</u>	<u>1.50</u>

The accompanying notes form an integral part of these financial statements

— Templeton ASEAN Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Media				
66,000	Major Cineplex Group PCL, fgn.	THA	THB	<u>65,883</u>	<u>1.20</u>
	Multiline Retail				
2,113,500	Ramayana Lestari Sentosa Tbk PT	IDN	IDR	<u>109,380</u>	<u>1.99</u>
	Oil, Gas & Consumable Fuels				
8,300	PTT PCL, fgn.	THA	THB	<u>88,131</u>	<u>1.60</u>
	Pharmaceuticals				
20,000	DHG Pharmaceutical JSC	VNM	VND	67,312	1.22
357,000	Kalbe Farma Tbk PT	IDN	IDR	<u>44,851</u>	<u>0.82</u>
				<u>112,163</u>	<u>2.04</u>
	Real Estate Investment Trusts (REITs)				
32,000	CapitaLand Mall Trust	SGP	SGD	<u>51,080</u>	<u>0.93</u>
	Real Estate Management & Development				
492,000	Land and Houses PCL, NVDR	THA	THB	128,784	2.34
49,500	Sunway Bhd.	MYS	MYR	45,101	0.82
6,000	City Developments Ltd.	SGP	SGD	43,567	0.79
64,000	Supalai PCL, fgn.	THA	THB	<u>35,587</u>	<u>0.64</u>
				<u>253,039</u>	<u>4.59</u>
	Specialty Retail				
259,520	SSI Group Inc., Reg S	PHL	PHP	<u>56,839</u>	<u>1.03</u>
	Trading Companies & Distributors				
226,200	Hexindo Adiperkasa Tbk PT	IDN	IDR	<u>45,724</u>	<u>0.83</u>
	Wireless Telecommunication Services				
66,400	Intouch Holdings PCL, NVDR	THA	THB	153,186	2.78
13,700	Advanced Info Service PCL, fgn.	THA	THB	<u>97,249</u>	<u>1.77</u>
				<u>250,435</u>	<u>4.55</u>
	TOTAL SHARES			<u>5,007,064</u>	<u>90.92</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>5,007,064</u>	<u>90.92</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Construction & Engineering				
4,950	Sunway Construction Group Bhd. **	MYS	MYR	<u>1,958</u>	<u>0.04</u>
	TOTAL SHARES			<u>1,958</u>	<u>0.04</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>1,958</u>	<u>0.04</u>
	TOTAL INVESTMENTS			<u>5,009,022</u>	<u>90.96</u>

** These securities are submitted to a Fair Valuation

— Templeton Asian Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
1,000,000,000	Export-Import Bank of India, senior note, 9.70%, 11/21/18	IND	INR	16,303,404	1.02
230,000,000	Export-Import Bank of India, senior note, 8.76%, 01/10/18	IND	INR	<u>3,661,160</u>	<u>0.23</u>
				<u>19,964,564</u>	<u>1.25</u>
Government and Municipal Bonds					
4,325,111,045	Government of Thailand, Reg S, Index Linked, 1.25%, 03/12/28	THA	THB	116,368,002	7.25
122,500,000	Government of Mongolia, Reg S, 5.125%, 12/05/22	MNG	USD	111,361,075	6.94
74,628,900,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	67,046,298	4.18
3,430,000,000	Government of India, 7.99%, 07/09/17	IND	INR	54,188,087	3.37
3,400,000,000	Government of India, senior bond, 7.02%, 08/17/16	IND	INR	53,292,658	3.32
255,000,000	Government of China, senior note, Reg S, 2.74%, 11/21/17	CHN	CNY	41,244,533	2.57
2,390,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	35,504,124	2.21
381,047,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	33,697,472	2.10
37,184,300,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	33,444,682	2.08
34,721,800,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	31,289,626	1.95
3,997,820,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	30,549,329	1.90
325,620,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	26,086,363	1.62
1,600,000,000	Government of India, senior note, 8.07%, 07/03/17	IND	INR	25,266,669	1.57
882,000,000	Government of the Philippines, senior note, 4.95%, 01/15/21	PHL	PHP	20,379,008	1.27
241,600,000,000	Government of Indonesia, FR47, 10.00%, 02/15/28	IDN	IDR	20,363,353	1.27
216,408,000,000	Government of Indonesia, FR42, 10.25%, 07/15/27	IDN	IDR	18,504,356	1.15
2,126,100,000	Government of Sri Lanka, A, 5.80%, 01/15/17	LKA	LKR	15,634,672	0.97
157,890,000,000	Government of Indonesia, FR39, 11.75%, 08/15/23	IDN	IDR	14,203,295	0.88
15,423,900,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	14,038,788	0.87
1,482,900,000	Government of Sri Lanka, B, 6.40%, 10/01/16	LKA	LKR	11,031,152	0.69
414,070,000	Government of the Philippines, senior bond, 9.125%, 09/04/16	PHL	PHP	9,737,991	0.61
600,000,000	Government of India, senior bond, 7.46%, 08/28/17	IND	INR	9,376,398	0.58
1,121,000,000	Government of Sri Lanka, B, 5.80%, 07/15/17	LKA	LKR	8,159,673	0.51
814,360,000	Government of Sri Lanka, B, 8.50%, 07/15/18	LKA	LKR	6,206,781	0.39
59,577,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	4,942,937	0.31
66,096,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	4,933,293	0.31
383,900,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	2,929,542	0.18
296,300,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	2,226,355	0.14
21,215,000,000	Government of Indonesia, FR37, 12.00%, 09/15/26	IDN	IDR	2,006,964	0.13
20,491,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,536,475	0.10
160,400,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	1,196,052	0.07
1,840,000	Financing of Infrastructure Projects State Enterprise, Reg S, 7.40%, 04/20/18	UKR	USD	910,800	0.06
8,109,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	679,894	0.04
42,300,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	<u>37,958</u>	<u>0.00</u>
				<u>828,374,655</u>	<u>51.59</u>
Securities Maturing Within One Year					
451,437,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	120,071,122	7.48
74,325,000	Government of Fiji, senior bond, 9.00%, 03/15/16	FJI	USD	76,835,327	4.79
295,000,000	Bank of China Ltd./Singapore, senior note, Reg S, 3.30%, 03/04/16	CHN	CNY	47,520,404	2.96
2,120,000,000	The Export-Import Bank of Korea, senior note, Reg S, 4.00%, 11/26/15	KOR	PHP	47,151,214	2.94
50,906,300,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	45,705,504	2.85
280,000,000	Bank of China Ltd./Sydney, senior note, Reg S, 3.25%, 04/17/16	CHN	CNY	45,132,785	2.81
5,494,000,000	Government of Sri Lanka, B, 8.00%, 06/01/16	LKA	LKR	41,574,508	2.59
183,000,000	Industrial and Commercial Bank of China Ltd., senior note, Reg S, 3.20%, 04/24/16	CHN	CNY	29,468,282	1.84
30,402,100,000	Korea Monetary Stabilization Bond, senior note, 2.13%, 10/08/15	KOR	KRW	27,195,955	1.69
86,140,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	22,837,196	1.42
20,647,100,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	18,545,231	1.15
63,410,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	16,805,036	1.05
721,670,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	15,912,404	0.99
15,693,500,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	14,167,153	0.88
1,498,800,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	11,234,843	0.70
427,080,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	9,366,994	0.58
329,800,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	7,222,648	0.45
315,220,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	6,974,378	0.43
239,440,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	5,422,740	0.34
18,750,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	4,947,457	0.31
149,870,000	Philippine Treasury Bill, 0.00%, 09/02/15	PHL	PHP	3,312,957	0.21
378,400,000	Government of Sri Lanka, B, 11.00%, 09/01/15	LKA	LKR	2,847,185	0.18
3,087,200,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	2,737,716	0.17
100,000,000	Government of India, senior note, 7.59%, 04/12/16	IND	INR	1,571,489	0.10
50,710,000	Philippine Treasury Bill, 0.00%, 10/07/15	PHL	PHP	1,119,061	0.07
39,160,000	Philippine Treasury Bill, 0.00%, 12/02/15	PHL	PHP	861,680	0.05
1,080,000	Government of Singapore, senior note, 1.125%, 04/01/16	SGP	SGD	803,285	0.05
860,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/03/15	SGP	SGD	638,481	0.04
22,790,000	Philippine Treasury Bill, 0.00%, 07/08/15	PHL	PHP	504,906	0.03
1,540,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	401,571	0.02
15,810,000	Philippine Treasury Bill, 0.00%, 11/04/15	PHL	PHP	348,423	0.02
230,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/10/15	SGP	SGD	170,735	0.01
29,000,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	25,933	0.00
19,480,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	17,373	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Asian Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
20,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/20/15	SGP	SGD	14,844	0.00
				<u>629,466,820</u>	<u>39.20</u>
	TOTAL BONDS			<u>1,477,806,039</u>	<u>92.04</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>1,477,806,039</u>	<u>92.04</u>
	TOTAL INVESTMENTS			<u>1,477,806,039</u>	<u>92.04</u>

— Templeton Asian Dividend Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Automobiles					
8,000	UMW Holdings Bhd.	MYS	MYR	<u>21,486</u>	<u>0.21</u>
Banks					
427,600	China Construction Bank Corp., H	CHN	HKD	391,102	3.89
488,100	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	387,248	3.85
229,662	Hatton National Bank PLC	LKA	LKR	296,748	2.95
61,000	BOC Hong Kong (Holdings) Ltd.	HKG	HKD	254,965	2.54
15,480	DBS Group Holdings Ltd.	SGP	SGD	237,791	2.36
38,200	Siam Commercial Bank PCL, fgn.	THA	THB	175,691	1.75
20,030	Oversea-Chinese Banking Corp. Ltd.	SGP	SGD	151,389	1.51
18,000	Public Bank Bhd.	MYS	MYR	<u>89,249</u>	<u>0.89</u>
				<u>1,984,183</u>	<u>19.74</u>
Beverages					
99,500	Carlsberg Brewery Malaysia Bhd.	MYS	MYR	329,426	3.28
454,600	Thai Beverage PCL, fgn.	THA	SGD	<u>258,200</u>	<u>2.57</u>
				<u>587,626</u>	<u>5.85</u>
Building Products					
1,900,900	Dynasty Ceramic PCL, fgn.	THA	THB	<u>206,901</u>	<u>2.06</u>
Chemicals					
545,000	Fauji Fertilizer Co. Ltd.	PAK	PKR	<u>802,651</u>	<u>7.99</u>
Commercial Services & Supplies					
552,300	Astra Graphia Tbk PT	IDN	IDR	<u>91,135</u>	<u>0.91</u>
Communications Equipment					
24,900	VTech Holdings Ltd.	HKG	HKD	<u>329,252</u>	<u>3.28</u>
Diversified Telecommunication Services					
56,000	Singapore Telecommunications Ltd.	SGP	SGD	175,039	1.74
473,000	Telekomunikasi Indonesia Persero Tbk PT, B	IDN	IDR	<u>103,948</u>	<u>1.04</u>
				<u>278,987</u>	<u>2.78</u>
Electric Utilities					
38,000	Cheung Kong Infrastructure Holdings Ltd.	HKG	HKD	294,866	2.93
28,500	Power Assets Holdings Ltd.	HKG	HKD	<u>259,938</u>	<u>2.59</u>
				<u>554,804</u>	<u>5.52</u>
Electronic Equipment, Instruments & Components					
230,600	Delta Electronics (Thailand) PCL, fgn.	THA	THB	617,252	6.14
51,000	Simplo Technology Co. Ltd.	TWN	TWD	236,027	2.35
150,000	Synnex Technology International Corp.	TWN	TWD	222,095	2.21
29,000	Flytech Technology Co. Ltd.	TWN	TWD	<u>115,441</u>	<u>1.15</u>
				<u>1,190,815</u>	<u>11.85</u>
Gas Utilities					
344,500	Perusahaan Gas Negara (Persero) Tbk PT	IDN	IDR	<u>111,496</u>	<u>1.11</u>
Hotels, Restaurants & Leisure					
241,700	NagaCorp Ltd.	KHM	HKD	178,976	1.78
32,800	MGM China Holdings Ltd.	HKG	HKD	<u>53,653</u>	<u>0.53</u>
				<u>232,629</u>	<u>2.31</u>
Household Durables					
68,000	Samson Holding Ltd.	HKG	HKD	<u>9,036</u>	<u>0.09</u>
Machinery					
90,000	Shin Zu Shing Co. Ltd.	TWN	TWD	272,630	2.71
57,750	Zhengzhou Yutong Bus Co. Ltd., A	CHN	CNY	191,476	1.91
24,000	SembCorp Marine Ltd.	SGP	SGD	<u>50,605</u>	<u>0.50</u>
				<u>514,711</u>	<u>5.12</u>
Oil, Gas & Consumable Fuels					
292,000	China Petroleum and Chemical Corp., H	CHN	HKD	251,632	2.50
178,000	PetroChina Co. Ltd., H	CHN	HKD	198,169	1.97
50,000	China Shenhua Energy Co. Ltd., H	CHN	HKD	<u>114,040</u>	<u>1.14</u>
				<u>563,841</u>	<u>5.61</u>
Real Estate Investment Trusts (REITs)					
128,600	KLCCP Stapled Group	MYS	MYR	237,069	2.36
491,100	Sunway REIT	MYS	MYR	200,316	1.99
115,000	CapitaLand Mall Trust	SGP	SGD	183,570	1.82
99,000	Keppel REIT Management Ltd.	SGP	SGD	<u>84,160</u>	<u>0.84</u>
				<u>705,115</u>	<u>7.01</u>
Real Estate Management & Development					
502,600	Land and Houses PCL, fgn.	THA	THB	133,789	1.33
83,500	Land and Houses PCL, NVDR	THA	THB	<u>21,857</u>	<u>0.22</u>
				<u>155,646</u>	<u>1.55</u>

The accompanying notes form an integral part of these financial statements

— Templeton Asian Dividend Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Semiconductors & Semiconductor Equipment					
49,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	236,286	2.35
44,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	<u>200,071</u>	<u>1.99</u>
				<u>436,357</u>	<u>4.34</u>
Technology Hardware, Storage & Peripherals					
30,000	Asustek Computer Inc.	TWN	TWD	<u>291,757</u>	<u>2.90</u>
Tobacco					
20,900	British American Tobacco Malaysia Bhd.	MYS	MYR	<u>343,213</u>	<u>3.41</u>
Trading Companies & Distributors					
249,400	Hexindo Adiperkasa Tbk PT	IDN	IDR	<u>50,413</u>	<u>0.50</u>
Wireless Telecommunication Services					
25,500	China Mobile Ltd.	CHN	HKD	326,989	3.25
32,400	Intouch Holdings PCL, fgn.	THA	THB	74,747	0.74
15,800	Grameenphone Ltd.	BGD	BDT	67,397	0.67
25,600	Intouch Holdings PCL, NVDR	THA	THB	<u>59,059</u>	<u>0.59</u>
				<u>528,192</u>	<u>5.25</u>
TOTAL SHARES				<u>9,990,246</u>	<u>99.39</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>9,990,246</u>	<u>99.39</u>
TOTAL INVESTMENTS				<u>9,990,246</u>	<u>99.39</u>

The accompanying notes form an integral part of these financial statements

— Templeton Asian Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Auto Components					
23,679	Hankook Tire Co. Ltd.	KOR	KRW	888,248	0.01
Automobiles					
492,652,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	769,009,075	7.66
1,162,318,400	Astra International Tbk PT	IDN	IDR	616,793,751	6.14
345,416,695	Guangzhou Automobile Group Co. Ltd., H	CHN	HKD	319,943,737	3.19
				<u>1,705,746,563</u>	<u>16.99</u>
Banks					
157,678,700	Siam Commercial Bank PCL, fgn.	THA	THB	725,200,765	7.22
105,536,900	Kasikornbank PCL, fgn.	THA	THB	589,957,826	5.88
114,768,510	China Merchants Bank Co. Ltd., H	CHN	HKD	336,089,114	3.35
291,359,500	Bank Rakyat Indonesia Persero Tbk PT	IDN	IDR	226,181,948	2.25
609,385,004	Bank Danamon Indonesia Tbk PT	IDN	IDR	196,538,947	1.96
54,612,089	MCB Bank Ltd.	PAK	PKR	133,380,041	1.33
41,133,889	Tisco Financial Group PCL, fgn.	THA	THB	55,964,475	0.56
46,974,200	Thanachart Capital PCL, fgn.	THA	THB	46,196,159	0.46
31,332,100	Kiatnakin Bank PCL, fgn.	THA	THB	32,666,564	0.32
				<u>2,342,175,839</u>	<u>23.33</u>
Communications Equipment					
23,185,300	VTech Holdings Ltd.	HKG	HKD	306,579,019	3.05
Construction & Engineering					
3,087,543	Hyundai Development Co.	KOR	KRW	182,554,524	1.82
97,534	Daelim Industrial Co. Ltd.	KOR	KRW	7,143,178	0.07
				<u>189,697,702</u>	<u>1.89</u>
Construction Materials					
29,753,986	Siam Cement PCL, fgn.	THA	THB	455,858,171	4.54
Food & Staples Retailing					
34,181,734	Dairy Farm International Holdings Ltd.	HKG	USD	296,013,816	2.95
Health Care Equipment & Supplies					
10,494,162	Microlife Corp.	TWN	TWD	24,521,133	0.24
Household Durables					
129,778,602	Samson Holding Ltd.	HKG	HKD	17,244,323	0.17
IT Services					
4,523,539	Tata Consultancy Services Ltd.	IND	INR	181,555,202	1.81
Machinery					
83,363,310	China International Marine Containers (Group) Co. Ltd.	CHN	HKD	213,579,733	2.13
36,965,863	SembCorp Marine Ltd.	SGP	SGD	77,944,206	0.78
48,051,363	United Tractors Tbk PT	IDN	IDR	73,433,079	0.73
1,448,620	Daewoo Shipbuilding & Marine Engineering Co. Ltd.	KOR	KRW	17,207,893	0.17
				<u>382,164,911</u>	<u>3.81</u>
Media					
184,637,800	BEC World PCL, fgn.	THA	THB	204,789,042	2.04
Metals & Mining					
780,092,000	Aluminum Corp. of China Ltd., H	CHN	HKD	394,491,578	3.93
68,706,539	Vedanta Ltd.	IND	INR	188,256,492	1.87
				<u>582,748,070</u>	<u>5.80</u>
Multiline Retail					
30,200	Lotte Shopping Co. Ltd.	KOR	KRW	6,325,158	0.06
Oil, Gas & Consumable Fuels					
326,969,423	Oil & Gas Development Co. Ltd.	PAK	PKR	575,446,923	5.73
49,561,871	PTT PCL, fgn.	THA	THB	526,255,891	5.24
22,833,500	Reliance Industries Ltd.	IND	INR	359,289,334	3.58
71,557,580	Oil & Natural Gas Corp. Ltd.	IND	INR	348,565,988	3.47
51,486,313	PTT Exploration and Production PCL, fgn.	THA	THB	165,986,635	1.65
147,178,000	Yanzhou Coal Mining Co. Ltd., H	CHN	HKD	115,628,804	1.15
16,539,039	Coal India Ltd.	IND	INR	109,617,172	1.09
74,061,448	Inner Mongolia Yitai Coal Co. Ltd., B	CHN	USD	105,833,809	1.06
56,894,200	CNOOC Ltd.	CHN	HKD	80,882,662	0.81
579,169	SK Innovation Co. Ltd.	KOR	KRW	63,108,336	0.63
59,391,000	China Petroleum and Chemical Corp., H	CHN	HKD	51,180,314	0.51
44,148,600	PetroChina Co. Ltd., H	CHN	HKD	49,151,138	0.49
				<u>2,550,947,006</u>	<u>25.41</u>
Paper & Forest Products					
1	Asia Paper Manufacturing Co. Ltd.	KOR	KRW	23	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Asian Growth Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Real Estate Management & Development					
471,352,629	Land and Houses PCL, fgn.	THA	THB	125,470,975	1.25
210,693,734	Sansiri PCL, fgn.	THA	THB	11,154,741	0.11
20,709,266	Peninsula Land Ltd.	IND	INR	7,526,708	0.08
				<u>144,152,424</u>	<u>1.44</u>
Textiles, Apparel & Luxury Goods					
3,000,704	Youngone Corp.	KOR	KRW	147,671,386	1.47
877,233	Youngone Holdings Co. Ltd.	KOR	KRW	68,947,612	0.69
110,953,918	Victory City International Holdings Ltd.	HKG	HKD	18,178,256	0.18
125,583,579	Win Hanverky Holdings Ltd.	CHN	HKD	16,362,892	0.16
				<u>251,160,146</u>	<u>2.50</u>
TOTAL SHARES				<u>9,642,566,796</u>	<u>96.04</u>
WARRANTS					
Real Estate Management & Development					
94,270,526	Land and Houses PCL, wts., 05/05/17	THA	THB	14,777,693	0.15
52,673,434	Sansiri PCL, wts., 11/24/17	THA	THB	405,060	0.00
				<u>15,182,753</u>	<u>0.15</u>
TOTAL WARRANTS				<u>15,182,753</u>	<u>0.15</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>9,657,749,549</u>	<u>96.19</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Transportation Infrastructure					
47,914,954	Shenzhen Chiwan Wharf Holdings Ltd., B **	CHN	HKD	130,991,930	1.31
TOTAL SHARES				<u>130,991,930</u>	<u>1.31</u>
TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				<u>130,991,930</u>	<u>1.31</u>
TOTAL INVESTMENTS				<u>9,788,741,479</u>	<u>97.50</u>

** These securities are submitted to a Fair Valuation

— Templeton Asian Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Air Freight & Logistics					
2,005,718	Aramex Co.	ARE	AED	1,900,378	0.13
Auto Components					
751,366	Global & Yuasa Battery Co. Ltd.	KOR	KRW	25,668,741	1.70
7,072,169	Apollo Tyres Ltd.	IND	INR	18,943,847	1.25
42,930,800	Xinchen China Power Holdings Ltd.	CHN	HKD	16,891,751	1.11
132,800	Hankook Tire Co. Ltd.	KOR	KRW	4,981,601	0.33
1,731,939	Danang Rubber JSC	VNM	VND	4,203,254	0.28
				70,689,194	4.67
Automobiles					
192,129	Jiangling Motors Corp. Ltd., B	CHN	HKD	912,604	0.06
Banks					
25,476,410	Federal Bank Ltd.	IND	INR	59,243,550	3.92
17,672,385	Tisco Financial Group PCL, fgn.	THA	THB	24,044,061	1.59
12,023,631	Commercial Bank of Ceylon PLC - voting shares	LKA	LKR	14,449,191	0.95
29,092,400	Bank Danamon Indonesia Tbk PT	IDN	IDR	9,382,886	0.62
4,141,600	Habib Bank Ltd.	PAK	PKR	8,722,368	0.58
53,535,200	Bank Permata Tbk PT	IDN	IDR	6,344,318	0.42
1,598,000	United Bank Ltd.	PAK	PKR	2,679,023	0.18
5,400,000	Faysal Bank Ltd.	PAK	PKR	832,401	0.05
				125,697,798	8.31
Beverages					
782,652	Hite Jinro Co. Ltd.	KOR	KRW	15,832,828	1.05
91,168,800	Pepsi-Cola Products Philippines Inc.	PHL	PHP	9,882,633	0.65
				25,715,461	1.70
Biotechnology					
40,511	Medy-tox Inc.	KOR	KRW	20,153,466	1.33
2,557,968	Biocon Ltd.	IND	INR	18,557,465	1.23
25,462	Cell Biotech Co. Ltd.	KOR	KRW	1,489,551	0.10
				40,200,482	2.66
Capital Markets					
459,170	Tata Investment Corp. Ltd.	IND	INR	4,252,644	0.28
Chemicals					
10,380,237	Tata Chemicals Ltd.	IND	INR	68,740,804	4.55
Construction Materials					
13,235,738	Huaxin Cement Co. Ltd., B	CHN	USD	13,976,939	0.92
1,038,881	JK Cement Ltd.	IND	INR	11,023,304	0.73
20,499,100	Asia Cement China Holdings Corp.	CHN	HKD	10,128,367	0.67
547,600	HA TIEN 1 Cement JSC	VNM	VND	571,709	0.04
				35,700,319	2.36
Consumer Finance					
599,300	Sundaram Finance Ltd.	IND	INR	14,892,404	0.98
Containers & Packaging					
10,500,546	Amvig Holdings Ltd.	HKG	HKD	5,398,164	0.36
Diversified Consumer Services					
2,769,690	Daekyo Co. Ltd.	KOR	KRW	18,503,520	1.22
Diversified Financial Services					
4,726,076	Bajaj Holdings and Investment Ltd.	IND	INR	108,529,572	7.18
Electronic Equipment, Instruments & Components					
51,480,600	Ju Teng International Holdings Ltd.	HKG	HKD	24,904,665	1.65
4,411,000	Flytech Technology Co. Ltd.	TWN	TWD	17,558,918	1.16
10,351,000	Digital China Holdings Ltd.	CHN	HKD	13,807,298	0.91
2,416,130	Simplo Technology Co. Ltd.	TWN	TWD	11,181,805	0.74
4,162,400	Delta Electronics (Thailand) PCL, fgn.	THA	THB	11,141,591	0.74
6,760,674	Redington India Ltd.	IND	INR	10,270,006	0.68
6,636,000	Synnex Technology International Corp.	TWN	TWD	9,825,464	0.65
				98,689,747	6.53
Food & Staples Retailing					
26,208,900	7-Eleven Malaysia Holdings Bhd.	MYS	MYR	11,106,937	0.73
2,348,000	Beijing Jingkelong Co. Ltd., H	CHN	HKD	696,677	0.05
				11,803,614	0.78
Food Products					
11,089,500	Biostime International Holdings Ltd.	CHN	HKD	32,403,059	2.14
26,270,396	Uni-President China Holdings Ltd.	CHN	HKD	24,299,180	1.61
217,777	Binggrae Co. Ltd.	KOR	KRW	16,435,780	1.09
				73,138,019	4.84

The accompanying notes form an integral part of these financial statements

— Templeton Asian Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Health Care Equipment & Supplies					
636,060	Vieworks Co. Ltd.	KOR	KRW	24,399,608	1.62
1,283,200	St. Shine Optical Co. Ltd.	TWN	TWD	20,390,667	1.35
606,200	Mindray Medical International Ltd., ADR	CHN	USD	17,276,700	1.14
6,239,800	Pacific Hospital Supply Co. Ltd.	TWN	TWD	12,419,421	0.82
				<u>74,486,396</u>	<u>4.93</u>
Health Care Providers & Services					
6,656,000	Cordlife Group Ltd.	SGP	SGD	5,559,433	0.37
Hotels, Restaurants & Leisure					
62,330,400	Melco Crown Philippines Resorts Corp.	PHL	PHP	7,074,364	0.47
Household Durables					
1,102,000	Yorkey Optical International Cayman Ltd.	CHN	HKD	147,850	0.01
Household Products					
19,345,380	DSG International Thailand PCL, fgn.	THA	THB	3,919,428	0.26
Industrial Conglomerates					
99,868,300	Chongqing Machinery and Electric Co. Ltd., H	CHN	HKD	21,000,087	1.39
19,519,070	Hemas Holdings PLC	LKA	LKR	11,954,319	0.79
				<u>32,954,406</u>	<u>2.18</u>
Insurance					
689,260,808	Panin Financial Tbk PT	IDN	IDR	14,785,568	0.98
Internet & Catalog Retail					
235,808	GS Home Shopping Inc.	KOR	KRW	44,207,155	2.92
401,220	Interpark Corp.	KOR	KRW	3,346,964	0.22
				<u>47,554,119</u>	<u>3.14</u>
IT Services					
24,523,600	Travelsky Technology Ltd., H	CHN	HKD	36,065,746	2.38
Leisure products					
2,447,700	Merida Industry Co. Ltd.	TWN	TWD	15,843,231	1.05
Machinery					
6,878,000	Shin Zu Shing Co. Ltd.	TWN	TWD	20,835,004	1.38
Media					
3,132,104	KT Skylife Co. Ltd.	KOR	KRW	56,647,767	3.75
13,893,500	Media Prima Bhd.	MYS	MYR	5,372,669	0.36
12,042,000	Hong Kong Economic Times Holdings Ltd.	HKG	HKD	2,951,604	0.19
				<u>64,972,040</u>	<u>4.30</u>
Metals & Mining					
918,991	Jordan Phosphate Mines	JOR	JOD	7,636,111	0.50
221,999	MOIL Ltd.	IND	INR	862,209	0.06
				<u>8,498,320</u>	<u>0.56</u>
Multiline Retail					
6,821,000	Aeon Co. (M) BHD	MYS	MYR	5,600,609	0.37
993,100	Ramayana Lestari Sentosa Tbk PT	IDN	IDR	51,396	0.00
				<u>5,652,005</u>	<u>0.37</u>
Oil, Gas & Consumable Fuels					
470,697	Great Eastern Shipping Co. Ltd.	IND	INR	2,473,895	0.16
Personal Products					
451,893	Neopharm Co. Ltd.	KOR	KRW	18,081,532	1.20
Pharmaceuticals					
1,266,662	Bukwang Pharmaceutical Co. Ltd.	KOR	KRW	38,125,209	2.52
8,354,800	TTY Biopharm Co. Ltd.	TWN	TWD	19,495,164	1.29
10,160	Dr. Reddy's Laboratories Ltd.	IND	INR	568,991	0.04
				<u>58,189,364</u>	<u>3.85</u>
Road & Rail					
39,140,800	Express Transindo Utama Tbk PT	IDN	IDR	2,921,065	0.19
Semiconductors & Semiconductor Equipment					
725,945	Silicon Works Co. Ltd.	KOR	KRW	24,378,847	1.61
1,161,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	5,598,530	0.37
315,816	Anapass Inc.	KOR	KRW	3,934,866	0.26
				<u>33,912,243</u>	<u>2.24</u>
Specialty Retail					
11,858,300	Luk Fook Holdings (International) Ltd.	HKG	HKD	34,955,417	2.31
55,739,800	Sa Sa International Holdings Ltd.	HKG	HKD	30,200,946	2.00
16,582,200	Giordano International Ltd.	HKG	HKD	8,963,178	0.59
6,719,700	OSIM International Ltd.	SGP	SGD	8,256,814	0.55
83,761,680	Bonjour Holdings Ltd.	HKG	HKD	6,159,225	0.41
				<u>88,535,580</u>	<u>5.86</u>

The accompanying notes form an integral part of these financial statements

— Templeton Asian Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Textiles, Apparel & Luxury Goods				
1,721,128	LF Corp.	KOR	KRW	46,577,631	3.08
440,414	Fila Korea Ltd.	KOR	KRW	43,662,207	2.89
2,108,525	Vardhman Textiles Ltd.	IND	INR	22,460,939	1.48
128,058	Youngone Holdings Co. Ltd.	KOR	KRW	10,064,935	0.67
1,128,000	Win Hanverky Holdings Ltd.	CHN	HKD	146,973	0.01
				<u>122,912,685</u>	<u>8.13</u>
	Tobacco				
40,318,900	PT Wismilak Inti Makmur Tbk	IDN	IDR	1,239,884	0.08
	Trading Companies & Distributors				
43,520,700	Hexindo Adiperkasa Tbk PT	IDN	IDR	8,797,172	0.58
9,300	iMarketkorea Inc.	KOR	KRW	249,187	0.02
				<u>9,046,359</u>	<u>0.60</u>
	Transportation Infrastructure				
25,528,664	COSCO Pacific Ltd.	CHN	HKD	34,579,860	2.29
750,000	Sichuan Expressway Co. Ltd., H	CHN	HKD	330,897	0.02
				<u>34,910,757</u>	<u>2.31</u>
	TOTAL SHARES			<u>1,415,335,998</u>	<u>93.61</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>1,415,335,998</u>	<u>93.61</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Electronic Equipment, Instruments & Components				
6,435,075	Ju Teng International Holdings Ltd., wts., 10/14/16	HKG	HKD	394,324	0.03
	TOTAL WARRANTS			<u>394,324</u>	<u>0.03</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>394,324</u>	<u>0.03</u>
	TOTAL INVESTMENTS			<u>1,415,730,322</u>	<u>93.64</u>

The accompanying notes form an integral part of these financial statements

— Templeton BRIC Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Automobiles					
6,476,000	Dongfeng Motor Group Co. Ltd., H	CHN	HKD	8,671,816	0.95
3,615,000	BAIC Motor Corp. Ltd., H	CHN	HKD	4,341,740	0.48
372,414	Tata Motors Ltd., A	IND	INR	1,527,550	0.17
				<u>14,541,106</u>	<u>1.60</u>
Banks					
4,862,983	Banco Bradesco SA, ADR, pfd.	BRA	USD	44,544,924	4.89
12,936,033	Itausa - Investimentos Itau SA, pfd.	BRA	BRL	37,057,536	4.07
40,136,000	China Construction Bank Corp., H	CHN	HKD	36,710,151	4.03
2,635,984	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	28,864,025	3.17
25,804,000	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	20,472,364	2.25
28,056,000	Bank of China Ltd., H	CHN	HKD	18,277,760	2.01
				<u>185,926,760</u>	<u>20.42</u>
Beverages					
1,605,261	Ambev SA	BRA	BRL	9,857,726	1.08
Biotechnology					
1,475,926	Biocon Ltd.	IND	INR	10,707,501	1.18
Construction Materials					
110,400	Grasim Industries Ltd.	IND	INR	5,979,503	0.66
Containers & Packaging					
20,182,200	CPMC Holdings Ltd.	CHN	HKD	13,460,615	1.48
Diversified Consumer Services					
45,635,800	Perfect Shape PRC Holdings Ltd.	CHN	HKD	10,479,282	1.15
Diversified Financial Services					
1,071,749	Bajaj Holdings and Investment Ltd.	IND	INR	24,611,636	2.70
1,898,300	BM&F BOVESPA SA	BRA	BRL	7,153,032	0.79
				<u>31,764,668</u>	<u>3.49</u>
Food & Staples Retailing					
8,794,200	Lianhua Supermarket Holdings Co. Ltd., H	CHN	HKD	6,024,163	0.66
Health Care Equipment & Supplies					
377,900	Mindray Medical International Ltd., ADR	CHN	USD	10,770,150	1.18
Independent Power and Renewable Electricity Producers					
1,678,700	AES Tiete SA	BRA	BRL	8,959,399	0.98
Internet & Catalog Retail					
487,131	JD.com Inc., ADR	CHN	USD	16,611,167	1.83
Internet Software & Services					
2,766,610	Tencent Holdings Ltd.	CHN	HKD	55,249,041	6.07
77,315	Baidu Inc., ADR	CHN	USD	15,391,870	1.69
991,828	SouFun Holdings Ltd., ADR	CHN	USD	8,341,274	0.91
373,952	Mail.ru Group Ltd., GDR, Reg S	RUS	USD	7,796,899	0.86
228,500	Leju Holdings Ltd., ADR	CHN	USD	1,907,975	0.21
				<u>88,687,059</u>	<u>9.74</u>
IT Services					
25,560,800	Travelsky Technology Ltd., H	CHN	HKD	37,591,109	4.13
566,331	Mindtree Ltd.	IND	INR	11,350,108	1.24
246,830	Tata Consultancy Services Ltd.	IND	INR	9,906,683	1.09
				<u>58,847,900</u>	<u>6.46</u>
Media					
89,494	Naspers Ltd., N	ZAF	ZAR	13,939,761	1.53
517,518	CTC Media Inc.	RUS	USD	1,174,766	0.13
				<u>15,114,527</u>	<u>1.66</u>
Metals & Mining					
2,531,750	Vale SA, ADR, pfd., A	BRA	USD	12,785,337	1.40
4,138,822	Maharashtra Seamless Ltd.	IND	INR	12,613,476	1.39
				<u>25,398,813</u>	<u>2.79</u>
Oil, Gas & Consumable Fuels					
51,961,800	China Petroleum and Chemical Corp., H	CHN	HKD	44,778,186	4.92
1,717,400	Reliance Industries Ltd.	IND	INR	27,023,606	2.97
2,602,200	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	21,233,952	2.33
17,012,000	PetroChina Co. Ltd., H	CHN	HKD	18,939,653	2.08
4,389,233	Cairn India Ltd.	IND	INR	12,537,568	1.38
6,382,258	Inner Mongolia Yitai Coal Co. Ltd., B	CHN	USD	9,120,246	1.00
1,636,000	Oil & Natural Gas Corp. Ltd.	IND	INR	7,969,162	0.88
3,242,200	China Shenhua Energy Co. Ltd., H	CHN	HKD	7,394,825	0.81
147,000	LUKOIL Holdings, ADR	RUS	USD	6,468,735	0.71
				<u>155,465,933</u>	<u>17.08</u>

The accompanying notes form an integral part of these financial statements

— Templeton BRIC Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Personal Products				
913,915	Hypermarcas SA	BRA	BRL	<u>6,649,486</u>	<u>0.73</u>
	Pharmaceuticals				
312,595	Dr. Reddy's Laboratories Ltd.	IND	INR	<u>17,506,258</u>	<u>1.92</u>
	Real Estate Management & Development				
66,889,600	Beijing Capital Land Ltd., H	CHN	HKD	<u>51,429,311</u>	<u>5.65</u>
	Specialty Retail				
12,954,323	Luk Fook Holdings (International) Ltd.	HKG	HKD	38,186,229	4.19
621,900	Cia Hering	BRA	BRL	2,429,375	0.27
2,316,384	Giordano International Ltd.	HKG	HKD	<u>1,252,075</u>	<u>0.14</u>
				<u>41,867,679</u>	<u>4.60</u>
	Wireless Telecommunication Services				
2,732,141	China Mobile Ltd.	CHN	HKD	<u>35,034,453</u>	<u>3.85</u>
	TOTAL SHARES			<u>821,083,459</u>	<u>90.19</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>821,083,459</u>	<u>90.19</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Metals & Mining				
355,800	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	<u>6,002,346</u>	<u>0.66</u>
	Oil, Gas & Consumable Fuels				
445,000	LUKOIL Holdings, ADR	RUS	USD	19,582,225	2.15
2,905,151	Gazprom OAO, ADR	RUS	USD	<u>14,961,528</u>	<u>1.65</u>
				<u>34,543,753</u>	<u>3.80</u>
	TOTAL SHARES			<u>40,546,099</u>	<u>4.46</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>40,546,099</u>	<u>4.46</u>
	TOTAL INVESTMENTS			<u>861,629,558</u>	<u>94.65</u>

The accompanying notes form an integral part of these financial statements

— Templeton China Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Automobiles					
6,026,850	Jiangling Motors Corp. Ltd., B	CHN	HKD	28,627,275	3.40
19,760,000	Dongfeng Motor Group Co. Ltd., H	CHN	HKD	26,460,018	3.14
3,577,479	Chongqing Changan Automobile Co. Ltd., B	CHN	HKD	9,151,782	1.08
				<u>64,239,075</u>	<u>7.62</u>
Banks					
72,203,851	China Construction Bank Corp., H	CHN	HKD	66,040,817	7.83
3,957,000	BOC Hong Kong (Holdings) Ltd.	HKG	HKD	16,539,292	1.96
19,931,375	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	15,813,144	1.88
				<u>98,393,253</u>	<u>11.67</u>
Beverages					
3,479,242	Yantai Changyu Pioneer Wine Co. Ltd., B	CHN	HKD	14,322,449	1.70
Chemicals					
670,900	Green Seal Holding Ltd.	TWN	TWD	3,050,631	0.36
Construction Materials					
17,824,000	China National Building Material Co. Ltd., H	CHN	HKD	16,831,472	2.00
4,306,500	Anhui Conch Cement Co. Ltd., H	CHN	HKD	15,111,209	1.79
10,914,647	BBMG Corp., H	CHN	HKD	10,954,565	1.30
18,261,700	Asia Cement China Holdings Corp.	CHN	HKD	9,022,893	1.07
7,120,619	Huaxin Cement Co. Ltd., B	CHN	USD	7,519,374	0.89
7,430,000	Xinyi Glass Holdings Ltd.	CHN	HKD	3,987,383	0.47
				<u>63,426,896</u>	<u>7.52</u>
Distributors					
24,484,260	Dah Chong Hong Holdings Ltd.	CHN	HKD	12,729,105	1.51
Diversified Telecommunication Services					
2,588,000	China Telecom Corp. Ltd., H	CHN	HKD	1,519,083	0.18
Electric Utilities					
1,318,000	Cheung Kong Infrastructure Holdings Ltd.	HKG	HKD	10,227,203	1.21
Electrical Equipment					
4,307,292	Dongfang Electric Corp. Ltd., H	CHN	HKD	7,945,957	0.94
Electronic Equipment, Instruments & Components					
1,995,453	Simple Technology Co. Ltd.	TWN	TWD	9,234,920	1.10
4,063,179	Synnex Technology International Corp.	TWN	TWD	6,016,066	0.71
				<u>15,250,986</u>	<u>1.81</u>
Food & Staples Retailing					
7,783,372	Dairy Farm International Holdings Ltd.	HKG	USD	67,404,002	7.99
1,906,479	President Chain Store Corp.	TWN	TWD	13,388,975	1.59
				<u>80,792,977</u>	<u>9.58</u>
Food Products					
20,439,740	Uni-President China Holdings Ltd.	CHN	HKD	18,906,031	2.24
814,000	Uni-President Enterprises Corp.	TWN	TWD	1,441,011	0.17
1,323,200	China Foods Ltd.	CHN	HKD	819,356	0.10
				<u>21,166,398</u>	<u>2.51</u>
Gas Utilities					
1,489,000	ENN Energy Holdings Ltd.	CHN	HKD	8,980,120	1.07
Health Care Providers & Services					
5,798,000	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	16,156,147	1.92
Industrial Conglomerates					
1,150,000	Hopewell Holdings Ltd.	HKG	HKD	4,213,296	0.50
Insurance					
2,080,800	AIA Group Ltd.	HKG	HKD	13,569,297	1.61
Internet & Catalog Retail					
53,781	JD.com Inc., ADR	CHN	USD	1,833,932	0.22
Internet Software & Services					
1,273,400	Tencent Holdings Ltd.	CHN	HKD	25,429,724	3.02
90,566	Baidu Inc., ADR	CHN	USD	18,029,879	2.14
49,300	Sohu.com Inc.	CHN	USD	2,913,137	0.34
				<u>46,372,740</u>	<u>5.50</u>
IT Services					
9,264,291	Travelsky Technology Ltd., H	CHN	HKD	13,624,572	1.62
Machinery					
4,659,840	Zoomlion Heavy Industry Science and Technology Development Co. Ltd., H	CHN	HKD	3,023,743	0.36

The accompanying notes form an integral part of these financial statements

— Templeton China Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Marine				
10,762,000	China Shipping Development Co. Ltd., H	CHN	HKD	8,149,612	0.97
17,896,762	Sinotrans Shipping Ltd.	CHN	HKD	4,386,659	0.52
6,176,000	China Shipping Container Lines Co. Ltd., H	CHN	HKD	2,414,103	0.28
				<u>14,950,374</u>	<u>1.77</u>
	Media				
403,600	Poly Culture Group Corp. Ltd., H	CHN	HKD	1,606,246	0.19
	Metals & Mining				
2,936,000	China Vanadium Titano-Magnetite Mining Co. Ltd.	CHN	HKD	261,343	0.03
	Oil, Gas & Consumable Fuels				
55,205,600	China Petroleum and Chemical Corp., H	CHN	HKD	47,573,537	5.64
13,202,000	PetroChina Co. Ltd., H	CHN	HKD	14,697,937	1.75
8,543,000	CNOOC Ltd.	CHN	HKD	12,145,009	1.44
				<u>74,416,483</u>	<u>8.83</u>
	Paper & Forest Products				
51,796,000	Nine Dragons Paper Holdings Ltd.	CHN	HKD	45,103,043	5.35
	Pharmaceuticals				
1,068,000	Tong Ren Tang Technologies Co. Ltd., H	CHN	HKD	1,813,147	0.22
	Semiconductors & Semiconductor Equipment				
13,595,214	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	61,818,427	7.33
18,175,000	GCL-Poly Energy Holdings Ltd.	CHN	HKD	4,196,945	0.50
				<u>66,015,372</u>	<u>7.83</u>
	Textiles, Apparel & Luxury Goods				
15,819,406	Anta Sports Products Ltd.	CHN	HKD	38,570,727	4.58
	Transportation Infrastructure				
7,771,254	COSCO Pacific Ltd.	CHN	HKD	10,526,555	1.25
16,610,000	Sichuan Expressway Co. Ltd., H	CHN	HKD	7,328,272	0.87
				<u>17,854,827</u>	<u>2.12</u>
	Wireless Telecommunication Services				
2,540,000	China Mobile Ltd.	CHN	HKD	32,570,614	3.86
	TOTAL SHARES			<u>794,000,036</u>	<u>94.19</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>794,000,036</u>	<u>94.19</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
19,484	Templeton China A Shares Fund, Class X (acc) HKD	CHN	HKD	40,835,758	4.84
	TOTAL INVESTMENTS FUNDS			<u>40,835,758</u>	<u>4.84</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>40,835,758</u>	<u>4.84</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Automobiles				
157,310	Great Wall Motor Co. Ltd., H **	CHN	HKD	770,819	0.09
	TOTAL SHARES			<u>770,819</u>	<u>0.09</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>770,819</u>	<u>0.09</u>
	TOTAL INVESTMENTS			<u>835,606,613</u>	<u>99.12</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Templeton Eastern Europe Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Airlines					
16,008,500	Aeroflot - Russian Airlines OJSC	RUS	RUB	<u>9,948,120</u>	<u>3.45</u>
Banks					
11,693,700	Sberbank of Russia	RUS	RUB	13,748,743	4.77
2,737,018	Turkiye Halk Bankasi AS	TUR	TRY	11,312,823	3.92
2,800,000	Turkiye Garanti Bankasi AS	TUR	TRY	7,834,129	2.72
189,373	Bank of Georgia Holdings PLC	GE	GBP	5,205,570	1.81
1,249,110	BRD-Groupe Societe Generale	ROM	RON	<u>3,009,167</u>	<u>1.04</u>
				<u>41,110,432</u>	<u>14.26</u>
Chemicals					
1,155,762	Phosagro OAO, GDR, Reg S	RUS	USD	13,274,488	4.60
511,150	Uralkali PJSC, GDR, Reg S	RUS	USD	5,884,566	2.04
84,330	Acron JSC	RUS	RUB	3,057,414	1.06
1,299,297	Synthos SA	POL	PLN	<u>1,440,849</u>	<u>0.50</u>
				<u>23,657,317</u>	<u>8.20</u>
Food & Staples Retailing					
2,075,240	DIXY Group OJSC	RUS	RUB	11,044,655	3.83
41,011	Magnit PJSC	RUS	RUB	7,596,956	2.64
356,889	X5 Retail Group NV, GDR, Reg S	RUS	USD	5,331,959	1.85
1,349,937	O'Key Group SA, GDR, Reg S	RUS	USD	<u>2,864,732</u>	<u>0.99</u>
				<u>26,838,302</u>	<u>9.31</u>
Food Products					
2,405,893	Pinar Sut Mamulleri Sanayii AS	TUR	TRY	17,835,137	6.19
24,588	Wawel SA	POL	PLN	7,329,770	2.54
264,885	MHP SA, GDR, Reg S	UKR	USD	<u>2,400,591</u>	<u>0.83</u>
				<u>27,565,498</u>	<u>9.56</u>
Health Care Technology					
852,060	Synektik SA	POL	PLN	<u>3,413,788</u>	<u>1.18</u>
Hotels, Restaurants & Leisure					
180,222	DO & CO Restaurants & Catering AG	TUR	TRY	14,898,109	5.16
6,884,189	Olympic Entertainment Group A.S.	EST	EUR	12,735,750	4.42
3,625,142	Fortuna Entertainment Group NV	POL	CZK	<u>10,515,373</u>	<u>3.65</u>
				<u>38,149,232</u>	<u>13.23</u>
Household Durables					
74,904	Amica Wronki SA	POL	PLN	<u>2,858,131</u>	<u>0.99</u>
Internet Software & Services					
613,186	Mail.ru Group Ltd., GDR, Reg S	RUS	USD	11,471,962	3.98
295,189	Wirtualna Polska Holding SA	POL	PLN	<u>2,370,284</u>	<u>0.82</u>
				<u>13,842,246</u>	<u>4.80</u>
IT Services					
239,413	QIWI PLC, ADR	RUS	USD	6,025,873	2.09
1,008,767	SMT SA	POL	PLN	<u>3,704,834</u>	<u>1.29</u>
				<u>9,730,707</u>	<u>3.38</u>
Machinery					
794,426	Kopex SA	POL	PLN	<u>1,396,298</u>	<u>0.48</u>
Oil, Gas & Consumable Fuels					
1,262,976	Dragon Oil PLC	TKM	GBP	12,925,499	4.48
1,262,080	Societatea Nationala de Gaze Naturale ROMGAZ SA	ROM	RON	10,266,327	3.56
72,287,200	OMV Petrom SA	ROM	RON	<u>6,088,557</u>	<u>2.11</u>
				<u>29,280,383</u>	<u>10.15</u>
Professional Services					
833,640	Work Service SA	POL	PLN	<u>3,518,917</u>	<u>1.22</u>
Road & Rail					
1,461,033	Globaltrans Investment PLC, GDR, Reg S	RUS	USD	6,227,203	2.16
303,768	PKP Cargo SA	POL	PLN	5,996,869	2.08
309,879	Prime Car Management SA	POL	PLN	<u>3,111,225</u>	<u>1.08</u>
				<u>15,335,297</u>	<u>5.32</u>
Software					
902,693	Asseco Poland SA	POL	PLN	<u>12,466,679</u>	<u>4.32</u>
Textiles, Apparel & Luxury Goods					
568,039	Pegas Nonwovens SA	CZE	CZK	<u>17,206,058</u>	<u>5.97</u>
				<u>276,317,405</u>	<u>95.82</u>
TOTAL SHARES				<u>276,317,405</u>	<u>95.82</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>276,317,405</u>	<u>95.82</u>

The accompanying notes form an integral part of these financial statements

— Templeton Eastern Europe Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Metals & Mining				
672,000	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	<u>10,172,408</u>	<u>3.53</u>
	TOTAL SHARES			<u>10,172,408</u>	<u>3.53</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
				<u>10,172,408</u>	<u>3.53</u>
	TOTAL INVESTMENTS			<u>286,489,813</u>	<u>99.35</u>

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Airlines					
32,201	Copa Holdings SA	PAN	USD	<u>2,659,481</u>	<u>0.41</u>
Auto Components					
1,390,000	Fuyao Group Glass Industries Co. Ltd., H	CHN	HKD	<u>3,403,430</u>	<u>0.53</u>
Automobiles					
27,635,600	Astra International Tbk PT	IDN	IDR	14,665,057	2.26
974,084	Tata Motors Ltd.	IND	INR	6,653,722	1.03
3,056,745	Brilliance China Automotive Holdings Ltd.	CHN	HKD	4,771,450	0.74
3,758,000	Guangzhou Automobile Group Co. Ltd., H	CHN	HKD	3,480,864	0.54
670,685	Tata Motors Ltd., A	IND	INR	<u>2,750,984</u>	<u>0.42</u>
				<u>32,322,077</u>	<u>4.99</u>
Banks					
2,453,660	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	26,867,577	4.15
1,446,100	Siam Commercial Bank PCL, fgn.	THA	THB	6,650,948	1.03
7,172,800	China Construction Bank Corp., H	CHN	HKD	6,560,559	1.01
2,938,800	Habib Bank Ltd.	PAK	PKR	6,189,225	0.96
19,791,371	Alpha Bank A E **	GRC	EUR	5,968,688	0.92
5,994,900	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	4,756,231	0.74
517,420	Banco Bradesco SA, ADR, pfd.	BRA	USD	4,739,567	0.73
11,840,600	Bank Danamon Indonesia Tbk PT	IDN	IDR	3,818,832	0.59
490,980	Deutsche Bank AG/London (CRTP Samba Financial Group, 144A)	SAU	USD	3,416,765	0.53
499,000	Kasikornbank PCL, fgn.	THA	THB	2,789,441	0.43
1,838,839	National Bank of Greece SA **	GRC	EUR	<u>2,023,640</u>	<u>0.31</u>
				<u>73,781,473</u>	<u>11.40</u>
Beverages					
261,580	Anheuser-Busch InBev NV	BEL	EUR	31,338,167	4.84
29,458,398	Thai Beverage PCL, fgn.	THA	SGD	<u>16,731,513</u>	<u>2.58</u>
				<u>48,069,680</u>	<u>7.42</u>
Biotechnology					
1,125,577	Biocon Ltd.	IND	INR	<u>8,165,800</u>	<u>1.26</u>
Construction & Engineering					
136,890	Hyundai Development Co.	KOR	KRW	<u>8,093,778</u>	<u>1.25</u>
Construction Materials					
9,329,500	Semen Indonesia (Persero) Tbk PT	IDN	IDR	<u>8,397,075</u>	<u>1.30</u>
Distributors					
5,313,400	Dah Chong Hong Holdings Ltd.	CHN	HKD	<u>2,762,380</u>	<u>0.43</u>
Diversified Consumer Services					
1,883,800	Kroton Educacional SA	BRA	BRL	7,201,357	1.11
554,300	Estacio Participacoes SA	BRA	BRL	<u>3,207,858</u>	<u>0.50</u>
				<u>10,409,215</u>	<u>1.61</u>
Diversified Financial Services					
833,016	Rengro Ltd.	ZAF	ZAR	<u>17,524,422</u>	<u>2.71</u>
Food & Staples Retailing					
411,683	Dairy Farm International Holdings Ltd.	HKG	USD	<u>3,565,175</u>	<u>0.55</u>
Food Products					
164,137	M Dias Branco SA	BRA	BRL	<u>4,327,310</u>	<u>0.67</u>
Hotels, Restaurants & Leisure					
27,758,729	Bloomberry Resorts Corp.	PHL	PHP	5,298,102	0.82
3,016,000	NagaCorp Ltd.	KHM	HKD	2,233,310	0.34
819,600	MGM China Holdings Ltd.	HKG	HKD	1,340,686	0.21
8,362,460	Melco Crown Philippines Resorts Corp.	PHL	PHP	<u>949,121</u>	<u>0.15</u>
				<u>9,821,219</u>	<u>1.52</u>
Insurance					
4,295,000	China Life Insurance Co. Ltd., H	CHN	HKD	<u>18,616,940</u>	<u>2.88</u>
Internet & Catalog Retail					
37,800	Interpark Corp.	KOR	KRW	<u>315,326</u>	<u>0.05</u>
Internet Software & Services					
60,965	Baidu Inc., ADR	CHN	USD	12,136,912	1.87
434,500	Tencent Holdings Ltd.	CHN	HKD	8,676,940	1.34
65,230	Alibaba Group Holding Ltd., ADR	CHN	USD	5,366,472	0.83
25,687	NetEase Inc., ADR	CHN	USD	<u>3,721,147</u>	<u>0.58</u>
				<u>29,901,471</u>	<u>4.62</u>
IT Services					
501,320	Tata Consultancy Services Ltd.	IND	INR	20,120,807	3.11
232,858	Infosys Ltd.	IND	INR	<u>3,606,360</u>	<u>0.55</u>
				<u>23,727,167</u>	<u>3.66</u>

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Machinery					
193,840	Samsung Heavy Industries Co. Ltd.	KOR	KRW	<u>2,951,817</u>	<u>0.46</u>
Marine					
10,952,977	China Shipping Development Co. Ltd., H	CHN	HKD	<u>8,294,231</u>	<u>1.28</u>
Media					
219,523	Naspers Ltd., N	ZAF	ZAR	34,193,333	5.28
492,400	Poly Culture Group Corp. Ltd., H	CHN	HKD	1,959,652	0.30
49,000	KT Skylife Co. Ltd.	KOR	KRW	886,222	0.14
38,467	Grupo Clarin SA, B, GDR, Reg S	ARG	USD	500,071	0.08
				<u>37,539,278</u>	<u>5.80</u>
Metals & Mining					
1,425,650	Vale SA, ADR, pfd., A	BRA	USD	7,199,533	1.11
656,750	Impala Platinum Holdings Ltd.	ZAF	ZAR	2,931,245	0.45
5,290,600	Aluminum Corp. of China Ltd., H	CHN	HKD	2,675,450	0.42
130,151	Compania de Minas Buenaventura SA, ADR	PER	USD	1,350,967	0.21
105,917	Kumba Iron Ore Ltd.	ZAF	ZAR	1,314,255	0.20
				<u>15,471,450</u>	<u>2.39</u>
Multiline Retail					
15,190	Lotte Shopping Co. Ltd.	KOR	KRW	<u>3,181,429</u>	<u>0.49</u>
Oil, Gas & Consumable Fuels					
16,472,800	PetroChina Co. Ltd., H	CHN	HKD	18,339,355	2.83
16,280,000	China Petroleum and Chemical Corp., H	CHN	HKD	14,029,323	2.17
99,609	SK Innovation Co. Ltd.	KOR	KRW	10,853,755	1.68
1,185,370	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	9,672,619	1.50
674,100	PTT PCL, fgn.	THA	THB	7,157,702	1.11
1,473,800	PTT Exploration and Production PCL, fgn.	THA	THB	4,751,381	0.73
284,900	Reliance Industries Ltd.	IND	INR	4,482,954	0.69
557,300	Oil & Natural Gas Corp. Ltd.	IND	INR	2,714,679	0.42
460,900	Inner Mongolia Yitai Coal Co. Ltd., B	CHN	USD	658,626	0.10
21,685	YPF Sociedad Anonima, D, ADR	ARG	USD	594,820	0.09
11,200	Oil & Gas Development Co. Ltd.	PAK	PKR	19,711	0.00
				<u>73,274,925</u>	<u>11.32</u>
Personal Products					
640,765	Unilever PLC	GBR	GBP	27,481,323	4.24
1,565,431	Avon Products Inc.	USA	USD	9,799,598	1.51
194,690	Oriflame Holding AG	CHE	SEK	3,146,088	0.49
				<u>40,427,009</u>	<u>6.24</u>
Pharmaceuticals					
252,810	Dr. Reddy's Laboratories Ltd.	IND	INR	14,158,119	2.19
65,652	Bukwang Pharmaceutical Co. Ltd.	KOR	KRW	1,976,057	0.30
				<u>16,134,176</u>	<u>2.49</u>
Real Estate Management & Development					
15,028,400	Land and Houses PCL, fgn.	THA	THB	4,000,461	0.62
11,103,700	Land and Houses PCL, NVDR	THA	THB	2,906,470	0.45
				<u>6,906,931</u>	<u>1.07</u>
Semiconductors & Semiconductor Equipment					
5,895,952	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	<u>26,809,322</u>	<u>4.14</u>
Specialty Retail					
288,021	Truworths International Ltd.	ZAF	ZAR	2,028,884	0.31
514,300	Cia Hering	BRA	BRL	2,009,049	0.31
				<u>4,037,933</u>	<u>0.62</u>
Technology Hardware, Storage & Peripherals					
7,204	Samsung Electronics Co. Ltd.	KOR	KRW	<u>8,158,579</u>	<u>1.26</u>
Textiles, Apparel & Luxury Goods					
56,043	Compagnie Financiere Richemont SA	CHE	CHF	4,557,876	0.70
13,100	Fila Korea Ltd.	KOR	KRW	1,298,721	0.20
				<u>5,856,597</u>	<u>0.90</u>
Wireless Telecommunication Services					
898,500	China Mobile Ltd.	CHN	HKD	11,521,534	1.78
569,230	MTN Group Ltd.	ZAF	ZAR	10,702,890	1.65
201,419	HSBC Bank PLC (CRTP Etihad Etisalat Co., 144A)	SAU	USD	1,809,844	0.28
136,436	Deutsche Bank AG/London (CRTP Etihad Etisalat Co., 144A)	SAU	USD	1,225,942	0.19
				<u>25,260,210</u>	<u>3.90</u>
TOTAL SHARES				<u>580,167,306</u>	<u>89.62</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>580,167,306</u>	<u>89.62</u>

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Metals & Mining				
336,200	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	<u>5,671,694</u>	<u>0.87</u>
	TOTAL SHARES			<u>5,671,694</u>	<u>0.87</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>5,671,694</u>	<u>0.87</u>
	TOTAL INVESTMENTS			<u>585,839,000</u>	<u>90.49</u>

** These securities are submitted to a Fair Valuation

— Templeton Emerging Markets Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Consumer Discretionary					
13,819	Naspers Ltd., N	ZAF	ZAR	2,152,474	3.51
914,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	1,426,716	2.33
1,614,100	Astra International Tbk PT	IDN	IDR	856,535	1.40
60,514	Tata Motors Ltd.	IND	INR	413,356	0.67
106,900	Kroton Educacional SA	BRA	BRL	408,655	0.67
1,703,500	Bloomberry Resorts Corp.	PHL	PHP	325,134	0.53
3,507	Compagnie Financiere Richemont SA	CHE	CHF	285,218	0.46
953	Lotte Shopping Co. Ltd.	KOR	KRW	199,598	0.32
28,300	Estacio Participacoes SA	BRA	BRL	163,778	0.27
271,600	Dah Chong Hong Holdings Ltd.	CHN	HKD	141,202	0.23
186,000	NagaCorp Ltd.	KHM	HKD	137,731	0.22
30,800	Poly Culture Group Corp. Ltd., H	CHN	HKD	122,578	0.20
26,600	Cia Hering	BRA	BRL	103,910	0.17
39,600	Fuyao Group Glass Industries Co. Ltd., H	CHN	HKD	96,961	0.16
777,000	Melco Crown Philippines Resorts Corp.	PHL	PHP	88,188	0.14
830	Fila Korea Ltd.	KOR	KRW	82,285	0.13
42,000	MGM China Holdings Ltd.	HKG	HKD	68,703	0.11
1,957	KT Skylife Co. Ltd.	KOR	KRW	35,395	0.06
25,200	Guangzhou Automobile Group Co. Ltd., H	CHN	HKD	23,342	0.04
2,550	Truworths International Ltd.	ZAF	ZAR	17,963	0.03
2,100	Interpark Corp.	KOR	KRW	17,518	0.03
				<u>7,167,240</u>	<u>11.68</u>
Consumer Staples					
15,805	Anheuser-Busch InBev NV	BEL	EUR	1,893,492	3.09
39,878	Unilever PLC	GBR	GBP	1,710,300	2.79
2,041,500	Univanich Palm Oil PCL, fgn.	THA	THB	646,082	1.05
81,429	Avon Products Inc.	USA	USD	509,746	0.83
22,500	Dairy Farm International Holdings Ltd.	HKG	USD	194,850	0.32
9,950	Oriflame Holding AG	CHE	SEK	160,787	0.26
				<u>5,115,257</u>	<u>8.34</u>
Energy					
857,000	CNOOC Ltd.	CHN	HKD	1,218,339	1.99
953,000	PetroChina Co. Ltd., H	CHN	HKD	1,060,986	1.73
998,000	China Petroleum and Chemical Corp., H	CHN	HKD	860,029	1.40
5,844	SK Innovation Co. Ltd.	KOR	KRW	636,783	1.04
72,400	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	590,784	0.96
42,800	PTT PCL, fgn.	THA	THB	454,457	0.74
92,200	PTT Exploration and Production PCL, fgn.	THA	THB	297,243	0.48
17,300	Reliance Industries Ltd.	IND	INR	272,219	0.44
34,700	Oil & Natural Gas Corp. Ltd.	IND	INR	169,028	0.28
6,000	YPF Sociedad Anonima, D, ADR	ARG	USD	164,580	0.27
28,100	Inner Mongolia Yitai Coal Co. Ltd., B	CHN	USD	40,155	0.07
2,800	Oil & Gas Development Co. Ltd.	PAK	PKR	4,928	0.01
				<u>5,769,531</u>	<u>9.41</u>
Financials					
135,870	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	1,487,776	2.43
253,000	China Life Insurance Co. Ltd., H	CHN	HKD	1,096,644	1.79
51,990	Remgro Ltd.	ZAF	ZAR	1,093,730	1.78
3,328,719	Bank Danamon Indonesia Tbk PT	IDN	IDR	1,073,579	1.75
2,824,200	Land and Houses PCL, fgn.	THA	THB	751,783	1.23
90,500	Siam Commercial Bank PCL, fgn.	THA	THB	416,230	0.68
447,500	China Construction Bank Corp., H	CHN	HKD	409,303	0.67
1,224,379	Alpha Bank A E **	GRC	EUR	369,249	0.60
373,000	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	295,931	0.48
32,300	Banco Bradesco SA, ADR, pfd.	BRA	USD	295,868	0.48
31,600	Kasikornbank PCL, fgn.	THA	THB	176,646	0.29
113,758	National Bank of Greece SA **	GRC	EUR	125,191	0.20
14,906	Deutsche Bank AG/London (CRTP Samba Financial Group, 144A)	SAU	USD	103,732	0.17
43,400	Habib Bank Ltd.	PAK	PKR	91,402	0.15
286,900	Land and Houses PCL, NVDR	THA	THB	75,098	0.12
				<u>7,862,162</u>	<u>12.82</u>
Health Care					
68,144	Biocon Ltd.	IND	INR	494,369	0.80
8,500	Dr. Reddy's Laboratories Ltd.	IND	INR	476,025	0.78
4,119	Bukwang Pharmaceutical Co. Ltd.	KOR	KRW	123,978	0.20
				<u>1,094,372</u>	<u>1.78</u>
Industrials					
740,500	China Shipping Development Co. Ltd., H	CHN	HKD	560,750	0.91
8,623	Hyundai Development Co.	KOR	KRW	509,845	0.83
9,900	Samsung Heavy Industries Co. Ltd.	KOR	KRW	150,758	0.25
1,113	Copa Holdings SA	PAN	USD	91,923	0.15
				<u>1,313,276</u>	<u>2.14</u>

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Information Technology					
369,500	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	1,680,143	2.74
55,680	Infosys Ltd., ADR	IND	USD	882,528	1.44
3,810	Baidu Inc., ADR	CHN	USD	758,495	1.24
27,300	Tencent Holdings Ltd.	CHN	HKD	545,180	0.89
420	Samsung Electronics Co. Ltd.	KOR	KRW	475,653	0.77
4,060	Alibaba Group Holding Ltd., ADR	CHN	USD	334,016	0.54
14,722	Infosys Ltd.	IND	INR	228,005	0.37
1,569	NetEase Inc., ADR	CHN	USD	227,293	0.37
				<u>5,131,313</u>	<u>8.36</u>
Materials					
78,550	Vale SA, ADR, pfd., A	BRA	USD	396,678	0.65
381,500	Semen Indonesia (Persero) Tbk PT	IDN	IDR	343,371	0.56
327,600	Aluminum Corp. of China Ltd., H	CHN	HKD	165,667	0.27
15,580	Compania de Minas Buenaventura SA, ADR	PER	USD	161,720	0.26
9,981	Sociedad Quimica y Minera de Chile SA, ADR, pfd., B	CHL	USD	159,896	0.26
33,550	Impala Platinum Holdings Ltd.	ZAF	ZAR	149,742	0.25
6,619	Kumba Iron Ore Ltd.	ZAF	ZAR	82,131	0.13
				<u>1,459,205</u>	<u>2.38</u>
Telecommunication Services					
56,000	China Mobile Ltd.	CHN	HKD	718,092	1.17
35,490	MTN Group Ltd.	ZAF	ZAR	667,297	1.09
11,500	HSBC Bank PLC (CRTP Etihad Etisalat Co., 144A)	SAU	USD	103,333	0.17
6,420	Deutsche Bank AG/London (CRTP Etihad Etisalat Co., 144A)	SAU	USD	57,687	0.09
				<u>1,546,409</u>	<u>2.52</u>
				<u>36,458,765</u>	<u>59.43</u>
TOTAL SHARES					
WARRANTS					
Financials					
925,360	Land and Houses PCL, wts., 05/05/17	THA	THB	145,058	0.24
				<u>145,058</u>	<u>0.24</u>
TOTAL WARRANTS					
				<u>145,058</u>	<u>0.24</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>36,603,823</u>	<u>59.67</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Materials					
20,900	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	352,583	0.57
				<u>352,583</u>	<u>0.57</u>
TOTAL SHARES					
				<u>352,583</u>	<u>0.57</u>
BONDS					
Asset-Backed Securities					
570,000	Tanzania Government International Bond, Reg S, FRN, 6.397%, 03/09/20 †	TZA	USD	581,656	0.95
Corporate Bonds					
650,000	SSB #1 PLC, (OJSC State Savings Bank of Ukraine), loan participation, senior note, Reg S, 8.875%, 03/20/18	UKR	USD	478,156	0.78
270,000	Access Bank PLC, sub. note, Reg S, 9.25% to 06/24/19, FRN thereafter, 06/24/21	NGA	USD	257,850	0.42
210,000	Play Topco SA, senior note, 144A, PIK, 7.75%, 02/28/20 ‡	POL	EUR	240,578	0.39
200,000	Turkiye Is Bankasi, Reg S, 6.00%, 10/24/22	TUR	USD	200,141	0.33
360,000	Kyiv Finance PLC, (City of Kiev), loan participation, senior note, Reg S, 9.375%, 07/11/16	UKR	USD	175,500	0.29
230,000	Metinvest BV, Reg S, 8.75%, 02/14/18	UKR	USD	131,411	0.21
150,000	Edcon Pty. Ltd., senior secured note, first lien, Reg S, 9.50%, 03/01/18	ZAF	USD	118,125	0.19
100,000	Cable Communications Systems NV, senior secured note, Reg S, 7.50%, 11/01/20	ROM	EUR	117,296	0.19
100,000	Edcon Pty. Ltd., senior secured note, first lien, Reg S, 9.50%, 03/01/18	ZAF	EUR	88,738	0.14
100,000	Edcon Holdings Pty. Ltd., senior secured note, Reg S, 13.375%, 06/30/19	ZAF	EUR	41,374	0.07
200,000	Corporacion GEO SAB de CV, senior note, Reg S, 8.875%, 03/27/22 *	MEX	USD	6,020	0.01
				<u>1,855,189</u>	<u>3.02</u>
Government and Municipal Bonds					
1,220,000	Government of Ecuador, senior note, Reg S, 7.95%, 06/20/24	ECU	USD	1,098,079	1.79
169,000,000	Government of Nigeria, 15.10%, 04/27/17	NGA	NGN	852,268	1.39
470,000	Government of Hungary, senior note, 6.375%, 03/29/21	HUN	USD	535,229	0.87
12,837,556	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	456,791	0.75
430,000	Government of Sri Lanka, senior note, Reg S, 5.875%, 07/25/22	LKA	USD	424,756	0.69
850,000	Financing of Infrastructure Projects State Enterprise, senior note, Reg S, 9.00%, 12/07/17	UKR	USD	415,969	0.68
80,500,000	Government of Nigeria, 13.05%, 08/16/16	NGA	NGN	398,292	0.65
1,677,000	Government of Ghana, 23.00%, 08/21/17	GHA	GHS	382,575	0.62
1,220	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	372,675	0.61
45,220,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	341,452	0.56
675,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	333,372	0.54
300,000	Government of Mongolia, Reg S, 5.125%, 12/05/22	MNG	USD	272,721	0.44
260,000	Government of Serbia, senior note, Reg S, 4.875%, 02/25/20	SRB	USD	263,509	0.43
530,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	258,044	0.42
6,819,359	Uruguay Notas del Tesoro, 18, Index Linked, 2.25%, 08/23/17	URY	UYU	239,145	0.39
14,400,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	236,090	0.39
282	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	235,053	0.38
230,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	233,970	0.38
225,000	Government of Sri Lanka, senior note, Reg S, 6.25%, 10/04/20	LKA	USD	231,231	0.38
200,000	Government of Montenegro, Reg S, 5.375%, 05/20/19	MNE	EUR	226,380	0.37

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
200,000	Government of Serbia, Reg S, 7.25%, 09/28/21	SRB	USD	224,759	0.37
2,346,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	212,718	0.35
200,000	Eastern & Southern African Trade and Development Bank, senior note, Reg S, 6.375%, 12/06/18				
200,000	Government of Zambia, senior note, Reg S, 8.50%, 04/14/24	SP	USD	207,496	0.34
48,680,000	Government of Hungary, 6.50%, 06/24/19	ZMB	USD	202,742	0.33
46,110,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	197,381	0.32
43,410,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	188,496	0.31
200	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	HUN	HUF	172,220	0.28
150,000	Government of Hungary, 5.375%, 02/21/23	BRA	BRL	169,551	0.28
170,600,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	HUN	USD	162,739	0.27
21,000,000	Government of Sri Lanka, A, 5.80%, 01/15/17	KOR	KRW	155,280	0.25
570,000	Government of Ghana, 23.00%, 02/13/17	LKA	LKR	154,427	0.25
470,000	Government of Ghana, 23.23%, 02/19/18	GHA	GHS	130,366	0.21
3,602,000	Uruguay Treasury Bill, Strip, 04/03/17	GHA	GHS	108,650	0.18
200,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	URY	UYU	106,947	0.17
6,000,000	Government of India, senior bond, 8.60%, 06/02/28	UKR	USD	105,250	0.17
3,340,000	Uruguay Treasury Bill, Strip, 05/19/17	IND	INR	97,895	0.16
12,500,000	Government of Sri Lanka, C, 8.50%, 04/01/18	URY	UYU	97,286	0.16
360,000	Government of Malaysia, senior note, 3.172%, 07/15/16	LKA	LKR	95,519	0.16
5,800,000	Government of India, senior bond, 7.80%, 05/03/20	MYS	MYR	95,476	0.16
20,600,000	Government of Hungary, A, 5.50%, 12/20/18	IND	INR	90,350	0.15
2,283,447	Uruguay Notas del Tesoro, 13, Index Linked, 4.00%, 05/25/25	HUN	HUF	80,680	0.13
10,600,000	Government of Sri Lanka, B, 5.80%, 07/15/17	URY	UYU	80,134	0.13
90	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	LKA	LKR	77,157	0.13
4,300,000	Government of India, senior note, 8.12%, 12/10/20	BRA	BRL	75,340	0.12
253,000	Government of Poland, FRN, 2.01%, 01/25/17 †	IND	INR	67,713	0.11
255,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	67,240	0.11
14,910,000	Government of Hungary, A, 7.00%, 06/24/22	POL	PLN	66,915	0.11
16,780,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	63,521	0.10
8,100,000	Government of Sri Lanka, D, 8.50%, 06/01/18	HUN	HUF	62,493	0.10
14,280,000	Government of Hungary, 7.50%, 11/12/20	LKA	LKR	61,811	0.10
70	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	HUN	HUF	61,524	0.10
1,360,000	Uruguay Notas del Tesoro, 7, 13.25%, 04/08/18	BRA	BRL	58,340	0.10
5,040,000	Serbia Treasury Note, 10.00%, 03/02/18	URY	UYU	50,442	0.08
200,000	Government of Ghana, 23.47%, 05/21/18	SRB	RSD	49,581	0.08
10,710,000	Government of Hungary, B, 5.50%, 06/24/25	GHA	GHS	46,694	0.08
150	Letra Tesouro Nacional, Strip, 10/01/16	HUN	HUF	42,947	0.07
929,490	Uruguay Notas del Tesoro, 14, Index Linked, 4.00%, 06/10/20	BRA	BRL	40,804	0.07
140,000	Government of Ghana, 25.40%, 07/31/17	URY	UYU	33,408	0.05
1,030,000	Uruguay Treasury Bill, Strip, 11/03/16	GHA	GHS	33,173	0.05
821,755	Government of Uruguay, Index Linked, 4.25%, 04/05/27	URY	UYU	32,237	0.05
2,900,000	Serbia Treasury Note, 10.00%, 12/19/16	URY	UYU	29,108	0.05
1,700,000	Government of India, senior note, 8.35%, 05/14/22	SRB	RSD	28,044	0.05
1,700,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	27,077	0.04
6,980,000	Government of Hungary, B, 6.75%, 02/24/17	IND	INR	26,983	0.04
790,000	Uruguay Treasury Bill, Strip, 09/15/16	HUN	HUF	26,803	0.04
589,485	Government of Uruguay, senior bond, Index Linked, 4.00%, 07/10/30	URY	UYU	25,126	0.04
70	Letra Tesouro Nacional, Strip, 07/01/16	URY	UYU	20,029	0.03
584,000	Uruguay Treasury Bill, Strip, 07/28/16	BRA	BRL	19,691	0.03
251,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	URY	UYU	19,154	0.03
20	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	IDN	IDR	18,821	0.03
1,100,000	Government of India, senior note, 7.16%, 05/20/23	BRA	BRL	16,712	0.03
182,000,000	Government of Indonesia, senior note, 8.50%, 10/15/16	IND	INR	16,341	0.03
1,230,000	Serbia Treasury Note, 10.00%, 11/08/17	IDN	IDR	13,816	0.02
10	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	SRB	RSD	12,051	0.02
230,000	Uruguay Notas del Tesoro, 11.00%, 03/21/17	BRA	BRL	8,473	0.01
215,473	Government of Uruguay, senior bond, Index Linked, 5.00%, 09/14/18	URY	UYU	8,228	0.01
30,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	URY	UYU	8,112	0.01
91,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	MYS	MYR	8,058	0.01
250,000	Uruguay Treasury Bill, Strip, 02/10/17	IDN	IDR	7,617	0.01
185,898	Uruguay Notas del Tesoro, 10, Index Linked, 4.25%, 01/05/17	URY	UYU	7,593	0.01
188,996	Uruguay Notas del Tesoro, 19, Index Linked, 2.50%, 09/27/22	URY	UYU	6,840	0.01
20,000	Government of Malaysia, senior note, 3.394%, 03/15/17	URY	UYU	6,118	0.01
45,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	MYS	MYR	5,320	0.01
45,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	4,183	0.01
45,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	3,773	0.01
200,000	Government of India, senior note, 7.28%, 06/03/19	IDN	IDR	3,722	0.01
310,000	Serbia Treasury Note, 8.00%, 03/23/17	IND	INR	3,081	0.01
10,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	SRB	RSD	2,915	0.01
		MYS	MYR	2,677	0.00
				12,321,769	20.09
	Securities Maturing Within One Year				
80,000,000	Serbia Treasury Note, 10.00%, 02/21/16	SRB	RSD	759,878	1.24
63,300,000	Government of Sri Lanka, B, 8.00%, 06/01/16	LKA	LKR	479,007	0.78
11,350,000	Uruguay Notas del Tesoro, 9.50%, 01/27/16	URY	UYU	420,244	0.69
18,950,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	417,836	0.68
36,600,000	Serbia Treasury Note, 10.00%, 09/14/15	SRB	RSD	342,237	0.56
298,100,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	267,753	0.44
6,347,000	Uruguay Notas del Tesoro, 10.25%, 08/22/15	URY	UYU	234,663	0.38

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
189,000,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	170,618	0.28
610,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	161,721	0.26
18,100,000	Government of Sri Lanka, A, 8.50%, 11/01/15	LKA	LKR	136,033	0.22
12,800,000	Serbia Treasury Note, 10.00%, 10/18/15	SRB	RSD	120,182	0.20
3,518,000	Uruguay Treasury Bill, Strip, 04/21/16	URY	UYU	117,514	0.19
3,122,000	Uruguay Treasury Bill, Strip, 08/20/15	URY	UYU	113,693	0.19
370	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	111,173	0.18
250,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	66,255	0.11
240,000	Bank of Negara Monetary Note, 0.00%, 08/04/15	MYS	MYR	63,396	0.10
1,611,900	Uruguay Treasury Bill, Strip, 07/02/15	URY	UYU	59,658	0.10
7,400,000	Government of Sri Lanka, B, 11.00%, 09/01/15	LKA	LKR	55,680	0.09
190,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	50,160	0.08
150	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	46,615	0.08
5,500,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	41,227	0.07
1,059,000	Uruguay Treasury Bill, Strip, 03/03/16	URY	UYU	36,514	0.06
136,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	36,173	0.06
1,600,000	Philippine Treasury Bill, 0.00%, 09/02/15	PHL	PHP	35,369	0.06
857,000	Uruguay Treasury Bill, Strip, 01/14/16	URY	UYU	29,630	0.05
110,000	Bank of Negara Monetary Note, 0.00%, 09/22/15	MYS	MYR	28,940	0.05
847,000	Uruguay Treasury Bill, Strip, 06/09/16	URY	UYU	28,287	0.05
490,000	Uruguay Treasury Bill, Strip, 11/26/15	URY	UYU	17,235	0.03
50,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	13,193	0.02
50,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	13,146	0.02
50,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	13,095	0.02
1,360,000	Serbia Treasury Note, 10.00%, 03/13/16	SRB	RSD	12,944	0.02
670,000	Serbia Treasury Note, 10.00%, 01/30/16	SRB	RSD	6,352	0.01
20,000	Government of Ghana, 21.00%, 10/26/15	GHA	GHS	4,523	0.01
110,000	Uruguay Treasury Bill, 0.00%, 10/23/15	URY	UYU	3,914	0.01
80,000	Uruguay Treasury Bill, 0.00%, 04/11/16	URY	UYU	2,724	0.01
10,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	2,643	0.01
10,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	2,639	0.00
10,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	2,634	0.00
10,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	2,622	0.00
10,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	2,616	0.00
10,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	2,608	0.00
10,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	2,594	0.00
10,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	2,586	0.00
10,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	2,583	0.00
60,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	1,316	0.00
30,000	Uruguay Treasury Bill, 0.00%, 01/04/16	URY	UYU	1,055	0.00
40,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	885	0.00
40,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	876	0.00
				<u>4,545,239</u>	<u>7.41</u>
	TOTAL BONDS			<u>19,303,853</u>	<u>31.47</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>19,656,436</u>	<u>32.04</u>
	TOTAL INVESTMENTS			<u>56,260,259</u>	<u>91.71</u>

‡ Income may be received in additional securities and/or cash

* These Bonds are currently in default

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET RIGHTS					
Government and Municipal Bonds					
1,000,000	Banco Central Del Uruguay, rts., 02/19/21	URY	USD	100	0.00
TOTAL RIGHTS				100	0.00
BONDS					
Asset-Backed Securities					
72,830,000	Tanzania Government International Bond, Reg S, FRN, 6.397%, 03/09/20 †	TZA	USD	74,319,374	1.56
52,940,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	43,176,805	0.91
7,453,333	Government of Bosnia & Herzegovina, senior bond, B, Reg S, FRN, 0.875%, 12/11/21 †	BIH	DEM	3,621,319	0.08
1,417,000	Government of Ivory Coast, Reg S, 5.75%, 12/31/32	CIV	USD	1,341,063	0.03
710,000	Government of Iraq, 144A, 5.80%, 01/15/28	IRQ	USD	579,062	0.01
709,500	Government of Bosnia & Herzegovina, FRN, 0.875%, 12/11/17 †	BIH	DEM	370,500	0.01
				123,408,123	2.60
Corporate Bonds					
66,550,000	Access Bank PLC, sub. note, Reg S, 9.25% to 06/24/19, FRN thereafter, 06/24/21	NGA	USD	63,555,250	1.33
85,350,000	SSB #1 PLC, (OJSC State Savings Bank of Ukraine), loan participation, senior note, Reg S, 8.875%, 03/20/18	UKR	USD	62,785,594	1.32
39,770,000	Alfa Bond Issuance PLC, (Alfa Bank OJSC), loan participation, senior note, Reg S, 7.75%, 04/28/21	RUS	USD	39,471,725	0.83
50,000,000	State Export-Import Bank of Ukraine, (Biz Finance PLC), loan participation, Reg S, 8.75%, 01/22/18	UKR	USD	37,468,750	0.79
26,600,000	Turkiye Is Bankasi, Reg S, 6.00%, 10/24/22	TUR	USD	26,618,753	0.56
45,000,000	Metinvest BV, Reg S, 8.75%, 02/14/18	UKR	USD	25,710,750	0.54
45,800,000	Kyiv Finance PLC, (City of Kiev), loan participation, senior note, Reg S, 9.375%, 07/11/16	UKR	USD	22,327,500	0.47
41,130,000	Edcon Holdings Pty. Ltd., senior secured note, Reg S, 13.375%, 06/30/19	ZAF	EUR	17,017,108	0.36
20,640,000	Edcon Pty. Ltd., senior secured note, first lien, Reg S, 9.50%, 03/01/18	ZAF	USD	16,254,000	0.34
193,000,000	General Electric Capital Corp., senior note, A, 8.50%, 04/06/18	USA	MXN	13,473,673	0.28
13,801,000	Edcon Pty. Ltd., senior secured note, first lien, Reg S, 9.50%, 03/01/18	ZAF	EUR	12,246,742	0.26
27,540,000	Corporacion GEO SAB de CV, senior note, Reg S, 8.875%, 03/27/22 *	MEX	USD	828,954	0.02
				337,758,799	7.10
Government and Municipal Bonds					
304,660,000	Government of Ecuador, senior note, Reg S, 7.95%, 06/20/24	ECU	USD	274,213,803	5.76
5,021,467,761	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	178,675,912	3.76
389,720	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	119,048,289	2.50
21,952,610,000	Government of Nigeria, 13.05%, 08/16/16	NGA	NGN	108,615,598	2.28
1,201,120,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	106,219,726	2.23
11,170,730,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	84,349,065	1.77
13,972,000,000	Government of Nigeria, 15.10%, 04/27/17	NGA	NGN	70,460,874	1.48
138,238,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	68,273,675	1.43
70,000,000	Republic of Senegal, senior note, Reg S, 6.25%, 07/30/24	SEN	USD	67,705,750	1.42
65,400,000	Federal Democratic Republic of Ethiopia, Reg S, 6.625%, 12/11/24	ET	USD	64,975,227	1.37
61,190,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	62,246,139	1.31
72,915	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	61,814,135	1.30
118,043,000	Financing of Infrastructure Projects State Enterprise, Reg S, 8.375%, 11/03/17	UKR	USD	57,747,816	1.21
3,434,100,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	56,302,519	1.18
113,660,000	Financing of Infrastructure Projects State Enterprise, senior note, Reg S, 9.00%, 12/07/17	UKR	USD	55,622,362	1.17
1,546,866,553	Uruguay Notas del Tesoro, 14, Index Linked, 4.00%, 06/10/20	URY	UYU	55,597,248	1.17
63,528	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	53,726,689	1.13
7,073,860	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	47,172,343	0.99
1,427,448,776	Uruguay Notas del Tesoro, 19, Index Linked, 2.50%, 09/27/22	URY	UYU	46,210,482	0.97
1,314,683,049	Uruguay Notas del Tesoro, 13, Index Linked, 4.00%, 05/25/25	URY	UYU	46,136,562	0.97
5,691,910,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	43,494,712	0.91
2,754,300,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	40,915,904	0.86
10,121,390,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	40,154,371	0.84
167,997,000	Government of Ghana, 23.47%, 05/21/18	GHA	GHS	39,222,098	0.82
44,307	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	36,930,906	0.78
161,250,000	Government of Ghana, 19.04%, 09/24/18	GHA	GHS	33,894,491	0.71
6,350,000,000	Government of Nigeria, 16.00%, 06/29/19	NGA	NGN	32,850,952	0.69
140,461,000	Government of Ghana, 23.00%, 08/21/17	GHA	GHS	32,043,471	0.67
847,310,691	Uruguay Notas del Tesoro, 10, Index Linked, 4.25%, 01/05/17	URY	UYU	31,176,326	0.66
30,000,000	Eastern & Southern African Trade and Development Bank, senior note, Reg S, 6.375%, 12/06/18	SP	USD	31,124,400	0.65
35,211	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	29,475,571	0.62
24,270,000	Government of Montenegro, Reg S, 5.375%, 05/20/19	MNE	EUR	27,471,269	0.58
112,450,000	Government of Ghana, 24.44%, 05/29/17	GHA	GHS	26,224,062	0.55
876,717,000	Uruguay Treasury Bill, Strip, 04/03/17	URY	UYU	26,030,702	0.55
5,926,840,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	23,212,514	0.49
1,421,600,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	23,194,477	0.49
2,351,560,000	Serbia Treasury Note, 10.00%, 03/02/18	SRB	RSD	23,133,583	0.49
22,800,000	Government of Zambia, senior note, Reg S, 8.50%, 04/14/24	ZMB	USD	23,112,588	0.49
646,711,796	Government of Uruguay, Index Linked, 4.25%, 04/05/27	URY	UYU	22,907,849	0.48
911,620,000	Government of the Philippines, senior bond, 9.125%, 09/04/16	PHL	PHP	21,439,243	0.45
1,370,700,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	21,352,233	0.45
88,960,000	Government of Ghana, 23.00%, 02/13/17	GHA	GHS	20,346,233	0.43

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
2,662,340,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	20,316,325	0.43
280,000,000	Inter-American Development Bank, senior note, 7.50%, 12/05/24	SP	MXN	20,255,757	0.43
2,403,620,000	Government of Sri Lanka, 10.60%, 07/01/19	LKA	LKR	19,535,494	0.41
19,705	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	16,577,783	0.35
1,029,200,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	16,207,120	0.34
514,270,000	Uruguay Treasury Bill, Strip, 02/10/17	URY	UYU	15,618,380	0.33
2,122,300,000	Government of Sri Lanka, A, 5.80%, 01/15/17	LKA	LKR	15,606,728	0.33
17,450	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	14,543,317	0.31
41,066,000	Government of Peru, senior bond, 7.84%, 08/12/20	PER	PEN	14,355,195	0.30
1,877,910,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	14,110,343	0.30
1,697,940,000	Government of Sri Lanka, 10.60%, 09/15/19	LKA	LKR	13,801,961	0.29
55,510,000	Government of Ghana, 23.23%, 02/19/18	GHA	GHS	12,832,295	0.27
43,080	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	12,118,295	0.25
24,010,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	11,689,869	0.25
19,540,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	10,282,925	0.22
1,394,900,000	Government of Sri Lanka, B, 5.80%, 07/15/17	LKA	LKR	10,153,370	0.21
2,658,380,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	9,900,454	0.21
36,110	Letra Tesouro Nacional, Strip, 10/01/16	BRA	BRL	9,823,004	0.21
319,180,000	Uruguay Treasury Bill, Strip, 05/19/17	URY	UYU	9,296,886	0.20
35,310,000	Government of Ghana, 25.40%, 07/31/17	GHA	GHS	8,366,648	0.18
872,770,000	Serbia Treasury Note, 8.00%, 03/23/17	SRB	RSD	8,205,711	0.17
740,200,000	Serbia Treasury Note, 10.00%, 12/19/16	SRB	RSD	7,157,940	0.15
414,100,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	6,572,818	0.14
404,400,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	6,441,219	0.14
74,610,000,000	Government of Indonesia, FR42, 10.25%, 07/15/27	IDN	IDR	6,379,662	0.13
623,780,000	Serbia Treasury Note, 10.00%, 03/20/21	SRB	RSD	6,062,689	0.13
78,298,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	5,844,030	0.12
64,860,000,000	Government of Indonesia, FR39, 11.75%, 08/15/23	IDN	IDR	5,834,604	0.12
727,930,000	Government of Sri Lanka, B, 8.50%, 07/15/18	LKA	LKR	5,548,040	0.12
63,340,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	5,238,775	0.11
539,080,000	Serbia Treasury Note, 10.00%, 09/11/21	SRB	RSD	5,217,423	0.11
61,050,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	4,890,893	0.10
20,720,000	Government of Ghana, 22.49%, 04/23/18	GHA	GHS	4,740,365	0.10
141,351,000	Uruguay Treasury Bill, Strip, 07/28/16	URY	UYU	4,636,130	0.10
128,049,641	Uruguay Notas del Tesoro, 18, Index Linked, 2.25%, 08/23/17	URY	UYU	4,490,511	0.09
8,957,000	Government of Ukraine, senior note, Reg S, 6.75%, 11/14/17	UKR	USD	4,450,509	0.09
7,600,000	Government of Ukraine, senior note, Reg S, 7.95%, 02/23/21	UKR	USD	4,013,750	0.08
46,100,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	3,824,788	0.08
452,250,000	Government of Sri Lanka, 11.20%, 07/01/22	LKA	LKR	3,776,840	0.08
899,400,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	3,646,767	0.08
486,130,000	Government of Sri Lanka, A, 7.50%, 08/15/18	LKA	LKR	3,610,066	0.08
101,699,010	Government of Uruguay, senior bond, Index Linked, 4.00%, 07/10/30	URY	UYU	3,455,450	0.07
89,890,000	Uruguay Notas del Tesoro, 7, 13.25%, 04/08/18	URY	UYU	3,333,970	0.07
326,170,000	Serbia Treasury Note, 10.00%, 11/08/17	SRB	RSD	3,195,693	0.07
78,843,380	Government of Uruguay, senior bond, Index Linked, 5.00%, 09/14/18	URY	UYU	2,968,074	0.06
5,960,000	Financing of Infrastructure Projects State Enterprise, Reg S, 7.40%, 04/20/18	UKR	USD	2,950,200	0.06
3,360	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	BRA	BRL	2,807,567	0.06
31,620,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	2,651,160	0.06
261,130,000	Serbia Treasury Note, 10.00%, 05/08/17	SRB	RSD	2,532,927	0.05
78,260,000	Uruguay Treasury Bill, Strip, 11/03/16	URY	UYU	2,449,393	0.05
1,705,000	Government of Hungary, senior note, Reg S, 3.875%, 02/24/20	HUN	EUR	2,088,251	0.04
203,200,000	Serbia Treasury Bond, 10.00%, 08/15/16	SRB	RSD	1,955,591	0.04
53,050,000	Uruguay Notas del Tesoro, 11.00%, 03/21/17	URY	UYU	1,897,736	0.04
7,890,000	Government of Ghana, 26.00%, 06/05/17	GHA	GHS	1,882,679	0.04
7,050,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	1,875,220	0.04
245,070,000	Government of Sri Lanka, 8.00%, 06/15/17	LKA	LKR	1,860,740	0.04
246,900,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	1,841,054	0.04
245,070,000	Government of Sri Lanka, 8.00%, 11/01/19	LKA	LKR	1,823,254	0.04
6,760,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	1,815,630	0.04
1,780,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	1,796,127	0.04
20,000,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	IDN	IDR	1,674,060	0.03
20,880,000,000	Government of Indonesia, FR48, 9.00%, 09/15/18	IDN	IDR	1,605,987	0.03
415,880,000	Government of Hungary, B, 6.75%, 02/24/17	HUN	HUF	1,596,964	0.03
19,585,000,000	Government of Indonesia, FR28, 10.00%, 07/15/17	IDN	IDR	1,527,101	0.03
1,780	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	BRA	BRL	1,508,226	0.03
153,310,000	Serbia Treasury Note, 8.00%, 04/06/17	SRB	RSD	1,440,833	0.03
5,200,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	1,392,231	0.03
176,200,000	Government of Sri Lanka, B, 6.40%, 10/01/16	LKA	LKR	1,310,735	0.03
113,770,000	Serbia Treasury Note, 10.00%, 10/17/16	SRB	RSD	1,097,869	0.02
101,570,000	Serbia Treasury Note, 10.00%, 11/21/18	SRB	RSD	1,002,478	0.02
28,550,000	Uruguay Treasury Bill, Strip, 09/15/16	URY	UYU	908,049	0.02
3,510,000	Government of Ghana, 25.48%, 04/24/17	GHA	GHS	828,791	0.02
53,300,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	821,179	0.02
2,915,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	773,087	0.02
73,170,000	Serbia Treasury Note, 8.00%, 01/12/17	SRB	RSD	689,002	0.01
18,870,093	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	597,553	0.01
60,090,000	Serbia Treasury Note, 10.00%, 04/27/18	SRB	RSD	592,755	0.01
75,450,000	Government of Sri Lanka, 8.25%, 03/01/17	LKA	LKR	575,058	0.01
665	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/17	BRA	BRL	563,045	0.01

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
9,025,348	Uruguay Notas del Tesoro, 16, Index Linked, 3.25%, 01/27/19	URY	UYU	321,672	0.01
240,000	The Export-Import Bank of Korea, senior note, 4.625%, 02/20/17	KOR	EUR	286,242	0.01
				<u>2,787,091,481</u>	<u>58.58</u>
Securities Maturing Within One Year					
29,418,520	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	191,981,529	4.04
325,588,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	86,598,388	1.82
7,262,000,000	Serbia Treasury Note, 10.00%, 02/21/16	SRB	RSD	68,977,902	1.45
7,673,400,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	57,518,979	1.21
7,774,240	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	50,547,237	1.06
172,500,000	Government of Ghana, 19.24%, 05/30/16	GHA	GHS	38,362,853	0.81
4,599,600,000	Government of Sri Lanka, B, 8.00%, 06/01/16	LKA	LKR	34,806,354	0.73
94,690	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	28,451,189	0.60
24,428,000	Government of Fiji, senior bond, 9.00%, 03/15/16	FJI	USD	25,253,056	0.53
575,390,000	Uruguay Notas del Tesoro, 10.25%, 08/22/15	URY	UYU	21,273,447	0.45
73,140,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	19,390,672	0.41
877,340,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	19,344,836	0.41
1,792,200,000	Serbia Treasury Note, 10.00%, 09/14/15	SRB	RSD	16,758,406	0.35
26,006,210	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	16,117,743	0.34
22,991,080	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	14,595,004	0.31
392,710,000	Uruguay Notas del Tesoro, 9.50%, 01/27/16	URY	UYU	14,540,451	0.31
419,734,000	Uruguay Treasury Bill, Strip, 01/14/16	URY	UYU	14,511,914	0.30
27,871,000	Government of Ukraine, senior note, Reg S, 6.25%, 06/17/16	UKR	USD	13,813,564	0.29
1,665,900,000	Government of Sri Lanka, B, 11.00%, 09/01/15	LKA	LKR	12,534,688	0.26
54,551,000	Government of Ghana, 21.00%, 10/26/15	GHA	GHS	12,335,970	0.26
38,000	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	11,809,249	0.25
42,665,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	11,307,157	0.24
14,162,700	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	8,903,695	0.19
13,974,290	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	8,586,097	0.18
13,765,860	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	8,508,392	0.18
10,766,670	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	6,794,050	0.14
10,238,790	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	6,383,101	0.12
171,366,973	Uruguay Notas del Tesoro, 17, Index Linked, 2.75%, 06/16/16	URY	UYU	6,222,684	0.13
9,752,800	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	6,010,319	0.13
22,720,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	5,994,999	0.13
626,840,000	Serbia Treasury Note, 10.00%, 03/13/16	SRB	RSD	5,966,011	0.13
230,350,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	5,216,874	0.11
7,830,300	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	4,934,648	0.10
639,600,000	Government of Sri Lanka, A, 8.50%, 11/01/15	LKA	LKR	4,806,984	0.10
7,661,580	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	4,803,705	0.10
493,600,000	Serbia Treasury Bond, 10.00%, 06/27/16	SRB	RSD	4,738,208	0.10
17,120,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	4,519,716	0.09
423,140,000	Serbia Treasury Note, 10.00%, 05/22/16	SRB	RSD	4,050,830	0.08
5,818,560	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	3,674,255	0.08
462,670,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	3,455,926	0.07
14,870,000	Government of Ghana, 16.90%, 03/07/16	GHA	GHS	3,263,794	0.07
4,857,640	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	3,006,888	0.06
58,901,800	ING Americas Issuance BV, 5.50%, 08/24/15	UKR	UAH	2,738,213	0.06
81,033,000	Uruguay Treasury Bill, Strip, 04/21/16	URY	UYU	2,706,802	0.06
4,182,450	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	2,625,398	0.05
63,214,000	Uruguay Treasury Bill, Strip, 08/20/15	URY	UYU	2,302,043	0.05
3,613,710	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	2,259,999	0.05
50,150,000	Uruguay Treasury Bill, Strip, 11/26/15	URY	UYU	1,763,980	0.04
2,970,000	Government of Ukraine, senior bond, Reg S, 4.95%, 10/13/15	UKR	EUR	1,750,118	0.04
35,922,000	ING Americas Issuance BV, Reg S, 5.50%, 08/25/15	UKR	UAH	1,669,068	0.03
67,740,000	Philippine Treasury Bill, 0.00%, 09/02/15	PHL	PHP	1,497,429	0.03
1,510,120	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	938,802	0.02
38,320,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	840,459	0.02
35,330,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	773,730	0.02
19,299,000	Uruguay Treasury Bill, Strip, 03/03/16	URY	UYU	665,415	0.01
1,200,000	Government of Ukraine, senior note, Reg S, 6.875%, 09/23/15	UKR	USD	634,500	0.01
27,670,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	612,211	0.01
1,970,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	518,874	0.01
15,413,000	Uruguay Treasury Bill, Strip, 06/09/16	URY	UYU	514,751	0.01
1,870,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	487,622	0.01
1,770,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	462,216	0.01
693,950	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	436,753	0.01
11,680,000	Uruguay Treasury Bill, 0.00%, 04/11/16	URY	UYU	397,669	0.01
604,050	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	381,671	0.01
10,240,000	Uruguay Treasury Bill, Strip, 07/02/15	URY	UYU	378,994	0.01
8,790,000	Uruguay Treasury Bill, 0.00%, 10/23/15	URY	UYU	312,778	0.01
12,340,000	Philippine Treasury Bill, 0.00%, 07/08/15	PHL	PHP	273,389	0.01
750,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	197,559	0.00
750,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	194,573	0.00
670,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	177,096	0.00
6,600,000	Philippine Treasury Bill, 0.00%, 10/07/15	PHL	PHP	145,648	0.00
5,100,000	Philippine Treasury Bill, 0.00%, 12/02/15	PHL	PHP	112,221	0.00
310,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	80,079	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
2,060,000	Philippine Treasury Bill, 0.00%, 11/04/15	PHL	PHP	45,399	0.00
				<u>919,567,223</u>	<u>19.33</u>
	TOTAL BONDS			<u>4,167,825,626</u>	<u>87.60</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>4,167,825,726</u>	<u>87.60</u>
	TOTAL INVESTMENTS			<u>4,167,825,726</u>	<u>87.60</u>

* These Bonds are currently in default

† Floating Rates are indicated as at June 30, 2015

— Templeton Emerging Markets Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Air Freight & Logistics					
7,560,831	Aramex Co.	ARE	AED	<u>7,163,738</u>	<u>1.60</u>
Auto Components					
4,026,518	Apollo Tyres Ltd.	IND	INR	10,785,622	2.40
515,504	Balkrishna Industries Ltd.	IND	INR	5,784,579	1.29
9,730,200	Xinchen China Power Holdings Ltd.	CHN	HKD	3,828,489	0.85
111,828	Global & Yuasa Battery Co. Ltd.	KOR	KRW	3,820,354	0.85
551,300	Mahle-Metal Leve SA Industria e Comercio	BRA	BRL	3,793,145	0.85
40,140	Hankook Tire Co. Ltd.	KOR	KRW	<u>1,505,734</u>	<u>0.34</u>
				<u>29,517,923</u>	<u>6.58</u>
Banks					
5,898,033	Federal Bank Ltd.	IND	INR	13,715,449	3.06
53,910,412	Faysal Bank Ltd.	PAK	PKR	8,310,196	1.85
3,382,900	United Bank Ltd.	PAK	PKR	5,671,381	1.26
3,174,300	Tisco Financial Group PCL, fgn.	THA	THB	4,318,776	0.96
140,870	Intercorp Financial Services Inc., Reg S	PER	USD	4,155,665	0.93
1,767,000	Habib Bank Ltd.	PAK	PKR	3,721,370	0.83
6,851,424	Banca Transilvania	ROM	RON	3,632,820	0.81
3,422,900	Bank Permata Tbk PT	IDN	IDR	<u>405,639</u>	<u>0.09</u>
				<u>43,931,296</u>	<u>9.79</u>
Beverages					
1,284,100	Embotelladora Andina SA, pfd., A	CHL	CLP	<u>3,077,501</u>	<u>0.69</u>
Biotechnology					
23,994	Medy-tox Inc.	KOR	KRW	11,936,567	2.66
292,391	Biocon Ltd.	IND	INR	<u>2,121,229</u>	<u>0.47</u>
				<u>14,057,796</u>	<u>3.13</u>
Building Products					
58,743,360	Dynasty Ceramic PCL, fgn.	THA	THB	<u>6,393,835</u>	<u>1.42</u>
Capital Markets					
297,412	Brait SE	ZAF	ZAR	<u>3,014,212</u>	<u>0.67</u>
Chemicals					
863,247	Tata Chemicals Ltd.	IND	INR	5,716,661	1.28
612,730	Paints & Chemical Industries Co. SAE	EGY	EGP	<u>3,734,175</u>	<u>0.83</u>
				<u>9,450,836</u>	<u>2.11</u>
Containers & Packaging					
3,902,000	Amvig Holdings Ltd.	HKG	HKD	<u>2,005,956</u>	<u>0.45</u>
Diversified Financial Services					
733,916	Bajaj Holdings and Investment Ltd.	IND	INR	<u>16,853,641</u>	<u>3.76</u>
Electronic Equipment, Instruments & Components					
9,777,793	Redington India Ltd.	IND	INR	14,853,251	3.31
2,788,700	Delta Electronics (Thailand) PCL, fgn.	THA	THB	7,464,577	1.66
15,309,400	Ju Teng International Holdings Ltd.	HKG	HKD	7,406,197	1.65
4,440,000	Digital China Holdings Ltd.	CHN	HKD	5,922,559	1.32
1,382,500	Flytech Technology Co. Ltd.	TWN	TWD	5,503,334	1.23
3,098,000	Synnex Technology International Corp.	TWN	TWD	<u>4,586,993</u>	<u>1.02</u>
				<u>45,736,911</u>	<u>10.19</u>
Energy Equipment & Services					
2,246,200	PetroVietnam Technical Services Corp.	VNM	VND	2,766,801	0.62
246,000	Honghua Group Ltd.	CHN	HKD	<u>26,340</u>	<u>0.00</u>
				<u>2,793,141</u>	<u>0.62</u>
Food & Staples Retailing					
242,795	Massmart Holdings Ltd.	ZAF	ZAR	2,983,549	0.66
131,260	Eurocash SA	POL	PLN	<u>1,302,989</u>	<u>0.29</u>
				<u>4,286,538</u>	<u>0.95</u>
Food Products					
2,975,000	Biostime International Holdings Ltd.	CHN	HKD	8,692,827	1.94
2,628,961	Grupo Herdez SAB de CV	MEX	MXN	6,695,316	1.49
14,338,200	Century Pacific Food Inc.	PHL	PHP	5,816,521	1.30
666,442	Pinar Sut Mamulleri Sanayii AS	TUR	TRY	5,505,833	1.23
2,312,178	Agthia Group PJSC	ARE	AED	4,677,362	1.04
1,225,917	Edita Food Industries SAE	EGY	EGP	4,659,418	1.04
4,501,000	Uni-President China Holdings Ltd.	CHN	HKD	4,163,265	0.93
11,897	Wawel SA	POL	PLN	3,952,439	0.88
6,762,700	Oldtown Bhd.	MYS	MYR	2,865,930	0.64
362,927	Ulker Biskuvi Sanayi AS	TUR	TRY	2,531,325	0.56
1,138,900	Marfrig Global Foods SA	BRA	BRL	2,083,510	0.46
527,661	Pinar Entegre Et ve Un Sanayi AS	TUR	TRY	<u>1,911,002</u>	<u>0.43</u>
				<u>53,554,748</u>	<u>11.94</u>

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
357,000	St. Shine Optical Co. Ltd.	TWN	TWD	5,672,902	1.26
1,031,300	Hartalega Holdings Bhd.	MYS	MYR	2,324,557	0.52
				<u>7,997,459</u>	<u>1.78</u>
	Health Care Providers & Services				
83,366	HSBC Bank PLC (CRTP Mouwasat Medical Services Co.)	SAU	USD	3,156,372	0.71
3,149,397	Selcuk Ecza Deposu Ticaret ve Sanayi AS	TUR	TRY	2,924,918	0.65
				<u>6,081,290</u>	<u>1.36</u>
	Hotels, Restaurants & Leisure				
35,180	DO & CO Restaurants & Catering AG	TUR	TRY	3,241,006	0.72
308,853	Kuwait Foods Americana	KWT	KWD	2,757,616	0.62
751,470	Fortuna Entertainment Group NV	POL	CZK	2,429,248	0.54
				<u>8,427,870</u>	<u>1.88</u>
	Household Durables				
123,271	Amica Wronki SA	POL	PLN	5,242,020	1.17
4,412,100	Yorkey Optical International Cayman Ltd.	CHN	HKD	591,949	0.13
				<u>5,833,969</u>	<u>1.30</u>
	Household Products				
6,643,360	DSG International Thailand PCL, fgn.	THA	THB	1,345,963	0.30
	Industrial Conglomerates				
17,416,439	Hemas Holdings PLC	LKA	LKR	10,666,577	2.38
9,688,000	Chongqing Machinery and Electric Co. Ltd., H	CHN	HKD	2,037,171	0.45
				<u>12,703,748</u>	<u>2.83</u>
	Insurance				
444,192,546	Panin Financial Tbk PT	IDN	IDR	9,528,526	2.12
	Internet & Catalog Retail				
18,350	GS Home Shopping Inc.	KOR	KRW	3,440,092	0.77
	Internet Software & Services				
46,200	Sohu.com Inc.	CHN	USD	2,729,958	0.61
	IT Services				
3,595,700	Travelsky Technology Ltd., H	CHN	HKD	5,288,033	1.18
	Leisure products				
973,300	Merida Industry Co. Ltd.	TWN	TWD	6,299,880	1.40
	Machinery				
3,580,000	Marcopolo SA, pfd.	BRA	BRL	2,670,353	0.59
	Oil, Gas & Consumable Fuels				
527,789	Great Eastern Shipping Co. Ltd.	IND	INR	2,773,960	0.62
	Paper & Forest Products				
783,000	Duratex SA	BRA	BRL	1,827,663	0.41
	Personal Products				
302,400	Natura Cosméticos SA	BRA	BRL	2,677,586	0.60
1,373,700	Mandom Indonesia Tbk PT	IDN	IDR	1,895,825	0.42
				<u>4,573,411</u>	<u>1.02</u>
	Pharmaceuticals				
593,736	Egyptian International Pharmaceutical Industries Co.	EGY	EGP	6,614,316	1.47
169,638	Bukwang Pharmaceutical Co. Ltd.	KOR	KRW	5,105,927	1.14
1,724,700	TTY Biopharm Co. Ltd.	TWN	TWD	4,024,430	0.90
				<u>15,744,673</u>	<u>3.51</u>
	Real Estate Management & Development				
12,468,900	Beijing Capital Land Ltd., H	CHN	HKD	9,586,945	2.14
	Road & Rail				
294,148	Globaltrans Investment PLC, GDR, Reg S	RUS	USD	1,397,203	0.31
	Semiconductors & Semiconductor Equipment				
213,503	Silicon Works Co. Ltd.	KOR	KRW	7,169,905	1.60
682,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	3,288,715	0.73
				<u>10,458,620</u>	<u>2.33</u>
	Specialty Retail				
3,246,200	Luk Fook Holdings (International) Ltd.	HKG	HKD	9,569,017	2.13
38,612,800	Bonjour Holdings Ltd.	HKG	HKD	2,839,305	0.63
545,900	Cia Hering	BRA	BRL	2,132,490	0.48
1,339,000	OSIM International Ltd.	SGP	SGD	1,645,293	0.37
				<u>16,186,105</u>	<u>3.61</u>

The accompanying notes form an integral part of these financial statements

— Templeton Emerging Markets Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Textiles, Apparel & Luxury Goods				
164,697	Fila Korea Ltd.	KOR	KRW	16,327,897	3.64
750,608	Vardhman Textiles Ltd.	IND	INR	7,995,808	1.78
48,850	Youngone Holdings Co. Ltd.	KOR	KRW	3,839,448	0.86
129,002	LF Corp.	KOR	KRW	3,491,087	0.78
600,404	Grendene SA	BRA	BRL	3,229,515	0.72
				<u>34,883,755</u>	<u>7.78</u>
	Tobacco				
138,294	Eastern Tobacco	EGY	EGP	3,896,856	0.87
	Trading Companies & Distributors				
185,860	iMarketkorea Inc.	KOR	KRW	4,979,994	1.11
10,329,900	Hexindo Adiperkasa Tbk PT	IDN	IDR	2,088,061	0.46
				<u>7,068,055</u>	<u>1.57</u>
	Transportation Infrastructure				
366,982	COSCO Pacific Ltd.	CHN	HKD	497,096	0.11
	Wireless Telecommunication Services				
1,170,900	Global Telecom Holding, GDR, Reg S	EGY	USD	2,013,948	0.45
	TOTAL SHARES			<u>425,093,503</u>	<u>94.75</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>425,093,503</u>	<u>94.75</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Electronic Equipment, Instruments & Components				
1,913,675	Ju Teng International Holdings Ltd., wts., 10/14/16	HKG	HKD	117,265	0.03
	TOTAL WARRANTS			<u>117,265</u>	<u>0.03</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>117,265</u>	<u>0.03</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Auto Components				
50,833	Nirvikara Paper Mills Ltd. **	IND	INR	53,914	0.01
	Transportation Infrastructure				
411,279	Shenzhen Chiwan Wharf Holdings Ltd., B **	CHN	HKD	1,124,372	0.25
	TOTAL SHARES			<u>1,178,286</u>	<u>0.26</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>1,178,286</u>	<u>0.26</u>
	TOTAL INVESTMENTS			<u>426,389,054</u>	<u>95.04</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Templeton Euroland Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
47,160	Thales SA	FRA	EUR	<u>2,554,186</u>	<u>0.94</u>
	Air Freight & Logistics				
383,700	CTT-Correios de Portugal SA	PRT	EUR	3,550,760	1.31
88,250	Deutsche Post AG	DEU	EUR	2,312,591	0.86
257,680	TNT Express NV	NLD	EUR	<u>1,960,687</u>	<u>0.72</u>
				<u>7,824,038</u>	<u>2.89</u>
	Airlines				
407,270	Deutsche Lufthansa AG	DEU	EUR	<u>4,710,078</u>	<u>1.74</u>
	Auto Components				
44,064	Cie Generale des Etablissements Michelin, B	FRA	EUR	<u>4,141,575</u>	<u>1.53</u>
	Banks				
656,530	Credit Agricole SA	FRA	EUR	8,758,110	3.24
143,150	BNP Paribas SA	FRA	EUR	7,751,572	2.87
410,132	ING Groep NV, IDR	NLD	EUR	6,074,055	2.24
952,491	UniCredit SpA	ITA	EUR	5,738,758	2.12
48,570	KBC Groep NV	BEL	EUR	2,911,286	1.08
66,510	Societe Generale SA	FRA	EUR	2,784,774	1.03
149,540	Commerzbank AG	DEU	EUR	<u>1,714,476</u>	<u>0.63</u>
				<u>35,733,031</u>	<u>13.21</u>
	Biotechnology				
22,780	Basilea Pharmaceutica AG	CHE	CHF	<u>2,566,275</u>	<u>0.95</u>
	Building Products				
132,540	Compagnie de Saint-Gobain	FRA	EUR	<u>5,337,386</u>	<u>1.97</u>
	Chemicals				
110,810	Akzo Nobel NV	NLD	EUR	7,232,569	2.67
77,570	Lanxess AG	DEU	EUR	<u>4,102,677</u>	<u>1.52</u>
				<u>11,335,246</u>	<u>4.19</u>
	Construction & Engineering				
113,150	FLSmidth & Co. AS	DNK	DKK	4,883,798	1.81
766,310	Koninklijke BAM Groep NV	NLD	EUR	<u>2,905,081</u>	<u>1.07</u>
				<u>7,788,879</u>	<u>2.88</u>
	Construction Materials				
99,090	HeidelbergCement AG	DEU	EUR	7,048,272	2.61
197,805	CRH PLC	IRL	EUR	5,008,422	1.85
43,050	Lafarge SA	FRA	EUR	<u>2,550,282</u>	<u>0.94</u>
				<u>14,606,976</u>	<u>5.40</u>
	Diversified Financial Services				
58,100	Deutsche Boerse AG	DEU	EUR	<u>4,313,925</u>	<u>1.60</u>
	Diversified Telecommunication Services				
581,231	Telefonica SA	ESP	EUR	<u>7,410,695</u>	<u>2.74</u>
	Electrical Equipment				
188,990	ABB Ltd.	CHE	CHF	<u>3,550,854</u>	<u>1.31</u>
	Energy Equipment & Services				
40,480	Technip SA	FRA	EUR	2,247,450	0.83
247,840	Subsea 7 SA	GBR	NOK	2,176,699	0.81
204,318	SBM Offshore NV	NLD	EUR	2,171,900	0.80
241,693	Aker Solutions ASA, Reg S	NOR	NOK	<u>1,216,929</u>	<u>0.45</u>
				<u>7,812,978</u>	<u>2.89</u>
	Food & Staples Retailing				
125,340	Metro AG	DEU	EUR	<u>3,544,615</u>	<u>1.31</u>
	Health Care Equipment & Supplies				
2,167,554	Sorin SpA	ITA	EUR	5,440,561	2.01
220,680	Getinge AB, B	SWE	SEK	<u>4,763,955</u>	<u>1.76</u>
				<u>10,204,516</u>	<u>3.77</u>
	Health Care Providers & Services				
245,358	Amplifon SpA	ITA	EUR	<u>1,713,826</u>	<u>0.63</u>
	Household Durables				
56,920	SEB SA	FRA	EUR	<u>4,758,512</u>	<u>1.76</u>
	Industrial Conglomerates				
47,030	Siemens AG	DEU	EUR	<u>4,249,160</u>	<u>1.57</u>

The accompanying notes form an integral part of these financial statements

— Templeton Euroland Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Insurance					
1,073,050	Aegon NV	NLD	EUR	7,073,546	2.61
290,295	AXA SA	FRA	EUR	6,569,376	2.43
668,150	UNIQA Insurance Group AG	AUT	EUR	5,404,665	2.00
126,700	NN Group NV	NLD	EUR	3,194,740	1.18
14,490	Muenchener Rueckversicherungs-Gesellschaft AG	DEU	EUR	2,303,910	0.85
				<u>24,546,237</u>	<u>9.07</u>
IT Services					
199,706	Indra Sistemas SA	ESP	EUR	1,842,088	0.68
Life Sciences Tools & Services					
172,590	QIAGEN NV	NLD	EUR	3,803,021	1.41
62,560	Gerresheimer AG	DEU	EUR	3,497,730	1.29
41,200	MorphoSys AG	DEU	EUR	2,652,456	0.98
16,250	Tecan Group AG	CHE	CHF	1,746,436	0.64
				<u>11,699,643</u>	<u>4.32</u>
Machinery					
6,150	Rational AG	DEU	EUR	2,026,117	0.75
45,288	GEA Group AG	DEU	EUR	1,811,973	0.67
				<u>3,838,090</u>	<u>1.42</u>
Media					
113,690	Ipsos	FRA	EUR	2,635,903	0.97
180,820	Atresmedia Corporacion de Medios de Comunicacion SA	ESP	EUR	2,513,398	0.93
				<u>5,149,301</u>	<u>1.90</u>
Oil, Gas & Consumable Fuels					
142,820	Total SA, B	FRA	EUR	6,222,667	2.30
320,125	Eni SpA	ITA	EUR	5,096,390	1.89
176,180	Royal Dutch Shell PLC, A	GBR	EUR	4,469,687	1.65
408,700	Galp Energia SGPS SA, B	PRT	EUR	4,299,524	1.59
				<u>20,088,268</u>	<u>7.43</u>
Personal Products					
104,400	Ontex Group NV	BEL	EUR	2,810,448	1.04
Pharmaceuticals					
73,386	Merck KGaA	DEU	EUR	6,559,241	2.43
70,505	Sanofi	FRA	EUR	6,221,361	2.30
49,380	Bayer AG	DEU	EUR	6,199,659	2.29
23,040	Roche Holding AG	CHE	CHF	5,792,488	2.14
281,770	H. Lundbeck AS	DNK	DKK	4,872,274	1.80
69,270	UCB SA	BEL	EUR	4,460,295	1.65
				<u>34,105,318</u>	<u>12.61</u>
Semiconductors & Semiconductor Equipment					
209,520	Infineon Technologies AG	DEU	EUR	2,331,958	0.86
Software					
71,340	SAP SE	DEU	EUR	4,465,884	1.65
Wireless Telecommunication Services					
44,800	Millicom International Cellular SA, IDR	LUX	SEK	2,964,396	1.10
				<u>257,998,382</u>	<u>95.36</u>
TOTAL SHARES					
RIGHTS					
Health Care Equipment & Supplies					
2,167,554	Sorin SpA, rts., 07/22/15	ITA	EUR	74	0.00
				<u>74</u>	<u>0.00</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>257,998,456</u>	<u>95.36</u>
TOTAL INVESTMENTS					
				<u>257,998,456</u>	<u>95.36</u>

The accompanying notes form an integral part of these financial statements

— Templeton European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
289,400	BAE Systems PLC	GBR	GBP	1,840,701	0.61
27,600	Thales SA	FRA	EUR	<u>1,494,816</u>	<u>0.50</u>
				<u>3,335,517</u>	<u>1.11</u>
	Air Freight & Logistics				
198,500	TNT Express NV	NLD	EUR	<u>1,510,386</u>	<u>0.50</u>
	Airlines				
437,400	Deutsche Lufthansa AG	DEU	EUR	5,058,531	1.67
198,100	International Consolidated Airlines Group SA	GBR	GBP	<u>1,381,472</u>	<u>0.46</u>
				<u>6,440,003</u>	<u>2.13</u>
	Auto Components				
31,996	Cie Generale des Etablissements Michelin, B	FRA	EUR	<u>3,007,304</u>	<u>1.00</u>
	Banks				
158,900	BNP Paribas SA	FRA	EUR	8,604,435	2.85
481,700	Credit Agricole SA	FRA	EUR	6,425,878	2.13
986,600	UniCredit SpA	ITA	EUR	5,944,265	1.97
1,519,200	Barclays PLC	GBR	GBP	5,578,768	1.85
364,618	ING Groep NV, IDR	NLD	EUR	5,399,993	1.79
428,900	HSBC Holdings PLC	GBR	GBP	3,446,852	1.14
121,900	Standard Chartered PLC	GBR	GBP	1,751,030	0.58
141,100	Commerzbank AG	DEU	EUR	<u>1,617,711</u>	<u>0.54</u>
				<u>38,768,932</u>	<u>12.85</u>
	Biotechnology				
48,500	Basilea Pharmaceutica AG	CHE	CHF	<u>5,463,755</u>	<u>1.81</u>
	Building Products				
140,600	Compagnie de Saint-Gobain	FRA	EUR	<u>5,661,962</u>	<u>1.88</u>
	Capital Markets				
162,407	Credit Suisse Group AG	CHE	CHF	4,005,154	1.33
624,800	Aberdeen Asset Management PLC	GBR	GBP	<u>3,558,263</u>	<u>1.18</u>
				<u>7,563,417</u>	<u>2.51</u>
	Chemicals				
72,000	Lanxess AG	DEU	EUR	3,808,080	1.26
51,600	Akzo Nobel NV	NLD	EUR	<u>3,367,932</u>	<u>1.12</u>
				<u>7,176,012</u>	<u>2.38</u>
	Commercial Services & Supplies				
1,295,320	Serco Group PLC	GBR	GBP	<u>2,154,640</u>	<u>0.71</u>
	Construction & Engineering				
87,800	FLSmidth & Co. AS	DNK	DKK	3,789,637	1.25
810,700	Koninklijke BAM Groep NV	NLD	EUR	<u>3,073,364</u>	<u>1.02</u>
				<u>6,863,001</u>	<u>2.27</u>
	Construction Materials				
77,400	HeidelbergCement AG	DEU	EUR	5,505,462	1.82
195,457	CRH PLC	IRL	EUR	<u>4,948,971</u>	<u>1.64</u>
				<u>10,454,433</u>	<u>3.46</u>
	Diversified Financial Services				
35,500	Deutsche Boerse AG	DEU	EUR	<u>2,635,875</u>	<u>0.87</u>
	Diversified Telecommunication Services				
503,519	Telefonica SA	ESP	EUR	6,419,867	2.13
208,317	Telenor ASA	NOR	NOK	<u>4,095,401</u>	<u>1.35</u>
				<u>10,515,268</u>	<u>3.48</u>
	Electrical Equipment				
135,600	ABB Ltd.	CHE	CHF	<u>2,547,732</u>	<u>0.84</u>
	Electronic Equipment, Instruments & Components				
147,100	Oxford Instruments PLC	GBR	GBP	<u>2,012,444</u>	<u>0.67</u>
	Energy Equipment & Services				
43,700	Technip SA	FRA	EUR	2,426,224	0.80
184,800	Petrofac Ltd.	GBR	GBP	2,410,982	0.80
137,600	SBM Offshore NV	NLD	EUR	1,462,688	0.49
161,100	Subsea 7 SA	GBR	NOK	<u>1,414,890</u>	<u>0.47</u>
				<u>7,714,784</u>	<u>2.56</u>
	Food & Staples Retailing				
1,783,700	Tesco PLC	GBR	GBP	5,344,395	1.77
164,900	Metro AG	DEU	EUR	<u>4,663,372</u>	<u>1.55</u>
				<u>10,007,767</u>	<u>3.32</u>

The accompanying notes form an integral part of these financial statements

— Templeton European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
235,500	Getinge AB, B	SWE	SEK	5,083,884	1.69
1,771,600	Sorin SpA	ITA	EUR	4,446,716	1.47
				<u>9,530,600</u>	<u>3.16</u>
	Health Care Providers & Services				
359,100	Amplifon SpA	ITA	EUR	2,508,313	0.83
	Household Durables				
50,300	SEB SA	FRA	EUR	4,205,080	1.39
	Industrial Conglomerates				
31,094	Siemens AG	DEU	EUR	2,809,343	0.93
	Insurance				
960,400	Aegon NV	NLD	EUR	6,330,957	2.10
228,065	AXA SA	FRA	EUR	5,161,111	1.71
507,900	UNIQA Insurance Group AG	AUT	EUR	4,108,403	1.36
550,166	Aviva PLC	GBR	GBP	3,819,580	1.27
37,393	Swiss Re AG	CHE	CHF	2,969,201	0.98
83,400	NN Group NV	NLD	EUR	2,102,931	0.70
				<u>24,492,183</u>	<u>8.12</u>
	IT Services				
152,500	Indra Sistemas SA	ESP	EUR	1,406,660	0.47
	Life Sciences Tools & Services				
95,900	Gerresheimer AG	DEU	EUR	5,361,769	1.78
203,000	QIAGEN NV	NLD	EUR	4,473,105	1.48
59,200	MorphoSys AG	DEU	EUR	3,811,296	1.26
				<u>13,646,170</u>	<u>4.52</u>
	Media				
241,300	Sky PLC	GBR	GBP	3,527,375	1.17
120,800	Ipsos	FRA	EUR	2,800,748	0.93
308,500	UBM PLC	GBR	GBP	2,324,441	0.77
57,380	Schibsted ASA, A	NOR	NOK	1,600,821	0.53
112,000	Atresmedia Corporacion de Medios de Comunicacion SA	ESP	EUR	1,556,800	0.51
				<u>11,810,185</u>	<u>3.91</u>
	Multiline Retail				
484,900	Marks & Spencer Group PLC	GBR	GBP	3,663,807	1.21
	Oil, Gas & Consumable Fuels				
561,100	Galp Energia SGPS SA, B	PRT	EUR	5,902,772	1.96
133,500	Total SA, B	FRA	EUR	5,816,595	1.93
305,700	Eni SpA	ITA	EUR	4,866,744	1.61
322,300	BG Group PLC	GBR	GBP	4,813,677	1.60
674,451	BP PLC	GBR	GBP	3,994,573	1.32
				<u>25,394,361</u>	<u>8.42</u>
	Personal Products				
126,200	Ontex Group NV	BEL	EUR	3,397,304	1.13
	Pharmaceuticals				
415,500	H. Lundbeck AS	DNK	DKK	7,184,689	2.38
88,300	UCB SA	BEL	EUR	5,685,637	1.88
1,918,700	Vectura Group PLC	GBR	GBP	4,852,272	1.61
36,800	Bayer AG	DEU	EUR	4,620,240	1.53
50,130	Merck KGaA	DEU	EUR	4,480,619	1.48
11,800	Roche Holding AG	CHE	CHF	2,966,639	0.98
30,647	Sanofi	FRA	EUR	2,704,291	0.90
129,400	GlaxoSmithKline PLC	GBR	GBP	2,412,379	0.80
23,400	Novartis AG	CHE	CHF	2,069,153	0.69
				<u>36,975,919</u>	<u>12.25</u>
	Software				
46,400	SAP SE	DEU	EUR	2,904,640	0.96
	Specialty Retail				
1,004,100	Kingfisher PLC	GBR	GBP	4,915,836	1.63
	Wireless Telecommunication Services				
1,393,161	Vodafone Group PLC	GBR	GBP	4,513,999	1.50
255,271	Turkcell Iletisim Hizmetleri AS, ADR	TUR	USD	2,631,848	0.87
				<u>7,145,847</u>	<u>2.37</u>
	TOTAL SHARES			<u>288,639,480</u>	<u>95.65</u>

The accompanying notes form an integral part of these financial statements

— Templeton European Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	RIGHTS				
	Health Care Equipment & Supplies				
1,771,600	Sorin SpA, rts., 07/22/15	ITA	EUR	<u>60</u>	<u>0.00</u>
	TOTAL RIGHTS			<u>60</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>288,639,540</u>	<u>95.65</u>
	TOTAL INVESTMENTS			<u>288,639,540</u>	<u>95.65</u>

— Templeton Frontier Markets Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Air Freight & Logistics					
36,248,004	Aramex Co.	ARE	AED	34,344,266	2.73
Airlines					
71,116,080	Kenya Airways Ltd.	KEN	KES	5,298,354	0.42
Automobiles					
2,555,364	Indus Motor Co. Ltd.	PAK	PKR	31,336,766	2.49
Banks					
31,500,535	United Bank Ltd.	PAK	PKR	52,810,175	4.20
27,363,353	Bank Muscat SAOG	OMN	OMR	39,094,058	3.11
386,840,262	Zenith Bank PLC	NGA	NGN	37,390,415	2.97
12,930,750	National Bank of Kuwait SAK	KWT	KWD	36,773,958	2.93
4,846,388	HSBC Bank PLC (CRTP Samba Financial Group, 144A)	SAU	USD	33,726,364	2.68
229,899,504	Guaranty Trust Bank PLC	NGA	NGN	31,178,879	2.48
24,819,678	Commercial Bank of Ceylon PLC - voting shares	LKA	LKR	29,826,620	2.37
44,426,094	Kenya Commercial Bank Ltd.	KEN	KES	24,153,124	1.92
10,844,600	Habib Bank Ltd.	PAK	PKR	22,839,143	1.82
13,876,398	Hatton National Bank PLC	LKA	LKR	22,386,302	1.78
38,016,144	Banca Transilvania	ROM	RON	20,157,243	1.60
34,258,140	Brac Bank Ltd.	BGD	BDT	17,292,979	1.38
77,584,563	Islami Bank Bangladesh Ltd.	BGD	BDT	16,940,949	1.35
390,478,778	FBN Holdings PLC	NGA	NGN	15,547,784	1.24
1,393,998	Deutsche Bank AG/London (CRTP Saudi British Bank, 144A)	SAU	USD	12,339,884	0.98
487,034,075	United Bank for Africa PLC	NGA	NGN	12,202,752	0.97
7,625,980	Hatton National Bank PLC	LKA	LKR	9,853,570	0.78
1,105,002	Merrill Lynch International & Co. CV (CRTP Arab National Bank)	SAU	USD	9,811,110	0.78
3,312,310	BRD-Groupe Societe Generale	ROM	RON	8,892,772	0.71
227,047	Bank of Georgia Holdings PLC	GE	GBP	6,955,472	0.55
381,243	BBVA Banco Frances SA, ADR	ARG	USD	6,054,139	0.48
120,737	Banco Macro SA, ADR	ARG	USD	5,505,607	0.44
3,256,814	Commercial Bank of Ceylon PLC - non-voting shares	LKA	LKR	3,210,841	0.26
6,141,600	The Co-operative Bank of Kenya Ltd.	KEN	KES	1,329,418	0.11
24,541,259	Access Bank Nigeria PLC	NGA	NGN	698,679	0.06
				<u>476,972,237</u>	<u>37.95</u>
Beverages					
45,522,188	Nigerian Breweries PLC	NGA	NGN	34,283,355	2.73
28,802,157	Delta Corp. Ltd.	ZWE	USD	29,090,179	2.32
7,668,800	East African Breweries Ltd.	KEN	KES	23,548,794	1.87
				<u>86,922,328</u>	<u>6.92</u>
Building Products					
4,097,418	Binh Minh Plastics JSC	VNM	VND	14,634,641	1.16
Chemicals					
723,275	HSBC Bank PLC (CRTP Saudi Basic Industries Corp., 144A)	SAU	USD	18,368,736	1.46
Diversified Telecommunication Services					
1,023,481	Sonatel	SEN	XOF	41,565,493	3.31
2,021,969	Telecom Argentina SA, B, ADR	ARG	USD	36,375,222	2.89
73,390	Ooredoo QSC	QAT	QAR	1,753,500	0.14
				<u>79,694,215</u>	<u>6.34</u>
Energy Equipment & Services					
4,022,669	PetroVietnam Drilling and Well Services JSC	VNM	VND	9,670,542	0.77
6,285,900	PetroVietnam Technical Services Corp.	VNM	VND	7,742,780	0.61
2,371,737	Renaissance Services SAOG	OMN	OMR	1,725,056	0.14
				<u>19,138,378</u>	<u>1.52</u>
Food Products					
6,507,200	Vietnam Dairy Products JSC	VNM	VND	33,670,518	2.68
732,925	Deutsche Bank AG/London (CRTP Saudi Dairy & Foodstuff Co., 144A)	SAU	USD	27,945,147	2.22
1,490,731	Deutsche Bank AG/London (CRTP Savola Al-Azizia United Co., 144A)	SAU	USD	27,227,056	2.17
1,978,353	MHP SA, GDR, Reg S	UKR	USD	19,981,365	1.59
2,761,748	Nestle Nigeria PLC	NGA	NGN	11,815,362	0.94
				<u>120,639,448</u>	<u>9.60</u>
Health Care Providers & Services					
430,330	HSBC Bank PLC (CRTP Mouwasat Medical Services Co.)	SAU	USD	16,292,990	1.30
Hotels, Restaurants & Leisure					
28,762,999	NagaCorp Ltd.	KHM	HKD	21,298,642	1.70
2,143,243	Kuwait Foods Americana	KWT	KWD	19,136,098	1.52
				<u>40,434,740</u>	<u>3.22</u>
Industrial Conglomerates					
20,032,729	Hemas Holdings PLC	LKA	LKR	12,268,906	0.98
47,434,781	UAC of Nigeria PLC	NGA	NGN	10,122,405	0.80
1	Industries Qatar QSC	QAT	QAR	39	0.00
				<u>22,391,350</u>	<u>1.78</u>

The accompanying notes form an integral part of these financial statements

— Templeton Frontier Markets Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Insurance					
6,905,495	Vietnam National Reinsurance Corp.	VNM	VND	<u>7,968,426</u>	<u>0.63</u>
Marine					
2,105,481	Vietnam Container Shipping JSC	VNM	VND	<u>4,666,313</u>	<u>0.37</u>
Metals & Mining					
10,277,802	Hoa Phat Group JSC	VNM	VND	13,601,139	1.08
584,453	Jordan Phosphate Mines	JOR	JOD	<u>4,856,357</u>	<u>0.39</u>
				<u>18,457,496</u>	<u>1.47</u>
Oil, Gas & Consumable Fuels					
172,300,691	OMV Petrom SA	ROM	RON	16,173,372	1.29
1,243,113	KazMunaiGas Exploration Production, GDR, Reg S	KAZ	USD	12,306,819	0.98
345,624	YPF Sociedad Anonima, D, ADR	ARG	USD	9,480,466	0.75
3,550,900	Oil & Gas Development Co. Ltd.	PAK	PKR	<u>6,249,375</u>	<u>0.50</u>
				<u>44,210,032</u>	<u>3.52</u>
Pharmaceuticals					
8,225,353	DHG Pharmaceutical JSC	VNM	VND	27,683,378	2.20
2,464,988	Egyptian International Pharmaceutical Industries Co.	EGY	EGP	27,460,368	2.19
2,456,820	Imexpharm Pharmaceutical JSC	VNM	VND	<u>5,118,726</u>	<u>0.41</u>
				<u>60,262,472</u>	<u>4.80</u>
Textiles, Apparel & Luxury Goods					
214,308	Youngone Corp.	KOR	KRW	<u>10,546,578</u>	<u>0.84</u>
Wireless Telecommunication Services					
26,118,214	Mobile Telecommunications Co.	KWT	KWD	35,843,448	2.85
11,406,963	Global Telecom Holding, GDR, Reg S	EGY	USD	19,619,976	1.56
2,191,419	Kcell JSC, GDR, Reg S	KAZ	USD	19,021,517	1.52
596,589	MTN Group Ltd.	ZAF	ZAR	11,217,305	0.89
14,122,484	Econet Wireless Zimbabwe Ltd.	ZWE	USD	<u>5,648,994</u>	<u>0.45</u>
				<u>91,351,240</u>	<u>7.27</u>
TOTAL SHARES				<u>1,203,931,006</u>	<u>95.79</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>1,203,931,006</u>	<u>95.79</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Consumer Finance					
94,541,720	Letshego Holdings Ltd.	BWA	BWP	<u>30,676,898</u>	<u>2.44</u>
TOTAL SHARES				<u>30,676,898</u>	<u>2.44</u>
BONDS					
Corporate Bonds					
1	Bank Muscat SAOG, cvt., 3.50%, 03/19/18	OMN	OMR	<u>0</u>	<u>0.00</u>
TOTAL BONDS				<u>0</u>	<u>0.00</u>
TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
				<u>30,676,898</u>	<u>2.44</u>
TOTAL INVESTMENTS				<u>1,234,607,904</u>	<u>98.23</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Airlines					
885,652	Deutsche Lufthansa AG	DEU	EUR	11,414,827	0.76
910,129	International Consolidated Airlines Group SA	GBR	GBP	7,073,284	0.47
				<u>18,488,111</u>	<u>1.23</u>
Auto Components					
828,300	Unipres Corp.	JPN	JPY	17,345,640	1.16
113,474	Cie Generale des Etablissements Michelin, B	FRA	EUR	11,886,079	0.79
52,591	Hyundai Mobis Co. Ltd.	KOR	KRW	9,957,926	0.66
				<u>39,189,645</u>	<u>2.61</u>
Automobiles					
2,655,500	Nissan Motor Co. Ltd.	JPN	JPY	27,663,718	1.85
442,000	General Motors Co.	USA	USD	14,731,860	0.98
188,738	Toyota Motor Corp.	JPN	JPY	12,649,872	0.84
				<u>55,045,450</u>	<u>3.67</u>
Banks					
416,000	BNP Paribas SA	FRA	EUR	25,104,547	1.67
2,703,370	HSBC Holdings PLC	GBR	GBP	24,212,116	1.61
380,021	Citigroup Inc.	USA	USD	20,992,360	1.40
306,820	JPMorgan Chase & Co.	USA	USD	20,790,123	1.38
1,275,353	Credit Agricole SA	FRA	EUR	18,960,371	1.26
2,591,016	UniCredit SpA	ITA	EUR	17,397,536	1.16
1,037,301	ING Groep NV, IDR	NLD	EUR	17,120,658	1.14
672,300	Standard Chartered PLC	GBR	GBP	10,762,508	0.72
2,506,850	Barclays PLC	GBR	GBP	10,259,171	0.68
363,490	Hana Financial Group Inc.	KOR	KRW	9,431,053	0.63
1,639,800	Bangkok Bank PCL, fgn.	THA	THB	8,633,079	0.58
553,373	DBS Group Holdings Ltd.	SGP	SGD	8,500,473	0.57
				<u>192,163,995</u>	<u>12.80</u>
Beverages					
389,400	Suntory Beverage & Food Ltd.	JPN	JPY	15,510,458	1.03
Biotechnology					
249,850	Amgen Inc.	USA	USD	38,356,972	2.56
279,900	Gilead Sciences Inc.	USA	USD	32,770,692	2.18
				<u>71,127,664</u>	<u>4.74</u>
Building Products					
248,720	Compagnie de Saint-Gobain	FRA	EUR	11,162,280	0.74
Capital Markets					
579,730	Credit Suisse Group AG	CHE	CHF	15,933,121	1.06
363,570	Morgan Stanley	USA	USD	14,102,880	0.94
				<u>30,036,001</u>	<u>2.00</u>
Chemicals					
201,550	Lanxess AG	DEU	EUR	11,880,014	0.79
154,581	Akzo Nobel NV	NLD	EUR	11,244,245	0.75
342,630	Chemtura Corp.	USA	USD	9,699,855	0.65
106,120	Eastman Chemical Co.	USA	USD	8,682,739	0.58
				<u>41,506,853</u>	<u>2.77</u>
Commercial Services & Supplies					
193,210	The ADT Corp.	USA	USD	6,486,060	0.43
Construction & Engineering					
426,000	CHIYODA Corp.	JPN	JPY	3,773,053	0.25
Construction Materials					
529,790	CRH PLC	IRL	EUR	14,949,548	1.00
Consumer Finance					
114,990	Capital One Financial Corp.	USA	USD	10,115,670	0.68
Diversified Telecommunication Services					
1,494,313	Telefonica SA	ESP	EUR	21,233,048	1.41
32,901,000	China Telecom Corp. Ltd., H	CHN	HKD	19,311,959	1.29
452,345	Telenor ASA	NOR	NOK	9,910,650	0.66
2,968,000	Singapore Telecommunications Ltd.	SGP	SGD	9,277,066	0.62
				<u>59,732,723</u>	<u>3.98</u>
Electrical Equipment					
529,730	ABB Ltd.	CHE	CHF	11,091,983	0.74
Electronic Equipment, Instruments & Components					
344,260	Knowles Corp.	USA	USD	6,231,106	0.41
2,661,000	Digital China Holdings Ltd.	CHN	HKD	3,549,533	0.24
				<u>9,780,639</u>	<u>0.65</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Energy Equipment & Services					
821,130	Petrofac Ltd.	GBR	GBP	11,938,907	0.79
274,000	Halliburton Co.	USA	USD	11,801,180	0.79
749,120	Noble Corp. PLC	USA	USD	11,528,957	0.77
150,280	Technip SA	FRA	EUR	9,298,464	0.62
130,430	Baker Hughes Inc.	USA	USD	8,047,531	0.53
248,620	SBM Offshore NV	NLD	EUR	2,945,303	0.20
291,140	Subsea 7 SA	GBR	NOK	2,849,636	0.19
				<u>58,409,978</u>	<u>3.89</u>
Food & Staples Retailing					
238,760	Walgreens Boots Alliance Inc.	USA	USD	20,160,894	1.34
3,608,410	Tesco PLC	GBR	GBP	12,049,061	0.80
326,250	Metro AG	DEU	EUR	10,282,306	0.69
				<u>42,492,261</u>	<u>2.83</u>
Health Care Equipment & Supplies					
251,870	Medtronic PLC	USA	USD	18,663,567	1.24
Industrial Conglomerates					
72,804	Siemens AG	DEU	EUR	7,330,676	0.49
1,852,000	Toshiba Corp.	JPN	JPY	6,370,553	0.42
				<u>13,701,229</u>	<u>0.91</u>
Insurance					
296,860	American International Group Inc.	USA	USD	18,351,885	1.22
657,187	AXA SA	FRA	EUR	16,574,258	1.10
2,086,624	Aviva PLC	GBR	GBP	16,144,576	1.08
306,080	The Hartford Financial Services Group Inc.	USA	USD	12,723,746	0.85
1,696,230	Aegon NV	NLD	EUR	12,461,276	0.83
2,819,000	China Life Insurance Co. Ltd., H	CHN	HKD	12,219,128	0.81
114,967	Swiss Re AG	CHE	CHF	10,173,799	0.68
951,120	UNIQA Insurance Group AG	AUT	EUR	8,574,143	0.57
				<u>107,222,811</u>	<u>7.14</u>
Internet Software & Services					
18,030	Google Inc., A	USA	USD	9,736,921	0.65
Life Sciences Tools & Services					
339,600	QIAGEN NV	NLD	EUR	8,339,525	0.56
111,740	MorphoSys AG	DEU	EUR	8,017,154	0.53
				<u>16,356,679</u>	<u>1.09</u>
Machinery					
170,920	Stanley Black & Decker Inc.	USA	USD	17,987,621	1.20
3,853,000	Weichai Power Co. Ltd., H	CHN	HKD	12,898,589	0.86
242,190	Navistar International Corp.	USA	USD	5,480,760	0.36
				<u>36,366,970</u>	<u>2.42</u>
Media					
1,110,080	News Corp., A	USA	USD	16,196,067	1.08
960,230	Sky PLC	GBR	GBP	15,643,367	1.04
474,220	Twenty-First Century Fox Inc., A	USA	USD	15,433,490	1.03
246,630	Comcast Corp., Special A	USA	USD	14,783,002	0.99
				<u>62,055,926</u>	<u>4.14</u>
Metals & Mining					
495,650	Allegheny Technologies Inc.	USA	USD	14,968,630	1.00
Multiline Retail					
224,560	Macy's Inc.	USA	USD	15,151,063	1.01
1,533,060	Marks & Spencer Group PLC	GBR	GBP	12,909,225	0.86
				<u>28,060,288</u>	<u>1.87</u>
Oil, Gas & Consumable Fuels					
507,459	Total SA, B	FRA	EUR	24,640,477	1.64
1,031,260	Eni SpA	ITA	EUR	18,296,660	1.22
2,564,210	BP PLC	GBR	GBP	16,925,214	1.13
1,244,680	Galp Energia SGPS SA, B	PRT	EUR	14,592,646	0.97
488,800	Suncor Energy Inc.	CAN	CAD	13,462,546	0.90
10,178,000	Kunlun Energy Co. Ltd.	CHN	HKD	10,359,655	0.69
165,560	Apache Corp.	USA	USD	9,541,223	0.63
839,174	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	6,847,660	0.46
100,480	Devon Energy Corp.	USA	USD	5,977,555	0.40
340,050	Chesapeake Energy Corp.	USA	USD	3,798,358	0.25
				<u>124,441,994</u>	<u>8.29</u>
Pharmaceuticals					
549,287	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	32,462,862	2.16
88,884	Allergan PLC	USA	USD	26,972,739	1.80
76,702	Roche Holding AG	CHE	CHF	21,490,668	1.43
225,100	Eli Lilly & Co.	USA	USD	18,793,599	1.25
126,140	Bayer AG	DEU	EUR	17,649,408	1.18
155,250	Merck KGaA	DEU	EUR	15,464,381	1.03
151,753	Sanofi	FRA	EUR	14,923,249	0.99
611,440	H. Lundbeck AS	DNK	DKK	11,782,877	0.79

The accompanying notes form an integral part of these financial statements

— Templeton Global Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Pharmaceuticals (continued)					
114,380	UCB SA	BEL	EUR	8,207,844	0.55
231,678	Pfizer Inc.	USA	USD	7,768,163	0.52
332,601	GlaxoSmithKline PLC	GBR	GBP	6,910,277	0.46
				<u>182,426,067</u>	<u>12.16</u>
Semiconductors & Semiconductor Equipment					
59,142,000	GCL-Poly Energy Holdings Ltd.	CHN	HKD	13,656,987	0.91
Software					
733,774	Microsoft Corp.	USA	USD	32,396,122	2.16
151,793	SAP SE	DEU	EUR	10,589,774	0.71
				<u>42,985,896</u>	<u>2.87</u>
Specialty Retail					
2,426,168	Kingfisher PLC	GBR	GBP	13,237,375	0.88
251,860	Best Buy Co. Inc.	USA	USD	8,213,154	0.55
				<u>21,450,529</u>	<u>1.43</u>
Technology Hardware, Storage & Peripherals					
26,821	Samsung Electronics Co. Ltd.	KOR	KRW	30,374,967	2.03
346,580	Hewlett-Packard Co.	USA	USD	10,400,866	0.69
887,000	Konica Minolta Inc.	JPN	JPY	10,356,426	0.69
				<u>51,132,259</u>	<u>3.41</u>
Textiles, Apparel & Luxury Goods					
75,450	Michael Kors Holdings Ltd.	USA	USD	3,175,691	0.21
Wireless Telecommunication Services					
4,353,912	Vodafone Group PLC	GBR	GBP	15,721,731	1.05
180,800	SoftBank Group Corp.	JPN	JPY	10,649,459	0.71
767,500	China Mobile Ltd.	CHN	HKD	9,841,711	0.65
				<u>36,212,901</u>	<u>2.41</u>
TOTAL SHARES				<u>1,473,677,717</u>	<u>98.19</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>1,473,677,717</u>	<u>98.19</u>
TOTAL INVESTMENTS				<u>1,473,677,717</u>	<u>98.19</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Air Freight & Logistics					
448,951	Royal Mail PLC	GBR	GBP	<u>3,256,117</u>	<u>0.41</u>
Airlines					
1,227,290	International Consolidated Airlines Group SA	GBR	GBP	8,558,640	1.09
614,190	Deutsche Lufthansa AG	DEU	EUR	<u>7,103,107</u>	<u>0.91</u>
				<u>15,661,747</u>	<u>2.00</u>
Auto Components					
102,360	Cie Generale des Etablissements Michelin, B	FRA	EUR	9,620,816	1.23
12,875	Hyundai Mobis Co. Ltd.	KOR	KRW	<u>2,187,480</u>	<u>0.28</u>
				<u>11,808,296</u>	<u>1.51</u>
Automobiles					
132,490	Toyota Motor Corp.	JPN	JPY	7,967,999	1.02
202,920	General Motors Co.	USA	USD	6,068,755	0.77
294,600	Mazda Motor Corp.	JPN	JPY	<u>5,179,352</u>	<u>0.66</u>
				<u>19,216,106</u>	<u>2.45</u>
Banks					
271,082	JPMorgan Chase & Co.	USA	USD	16,482,136	2.10
926,672	ING Groep NV, IDR	NLD	EUR	13,724,012	1.75
1,707,133	UniCredit SpA	ITA	EUR	10,285,476	1.31
189,080	Citigroup Inc.	USA	USD	9,372,138	1.19
7,212,440	Lloyds Banking Group PLC	GBR	GBP	8,666,451	1.11
526,810	Credit Agricole SA	FRA	EUR	7,027,646	0.90
727,600	HSBC Holdings PLC	GBR	HKD	5,916,764	0.75
1,806,754	Intesa Sanpaolo SpA	ITA	EUR	5,875,564	0.75
423,000	DBS Group Holdings Ltd.	SGP	SGD	5,830,488	0.74
201,110	Standard Chartered PLC	GBR	GBP	<u>2,888,840</u>	<u>0.37</u>
				<u>86,069,515</u>	<u>10.97</u>
Beverages					
218,200	Suntory Beverage & Food Ltd.	JPN	JPY	<u>7,798,711</u>	<u>0.99</u>
Biotechnology					
96,807	Amgen Inc.	USA	USD	13,335,556	1.70
53,872	Basilea Pharmaceutica AG	CHE	CHF	6,068,936	0.77
37,810	Gilead Sciences Inc.	USA	USD	<u>3,972,179</u>	<u>0.51</u>
				<u>23,376,671</u>	<u>2.98</u>
Building Products					
204,560	Compagnie de Saint-Gobain	FRA	EUR	<u>8,237,631</u>	<u>1.05</u>
Capital Markets					
335,943	Credit Suisse Group AG	CHE	CHF	8,284,763	1.06
180,280	Morgan Stanley	USA	USD	<u>6,274,899</u>	<u>0.80</u>
				<u>14,559,662</u>	<u>1.86</u>
Chemicals					
118,890	LyondellBasell Industries NV, A	USA	USD	11,043,557	1.41
126,340	Akzo Nobel NV	NLD	EUR	8,246,212	1.05
				<u>19,289,769</u>	<u>2.46</u>
Commercial Services & Supplies					
155,620	The ADT Corp.	USA	USD	<u>4,687,661</u>	<u>0.60</u>
Communications Equipment					
196,404	Cisco Systems Inc.	USA	USD	<u>4,839,386</u>	<u>0.62</u>
Construction Materials					
104,770	HeidelbergCement AG	DEU	EUR	7,452,290	0.95
274,900	CRH PLC	IRL	EUR	<u>6,960,468</u>	<u>0.89</u>
				<u>14,412,758</u>	<u>1.84</u>
Consumer Finance					
99,476	American Express Co.	USA	USD	6,937,300	0.89
61,950	Capital One Financial Corp.	USA	USD	<u>4,890,073</u>	<u>0.62</u>
				<u>11,827,373</u>	<u>1.51</u>
Diversified Financial Services					
190,330	Voya Financial Inc.	USA	USD	<u>7,936,323</u>	<u>1.01</u>
Diversified Telecommunication Services					
3,463,882	Singapore Telecommunications Ltd.	SGP	SGD	9,715,144	1.24
683,651	Telefonica SA	ESP	EUR	8,716,550	1.11
383,548	Telenor ASA	NOR	NOK	7,540,349	0.96
10,056,000	China Telecom Corp. Ltd., H	CHN	HKD	5,296,414	0.67
64,828	Verizon Communications Inc.	USA	USD	<u>2,711,322</u>	<u>0.35</u>
				<u>33,979,779</u>	<u>4.33</u>
Electrical Equipment					
455,150	ABB Ltd.	CHE	CHF	<u>8,551,624</u>	<u>1.09</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Electronic Equipment, Instruments & Components					
232,330	Knowles Corp.	USA	USD	<u>3,773,317</u>	<u>0.48</u>
Energy Equipment & Services					
661,300	Petrofac Ltd.	GBR	GBP	8,627,611	1.10
166,621	Halliburton Co.	USA	USD	6,439,380	0.82
102,920	Baker Hughes Inc.	USA	USD	5,698,025	0.73
404,790	Noble Corp. PLC	USA	USD	5,589,949	0.71
53,350	Technip SA	FRA	EUR	2,961,992	0.38
99,805	Saipem SpA	ITA	EUR	<u>945,652</u>	<u>0.12</u>
				<u>30,262,609</u>	<u>3.86</u>
Food & Staples Retailing					
3,596,168	Tesco PLC	GBR	GBP	10,774,986	1.38
239,440	Metro AG	DEU	EUR	<u>6,771,363</u>	<u>0.86</u>
				<u>17,546,349</u>	<u>2.24</u>
Health Care Equipment & Supplies					
300,720	Medtronic PLC	USA	USD	<u>19,994,932</u>	<u>2.55</u>
Household Durables					
1,569,000	Haier Electronics Group Co. Ltd.	CHN	HKD	<u>3,786,816</u>	<u>0.48</u>
Independent Power and Renewable Electricity Producers					
2,634,000	China Resources Power Holdings Co. Ltd.	CHN	HKD	<u>6,555,404</u>	<u>0.84</u>
Industrial Conglomerates					
63,030	Siemens AG	DEU	EUR	5,694,760	0.72
882,500	Toshiba Corp.	JPN	JPY	<u>2,723,895</u>	<u>0.35</u>
				<u>8,418,655</u>	<u>1.07</u>
Insurance					
557,251	AXA SA	FRA	EUR	12,610,590	1.61
1,943,600	AIA Group Ltd.	HKG	HKD	11,372,955	1.45
1,326,073	Aviva PLC	GBR	GBP	9,206,388	1.17
326,030	NN Group NV	NLD	EUR	8,220,847	1.05
1,777,000	China Life Insurance Co. Ltd., H	CHN	HKD	6,911,494	0.88
62,494	Swiss Re AG	CHE	CHF	4,962,353	0.63
731,530	Aegon NV	NLD	EUR	4,822,246	0.62
294,000	UNIQA Insurance Group AG	AUT	EUR	<u>2,378,166</u>	<u>0.30</u>
				<u>60,485,039</u>	<u>7.71</u>
Internet Software & Services					
8,040	Google Inc., A	USA	USD	<u>3,896,022</u>	<u>0.50</u>
Life Sciences Tools & Services					
13,500	QIAGEN NV	NLD	EUR	<u>297,473</u>	<u>0.04</u>
Machinery					
56,580	Stanley Black & Decker Inc.	USA	USD	5,342,976	0.68
211,750	Navistar International Corp.	USA	USD	4,299,791	0.55
1,832,050	CRRC Corp. Ltd., H	CHN	HKD	<u>2,523,652</u>	<u>0.32</u>
				<u>12,166,419</u>	<u>1.55</u>
Media					
232,070	Comcast Corp., Special A	USA	USD	12,481,740	1.59
642,160	Sky PLC	GBR	GBP	9,387,234	1.20
552,590	News Corp., A	USA	USD	<u>7,234,320</u>	<u>0.92</u>
				<u>29,103,294</u>	<u>3.71</u>
Metals & Mining					
128,670	Allegheny Technologies Inc.	USA	USD	3,486,773	0.45
19,311	POSCO	KOR	KRW	<u>3,466,680</u>	<u>0.44</u>
				<u>6,953,453</u>	<u>0.89</u>
Multiline Retail					
193,550	Macy's Inc.	USA	USD	11,717,725	1.49
913,070	Marks & Spencer Group PLC	GBR	GBP	<u>6,898,973</u>	<u>0.88</u>
				<u>18,616,698</u>	<u>2.37</u>
Oil, Gas & Consumable Fuels					
1,958,612	BP PLC	GBR	GBP	11,600,278	1.48
226,674	Total SA, B	FRA	EUR	9,876,186	1.26
396,800	Suncor Energy Inc.	CAN	CAD	9,806,343	1.25
152,220	Apache Corp.	USA	USD	7,871,541	1.00
362,081	Eni SpA	ITA	EUR	5,764,330	0.74
903,390	Denbury Resources Inc.	USA	USD	5,155,512	0.66
442,620	Galp Energia SGPS SA, B	PRT	EUR	4,656,362	0.59
449,666	Chesapeake Energy Corp.	USA	USD	4,506,949	0.57
480,109	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	3,515,357	0.45
37,440	Devon Energy Corp.	USA	USD	1,998,569	0.26
16,240	Chevron Corp.	USA	USD	1,405,781	0.18
1,354,000	Kunlun Energy Co. Ltd.	CHN	HKD	1,236,633	0.16
223,900	Petroleo Brasileiro SA, pfd.	BRA	BRL	<u>820,988</u>	<u>0.10</u>
				<u>68,214,829</u>	<u>8.70</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Pharmaceuticals					
58,236	Allergan PLC	USA	USD	15,857,415	2.02
56,822	Roche Holding AG	CHE	CHF	14,285,622	1.82
444,839	Pfizer Inc.	USA	USD	13,383,689	1.71
139,918	Merck KGaA	DEU	EUR	12,505,871	1.59
87,260	Bayer AG	DEU	EUR	10,955,493	1.40
212,623	Merck & Co. Inc.	USA	USD	10,861,526	1.38
105,639	Sanofi	FRA	EUR	9,321,585	1.19
48,718	Perrigo Co. PLC	USA	USD	8,079,813	1.03
410,592	GlaxoSmithKline PLC	GBR	GBP	7,654,588	0.98
53,140	Eli Lilly & Co.	USA	USD	3,981,030	0.51
73,632	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	3,904,752	0.50
				<u>110,791,384</u>	<u>14.13</u>
Semiconductors & Semiconductor Equipment					
32,942,000	GCL-Poly Energy Holdings Ltd.	CHN	HKD	6,825,717	0.87
284,140	Applied Materials Inc.	USA	USD	4,900,328	0.62
				<u>11,726,045</u>	<u>1.49</u>
Software					
414,541	Microsoft Corp.	USA	USD	16,422,437	2.09
55,965	SAP SE	DEU	EUR	3,503,409	0.45
				<u>19,925,846</u>	<u>2.54</u>
Specialty Retail					
869,510	Kingfisher PLC	GBR	GBP	4,256,915	0.54
Technology Hardware, Storage & Peripherals					
10,029	Samsung Electronics Co. Ltd.	KOR	KRW	10,191,495	1.30
761,100	Konica Minolta Inc.	JPN	JPY	7,973,839	1.02
198,580	Hewlett-Packard Co.	USA	USD	5,347,378	0.68
				<u>23,512,712</u>	<u>3.00</u>
Textiles, Apparel & Luxury Goods					
168,960	Michael Kors Holdings Ltd.	USA	USD	6,381,198	0.81
Wireless Telecommunication Services					
2,445,548	Vodafone Group PLC	GBR	GBP	7,923,852	1.01
77,000	SoftBank Group Corp.	JPN	JPY	4,069,670	0.52
775,657	Sprint Corp.	USA	USD	3,173,759	0.40
				<u>15,167,281</u>	<u>1.93</u>
TOTAL SHARES				<u>777,341,819</u>	<u>99.11</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>777,341,819</u>	<u>99.11</u>
TOTAL INVESTMENTS				<u>777,341,819</u>	<u>99.11</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Aerospace & Defense					
805,728	BAE Systems PLC	GBR	GBP	5,711,284	0.46
Airlines					
534,513	Deutsche Lufthansa AG	DEU	EUR	6,889,132	0.56
Auto Components					
91,914	Cie Generale des Etablissements Michelin, B	FRA	EUR	9,627,730	0.78
38,412	Hyundai Mobis Co. Ltd.	KOR	KRW	7,273,181	0.59
216,411	Unipres Corp.	JPN	JPY	4,531,917	0.36
				<u>21,432,828</u>	<u>1.73</u>
Automobiles					
1,398,500	Nissan Motor Co. Ltd.	JPN	JPY	14,568,899	1.18
118,874	Toyota Motor Corp.	JPN	JPY	7,967,346	0.64
111,641	General Motors Co.	USA	USD	3,720,994	0.30
				<u>26,257,239</u>	<u>2.12</u>
Banks					
226,943	JPMorgan Chase & Co.	USA	USD	15,377,658	1.24
250,876	Citigroup Inc.	USA	USD	13,858,390	1.12
844,654	Credit Agricole SA	FRA	EUR	12,557,271	1.02
1,198,024	HSBC Holdings PLC	GBR	HKD	10,857,196	0.88
1,517,442	UniCredit SpA	ITA	EUR	10,188,957	0.82
2,438,806	Barclays PLC	GBR	GBP	9,980,704	0.81
156,745	BNP Paribas SA	FRA	EUR	9,459,164	0.77
567,784	ING Groep NV, IDR	NLD	EUR	9,371,278	0.76
499,469	United Overseas Bank Ltd.	SGP	SGD	8,555,015	0.69
195,483	KB Financial Group Inc.	KOR	KRW	6,442,538	0.52
4,184,406	Lloyds Banking Group PLC	GBR	GBP	5,603,424	0.45
184,655	Hana Financial Group Inc.	KOR	KRW	4,791,029	0.39
				<u>117,042,624</u>	<u>9.47</u>
Beverages					
198,709	Suntory Beverage & Food Ltd.	JPN	JPY	7,914,914	0.64
Biotechnology					
100,399	Amgen Inc.	USA	USD	15,413,255	1.25
114,589	Gilead Sciences Inc.	USA	USD	13,416,080	1.08
101,093	Isis Pharmaceuticals Inc.	USA	USD	5,817,902	0.47
				<u>34,647,237</u>	<u>2.80</u>
Building Products					
196,609	Compagnie de Saint-Gobain	FRA	EUR	8,823,596	0.71
Capital Markets					
408,747	Credit Suisse Group AG	CHE	CHF	11,233,877	0.91
233,729	Morgan Stanley	USA	USD	9,066,348	0.73
215,158	The Bank of New York Mellon Corp.	USA	USD	9,030,181	0.73
				<u>29,330,406</u>	<u>2.37</u>
Chemicals					
127,589	Akzo Nobel NV	NLD	EUR	9,280,843	0.75
31,682	Eastman Chemical Co.	USA	USD	2,592,221	0.21
				<u>11,873,064</u>	<u>0.96</u>
Communications Equipment					
281,287	Cisco Systems Inc.	USA	USD	7,724,141	0.63
Construction & Engineering					
255,753	KBR Inc.	USA	USD	4,982,068	0.40
Construction Materials					
397,720	CRH PLC	IRL	EUR	11,222,813	0.91
Consumer Finance					
118,798	Capital One Financial Corp.	USA	USD	10,450,660	0.84
202,193	Ally Financial Inc.	USA	USD	4,535,189	0.37
				<u>14,985,849</u>	<u>1.21</u>
Diversified Financial Services					
132,009	Deutsche Boerse AG	DEU	EUR	10,923,469	0.88
913,649	BM&F BOVESPA SA	BRA	BRL	3,442,744	0.28
				<u>14,366,213</u>	<u>1.16</u>
Diversified Telecommunication Services					
3,595,742	Singapore Telecommunications Ltd.	SGP	SGD	11,239,197	0.91
16,016,274	China Telecom Corp. Ltd., H	CHN	HKD	9,401,101	0.76
371,427	Telenor ASA	NOR	NOK	8,137,777	0.66
403,581	Telefonica SA	ESP	EUR	5,734,578	0.47
283,438	Orange SA	FRA	EUR	4,362,268	0.35
				<u>38,874,921</u>	<u>3.15</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Electric Utilities					
2,512,695	Power Grid Corp. of India Ltd.	IND	INR	<u>5,499,147</u>	<u>0.45</u>
Electrical Equipment					
353,477	ABB Ltd.	CHE	CHF	<u>7,401,433</u>	<u>0.60</u>
Electronic Equipment, Instruments & Components					
276,424	Knowles Corp.	USA	USD	<u>5,003,274</u>	<u>0.41</u>
Energy Equipment & Services					
154,160	Halliburton Co.	USA	USD	6,639,671	0.54
105,168	Technip SA	FRA	EUR	6,507,193	0.53
102,973	Baker Hughes Inc.	USA	USD	6,353,434	0.51
379,395	Noble Corp. PLC	USA	USD	5,838,889	0.47
397,598	Petrofac Ltd.	GBR	GBP	5,780,918	0.47
404,125	SBM Offshore NV	NLD	EUR	<u>4,787,509</u>	<u>0.39</u>
				<u>35,907,614</u>	<u>2.91</u>
Food & Staples Retailing					
3,020,320	Tesco PLC	GBR	GBP	10,085,334	0.81
76,657	CVS Health Corp.	USA	USD	8,039,786	0.65
82,971	Walgreens Boots Alliance Inc.	USA	USD	<u>7,006,071</u>	<u>0.57</u>
				<u>25,131,191</u>	<u>2.03</u>
Health Care Equipment & Supplies					
123,867	Medtronic PLC	USA	USD	9,178,545	0.74
339,666	Getinge AB, B	SWE	SEK	<u>8,171,793</u>	<u>0.66</u>
				<u>17,350,338</u>	<u>1.40</u>
Industrial Conglomerates					
48,386	Siemens AG	DEU	EUR	4,872,013	0.39
1,028,000	Toshiba Corp.	JPN	JPY	<u>3,536,139</u>	<u>0.29</u>
				<u>8,408,152</u>	<u>0.68</u>
Insurance					
444,135	AXA SA	FRA	EUR	11,201,086	0.91
138,840	American International Group Inc.	USA	USD	8,583,089	0.70
1,075,657	Aviva PLC	GBR	GBP	8,322,547	0.67
995,977	Aegon NV	NLD	EUR	<u>7,316,900</u>	<u>0.59</u>
				<u>35,423,622</u>	<u>2.87</u>
Life Sciences Tools & Services					
183,113	QIAGEN NV	NLD	EUR	4,496,689	0.37
29,900	MorphoSys AG	DEU	EUR	<u>2,145,274</u>	<u>0.17</u>
				<u>6,641,963</u>	<u>0.54</u>
Machinery					
249,742	Navistar International Corp.	USA	USD	5,651,661	0.46
1,510,293	CRRC Corp. Ltd., H	CHN	HKD	<u>2,318,537</u>	<u>0.19</u>
				<u>7,970,198</u>	<u>0.65</u>
Media					
227,596	Comcast Corp., Special A	USA	USD	13,642,104	1.10
541,938	Sky PLC	GBR	GBP	8,828,859	0.71
210,832	Twenty-First Century Fox Inc., A	USA	USD	<u>6,861,527</u>	<u>0.56</u>
				<u>29,332,490</u>	<u>2.37</u>
Metals & Mining					
337,461	Allegheny Technologies Inc.	USA	USD	10,191,322	0.83
101,460	POSCO, ADR	KOR	USD	<u>4,980,672</u>	<u>0.40</u>
				<u>15,171,994</u>	<u>1.23</u>
Multiline Retail					
1,066,960	Marks & Spencer Group PLC	GBR	GBP	8,984,401	0.73
125,972	Macy's Inc.	USA	USD	<u>8,499,331</u>	<u>0.69</u>
				<u>17,483,732</u>	<u>1.42</u>
Oil, Gas & Consumable Fuels					
344,019	Royal Dutch Shell PLC, B	GBR	GBP	9,766,002	0.79
506,632	Eni SpA	ITA	EUR	8,988,687	0.73
290,049	Suncor Energy Inc.	CAN	CAD	7,988,539	0.65
154,544	Total SA, B	FRA	EUR	7,504,129	0.61
5,592,200	Kunlun Energy Co. Ltd.	CHN	HKD	5,692,008	0.46
818,473	BP PLC	GBR	GBP	5,402,378	0.44
104,541	LUKOIL Holdings, ADR	RUS	USD	4,600,327	0.37
551,480	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	4,500,077	0.36
294,264	Chesapeake Energy Corp.	USA	USD	<u>3,286,929</u>	<u>0.26</u>
				<u>57,729,076</u>	<u>4.67</u>
Pharmaceuticals					
245,878	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	14,531,390	1.18
139,220	Sanofi	FRA	EUR	13,690,765	1.11
44,534	Allergan PLC	USA	USD	13,514,288	1.09
641,800	GlaxoSmithKline PLC	GBR	GBP	13,334,343	1.08
47,355	Roche Holding AG	CHE	CHF	13,268,110	1.07
314,487	Pfizer Inc.	USA	USD	10,544,749	0.85

The accompanying notes form an integral part of these financial statements

— Templeton Global Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals (continued)				
89,010	Merck KGaA	DEU	EUR	8,866,245	0.72
				<u>87,749,890</u>	<u>7.10</u>
	Software				
345,000	Microsoft Corp.	USA	USD	15,231,750	1.23
90,267	SAP SE	DEU	EUR	6,297,438	0.51
76,246	Oracle Corp.	USA	USD	3,072,714	0.25
				<u>24,601,902</u>	<u>1.99</u>
	Specialty Retail				
1,795,749	Kingfisher PLC	GBR	GBP	9,797,756	0.79
	Technology Hardware, Storage & Peripherals				
14,117	Samsung Electronics Co. Ltd.	KOR	KRW	15,987,600	1.29
	Textiles, Apparel & Luxury Goods				
97,837	Michael Kors Holdings Ltd.	USA	USD	4,117,959	0.33
	Trading Companies & Distributors				
5,322,800	Noble Group Ltd.	HKG	SGD	3,003,436	0.24
	Transportation Infrastructure				
1,860,205	China Merchants Holdings International Co. Ltd.	CHN	HKD	7,991,179	0.65
	Wireless Telecommunication Services				
1,424,852	Vodafone Group PLC	GBR	GBP	5,145,060	0.42
51,800	SoftBank Group Corp.	JPN	JPY	3,051,117	0.25
213,761	China Mobile Ltd.	CHN	HKD	2,741,074	0.22
				<u>10,937,251</u>	<u>0.89</u>
	TOTAL SHARES			<u>800,719,526</u>	<u>64.79</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>800,719,526</u>	<u>64.79</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Government and Municipal Bonds				
3,179,600	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	21,203,301	1.72
688,200,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	11,283,129	0.91
33,900,000	Government of Poland, 5.75%, 09/23/22	POL	PLN	10,538,142	0.85
24,710,000	Government of Malaysia, senior bond, 4.24%, 02/07/18	MYS	MYR	6,703,933	0.54
92,000,000	Inter-American Development Bank, senior note, 7.50%, 12/05/24	SP	MXN	6,655,463	0.54
5,580,000	Government of Portugal, Reg S, 3.875%, 02/15/30	PRT	EUR	6,579,312	0.53
5,658,780,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	5,150,605	0.42
284,900,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	4,648,359	0.38
274,700,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	4,279,170	0.35
15,665,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	4,194,096	0.34
206,300,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	3,248,668	0.26
3,181,600,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	2,855,051	0.23
8,545,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	2,357,446	0.19
8,740,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	2,324,740	0.19
8,542,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	2,265,423	0.18
83,000,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	1,317,421	0.11
81,000,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	1,290,155	0.11
1,393,900,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	1,252,274	0.10
985,000	Government of Hungary, senior note, Reg S, 5.75%, 06/11/18	HUN	EUR	1,241,372	0.10
4,240,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	1,138,797	0.09
51,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	757,619	0.06
463,000	Government of Hungary, senior note, Reg S, 4.375%, 07/04/17	HUN	EUR	550,497	0.05
435,000	Government of Hungary, senior note, Reg S, 3.875%, 02/24/20	HUN	EUR	532,780	0.04
213,450	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	317,620	0.03
10,700,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	164,852	0.01
175,700,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	158,332	0.01
547,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	145,377	0.01
554,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	145,377	0.01
129,700,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	116,656	0.01
30,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	8,375	0.00
				<u>103,424,342</u>	<u>8.37</u>
	Securities Maturing Within One Year				
2,527,990	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	16,497,342	1.34
12,910,100,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	11,595,856	0.94
7,900,000	FHLB, 0.00%, 07/06/15	USA	USD	7,899,992	0.64
241,300,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	5,320,525	0.43
19,050,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	5,050,483	0.41
4,931,900,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	4,452,225	0.36
16,530,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	4,380,811	0.35
5,096,400	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	3,220,177	0.26
11,217,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	2,983,446	0.24
4,482,070	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	2,786,386	0.23
415,190	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	2,699,519	0.22
3,431,010	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	2,156,980	0.17
3,389,800	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	2,100,880	0.17

The accompanying notes form an integral part of these financial statements

— Templeton Global Balanced Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
2,189,200,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	1,957,676	0.16
7,060,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	1,867,576	0.15
1,671,720,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	1,506,741	0.12
2,407,890	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	1,490,488	0.12
5,485,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	1,448,052	0.12
1,467,440,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	1,308,719	0.11
4,440,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	1,167,324	0.09
1,776,580	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	1,121,068	0.09
3,560,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	959,782	0.08
1,038,990,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	929,001	0.08
1,008,500,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	894,334	0.07
3,105,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	847,260	0.07
1,360,160	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	838,220	0.07
2,980,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	786,316	0.06
2,978,000	Government of Poland, Strip, 01/25/16	POL	PLN	784,440	0.06
1,166,790	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	731,561	0.06
1,122,800	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	712,767	0.06
709,160,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	637,870	0.05
1,008,590	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	630,768	0.05
928,480	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	578,836	0.05
2,090,000	Bank of Negara Monetary Note, 0.00%, 08/04/15	MYS	MYR	552,075	0.04
832,630	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	511,585	0.04
379,000,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	342,188	0.03
1,250,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	329,235	0.03
1,250,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	327,761	0.03
1,230,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	324,573	0.03
1,110,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	289,864	0.02
1,100,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	288,089	0.02
950,000	Bank of Negara Monetary Note, 0.00%, 09/08/15	MYS	MYR	250,221	0.02
386,760	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	242,776	0.02
260,500,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	233,886	0.02
880,000	Bank of Negara Monetary Note, 0.00%, 09/22/15	MYS	MYR	231,518	0.02
845,000	Government of Poland, Strip, 07/25/15	POL	PLN	224,377	0.02
353,730	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	218,633	0.02
308,260	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	194,657	0.02
293,320	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	184,607	0.02
186,800,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	166,352	0.01
145,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	129,921	0.01
400,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	104,654	0.01
390,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	102,320	0.01
112,100,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	100,140	0.01
370,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	97,799	0.01
280,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	72,641	0.01
260,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	68,487	0.01
59,900,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	53,483	0.00
200,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	51,664	0.00
180,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	46,540	0.00
170,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	44,599	0.00
170,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	44,329	0.00
46,100,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	41,004	0.00
150,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	39,624	0.00
150,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	39,470	0.00
150,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	39,398	0.00
120,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	31,759	0.00
				<u>98,363,650</u>	<u>7.96</u>
	TOTAL BONDS			<u>201,787,992</u>	<u>16.33</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>201,787,992</u>	<u>16.33</u>
	TOTAL INVESTMENTS			<u>1,002,507,518</u>	<u>81.12</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Templeton Global Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Corporate Bonds					
2,450,000,000	Mahanagar Telephone Nigam Ltd., 8.24%, 11/19/24	IND	INR	38,934,748	0.12
2,250,000,000	Mahanagar Telephone Nigam Ltd., 8.29%, 11/28/24	IND	INR	35,837,823	0.11
1,550,000,000	Food Corp. of India, secured note, 6, 9.95%, 03/07/22	IND	INR	26,359,647	0.08
				<u>101,132,218</u>	<u>0.31</u>
Government and Municipal Bonds					
685,084,000	Government of Hungary, senior note, 6.375%, 03/29/21	HUN	USD	780,163,383	2.38
424,704,390	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	631,973,027	1.93
663,112,400,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	597,565,198	1.83
1,670,160	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	510,186,009	1.56
69,510,050	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	463,530,791	1.42
1,660,180,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	458,020,477	1.40
479,098,300,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	430,419,948	1.31
1,525,672,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	400,355,342	1.22
1,503,929,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	399,700,044	1.22
413,215,580,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	376,107,581	1.15
303,795,000	Government of Hungary, senior note, 6.25%, 01/29/20	HUN	USD	340,771,408	1.04
311,740,000	Government of Portugal, Reg S, 5.125%, 10/15/24	PRT	USD	321,140,520	0.98
71,723,010,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	284,545,141	0.87
54,708,320,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	221,824,014	0.68
255,710	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	213,140,179	0.65
743,930,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	197,876,907	0.60
150,021,000	Government of Hungary, 6.00%, 01/11/19	HUN	EUR	193,556,909	0.59
351,780,000	Government of Ukraine, senior note, Reg S, 7.95%, 02/23/21	UKR	USD	185,783,813	0.57
2,310,430,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	185,095,248	0.57
209,024	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	174,976,619	0.53
206,147	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	174,341,957	0.53
2,251,911,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	168,854,817	0.52
187,896,900,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	168,611,801	0.51
621,178,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	164,742,559	0.50
144,160,000	Government of Serbia, Reg S, 7.25%, 09/28/21	SRB	USD	162,006,287	0.49
9,658,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	158,344,173	0.48
166,798,600,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	150,023,698	0.46
284,670,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	149,807,588	0.46
133,960,000	Government of Slovenia, senior note, Reg S, 5.50%, 10/26/22	SVN	USD	149,258,902	0.46
175,180	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	148,509,910	0.45
520,560	Nota Do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	147,593,982	0.45
174,535	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	146,835,998	0.45
129,205,000	Government of Slovenia, senior note, Reg S, 5.85%, 05/10/23	SVN	USD	146,550,125	0.45
1,646,800,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	145,632,947	0.44
449,450,000	Government of Poland, 5.75%, 09/23/22	POL	PLN	139,715,873	0.43
131,200,000	Government of Serbia, senior note, Reg S, 4.875%, 02/25/20	SRB	USD	132,970,544	0.41
19,350,400	Government of Mexico, 7.75%, 12/14/17	MEX	MXN	132,961,250	0.41
1,800,600,000	Inter-American Development Bank, senior note, 7.50%, 12/05/24	SP	MXN	130,258,985	0.40
114,630,000	Government of Hungary, 5.375%, 02/21/23	HUN	USD	124,364,953	0.38
1,481,728,000,000	Government of Indonesia, senior note, FR70, 8.375%, 03/15/24	IDN	IDR	111,803,342	0.34
292,530,000	Government of Peru, senior bond, 7.84%, 08/12/20	PER	PEN	102,257,957	0.31
362,340,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	101,152,909	0.31
335,840	Nota Do Tesouro Nacional, senior note, 10.00%, 01/01/19	BRA	BRL	99,790,143	0.30
110,750	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	92,302,143	0.28
173,685,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	91,293,178	0.28
184,430,000	Financing of Infrastructure Projects State Enterprise, Reg S, 7.40%, 04/20/18	UKR	USD	91,292,850	0.28
23,386,170,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	87,095,789	0.27
1,045,116,000,000	Government of Indonesia, senior bond, 9.00%, 03/15/29	IDN	IDR	82,699,925	0.25
18,383,990,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	78,321,101	0.24
878,066,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	73,620,917	0.22
930,100,000,000	Government of Indonesia, 8.375%, 03/15/34	IDN	IDR	69,587,478	0.21
66,990,000	Government of Serbia, senior note, Reg S, 5.25%, 11/21/17	SRB	USD	69,469,300	0.21
16,577,370,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	67,767,707	0.21
3,998,000,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	65,230,387	0.20
229,590,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	61,664,268	0.19
3,855,000,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	60,051,695	0.18
56,982,000	Government of Hungary, 4.125%, 02/19/18	HUN	USD	59,415,416	0.18
49,767,000	Government of Hungary, senior note, Reg S, 4.375%, 07/04/17	HUN	EUR	59,171,910	0.18
14,018,090,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	56,212,125	0.17
202,040	Letra Tesouro Nacional, Strip, 10/01/16	BRA	BRL	54,960,947	0.17
639,990,000,000	Government of Indonesia, FR42, 10.25%, 07/15/27	IDN	IDR	54,723,497	0.17
190,410	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	53,561,850	0.16
575,910,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	52,219,372	0.16
7,519,347	Mexican Udibonos, Index Linked, 3.50%, 12/14/17	MEX	MXN	50,910,670	0.16
602,642,000,000	Government of Indonesia, FR47, 10.00%, 02/15/28	IDN	IDR	50,793,922	0.15
99,676,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	49,228,481	0.15
6,287,720,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	47,477,945	0.14
2,894,600,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	45,582,133	0.14
36,085,000	Government of Hungary, senior note, Reg S, 5.75%, 06/11/18	HUN	EUR	45,477,052	0.14
11,547,270,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	45,224,971	0.14
157,290,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	42,112,309	0.13

The accompanying notes form an integral part of these financial statements

— Templeton Global Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
5,165,920,000	Government of Sri Lanka, 10.60%, 09/15/19	LKA	LKR	41,991,958	0.13
5,372,390,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	41,053,101	0.12
10,355,790,000	Government of Hungary, B, 6.75%, 02/24/17	HUN	HUF	39,765,845	0.12
5,223,360,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	39,247,568	0.12
453,515,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	IDN	IDR	37,960,566	0.12
4,618,890,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	35,246,764	0.11
464,692,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	34,683,821	0.11
4,245,600,000	Government of Sri Lanka, 10.60%, 07/01/19	LKA	LKR	34,506,242	0.10
35,708,000,000	Korea Treasury Bond, senior note, 5.00%, 09/10/16	KOR	KRW	33,152,271	0.10
63,825,000	Government of Ukraine, senior note, Reg S, 6.75%, 11/14/17	UKR	USD	31,713,047	0.10
4,383,889	Mexican Udibonos, Index Linked, 4.00%, 06/13/19	MEX	MXN	30,264,722	0.09
276,743,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	IDN	IDR	25,725,005	0.08
18,515,000	Government of Hungary, senior note, Reg S, 3.875%, 02/24/20	HUN	EUR	22,676,812	0.07
3,458,502	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	22,364,893	0.07
256,465,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	19,382,265	0.06
249,950,000,000	Government of Indonesia, FR48, 9.00%, 09/15/18	IDN	IDR	19,224,929	0.06
1,164,700,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	18,486,746	0.06
22,120	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	BRA	BRL	18,483,148	0.06
1,137,400,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	18,116,328	0.05
31,900,000	Government of Ukraine, senior bond, Reg S, 6.58%, 11/21/16	UKR	USD	15,870,250	0.05
18,220	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	BRA	BRL	15,438,139	0.05
1,927,820,000	Government of Sri Lanka, B, 8.50%, 07/15/18	LKA	LKR	14,693,202	0.04
168,583,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	13,943,298	0.04
2,828,660,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	12,187,085	0.04
132,795,000,000	Government of Indonesia, FR39, 11.75%, 08/15/23	IDN	IDR	11,945,827	0.04
1,450,500,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	10,815,916	0.03
715,100,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	10,623,012	0.03
126,260,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	10,475,439	0.03
1,215,800,000	Government of Sri Lanka, B, 6.40%, 10/01/16	LKA	LKR	9,044,221	0.03
101,450,000,000	Government of Indonesia, FR45, 9.75%, 05/15/37	IDN	IDR	8,491,558	0.03
14,850,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	7,230,094	0.02
92,300,000,000	Government of Indonesia, FR28, 10.00%, 07/15/17	IDN	IDR	7,196,908	0.02
813,090,000	Government of Sri Lanka, 11.20%, 07/01/22	LKA	LKR	6,790,294	0.02
904,000,000	Government of Sri Lanka, A, 5.80%, 01/15/17	LKA	LKR	6,647,732	0.02
5,280,000	Government of Korea, senior bond, 5.625%, 11/03/25	KOR	USD	6,524,021	0.02
246,440,000	Government of the Philippines, senior bond, 9.125%, 09/04/16	PHL	PHP	5,795,712	0.02
738,700,000	Government of Sri Lanka, A, 7.50%, 08/15/18	LKA	LKR	5,485,685	0.02
68,730,000,000	Government of Indonesia, senior note, 8.50%, 10/15/16	IDN	IDR	5,217,528	0.02
590,000,000	Government of Sri Lanka, B, 5.80%, 07/15/17	LKA	LKR	4,294,565	0.01
445,570,000	Government of Sri Lanka, 8.00%, 06/15/17	LKA	LKR	3,383,074	0.01
445,570,000	Government of Sri Lanka, 8.00%, 11/01/19	LKA	LKR	3,314,919	0.01
347,100,000	Government of Sri Lanka, 8.00%, 01/01/17	LKA	LKR	2,635,941	0.01
5,320,000	Financing of Infrastructure Projects State Enterprise, Reg S, 8.375%, 11/03/17	UKR	USD	2,602,597	0.01
3,045	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/17	BRA	BRL	2,578,153	0.01
316,850,000	Government of Sri Lanka, 8.25%, 03/01/17	LKA	LKR	2,414,937	0.01
149,800,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	2,307,930	0.01
1,585,000	The Export-Import Bank of Korea, senior note, 4.625%, 02/20/17	KOR	EUR	1,890,387	0.01
840,000	Government of Serbia, senior note, 144A, 5.25%, 11/21/17	SRB	USD	871,088	0.00
1,850,000,000	Government of Indonesia, FR32, 15.00%, 07/15/18	IDN	IDR	164,169	0.00
				<u>13,155,512,308</u>	<u>40.19</u>
Securities Maturing Within One Year					
125,856,440	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	818,304,472	2.50
2,918,232,000	Government of Poland, Strip, 01/25/16	POL	PLN	768,696,691	2.35
2,476,935,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	656,678,079	2.01
1,907,642,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	507,385,782	1.55
1,883,380,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	499,136,855	1.53
534,629,600,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	480,009,648	1.47
712,430,330	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	441,539,508	1.35
649,897,390	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	410,102,224	1.25
531,430,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/31/15	SGP	SGD	394,329,030	1.20
356,057,400,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	321,427,329	0.98
1,189,659,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	320,734,128	0.98
335,123,190,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	299,646,479	0.92
462,736,660	Mexico Treasury Bill, 0.00%, 09/03/15	MEX	MXN	292,734,912	0.89
462,265,000	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	292,083,614	0.89
41,498,850	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	270,816,230	0.83
400,528,020	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	254,259,821	0.78
904,701,000	Government of Poland, Strip, 07/25/15	POL	PLN	240,230,089	0.73
261,458,360,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	235,655,557	0.72
257,364,290,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	231,492,230	0.71
350,981,220	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	221,188,027	0.68
233,073,100,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	210,435,059	0.64
202,250,000	FHLB, 0.00%, 07/06/15	USA	USD	202,249,798	0.62
759,040,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	200,788,245	0.61
200,000,000	FHLB, 0.00%, 07/01/15	USA	USD	200,000,000	0.61
716,965,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	195,637,855	0.60
287,081,990	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	180,480,447	0.55
277,936,350	Mexico Treasury Bill, 0.00%, 08/20/15	MEX	MXN	176,074,717	0.54

The accompanying notes form an integral part of these financial statements

— Templeton Global Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
655,160,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	172,963,628	0.53
258,276,960	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	161,525,286	0.49
529,890	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	159,214,287	0.49
174,499,700,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	155,398,457	0.47
168,055,800,000	Korea Monetary Stabilization Bond, senior note, 2.13%, 10/08/15	KOR	KRW	150,332,971	0.46
161,334,000,000	Korea Monetary Stabilization Bond, 0.00%, 07/21/15	KOR	KRW	143,964,411	0.44
160,659,200,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	142,471,904	0.44
539,725,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	141,899,571	0.43
155,729,000,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	139,046,593	0.42
196,477,220	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	122,144,742	0.37
129,290,900,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	115,617,456	0.35
14,742,000,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	110,504,443	0.34
119,791,500,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	106,550,179	0.33
173,398,440	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	106,539,643	0.33
168,405,150	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	103,782,370	0.32
134,000,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 08/14/15	SGP	SGD	99,398,671	0.30
153,427,150	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	94,971,670	0.29
104,699,800,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	93,529,598	0.29
125,620,000	Government of Singapore, senior note, 1.125%, 04/01/16	SGP	SGD	93,433,897	0.29
181,853,000	Government of Ukraine, senior note, Reg S, 6.25%, 06/17/16	UKR	USD	90,130,893	0.28
135,889,950	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	85,201,120	0.26
314,010,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	82,856,057	0.25
126,278,810	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	78,050,308	0.24
86,660,800,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	77,287,429	0.24
116,979,500	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	72,927,756	0.22
79,946,900,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	71,808,330	0.22
271,130,000	Bank of Negara Monetary Note, 0.00%, 08/04/15	MYS	MYR	71,619,110	0.22
3,206,990,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	70,712,263	0.22
9,280,775,000	Government of Sri Lanka, B, 11.00%, 09/01/15	LKA	LKR	69,831,091	0.21
212,620	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	66,075,854	0.20
9,693,061	Mexican Udibonos, Index Linked, 5.00%, 06/16/16	MEX	MXN	64,681,457	0.20
60,489,000,000	Korea Treasury Bond, senior note, 4.00%, 09/10/15	KOR	KRW	54,282,127	0.17
187,380,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	49,132,718	0.15
70,849,000	Mexico Treasury Bill, 0.00%, 07/09/15	MEX	MXN	45,054,646	0.14
68,529,740	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	43,274,575	0.13
65,030,410	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	40,820,747	0.12
62,422,020	Mexico Treasury Bill, 0.00%, 08/06/15	MEX	MXN	39,596,435	0.12
141,380,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	37,027,293	0.11
45,335,140	Mexico Treasury Bill, 0.00%, 08/13/15	MEX	MXN	28,737,449	0.09
97,510,000	Bank of Negara Monetary Note, 0.00%, 09/22/15	MYS	MYR	25,653,743	0.08
40,350,000	Government of Ukraine, senior bond, Reg S, 4.95%, 10/13/15	UKR	EUR	23,776,861	0.07
289,610,000,000	Indonesia Treasury Bill, 0.00%, 01/07/16	IDN	IDR	21,034,172	0.06
22,829,400,000	Korea Treasury Bond, senior bond, 4.00%, 03/10/16	KOR	KRW	20,729,643	0.06
2,737,630,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	20,448,802	0.06
70,280,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	18,438,657	0.06
63,360,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	16,688,241	0.05
62,910,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	16,628,535	0.05
1,863,850,000	Government of Sri Lanka, A, 8.50%, 11/01/15	LKA	LKR	14,007,969	0.04
53,640,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	14,007,492	0.04
178,542,000,000	Indonesia Treasury Bill, 0.00%, 02/04/16	IDN	IDR	12,943,420	0.04
19,172,160	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	12,066,420	0.04
44,580,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	11,565,413	0.04
41,240,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	10,863,089	0.03
40,300,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	10,543,859	0.03
11,402,130,000	Korea Monetary Stabilization Bond, senior note, 1.92%, 03/09/16	KOR	KRW	10,207,608	0.03
129,750,000,000	Government of Indonesia, FR30, 10.75%, 05/15/16	IDN	IDR	10,022,162	0.03
443,300,000	Government of the Philippines, 4.625%, 11/25/15	PHL	PHP	9,903,728	0.03
434,510,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	9,613,721	0.03
32,730,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	8,586,521	0.03
360,610,000	Philippine Treasury Bill, 0.00%, 12/02/15	PHL	PHP	7,934,891	0.02
29,790,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	7,838,664	0.02
29,470,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	7,784,748	0.02
29,460,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	7,737,785	0.02
26,870,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	7,090,463	0.02
306,920,000	Philippine Treasury Bill, 0.00%, 09/02/15	PHL	PHP	6,784,631	0.02
25,860,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	6,743,258	0.02
304,730,000	Philippine Treasury Bill, 0.00%, 10/07/15	PHL	PHP	6,724,739	0.02
290,210,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	6,365,073	0.02
22,910,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	6,063,337	0.02
219,780,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	4,813,201	0.01
8,300,000	Government of Ukraine, senior note, Reg S, 6.875%, 09/23/15	UKR	USD	4,388,625	0.01
14,300,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	3,697,358	0.01
9,510,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	2,456,630	0.01
110,010,000	Philippine Treasury Bill, 0.00%, 07/08/15	PHL	PHP	2,437,239	0.01
95,010,000	Philippine Treasury Bill, 0.00%, 11/04/15	PHL	PHP	2,093,844	0.01

The accompanying notes form an integral part of these financial statements

— Templeton Global Bond Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
86,550,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	1,960,149	0.01
				<u>13,365,158,952</u>	<u>40.83</u>
	TOTAL BONDS			<u>26,621,803,478</u>	<u>81.33</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>26,621,803,478</u>	<u>81.33</u>
	TOTAL INVESTMENTS			<u>26,621,803,478</u>	<u>81.33</u>

† Floating Rates are indicated as at June 30, 2015

— Templeton Global Bond (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
BONDS					
Asset-Backed Securities					
135,417	Government of Bosnia & Herzegovina, senior bond, B, Reg S, FRN, 0.875%, 12/11/21 †	BIH	DEM	59,038	0.01
Government and Municipal Bonds					
25,480,000	Government of Serbia, senior note, Reg S, 4.875%, 02/25/20	SRB	USD	23,171,836	5.96
64,730,000	Government of Poland, 5.75%, 09/23/22	POL	PLN	18,055,494	4.65
14,900,000	Government of Sri Lanka, senior note, Reg S, 5.875%, 07/25/22	LKA	USD	13,206,779	3.40
159,000,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	12,616,984	3.25
51,389,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	12,229,236	3.15
23,830,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	10,410,724	2.68
32,730,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	7,811,752	2.01
2,022,220,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	7,417,797	1.91
105,000,000	Inter-American Development Bank, senior note, 7.50%, 12/05/24	SP	MXN	6,815,836	1.75
25,620,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	6,174,462	1.59
395,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	5,811,007	1.49
5,300,000	Government of Portugal, Reg S, 3.875%, 02/15/30	PRT	EUR	5,607,400	1.44
857,560	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	5,131,389	1.32
6,580	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	4,967,242	1.28
1,364,680,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	4,965,071	1.28
19,720,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	4,737,555	1.22
16,610	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	4,552,810	1.17
47,296,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	3,848,050	0.99
3,520,000	Government of Slovenia, senior note, Reg S, 5.85%, 05/10/23	SVN	USD	3,582,523	0.92
3,665,910,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	2,994,033	0.77
10,790,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	2,702,856	0.70
3,230	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	2,457,043	0.63
163,600,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	2,395,134	0.62
157,600,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	2,202,909	0.57
118,400,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	1,673,005	0.43
6,520,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	1,614,049	0.41
17,973,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	IDN	IDR	1,499,128	0.39
373,800,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	1,445,100	0.37
2,800,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	1,320,606	0.34
1,618	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	1,227,843	0.32
13,335,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	893,088	0.23
1,600,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	755,530	0.19
9,761,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	734,358	0.19
47,600,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	677,942	0.17
46,500,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	664,583	0.17
751	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	561,690	0.14
7,618,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	512,558	0.13
650	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	488,244	0.13
6,400,000,000	Government of Indonesia, FR28, 10.00%, 07/15/17	IDN	IDR	447,779	0.11
29,200,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	389,227	0.10
1,634,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	384,747	0.10
1,611,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	384,186	0.10
3,990,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	297,043	0.08
1,130	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	285,222	0.07
81,420,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	272,087	0.07
67,420,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	236,934	0.06
2,691,000,000	Government of Indonesia, senior note, 8.50%, 10/15/16	IDN	IDR	183,304	0.05
46,350,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	166,775	0.04
162,000,000	Korea Treasury Bond, senior note, 5.00%, 09/10/16	KOR	KRW	134,959	0.03
1,346,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	IDN	IDR	101,094	0.03
122,700,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	98,913	0.03
6,100,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	84,330	0.02
673,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	49,947	0.01
49,800,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	40,099	0.01
50	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/17	BRA	BRL	37,987	0.01
40	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	BRA	BRL	30,412	0.01
				<u>191,558,691</u>	<u>49.29</u>
Securities Maturing Within One Year					
41,403,040,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	33,416,410	8.60
4,156,400	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	24,249,134	6.24
38,220,000	Government of Ukraine, senior bond, Reg S, 4.95%, 10/13/15	UKR	EUR	20,208,825	5.20
30,656,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	7,316,381	1.88
29,530,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	7,022,383	1.81
26,580,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	6,323,133	1.63
5,088,200,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	4,100,878	1.06
4,522,760,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	3,657,784	0.94
5,970,600	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	3,368,074	0.87
4,059,990,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	3,257,385	0.84
540,640	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	3,165,820	0.81
5,549,340	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	3,146,277	0.81
3,742,100,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	3,031,221	0.78
9,590,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	2,348,080	0.60
3,750,460	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	2,123,593	0.55

The accompanying notes form an integral part of these financial statements

— Templeton Global Bond (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
3,574,280	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	1,985,271	0.51
3,257,300	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	1,855,419	0.48
7,480,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	1,767,813	0.45
6,720,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	1,574,636	0.41
1,845,000,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	1,494,726	0.38
2,286,000	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	1,271,285	0.33
2,156,640	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	1,219,536	0.31
2,087,470	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	1,167,731	0.30
1,381,300,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	1,103,772	0.28
4,470,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	1,061,013	0.27
1,821,930	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	1,007,487	0.26
1,610,560	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	906,096	0.23
3,680,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	871,353	0.22
1,536,700	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	862,350	0.22
3,630,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	859,462	0.22
3,340,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	785,839	0.20
1,281,400	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	706,464	0.18
828,800,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	664,343	0.17
1,129,280	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	626,304	0.16
659,900,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	531,636	0.14
2,160,000	Bank of Negara Monetary Note, 0.00%, 09/22/15	MYS	MYR	509,911	0.13
570,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	458,273	0.12
1,430,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	336,646	0.09
522,590	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	296,111	0.08
1,190,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	275,833	0.07
488,220	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	275,716	0.07
422,740	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	238,110	0.06
980,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	232,152	0.06
339,530	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	189,400	0.05
720,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	169,202	0.04
700,000	Bank of Negara Monetary Note, 0.00%, 09/08/15	MYS	MYR	165,439	0.04
200,300,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	160,476	0.04
600,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	141,547	0.04
590,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	139,935	0.03
154,000,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	122,910	0.03
450,000	Bank of Negara Monetary Note, 0.00%, 08/04/15	MYS	MYR	106,660	0.03
450,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	104,755	0.03
440,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	103,998	0.03
129,800,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	103,285	0.03
430,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	99,762	0.03
400,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	93,906	0.02
300,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	70,194	0.02
250,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	58,851	0.02
230,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	54,305	0.01
220,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	52,147	0.01
220,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	51,850	0.01
170,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	40,371	0.01
34,200,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	27,442	0.01
22,960,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	18,374	0.01
				<u>153,755,475</u>	<u>39.56</u>
	TOTAL BONDS			<u>345,373,204</u>	<u>88.86</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>345,373,204</u>	<u>88.86</u>
	TOTAL INVESTMENTS			<u>345,373,204</u>	<u>88.86</u>

† Floating Rates are indicated as at June 30, 2015

The accompanying notes form an integral part of these financial statements

— Templeton Global Equity Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
287,629	BAE Systems PLC	GBR	GBP	<u>2,038,816</u>	<u>0.82</u>
	Air Freight & Logistics				
596,150	Royal Mail PLC	GBR	GBP	<u>4,818,559</u>	<u>1.94</u>
	Airlines				
256,616	Deutsche Lufthansa AG	DEU	EUR	<u>3,307,425</u>	<u>1.33</u>
	Automobiles				
530,518	Nissan Motor Co. Ltd.	JPN	JPY	5,526,681	2.22
42,476	Toyota Motor Corp.	JPN	JPY	<u>2,846,888</u>	<u>1.15</u>
				<u>8,373,569</u>	<u>3.37</u>
	Banks				
719,123	HSBC Holdings PLC	GBR	GBP	6,440,661	2.59
78,226	JPMorgan Chase & Co.	USA	USD	5,300,594	2.13
354,517	Credit Agricole SA	FRA	EUR	5,270,520	2.12
1,246,294	Barclays PLC	GBR	GBP	5,100,402	2.05
82,657	BNP Paribas SA	FRA	EUR	4,988,141	2.01
89,298	Citigroup Inc.	USA	USD	4,932,822	1.99
599,129	UniCredit SpA	ITA	EUR	4,022,888	1.62
154,839	United Overseas Bank Ltd.	SGP	SGD	2,652,116	1.07
78,087	Hana Financial Group Inc.	KOR	KRW	2,026,033	0.82
110,086	ING Groep NV, IDR	NLD	EUR	<u>1,816,970</u>	<u>0.73</u>
				<u>42,551,147</u>	<u>17.13</u>
	Biotechnology				
34,958	Amgen Inc.	USA	USD	<u>5,366,752</u>	<u>2.16</u>
	Building Products				
89,260	Compagnie de Saint-Gobain	FRA	EUR	<u>4,005,891</u>	<u>1.61</u>
	Capital Markets				
175,312	Credit Suisse Group AG	CHE	CHF	4,818,221	1.94
161,895	AllianceBernstein Holding LP	USA	USD	4,780,759	1.93
422,362	MLP AG	DEU	EUR	<u>1,769,837</u>	<u>0.71</u>
				<u>11,368,817</u>	<u>4.58</u>
	Communications Equipment				
76,925	Cisco Systems Inc.	USA	USD	<u>2,112,360</u>	<u>0.85</u>
	Construction Materials				
144,530	CRH PLC	IRL	EUR	<u>4,078,329</u>	<u>1.64</u>
	Diversified Financial Services				
11,312,800	True Telecommunication Growth Infrastructure Fund	THA	THB	4,115,570	1.66
46,543	Deutsche Boerse AG	DEU	EUR	3,851,336	1.55
491,068	BM&F BOVESPA SA	BRA	BRL	<u>1,850,406</u>	<u>0.74</u>
				<u>9,817,312</u>	<u>3.95</u>
	Diversified Telecommunication Services				
1,077,821	Singapore Telecommunications Ltd.	SGP	SGD	3,368,941	1.36
117,443	Telenor ASA	NOR	NOK	2,573,116	1.04
170,463	Telefonica SA	ESP	EUR	2,422,149	0.97
100,459	Orange SA	FRA	EUR	<u>1,546,120</u>	<u>0.62</u>
				<u>9,910,326</u>	<u>3.99</u>
	Electric Utilities				
1,502,220	Power Grid Corp. of India Ltd.	IND	INR	<u>3,287,677</u>	<u>1.32</u>
	Electronic Equipment, Instruments & Components				
1,062,087	Digital China Holdings Ltd.	CHN	HKD	<u>1,416,728</u>	<u>0.57</u>
	Energy Equipment & Services				
45,641	Technip SA	FRA	EUR	2,824,003	1.14
182,908	Noble Corp. PLC	USA	USD	2,814,954	1.13
160,000	Petrofac Ltd.	GBR	GBP	<u>2,326,337</u>	<u>0.94</u>
				<u>7,965,294</u>	<u>3.21</u>
	Food & Staples Retailing				
1,091,522	Tesco PLC	GBR	GBP	<u>3,644,767</u>	<u>1.47</u>
	Industrial Conglomerates				
14,661	Siemens AG	DEU	EUR	<u>1,476,224</u>	<u>0.59</u>
	Insurance				
189,001	AXA SA	FRA	EUR	4,766,606	1.92
599,281	Aegon NV	NLD	EUR	4,402,591	1.77
418,608	Aviva PLC	GBR	GBP	<u>3,238,843</u>	<u>1.31</u>
				<u>12,408,040</u>	<u>5.00</u>
	Media				
203,866	Sky PLC	GBR	GBP	<u>3,321,236</u>	<u>1.34</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Equity Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Metals & Mining				
26,198	POSCO, ADR	KOR	USD	1,286,060	0.52
872	POSCO	KOR	KRW	174,456	0.07
				<u>1,460,516</u>	<u>0.59</u>
	Multiline Retail				
448,377	Marks & Spencer Group PLC	GBR	GBP	3,775,586	1.52
5,901,000	Springland International Holdings Ltd.	CHN	HKD	2,047,782	0.82
				<u>5,823,368</u>	<u>2.34</u>
	Oil, Gas & Consumable Fuels				
86,564	Total SA, B	FRA	EUR	4,203,253	1.69
191,198	Eni SpA	ITA	EUR	3,392,243	1.37
507,609	BP PLC	GBR	GBP	3,350,502	1.35
98,438	Royal Dutch Shell PLC, A	GBR	EUR	2,783,196	1.12
267,263	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	2,180,866	0.88
23,921	LUKOIL Holdings, ADR	RUS	USD	1,052,644	0.42
				<u>16,962,704</u>	<u>6.83</u>
	Pharmaceuticals				
70,173	Sanofi	FRA	EUR	6,900,747	2.78
21,881	Roche Holding AG	CHE	CHF	6,130,705	2.47
96,911	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	5,727,440	2.31
226,538	GlaxoSmithKline PLC	GBR	GBP	4,706,661	1.89
136,296	Pfizer Inc.	USA	USD	4,570,005	1.84
20,149	Novartis AG	CHE	CHF	1,985,596	0.80
				<u>30,021,154</u>	<u>12.09</u>
	Real Estate Investment Trusts (REITs)				
370,709	Annaly Capital Management Inc.	USA	USD	3,406,816	1.37
	Software				
56,748	Microsoft Corp.	USA	USD	2,505,424	1.01
	Specialty Retail				
717,386	Kingfisher PLC	GBR	GBP	3,914,118	1.58
	Technology Hardware, Storage & Peripherals				
121,089	CANON Inc.	JPN	JPY	3,940,166	1.59
689,000	Quanta Computer Inc.	TWN	TWD	1,627,788	0.65
				<u>5,567,954</u>	<u>2.24</u>
	Trading Companies & Distributors				
498,898	Seven Group Holdings Ltd.	AUS	AUD	2,516,592	1.02
2,126,300	Noble Group Ltd.	HKG	SGD	1,199,783	0.48
				<u>3,716,375</u>	<u>1.50</u>
	Transportation Infrastructure				
484,833	China Merchants Holdings International Co. Ltd.	CHN	HKD	2,082,774	0.84
	Wireless Telecommunication Services				
1,524,743	Vodafone Group PLC	GBR	GBP	5,505,761	2.22
278,036	China Mobile Ltd.	CHN	HKD	3,565,277	1.43
285,885	Turkcell Iletisim Hizmetleri AS, ADR	TUR	USD	3,284,819	1.32
				<u>12,355,857</u>	<u>4.97</u>
	TOTAL SHARES			<u>229,086,329</u>	<u>92.23</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>229,086,329</u>	<u>92.23</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Biotechnology				
50,635	Royal Bank of Canada into Isis Pharmaceuticals Inc., 7.70%, cvt. pfd., 144A	USA	USD	2,606,224	1.05
	Capital Markets				
83,150	The Goldman Sachs Inc. into Morgan Stanley, 4.00%, cvt. pfd., 144A	USA	USD	3,106,958	1.25
	Electronic Equipment, Instruments & Components				
128,440	Royal Bank of Canada into Knowles Corp., 3.50%, cvt. pfd., 144A	USA	USD	2,378,606	0.96
	Energy Equipment & Services				
44,952	Merrill Lynch International & Co. CV into Halliburton Co., 3.50%, cvt. pfd., 144A	USA	USD	1,966,857	0.79
	Multiline Retail				
32,128	Merrill Lynch International & Co. CV into Macy's Inc., 3.90%, cvt. pfd., 144A	USA	USD	2,157,546	0.87
	Oil, Gas & Consumable Fuels				
83,755	Royal Bank of Canada into Chesapeake Energy Corp., 3.50%, cvt. pfd., 144A	USA	USD	975,788	0.39

The accompanying notes form an integral part of these financial statements

— Templeton Global Equity Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software				
70,765	Morgan Stanley into Microsoft Corp., 3.40%, cvt. pfd., 144A	USA	USD	<u>3,134,769</u>	<u>1.26</u>
	TOTAL SHARES			<u>16,326,748</u>	<u>6.57</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>16,326,748</u>	<u>6.57</u>
	TOTAL INVESTMENTS			<u>245,413,077</u>	<u>98.80</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Paper & Forest Products				
2,641	Verso Corp.	USA	USD	1,743	0.00
	TOTAL SHARES			<u>1,743</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
				<u>1,743</u>	<u>0.00</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
270,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.75%, 01/15/23	DEU	EUR	324,974	0.16
	Corporate Bonds				
2,000,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	2,109,890	1.04
2,000,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	1,985,000	0.98
1,800,000	HCA Inc., senior note, 5.875%, 05/01/23	USA	USD	1,917,000	0.94
2,000,000	LUKOIL International Finance BV, senior note, 144A, 4.563%, 04/24/23	RUS	USD	1,786,250	0.88
1,400,000	The Royal Bank of Scotland PLC, sub. note, 6.934%, 04/09/18	GBR	EUR	1,750,383	0.86
1,600,000	JBS USA LLC/Finance Inc., senior note, 144A, 8.25%, 02/01/20	USA	USD	1,704,000	0.84
1,500,000	Energy Transfer Equity LP, senior note, first lien, 7.50%, 10/15/20	USA	USD	1,698,750	0.84
1,700,000	Fiat Chrysler Automobiles NV, senior note, 144A, 4.50%, 04/15/20	GBR	USD	1,693,625	0.83
1,500,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	1,593,750	0.78
1,500,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	1,586,250	0.78
1,500,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.25%, 02/15/21	USA	USD	1,563,750	0.77
1,500,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	1,547,812	0.76
1,500,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	1,507,500	0.74
1,500,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior bond, Reg S, 6.51%, 03/07/22	RUS	USD	1,504,687	0.74
1,500,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	1,492,500	0.73
1,500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	1,481,250	0.73
1,500,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	1,466,250	0.72
1,200,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	1,269,000	0.62
1,200,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	1,230,000	0.61
1,200,000	Wind Acquisition Finance SA, senior note, second lien, 144A, 7.375%, 04/23/21	ITA	USD	1,213,500	0.60
1,100,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	1,207,250	0.59
700,000	Tesco PLC, senior note, 6.125%, 02/24/22	GBR	GBP	1,196,529	0.59
1,000,000	U.S. Coatings Acquisition Inc./Flash Dutch 2 BV, secured note, Reg S, 5.75%, 02/01/21	USA	EUR	1,175,048	0.58
1,000,000	Avis Budget Finance PLC, senior note, Reg S, 6.00%, 03/01/21	USA	EUR	1,174,352	0.58
1,100,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	1,124,332	0.55
1,200,000	International Game Technology PLC, senior secured bond, 144A, 6.50%, 02/15/25	GBR	USD	1,116,750	0.55
1,144,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	1,099,670	0.54
1,200,000	Bombardier Inc., senior bond, 144A, 7.50%, 03/15/25	CAN	USD	1,095,000	0.54
1,000,000	HCA Inc., senior secured bond, first lien, 5.875%, 03/15/22	USA	USD	1,090,000	0.54
1,200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	1,074,000	0.53
1,000,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	1,055,625	0.52
1,000,000	Alere Inc., senior note, 7.25%, 07/01/18	USA	USD	1,051,250	0.52
1,000,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	1,046,250	0.51
1,000,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	1,045,000	0.51
1,000,000	Millicom International Cellular SA, senior note, 144A, 6.625%, 10/15/21	LUX	USD	1,034,375	0.51
1,000,000	Jaguar Holding Co. I, senior note, 144A, PIK, 9.375%, 10/15/17 †	USA	USD	1,023,750	0.50
1,100,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	1,006,500	0.50
1,000,000	WMG Acquisition Corp., senior note, 144A, 5.625%, 04/15/22	USA	USD	1,005,000	0.49
1,000,000	Eldorado Gold Corp., senior note, 144A, 6.125%, 12/15/20	CAN	USD	993,750	0.49
1,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	987,500	0.49
1,000,000	Blackboard Inc., senior note, 144A, 7.75%, 11/15/19	USA	USD	945,000	0.46
900,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 6.00%, 04/01/22	CAN	USD	927,000	0.46
1,260,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	919,012	0.45
1,500,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	918,750	0.45
1,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	916,250	0.45
1,000,000	Chesapeake Energy Corp., senior note, 5.75%, 03/15/23	USA	USD	910,000	0.45
800,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	905,408	0.45
800,000	Iglo Foods Bondco PLC, senior secured note, first lien, Reg S, FRN, 4.486%, 06/15/20 †	GBR	EUR	896,143	0.44
1,000,000	Edcon Ltd., senior secured note, Reg S, 9.50%, 03/01/18	ZAF	EUR	883,202	0.43
1,000,000	Ultra Petroleum Corp., senior bond, 144A, 6.125%, 10/01/24	USA	USD	882,500	0.43
800,000	XPO Logistics Inc., senior note, Reg S, 5.75%, 06/15/21	USA	EUR	881,530	0.43
800,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, Reg S, 8.50%, 01/15/21	USA	EUR	866,485	0.43
1,000,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	863,750	0.42
1,100,000	Ocean Rig UDW Inc., senior note, 144A, 7.25%, 04/01/19	USA	USD	857,312	0.42
540,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, Reg S, 5.50%, 01/15/25	GBR	GBP	855,763	0.42
900,000	Barmingo Finance Pty. Ltd., senior note, 144A, 9.00%, 06/01/18	AUS	USD	855,562	0.42
700,000	Ceramtec Group GmbH, senior note, Reg S, 8.25%, 08/15/21	DEU	EUR	854,713	0.42
1,000,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	854,120	0.42

The accompanying notes form an integral part of these financial statements

— Templeton Global High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
1,000,000	BreitBurn Energy Partners LP/BreitBurn Finance Corp., senior bond, 7.875%, 04/15/22	USA	USD	840,000	0.41
800,000	T-Mobile USA Inc., senior note, 6.542%, 04/28/20	USA	USD	839,592	0.41
800,000	Netflix Inc., senior bond, 144A, 5.875%, 02/15/25	USA	USD	832,088	0.41
800,000	Post Holdings Inc., senior note, 7.375%, 02/15/22	USA	USD	817,000	0.40
800,000	Hertz Corp., senior note, 6.25%, 10/15/22	USA	USD	816,000	0.40
900,000	CenturyLink Inc., senior bond, 144A, 5.625%, 04/01/25	USA	USD	815,625	0.40
1,000,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	813,750	0.40
740,000	DP World Ltd., Reg S, 6.85%, 07/02/37	ARE	USD	812,735	0.40
800,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	810,000	0.40
800,000	Digicel Group Ltd., senior note, 144A, 8.25%, 09/30/20	BMU	USD	804,000	0.40
800,000	Sabre Global Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	792,000	0.39
1,000,000	Linn Energy LLC/Finance Corp., senior note, 6.25%, 11/01/19	USA	USD	787,500	0.39
700,000	The Chemours Co., senior note, Reg S, 6.125%, 05/15/23	USA	EUR	760,612	0.37
800,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	744,000	0.37
700,000	Matterhorn Telecom SA, senior note, Reg S, 3.875%, 05/01/22	LUX	EUR	743,060	0.37
700,000	Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp., senior note, 6.50%, 05/15/21	USA	USD	741,125	0.36
800,000	Intelsat Jackson Holdings SA, senior bond, 6.625%, 12/15/22	LUX	USD	737,000	0.36
700,000	Hertz Corp., senior note, 6.75%, 04/15/19	USA	USD	724,080	0.36
800,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	720,000	0.35
700,000	Dole Food Co. Inc., senior secured note, 144A, 7.25%, 05/01/19	USA	USD	708,750	0.35
700,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 144A, 6.75%, 06/15/23	USA	USD	707,000	0.35
600,000	Infor (U.S.) Inc., senior note, Reg S, 5.75%, 05/15/22	USA	EUR	682,043	0.34
800,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	668,000	0.33
800,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	651,000	0.32
800,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	649,000	0.32
700,000	Polymer Group Inc., senior note, 144A, 6.875%, 06/01/19	USA	USD	646,625	0.32
800,000	EnQuest PLC, senior note, 144A, 7.00%, 04/15/22	GBR	USD	644,500	0.32
600,000	Ardagh Packaging Finance PLC, senior note, 144A, 9.125%, 10/15/20	LUX	USD	637,500	0.31
600,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	635,250	0.31
600,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 144A, 7.75%, 04/15/23	USA	USD	619,500	0.30
600,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	594,750	0.29
500,000	Onex Wizard Acquisition Co. II SCA, senior note, Reg S, 7.75%, 02/15/23	LUX	EUR	582,648	0.29
600,000	Stena International SA, secured bond, 144A, 5.75%, 03/01/24	SWE	USD	574,494	0.28
600,000	Chesapeake Energy Corp., senior note, 6.125%, 02/15/21	USA	USD	565,500	0.28
500,000	Navigent Corp., senior note, 8.45%, 06/15/18	USA	USD	556,900	0.27
500,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 7.50%, 07/15/21	USA	USD	541,875	0.27
600,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	532,500	0.26
500,000	Galapagos Holding SA, senior note, Reg S, 7.00%, 06/15/22	DEU	EUR	531,802	0.26
500,000	CHS/Community Health Systems Inc., senior note, 7.125%, 07/15/20	USA	USD	531,000	0.26
500,000	Cott Beverages Inc., senior note, 144A, 6.75%, 01/01/20	USA	USD	520,000	0.26
600,000	Financiere Quick SAS, senior note, Reg S, FRN, 7.511%, 10/15/19 †	FRA	EUR	516,962	0.25
500,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 144A, 5.00%, 10/01/21	NLD	USD	515,000	0.25
500,000	E*TRADE Financial Corp., senior note, 5.375%, 11/15/22	USA	USD	513,750	0.25
500,000	Cemex SAB de CV, secured note, 144A, 5.875%, 03/25/19	MEX	USD	513,125	0.25
500,000	NRG Yield Operating LLC, senior bond, 144A, 5.375%, 08/15/24	USA	USD	506,250	0.25
500,000	Constellation Brands Inc., senior bond, 4.75%, 11/15/24	USA	USD	502,500	0.25
500,000	Intelsat Jackson Holdings SA, senior note, 7.25%, 10/15/20	LUX	USD	496,250	0.24
500,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.25%, 04/15/21	USA	USD	495,000	0.24
500,000	DaVita HealthCare Partners Inc., senior bond, 5.125%, 07/15/24	USA	USD	492,500	0.24
800,000	Offshore Group Investment Ltd., senior bond, first lien, 7.125%, 04/01/23	USA	USD	492,000	0.24
500,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	488,750	0.24
500,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	488,125	0.24
1,500,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	487,500	0.24
500,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	486,250	0.24
500,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	485,000	0.24
500,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.625%, 03/01/24	USA	USD	483,750	0.24
500,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	481,563	0.24
500,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, Reg S, 3.85%, 02/06/20	RUS	USD	461,875	0.23
400,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	453,124	0.22
400,000	PSPC Escrow Corp., senior note, Reg S, 6.00%, 02/01/23	USA	EUR	451,631	0.22
500,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	442,813	0.22
1,000,000	Goodrich Petroleum Corp., senior note, 8.875%, 03/15/19	USA	USD	435,000	0.21
400,000	Matterhorn Telecom Holding SA, senior note, Reg S, 4.875%, 05/01/23	LUX	EUR	425,441	0.21
400,000	Calpine Corp., senior secured bond, first lien, 144A, 5.875%, 01/15/24	USA	USD	425,000	0.21
500,000	Murray Energy Corp., secured note, second lien, 144A, 11.25%, 04/15/21	USA	USD	422,500	0.21
400,000	Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	408,500	0.20
400,000	Concordia Healthcare Corp., senior note, 144A, 7.00%, 04/15/23	CAN	USD	401,000	0.20
400,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 4.25%, 07/01/20	NLD	USD	400,500	0.20
400,000	CommScope Technologies Finance LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	399,500	0.20
500,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 11.25%, 06/01/17 *	USA	USD	395,000	0.19
500,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	391,250	0.19
400,000	Memorial Resource Development Corp., senior note, 5.875%, 07/01/22	USA	USD	388,280	0.19

The accompanying notes form an integral part of these financial statements

— Templeton Global High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
400,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	387,000	0.19
400,000	CGG SA, senior note, 6.875%, 01/15/22	FRA	USD	335,250	0.17
500,000	Halcon Resources Corp., senior note, 8.875%, 05/15/21	USA	USD	331,250	0.16
1,000,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	330,000	0.16
400,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 9.00%, 02/15/20 *	USA	USD	328,000	0.16
500,000	Halcon Resources Corp., senior note, 9.25%, 02/15/22	USA	USD	326,250	0.16
300,000	Family Tree Escrow LLC, senior note, 144A, 5.75%, 03/01/23	USA	USD	315,000	0.16
300,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 144A, 6.25%, 04/01/23	USA	USD	312,750	0.15
300,000	Virgin Media Finance PLC, senior secured note, 144A, 6.375%, 04/15/23	GBR	USD	311,250	0.15
300,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	308,625	0.15
300,000	Hologic Inc., senior note, 144A, 5.25%, 07/15/22	USA	USD	307,125	0.15
300,000	Felcor Lodging LP, senior secured bond, 144A, 6.00%, 06/01/25	USA	USD	306,000	0.15
300,000	Post Holdings Inc., senior note, 144A, 6.75%, 12/01/21	USA	USD	300,750	0.15
300,000	PPL Energy Supply LLC, senior bond, 144A, 6.50%, 06/01/25	USA	USD	300,375	0.15
300,000	Navient Corp., senior note, 5.00%, 10/26/20	USA	USD	299,250	0.15
300,000	Rain CII Carbon LLC/CII Carbon Corp., second lien, 144A, 8.25%, 01/15/21	USA	USD	293,250	0.14
300,000	Cemex SAB de CV, first lien, 144A, 5.70%, 01/11/25	MEX	USD	286,313	0.14
300,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	261,375	0.13
400,000	Offshore Group Investment Ltd., senior secured note, first lien, 7.50%, 11/01/19	USA	USD	247,250	0.12
200,000	Galapagos SA, senior secured note, Reg S, 5.375%, 06/15/21	DEU	EUR	224,144	0.11
200,000	Wind Acquisition Finance SA, senior secured note, Reg S, 4.00%, 07/15/20	ITA	EUR	223,865	0.11
200,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	218,040	0.11
180,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.625%, 04/15/23	DEU	EUR	216,649	0.11
500,000	Midstates Petroleum Co. Inc./LLC, senior note, 9.25%, 06/01/21	USA	USD	210,000	0.10
200,000	Horizon Pharma Financing Inc., senior note, 144A, 6.625%, 05/01/23	USA	USD	208,750	0.10
200,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	207,000	0.10
200,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	205,500	0.10
200,000	Endo Finance LLC/Endo Ltd./Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	205,000	0.10
200,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.25%, 01/31/19	LUX	USD	204,500	0.10
200,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.00%, 10/01/22	USA	USD	203,232	0.10
200,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 06/30/21	LUX	USD	201,500	0.10
200,000	Tenet Healthcare Corp., senior note, 144A, 5.00%, 03/01/19	USA	USD	200,750	0.10
200,000	IHS Inc., senior note, 144A, 5.00%, 11/01/22	USA	USD	199,500	0.10
200,000	KB Home, senior note, 4.75%, 05/15/19	USA	USD	199,500	0.10
200,000	Taylor Morrison Communities Inc./Monarch Communities Inc., senior note, 144A, 5.875%, 04/15/23	USA	USD	197,500	0.10
200,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.625%, 01/15/22	CAN	USD	197,500	0.10
200,000	E*TRADE Financial Corp., senior note, 4.625%, 09/15/23	USA	USD	197,000	0.10
200,000	DISH DBS Corp., senior note, 5.875%, 07/15/22	USA	USD	196,500	0.10
200,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 04/15/25	USA	USD	194,000	0.10
200,000	CONSOL Energy Inc., senior note, 144A, 8.00%, 04/01/23	USA	USD	190,500	0.09
200,000	Wynn Macau Ltd., senior note, 144A, 5.25%, 10/15/21	MAC	USD	189,875	0.09
200,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	186,000	0.09
200,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	178,500	0.09
500,000	Energy XXI Gulf Coast Inc., senior note, 7.50%, 12/15/21	USA	USD	165,000	0.08
195,000	CHC Helicopter SA, senior note, 9.375%, 06/01/21	CAN	USD	117,000	0.06
100,000	Calpine Corp., senior secured note, first lien, 144A, 6.00%, 01/15/22	USA	USD	106,250	0.05
100,000	T-Mobile USA Inc., senior note, 6.125%, 01/15/22	USA	USD	103,500	0.05
100,000	Valeant Pharmaceuticals International Inc., senior bond, 144A, 6.125%, 04/15/25	CAN	USD	103,250	0.05
100,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 5.625%, 12/01/21	USA	USD	103,010	0.05
100,000	TransDigm Inc., senior sub. bond, 144A, 6.50%, 05/15/25	USA	USD	99,375	0.05
100,000	Post Holdings Inc., senior note, 144A, 6.00%, 12/15/22	USA	USD	96,625	0.05
100,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	93,010	0.05
100,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	91,000	0.04
88,235	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 7.00%, 11/15/20	LUX	USD	90,276	0.04
126,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	74,025	0.04
100,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 *,†	USA	USD	61,250	0.03
100,000	Peabody Energy Corp., senior note, 6.50%, 09/15/20	USA	USD	34,500	0.02
				<u>124,252,510</u>	<u>61.10</u>
Government and Municipal Bonds					
8,400,000	Government of Ecuador, senior note, Reg S, 7.95%, 06/20/24	ECU	USD	7,560,546	3.72
503,780	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	3,359,479	1.65
503,390,000	Government of Nigeria, 13.05%, 08/16/16	NGA	NGN	2,490,638	1.23
8,945,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	2,467,801	1.21
4,300,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	2,260,187	1.11
3,800,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	1,999,750	0.98
3,500,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	1,728,597	0.85
40,087,213	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	1,426,400	0.70
32,067,405	Uruguay Notas del Tesoro, 18, Index Linked, 2.25%, 08/23/17	URY	UYU	1,124,556	0.55
3,490	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	1,066,095	0.52
235,920,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	956,577	0.47

The accompanying notes form an integral part of these financial statements

— Templeton Global High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
3,760,000	Government of Ghana, 24.44%, 05/29/17	GHA	GHS	876,856	0.43
181,720,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	742,865	0.37
3,090,000	Government of Ghana, 23.23%, 02/19/18	GHA	GHS	714,318	0.35
2,550,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	684,890	0.34
745,300,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	671,629	0.33
2,500,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	664,972	0.33
747	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	631,750	0.31
7,200,000,000	Government of Indonesia, FR47, 10.00%, 02/15/28	IDN	IDR	606,855	0.30
700	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	593,429	0.29
1,010,000	Government of Ukraine, senior note, Reg S, 7.95%, 02/23/21	UKR	USD	533,406	0.26
1,970,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	527,441	0.26
6,150,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	510,248	0.25
5,280,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	478,752	0.24
535	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	450,095	0.22
100,850,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	434,505	0.21
4,400,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	IDN	IDR	409,008	0.20
10,906,016	Uruguay Notas del Tesoro, 13, Index Linked, 4.00%, 05/25/25	URY	UYU	382,728	0.19
1,620,000	Government of Ghana, 23.47%, 05/21/18	GHA	GHS	378,220	0.19
95,810,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	356,820	0.18
1,490,000	Government of Ghana, 23.00%, 02/13/17	GHA	GHS	340,781	0.17
31,800,000	Serbia Treasury Note, 10.00%, 12/19/16	SRB	RSD	307,515	0.15
335,200,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	305,098	0.15
1,104,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	292,792	0.14
7,683,784	Uruguay Notas del Tesoro, 14, Index Linked, 4.00%, 06/10/20	URY	UYU	276,169	0.14
27,170,000	Serbia Treasury Note, 10.00%, 03/02/18	SRB	RSD	267,286	0.13
62,560,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	266,524	0.13
1,137,000	Government of Ghana, 23.00%, 08/21/17	GHA	GHS	259,385	0.13
64,140,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	257,199	0.13
4,590,000	Uruguay Notas del Tesoro, 7, 13.25%, 04/08/18	URY	UYU	170,241	0.08
1,810,000,000	Government of Indonesia, FR42, 10.25%, 07/15/27	IDN	IDR	154,767	0.08
640,000	Government of Ghana, 25.40%, 07/31/17	GHA	GHS	151,647	0.08
37,010,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	144,950	0.07
3,039,432	Uruguay Notas del Tesoro, 10, Index Linked, 4.25%, 01/05/17	URY	UYU	111,834	0.06
11,080,000	Serbia Treasury Note, 10.00%, 11/08/17	SRB	RSD	108,558	0.05
401,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	105,227	0.05
3,540,000	Uruguay Treasury Bill, Strip, 04/03/17	URY	UYU	105,107	0.05
395,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	104,979	0.05
1,400,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	104,494	0.05
2,885,000	Uruguay Notas del Tesoro, 11.00%, 03/21/17	URY	UYU	103,204	0.05
110	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	91,688	0.05
99	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	82,874	0.04
900,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	79,590	0.04
2,076,372	Government of Uruguay, senior bond, Index Linked, 5.00%, 09/14/18	URY	UYU	78,165	0.04
19,350,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	76,767	0.04
270	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	75,950	0.04
2,490,000	Uruguay Treasury Bill, Strip, 02/10/17	URY	UYU	75,621	0.04
900,000,000	Government of Indonesia, FR45, 9.75%, 05/15/37	IDN	IDR	75,332	0.04
350,000	Government of Ghana, 19.04%, 09/24/18	GHA	GHS	73,569	0.04
7,040,000	Serbia Treasury Note, 10.00%, 09/11/21	SRB	RSD	68,136	0.03
790,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	63,289	0.03
8,210,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	61,689	0.03
220,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	61,416	0.03
5,270,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	40,271	0.02
3,150,000	Serbia Treasury Note, 8.00%, 01/12/17	SRB	RSD	29,662	0.02
115,000	Government of Ghana, 26.00%, 06/05/17	GHA	GHS	27,441	0.01
803,067	Government of Uruguay, senior bond, Index Linked, 4.00%, 07/10/30	URY	UYU	27,286	0.01
2,800,000	Serbia Treasury Bond, 10.00%, 08/15/16	SRB	RSD	26,947	0.01
321,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	24,069	0.01
670,628	Government of Uruguay, Index Linked, 4.25%, 04/05/27	URY	UYU	23,755	0.01
2,290,000	Serbia Treasury Note, 10.00%, 03/20/21	SRB	RSD	22,257	0.01
2,350,000	Serbia Treasury Note, 8.00%, 03/23/17	SRB	RSD	22,095	0.01
2,460,000	Government of Sri Lanka, 10.60%, 07/01/19	LKA	LKR	19,994	0.01
80,000	Government of Ghana, 22.49%, 04/23/18	GHA	GHS	18,303	0.01
550,000	Uruguay Treasury Bill, Strip, 07/28/16	URY	UYU	18,039	0.01
70,000	Government of Ghana, 25.48%, 04/24/17	GHA	GHS	16,529	0.01
1,610,000	Serbia Treasury Note, 10.00%, 10/17/16	SRB	RSD	15,536	0.01
10,000	Government of Panama, 9.375%, 04/01/29	PAN	USD	14,830	0.01
1,440,000	Serbia Treasury Note, 10.00%, 11/21/18	SRB	RSD	14,213	0.01
1,700,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	12,676	0.01
127,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	10,648	0.01
960,000	Serbia Treasury Note, 10.00%, 05/08/17	SRB	RSD	9,312	0.01
10	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	BRA	BRL	8,473	0.00
990,000	Government of Sri Lanka, 10.60%, 09/15/19	LKA	LKR	8,047	0.00
9	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/17	BRA	BRL	7,620	0.00
830,000	Government of Sri Lanka, 11.20%, 07/01/22	LKA	LKR	6,932	0.00
690,000	Serbia Treasury Note, 8.00%, 04/06/17	SRB	RSD	6,485	0.00
750,000	Government of Sri Lanka, A, 7.50%, 08/15/18	LKA	LKR	5,570	0.00
190,000	Uruguay Treasury Bill, Strip, 05/19/17	URY	UYU	5,534	0.00
50,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	4,135	0.00
270,000	Serbia Treasury Note, 10.00%, 04/27/18	SRB	RSD	2,663	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Global High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
340,000	Government of Sri Lanka, 8.00%, 06/15/17	LKA	LKR	2,582	0.00
340,000	Government of Sri Lanka, 8.00%, 11/01/19	LKA	LKR	2,530	0.00
300,000	Government of Sri Lanka, B, 6.40%, 10/01/16	LKA	LKR	2,232	0.00
330,000	Government of Hungary, B, 6.75%, 02/24/17	HUN	HUF	1,267	0.00
90,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	680	0.00
40,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	305	0.00
10,000	Government of Sri Lanka, 8.25%, 03/01/17	LKA	LKR	76	0.00
				<u>42,450,250</u>	<u>20.88</u>
Securities Maturing Within One Year					
637,770	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	4,146,709	2.04
11,990,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	3,178,755	1.56
10,582,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	2,814,551	1.38
354,090	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	2,310,746	1.14
4,704,000	Government of Ghana, 21.00%, 10/26/15	GHA	GHS	1,063,746	0.52
1,013,600,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	910,416	0.45
1,066,030	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	660,688	0.32
2,480,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	656,032	0.32
667,200,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	599,036	0.29
817,720	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	514,078	0.25
488,200,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	440,718	0.22
455,600,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	411,348	0.20
1,450,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	384,282	0.19
596,630	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	376,983	0.19
539,610	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	340,508	0.17
519,950	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	319,468	0.16
490,880	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	303,403	0.15
442,270	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	275,721	0.14
429,650	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	264,779	0.13
408,990	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	253,166	0.12
255,050,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	229,880	0.11
348,700	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	218,630	0.11
945,000	Government of Ghana, 19.24%, 05/30/16	GHA	GHS	210,162	0.10
740,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	194,907	0.10
670,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	174,963	0.09
252,060	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	158,848	0.08
21,000,000	Government of Sri Lanka, B, 11.00%, 09/01/15	LKA	LKR	158,010	0.08
160,300,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	142,153	0.07
214,500	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	136,167	0.07
214,730	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	135,596	0.07
211,960	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	132,559	0.07
2,920,000	Uruguay Notas del Tesoro, 10.25%, 08/22/15	URY	UYU	107,959	0.05
14,400,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	107,941	0.05
161,900	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	101,628	0.05
380,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	99,639	0.05
118,350	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	73,575	0.04
7,350,000	Serbia Treasury Note, 10.00%, 03/13/16	SRB	RSD	69,954	0.03
7,200,000	Serbia Treasury Note, 10.00%, 01/30/16	SRB	RSD	68,256	0.03
7,020,000	Serbia Treasury Bond, 10.00%, 06/27/16	SRB	RSD	67,387	0.03
69,300,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	61,714	0.03
1,673,082	Uruguay Notas del Tesoro, 17, Index Linked, 2.75%, 06/16/16	URY	UYU	60,753	0.03
56,940,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	50,912	0.02
170,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	44,601	0.02
1,140,000	Uruguay Treasury Bill, Strip, 11/26/15	URY	UYU	40,098	0.02
41,600,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	37,162	0.02
40,400,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	36,339	0.02
52,920	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	33,306	0.02
859,000	Uruguay Treasury Bill, Strip, 08/20/15	URY	UYU	31,282	0.02
120,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	30,998	0.02
130,000	Government of Ghana, 16.90%, 03/07/16	GHA	GHS	28,534	0.01
825,000	Uruguay Treasury Bill, Strip, 01/14/16	URY	UYU	28,524	0.01
80,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	20,952	0.01
2,090,000	Serbia Treasury Note, 10.00%, 05/22/16	SRB	RSD	20,008	0.01
440,000	Uruguay Notas del Tesoro, 9.50%, 01/27/16	URY	UYU	16,291	0.01
2,090,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	15,611	0.01
420,000	Uruguay Treasury Bill, 0.00%, 04/11/16	URY	UYU	14,300	0.01
1,900,000	Government of Sri Lanka, A, 8.50%, 11/01/15	LKA	LKR	14,280	0.01
50,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	13,193	0.01
350,000	Uruguay Treasury Bill, 0.00%, 01/04/16	URY	UYU	12,303	0.01
7,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	6,272	0.00
20,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	5,247	0.00
100,000	Uruguay Treasury Bill, Strip, 07/02/15	URY	UYU	3,701	0.00
10,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	2,647	0.00
10,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	2,643	0.00
10,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	2,642	0.00
10,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	2,639	0.00
10,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	2,631	0.00
10,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	2,627	0.00
10,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	2,616	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Global High Yield Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
10,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	<u>2,608</u>	<u>0.00</u>
	TOTAL BONDS			<u>23,460,781</u>	<u>11.54</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>190,488,515</u>	<u>93.68</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
700,000	NewPage Corp., Escrow Account **	USA	USD	<u>0</u>	<u>0.00</u>
	TOTAL BONDS			<u>0</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>0</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>190,490,258</u>	<u>93.68</u>

† Floating Rates are indicated as at June 30, 2015

** These securities are submitted to a Fair Valuation

‡ Income may be received in additional securities and/or cash

* These Bonds are currently in default

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Airlines					
485,690	Deutsche Lufthansa AG	DEU	EUR	6,259,871	0.28
Auto Components					
154,181	Cie Generale des Etablissements Michelin, B	FRA	EUR	16,150,021	0.73
43,236	Hyundai Mobis Co. Ltd.	KOR	KRW	8,186,589	0.37
				24,336,610	1.10
Automobiles					
666,120	General Motors Co.	USA	USD	22,201,779	1.01
1,981,240	Nissan Motor Co. Ltd.	JPN	JPY	20,639,603	0.93
185,500	Toyota Motor Corp.	JPN	JPY	12,432,850	0.56
				55,274,232	2.50
Banks					
382,380	BNP Paribas SA	FRA	EUR	23,075,665	1.05
417,620	Citigroup Inc.	USA	USD	23,069,329	1.04
2,451,478	HSBC Holdings PLC	GBR	HKD	22,216,732	1.01
285,800	JPMorgan Chase & Co.	USA	USD	19,365,808	0.88
1,187,841	Standard Chartered PLC	GBR	GBP	19,015,542	0.86
3,166,500	Bangkok Bank PCL, fgn.	THA	THB	16,717,546	0.76
1,885,295	UniCredit SpA	ITA	EUR	12,658,929	0.57
624,000	United Overseas Bank Ltd.	SGP	SGD	10,688,009	0.48
2,527,798	Barclays PLC	GBR	GBP	10,344,900	0.47
612,578	ING Groep NV, IDR	NLD	EUR	10,110,603	0.46
132,423	KB Financial Group Inc., ADR	KOR	USD	4,352,744	0.20
				171,615,807	7.78
Beverages					
281,600	Suntory Beverage & Food Ltd.	JPN	JPY	11,216,603	0.51
Biotechnology					
175,200	Gilead Sciences Inc.	USA	USD	20,512,416	0.93
132,720	Amgen Inc.	USA	USD	20,375,174	0.92
115,730	Isis Pharmaceuticals Inc.	USA	USD	6,660,262	0.30
				47,547,852	2.15
Building Products					
269,800	Compagnie de Saint-Gobain	FRA	EUR	12,108,328	0.55
Capital Markets					
602,367	Credit Suisse Group AG	CHE	CHF	16,555,269	0.75
333,840	Morgan Stanley	USA	USD	12,949,654	0.59
1,259,460	Aberdeen Asset Management PLC	GBR	GBP	7,993,591	0.36
				37,498,514	1.70
Chemicals					
249,979	Akzo Nobel NV	NLD	EUR	18,183,510	0.82
Commercial Services & Supplies					
7,628,120	Serco Group PLC	GBR	GBP	14,140,857	0.64
Communications Equipment					
378,410	Cisco Systems Inc.	USA	USD	10,391,139	0.47
Construction & Engineering					
3,195,184	Carillion PLC	GBR	GBP	17,162,130	0.78
Construction Materials					
589,853	CRH PLC	IRL	EUR	16,644,397	0.76
148,650	HeidelbergCement AG	DEU	EUR	11,783,609	0.53
				28,428,006	1.29
Consumer Finance					
169,530	Capital One Financial Corp.	USA	USD	14,913,554	0.68
Distributors					
548,000	Jardine Cycle & Carriage Ltd.	SGP	SGD	13,467,073	0.61
Diversified Financial Services					
92,980	Deutsche Boerse AG	DEU	EUR	7,693,901	0.35
1,940,200	BM&F BOVESPA SA	BRA	BRL	7,310,917	0.33
				15,004,818	0.68
Diversified Telecommunication Services					
1,064,282	Telefonica SA	ESP	EUR	15,122,636	0.68
361,920	Telenor ASA	NOR	NOK	7,929,483	0.36
2,236,003	Singapore Telecommunications Ltd.	SGP	SGD	6,989,066	0.32
141,899	Verizon Communications Inc.	USA	USD	6,613,912	0.30
				36,655,097	1.66
Electrical Equipment					
465,850	ABB Ltd.	CHE	CHF	9,754,404	0.44

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
320,100	Knowles Corp.	USA	USD	5,793,810	0.26
	Energy Equipment & Services				
1,025,480	Petrofac Ltd.	GBR	GBP	14,910,075	0.68
153,921	Baker Hughes Inc.	USA	USD	9,496,926	0.43
584,360	Noble Corp. PLC	USA	USD	8,993,300	0.41
129,194	Technip SA	FRA	EUR	7,993,784	0.36
1,072,500	Precision Drilling Corp.	CAN	CAD	7,212,970	0.33
700,480	Subsea 7 SA	GBR	NOK	6,856,197	0.31
155,367	Halliburton Co.	USA	USD	6,691,657	0.30
				<u>62,154,909</u>	<u>2.82</u>
	Food & Staples Retailing				
138,620	CVS Health Corp.	USA	USD	14,538,466	0.66
165,600	Walgreens Boots Alliance Inc.	USA	USD	13,983,264	0.63
145,690	Metro AG	DEU	EUR	4,591,660	0.21
				<u>33,113,390</u>	<u>1.50</u>
	Health Care Equipment & Supplies				
167,180	Medtronic PLC	USA	USD	12,388,038	0.56
80,900	Draegerwerk AG & Co. KGAA, pfd.	DEU	EUR	8,665,182	0.39
342,230	Getinge AB, B	SWE	SEK	8,233,478	0.38
				<u>29,286,698</u>	<u>1.33</u>
	Health Care Providers & Services				
2,402,700	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	6,695,132	0.30
	Household Durables				
93,960	SEB SA	FRA	EUR	8,754,067	0.40
3,218,900	Haier Electronics Group Co. Ltd.	CHN	HKD	8,658,036	0.39
				<u>17,412,103</u>	<u>0.79</u>
	Industrial Conglomerates				
102,870	Siemens AG	DEU	EUR	10,358,038	0.47
668,952	CK Hutchison Holdings Ltd.	HKG	HKD	9,872,493	0.45
				<u>20,230,531</u>	<u>0.92</u>
	Insurance				
261,230	Swiss Re AG	CHE	CHF	23,117,081	1.05
697,204	AXA SA	FRA	EUR	17,583,487	0.80
1,929,020	Aegon NV	NLD	EUR	14,171,458	0.64
1,720,483	Aviva PLC	GBR	GBP	13,311,679	0.60
2,124,000	China Life Insurance Co. Ltd., H	CHN	HKD	9,206,608	0.42
786,010	UNIQA Insurance Group AG	AUT	EUR	7,085,712	0.32
39,500	Muenchener Rueckversicherungs-Gesellschaft AG	DEU	EUR	6,999,303	0.32
				<u>91,475,328</u>	<u>4.15</u>
	Internet Software & Services				
14,250	Google Inc., A	USA	USD	7,695,570	0.35
	Life Sciences Tools & Services				
467,530	QIAGEN NV	NLD	EUR	11,481,090	0.52
	Machinery				
43,300	Navistar International Corp.	USA	USD	979,879	0.04
	Media				
466,090	Comcast Corp., Special A	USA	USD	27,937,434	1.27
1,450,590	Sky PLC	GBR	GBP	23,631,955	1.07
897,200	News Corp., A	USA	USD	13,090,148	0.59
				<u>64,659,537</u>	<u>2.93</u>
	Metals & Mining				
288,330	Allegheny Technologies Inc.	USA	USD	8,707,566	0.40
434,534	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	7,330,589	0.33
32,990	POSCO	KOR	KRW	6,600,121	0.30
				<u>22,638,276</u>	<u>1.03</u>
	Multiline Retail				
1,816,054	Marks & Spencer Group PLC	GBR	GBP	15,292,192	0.69
216,870	Macy's Inc.	USA	USD	14,632,219	0.67
				<u>29,924,411</u>	<u>1.36</u>
	Multi-Utilities				
180,210	GDF Suez	FRA	EUR	3,341,895	0.15
	Oil, Gas & Consumable Fuels				
3,970,070	BP PLC	GBR	GBP	26,204,673	1.19
1,204,897	Eni SpA	ITA	EUR	21,377,336	0.97
1,306,270	Galp Energia SGPS SA, B	PRT	EUR	15,314,728	0.69
307,470	Total SA, B	FRA	EUR	14,929,694	0.68
486,571	Royal Dutch Shell PLC, B	GBR	GBP	13,812,764	0.63
675,430	Dragon Oil PLC	TKM	GBP	7,703,590	0.35
505,080	Chesapeake Energy Corp.	USA	USD	5,641,743	0.25
				<u>104,984,528</u>	<u>4.76</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Paper & Forest Products					
1,509	Verso Corp.	USA	USD	996	0.00
Pharmaceuticals					
388,470	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	22,958,577	1.04
71,980	Roche Holding AG	CHE	CHF	20,167,640	0.91
197,320	Eli Lilly & Co.	USA	USD	16,474,247	0.75
143,170	Novartis AG	CHE	CHF	14,108,775	0.64
95,090	Bayer AG	DEU	EUR	13,304,916	0.60
184,440	UCB SA	BEL	EUR	13,235,310	0.60
348,090	Pfizer Inc.	USA	USD	11,671,458	0.53
504,880	GlaxoSmithKline PLC	GBR	GBP	10,489,627	0.48
417,430	H. Lundbeck AS	DNK	DKK	8,044,169	0.36
76,890	Sanofi	FRA	EUR	7,561,291	0.34
				<u>138,016,010</u>	<u>6.25</u>
Real Estate Investment Trusts (REITs)					
7,760,583	Cambridge Industrial Trust	SGP	SGD	3,946,840	0.18
Semiconductors & Semiconductor Equipment					
452,650	Applied Materials Inc.	USA	USD	8,699,933	0.40
29,802,000	GCL-Poly Energy Holdings Ltd.	CHN	HKD	6,881,835	0.31
				<u>15,581,768</u>	<u>0.71</u>
Software					
380,615	Microsoft Corp.	USA	USD	16,804,152	0.76
76,530	SAP SE	DEU	EUR	5,339,083	0.24
				<u>22,143,235</u>	<u>1.00</u>
Specialty Retail					
3,925,063	Kingfisher PLC	GBR	GBP	21,415,471	0.97
204,950	Foot Locker Inc.	USA	USD	13,733,699	0.62
				<u>35,149,170</u>	<u>1.59</u>
Technology Hardware, Storage & Peripherals					
26,312	Samsung Electronics Co. Ltd.	KOR	KRW	29,798,521	1.35
10,648,000	Quanta Computer Inc.	TWN	TWD	25,156,283	1.14
399,810	Hewlett-Packard Co.	USA	USD	11,998,298	0.54
247,000	CANON Inc.	JPN	JPY	8,037,238	0.37
				<u>74,990,340</u>	<u>3.40</u>
Wireless Telecommunication Services					
5,142,430	Vodafone Group PLC	GBR	GBP	18,569,025	0.84
1,223,000	China Mobile Ltd.	CHN	HKD	15,682,623	0.71
131,600	SoftBank Group Corp.	JPN	JPY	7,751,486	0.35
				<u>42,003,134</u>	<u>1.90</u>
	TOTAL SHARES			<u>1,387,656,985</u>	<u>62.88</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>1,387,656,985</u>	<u>62.88</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
Air Freight & Logistics					
194	CEVA Holdings LLC, cvt. pfd., A-2	GBR	USD	143,708	0.01
90	CEVA Holdings LLC	GBR	USD	66,385	0.00
3	CEVA Holdings LLC, cvt. pfd., A-1	GBR	USD	3,000	0.00
				<u>213,093</u>	<u>0.01</u>
Software					
295,848	Morgan Stanley into Microsoft Corp., 3.40%, cvt. pfd., 144A	USA	USD	13,105,563	0.59
Specialty Retail					
494,850	The Goldman Sachs Group Inc. into Best Buy Co. Inc., 5.40%, cvt. pfd., 144A	USA	USD	16,330,199	0.74
	TOTAL SHARES			<u>29,648,855</u>	<u>1.34</u>
RIGHTS					
Distributors					
60,888	Jardine Cycle & Carriage Ltd., rts., 07/15/15	SGP	SGD	320,963	0.02
	TOTAL RIGHTS			<u>320,963</u>	<u>0.02</u>
BONDS					
Corporate Bonds					
2,040,000	State Export-Import Bank of Ukraine, (Biz Finance PLC), loan participation, Reg S, 8.75%, 01/22/18	UKR	USD	1,528,725	0.07
1,300,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.75%, 01/31/21	LUX	USD	1,335,750	0.06
1,200,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	1,176,000	0.05
1,000,000	Gannett Co. Inc., senior bond, 6.375%, 10/15/23	USA	USD	1,045,000	0.05
1,000,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	1,045,000	0.05
1,000,000	Energy Transfer Equity LP, senior bond, first lien, 5.875%, 01/15/24	USA	USD	1,042,000	0.05
1,000,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	1,012,500	0.05
1,000,000	CenturyLink Inc., senior bond, 6.75%, 12/01/23	USA	USD	1,006,875	0.05
1,000,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	1,005,000	0.05
1,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	987,500	0.04
1,000,000	DaVita HealthCare Partners Inc., senior bond, 5.125%, 07/15/24	USA	USD	985,000	0.04

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
1,000,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	977,500	0.04
1,000,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	961,250	0.04
900,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.875%, 03/01/22	USA	USD	958,374	0.04
1,100,000	BreitBurn Energy Partners LP/BreitBurn Finance Corp., senior bond, 7.875%, 04/15/22	USA	USD	924,000	0.04
900,000	Grifols Worldwide Operations Ltd., senior note, 5.25%, 04/01/22	USA	USD	904,500	0.04
814,000	First Data Corp., senior note, 10.625%, 06/15/21	USA	USD	903,540	0.04
900,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.75%, 05/15/24	USA	USD	901,125	0.04
900,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	893,250	0.04
900,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	892,125	0.04
800,000	HCA Inc., senior secured bond, first lien, 5.875%, 03/15/22	USA	USD	872,000	0.04
800,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.25%, 02/15/21	USA	USD	834,000	0.04
900,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	824,625	0.04
800,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	823,000	0.04
800,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	817,696	0.04
1,000,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	813,750	0.04
800,000	Tenet Healthcare Corp., senior note, 144A, 5.00%, 03/01/19	USA	USD	803,000	0.04
700,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	738,938	0.03
700,000	JBS Investments GmbH, senior note, 144A, 7.25%, 04/03/24	BRA	USD	724,938	0.03
800,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	708,500	0.03
700,000	Wind Acquisition Finance SA, senior note, second lien, 144A, 7.375%, 04/23/21	ITA	USD	707,875	0.03
1,600,000	Edcon Holdings Pty. Ltd., senior secured note, Reg S, 13.375%, 06/30/19	ZAF	EUR	661,983	0.03
700,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	640,500	0.03
800,000	Ocean Rig UDW Inc., senior note, 144A, 7.25%, 04/01/19	USA	USD	623,500	0.03
472,000	Calpine Corp., senior secured bond, 144A, 7.875%, 01/15/23	USA	USD	512,120	0.02
500,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	488,125	0.02
630,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	459,506	0.02
400,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	452,704	0.02
400,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	412,750	0.02
400,000	Abengoa Finance SAU, senior note, 144A, 7.75%, 02/01/20	ESP	USD	399,750	0.02
400,000	Intelsat Jackson Holdings SA, senior note, 7.50%, 04/01/21	LUX	USD	397,000	0.02
600,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	367,500	0.02
400,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	364,000	0.02
300,000	Navient Corp., senior note, 8.45%, 06/15/18	USA	USD	334,140	0.02
400,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	313,000	0.01
4,000,000	General Electric Capital Corp., senior note, A, 8.50%, 04/06/18	USA	MXN	279,247	0.01
400,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 *, †	USA	USD	245,000	0.01
200,000	Ford Motor Credit Co. LLC, senior note, 8.125%, 01/15/20	USA	USD	244,287	0.01
300,000	Linn Energy LLC/Finance Corp., senior note, 6.50%, 09/15/21	USA	USD	225,000	0.01
200,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	219,500	0.01
200,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 7.50%, 07/15/21	USA	USD	216,750	0.01
200,000	Digicel Group Ltd., senior note, 144A, 8.25%, 09/30/20	BMU	USD	201,000	0.01
200,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	193,500	0.01
200,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 6.875%, 04/01/22	AUS	USD	141,000	0.01
400,000	Peabody Energy Corp., senior note, 6.25%, 11/15/21	USA	USD	130,000	0.01
100,000	Frontier Communications Corp., senior note, 8.50%, 04/15/20	USA	USD	104,800	0.00
72,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	42,300	0.00
				<u>37,822,298</u>	<u>1.72</u>
Government and Municipal Bonds					
3,551,990	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	23,686,600	1.07
20,390,000	Government of Serbia, Reg S, 7.25%, 09/28/21	SRB	USD	22,914,180	1.04
69,703,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	18,485,926	0.84
16,600,000	Government of Sri Lanka, senior note, Reg S, 6.25%, 07/27/21	LKA	USD	16,866,928	0.76
948,400,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	15,549,142	0.70
10,870,000	Government of Portugal, Reg S, 5.125%, 10/15/24	PRT	USD	11,197,785	0.51
10,460,000	Government of Ecuador, senior note, Reg S, 7.95%, 06/20/24	ECU	USD	9,414,680	0.43
7,240,000	Government of Slovenia, senior note, Reg S, 5.85%, 05/10/23	SVN	USD	8,211,934	0.37
109,395,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	8,202,754	0.37
1,878,070,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	7,614,948	0.35
1,812,350,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	7,267,470	0.33
8,549	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	7,125,789	0.32
12,225,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	6,433,406	0.29
392,600,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	6,405,565	0.29
11,400,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	5,992,125	0.27
378,600,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	5,897,684	0.27
7,060	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	5,884,001	0.27
6,410	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	5,365,892	0.24
4,680,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	4,760,777	0.22
15,470	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	4,725,642	0.21
5,079,810,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	4,623,628	0.21
284,300,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	4,476,957	0.20
55,747,000,000	Government of Indonesia, senior bond, 9.00%, 03/15/29	IDN	IDR	4,411,255	0.20

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
381,270,000	Serbia Treasury Note, 10.00%, 07/10/17	SRB	RSD	3,710,188	0.17
14,180,000	Government of Ghana, 23.00%, 08/21/17	GHA	GHS	3,234,894	0.15
805,370,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	3,195,127	0.14
11,554,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	3,031,914	0.14
11,389,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	3,026,861	0.14
3,375	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	2,861,177	0.13
613,450,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	2,613,474	0.12
9,710	Letra Tesouro Nacional, Strip, 01/01/17	BRA	BRL	2,565,195	0.12
2,300,000	Government of Hungary, 5.375%, 02/21/23	HUN	USD	2,495,327	0.11
591,390,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	2,316,183	0.11
8,140,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	2,245,712	0.10
2,464,000,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	2,220,439	0.10
7,500,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	1,994,915	0.09
1,760,000	Government of Montenegro, Reg S, 5.375%, 05/20/19	MNE	EUR	1,992,148	0.09
2,122,700,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	1,909,220	0.09
114,400,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	1,815,818	0.08
111,700,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	1,779,140	0.08
1,630,000	Government of Zambia, senior note, Reg S, 8.50%, 04/14/24	ZMB	USD	1,652,347	0.07
400,200,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	1,636,004	0.07
5,260	Nota Do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	1,491,364	0.07
5,100,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	1,369,780	0.06
1,486,300,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	1,335,286	0.06
3,778,000	Government of Peru, senior bond, 7.84%, 08/12/20	PER	PEN	1,320,653	0.06
2,600,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	1,265,875	0.06
5,280	Letra Tesouro Nacional, Strip, 01/01/18	BRA	BRL	1,243,713	0.06
4,100	Nota Do Tesouro Nacional, senior note, 10.00%, 01/01/19	BRA	BRL	1,218,257	0.06
1,150,000	Government of Hungary, 4.125%, 02/19/18	HUN	USD	1,199,111	0.05
70,200,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	1,042,841	0.05
13,680,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	1,033,862	0.05
728,600	Government of Portugal, senior note, Reg S, 5.65%, 02/15/24	PRT	EUR	991,495	0.04
12,824,000,000	Government of Indonesia, senior note, FR70, 8.375%, 03/15/24	IDN	IDR	967,631	0.04
3,340	Letra Tesouro Nacional, Strip, 10/01/16	BRA	BRL	908,580	0.04
24,703,585	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	879,013	0.04
93,600,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	715,244	0.03
793,200,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	711,789	0.03
830	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	BRA	BRL	693,536	0.03
83,100,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	627,480	0.03
20,970,000	Uruguay Treasury Bill, Strip, 05/19/17	URY	UYU	610,802	0.03
131,270,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	565,568	0.03
1,920	Nota Do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	555,275	0.03
1,860,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	497,990	0.02
13,979,530	Uruguay Notas del Tesoro, 18, Index Linked, 2.25%, 08/23/17	URY	UYU	490,241	0.02
580	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	487,953	0.02
124,500,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	463,668	0.02
400,000	Government of Slovenia, senior note, Reg S, 5.50%, 10/26/22	SVN	USD	445,682	0.02
1,890,000	Government of Ghana, 23.47%, 05/21/18	GHA	GHS	441,256	0.02
291,700	Government of Portugal, senior bond, Reg S, 4.95%, 10/25/23	PRT	EUR	381,229	0.02
4,050,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	339,570	0.02
1,060	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	298,175	0.01
1,210,000	Government of Ghana, 19.04%, 09/24/18	GHA	GHS	254,340	0.01
6,838,513	Government of Uruguay, Index Linked, 4.25%, 04/05/27	URY	UYU	242,234	0.01
14,700,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	226,479	0.01
7,600,000	Uruguay Treasury Bill, Strip, 04/03/17	URY	UYU	225,652	0.01
6,080,000	Uruguay Notas del Tesoro, 7, 13.25%, 04/08/18	URY	UYU	225,504	0.01
5,386,815	Government of Uruguay, senior bond, Index Linked, 5.00%, 09/14/18	URY	UYU	202,788	0.01
5,514,974	Uruguay Notas del Tesoro, 14, Index Linked, 4.00%, 06/10/20	URY	UYU	198,218	0.01
400,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	197,554	0.01
790,000	Government of Ghana, 26.00%, 06/05/17	GHA	GHS	188,506	0.01
126,220	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	187,819	0.01
5,050,229	Uruguay Notas del Tesoro, 13, Index Linked, 4.00%, 05/25/25	URY	UYU	177,229	0.01
280,000	Government of Ukraine, 144A, 9.25%, 07/24/17	UKR	USD	136,325	0.01
2,910,000	Uruguay Treasury Bill, Strip, 11/03/16	URY	UYU	91,078	0.00
1,875,974	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	59,406	0.00
1,030,000	Uruguay Treasury Bill, Strip, 09/15/16	URY	UYU	32,760	0.00
25,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	25,226	0.00
512,596	Government of Uruguay, senior bond, Index Linked, 4.00%, 07/10/30	URY	UYU	17,417	0.00
550,000	Uruguay Treasury Bill, Strip, 02/10/17	URY	UYU	16,704	0.00
1,200,000	Serbia Treasury Bond, 10.00%, 08/15/16	SRB	RSD	11,549	0.00
260,000	Uruguay Notas del Tesoro, 11.00%, 03/21/17	URY	UYU	9,301	0.00
700,000	Serbia Treasury Note, 10.00%, 12/19/16	SRB	RSD	6,769	0.00
690,000	Serbia Treasury Note, 10.00%, 10/17/16	SRB	RSD	6,658	0.00
620,000	Serbia Treasury Note, 10.00%, 11/21/18	SRB	RSD	6,119	0.00
20,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	5,583	0.00
123,932	Uruguay Notas del Tesoro, 10, Index Linked, 4.25%, 01/05/17	URY	UYU	4,560	0.00
73,000	Uruguay Treasury Bill, Strip, 07/28/16	URY	UYU	2,394	0.00
				<u>289,162,242</u>	<u>13.10</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
5,036,280	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	32,745,328	1.48
59,350	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	17,832,697	0.81
12,476,600,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	11,263,128	0.51
1,690,060	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	11,029,117	0.50
11,991,100,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	10,826,422	0.49
16,674,590	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	10,466,937	0.47
33,344,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	8,868,683	0.40
7,623,600,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	6,789,099	0.31
644,100,000	Serbia Treasury Note, 10.00%, 11/08/15	SRB	RSD	6,055,954	0.27
150,148,000	Uruguay Treasury Bill, Strip, 08/20/15	URY	UYU	5,467,890	0.25
7,557,990	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	4,698,604	0.21
4,574,200,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	4,086,188	0.19
4,002,500,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	3,595,047	0.16
3,761,560,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	3,390,339	0.15
3,467,050,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	3,112,842	0.14
11,500,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	3,048,848	0.14
10,250,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	2,716,474	0.12
3,711,750	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	2,300,413	0.10
2,104,500,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	1,879,056	0.09
6,960,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	1,837,455	0.08
2,320,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 08/14/15	SGP	SGD	1,720,932	0.08
1,618,900,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	1,439,953	0.07
4,470,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	1,205,120	0.05
3,510	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	1,090,802	0.05
3,820,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	1,010,502	0.05
1,508,110	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	952,904	0.04
1,519,300	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	933,490	0.04
1,501,470	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	925,305	0.04
21,990,000	Uruguay Notas del Tesoro, 10.25%, 08/22/15	URY	UYU	813,019	0.04
87,160,000	Serbia Treasury Bill, 0.00%, 07/24/15	SRB	RSD	804,557	0.04
21,410,000	Uruguay Notas del Tesoro, 9.50%, 01/27/16	URY	UYU	792,725	0.04
1,164,180	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	729,925	0.03
1,095,480	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	688,698	0.03
1,045,070	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	663,423	0.03
2,430,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	641,190	0.03
810,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/03/15	SGP	SGD	601,360	0.03
917,860	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	579,194	0.03
2,035,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	555,289	0.03
545,700,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	487,988	0.02
549,000,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	486,851	0.02
2,109,000	Government of Ghana, 21.00%, 10/26/15	GHA	GHS	476,922	0.02
1,810,000	Government of Poland, Strip, 01/25/16	POL	PLN	476,775	0.02
751,060	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	464,215	0.02
400,000	HCA Inc., senior note, 6.50%, 02/15/16	USA	USD	413,248	0.02
18,200,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	401,299	0.02
624,710	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	386,697	0.02
571,160	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	360,671	0.02
480,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 08/21/15	SGP	SGD	355,995	0.02
1,580,000	Government of Ghana, 19.24%, 05/30/16	GHA	GHS	351,381	0.02
1,560,000	Government of Ghana, 16.90%, 03/07/16	GHA	GHS	342,402	0.02
365,800,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	326,234	0.02
1,030,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	271,797	0.01
416,480	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	259,643	0.01
399,580	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	249,896	0.01
10,020,000	Philippine Treasury Bill, 0.00%, 10/07/15	PHL	PHP	221,120	0.01
333,550	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	210,203	0.01
710,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	187,005	0.01
660,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	172,853	0.01
7,740,000	Philippine Treasury Bill, 0.00%, 12/02/15	PHL	PHP	170,312	0.01
630,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	164,517	0.01
600,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	157,325	0.01
210,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/10/15	SGP	SGD	155,889	0.01
530,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	138,666	0.01
5,820,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	127,648	0.01
464,000	Government of Poland, Strip, 07/25/15	POL	PLN	123,208	0.01
4,400,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	96,360	0.00
4,200,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	92,927	0.00
3,120,000	Philippine Treasury Bill, 0.00%, 11/04/15	PHL	PHP	68,759	0.00
1,906,000	Uruguay Treasury Bill, Strip, 03/03/16	URY	UYU	65,717	0.00
1,523,000	Uruguay Treasury Bill, Strip, 06/09/16	URY	UYU	50,864	0.00
76,150	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	47,927	0.00
170,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	44,935	0.00
1,260,000	Uruguay Treasury Bill, Strip, 11/26/15	URY	UYU	44,319	0.00
1,140,000	Uruguay Treasury Bill, Strip, 07/02/15	URY	UYU	42,193	0.00
1,850,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	41,898	0.00
150,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	38,915	0.00
150,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	38,783	0.00
140,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	36,878	0.00
1,000,000	Uruguay Treasury Bill, Strip, 04/21/16	URY	UYU	33,404	0.00
120,000	Bank of Negara Monetary Note, 0.00%, 09/08/15	MYS	MYR	31,607	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Global Income Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
3,010,000	Serbia Treasury Bond, 10.00%, 06/27/16	SRB	RSD	28,894	0.00
110,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	28,415	0.00
70,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	18,364	0.00
60,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	15,849	0.00
60,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	15,788	0.00
60,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	15,759	0.00
20,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/20/15	SGP	SGD	14,844	0.00
50,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	13,233	0.00
320,000	Uruguay Treasury Bill, 0.00%, 10/23/15	URY	UYU	11,387	0.00
11,040,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	9,871	0.00
360,000	Philippine Treasury Bill, 0.00%, 07/08/15	PHL	PHP	7,976	0.00
30,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	7,887	0.00
8,220,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	7,394	0.00
130,000	Uruguay Treasury Bill, 0.00%, 04/11/16	URY	UYU	4,426	0.00
90,000	Uruguay Treasury Bill, Strip, 01/14/16	URY	UYU	3,112	0.00
10,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	2,608	0.00
200,000	Serbia Treasury Note, 10.00%, 01/30/16	SRB	RSD	1,896	0.00
30,000	Uruguay Treasury Bill, 0.00%, 01/04/16	URY	UYU	1,055	0.00
1,000,000	Korea Monetary Stabilization Bond, senior note, 2.81%, 10/02/15	KOR	KRW	896	0.00
				<u>177,084,809</u>	<u>8.02</u>
	TOTAL BONDS			<u>504,069,349</u>	<u>22.84</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>534,039,167</u>	<u>24.20</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
200,000	Fontainebleau Las Vegas, senior secured note, first lien, 144A, 11.00%, 06/15/15 *	USA	USD	1,010	0.00
400,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				<u>1,010</u>	<u>0.00</u>
	TOTAL BONDS			<u>1,010</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>1,010</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>1,921,697,162</u>	<u>87.08</u>

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

* These Bonds are currently in default

The accompanying notes form an integral part of these financial statements

— Templeton Global Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
INVESTMENTS FUNDS					
Diversified Financial Services					
6,000	iShares Russell 2000 ETF	USA	USD	749,160	0.53
TOTAL INVESTMENTS FUNDS				<u>749,160</u>	<u>0.53</u>
SHARES					
Auto Components					
764,000	Minth Group Ltd.	CHN	HKD	1,709,024	1.20
20,220	Leoni AG	DEU	EUR	1,276,111	0.89
15,690	Drew Industries Inc.	USA	USD	910,334	0.64
54,600	Keihin Corp.	JPN	JPY	783,378	0.55
35,400	Unipres Corp.	JPN	JPY	741,320	0.52
117,050	Tupy SA	BRA	BRL	605,892	0.42
				<u>6,026,059</u>	<u>4.22</u>
Automobiles					
22,826	Thor Industries Inc.	USA	USD	1,284,647	0.90
Banks					
127,940	FirstMerit Corp.	USA	USD	2,664,990	1.87
156,013	BNK Financial Group Inc.	KOR	KRW	1,978,658	1.38
511,800	Tisco Financial Group PCL, fgn.	THA	THB	696,327	0.49
				<u>5,339,975</u>	<u>3.74</u>
Biotechnology					
6,320	Basilea Pharmaceutica AG	CHE	CHF	793,464	0.56
Building Products					
71,320	Simpson Manufacturing Co. Inc.	USA	USD	2,424,880	1.70
67,210	Wienerberger AG	AUT	EUR	1,056,495	0.74
				<u>3,481,375</u>	<u>2.44</u>
Capital Markets					
159,780	Janus Capital Group Inc.	USA	USD	2,735,434	1.91
92,267	AllianceBernstein Holding LP	USA	USD	2,724,644	1.91
69,570	Investment Technology Group Inc.	USA	USD	1,725,336	1.21
918,300	Value Partners Group Ltd.	HKG	HKD	1,450,013	1.02
138,400	Canaccord Genuity Group Inc.	CAN	CAD	862,091	0.60
27,889	Azimut Holding SpA	ITA	EUR	815,563	0.57
				<u>10,313,081</u>	<u>7.22</u>
Chemicals					
28,960	Chemtura Corp.	USA	USD	819,858	0.57
953,500	Yingde Gases Group Co. Ltd.	CHN	HKD	656,852	0.46
27,000	Rayonier Advanced Materials Inc.	USA	USD	439,020	0.31
				<u>1,915,730</u>	<u>1.34</u>
Commercial Services & Supplies					
136,290	HomeServe PLC	GBR	GBP	921,536	0.64
Communications Equipment					
61,080	Brocade Communications Systems Inc.	USA	USD	725,630	0.51
Construction & Engineering					
78,290	Tutor Perini Corp.	USA	USD	1,689,498	1.18
49,611	Arcadis NV	NLD	EUR	1,363,979	0.96
28,100	Badger Daylighting Inc.	CAN	CAD	589,223	0.41
				<u>3,642,700</u>	<u>2.55</u>
Consumer Finance					
61,480	Green Dot Corp.	USA	USD	1,175,498	0.82
32,760	Cash America International Inc.	USA	USD	857,984	0.60
				<u>2,033,482</u>	<u>1.42</u>
Containers & Packaging					
57,520	Huhtamaki OYJ	FIN	EUR	1,776,940	1.24
Diversified Consumer Services					
40,269	Steiner Leisure Ltd.	BHS	USD	2,165,667	1.52
50,698	Dignity PLC	GBR	GBP	1,706,826	1.19
				<u>3,872,493</u>	<u>2.71</u>
Diversified Financial Services					
2,991,200	True Telecommunication Growth Infrastructure Fund	THA	THB	1,088,192	0.76
Electronic Equipment, Instruments & Components					
120,160	Knowles Corp.	USA	USD	2,174,896	1.52
184,604	TTM Technologies Inc.	USA	USD	1,844,194	1.29
281,929	Laird PLC	GBR	GBP	1,628,582	1.14
73,630	Oxford Instruments PLC	GBR	GBP	1,122,604	0.79
464,000	Tripod Technology Corp.	TWN	TWD	825,916	0.58
				<u>7,596,192</u>	<u>5.32</u>

The accompanying notes form an integral part of these financial statements

— Templeton Global Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Energy Equipment & Services					
68,700	Mullen Group Ltd.	CAN	CAD	1,122,632	0.78
115,000	Precision Drilling Corp.	CAN	CAD	773,419	0.54
66,150	GulfMark Offshore Inc., A	USA	USD	767,340	0.54
13,989	Tecnicas Reunidas SA	ESP	EUR	718,701	0.50
83,990	Newpark Resources Inc.	USA	USD	682,838	0.48
25,100	Unit Corp.	USA	USD	680,712	0.48
				<u>4,745,642</u>	<u>3.32</u>
Food & Staples Retailing					
91,910	SpartanNash Co.	USA	USD	2,990,752	2.09
51,219	Marr SpA	ITA	EUR	907,588	0.64
				<u>3,898,340</u>	<u>2.73</u>
Food Products					
191,071	Devro PLC	GBR	GBP	908,772	0.64
Health Care Equipment & Supplies					
574,237	Sorin SpA	ITA	EUR	1,606,296	1.12
8,100	Draegerwerk AG & Co. KGAA, pfd.	DEU	EUR	867,589	0.61
				<u>2,473,885</u>	<u>1.73</u>
Health Care Providers & Services					
89,913	Amplifon SpA	ITA	EUR	699,922	0.49
Hotels, Restaurants & Leisure					
46,392	Melia Hotels International SA	ESP	EUR	612,147	0.43
Household Durables					
807,000	Techtronic Industries Co. Ltd.	HKG	HKD	2,662,533	1.87
426,000	Haier Electronics Group Co. Ltd.	CHN	HKD	1,145,834	0.80
24,869	Bellway PLC	GBR	GBP	926,721	0.65
53,882	Iida Group Holdings Co. Ltd.	JPN	JPY	858,484	0.60
47,390	Bovis Homes Group PLC	GBR	GBP	828,625	0.58
				<u>6,422,197</u>	<u>4.50</u>
Leisure products					
109,934	Amer Sports OYJ	FIN	EUR	2,928,131	2.05
162,880	JAKKS Pacific Inc.	USA	USD	1,610,883	1.13
56,920	Smith & Wesson Holding Corp.	USA	USD	944,303	0.66
76,785	Black Diamond Inc.	USA	USD	709,494	0.50
228,490	LeapFrog Enterprises Inc.	USA	USD	319,886	0.22
				<u>6,512,697</u>	<u>4.56</u>
Life Sciences Tools & Services					
40,290	Gerresheimer AG	DEU	EUR	2,510,426	1.76
4,480	Tecan Group AG	CHE	CHF	536,584	0.37
				<u>3,047,010</u>	<u>2.13</u>
Machinery					
80,910	Hillenbrand Inc.	USA	USD	2,483,937	1.74
82,397	Aalberts Industries NV	NLD	EUR	2,446,280	1.71
21,760	Hyster-Yale Materials Handling Inc.	USA	USD	1,507,533	1.05
3,251	Construcciones y Auxiliar de Ferrocarriles SA	ESP	EUR	965,731	0.68
22,897	Turk Traktor ve Ziraat Makineleri AS	TUR	TRY	589,270	0.41
69,700	Nachi-Fujikoshi Corp.	JPN	JPY	411,173	0.29
				<u>8,403,924</u>	<u>5.88</u>
Media					
176,620	UBM PLC	GBR	GBP	1,483,077	1.04
Metals & Mining					
245,890	HudBay Minerals Inc.	CAN	CAD	2,047,443	1.43
156,670	Stillwater Mining Co.	USA	USD	1,815,805	1.27
				<u>3,863,248</u>	<u>2.70</u>
Oil, Gas & Consumable Fuels					
754,000	NewOcean Energy Holdings Ltd.	HKG	HKD	352,116	0.25
Personal Products					
39,211	Kobayashi Pharmaceutical Co. Ltd.	JPN	JPY	2,665,541	1.87
61,160	Ontex Group NV	BEL	EUR	1,834,861	1.28
29,570	Oriflame Holding AG	CHE	SEK	477,835	0.33
				<u>4,978,237</u>	<u>3.48</u>
Pharmaceuticals					
81,800	Tsumura & Co.	JPN	JPY	1,760,448	1.23
430,240	Vectura Group PLC	GBR	GBP	1,212,577	0.85
39,910	Orexo AB	SWE	SEK	327,275	0.23
				<u>3,300,300</u>	<u>2.31</u>
Professional Services					
91,213	Heidrick & Struggles International Inc.	USA	USD	2,378,835	1.66
Real Estate Investment Trusts (REITs)					
35,800	Education Realty Trust Inc.	USA	USD	1,122,688	0.79

The accompanying notes form an integral part of these financial statements

— Templeton Global Smaller Companies Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Real Estate Management & Development					
83,530	Grand City Properties SA	DEU	EUR	1,449,877	1.02
327,237	Foxtons Group PLC	GBR	GBP	1,217,878	0.85
4,076,750	Vista Land & Lifescapes Inc.	PHL	PHP	573,859	0.40
				<u>3,241,614</u>	<u>2.27</u>
Road & Rail					
56,360	ArcBest Corp.	USA	USD	1,792,248	1.25
Software					
150,910	Glu Mobile Inc.	USA	USD	937,151	0.66
37,800	Capcom Co. Ltd.	JPN	JPY	732,281	0.51
				<u>1,669,432</u>	<u>1.17</u>
Specialty Retail					
51,950	Hibbett Sports Inc.	USA	USD	2,419,831	1.69
159,770	West Marine Inc.	USA	USD	1,540,183	1.08
399,000	Luk Fook Holdings (International) Ltd.	HKG	HKD	1,176,156	0.82
33,130	The Finish Line Inc., A	USA	USD	921,676	0.65
				<u>6,057,846</u>	<u>4.24</u>
Technology Hardware, Storage & Peripherals					
18,056	Sindoh Co. Ltd.	KOR	KRW	1,035,328	0.72
Textiles, Apparel & Luxury Goods					
49,140	Columbia Sportswear Co.	USA	USD	2,971,005	2.08
107,800	Asics Corp.	JPN	JPY	2,787,703	1.95
352,500	Samsonite International SA	HKG	HKD	1,218,708	0.85
272,600	Alpargatas SA, pfd.	BRA	BRL	723,942	0.51
9,890	Deckers Outdoor Corp.	USA	USD	711,783	0.50
				<u>8,413,141</u>	<u>5.89</u>
Thriffs & Mortgage Finance					
133,784	LIC Housing Finance Ltd.	IND	INR	949,102	0.67
21,900	Genworth MI Canada Inc.	CAN	CAD	575,116	0.40
				<u>1,524,218</u>	<u>1.07</u>
Trading Companies & Distributors					
167,910	Kloekner & Co. SE	DEU	EUR	1,514,796	1.06
273,580	SIG PLC	GBR	GBP	861,737	0.60
				<u>2,376,533</u>	<u>1.66</u>
Water Utilities					
20,300	Companhia de Saneamento de Minas Gerais	BRA	BRL	89,481	0.06
				<u>132,214,374</u>	<u>92.54</u>
TOTAL SHARES					
RIGHTS					
Health Care Equipment & Supplies					
574,237	Sorin SpA, rts., 07/22/15	ITA	EUR	22	0.00
				<u>22</u>	<u>0.00</u>
TOTAL RIGHTS					
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>132,963,556</u>	<u>93.07</u>
TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Metals & Mining					
896,000	Sakari Resources Ltd. **	IDN	SGD	859,946	0.60
Real Estate Management & Development					
172	D Carnegie & Co. AB **	SWE	SEK	0	0.00
				<u>859,946</u>	<u>0.60</u>
TOTAL SHARES					
TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET					
				<u>859,946</u>	<u>0.60</u>
				<u>133,823,502</u>	<u>93.67</u>

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Paper & Forest Products					
56,588	Verso Corp.	USA	USD	37,348	0.00
TOTAL SHARES				37,348	0.00
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				37,348	0.00
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
SHARES					
Air Freight & Logistics					
11,264	CEVA Holdings LLC, cvt. pfd., A-2	GBR	USD	8,335,205	0.03
5,203	CEVA Holdings LLC	GBR	USD	3,850,464	0.01
203	CEVA Holdings LLC, cvt. pfd., A-1	GBR	USD	203,000	0.00
				12,388,669	0.04
Diversified Telecommunication Services					
679	Centaur Funding Corp., 9.08%, pfd., 144A	CYM	USD	839,201	0.00
TOTAL SHARES				13,227,870	0.04
BONDS					
Asset-Backed Securities					
11,520,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.75%, 01/15/23	DEU	EUR	13,865,541	0.05
820,000	Government of Ivory Coast, Reg S, 5.75%, 12/31/32	CIV	USD	776,056	0.00
645,508	Peru Enhanced Pass-Through Finance Ltd., senior secured bond, A-1, Reg S, zero cpn., 05/31/18	PER	USD	616,685	0.00
				15,258,282	0.05
Corporate Bonds					
112,160,000	Alfa Bond Issuance PLC, (Alfa Bank OJSC), loan participation, senior note, Reg S, 7.75%, 04/28/21	RUS	USD	111,318,800	0.36
989,000,000	General Electric Capital Corp., senior note, A, 8.50%, 04/06/18	USA	MXN	69,043,847	0.22
74,720,000	Edcon Pty. Ltd., senior secured note, first lien, Reg S, 9.50%, 03/01/18	ZAF	USD	58,842,000	0.19
43,300,000	HCA Inc., senior secured bond, first lien, 5.875%, 03/15/22	USA	USD	47,197,000	0.15
40,690,000	DP World Ltd., Reg S, 6.85%, 07/02/37	ARE	USD	44,689,420	0.15
44,000,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20	USA	USD	43,120,000	0.14
40,500,000	DaVita HealthCare Partners Inc., senior note, 5.75%, 08/15/22	USA	USD	43,081,875	0.14
39,250,000	VPI Escrow Corp., senior note, 144A, 6.375%, 10/15/20	CAN	USD	41,433,281	0.14
38,874,000	Bank of America Corp., junior sub. bond, M, 8.125% to 05/15/18, FRN thereafter, Perpetual	USA	USD	41,303,625	0.13
41,300,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	40,938,625	0.13
40,700,000	CIT Group Inc., senior note, 5.00%, 08/15/22	USA	USD	40,394,750	0.13
37,800,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 02/01/21	USA	USD	38,745,000	0.13
37,000,000	Wind Acquisition Finance SA, senior note, second lien, 144A, 7.375%, 04/23/21	ITA	USD	37,416,250	0.12
36,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 9.00%, 04/15/19	USA	USD	37,395,000	0.12
35,000,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	35,437,500	0.12
30,000,000	First Data Corp., senior bond, 12.625%, 01/15/21	USA	USD	34,725,000	0.11
31,828,000	LUKOIL International Finance BV, Reg S, 6.656%, 06/07/22	RUS	USD	33,049,240	0.11
32,000,000	FMG Resources (August 2006) Pty. Ltd., senior secured note, 144A, 9.75%, 03/01/22	AUS	USD	33,020,000	0.11
31,820,000	LUKOIL International Finance BV, senior note, Reg S, 6.125%, 11/09/20	RUS	USD	32,490,607	0.11
41,715,000	CHC Helicopter SA, senior secured note, first lien, 9.25%, 10/15/20	CAN	USD	30,425,878	0.10
33,000,000	Penn Virginia Corp., senior note, 8.50%, 05/01/20	USA	USD	29,782,500	0.10
30,000,000	Clayton Williams Energy Inc., senior note, 7.75%, 04/01/19	USA	USD	28,650,000	0.09
28,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	27,860,000	0.09
27,000,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	27,776,250	0.09
25,500,000	JBS USA LLC/Finance Inc., senior note, 144A, 8.25%, 02/01/20	USA	USD	27,157,500	0.09
30,000,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	26,850,000	0.09
27,500,000	Digicel Group Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	26,606,250	0.09
30,000,000	Intelsat Jackson Holdings SA, senior bond, 5.50%, 08/01/23	LUX	USD	26,568,750	0.09
25,000,000	CHS/Community Health Systems Inc., senior note, 7.125%, 07/15/20	USA	USD	26,550,000	0.09
26,926,000	First Quantum Minerals Ltd., senior note, 144A, 6.75%, 02/15/20	CAN	USD	26,185,535	0.09
26,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	25,382,500	0.08
38,275,000	Halcon Resources Corp., senior note, 8.875%, 05/15/21	USA	USD	25,357,188	0.08
22,000,000	Sprint Communications Inc., senior note, 144A, 9.00%, 11/15/18	USA	USD	24,898,720	0.08
21,400,000	Navient Corp., senior note, 8.45%, 06/15/18	USA	USD	23,835,320	0.08
28,000,000	CGG SA, senior note, 6.50%, 06/01/21	FRA	USD	23,380,000	0.08
25,000,000	iHeartCommunications Inc., senior secured bond, first lien, 9.00%, 03/01/21	USA	USD	22,875,000	0.07
21,500,000	ArcelorMittal, senior note, 6.25%, 03/01/21	LUX	USD	22,681,318	0.07
23,000,000	DISH DBS Corp., senior note, 5.875%, 07/15/22	USA	USD	22,597,500	0.07
24,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	21,990,000	0.07
26,900,000	Visant Corp., senior note, 10.00%, 10/01/17	USA	USD	21,822,625	0.07
35,000,000	Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc., senior secured note, first lien, 144A, 11.50%, 10/01/20 *	USA	USD	21,437,500	0.07
22,000,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	CAN	USD	21,147,500	0.07
25,500,000	BMC Software Finance Inc., senior note, 144A, 8.125%, 07/15/21	USA	USD	20,750,625	0.07
20,000,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior bond, 5.50%, 04/15/23	USA	USD	20,456,000	0.07

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
20,000,000	Intelsat Jackson Holdings SA, senior note, 7.50%, 04/01/21	LUX	USD	19,850,000	0.06
19,400,000	Navient Corp., senior note, 5.50%, 01/15/19	USA	USD	19,829,128	0.06
18,233,000	Calpine Corp., senior secured bond, 144A, 7.875%, 01/15/23	USA	USD	19,782,805	0.06
26,400,000	Chaparral Energy Inc., senior note, 8.25%, 09/01/21	USA	USD	19,668,000	0.06
19,500,000	Post Holdings Inc., senior note, 144A, 6.75%, 12/01/21	USA	USD	19,548,750	0.06
21,400,000	Linn Energy LLC/Finance Corp., senior note, 7.75%, 02/01/21	USA	USD	16,745,500	0.05
27,000,000	Offshore Group Investment Ltd., senior secured note, first lien, 7.50%, 11/01/19	USA	USD	16,689,375	0.05
13,169,000	HSBC Holdings PLC, sub. note, 6.50%, 09/15/37	GBR	USD	15,894,443	0.05
20,000,000	Caesars Entertainment Operating Co. Inc., senior secured note, first lien, 11.25%, 06/01/17 *	USA	USD	15,800,000	0.05
22,000,000	W&T Offshore Inc., senior note, 8.50%, 06/15/19	USA	USD	15,372,500	0.05
14,500,000	CHS/Community Health Systems Inc., senior note, 8.00%, 11/15/19	USA	USD	15,315,625	0.05
13,500,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	14,816,250	0.05
17,600,000	Linn Energy LLC/Finance Corp., senior note, 8.625%, 04/15/20	USA	USD	14,523,696	0.05
15,100,000	Stena International SA, secured bond, 144A, 5.75%, 03/01/24	SWE	USD	14,458,099	0.05
8,700,000	Virgin Media Finance PLC, senior bond, Reg S, 6.375%, 10/15/24	GBR	GBP	14,274,205	0.05
14,000,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 01/15/25	GBR	USD	14,078,750	0.05
13,000,000	First Data Corp., senior secured bond, second lien, 144A, 8.25%, 01/15/21	USA	USD	13,747,500	0.05
12,600,000	Digicel Group Ltd., senior note, 144A, 8.25%, 09/30/20	BMU	USD	12,663,000	0.04
12,000,000	Reynolds Group Issuer Inc./LLC/SA, senior note, 8.50%, 05/15/18	USA	USD	12,255,000	0.04
12,300,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	12,146,250	0.04
11,500,000	Barmarco Finance Pty. Ltd., senior note, 144A, 9.00%, 06/01/18	AUS	USD	10,932,188	0.04
20,000,000	Energy XXI Gulf Coast Inc., senior note, 9.25%, 12/15/17	USA	USD	10,650,000	0.04
10,300,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	10,351,500	0.03
174,930,000	Toyota Motor Credit Corp., senior note, zero cpn., 02/15/17	JPN	MXN	10,234,730	0.03
10,000,000	Wind Acquisition Finance SA, senior secured note, first lien, 144A, 4.75%, 07/15/20	ITA	USD	9,950,000	0.03
9,229,000	ICICI Bank Ltd., junior sub. notes, Reg S, 6.375% to 04/30/17, FRN thereafter, 04/30/22	IND	USD	9,523,174	0.03
7,500,000	Ceramtec Group GmbH, senior note, 144A, 8.25%, 08/15/21	DEU	EUR	9,157,645	0.03
9,100,000	Grifols Worldwide Operations Ltd., senior note, 5.25%, 04/01/22	USA	USD	9,145,500	0.03
9,000,000	Tenet Healthcare Corp., senior note, 144A, 5.50%, 03/01/19	USA	USD	9,112,500	0.03
10,250,000	Edcon Pty. Ltd., senior secured note, first lien, Reg S, 9.50%, 03/01/18	ZAF	EUR	9,095,653	0.03
8,500,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	8,893,125	0.03
10,000,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	8,637,500	0.03
20,000,000	Midstates Petroleum Co. Inc./LLC, senior note, 9.25%, 06/01/21	USA	USD	8,400,000	0.03
7,700,000	Valeant Pharmaceuticals International Inc., senior note, 144A, 7.50%, 07/15/21	USA	USD	8,344,875	0.03
7,910,000	TNK-BP Finance SA, Reg S, 7.25%, 02/02/20	RUS	USD	8,078,088	0.03
19,393,000	Edcon Holdings Pty. Ltd., senior secured note, Reg S, 13.375%, 06/30/19	ZAF	EUR	8,023,651	0.03
8,900,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	7,943,250	0.03
8,400,000	California Resources Corp., senior note, 5.50%, 09/15/21	USA	USD	7,318,500	0.02
7,253,000	CGG SA, senior note, 7.75%, 05/15/17	FRA	USD	7,071,675	0.02
6,840,000	Virgin Media Secured Finance PLC, senior secured note, first lien, 144A, 5.375%, 04/15/21	GBR	USD	7,002,450	0.02
6,500,000	JBS USA LLC/Finance Inc., senior note, 144A, 7.25%, 06/01/21	USA	USD	6,881,875	0.02
6,500,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	6,792,500	0.02
7,300,000	iHeartCommunications Inc., senior secured note, first lien, 9.00%, 09/15/22	USA	USD	6,643,000	0.02
6,400,000	Tenet Healthcare Corp., senior note, 144A, 5.00%, 03/01/19	USA	USD	6,424,000	0.02
6,000,000	T-Mobile USA Inc., senior note, 6.731%, 04/28/22	USA	USD	6,270,000	0.02
6,000,000	T-Mobile USA Inc., senior note, 6.633%, 04/28/21	USA	USD	6,240,000	0.02
5,000,000	CIT Group Inc., senior note, 5.375%, 05/15/20	USA	USD	5,225,000	0.02
4,230,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, senior secured bond, first lien, Reg S, 5.625%, 04/15/23	DEU	EUR	5,091,253	0.02
7,300,000	Quicksilver Resources Inc., secured note, second lien, 144A, FRN, 7.00%, 06/21/19 *,†	USA	USD	4,471,250	0.01
4,300,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	4,450,500	0.01
4,000,000	Tenet Healthcare Corp., first lien, 6.00%, 10/01/20	USA	USD	4,275,000	0.01
12,600,000	Energy XXI Gulf Coast Inc., senior note, 6.875%, 03/15/24	USA	USD	4,158,000	0.01
3,552,000	LUKOIL International Finance BV, 144A, 6.656%, 06/07/22	RUS	USD	3,686,088	0.01
3,800,000	Post Holdings Inc., senior note, 144A, 6.00%, 12/15/22	USA	USD	3,671,750	0.01
53,452,000	Rabobank Nederland, senior note, 8.75%, 01/24/17	NLD	MXN	3,652,496	0.01
3,600,000	Sabine Pass Liquefaction LLC, first lien, 5.625%, 04/15/23	USA	USD	3,605,616	0.01
3,500,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	3,596,250	0.01
3,300,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.875%, 03/01/22	USA	USD	3,514,038	0.01
3,400,000	Regency Energy Partners LP/Regency Energy Finance Corp., senior note, 5.00%, 10/01/22	USA	USD	3,454,944	0.01
2,500,000	T-Mobile USA Inc., senior note, 6.125%, 01/15/22	USA	USD	2,587,500	0.01
2,000,000	Stena AB, senior bond, 144A, 7.00%, 02/01/24	SWE	USD	1,940,000	0.01
1,540,000	ICICI Bank Ltd., junior sub. bond, 144A, 6.375% to 04/30/17, FRN thereafter, 04/30/22	IND	USD	1,590,681	0.01
2,703,000	Verso Paper Holdings LLC/Inc., senior secured note, first lien, 11.75%, 01/15/19	USA	USD	1,588,013	0.01

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Corporate Bonds (continued)					
1,500,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 7.625%, 03/15/20	USA	USD	1,554,375	0.01
1,500,000	Frontier Communications Corp., senior note, 8.75%, 04/15/22	USA	USD	1,492,500	0.01
1,000,000	Hutchison Whampoa International Ltd., Reg S, 7.45%, 11/24/33	HKG	USD	1,364,940	0.00
1,200,000	Frontier Communications Corp., senior note, 8.50%, 04/15/20	USA	USD	1,257,600	0.00
1,000,000	Woori Bank, junior sub. note, 144A, 6.208% to 05/02/17, FRN thereafter, 05/02/67	KOR	USD	1,066,250	0.00
900,000	Virgin Media Finance PLC, senior secured note, 144A, 6.375%, 04/15/23	GBR	USD	933,750	0.00
900,000	Frontier Communications Corp., senior note, 7.875%, 01/15/27	USA	USD	837,000	0.00
700,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	621,250	0.00
400,000	GE Capital Trust IV, sub. bond, Reg S, 4.625% to 09/15/16, FRN thereafter, 09/15/66	USA	EUR	455,750	0.00
350,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior bond, Reg S, 5.136%, 03/22/17	RUS	EUR	398,323	0.00
				<u>2,091,782,651</u>	<u>6.79</u>
Government and Municipal Bonds					
712,940,000	Government of Portugal, Reg S, 5.125%, 10/15/24	PRT	USD	734,438,706	2.39
18,855,288,090	Government of Uruguay, senior bond, Index Linked, 4.375%, 12/15/28	URY	UYU	670,916,542	2.18
357,417,400	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	531,847,943	1.73
573,197,600,000	Korea Monetary Stabilization Bond, senior note, 2.07%, 12/02/16	KOR	KRW	514,958,374	1.67
422,808,320,000	Korea Treasury Bond, senior note, 3.00%, 12/10/16	KOR	KRW	384,838,864	1.25
1,131,125,000	Government of Poland, 4.75%, 10/25/16	POL	PLN	312,061,591	1.01
43,887,130	Government of Mexico, 7.25%, 12/15/16	MEX	MXN	292,663,235	0.95
917,855	Nota Do Tesouro Nacional, 10.00%, 01/01/17	BRA	BRL	280,378,394	0.91
3,617,461,000,000	Government of Indonesia, senior note, FR70, 8.375%, 03/15/24	IDN	IDR	272,954,435	0.89
26,794,900,000	Serbia Treasury Note, 10.00%, 03/02/18	SRB	RSD	263,596,102	0.86
226,920,000	Government of Serbia, Reg S, 7.25%, 09/28/21	SRB	USD	255,011,561	0.83
61,606,930,000	Government of Hungary, A, 6.75%, 11/24/17	HUN	HUF	244,411,837	0.79
59,190,090,000	Government of Hungary, 6.50%, 06/24/19	HUN	HUF	239,996,099	0.78
226,890,000	Government of Serbia, senior note, Reg S, 4.875%, 02/25/20	SRB	USD	229,951,881	0.75
251,010,400,000	Korea Monetary Stabilization Bond, senior note, 1.96%, 02/02/17	KOR	KRW	225,247,546	0.73
182,100,000	Government of Slovenia, senior note, Reg S, 5.85%, 05/10/23	SVN	USD	206,546,014	0.67
49,965,350,000	Government of Hungary, A, 6.00%, 11/24/23	HUN	HUF	204,256,597	0.66
175,720,000	Government of Hungary, senior note, 6.375%, 03/29/21	HUN	USD	200,107,300	0.65
219,650,000	Government of Ecuador, senior note, Reg S, 7.95%, 06/20/24	ECU	USD	197,699,277	0.64
2,512,700,000,000	Government of Indonesia, 8.375%, 03/15/34	IDN	IDR	187,993,178	0.61
344,110,000	Government of Ukraine, senior note, Reg S, 7.80%, 11/28/22	UKR	USD	181,087,887	0.59
10,792,600,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	176,946,089	0.57
2,343,471,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	175,720,252	0.57
147,230,000	Government of Hungary, senior note, 6.25%, 01/29/20	HUN	USD	165,150,099	0.54
119,600,000	Government of Hungary, 6.00%, 01/11/19	HUN	EUR	154,307,773	0.50
175,458	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	146,248,287	0.47
3,999,824,744	Uruguay Notas del Tesoro, 14, Index Linked, 4.00%, 06/10/20	URY	UYU	143,761,109	0.47
4,005,792,070	Uruguay Notas del Tesoro, 13, Index Linked, 4.00%, 05/25/25	URY	UYU	140,576,448	0.46
31,658,400,000	Government of Hungary, 7.50%, 11/12/20	HUN	HUF	136,398,019	0.44
594,304,000	Government of Ghana, 23.00%, 08/21/17	GHA	GHS	135,579,008	0.44
502,240,000	Government of Malaysia, senior note, 3.394%, 03/15/17	MYS	MYR	133,590,120	0.43
438,170	Nota Do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	124,234,008	0.40
3,533,062,751	Uruguay Notas del Tesoro, 18, Index Linked, 2.25%, 08/23/17	URY	UYU	123,899,276	0.40
237,570,000	Government of Ukraine, Reg S, 7.75%, 09/23/20	UKR	USD	117,332,259	0.38
432,298,000	Government of Malaysia, senior note, 3.172%, 07/15/16	MYS	MYR	114,649,712	0.37
134,952	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/19	BRA	BRL	112,970,016	0.37
3,737,468,000	Uruguay Treasury Bill, Strip, 04/03/17	URY	UYU	110,969,578	0.36
119,907,900,000	Korea Monetary Stabilization Bond, senior note, 2.46%, 08/02/16	KOR	KRW	108,055,268	0.35
28,154,810,000	Government of Hungary, 4.00%, 04/25/18	HUN	HUF	104,855,365	0.34
212,430,000	Financing of Infrastructure Projects State Enterprise, Reg S, 8.375%, 11/03/17	UKR	USD	103,922,880	0.34
10,388,660,000	Serbia Treasury Note, 10.00%, 02/05/22	SRB	RSD	100,076,367	0.33
102,630,900,000	Korea Monetary Stabilization Bond, senior note, 2.22%, 10/02/16	KOR	KRW	92,309,331	0.30
1,147,934,000,000	Government of Indonesia, senior bond, 9.00%, 03/15/29	IDN	IDR	90,835,903	0.29
78,150,000	Government of Hungary, 5.375%, 02/21/23	HUN	USD	84,786,889	0.28
951,650,000,000	Government of Indonesia, FR40, 11.00%, 09/15/25	IDN	IDR	84,158,121	0.27
282,690	Nota Do Tesouro Nacional, senior note, 10.00%, 01/01/19	BRA	BRL	83,997,367	0.27
79,390,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	80,760,271	0.26
94,170	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/45	BRA	BRL	79,833,190	0.26
148,010,000	Government of Ukraine, senior note, Reg S, 7.50%, 04/17/23	UKR	USD	77,797,756	0.25
275,437,000	Government of Poland, FRN, 2.01%, 01/25/21 †	POL	PLN	72,278,101	0.23
271,512,000	Government of Poland, FRN, 2.01%, 01/25/17 †	POL	PLN	72,159,895	0.23
80,720	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/22	BRA	BRL	67,274,302	0.22
136,820,000	Government of Ukraine, Reg S, 9.25%, 07/24/17	UKR	USD	66,614,237	0.22
16,388,580,000	Government of Hungary, B, 5.50%, 06/24/25	HUN	HUF	65,717,719	0.21
305,820,000	Government of Ghana, 19.04%, 09/24/18	GHA	GHS	64,282,873	0.21
1,711,801,455	Uruguay Notas del Tesoro, 10, Index Linked, 4.25%, 01/05/17	URY	UYU	62,984,783	0.20
773,830,000,000	Government of Indonesia, FR46, 9.50%, 07/15/23	IDN	IDR	61,993,765	0.20
2,007,350,000	Uruguay Treasury Bill, Strip, 02/10/17	URY	UYU	60,963,220	0.20
14,204,520,000	Government of Hungary, A, 7.00%, 06/24/22	HUN	HUF	60,515,353	0.20
3,631,500,000	Government of India, senior bond, 8.60%, 06/02/28	IND	INR	59,250,663	0.19
14,876,080,000	Government of Hungary, A, 5.50%, 12/20/18	HUN	HUF	58,262,280	0.19
249,530,000	Government of Ghana, 24.44%, 05/29/17	GHA	GHS	58,191,998	0.19

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
6,257,500,000	Serbia Treasury Note, 10.00%, 10/23/24	SRB	RSD	57,589,343	0.19
5,833,810,000	Serbia Treasury Note, 10.00%, 04/27/18	SRB	RSD	57,547,345	0.19
180,900,000	Government of Poland, 5.75%, 09/23/22	POL	PLN	56,234,512	0.18
1,576,362,365	Government of Uruguay, Index Linked, 4.25%, 04/05/27	URY	UYU	55,837,966	0.18
49,660,000	Government of Slovenia, senior note, Reg S, 5.50%, 10/26/22	SVN	USD	55,331,420	0.18
3,501,600,000	Government of India, senior bond, 7.80%, 05/03/20	IND	INR	54,546,567	0.18
5,333,780,000	Serbia Treasury Note, 10.00%, 09/11/21	SRB	RSD	51,622,365	0.17
1,553,500,000	Uruguay Treasury Bill, Strip, 07/28/16	URY	UYU	50,952,786	0.17
1,733,130,000	Uruguay Treasury Bill, Strip, 05/19/17	URY	UYU	50,481,584	0.16
182,890	Letra Tesouro Nacional, Strip, 10/01/16	BRA	BRL	49,751,572	0.16
91,790,000	Government of Ukraine, senior note, Reg S, 7.95%, 02/23/21	UKR	USD	48,476,594	0.16
1,301,140,000	Uruguay Notas del Tesoro, 7, 13.25%, 04/08/18	URY	UYU	48,258,560	0.16
4,655,790,000	Serbia Treasury Note, 10.00%, 07/10/17	SRB	RSD	45,306,093	0.15
11,628,820,000	Government of Hungary, B, 6.75%, 02/24/17	HUN	HUF	44,654,233	0.14
6,041,300,000	Government of Sri Lanka, B, 5.80%, 07/15/17	LKA	LKR	43,974,158	0.14
39,729,000	Government of Croatia, Reg S, 6.75%, 11/05/19	HRV	USD	43,805,593	0.14
5,595,690,000	Government of Sri Lanka, A, 8.00%, 11/15/18	LKA	LKR	42,045,202	0.14
2,799,600,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	41,588,848	0.14
4,411,930,000	Serbia Treasury Note, 8.00%, 04/06/17	SRB	RSD	41,464,051	0.13
2,629,300,000	Government of India, senior note, 8.12%, 12/10/20	IND	INR	41,404,374	0.13
38,848,000	Government of Hungary, 4.125%, 02/19/18	HUN	USD	40,507,004	0.13
1,068,293,525	Government of Uruguay, senior bond, Index Linked, 5.00%, 09/14/18	URY	UYU	40,216,108	0.13
1,208,525,997	Uruguay Notas del Tesoro, 19, Index Linked, 2.50%, 09/27/22	URY	UYU	39,123,344	0.13
144,960,000	Government of Malaysia, senior bond, 4.262%, 09/15/16	MYS	MYR	38,933,979	0.13
167,190,000	Government of Ghana, 23.00%, 02/13/17	GHA	GHS	38,238,385	0.12
3,907,800,000	Serbia Treasury Note, 10.00%, 12/19/16	SRB	RSD	37,789,515	0.12
42,328	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/16	BRA	BRL	35,797,496	0.12
71,850,000	Financing of Infrastructure Projects State Enterprise, Reg S, 7.40%, 04/20/18	UKR	USD	35,565,750	0.12
490,784,000	Inter-American Development Bank, senior note, 7.50%, 12/05/24	SP	MXN	35,504,291	0.12
152,920,000	Government of Ghana, 23.23%, 02/19/18	GHA	GHS	35,350,650	0.11
145,680,000	Government of Ghana, 23.47%, 05/21/18	GHA	GHS	34,011,769	0.11
116,560	Letra Tesouro Nacional, Strip, 07/01/16	BRA	BRL	32,788,032	0.11
36,952	Nota Do Tesouro Nacional, Index Linked, 6.00%, 05/15/17	BRA	BRL	31,286,667	0.10
3,133,070,000	Serbia Treasury Note, 10.00%, 03/20/21	SRB	RSD	30,451,165	0.10
4,116,300,000	Government of Sri Lanka, A, 5.80%, 01/15/17	LKA	LKR	30,269,977	0.10
111,530,000	Government of Malaysia, senior bond, 3.814%, 02/15/17	MYS	MYR	29,860,677	0.10
3,901,880,000	Government of Sri Lanka, C, 8.50%, 04/01/18	LKA	LKR	29,816,204	0.10
827,150,000	Uruguay Notas del Tesoro, 11.00%, 03/21/17	URY	UYU	29,589,300	0.10
4,185,166	Mexican Udibonos, Index Linked, 3.50%, 12/14/17	MEX	MXN	28,336,185	0.09
100,950,000	Government of Poland, 4.75%, 04/25/17	POL	PLN	28,181,780	0.09
3,646,880,000	Government of Sri Lanka, A, 9.00%, 05/01/21	LKA	LKR	27,537,226	0.09
310,220,000,000	Government of Indonesia, FR42, 10.25%, 07/15/27	IDN	IDR	26,525,920	0.09
775,788,142	Government of Uruguay, senior bond, Index Linked, 4.00%, 07/10/30	URY	UYU	26,359,126	0.09
2,715,860,000	Government of Sri Lanka, 10.60%, 07/01/19	LKA	LKR	22,073,234	0.07
258,540,000,000	Government of Indonesia, FR47, 10.00%, 02/15/28	IDN	IDR	21,791,147	0.07
25,435	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/18	BRA	BRL	21,398,422	0.07
281,696,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	21,289,091	0.07
2,678,950,000	Government of Sri Lanka, D, 8.50%, 06/01/18	LKA	LKR	20,443,076	0.07
2,104,300,000	Serbia Treasury Bond, 10.00%, 08/15/16	SRB	RSD	20,251,719	0.07
78,620,000	Government of Ghana, 25.40%, 07/31/17	GHA	GHS	18,628,883	0.06
2,376,800,000	Government of Sri Lanka, B, 6.40%, 10/01/16	LKA	LKR	17,680,790	0.06
210,024,000,000	Government of Indonesia, FR43, 10.25%, 07/15/22	IDN	IDR	17,370,833	0.06
2,439,399	Mexican Udibonos, Index Linked, 4.00%, 06/13/19	MEX	MXN	16,840,692	0.05
1,057,900,000	Government of India, senior bond, 8.28%, 09/21/27	IND	INR	16,791,559	0.05
1,033,200,000	Government of India, senior note, 8.35%, 05/14/22	IND	INR	16,456,647	0.05
1,928,360,000	Government of Sri Lanka, 10.60%, 09/15/19	LKA	LKR	15,674,964	0.05
151,352,000,000	Government of Indonesia, FR34, 12.80%, 06/15/21	IDN	IDR	13,723,510	0.04
1,311,560,000	Serbia Treasury Note, 10.00%, 05/08/17	SRB	RSD	12,721,962	0.04
15,120	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/20	BRA	BRL	12,634,050	0.04
1,923,489	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	12,438,514	0.04
1,255,820,000	Serbia Treasury Note, 10.00%, 11/08/17	SRB	RSD	12,304,058	0.04
159,424,000,000	Government of Indonesia, 7.875%, 04/15/19	IDN	IDR	11,899,136	0.04
1,178,270,000	Serbia Treasury Note, 10.00%, 10/17/16	SRB	RSD	11,370,191	0.04
341,080,000	Uruguay Treasury Bill, Strip, 11/03/16	URY	UYU	10,675,172	0.03
1,052,020,000	Serbia Treasury Note, 10.00%, 11/21/18	SRB	RSD	10,383,253	0.03
412,650,000	Government of the Philippines, senior bond, 9.125%, 09/04/16	PHL	PHP	9,704,596	0.03
107,434,000,000	Government of Indonesia, FR31, 11.00%, 11/15/20	IDN	IDR	9,007,739	0.03
25,438,000	Government of Peru, senior bond, 7.84%, 08/12/20	PER	PEN	8,892,209	0.03
115,440,000,000	Government of Indonesia, FR48, 9.00%, 09/15/18	IDN	IDR	8,879,079	0.03
34,330,000	Government of Ghana, 22.49%, 04/23/18	GHA	GHS	7,854,090	0.03
229,480,000	Uruguay Treasury Bill, Strip, 09/15/16	URY	UYU	7,298,739	0.02
76,180,000,000	Government of Indonesia, FR39, 11.75%, 08/15/23	IDN	IDR	6,852,917	0.02
654,350,000	Serbia Treasury Note, 8.00%, 03/23/17	SRB	RSD	6,152,145	0.02
4,900,000	Government of Hungary, senior note, Reg S, 4.375%, 07/04/17	HUN	EUR	5,825,996	0.02
63,998,000,000	Government of Indonesia, FR36, 11.50%, 09/15/19	IDN	IDR	5,356,825	0.02
10,030,000	Government of Ukraine, senior note, Reg S, 6.75%, 11/14/17	UKR	USD	4,983,656	0.02
648,790,000	Government of Sri Lanka, B, 8.50%, 07/15/18	LKA	LKR	4,944,861	0.02
155,816,203	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	4,934,180	0.02
576,860,000	Government of Sri Lanka, 11.20%, 07/01/22	LKA	LKR	4,817,485	0.02

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Bonds (continued)					
48,924,000,000	Government of Indonesia, FR35, 12.90%, 06/15/22	IDN	IDR	4,547,794	0.01
17,600,000	Government of Ghana, 26.00%, 06/05/17	GHA	GHS	4,199,639	0.01
557,200,000	Government of Sri Lanka, A, 6.40%, 08/01/16	LKA	LKR	4,154,863	0.01
551,640,000	Government of Sri Lanka, A, 7.50%, 08/15/18	LKA	LKR	4,096,552	0.01
423,950,000	Serbia Treasury Note, 8.00%, 01/12/17	SRB	RSD	3,992,108	0.01
40,850,000,000	Government of Indonesia, FR44, 10.00%, 09/15/24	IDN	IDR	3,389,210	0.01
2,357,000	Government of Hungary, senior note, Reg S, 5.75%, 06/11/18	HUN	EUR	2,970,470	0.01
34,325,000,000	Government of Indonesia, FR45, 9.75%, 05/15/37	IDN	IDR	2,873,068	0.01
31,550,000,000	Government of Indonesia, FR28, 10.00%, 07/15/17	IDN	IDR	2,460,048	0.01
30,897,000,000	Government of Indonesia, senior note, 8.50%, 10/15/16	IDN	IDR	2,345,496	0.01
136,100,000	Government of India, senior note, 7.28%, 06/03/19	IND	INR	2,096,858	0.01
8,680,000	Government of Ghana, 25.48%, 04/24/17	GHA	GHS	2,049,545	0.01
257,190,000	Government of Sri Lanka, 8.00%, 06/15/17	LKA	LKR	1,952,763	0.01
257,190,000	Government of Sri Lanka, 8.00%, 11/01/19	LKA	LKR	1,913,423	0.01
1,920	Nota Do Tesouro Nacional, Index Linked, 6.00%, 08/15/24	BRA	BRL	1,626,851	0.01
176,200,000	Government of Sri Lanka, 8.00%, 01/01/17	LKA	LKR	1,338,095	0.00
162,130,000	Government of Sri Lanka, 8.25%, 03/01/17	LKA	LKR	1,235,707	0.00
957,000	Government of Hungary, senior note, Reg S, 3.875%, 02/24/20	HUN	EUR	1,172,115	0.00
418,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	421,787	0.00
7,556,754	Uruguay Notas del Tesoro, 16, Index Linked, 3.25%, 01/27/19	URY	UYU	269,330	0.00
				<u>13,007,538,171</u>	<u>42.25</u>
Securities Maturing Within One Year					
944,447,280,000	Korea Treasury Bond, senior note, 2.75%, 12/10/15	KOR	KRW	847,958,674	2.75
104,534,840	Government of Mexico, 8.00%, 12/17/15	MEX	MXN	679,673,817	2.21
841,670,170	Mexico Treasury Bill, 0.00%, 03/31/16	MEX	MXN	521,637,860	1.69
394,372,700,000	Korea Monetary Stabilization Bond, senior note, 1.74%, 05/09/16	KOR	KRW	352,664,948	1.15
1,261,230,000	Government of Malaysia, 3.835%, 08/12/15	MYS	MYR	334,373,770	1.09
14,656,390,000	Government of the Philippines, senior note, 1.625%, 04/25/16	PHL	PHP	323,164,871	1.05
1,134,806,000	Government of Poland, Strip, 01/25/16	POL	PLN	298,921,271	0.97
43,961,490	Government of Mexico, 6.25%, 06/16/16	MEX	MXN	286,887,106	0.93
314,385,160,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 04/02/16	KOR	KRW	283,359,117	0.92
1,021,825,000	Government of Malaysia, 3.197%, 10/15/15	MYS	MYR	270,805,953	0.88
416,140,000	Mexico Treasury Bill, 0.00%, 10/01/15	MEX	MXN	262,595,207	0.85
387,263,340	Mexico Treasury Bill, 0.00%, 09/03/15	MEX	MXN	244,989,234	0.80
262,316,200,000	Korea Monetary Stabilization Bond, 0.00%, 07/07/15	KOR	KRW	234,215,682	0.76
250,533,100,000	Korea Treasury Bond, senior bond, 4.00%, 03/10/16	KOR	KRW	227,490,068	0.74
838,054,000	Government of Malaysia, 4.72%, 09/30/15	MYS	MYR	222,901,721	0.72
236,026,900,000	Korea Treasury Bond, senior note, 2.75%, 06/10/16	KOR	KRW	213,070,971	0.69
200,000,000	FHLB, 0.00%, 07/01/15	USA	USD	200,000,000	0.65
314,397,000	Mexico Treasury Bill, 0.00%, 07/23/15	MEX	MXN	199,582,853	0.65
310,210,900	Mexico Treasury Bill, 0.00%, 09/17/15	MEX	MXN	196,007,746	0.64
187,000,000	FHLB, 0.00%, 07/06/15	USA	USD	186,999,813	0.61
201,781,700,000	Korea Monetary Stabilization Bond, 0.00%, 10/06/15	KOR	KRW	179,477,477	0.58
4,655,871,000	Uruguay Treasury Bill, Strip, 08/20/15	URY	UYU	169,551,302	0.55
175,471,700,000	Korea Monetary Stabilization Bond, senior note, 2.79%, 06/02/16	KOR	KRW	158,428,397	0.51
4,270,473,000	Uruguay Notas del Tesoro, 10.25%, 08/22/15	URY	UYU	157,888,877	0.51
242,035,320	Mexico Treasury Bill, 0.00%, 10/15/15	MEX	MXN	152,530,426	0.50
537,940,000	Government of Poland, 5.00%, 04/25/16	POL	PLN	146,787,399	0.48
479,660	Letra Tesouro Nacional, Strip, 01/01/16	BRA	BRL	144,121,845	0.47
222,063,650	Mexico Treasury Bill, 0.00%, 08/20/15	MEX	MXN	140,678,952	0.46
3,288,839,000	Uruguay Notas del Tesoro, 9.50%, 01/27/16	URY	UYU	121,772,309	0.40
136,100,000,000	Korea Monetary Stabilization Bond, 0.00%, 12/15/15	KOR	KRW	120,692,908	0.39
131,374,100,000	Korea Monetary Stabilization Bond, 0.00%, 09/08/15	KOR	KRW	116,993,510	0.38
502,286,000	Government of Ghana, 21.00%, 10/26/15	GHA	GHS	113,585,182	0.37
175,758,470	Mexico Treasury Bill, 0.00%, 11/12/15	MEX	MXN	110,494,452	0.36
123,011,080,000	Korea Monetary Stabilization Bond, senior note, 2.80%, 08/02/15	KOR	KRW	109,988,918	0.36
115,769,640,000	Korea Monetary Stabilization Bond, 0.00%, 08/04/15	KOR	KRW	103,247,811	0.34
2,660,547,390	Uruguay Notas del Tesoro, 17, Index Linked, 2.75%, 06/16/16	URY	UYU	96,609,895	0.31
357,920,000	Malaysia Treasury Bill, 0.00%, 08/14/15	MYS	MYR	94,442,342	0.31
331,212,000	Government of Poland, 6.25%, 10/24/15	POL	PLN	89,295,329	0.29
98,941,650,000	Korea Monetary Stabilization Bond, senior note, 2.78%, 02/02/16	KOR	KRW	88,995,343	0.29
331,300,000	Bank of Negara Monetary Note, 0.00%, 07/16/15	MYS	MYR	87,638,524	0.29
11,348,200,000	Government of Sri Lanka, B, 8.00%, 06/01/16	LKA	LKR	85,874,742	0.28
137,446,300	Mexico Treasury Bill, 0.00%, 06/23/16	MEX	MXN	84,449,893	0.27
93,166,000,000	Korea Treasury Bond, senior note, 4.00%, 09/10/15	KOR	KRW	83,606,088	0.27
309,135,000	Government of Poland, Strip, 07/25/15	POL	PLN	82,086,268	0.27
105,410,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 08/14/15	SGP	SGD	78,191,149	0.25
120,976,850	Mexico Treasury Bill, 0.00%, 05/26/16	MEX	MXN	74,553,921	0.24
2,151,209,000	Uruguay Treasury Bill, Strip, 01/14/16	URY	UYU	74,376,059	0.24
78,824,400,000	Korea Monetary Stabilization Bond, senior note, 1.62%, 06/09/16	KOR	KRW	70,414,790	0.23
84,640,000	Monetary Authority of Singapore Treasury Bill, 0.00%, 07/31/15	SGP	SGD	62,804,149	0.20
2,759,310,000	Government of the Philippines, senior bond, 7.00%, 01/27/16	PHL	PHP	62,491,738	0.20
99,972,620	Mexico Treasury Bill, 0.00%, 04/28/16	MEX	MXN	61,790,998	0.20
230,150,000	Bank of Negara Monetary Note, 0.00%, 08/11/15	MYS	MYR	60,760,088	0.20
192,470	Letra Tesouro Nacional, Strip, 10/01/15	BRA	BRL	59,813,844	0.19
95,185,050	Mexico Treasury Bill, 0.00%, 12/10/15	MEX	MXN	59,679,710	0.19
94,442,490	Mexico Treasury Bill, 0.00%, 01/07/16	MEX	MXN	59,063,922	0.19
782,400,000,000	Indonesia Treasury Bill, 0.00%, 01/07/16	IDN	IDR	56,825,164	0.18
80,598,380	Mexico Treasury Bill, 0.00%, 03/03/16	MEX	MXN	50,105,902	0.16

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Securities Maturing Within One Year (continued)					
5,112,340,000	Serbia Treasury Bond, 10.00%, 06/27/16	SRB	RSD	49,074,818	0.16
73,740,050	Mexico Treasury Bill, 0.00%, 02/04/16	MEX	MXN	45,971,272	0.15
1,358,601,000	Uruguay Treasury Bill, Strip, 04/21/16	URY	UYU	45,382,305	0.15
70,437,600	Mexico Treasury Bill, 0.00%, 04/14/16	MEX	MXN	43,600,996	0.14
165,780,000	Bank of Negara Monetary Note, 0.00%, 10/01/15	MYS	MYR	43,585,364	0.14
4,318,900,000	Serbia Treasury Note, 10.00%, 10/18/15	SRB	RSD	40,550,939	0.13
983,335,900	Uruguay Treasury Bill, Strip, 07/02/15	URY	UYU	36,394,354	0.12
5,402,306	Mexican Udibonos, Index Linked, 5.00%, 06/16/16	MEX	MXN	36,049,402	0.12
1,037,455,000	Uruguay Treasury Bill, Strip, 03/03/16	URY	UYU	35,770,680	0.12
482,331,000,000	Indonesia Treasury Bill, 0.00%, 02/04/16	IDN	IDR	34,966,634	0.11
54,664,860	Mexico Treasury Bill, 0.00%, 08/13/15	MEX	MXN	34,651,457	0.11
54,310,690	Mexico Treasury Bill, 0.00%, 09/24/15	MEX	MXN	34,295,651	0.11
126,750,000	Bank of Negara Monetary Note, 0.00%, 08/04/15	MYS	MYR	33,481,069	0.11
51,583,600	Mexico Treasury Bill, 0.00%, 11/26/15	MEX	MXN	32,379,945	0.11
3,833,600,000	Government of Sri Lanka, A, 11.00%, 08/01/15	LKA	LKR	28,736,252	0.09
848,581,000	Uruguay Treasury Bill, Strip, 06/09/16	URY	UYU	28,340,248	0.09
42,651,000	Mexico Treasury Bill, 0.00%, 07/09/15	MEX	MXN	27,122,835	0.09
2,692,600,000	Serbia Treasury Note, 10.00%, 09/14/15	SRB	RSD	25,177,818	0.08
91,790,000	Bank of Negara Monetary Note, 0.00%, 11/03/15	MYS	MYR	24,068,162	0.08
37,577,980	Mexico Treasury Bill, 0.00%, 08/06/15	MEX	MXN	23,837,006	0.08
90,670,000	Bank of Negara Monetary Note, 0.00%, 11/12/15	MYS	MYR	23,746,390	0.08
2,274,240,000	Serbia Treasury Note, 10.00%, 03/13/16	SRB	RSD	21,645,301	0.07
93,155,000	Government of Ghana, 19.24%, 05/30/16	GHA	GHS	20,717,052	0.07
2,107,430,000	Serbia Treasury Note, 10.00%, 05/22/16	SRB	RSD	20,174,978	0.07
854,190,000	Philippine Treasury Bill, 0.00%, 09/02/15	PHL	PHP	18,882,327	0.06
19,117,800,000	Korea Monetary Stabilization Bond, senior note, 2.13%, 10/08/15	KOR	KRW	17,101,675	0.06
18,353,000,000	Korea Monetary Stabilization Bond, 0.00%, 07/21/15	KOR	KRW	16,377,074	0.05
732,920,000	Philippine Treasury Bill, 0.00%, 08/05/15	PHL	PHP	16,216,171	0.05
714,920,000	Philippine Treasury Bill, 0.00%, 07/08/15	PHL	PHP	15,838,840	0.05
17,560,660,000	Korea Monetary Stabilization Bond, senior note, 1.92%, 03/09/16	KOR	KRW	15,720,951	0.05
670,650,000	Philippine Treasury Bill, 0.00%, 02/03/16	PHL	PHP	14,709,129	0.05
395,415,000	Uruguay Treasury Bill, Strip, 10/08/15	URY	UYU	14,150,731	0.05
626,160,000	Philippine Treasury Bill, 0.00%, 12/02/15	PHL	PHP	13,778,074	0.05
369,370,000	Uruguay Treasury Bill, Strip, 11/26/15	URY	UYU	12,992,248	0.04
565,890,000	Philippine Treasury Bill, 0.00%, 10/07/15	PHL	PHP	12,487,982	0.04
45,370,000	Malaysia Treasury Bill, 0.00%, 09/04/15	MYS	MYR	11,949,897	0.04
534,690,000	Philippine Treasury Bill, 0.00%, 03/02/16	PHL	PHP	11,709,756	0.04
15,560,000	Government of Singapore, senior note, 1.125%, 04/01/16	SGP	SGD	11,573,248	0.04
1,496,300,000	Government of Sri Lanka, B, 11.00%, 09/01/15	LKA	LKR	11,258,571	0.04
41,420,000	Malaysia Treasury Bill, 0.00%, 07/24/15	MYS	MYR	10,948,242	0.04
10,000,000	DISH DBS Corp., senior note, 7.125%, 02/01/16	USA	USD	10,275,000	0.03
39,020,000	Bank of Negara Monetary Note, 0.00%, 11/24/15	MYS	MYR	10,208,967	0.03
1,077,100,000	Serbia Treasury Note, 10.00%, 09/28/15	SRB	RSD	10,088,847	0.03
38,030,000	Malaysia Treasury Bill, 0.00%, 12/11/15	MYS	MYR	9,931,113	0.03
1,005,710,000	Serbia Treasury Note, 10.00%, 04/25/16	SRB	RSD	9,606,268	0.03
915,970,000	Serbia Treasury Note, 10.00%, 01/30/16	SRB	RSD	8,683,433	0.03
9,094,600,000	Korea Monetary Stabilization Bond, senior note, 2.90%, 12/02/15	KOR	KRW	8,168,772	0.03
29,480,000	Malaysia Treasury Bill, 0.00%, 01/22/16	MYS	MYR	7,687,210	0.03
982,260,000	Government of Sri Lanka, A, 6.50%, 07/15/15	LKA	LKR	7,337,018	0.02
761,800,000	Serbia Treasury Note, 10.00%, 12/06/15	SRB	RSD	7,191,697	0.02
26,930,000	Malaysia Treasury Bill, 0.00%, 10/23/15	MYS	MYR	7,064,926	0.02
26,020,000	Bank of Negara Monetary Note, 0.00%, 08/18/15	MYS	MYR	6,866,165	0.02
30,580,000	Government of Ghana, 16.90%, 03/07/16	GHA	GHS	6,711,959	0.02
24,960,000	Bank of Negara Monetary Note, 0.00%, 09/22/15	MYS	MYR	6,566,685	0.02
25,110,000	Malaysia Treasury Bill, 0.00%, 03/18/16	MYS	MYR	6,514,301	0.02
24,500,000	Malaysia Treasury Bill, 0.00%, 09/25/15	MYS	MYR	6,446,702	0.02
24,230,000	Malaysia Treasury Bill, 0.00%, 07/31/15	MYS	MYR	6,400,558	0.02
24,240,000	Malaysia Treasury Bill, 0.00%, 10/09/15	MYS	MYR	6,366,732	0.02
23,560,000	Bank of Negara Monetary Note, 0.00%, 10/27/15	MYS	MYR	6,181,200	0.02
22,360,000	Malaysia Treasury Bill, 0.00%, 09/11/15	MYS	MYR	5,889,880	0.02
8,904,820	Mexico Treasury Bill, 0.00%, 10/29/15	MEX	MXN	5,604,444	0.02
118,842,500	ING Americas Issuance BV, 5.50%, 08/24/15	UKR	UAH	5,524,723	0.02
138,830,000	Uruguay Treasury Bill, 0.00%, 07/10/15	URY	UYU	5,126,169	0.02
18,850,000	Malaysia Treasury Bill, 0.00%, 07/10/15	MYS	MYR	4,988,822	0.02
478,900,000	Serbia Treasury Note, 10.00%, 11/08/15	SRB	RSD	4,502,711	0.01
585,480,000	Government of Sri Lanka, A, 8.50%, 11/01/15	LKA	LKR	4,400,239	0.01
176,430,000	Philippine Treasury Bill, 0.00%, 11/04/15	PHL	PHP	3,888,190	0.01
60,255,000	Rabobank Nederland, zero cpn., 10/05/15	NLD	MXN	3,797,667	0.01
101,240,000	Uruguay Treasury Bill, 0.00%, 04/11/16	URY	UYU	3,446,922	0.01
9,620,000	Malaysia Treasury Bill, 0.00%, 04/29/16	MYS	MYR	2,487,313	0.01
64,600,000	Uruguay Treasury Bill, 0.00%, 01/04/16	URY	UYU	2,270,762	0.01
48,160,800	ING Americas Issuance BV, Reg S, 5.50%, 08/25/15	UKR	UAH	2,237,728	0.01
6,740,000	Malaysia Treasury Bill, 0.00%, 05/27/16	MYS	MYR	1,741,082	0.01
30,480,000	Uruguay Treasury Bill, 0.00%, 10/23/15	URY	UYU	1,084,580	0.00
17,628,400	Citigroup Inc., FRN, 5.50%, 09/01/15 †	UKR	UAH	819,080	0.00
14,554,100	Citigroup Inc., Reg S, FRN, 5.50%, 09/01/15 †	UKR	UAH	676,237	0.00
7,000,000,000	Government of Indonesia, FR30, 10.75%, 05/15/16	IDN	IDR	540,695	0.00

The accompanying notes form an integral part of these financial statements

— Templeton Global Total Return Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
2,828,500	ING Americas Issuance BV, Reg S, 5.50%, 08/21/15	UKR	UAH	131,806	0.00
				<u>11,280,282,752</u>	<u>36.64</u>
	TOTAL BONDS			<u>26,394,861,856</u>	<u>85.73</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>26,408,089,726</u>	<u>85.77</u>
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
2,429,500	Fontainebleau Las Vegas, senior secured note, first lien, 144A, 11.00%, 06/15/15 *	USA	USD	12,269	0.00
15,000,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				<u>12,269</u>	<u>0.00</u>
	TOTAL BONDS			<u>12,269</u>	<u>0.00</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			<u>12,269</u>	<u>0.00</u>
	TOTAL INVESTMENTS			<u>26,408,139,343</u>	<u>85.77</u>

** These securities are submitted to a Fair Valuation

† Floating Rates are indicated as at June 30, 2015

* These Bonds are currently in default

— Templeton Growth (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
6,171,045	BAE Systems PLC	GBR	GBP	39,250,340	0.53
	Air Freight & Logistics				
1,092,860	United Parcel Service Inc., B	USA	USD	95,032,583	1.28
	Airlines				
7,782,450	Deutsche Lufthansa AG	DEU	EUR	90,004,034	1.21
	Auto Components				
873,020	Cie Generale des Etablissements Michelin, B	FRA	EUR	82,055,150	1.10
	Automobiles				
9,664,800	Nissan Motor Co. Ltd.	JPN	JPY	90,343,421	1.21
644,959	Hyundai Motor Co.	KOR	KRW	70,296,228	0.94
368,400	Toyota Motor Corp.	JPN	JPY	22,155,717	0.30
				182,795,366	2.45
	Banks				
3,387,170	Citigroup Inc.	USA	USD	167,892,028	2.26
7,856,126	ING Groep NV, IDR	NLD	EUR	116,349,226	1.56
13,178,779	HSBC Holdings PLC	GBR	HKD	107,168,403	1.44
1,910,470	BNP Paribas SA	FRA	EUR	103,451,950	1.39
1,671,310	JPMorgan Chase & Co.	USA	USD	101,617,807	1.36
7,062,100	Credit Agricole SA	FRA	EUR	94,208,414	1.27
2,352,800	SunTrust Banks Inc.	USA	USD	90,822,788	1.22
14,020,908	UniCredit SpA	ITA	EUR	84,475,971	1.13
4,724,792	DBS Group Holdings Ltd.	SGP	SGD	65,124,926	0.87
2,124,480	KB Financial Group Inc., ADR	KOR	USD	62,660,198	0.84
2,647,690	Standard Chartered PLC	GBR	GBP	38,032,681	0.51
2,314,620	Commerzbank AG	DEU	EUR	26,537,118	0.36
3,862,500	Bangkok Bank PCL, fgn.	THA	THB	18,246,633	0.25
194,493	KB Financial Group Inc.	KOR	KRW	5,751,635	0.08
				1,082,339,778	14.54
	Biotechnology				
1,040,030	Amgen Inc.	USA	USD	143,268,343	1.92
234,720	Gilead Sciences Inc.	USA	USD	24,658,816	0.33
				167,927,159	2.25
	Capital Markets				
3,117,030	Morgan Stanley	USA	USD	108,492,614	1.46
3,890,528	Credit Suisse Group AG	CHE	CHF	95,945,149	1.29
				204,437,763	2.75
	Chemicals				
1,116,956	Akzo Nobel NV	NLD	EUR	72,903,718	0.98
	Commercial Services & Supplies				
20,378,636	Serco Group PLC	GBR	GBP	33,897,896	0.45
	Communications Equipment				
3,755,160	Cisco Systems Inc.	USA	USD	92,526,980	1.24
4,478,402	Ericsson, B	SWE	SEK	41,627,279	0.56
				134,154,259	1.80
	Construction & Engineering				
997,390	FLSmidth & Co. AS	DNK	DKK	43,049,498	0.58
	Construction Materials				
4,313,351	CRH PLC	IRL	EUR	109,214,048	1.47
147,424	CRH PLC	IRL	GBP	3,711,635	0.05
127,200	CRH PLC, 144A	IRL	EUR	3,220,704	0.04
4,265	CRH PLC, 144A	IRL	GBP	107,378	0.00
				116,253,765	1.56
	Consumer Finance				
768,450	Capital One Financial Corp.	USA	USD	60,658,214	0.81
	Diversified Telecommunication Services				
8,848,591	Telefonica SA	ESP	EUR	112,819,535	1.51
28,225,200	Singapore Telecommunications Ltd.	SGP	SGD	79,163,171	1.06
618,118	Verizon Communications Inc.	USA	USD	25,851,747	0.35
				217,834,453	2.92
	Electronic Equipment, Instruments & Components				
5,575,080	Flextronics International Ltd.	SGP	USD	56,578,720	0.76

The accompanying notes form an integral part of these financial statements

— Templeton Growth (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Energy Equipment & Services					
1,393,040	Baker Hughes Inc.	USA	USD	77,123,754	1.04
633,630	Technip SA	FRA	EUR	35,179,138	0.47
2,519,090	Noble Corp. PLC	USA	USD	34,787,379	0.47
623,567	Halliburton Co.	USA	USD	24,098,910	0.32
				<u>171,189,181</u>	<u>2.30</u>
Food & Staples Retailing					
2,997,980	Metro AG	DEU	EUR	84,782,874	1.14
24,970,230	Tesco PLC	GBR	GBP	74,816,825	1.00
663,777	CVS Health Corp.	USA	USD	62,467,524	0.84
				<u>222,067,223</u>	<u>2.98</u>
Health Care Equipment & Supplies					
1,670,130	Medtronic PLC	USA	USD	111,047,272	1.49
3,801,170	Getinge AB, B	SWE	SEK	82,058,199	1.10
				<u>193,105,471</u>	<u>2.59</u>
Industrial Conglomerates					
717,330	Siemens AG	DEU	EUR	64,810,766	0.87
Insurance					
2,504,150	American International Group Inc.	USA	USD	138,908,477	1.87
4,443,215	AXA SA	FRA	EUR	100,549,956	1.35
1,070,300	Swiss Re AG	CHE	CHF	84,987,466	1.14
8,218,220	Aegon NV	NLD	EUR	54,174,506	0.73
6,065,464	Aviva PLC	GBR	GBP	42,110,063	0.56
				<u>420,730,468</u>	<u>5.65</u>
Internet Software & Services					
117,870	Google Inc., A	USA	USD	57,117,425	0.77
Life Sciences Tools & Services					
1,581,200	QIAGEN NV	NLD	EUR	34,841,742	0.47
Machinery					
2,347,570	Navistar International Corp.	USA	USD	47,669,711	0.64
Media					
3,123,300	Comcast Corp., Special A	USA	USD	167,984,747	2.26
2,680,340	Twenty-First Century Fox Inc., A	USA	USD	78,273,287	1.05
4,794,559	Sky PLC	GBR	GBP	70,087,900	0.94
676,040	Viacom Inc., B	USA	USD	39,211,473	0.53
2,456,005	News Corp., A	USA	USD	32,153,181	0.43
				<u>387,710,588</u>	<u>5.21</u>
Metals & Mining					
4,574,784	Mining and Metallurgical Co. Norilsk Nickel OJSC, ADR	RUS	USD	69,250,846	0.93
351,595	POSCO	KOR	KRW	63,117,780	0.85
				<u>132,368,626</u>	<u>1.78</u>
Multiline Retail					
622,880	Target Corp.	USA	USD	45,624,025	0.61
2,987,380	Marks & Spencer Group PLC	GBR	GBP	22,572,043	0.31
				<u>68,196,068</u>	<u>0.92</u>
Oil, Gas & Consumable Fuels					
1,987,830	Total SA, B	FRA	EUR	86,609,753	1.16
79,582,700	Kunlun Energy Co. Ltd.	CHN	HKD	72,684,353	0.98
6,825,990	Galp Energia SGPS SA, B	PRT	EUR	71,809,415	0.97
4,255,215	Eni SpA	ITA	EUR	67,743,023	0.91
8,794,175	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	64,390,926	0.87
10,841,485	BP PLC	GBR	GBP	64,210,901	0.86
2,246,906	Royal Dutch Shell PLC, B	GBR	GBP	57,234,603	0.77
5,505,140	Chesapeake Energy Corp.	USA	USD	55,177,364	0.74
1,011,650	Apache Corp.	USA	USD	52,314,047	0.70
484,290	Chevron Corp.	USA	USD	41,921,536	0.56
216,600	Suncor Energy Inc.	CAN	CAD	5,352,958	0.07
33,829	Royal Dutch Shell PLC, A	GBR	GBP	851,938	0.01
				<u>640,300,817</u>	<u>8.60</u>
Pharmaceuticals					
3,023,480	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	160,337,088	2.15
4,954,780	Pfizer Inc.	USA	USD	149,072,433	2.00
562,400	Roche Holding AG	CHE	CHF	141,393,016	1.90
1,481,660	Sanofi	FRA	EUR	130,741,678	1.76
5,904,937	GlaxoSmithKline PLC	GBR	GBP	110,084,600	1.48
823,580	Merck KGaA	DEU	EUR	73,611,580	0.99
267,467	Allergan PLC	USA	USD	72,830,128	0.98
				<u>838,070,523</u>	<u>11.26</u>
Software					
5,671,490	Microsoft Corp.	USA	USD	224,681,487	3.02
1,149,580	Oracle Corp.	USA	USD	41,570,347	0.56
608,070	SAP SE	DEU	EUR	38,065,182	0.51
				<u>304,317,016</u>	<u>4.09</u>

The accompanying notes form an integral part of these financial statements

— Templeton Growth (Euro) Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Specialty Retail				
22,274,909	Kingfisher PLC	GBR	GBP	109,052,680	1.46
1,240,590	Best Buy Co. Inc.	USA	USD	36,300,991	0.49
				<u>145,353,671</u>	<u>1.95</u>
	Technology Hardware, Storage & Peripherals				
222,567	Samsung Electronics Co. Ltd.	KOR	KRW	226,173,141	3.04
3,786,300	Hewlett-Packard Co.	USA	USD	101,957,793	1.37
4,408,539	Konica Minolta Inc.	JPN	JPY	46,187,068	0.62
				<u>374,318,002</u>	<u>5.03</u>
	Textiles, Apparel & Luxury Goods				
1,551,890	Michael Kors Holdings Ltd.	USA	USD	58,611,019	0.79
	Wireless Telecommunication Services				
6,960,800	Turkcell Iletisim Hizmetleri AS, ADR	TUR	USD	71,765,976	0.97
20,489,974	Vodafone Group PLC	GBR	GBP	66,389,827	0.89
735,100	SoftBank Group Corp.	JPN	JPY	38,852,138	0.52
1,898,000	China Mobile Ltd.	CHN	HKD	21,838,753	0.29
				<u>198,846,694</u>	<u>2.67</u>
	TOTAL SHARES			<u>7,038,797,707</u>	<u>94.54</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>7,038,797,707</u>	<u>94.54</u>
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
115,414	FTSMF Templeton China Opportunities Fund - F2 (acc) USD	LUX	USD	52,989,368	0.71
	TOTAL SHARES			<u>52,989,368</u>	<u>0.71</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			<u>52,989,368</u>	<u>0.71</u>
	TOTAL INVESTMENTS			<u>7,091,787,075</u>	<u>95.25</u>

The accompanying notes form an integral part of these financial statements

— Templeton Korea Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Auto Components					
54,433	Global & Yuasa Battery Co. Ltd.	KOR	KRW	1,859,582	3.00
31,032	Hankook Tire Co. Ltd.	KOR	KRW	<u>1,164,074</u>	<u>1.87</u>
				<u>3,023,656</u>	<u>4.87</u>
Banks					
60,380	Shinhan Financial Group Co. Ltd.	KOR	KRW	2,240,710	3.61
47,020	KB Financial Group Inc.	KOR	KRW	1,549,639	2.49
1	DGB Financial Group Inc.	KOR	KRW	11	0.00
				<u>3,790,360</u>	<u>6.10</u>
Biotechnology					
41,752	Hans Biomed Corp.	KOR	KRW	939,722	1.51
10,312	Cell Biotech Co. Ltd.	KOR	KRW	<u>603,262</u>	<u>0.97</u>
				<u>1,542,984</u>	<u>2.48</u>
Construction & Engineering					
25,684	Daelim Industrial Co. Ltd.	KOR	KRW	1,881,040	3.03
24,444	Hyundai Development Co.	KOR	KRW	1,445,280	2.33
41,012	Samsung Engineering Co. Ltd.	KOR	KRW	<u>1,157,496</u>	<u>1.86</u>
				<u>4,483,816</u>	<u>7.22</u>
Health Care Equipment & Supplies					
70,821	Interojo Co. Ltd.	KOR	KRW	2,204,380	3.55
17,988	I-Sens Inc.	KOR	KRW	980,018	1.58
20,000	Vieworks Co. Ltd.	KOR	KRW	<u>767,211</u>	<u>1.23</u>
				<u>3,951,609</u>	<u>6.36</u>
Internet & Catalog Retail					
10,702	GS Home Shopping Inc.	KOR	KRW	2,006,315	3.23
6,542	NS Shopping Co. Ltd.	KOR	KRW	1,294,213	2.09
37,946	Interpark Corp.	KOR	KRW	<u>316,544</u>	<u>0.51</u>
				<u>3,617,072</u>	<u>5.83</u>
Machinery					
145,520	Daewoo Shipbuilding & Marine Engineering Co. Ltd.	KOR	KRW	1,728,606	2.78
87,440	Samsung Heavy Industries Co. Ltd.	KOR	KRW	<u>1,331,546</u>	<u>2.15</u>
				<u>3,060,152</u>	<u>4.93</u>
Multiline Retail					
8,231	Lotte Shopping Co. Ltd.	KOR	KRW	<u>1,723,920</u>	<u>2.78</u>
Oil, Gas & Consumable Fuels					
17,302	SK Innovation Co. Ltd.	KOR	KRW	<u>1,885,288</u>	<u>3.04</u>
Personal Products					
11,282	Korea Kolmar Co. Ltd.	KOR	KRW	1,022,760	1.65
4,372	Amorepacific Corp., pfd.	KOR	KRW	<u>800,489</u>	<u>1.29</u>
				<u>1,823,249</u>	<u>2.94</u>
Pharmaceuticals					
114,185	Bukwang Pharmaceutical Co. Ltd.	KOR	KRW	<u>3,436,850</u>	<u>5.54</u>
Semiconductors & Semiconductor Equipment					
98,903	SK Hynix Semiconductor Inc.	KOR	KRW	3,736,555	6.02
85,708	Silicon Works Co. Ltd.	KOR	KRW	2,878,265	4.63
152,955	Anapass Inc.	KOR	KRW	<u>1,905,722</u>	<u>3.07</u>
				<u>8,520,542</u>	<u>13.72</u>
Specialty Retail					
126,090	Kolao Holdings	KOR	KRW	<u>2,516,980</u>	<u>4.05</u>
Technology Hardware, Storage & Peripherals					
3,760	Samsung Electronics Co. Ltd.	KOR	KRW	<u>4,258,226</u>	<u>6.86</u>
Textiles, Apparel & Luxury Goods					
60,575	Fila Korea Ltd.	KOR	KRW	6,005,346	9.67
48,703	Youngone Corp.	KOR	KRW	2,396,784	3.86
25,482	Youngone Holdings Co. Ltd.	KOR	KRW	<u>2,002,801</u>	<u>3.23</u>
				<u>10,404,931</u>	<u>16.76</u>
Trading Companies & Distributors					
103,546	iMarketkorea Inc.	KOR	KRW	<u>2,774,445</u>	<u>4.47</u>
TOTAL SHARES					
				<u>60,814,080</u>	<u>97.95</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
				<u>60,814,080</u>	<u>97.95</u>
TOTAL INVESTMENTS					
				<u>60,814,080</u>	<u>97.95</u>

The accompanying notes form an integral part of these financial statements

— Templeton Latin America Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Airlines					
142,457	Copa Holdings SA	PAN	USD	<u>11,765,524</u>	<u>1.00</u>
Banks					
38,916,022	Itausa - Investimentos Itau SA, pfd.	BRA	BRL	111,481,772	9.47
7,306,148	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	80,002,321	6.80
7,497,000	Banco Bradesco SA, ADR, pfd.	BRA	USD	68,672,520	5.83
6,557,368	Grupo Financiero Banorte SAB de CV	MEX	MXN	36,053,311	3.06
241,500	Credicorp Ltd.	PER	USD	33,549,180	2.85
1,116,090	Intercorp Financial Services Inc., Reg S	PER	USD	32,924,655	2.80
282,902	Bancolombia SA, ADR	COL	USD	12,164,786	1.03
494,990	Banco Santander Chile, ADR	CHL	USD	<u>10,023,547</u>	<u>0.85</u>
				<u>384,872,092</u>	<u>32.69</u>
Beverages					
9,993,247	Ambev SA	BRA	BRL	61,367,398	5.21
2,316,524	Cia Cervecerias Unidas SA, ADR	CHL	USD	49,063,978	4.17
6,097,945	Embotelladora Andina SA, pfd., A	CHL	CLP	<u>14,614,464</u>	<u>1.24</u>
				<u>125,045,840</u>	<u>10.62</u>
Capital Markets					
835,492	CETIP SA Mercados Organizados	BRA	BRL	<u>9,154,605</u>	<u>0.78</u>
Chemicals					
362,722	Sociedad Quimica y Minera de Chile SA, ADR, pfd., B	CHL	USD	<u>5,810,806</u>	<u>0.49</u>
Commercial Services & Supplies					
530,400	Valid Solucoes E Servicos DE Seguranca EM Meios DE Pagamento E Identificacao SA	BRA	BRL	<u>8,168,395</u>	<u>0.69</u>
Consumer Finance					
11,493,341	Credito Real SAB de CV SOFOM ER	MEX	MXN	25,702,357	2.18
996,800	Unifin Financiera SAPI de CV SOFOM ENR	MEX	MXN	<u>2,085,169</u>	<u>0.18</u>
				<u>27,787,526</u>	<u>2.36</u>
Diversified Consumer Services					
1,791,800	Kroton Educacional SA	BRA	BRL	6,849,661	0.58
1,069,300	Estacio Participacoes SA	BRA	BRL	<u>6,188,278</u>	<u>0.53</u>
				<u>13,037,939</u>	<u>1.11</u>
Diversified Financial Services					
13,493,800	BM&F BOVESPA SA	BRA	BRL	50,846,329	4.32
14,656,000	Bolsa Mexicana De Valores SA	MEX	MXN	<u>25,362,128</u>	<u>2.15</u>
				<u>76,208,457</u>	<u>6.47</u>
Diversified Telecommunication Services					
297,100	Telecom Argentina SA, B, ADR	ARG	USD	<u>5,344,829</u>	<u>0.46</u>
Energy Equipment & Services					
1,518,839	Tenaris SA, ADR	ARG	USD	<u>41,039,030</u>	<u>3.49</u>
Food & Staples Retailing					
31,384,123	Wal-Mart de Mexico SAB de CV, V	MEX	MXN	<u>76,653,050</u>	<u>6.51</u>
Food Products					
2,706,316	Grupo Herdez SAB de CV	MEX	MXN	<u>6,892,320</u>	<u>0.59</u>
Household Products					
3,433,600	Kimberly Clark de Mexico SAB de CV, A	MEX	MXN	<u>7,425,098</u>	<u>0.63</u>
Insurance					
855,072	FPC Par Corretora de Seguros SA	BRA	BRL	<u>3,727,864</u>	<u>0.32</u>
IT Services					
13,045,239	Sonda SA	CHL	CLP	<u>27,324,039</u>	<u>2.32</u>
Machinery					
7,533,500	Marcopolo SA, pfd.	BRA	BRL	<u>5,619,304</u>	<u>0.48</u>
Metals & Mining					
2,483,674	Ternium SA, ADR	LUX	USD	42,992,397	3.65
10,950,500	Grupo Mexico SA de CV, B	MEX	MXN	32,946,144	2.80
1,094,600	Southern Copper Corp.	PER	USD	32,192,186	2.73
1,173,800	Compania de Minas Buenaventura SA, ADR	PER	USD	12,184,044	1.04
1,645,903	Bradespar SA, pfd.	BRA	BRL	5,566,955	0.47
1,074,150	Vale SA, ADR, pfd., A	BRA	USD	<u>5,424,458</u>	<u>0.46</u>
				<u>131,306,184</u>	<u>11.15</u>
Multiline Retail					
8,681,775	Lojas Americanas SA	BRA	BRL	36,984,702	3.14
3,016,550	Lojas Americanas SA, pfd.	BRA	BRL	16,817,341	1.43
5,229,300	Grupo Sanborns SA de CV	MEX	MXN	<u>7,874,866</u>	<u>0.67</u>
				<u>61,676,909</u>	<u>5.24</u>

The accompanying notes form an integral part of these financial statements

— Templeton Latin America Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels				
198,000	YPF Sociedad Anonima, D, ADR	ARG	USD	<u>5,431,140</u>	<u>0.46</u>
	Paper & Forest Products				
3,321,761	Duratex SA	BRA	BRL	<u>7,753,588</u>	<u>0.66</u>
	Personal Products				
2,583,503	Natura Cosméticos SA	BRA	BRL	<u>22,875,502</u>	<u>1.94</u>
	Road & Rail				
3,120,258	Localiza Rent a Car SA	BRA	BRL	30,788,258	2.62
3,304,980	JSL SA	BRA	BRL	<u>11,475,994</u>	<u>0.97</u>
				<u>42,264,252</u>	<u>3.59</u>
	Software				
658,900	Totvs SA	BRA	BRL	<u>8,261,936</u>	<u>0.70</u>
	Specialty Retail				
1,811,800	Cia Hering	BRA	BRL	<u>7,077,571</u>	<u>0.60</u>
	Transportation Infrastructure				
2,526,600	CCR SA	BRA	BRL	<u>12,111,888</u>	<u>1.03</u>
	Water Utilities				
10,087,095	Inversiones Aguas Metropolitanas SA	CHL	CLP	<u>15,321,371</u>	<u>1.30</u>
	TOTAL SHARES			<u>1,149,957,059</u>	<u>97.68</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>1,149,957,059</u>	<u>97.68</u>
	TOTAL INVESTMENTS			<u>1,149,957,059</u>	<u>97.68</u>

The accompanying notes form an integral part of these financial statements

— Templeton Thailand Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING					
SHARES					
Banks					
2,119,500	Siam Commercial Bank PCL, fgn.	THA	THB	9,748,070	6.28
4,731,383	Tisco Financial Group PCL, fgn.	THA	THB	6,437,256	4.14
1,040,700	Kasikornbank PCL, fgn.	THA	THB	5,817,578	3.74
5,395,954	Krung Thai Bank PCL, fgn.	THA	THB	2,729,098	1.76
1,398,800	Kiatnakin Bank PCL, fgn.	THA	THB	1,458,376	0.94
261,360	Bangkok Bank PCL, fgn.	THA	THB	1,379,851	0.89
				<u>27,570,229</u>	<u>17.75</u>
Beverages					
13,130,000	Thai Beverage PCL, fgn.	THA	SGD	7,457,458	4.80
Building Products					
36,169,660	Dynasty Ceramic PCL, fgn.	THA	THB	3,936,834	2.54
Construction & Engineering					
2,273,300	Unique Engineering & Construction PCL, fgn.	THA	THB	1,089,248	0.70
Construction Materials					
305,446	Siam Cement PCL, fgn.	THA	THB	4,679,711	3.01
Food & Staples Retailing					
792,000	Big C Supercenter PCL, NVDR	THA	THB	4,521,029	2.91
174,100	Big C Supercenter PCL, fgn.	THA	THB	993,827	0.64
				<u>5,514,856</u>	<u>3.55</u>
Food Products					
422,200	Univanich Palm Oil PCL, fgn.	THA	THB	133,615	0.09
Health Care Providers & Services					
36,599,125	Bangkok Chain Hospital PCL, fgn.	THA	THB	7,631,583	4.92
5,180,600	Bangkok Dusit Medical Services PCL, fgn.	THA	THB	3,018,569	1.94
				<u>10,650,152</u>	<u>6.86</u>
Hotels, Restaurants & Leisure					
53,361,600	The Erawan Group PCL, fgn.	THA	THB	6,755,033	4.35
2,012,800	MK Restaurant Group PCL, fgn.	THA	THB	3,348,713	2.16
				<u>10,103,746</u>	<u>6.51</u>
Household Products					
2,234,000	DSG International Thailand PCL, fgn.	THA	THB	452,615	0.29
Insurance					
242,800	Thaire Life Assurance PCL	THA	THB	96,229	0.06
Media					
5,491,800	Major Cineplex Group PCL, fgn.	THA	THB	5,482,054	3.53
4,113,670	BEC World PCL, fgn.	THA	THB	4,562,633	2.94
				<u>10,044,687</u>	<u>6.47</u>
Oil, Gas & Consumable Fuels					
862,330	PTT PCL, fgn.	THA	THB	9,156,358	5.90
1,639,252	PTT Exploration and Production PCL, fgn.	THA	THB	5,284,782	3.40
				<u>14,441,140</u>	<u>9.30</u>
Real Estate Management & Development					
24,853,000	Land and Houses PCL, NVDR	THA	THB	6,505,444	4.19
24,048,096	Land and Houses PCL, fgn.	THA	THB	6,401,445	4.12
67,719,983	Quality Houses PCL, fgn.	THA	THB	5,047,452	3.25
10,500,900	Amata Corp. PCL, fgn.	THA	THB	4,658,784	3.00
5,699,900	Supalai PCL, fgn.	THA	THB	3,169,421	2.04
14,359,666	Sansiri PCL, fgn.	THA	THB	760,243	0.49
				<u>26,542,789</u>	<u>17.09</u>
Specialty Retail					
41,320,000	Beauty Community PCL, fgn.	THA	THB	4,937,380	3.18
3,600,000	Jubilee Enterprise PCL, fgn.	THA	THB	2,587,400	1.67
				<u>7,524,780</u>	<u>4.85</u>
Wireless Telecommunication Services					
4,293,750	Intouch Holdings PCL, fgn.	THA	THB	9,905,723	6.38
955,800	Advanced Info Service PCL, fgn.	THA	THB	6,784,738	4.37
				<u>16,690,461</u>	<u>10.75</u>
				<u>146,928,550</u>	<u>94.62</u>
TOTAL SHARES					
WARRANTS					
Media					
1,146,393	VGI Global Media PCL, wts., 08/01/18	THA	THB	38,654	0.02

The accompanying notes form an integral part of these financial statements

— Templeton Thailand Fund —

SCHEDULE OF INVESTMENTS AS OF JUNE 30, 2015 (CONTINUED)

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Management & Development				
3,452,320	Land and Houses PCL, NVDR, wts., 05/05/17	THA	THB	541,180	0.35
1,357,299	Land and Houses PCL, wts., 05/05/17	THA	THB	<u>212,768</u>	<u>0.14</u>
				<u>753,948</u>	<u>0.49</u>
	TOTAL WARRANTS			<u>792,602</u>	<u>0.51</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>147,721,152</u>	<u>95.13</u>
	TOTAL INVESTMENTS			<u>147,721,152</u>	<u>95.13</u>

The accompanying notes form an integral part of these financial statements

ADDITIONAL INFORMATION - UNAUDITED

Calculation Method of the Risk Exposure

Global exposure using the VaR approach

Fund	Market Risk	Regulatory VaR limit utilisation				Reference portfolio	Model type	Confidence Interval	Holding period	Observation period	Leverage
		Limit	Lowest	Highest	Average						
Franklin Brazil Opportunities Fund	Relative VaR	200%	22%	68%	39%	MSCI Brazil Index (20%), J.P.Morgan EMBI Brazil Plus Index (40%) and the IRF-M Índice de Renda Fixa de Mercado (40%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	374.03%
Franklin Global Aggregate Bond Fund	Relative VaR	200%	53%	117%	85%	Barclays Capital Global Aggregate Index (100%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	22.18%
Franklin Global Allocation Fund	Relative VaR	200%	104%	165%	133%	MSCI All Country World Index (50%), Citigroup World Government Bond Index (35%), Payden & Rygel 90-day US T-Bill Index (10%) and the Dow Jones-UBS Commodity Index (5%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	126.40%
Franklin Global Corporate High Yield Fund	Relative VaR	200%	93%	115%	106%	Bank of America Merrill Lynch Global High Yield Constrained Bond Index	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	2.93%
Franklin Global Government Bond Fund	Relative VaR	200%	64%	108%	82%	Citigroup World Government Bond ex-Japan Index	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	22.36%
Franklin Global Multi-Asset Income Fund	Relative VaR	200%	79%	114%	100%	55% Barclays Capital Multiverse + 40% MSCI World, 5% DJ UBS Commodity Total Return Index	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	22.16%
Franklin K2 Alternative Strategies Fund**	Absolute VaR	20%	0.66%	3.18%	2.15%	N/A	Monte Carlo Simulation	99th Percentile	20-Day	16 Sep 2014 to 30 Jun 2015	201.64%
Franklin Strategic Income Fund	Relative VaR	200%	74%	86%	79%	US High Yield (10%), US Mortgage-Backed (10%), US Government (10%), US Credit Corporates (10%), US Commercial Mortgage-Backed (5%), Global Treasury ex-US (10%), US Dollar Emerging Markets Sovereign (10%), Emerging Market Local Currency Government (10%) and Global High Yield (25%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	35.52%
Franklin U.S. Low Duration Fund	Relative VaR	200%	76%	136%	106%	Barclays Capital US Treasury 1-3Yr Index	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	39.23%
Franklin U.S. Total Return Fund	Relative VaR	200%	62%	78%	69%	Barclays Capital US Aggregate Index (100%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	49.19%
Templeton Asian Bond Fund	Relative VaR	200%	97%	115%	103%	HSBC Asian Local Bond Index (100%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	45.71%
Templeton Emerging Markets Bond Fund	Relative VaR	200%	88%	104%	95%	J.P. Morgan Emerging Markets Bond Index Global (50%) and J.P. Morgan Government Bond Index-Emerging Markets (50%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	76.22%
Templeton Global Bond Fund	Relative VaR	200%	83%	119%	98%	J.P. Morgan Government Bond Index Broad (50%), J.P. Morgan Emerging Markets Bond Index Global (25%) and J.P. Morgan Government Bond Index-Emerging Markets (25%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	109.29%

ADDITIONAL INFORMATION - UNAUDITED (CONTINUED)

Calculation Method of the Risk Exposure (continued)

Global exposure using the VaR approach (continued)

Fund	Market Risk	Regulatory VaR limit utilisation				Reference portfolio	Model type	Confidence Interval	Holding period	Observation period	Leverage
		Limit	Lowest	Highest	Average						
Templeton Global High Yield Fund	Relative VaR	200%	91%	105%	98%	J.P. Morgan Global High Yield Index (50%), J.P. Morgan Emerging Markets Bond Index Global (25%) and J.P. Morgan Government Bond Index-Emerging Markets (25%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	23.63%
Templeton Global Income Fund	Relative VaR	200%	97%	133%	119%	MSCI All Country World Index (50%), Barclays Capital Multiverse Index (25%), Barclays Capital Global High-Yield Index (12.5%), J.P. Morgan Emerging Markets Bond Index Global (6.25%) and J.P. Morgan Government Bond Index-Emerging Markets (6.25%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	26.35%
Templeton Global Total Return Fund	Relative VaR	200%	98%	133%	112%	Barclays Capital Multiverse Index (50%), Barclays Capital Global High-Yield Index (25%), J.P. Morgan Emerging Markets Bond Index Global (12.5%) and J.P. Morgan Government Bond Index-Emerging Markets (12.5%)	Monte Carlo Simulation	99th Percentile	20-Day	1 Jul 2014 to 30 Jun 2015	108.88%

*The leverage calculation method used is the sum of notionals approach. This figure represents the average level of leverage during the year.

**This Fund was launched during the year under review.

ADDITIONAL INFORMATION - UNAUDITED (CONTINUED)

Calculation Method of the Risk Exposure (continued)

Global exposure using the commitment approach

Franklin Asia Credit Fund	Franklin Real Return Fund
Franklin Biotechnology Discovery Fund	Franklin Technology Fund
Franklin Diversified Balanced Fund	Franklin U.S. Dollar Liquid Reserve Fund
Franklin Diversified Conservative Fund	Franklin U.S. Equity Fund
Franklin Diversified Dynamic Fund	Franklin U.S. Focus Fund
Franklin Euro Government Bond Fund	Franklin U.S. Government Fund
Franklin Euro High Yield Fund	Franklin U.S. Opportunities Fund
Franklin Euro Liquid Reserve Fund	Franklin U.S. Small-Mid Cap Growth Fund
Franklin Euro Short Duration Bond Fund	Franklin World Perspectives Fund
Franklin Euro Short-Term Money Market Fund	Franklin Mutual Beacon Fund
Franklin Euroland Fund	Franklin Mutual European Fund
Franklin European Fund	Franklin Mutual Global Discovery Fund
Franklin European Corporate Bond Fund	Templeton Africa Fund
Franklin European Dividend Fund	Templeton ASEAN Fund
Franklin European Growth Fund	Templeton Asian Dividend Fund
Franklin European Income Fund	Templeton Asian Growth Fund
Franklin European Small-Mid Cap Growth Fund	Templeton Asian Smaller Companies Fund
Franklin European Total Return Fund	Templeton BRIC Fund
Franklin GCC Bond Fund	Templeton China Fund
Franklin Global Aggregate Investment Grade Bond Fund	Templeton Eastern Europe Fund
Franklin Global Convertible Securities Fund	Templeton Emerging Markets Fund
Franklin Global Equity Strategies Fund	Templeton Emerging Markets Balanced Fund
Franklin Global Fundamental Strategies Fund	Templeton Emerging Markets Smaller Companies Fund
Franklin Global Growth Fund	Templeton Euroland Fund
Franklin Global Growth and Value Fund	Templeton European Fund
Franklin Global High Income Bond Fund	Templeton Frontier Markets Fund
Franklin Global Listed Infrastructure Fund	Templeton Global Fund
Franklin Global Real Estate Fund	Templeton Global (Euro) Fund
Franklin Global Small-Mid Cap Growth Fund	Templeton Global Balanced Fund
Franklin Gold and Precious Metals Fund	Templeton Global Bond (Euro) Fund
Franklin High Yield Fund	Templeton Global Equity Income Fund
Franklin Income Fund	Templeton Global Smaller Companies Fund
Franklin India Fund	Templeton Growth (Euro) Fund
Franklin Japan Fund	Templeton Korea Fund
Franklin MENA Fund	Templeton Latin America Fund
Franklin Natural Resources Fund	Templeton Thailand Fund

ADDITIONAL INFORMATION - UNAUDITED (CONTINUED)

Collateral

The following table reports the collateral held as at June 30, 2015 to reduce counterparty exposure on OTC derivatives.

Fund	Counterparty		Cash held as collateral		Sovereign Bonds held as collateral
Franklin Brazil Opportunities Fund	Citibank	USD	1,210,000		–
Franklin Euro High Yield Fund	Deutsche Bank	USD	1,720,000		–
	Goldman Sachs	USD	200,000		–
	JPMorgan Chase Bank	USD	120,000		–
Franklin Global Aggregate Bond Fund	Morgan Stanley	USD	145,000		–
Franklin Global Allocation Fund	Deutsche Bank	USD	110,000		–
Franklin Global Fundamental Strategies Fund	Bank of America	USD	140,000	USD	355,000
	Barclays Bank	USD	5,230,000	USD	2,208,000
	Citibank	USD	2,150,000		–
	Deutsche Bank	USD	4,850,000		–
	HSBC Bank		–	GBP	545,000
	HSBC Bank		–	USD	760,000
	JPMorgan Chase Bank	USD	9,175,000		–
	Standard Chartered	USD	540,000		–
	UBS		–	USD	283,000
Franklin Global Real Estate Fund	Morgan Stanley	USD	78,000		–
Franklin Gold and Precious Metals Fund	Morgan Stanley	USD	56,000		–
Franklin High Yield Fund	Bank of America	USD	40,000		–
	Deutsche Bank	USD	300,000		–
	Goldman Sachs	USD	60,000		–
	UBS		–	EUR	173,000
Franklin MENA Fund	Morgan Stanley	USD	78,000		–
Franklin Strategic Income Fund	Barclays Bank		–	USD	876,000
	Credit Suisse International	USD	3,320,000		–
	Deutsche Bank	USD	2,620,000		–
	Goldman Sachs	USD	10,000		–
	HSBC Bank		–	GBP	148,000
	Morgan Stanley	USD	643,000		–
Franklin U.S. Focus Fund	Morgan Stanley	USD	67,000		–
Franklin U.S. Low Duration Fund	Credit Suisse International	USD	370,000		–
	Deutsche Bank	USD	8,240,000		–
	HSBC Bank		–	GBP	20,000
	JPMorgan Chase Bank		–	USD	641,000
	Morgan Stanley	USD	27,000		–
Franklin U.S. Total Return Fund	Barclays Bank	USD	305,000		–
	Deutsche Bank	USD	280,000	USD	531,000
Franklin World Perspectives Fund	Deutsche Bank	USD	630,000		–
Franklin Mutual Beacon Fund	Morgan Stanley	USD	67,000		–
Franklin Mutual European Fund	Bank of America	USD	110,000		–
	Citibank	USD	220,000		–
	Deutsche Bank	USD	350,000		–
	Goldman Sachs	USD	500,000		–
	HSBC Bank		–	USD	746,000
	JPMorgan Chase Bank	USD	960,000		–
	Morgan Stanley	USD	75,000		–
	Templeton Africa Fund	Goldman Sachs	USD	40,000	
Templeton Asian Bond Fund	Morgan Stanley	USD	100,000		–
	Barclays Bank	USD	3,780,000		–
	Citibank	USD	10,905,000		–
	Morgan Stanley	USD	7,866,000		–
	Standard Chartered	USD	1,660,000		–
Templeton Emerging Markets Fund	Morgan Stanley	USD	56,000		–
Templeton Emerging Markets Bond Fund	Barclays Bank	USD	38,135,000		–
	Deutsche Bank	USD	26,440,000		–
	Goldman Sachs	USD	40,000		–
	JPMorgan Chase Bank		–	USD	14,072,000
	Standard Chartered	USD	7,370,000		–
	UBS		–	USD	165,000
Templeton Frontier Markets Fund	Morgan Stanley	USD	53,000		–
Templeton Global Balanced Fund	Barclays Bank	USD	261,000		–
	HSBC Bank		–	GBP	215,000
	JPMorgan Chase Bank		–	USD	479,000

ADDITIONAL INFORMATION - UNAUDITED (CONTINUED)

Collateral (continued)

The following table reports the collateral held as at June 30, 2015 to reduce counterparty exposure on OTC derivatives.

Fund	Counterparty		Cash held as collateral		Sovereign Bonds held as collateral
Templeton Global Bond Fund	Bank of America	USD	37,530,000		–
	Barclays Bank	USD	390,658,000		–
	Citibank	USD	36,190,000		–
	Deutsche Bank	USD	363,260,000		–
	Goldman Sachs	USD	213,760,000		–
	HSBC Bank		–	GBP	19,565,000
	JPMorgan Chase Bank		–	USD	155,696,000
	Morgan Stanley	USD	193,003,000		–
	Standard Chartered	USD	86,180,000		–
	UBS		–	CHF	1,810,000
	UBS		–	EUR	24,539,000
	Templeton Global Bond (Euro) Fund	Deutsche Bank	USD	1,970,000	
JPMorgan Chase Bank			–	USD	547,000
Templeton Global High Yield Fund	Deutsche Bank	USD	870,000		–
	JPMorgan Chase Bank	USD	250,000		–
	Morgan Stanley	USD	56,000		–
Templeton Global Income Fund	Bank of America		–	USD	1,502,000
	Barclays Bank	USD	3,636,000		–
	Citibank	USD	2,900,000		–
	Deutsche Bank	USD	9,560,000		–
	HSBC Bank		–	USD	1,315,000
	JPMorgan Chase Bank		–	USD	17,027,000
	Morgan Stanley	USD	56,000		–
	UBS		–	USD	250,000
Templeton Global Total Return Fund	Barclays Bank	USD	471,291,000		–
	Citibank	USD	52,810,000		–
	Deutsche Bank	USD	161,519,000		–
	Goldman Sachs	USD	100,280,000		–
	JPMorgan Chase Bank		–	USD	372,277,000
	Morgan Stanley	USD	116,269,000		–
	Standard Chartered	USD	23,010,000		–
	UBS		–	CHF	2,682,000
	UBS		–	USD	518,000

FRANKLIN TEMPLETON INVESTMENTS OFFICE DIRECTORY

Further information regarding Franklin Templeton Investment Funds is available from the following Franklin Templeton Investments offices:

EUROPE**BELGIUM**

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.a.r.l.
Belgian Branch Office
28, avenue Marnix, 1000 Brussels
Belgium
Tél: +32 2 289 62 00 Fax: +32 2 289 62 19
www.franklintempleton.be

FRANCE

FRANKLIN TEMPLETON FRANCE S.A.
20, rue de la Paix
F-75002 Paris, France
Tel: +33 (0)1 40 73 86 00 Fax: +33 (0)1 40 73 86 10
www.franklintempleton.fr

GERMANY AND AUSTRIA

FRANKLIN TEMPLETON INVESTMENT SERVICES GMBH
Mainzer Landstr. 16
Postfach 11 18 03
60325 Frankfurt am Main, Germany
Tel: +49 (0) 69 272 23 0 Fax: +49 (0) 69 272 23 120
Germany Freefone: 08 00 0 73 80 02
Austria Freefone: 08 00 29 59 11
www.franklintempleton.de
www.franklintempleton.at

ITALY

FRANKLIN TEMPLETON ITALIA SIM
Corso Italia n.1
20122 Milan, Italy
Tel: +39 02 854 591 Fax: +39 02 854 59222
Italy freefone: 800 915 919
www.franklintempleton.it

LUXEMBOURG

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
B.P. 169, L-2011 Luxembourg
Grand Duchy of Luxembourg
Tel: +352 46 66 67 1 Fax: +352 46 66 76
www.franklintempleton.lu

THE NETHERLANDS

FRANKLIN TEMPLETON INVESTMENT
MANAGEMENT LIMITED
Netherlands Branch Office
World Trade Center Amsterdam
H-Toren 16e verdieping
Zuidplein 134
1077 XV Amsterdam, The Netherlands
Tel: +31 (0) 20 575 2890 Fax: +31 (0) 20 575 2892
Netherlands Freefone: 0800 256 8049
www.franklintempleton.nl

POLAND

FRANKLIN TEMPLETON INVESTMENT POLAND Sp. Z.o.o.
Rondo ONZ 1, Floor 26th
00-124 Warsaw, Poland
Tel: +48 22 337 13 50 Fax: +48 22 337 13 70
www.franklintempleton.pl

SPAIN AND PORTUGAL

FRANKLIN TEMPLETON INVESTMENT
MANAGEMENT LIMITED
Sucursal en España
José Ortega y Gasset, 29-6°
28006 Madrid, Spain
Tel: +34 91 426 3600 Fax: +34 91 577 1857
www.franklintempleton.com.es
www.franklintempleton.com.pt

SWEDEN

FRANKLIN TEMPLETON INVESTMENT
MANAGEMENT LIMITED
Birger Jarlsgatan 4
SE-114 34 Stockholm, Sweden
Tel: +46 8 545 012 30 Fax: +46 8 545 012 39
www.franklintempletonnordic.com

SWITZERLAND

FRANKLIN TEMPLETON SWITZERLAND LTD
Stockerstrasse 38
CH-8002 Zurich, Switzerland
Tel: +41 (0)44 217 81 81 Fax: +41 (0) 44 217 81 82
www.franklintempleton.ch

UNITED KINGDOM**London**

FRANKLIN TEMPLETON INVESTMENT
MANAGEMENT LIMITED
The Adelphi, 1-11 John Adam Street
London WC2N 6HT, UK
Tel: +44 (0) 20 7073 8500 Fax: +44 (0) 20 7073 8700
UK Freefone: 0800 305 306
www.franklintempleton.co.uk

Edinburgh

FRANKLIN TEMPLETON INVESTMENT
MANAGEMENT LIMITED
5 Morrison Street, Edinburgh EH3 8BH.
Tel: +44 (0)131 242 4000 Fax: +44 (0)131 242 4533
UK Freefone: 0800 305 306
www.franklintempleton.co.uk

MIDDLE EAST AND AFRICA**SOUTH AFRICA**

FRANKLIN TEMPLETON INVESTMENTS
World Trade Centre, Green Park, 9th Floor
Corner West Road South & Lower Road
Morningside, Sandton, 2196
South Africa
Tel: +27 11 341 2300 Fax: +27 11 484 2301
www.franklintempleton.co.za

UNITED ARAB EMIRATES

FRANKLIN TEMPLETON INVESTMENT
MANAGEMENT LIMITED
Gate Building East Wing, 2nd Floor
Dubai International Financial Centre
P.O. Box 506613
Dubai, United Arab Emirates
Tel: +971 (4) 428 4100 Fax: +971 (4) 428 4140
www.franklintempletongem.com

ASIA**HONG KONG**

FRANKLIN TEMPLETON INVESTMENTS
(ASIA) LIMITED
17/F Chater House, No. 8 Connaught Road Central
Hong Kong
Tel: 852 2877 7733 Fax: 852 2877 5401
www.franklintempleton.com.hk

SINGAPORE

TEMPLETON ASSET MANAGEMENT LTD
7 Temasek Boulevard
#38-03 Suntec Tower One
Singapore 038987
Tel: (65) 6241 2662 Fax: (65) 6332 2295
www.franklintempleton.com.sg

TAIWAN

FRANKLIN TEMPLETON SECURITIES INVESTMENT
CONSULTING (SINOAM) INC.*
8th Floor, #87, Sec. 4
Chung Hsiao East Road
Taipei, Taiwan, R.O.C.
Tel: 886 2 2781 0088 Fax: 886 2 2781 7788
www.franklin.com.tw

NORTH AMERICA**USA**

FRANKLIN TEMPLETON INVESTMENTS
100 Fountain Parkway
St. Petersburg, FL 33716
Tel: 1 800 239 3894 Fax: 727 299 8736
Email: stpcds@templeton.com

SOUTH AMERICA**ARGENTINA**

TEMPLETON ASSET MANAGEMENT LTD
Ingeniero Butty 220, 11th Floor
(C1001 AFB) Buenos Aires, Argentina
Tel: 54 11 4313 0848 Fax: 54 11 4313 0885

* Master agent appointed in Taiwan for FTIF to be offered and sold to the public in Taiwan.

Please note that the websites mentioned above are directed at residents within the country stated on these websites. (Please refer to the website disclaimers).



Franklin Templeton International Services S.à r.l.
8A, rue Albert Borschette
L-1246 Luxembourg
Grand Duchy of Luxembourg
tel: +352 (46) 66-67-1
fax: +352 (46) 66-76