

Mitteilung an alle Anteilseigner der FRANKLIN TEMPLETON Fonds

Anbei finden Sie die Information der Fondsgesellschaft FRANKLIN TEMPLETON, folgende Fonds sind betroffen:

LU0170478092 - Franklin Templeton US Value Fund
LU0170474422 - Franklin Templeton Inv Glb Bnd Eur ACC Fd Cp
LU0170474935 - Franklin Templeton Global Bond Euro Fund
LU0131126574 - Franklin Templeton High Yield Euro Fund A Cap
LU0109395268 - Franklin Templeton High Yield Euro Fund A
LU0065014192 - Franklin Templeton High Yield Fund A

Details können Sie der beigefügten Anlage entnehmen. Falls Ihre Kunden diesen Änderungen nicht zustimmen und die Möglichkeit besteht, die Anteile ohne Gebühren seitens der Fondsgesellschaft zurückzugeben, können Sie den Verkauf der Anteile direkt in MoventumOffice erfassen.

Bitte nehmen Sie zur Kenntnis, dass für die Abwicklung dieser Aufträge die im Preis- und Leistungsverzeichnis von Moventum ausgewiesenen Gebühren und die auf MoventumOffice angegebenen Annahmeschlusszeiten gelten.



FRANKLIN TEMPLETON INVESTMENTS

FRANKLIN TEMPLETON INVESTMENT FUNDS

Société d'investissement à capital variable
Registered office: 26, boulevard Royal,
L-2449 Luxembourg,
R.C.S. Luxembourg B 35 177

L/04/000307

BANQUE DE LUXEMBOURG
CONTROLLING DEPARTMENT
55 RUE DES SCILLAS
L-2529 LUXEMBOURG

30 NOV 2009

Luxembourg, 30th October 2009

Subject: Changes to the investment policy of certain sub-funds within Franklin Templeton Investment Funds.

Dear Shareholder,

The purpose of this letter is to inform you of a revision, with effect from 30th November 2009 (the "Effective Date") to the investment objective and policies of some sub-funds (each a "Fund") of the Luxembourg société d'investissement à capital variable Franklin Templeton Investment Funds (the "Company").

The Investment Managers of the Funds do not intend to change the way the Funds are currently managed. Their goal is to offer stability and consistency in their investment management style. These changes are intended to ensure that the Funds retain sufficient flexibility to meet their investment objectives in the future.

A. Franklin Templeton Investment Funds – Franklin High Yield Fund

As from the Effective Date, the investment policy of this Fund will be amended to allow the Investment Manager to invest in financial derivative instruments to achieve the investment objectives of the Fund.

The second paragraph of the investment policy of the Fund will be restated to read as follows:

"The Fund seeks to achieve these objectives by investing principally, either directly or through the use of financial derivative instruments, in fixed income debt securities of US or non-US issuers. The financial derivative instruments may include, inter alia, swaps such as credit default swaps or total return swaps, forwards, futures contracts, as well as options on such contracts dealt in either on regulated markets or over-the-counter. The Fund normally invests in fixed income debt securities with investment grade or lower grade ratings, if issued by US issuers, or, if issued by non-US issuers or unrated, their equivalent. The Investment Manager attempts to avoid excessive risk by performing independent credit analyses of issuers and by diversifying the Fund's investments among different issuers."

B. Franklin Templeton Investment Funds – Franklin Strategic Income Fund

As from the Effective Date, the investment policy of this Fund will be amended principally to allow the Investment Manager to invest up to 10% of the net assets of the Fund in credit-linked securities.

The investment policy of the Fund will be restated to read as follows:

"The Fund's primary investment objective is to earn a high level of current income. As a secondary investment objective, the Fund seeks capital appreciation over the long term."

The Fund invests principally in debt securities globally, including those in Emerging Markets. For the purpose of this Fund, debt securities shall include all varieties of fixed and floating rate income securities, including bank loans (through regulated investment funds), bonds, mortgage and other asset-backed securities and convertible securities. The Fund may invest up to 100% of its assets in low-rated and non-investment grade debt securities of issuers worldwide. In order to seek to achieve its objective, the Fund may use various financial derivative instruments for hedging and efficient portfolio management as well as to enhance its investment return, subject to the investment restrictions more fully described in Appendix B. These financial derivative instruments may be dealt either in regulated markets or over-the-counter, and may include, inter alia, swaps (such as credit default swaps or total return swaps), forwards and cross forwards (either of which may result in negative currency exposures), futures contracts (including

those on government securities), as well as options. The Fund may invest up to 10% of its net assets in units of UCITS and other UCIs, up to 10% of its net assets in credit-linked securities and up to 10% of its total assets in securities in default and participate in mortgage dollar roll transactions. The Fund may also temporarily and/or on an ancillary basis, seek investment opportunities in other types of transferable securities such as government securities, preferred stock, common stock and other equity linked securities, warrants, securities and bonds convertible into common stock.

Investment in Emerging Markets countries, in financial derivatives instruments, in securities in default and in non-investment grade securities are subject to a higher degree of risk as more fully described in the section "Risk Considerations". The base currency of the Fund is US dollar."

C. Franklin Templeton Investment Funds – Templeton Euroland Bond Fund

As from the Effective Date, the investment policy of this Fund will be amended to reflect that the Investment Manager does not intend to invest in investment grade obligations of corporate issuers any longer and that the target debt obligations may be hedged into Euro. In addition, the name of the Fund will change from Franklin Templeton Investment Funds – Templeton Euroland Bond Fund to Franklin Templeton Investment Funds – Templeton Euro Government Bond Fund.

The investment policy of the Fund will be restated to read as follows:

"The Fund's investment objective is to maximise, consistent with prudent investment management, total investment return, consisting of a combination of interest income and capital appreciation.

The Fund principally invests in investment grade obligations of government and government-related issuers as well as supranational entities located throughout the European Monetary Union ("EMU").

In addition, in accordance with the investment restrictions, the Fund may invest in debt obligations of government, supranational and government-related issuers worldwide (including non-investment grade securities) with a maximum 15% combined limit for investments in securities issued by (i) non-EMU issuers and (ii) issuers with ratings of BB+ or below and Ba1 or below.

Such debt obligations shall be denominated in or hedged to Euro.

Investments in non-investment grade securities are subject to a higher degree of risk, as described in the section "Risk Considerations". The base currency of the Fund is Euro."

D. Franklin Templeton Investment Funds – Templeton Frontier Markets Fund

As from the Effective Date, the investment policy of this Fund will be amended as from the Effective Date to allow the Investment Manager to use financial derivative instruments for investment purposes. Furthermore, the investment policy will be amended to describe more particularly those countries which are covered by the term "Frontier Markets".

The investment policy of the Fund will be restated to read as follows:

"The Fund's principal investment objective is to provide long-term capital appreciation.

The Fund invests principally in transferable equity securities of companies (i) incorporated in the Frontier Markets countries, and/or (ii) which have their principal business activities in Frontier Markets countries across the market capitalisation spectrum. The Frontier Markets countries are smaller, less developed and less accessible Emerging Markets countries, but with "investable" equity markets and include those defined as Frontier Markets by the International Finance Corporation as well as included in Frontier Markets related indices (including but not limited to MSCI Frontier Markets Index, Merrill Lynch Frontier Index, S&P Frontier Broad Market Index), for example Bahrain, Bulgaria, Egypt, Kazakhstan, Nigeria, Pakistan, Qatar, Vietnam etc.

Since the investment objective is more likely to be achieved through an investment policy which is flexible and adaptable, the Fund may also invest in other types of transferable securities, including equity and fixed income securities of issuers worldwide as well as in financial derivative instruments for investment purpose. These financial derivative instruments may include, inter alia, forwards and financial futures contracts, or options on such contracts, equity linked notes dealt in either on regulated markets or over-the-counter.

Investments in Emerging Market countries are subject to a higher degree of risk, as described in the Section "Risk Considerations". The base currency of the Fund is US dollar."

E. Franklin Templeton Investment Funds – Templeton Global Bond (Euro) Fund

As from the Effective Date, the investment policy of this Fund will be amended to allow the Investment Manager to use financial derivative instruments for investment purposes and to invest up to 10% of the total net assets of the Fund in securities in default.

The investment policy of the Fund will be restated to read as follows:

“The Fund’s principal investment objective is to maximise, consistent with prudent investment management, total investment return consisting of a combination of interest income, capital appreciation and currency gains.

The Fund seeks to achieve its objective by investing principally in a portfolio of fixed or floating rate debt securities and debt obligations of government or government-related issuers worldwide. The Fund may also, in accordance with the investment restrictions, invest in debt securities of corporate issuers, securities or structured products linked to assets or currencies of any nation. The Fund may also purchase debt obligations issued by supranational entities organised or supported by several national governments, such as the International Bank for Reconstruction and Development or the European Investment Bank. The Fund may hold up to 10% of its total net assets in securities in default. The Fund may also utilise financial derivative instruments for investment purposes. These financial derivative instruments may be dealt either in regulated markets or over-the-counter, and may include inter alia, swaps (such as credit default swaps or total return swaps), forward and cross forwards, futures contracts (including those on government securities), as well as options. Use of financial derivative instruments may result in negative exposures in a specific yield curve/duration or currency. The Fund may purchase US dollar and non-US dollar denominated fixed income securities and debt obligations and may hold equity securities to the extent that such securities result from the conversion or exchange of a preferred stock or debt obligation. The Fund may purchase Euro and non-Euro denominated securities and debt obligations. The non-Euro component of the portfolio may be hedged into Euro.

Investments in Emerging Markets countries, in financial derivative instruments, in securities in default and in non-investment grade securities are subject to a higher degree of risk as more fully described in the section “Risk Considerations.” The base currency of the Fund is Euro. The name of the Fund reflects the base currency of the Fund being in Euro, and does not necessarily imply that any particular proportion of the Fund’s net invested assets are made in Euro.”

F. Franklin Templeton Investment Funds – Templeton US Value Fund

As from the Effective Date, the Investment Manager will be allowed to invest the Fund’s net assets not only in equity securities but also in debt obligations, common stocks and other types of transferable securities.

The second and third paragraphs of the investment policy of the Fund will be amended to read as follows:

“The Fund invests principally in equity securities and debt obligations of companies in the United States and may invest in securities of any size. The Fund invests principally in common stocks.

Since the investment objective is more likely to be achieved through an investment policy that is flexible and adaptable, the Fund may also seek investment opportunities in other types of transferable securities, such as preferred stock, securities convertible into common stock and fixed income securities, which are US dollar denominated.”

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If you do not agree with the above changes, you may request, free of charge until 30th November 2009, the redemption of your shares of these Funds or the exchange of such shares into shares of other funds of the Company, details of which are disclosed in the current Prospectus (provided that such funds have obtained recognition for marketing in your jurisdiction).

The Company comprises a wide range of funds catering for many different objectives. Exchanges of your existing holding may be made into other funds within the Company. On receipt of your instruction, we will execute the exchange for you in accordance with the provisions of the current Prospectus, free of any charge.

If you do not wish to exchange your shares and would like to redeem and receive a cash payment, the redemption will be made in accordance with the provisions of the current Prospectus free of charge. Please return your instructions to your local Franklin Templeton Investments office or to Franklin Templeton International Services S.A. Please note that “free of any redemption charge” does not apply to the contingent deferred sales charge (“CDSC”) for all classes subject to such CDSC, due to the nature of such fee. Accordingly, should you decide to redeem any shares subject to a CDSC, such redemption will be subject to the applicable CDSC as more fully disclosed in the Prospectus of the Company.

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

If you require further information please do not hesitate to contact your local Franklin Templeton Investments office or your financial adviser.

Yours sincerely,

On behalf of Franklin Templeton Investment Funds,

A handwritten signature in black ink, reading "Denise Voss". The signature is written in a cursive style with a large, stylized 'D' and 'V'.

Conducting Officer