

## **Mitteilung an alle Anteilseigner der Franklin Templeton K2 Alternative Strategy Fonds**

Anbei finden Sie die Information der Fondsgesellschaft, in Bezug auf verschiedene Investmentfonds.

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 INVESTMENT FUNDS  
Société d'investissement à capital variable

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Luxembourg, 15<sup>th</sup> November 2019

**Subject: Amendments to the investment policy of the Franklin K2 Alternative Strategies Fund**

Dear Shareholder,

The purpose of this letter is to inform you of some changes brought to the investment policy, main risks to, and the appointment of an additional sub-investment manager to the Franklin K2 Alternative Strategies Fund (the "Sub-Fund"), a sub-fund of the Luxembourg SICAV Franklin Templeton Investment Funds (the "Company"), in which you own shares.

The Sub-Fund's investment policy will be widened to permit investments in risk premia strategies and in catastrophe bonds.

In order to invest in risk premia strategies, the following sentence is added at the end of the fourth bullet point describing the Global Macro Strategies:

*"Systematic would also include certain risk premia strategies designed to harvest persistent behavioral and structural anomalies, which offer returns that are uncorrelated to traditional asset classes."*

In order to invest in catastrophe bonds, the fourth paragraph is also amended as follows:

*"The Fund invests in equity and equity-related securities of companies located anywhere and of any capitalisation size. Debt securities which may be acquired by the Fund shall include all varieties of fixed and floating-rate income securities of any maturity or credit rating (including investment grade, non-investment grade, low-rated, unrated securities and/or securities in default) of corporate and/or sovereign issuers worldwide, and may include, inter alia, high yield ("junk") bonds and distressed debt securities (securities of companies that are, or are about to be, involved in reorganisations, financial restructurings, or bankruptcy). The Fund may also invest up to 10% of its total net assets in catastrophe bonds. The Fund may engage in active and frequent trading as part of its investment strategies."*

"Catastrophe Bond risk" is added to the list of main risks pertaining to the Sub-Fund.

In addition, the additional sub-investment manager of the Sub-Fund will pursue its strategy, with a primary focus on catastrophe bonds, over the portion allocated to it within the portfolio of the Sub-Fund. In accordance with the provisions of the prospectus of the Company (the "Prospectus"), the list of sub-investment managers effectively managing the Sub-Fund is available upon request and free of charge at the registered office of the Company.

The above changes will take effect on 16<sup>th</sup> December 2019 and will be reflected in an updated version of the Prospectus, a copy of which will be available soon online or at the registered office of the Company, upon request. All other features of the Sub-Fund will remain the same.

If you do not agree with the above changes, you may request, free of charge until 16<sup>th</sup> December 2019, the redemption of your shares of the Sub-Fund or the exchange of such shares into shares of other sub-funds of the Company, details of which are disclosed in the current Prospectus (provided that such sub-funds have obtained recognition for marketing in your jurisdiction).

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

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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 office or to Franklin Templeton International Services S.à r.l. 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.

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 office or your financial adviser.

Yours sincerely,



Craig Blair

Conducting Officer of Franklin Templeton International Services S.à r.l.  
Management Company of Franklin Templeton Investment Funds