AUDITED ANNUAL REPORT

FRANKLIN TEMPLETON INVESTMENT FUNDS

Société d'investissement à capital variable

June 30, 2019

R.C.S. B35177

FRANKLIN TEMPLETON INVESTMENT FUNDS

société d'investissement à capital variable

AUDITED ANNUAL REPORT

For the year ended June 30, 2019

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 Explanatory Memorandum and the relevant Product Key Facts Statement(s) accompanied by a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report.

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All the funds marked with "^" above are not authorised for public distribution in Hong Kong as of 30 June 2019 and are not available to Hong Kong investors.

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, 2019

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

Directors
Jed A. Plafker
President and Executive Managing Director
FRANKLIN TEMPLETON INVESTMENTS
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

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
2704, Block B, Parkway Court,
No. 4 Parkway Road
Hong Kong

The Honourable Trevor G. Trefgarne
Chairman
ENTREPRISE GROUP LIMITED
11 High Street
Accra, Ghana
(date of resignation September 17, 2018)

William C. P. Lockwood
Independent Director
Poste restante, Avenue du Général de Gaulle
F-57570 Cattenom, France

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.

FASA, LLC
(until August 1, 2018)
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
280 Park Avenue,
New York, NY 10017, U.S.A.

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

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 INVESTIMENTOS (Brasil) Ltda.
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Hong Kong

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Toronto, Ontario M5H 3T4, Canada

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300 Atlantic Street, 12th Floor
Stamford, CT 06901, 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
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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

TEMPLETON INVESTMENT COUNSEL, LLC
300 S.E. 2nd Street
Fort Lauderdale, FL 33301, U.S.A.

DEPOSITARY AND LISTING AGENT
J.P. Morgan Bank LUXEMBOURG S.A.
European Bank and Business Centre
6C 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, Société anonyme
2, place Winston Churchill, L-1340 Luxembourg
Grand Duchy of Luxembourg

The Board of Directors

REPORT OF THE BOARD OF DIRECTORS

At June 30, 2019, Franklin Templeton Investment Funds ("FTIF", or the "Company") had assets under management of USD95.68 billion, down from USD101.98 billion a year earlier.

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

Franklin Emerging Markets Debt Opportunities Hard Currency Fund launched on January 18, 2019.
Franklin Global Corporate Investment Grade Bond Fund launched on January 23, 2019.

Fund closures

Franklin Global Aggregate Investment Grade Bond Fund closed on April 11, 2019.

Fund Mergers

On November 23, 2018, Templeton European Fund was merged into Templeton Euroland Fund.
On February 15, 2019, Templeton Africa Fund was merged into Templeton Frontier Markets 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, 2019, 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, 2019.

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 2019

The Board of Directors (continued)

THE BOARD

Chairman
Gregory E. Johnson
Gregory Johnson (58) 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
Mark G. Holowesko
Mark Holowesko (59) 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 (72) 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).

The Honourable Trevor G. Trefgarne
The Honourable Trevor Trefgarne (75) 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. The Honourable Trevor G. Trefgarne resigned from the Board of Directors on September 17, 2018.

Jed A. Plafker
Mr. Plafker (48) was appointed to the Board of Franklin Templeton Investment Funds on April 13, 2017. He is currently serving as the president of Franklin Templeton International. In this capacity, he is responsible for the international sales and marketing function. He also serves as a director of various Franklin Templeton corporate and investment entities as well as the ICI Global Steering Committee. Mr. Plafker joined Franklin Templeton in 1994, as an attorney in Franklin Templeton's corporate legal department. In January 1998, Mr. Plafker joined the international legal team as a vice president covering legal issues around the world. In May 2000, he moved to Franklin Templeton's Hong Kong office to become chief legal counsel, Asia, where he had responsibility for all legal issues effecting Franklin Templeton's Asia business, products and people.

In April 2001, Mr. Plafker took on the role of country head in Hong Kong where he ran the sales and marketing operations for Hong Kong while continuing in his role as chief legal counsel for Asia. In July 2002, he became managing director of Franklin Templeton Alternative Strategies. In January 2003, Mr. Plafker relocated to London to become one of five managing directors of Franklin Templeton's International Retail Group where he was responsible for overseeing the sales and marketing of all Franklin Templeton products in Africa, Middle East and parts of Europe including the UK, Spain, Switzerland and various Nordic countries. In June 2005, Mr. Plafker relocated to Franklin Templeton′s headquarters in the United States.

Mr. Plafker earned a B.A. in economics and business from Lafayette College in Easton, Pennsylvania and a Juris Doctorate from the University of Miami in Coral Gables, Florida.

William C. P. Lockwood
William Lockwood (63) 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 and of Franklin Templeton International Services S.à r.l. subsequently. The Conducting Officer role was a

The Board of Directors (continued)

THE BOARD (continued)

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

During the 12-month reporting period ended 30 June 2019, US-China trade tensions dominated investor attention. Concerns also arose about the pace of US interest-rate hikes and signs of slowing global economic growth. By the end of the review period, indications that several key central banks may be prepared to lower interest rates if the economic outlook worsens boosted equities. New signs that the United States and China could resolve their trade dispute helped markets in late June.

In Europe, continued Brexit uncertainty, worries about the pace of US interest-rate increases and mixed corporate earnings soured investor outlooks in the first half of the reporting period. The tone of US-China trade rhetoric and Brexit talks drove alternating sentiment during the period. In early August, the Bank of England increased its benchmark interest rate to its highest level since 2009, at 0.75%. The European Central Bank's (ECB's) net asset purchase programme concluded at the end of December, though balance sheet reinvestments were to continue. In early 2019, the ECB alluded to downside risks it sees for the regional economy, and the European Commission cut its outlook for eurozone economic growth and inflation. In June, the central bank hinted at the possibility for new stimulus measures in the eurozone, which combined with the US Federal Reserve's (Fed's) signals on interest rates to cheer markets.

In the United States, robust corporate earnings, high business and consumer confidence, multi-decade low unemployment and strength in other economic indicators all supported US equities early in the reporting period. The Fed lifted the federal funds target rate 25 basis points each in September and December, ending with a range of 2.25% to 2.50%. During the fourth quarter of 2018, doubts about trade policy and the strength of the global economy arose. After four interest-rate increases in 2018, the Fed turned dovish and did not raise rates in January or in March, when it lowered its 2019 US economic growth forecast. In June, the Fed indicated a readiness to make interest-rate cuts if the economic outlook deteriorates.

Broad gauges of the global commodity complex were under pressure for much of the period amidst concerns over desynchronised global growth and China's demand outlook. The US-China trade dispute added to commodity headwinds and spurred uncertainty over global trade. Following a severe downtrend to close 2018, in the first quarter of 2019 the global commodities complex rallied back with its best quarterly result in nearly three years, driven in part by resilient demand and signs of tight supplies in many markets. This rally suggested investors were also anticipating a government policy-spurred recovery in China, which is the world's largest buyer of many raw materials. However, sources of geopolitical turmoil (focused on the US-China trade rivalry and Iran sanctions-related hostilities), in addition to economic stress relating to Brexit, have given commodity traders pause in recent months. Commodities generally sold off in April and May before regaining ground in June, leaving a broad commodity gauge with a decline for the one-year review period. Crude oil prices were beset by signs of excess inventory and weak demand from China, India and other economies across emerging Asia (the source of two-thirds of global oil-demand growth), which overshadowed major producers' efforts to pare global oversupply.

Elsewhere, risk assets around the world largely rallied during much of first half of 2019 despite intermittent periods of volatility, with credit spreads broadly tightening across much of the global fixed income markets. Our baseline view at the end of the reporting period was for trade agreements to be reached in the second half of 2019, though the tail risks for "no-deal" scenarios and ongoing tariff tensions remained elevated. We have observed some signs of a potentially broader deterioration in global economic activity and rising risks to market stability. In the United States, official unemployment is bottoming out at cyclical lows and the broader economy stands on the cusp of the longest expansion on record. Looking globally, the real interest rate for the G10 group of economies is now the lowest since 2007. Additionally, the euro remained vulnerable to unresolved structural and political risks across Europe, in our view, notably including debt sustainability and banking concerns in Italy. However, we believe markets generally have been overstating the probabilities for a near-term contraction in the US economy. The probability for slower growth in the second half of 2019 increased during the period, but the likelihood of a recession still remained quite low, in our assessment.

After June 30, 2019, political and economic events in Argentina drew considerable attention. The Franklin Templeton Valuation Committee (VC) has been closely monitoring developments in Argentina for potential impacts to valuation, with respect to both bond pricing and the foreign exchange rate. The VC will continue to monitor events and will make any changes that may be warranted in light of the circumstances.

THE INVESTMENT MANAGERS
September, 2019

The information stated in this report represents historical data and is not an indication of future results.

Audit report

To the Shareholders of

FRANKLIN TEMPLETON INVESTMENT FUNDS

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of FRANKLIN TEMPLETON INVESTMENT FUNDS (the "Company") and of each of its sub-funds as at 30 June 2019, 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 and presentation of the financial statements.

What we have audited

The Company's financial statements comprise:

- the statement of net assets as at 30 June 2019;
- the schedule of investments as at 30 June 2019;
- the statement of operations and changes in net assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

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

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Company is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Company for the financial statements

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

In preparing the financial statements, the Board of Directors of the Company is responsible for assessing the Company's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Company either intends to liquidate the Company or close any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

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R.C.S. Luxembourg B 65 477 –TVA LU25482518

Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit 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 Company's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Company;
- conclude on the appropriateness of the Board of Directors of the Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's or any of its subfunds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds (except for Franklin Asia Credit Fund, Franklin Brazil Opportunities Fund, Franklin K2 Global Macro Opportunities Fund and Templeton Global Currency Fund which have been, or will be, liquidated after 30 June 2019) to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 27 September 2019

Emmanuel Chataignier

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Fund Performance

Percentage Change to June 30, 2019

	Reference Share Class	Launch Date of Fund	6 Months %	1 Year %	3 Years[Ω] %	5 Years[Ω] %	10 Years[Ω] %	Since Launch[Ω] %
^ Franklin Asia Credit Fund	A (acc) USD	17 Nov 14	8.0	8.5	9.8	-	-	15.3
Franklin Biotechnology Discovery Fund	A (acc) USD	03 Apr 00	23.1	0.2	28.7	26.3	306.5	226.0
^ Franklin Brazil Opportunities Fund	A (acc) USD	27 Jul 12	4.6	12.1	20.1	7.6	-	15.2
^ Franklin Diversified Balanced Fund	A (acc) EUR	23 Mar 15	4.8	(4.8)	(2.8)	-	-	28.1
^ Franklin Diversified Conservative Fund	A (acc) EUR	23 Mar 15	3.9	(2.3)	(3.8)	-	-	30.6
^ Franklin Diversified Dynamic Fund	A (acc) EUR	23 Mar 15	5.8	(6.8)	(4.2)	-	-	24.2
^ Franklin Emerging Markets Debt Opportunities Hard Currency Fund	I (acc) USD	18 Jan 19	-	-	-	-	-	7.3
Franklin Euro Government Bond Fund	A (Ydis) EUR	08 Jan 99	5.4	5.7	2.1	11.5	39.1	79.2
Franklin Euro High Yield Fund	A (Ydis) EUR	17 Apr 00	6.0	3.9	11.9	13.6	98.0	97.5
^ Franklin Euro Short Duration Bond Fund	A (acc) EUR	21 Feb 14	0.6	0.0	(0.5)	0.6	-	1.6
^ Franklin Euro Short-Term Money Market Fund	A (acc) EUR	23 Oct 09	(0.3)	(0.6)	(1.7)	(2.0)	-	(0.8)
^ Franklin European Corporate Bond Fund	A (acc) EUR	30 Apr 10	4.8	4.2	6.4	11.2	-	36.6
Franklin European Dividend Fund	A (acc) EUR	29 Jul 11	11.9	0.1	15.9	15.5	-	69.0
^ Franklin European Growth Fund	A (acc) EUR	29 Dec 00	10.0	(5.2)	8.0	0.0	122.5	53.5
^ Franklin European Income Fund	A (acc) EUR	17 Nov 14	9.8	2.5	7.9	-	-	15.7
Franklin European Small-Mid Cap Fund	A (acc) EUR	03 Dec 01	11.3	(8.6)	15.7	15.8	149.5	265.7
^ Franklin European Total Return Fund	A (acc) EUR	29 Aug 03	4.4	4.3	3.9	13.0	58.8	56.2
^ Franklin Flexible Alpha Bond Fund	A (acc) USD	18 Mar 16	4.0	2.2	4.3	-	-	4.7
^ Franklin GCC Bond Fund	A (acc) USD	30 Aug 13	9.6	11.9	18.3	26.6	-	40.7
^ Franklin Global Aggregate Bond Fund	A (acc) USD	29 Oct 10	6.8	6.5	1.5	0.0	-	9.4
Franklin Global Convertible Securities Fund	A (acc) USD	24 Feb 12	16.4	11.5	38.9	31.2	-	60.2
^ Franklin Global Corporate Investment Grade Bond Fund	S (Ydis) USD	23 Jan 19	-	-	-	-	-	5.9
^ Franklin Global Fundamental Strategies Fund	A (acc) USD	25 Oct 07	7.5	(0.2)	15.9	1.7	70.9	40.1
Franklin Global Listed Infrastructure Fund	A (acc) USD	26 Apr 13	20.9	11.3	27.1	23.2	-	51.3
^ Franklin Global Multi-Asset Income Fund	A (acc) EUR	26 Apr 13	6.7	(3.5)	(4.4)	6.2	-	10.2
Franklin Global Real Estate Fund	A (acc) USD	29 Dec 05	14.7	6.5	8.2	17.4	145.5	32.1
^ Franklin Global Small-Mid Cap Fund	A (acc) USD	15 Apr 02	10.7	(6.9)	10.5	(5.1)	108.1	211.3
Franklin Gold and Precious Metals Fund	A (acc) USD	30 Apr 10	21.5	11.5	(22.9)	(18.4)	-	(55.3)
Franklin High Yield Fund	A (Mdis) USD	01 Mar 96	9.6	6.0	20.8	8.1	88.3	198.4
Franklin Income Fund	A (Mdis) USD	01 Jul 99	10.4	3.4	19.0	6.8	95.7	183.5
Franklin India Fund	A (acc) USD	25 Oct 05	7.8	1.2	22.7	35.5	119.5	285.2
^ Franklin Japan Fund	A (acc) JPY	01 Sep 00	0.8	(16.1)	15.5	13.7	62.1	(19.2)
^ Franklin K2 Alternative Strategies Fund	A (acc) USD	15 Sep 14	6.0	2.3	11.8	-	-	14.8
^ Franklin K2 Global Macro Opportunities Fund	A (acc) USD	04 Nov 16	3.7	3.4	-	-	-	(2.1)
^ Franklin K2 Long Short Credit Fund	A (acc) USD	02 Dec 16	3.5	2.7	-	-	-	7.3
Franklin MENA Fund	A (acc) USD	16 Jun 08	11.7	3.8	35.0	3.2	69.3	(28.2)
Franklin Natural Resources Fund	A (acc) USD	12 Jul 07	10.9	(19.9)	(8.7)	(46.1)	(9.0)	(40.1)
Franklin NextStep Balanced Growth Fund	A (acc) USD	05 Feb 16	10.1	3.1	16.5	-	-	25.8
^ Franklin NextStep Conservative Fund	A (acc) USD	05 Feb 16	7.3	5.0	9.6	-	-	15.9
Franklin NextStep Dynamic Growth Fund	A (acc) USD	05 Feb 16	11.4	2.4	19.3	-	-	30.2
^ Franklin NextStep Growth Fund	A (acc) USD	05 Feb 16	12.0	3.6	19.7	-	-	28.4
^ Franklin NextStep Moderate Fund	A (acc) USD	05 Feb 16	10.7	4.2	17.2	-	-	25.4
Franklin NextStep Stable Growth Fund	A (acc) USD	05 Feb 16	6.7	4.5	9.1	-	-	15.5
Franklin Select U.S. Equity Fund	A (acc) USD	01 Jul 99	19.8	7.1	38.4	30.8	147.9	200.4
Franklin Strategic Income Fund	A (acc) USD	12 Jul 07	7.4	6.3	10.4	6.7	56.6	60.3
Franklin Technology Fund	A (acc) USD	03 Apr 00	27.5	14.4	97.0	120.7	389.6	121.8
Franklin U.S. Dollar Short-Term Money Market Fund	A (Mdis) USD	01 Jun 94	1.1	1.9	3.4	3.2	2.2	63.4

Fund Performance (continued)

Percentage Change to June 30, 2019

	Reference Share Class	Launch Date of Fund	6 Months %	1 Year %	3 Years[Ω] %	5 Years[Ω] %	10 Years[Ω] %	Since Launch[Ω] %
Franklin U.S. Government Fund	A (Mdis) USD	28 Feb 91	3.7	4.6	2.1	5.2	22.8	178.9
^ **Franklin U.S. Low Duration Fund**	A (Mdis) USD	29 Aug 03	3.1	3.1	4.9	5.4	14.2	29.7
Franklin U.S. Opportunities Fund	A (acc) USD	03 Apr 00	25.3	10.2	63.6	65.3	273.3	83.2
Franklin World Perspectives Fund	A (acc) USD	14 Oct 08	15.9	1.0	29.6	20.1	134.2	134.9
Franklin Mutual European Fund	A (acc) EUR	03 Apr 00[*]	10.1	(1.9)	12.4	3.2	85.8	112.6
Franklin Mutual Global Discovery Fund	A (acc) USD	25 Oct 05	14.0	1.4	21.5	4.9	78.3	96.3
Franklin Mutual U.S. Value Fund	A (acc) USD	07 Jul 97	13.2	3.7	21.2	17.2	140.2	253.0
Templeton Asian Bond Fund	A (acc) USD	25 Oct 05	1.2	3.4	8.5	(3.7)	32.6	79.7
Templeton Asian Growth Fund	A (Ydis) USD	30 Jun 91	13.4	(1.1)	32.5	(1.7)	75.9	282.8
Templeton Asian Smaller Companies Fund	A (acc) USD	14 Oct 08	9.9	(0.1)	29.6	26.5	214.3	382.8
Templeton BRIC Fund	A (acc) USD	25 Oct 05	14.0	3.8	53.9	23.2	37.0	86.2
Templeton China Fund	A (acc) USD	01 Sep 94	10.7	(3.5)	43.2	28.5	58.5	215.9
Templeton Eastern Europe Fund	A (acc) EUR	10 Nov 97	21.7	9.1	28.8	13.9	31.3	183.7
Templeton Emerging Markets Fund	A (Ydis) USD	28 Feb 91	13.7	2.6	37.3	12.1	61.2	284.5
Templeton Emerging Markets Balanced Fund	A (acc) USD	29 Apr 11	9.2	3.9	28.9	9.9	-	1.7
Templeton Emerging Markets Bond Fund	A (Qdis) USD	05 Jul 91	4.2	4.6	14.7	3.9	66.0	794.9
^ **Templeton Emerging Markets Local Currency Bond Fund**	A (acc) USD	20 Feb 18	4.7	6.1	-	-	-	(3.9)
Templeton Emerging Markets Smaller Companies Fund	A (acc) USD	18 Oct 07	8.1	(2.3)	22.8	18.8	118.0	17.3
Templeton Euroland Fund	A (acc) EUR	08 Jan 99	12.0	(4.9)	21.0	20.6	120.5	125.7
Templeton Frontier Markets Fund	A (acc) USD	14 Oct 08	9.2	(1.7)	14.6	(9.9)	54.1	83.7
Templeton Global Fund	A (Ydis) USD	28 Feb 91	6.9	(7.4)	18.6	(3.3)	91.1	334.6
Templeton Global Balanced Fund	A (Qdis) USD	01 Jun 94	8.2	(0.4)	19.2	1.7	74.1	249.9
Templeton Global Bond Fund	A (Mdis) USD	28 Feb 91	3.0	6.0	14.3	3.6	49.8	472.6
^ **Templeton Global Bond (Euro) Fund**	A (acc) EUR	29 Aug 03	(1.0)	(2.1)	(2.9)	(1.1)	30.6	52.0
Templeton Global Climate Change Fund	A (Ydis) EUR	26 Apr 91	12.8	0.9	20.4	20.5	127.6	368.5
^ **Templeton Global Currency Fund**	A (acc) USD	07 Oct 16	4.0	7.4	-	-	-	7.0
Templeton Global Equity Income Fund	A (acc) USD	27 May 05	8.6	(5.6)	24.7	(1.3)	70.7	42.7
Templeton Global High Yield Fund	A (acc) USD	27 Sep 07	7.5	6.1	14.2	5.7	69.5	59.8
Templeton Global Income Fund	A (acc) USD	27 May 05	5.1	(3.1)	14.8	(0.8)	68.3	95.0
Templeton Global Smaller Companies Fund	A (Ydis) USD	08 Jul 91	12.2	(6.9)	24.1	5.9	91.0	350.6
Templeton Global Total Return Fund	A (acc) USD	29 Aug 03	3.0	5.7	14.7	3.2	74.0	210.1
^ **Templeton Growth (Euro) Fund**	A (acc) EUR	09 Aug 00	7.5	(4.5)	13.5	15.5	135.5	66.7
Templeton Latin America Fund[†]	A (Ydis) USD	28 Feb 91	14.9	21.2	29.6	(8.0)	11.8	601.7
Templeton Thailand Fund	A (acc) USD	20 Jun 97	17.7	16.2	56.4	62.2	282.1	222.8

All the funds marked with "^" above are not authorised for public distribution in Hong Kong as of 30 June 2019 and are not available to Hong Kong investors.

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.

[Ω] Unaudited figures.

[*] The launch 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, 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

Statement of Net Assets

at June 30, 2019

	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)	88,820,552,766	8,168,306	1,843,015,118	21,417,097
Cash at Bank and at Brokers	3,508,120,220	394,633	42,148,458	2,772,877
Time deposits (note 4)	1,487,932,238	-	-	-
Amounts receivable on sale of investments	2,752,598,525	960,000	502,253	1,405,592
Amounts receivable on subscriptions	352,249,861	-	11,375,335	1,136
Interest and dividends receivable, net	815,805,123	96,771	113,694	576,908
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	33,117,121	42,473	133,458	78,398
Unrealised profit on financial future contracts (notes 2(d), 6)	5,349,581	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	435,432	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	2,254,865	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	552,516	-	-	-
Option contracts at market value (notes 2(j), 12)	30,239,374	-	-	20,744
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	30,002,046	-	-	-
Other receivables	36,163,838	-	-	-
TOTAL ASSETS	97,875,373,506	9,662,183	1,897,288,316	26,272,752
LIABILITIES				
Amounts payable on purchases of investments	267,295,897	-	3,638,006	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	30,019,840	-	-	-
Amounts payable on redemptions	417,980,284	1,199,783	30,142,340	1,762,993
Investment management fees payable (note 15)	68,861,832	5,078	1,467,320	21,132
Performance fees payable (note 16)	241,045	-	-	-
Bank overdraft	138,309	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	105,860,049	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	2,624,134	-	-	1,349,932
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	1,149,021,750	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	211,100	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	189,128	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	7,456,334	-	-	-
Taxes and expenses payable	145,220,717	9,544	1,474,786	64,442
TOTAL LIABILITIES	2,195,120,419	1,214,405	36,722,452	3,198,499
TOTAL NET ASSETS	95,680,253,087	8,447,778	1,860,565,864	23,074,253
THREE YEAR ASSET SUMMARY				
June 30, 2018	101,982,609,080	8,445,896	2,185,214,017	25,312,964
June 30, 2017	106,341,225,772	8,920,119	2,408,642,311	28,894,121
June 30, 2016	104,023,441,025	8,597,799	2,038,926,588	21,737,459

[1] This Fund was launched on January 10, 2019.

Statement of Net Assets (continued)

at June 30, 2019

Franklin Diversified Balanced Fund (EUR)	Franklin Diversified Conservative Fund (EUR)	Franklin Diversified Dynamic Fund (EUR)	Franklin Emerging Markets Debt Opportunities Hard Currency Fund[1] (USD)	Franklin Euro Government Bond Fund (EUR)	Franklin Euro High Yield Fund (EUR)	Franklin Euro Short Duration Bond Fund (EUR)
206,115,529	200,855,128	104,131,334	24,041,408	71,535,850	475,902,092	105,849,642
27,884,352	40,396,120	21,112,991	566,402	452,966	42,446,066	1,771,054
-	-	-	-	-	-	-
253	144	43	930,000	33	-	12,148,643
101,304	118,817	4,106	168,780	70,368	995,738	72,606
1,473,972	1,943,746	470,991	381,124	440,482	6,349,470	451,722
149,646	166,700	70,053	2,983	-	881,943	-
76,177	-	116,301	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,659,475	588,765	1,344,483	-	-	-	-
-	-	-	-	-	-	-
78,863	31,665	57,750	1,949	1,191	742	4,974
237,539,571	244,101,085	127,308,052	26,092,646	72,500,890	526,576,051	120,298,641
66,978	69,129	32,067	186,957	-	-	6,020,196
-	-	-	-	-	-	-
149,285	672,534	32,924	-	311,679	1,569,997	175,407
135,417	140,618	83,465	14,041	18,962	330,623	20,967
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	309,542
-	117,461	-	-	89,983	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
47,064	44,244	22,533	-	-	-	-
-	-	-	-	-	-	-
193,124	199,908	164,412	11,516	52,352	484,033	47,126
591,868	1,243,894	335,401	212,514	472,976	2,384,653	6,573,238
236,947,703	242,857,191	126,972,651	25,880,132	72,027,914	524,191,398	113,725,403
272,770,646	355,924,700	137,509,455	-	48,996,905	589,123,493	137,112,468
212,716,472	305,343,335	86,613,579	-	90,465,722	727,071,302	79,066,843
127,631,180	145,567,427	69,274,995	-	140,926,194	838,271,805	74,491,380

Statement of Net Assets (continued)

at June 30, 2019

	Franklin Euro Short-Term Money Market Fund (EUR)	Franklin European Corporate Bond Fund (EUR)	Franklin European Dividend Fund (EUR)	Franklin European Growth Fund (EUR)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	71,567,059	71,495,270	105,301,056	256,953,091
Cash at Bank and at Brokers	7,510,544	2,773,491	1,587,415	727,630
Time deposits (note 4)	-	-	-	-
Amounts receivable on sale of investments	-	687,048	1,620,317	3,122,066
Amounts receivable on subscriptions	1,334,791	150,196	362,990	114,887
Interest and dividends receivable, net	17,825	524,673	178,156	106,649
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	-	28,198	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
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)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	17,547	875	362,900	1,307,265
TOTAL ASSETS	80,447,766	75,631,553	109,441,032	262,331,588
LIABILITIES				
Amounts payable on purchases of investments	-	1,247,692	-	2,630,786
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	75,000	49,420	260,099	690,120
Investment management fees payable (note 15)	15,970	25,543	81,930	206,396
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	148,640
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Taxes and expenses payable	87,782	55,093	85,707	283,781
TOTAL LIABILITIES	178,752	1,377,748	427,736	3,959,723
TOTAL NET ASSETS	80,269,014	74,253,805	109,013,296	258,371,865
THREE YEAR ASSET SUMMARY				
June 30, 2018	102,289,569	73,905,855	107,567,674	397,812,910
June 30, 2017	118,230,964	104,153,323	152,193,195	736,996,088
June 30, 2016	153,098,075	178,315,684	132,881,905	686,207,149

2 [illegible]

Statement of Net Assets (continued)

at June 30, 2019

Franklin European Income Fund (EUR)	Franklin European Small-Mid Cap Fund[2] (EUR)	Franklin European Total Return Fund (EUR)	Franklin Flexible Alpha Bond Fund (USD)	Franklin GCC Bond Fund (USD)	Franklin Global Aggregate Bond Fund (USD)	Franklin Global Convertible Securities Fund (USD)
19,261,206	286,647,295	250,440,773	392,382,823	134,688,295	18,937,685	664,286,531
1,103,153	3,578,228	5,376,832	22,690,625	78,856	1,546,673	12,797,995
-	-	-	-	5,300,000	-	-
13,551	272,553	609,107	38,159,184	1,016,085	2,291	35,956,792
45,549	36,669	17,634,406	8,125	964,369	464,531	18,659,213
96,965	905,735	1,515,172	2,997,522	1,645,753	206,605	1,990,159
-	-	68,571	577,641	698,807	74,654	3,677,291
-	-	-	-	-	-	-
-	-	-	413,729	-	-	-
-	-	-	689,932	-	-	-
-	-	-	-	-	-	-
-	-	-	83,714	-	-	-
-	-	-	14,023,341	-	-	-
25,684	3,238,019	26,746	59,486	-	4,453	-
20,546,108	294,678,499	275,671,607	472,086,122	144,392,165	21,236,892	737,367,981
-	64,209	9,473,233	7,287,013	1,450,000	819,407	16,263,476
-	-	-	14,033,976	-	-	-
46,371	1,965,871	653,112	28,222	152,641	2,890	1,892,988
13,469	208,146	79,220	5,023	57,034	8,618	374,641
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,664	4,678	-	-	-	-	-
-	-	455,058	521,037	-	-	-
-	-	-	940,336	-	-	-
-	-	-	193,338	-	-	-
-	-	-	-	-	-	-
-	-	-	2,118,373	-	-	-
22,400	234,457	290,303	54,157	39,825	30,566	364,681
84,904	2,477,361	10,950,926	25,181,475	1,699,500	861,481	18,895,786
20,461,204	292,201,138	264,720,681	446,904,647	142,692,665	20,375,411	718,472,195
21,094,704	435,473,434	472,606,884	629,426,052	86,795,362	91,187,076	206,962,616
17,654,854	512,480,130	550,100,840	341,435,113	56,209,469	89,242,077	109,204,730
19,112,302	630,857,606	342,927,026	310,655,006	47,711,986	81,204,083	75,977,729

Statement of Net Assets (continued)

at June 30, 2019

	Franklin Global Corporate Investment Grade Bond Fund[3] (USD)	Franklin Global Fundamental Strategies Fund (USD)	Franklin Global Listed Infrastructure Fund (USD)	Franklin Global Multi-Asset Income Fund (EUR)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	7,953,929	1,606,335,456	57,256,862	219,468,687
Cash at Bank and at Brokers	443,907	69,597,383	89,785	4,943,170
Time deposits (note 4)	-	-	1,100,000	-
Amounts receivable on sale of investments	-	184,394,447	554	318
Amounts receivable on subscriptions	-	703,917	589,855	222,670
Interest and dividends receivable, net	78,773	10,753,000	113,843	1,519,266
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	652,949	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	6,707
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
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)	-	426,251	-	1,573,239
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	2,430	1,033,932	35,140	174,130
TOTAL ASSETS	8,479,039	1,873,897,335	59,186,039	227,908,187
LIABILITIES				
Amounts payable on purchases of investments	-	1,742,704	1,138,221	74,240
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	-	2,328,422	103,861	950,961
Investment management fees payable (note 15)	2,753	1,487,626	32,061	151,909
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	314	154,509
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	10,746,698	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	25,728
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Taxes and expenses payable	7,129	2,045,269	39,489	197,034
TOTAL LIABILITIES	9,882	18,350,719	1,313,946	1,554,381
TOTAL NET ASSETS	8,469,157	1,855,546,616	57,872,093	226,353,806
THREE YEAR ASSET SUMMARY				
June 30, 2018	-	1,953,764,526	80,953,870	322,054,366
June 30, 2017	-	2,050,664,897	69,873,407	339,752,720
June 30, 2016	-	1,785,550,418	60,542,687	135,211,370

[2] This Fund has its name changed effective on May 15, 2019 (refer to note 1).

[3] This Fund was launched on January 30, 2019.

Statement of Net Assets (continued)

at June 30, 2019

Franklin Global Real Estate Fund (USD)	Franklin Global Small-Mid Cap Fund[2] (USD)	Franklin Gold and Precious Metals Fund (USD)	Franklin High Yield Fund (USD)	Franklin Income Fund (USD)	Franklin India Fund (USD)	Franklin Japan Fund (JPY)
152,835,148	79,974,241	262,906,994	1,569,176,873	1,415,883,287	2,024,166,285	8,175,760,660
353,615	778,999	1,836,480	20,470,804	10,558,743	11,869,688	145,150,714
-	-	-	-	-	9,000,000	-
1,720,157	37	2,139,132	55,770,644	43,706,521	8,154,807	47,996,937
229,408	71,758	2,345,510	1,127,879	5,800,514	4,411,267	12,164,756
692,609	22,644	18,718	25,258,800	11,633,091	1,686,670	36,728,996
244,438	-	247,109	210,867	1,379,409	596,291	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,890,694	-	-
-	-	-	-	-	-	-
23,653	1,000,424	-	101,440	541,028	-	9,231
156,099,028	81,848,103	269,493,943	1,672,117,307	1,491,393,287	2,059,885,008	8,417,811,294
407,101	30,079	-	13,700,000	-	10,886,218	-
-	-	-	-	-	-	-
1,410,024	164,830	7,844,698	2,923,996	4,713,799	6,592,653	137,470,295
116,597	65,541	202,160	1,073,984	1,009,008	1,504,091	6,596,346
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	628,763
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
187,682	93,174	232,447	1,960,805	1,616,820	12,008,379	18,874,663
2,121,404	353,624	8,279,305	19,658,785	7,339,627	30,991,341	163,570,067
153,977,624	81,494,479	261,214,638	1,652,458,522	1,484,053,660	2,028,893,667	8,254,241,227
203,221,322	111,463,910	216,042,075	1,935,878,158	1,669,750,494	3,306,103,248	26,937,411,320
251,611,501	163,701,065	250,181,745	2,466,883,234	2,200,863,666	4,279,578,096	32,561,977,383
342,101,642	200,170,691	245,152,174	2,648,362,272	2,413,536,952	3,238,697,682	26,519,107,459

Statement of Net Assets (continued)

at June 30, 2019

	Franklin K2 Alternative Strategies Fund (USD)	Franklin K2 Global Macro Opportunites Fund (USD)	Franklin K2 Long Short Credit Fund (USD)	Franklin MENA Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	1,294,803,541	7,147,422	67,989,446	93,532,931
Cash at Bank and at Brokers	265,009,466	4,200,289	5,119,017	2,691,909
Time deposits (note 4)	695,265,000	13,964,000	21,743,400	-
Amounts receivable on sale of investments	27,992,945	-	878,636	1,695,770
Amounts receivable on subscriptions	6,725,590	-	34,142	305,516
Interest and dividends receivable, net	5,226,513	77,366	778,933	67,747
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	7,499,394	-	137,481	61,408
Unrealised profit on financial future contracts (notes 2(d), 6)	3,738,490	157,657	2,020	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	353,153	5,718	-	-
Credit default swap contracts at market value (notes 2(i), 11)	536,647	15,869	-	-
Option contracts at market value (notes 2(j), 12)	694,491	-	77,365	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	1,649,143	63,008	198,105	3,491
TOTAL ASSETS	2,309,494,373	25,631,329	96,958,545	98,358,772
LIABILITIES				
Amounts payable on purchases of investments	31,421,689	75,582	1,353,032	1,984,360
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	5,402,900	113,216	114,105	490,979
Investment management fees payable (note 15)	3,117,199	37,160	139,973	106,536
Performance fees payable (note 16)	240,777	-	268	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	8,450	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	397,332	13,468	137,828	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	30,459	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	412,641	-
Taxes and expenses payable	1,390,406	114,271	144,440	136,652
TOTAL LIABILITIES	41,970,303	362,147	2,332,746	2,718,527
TOTAL NET ASSETS	2,267,524,070	25,269,182	94,625,799	95,640,245
THREE YEAR ASSET SUMMARY				
June 30, 2018	2,410,932,627	24,987,801	97,806,969	138,386,723
June 30, 2017	1,320,092,754	25,215,832	73,961,073	86,705,941
June 30, 2016	1,084,826,827	-	-	95,875,802

Statement of Net Assets (continued)

at June 30, 2019

Franklin Natural Resources Fund (USD)	Franklin NextStep Balanced Growth Fund (USD)	Franklin NextStep Conservative Fund (USD)	Franklin NextStep Dynamic Growth Fund (USD)	Franklin NextStep Growth Fund (USD)	Franklin NextStep Moderate Fund (USD)	Franklin NextStep Stable Growth Fund (USD)
255,976,730	143,136,600	38,822,345	28,727,224	28,197,916	73,504,963	21,057,693
2,177,951	70,505	77,520	65,626	-	68,078	32,968
-	2,700,000	1,100,000	500,000	700,000	1,400,000	500,000
5,430,000	1,897,762	70	249,698	66,775	65,792	123,076
3,128,785	-	-	-	22,659	87,374	256
367,910	-	-	-	-	-	-
385,211	-	407,965	13,856	78,410	269,808	4,399
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
38,265	-	2,721	1,675	2,634	4,696	1,094
267,504,852	147,804,867	40,410,621	29,558,079	29,068,394	75,400,711	21,719,486
1,876,099	88	-	-	12	19	-
-	-	-	-	-	-	-
3,100,519	2,140,774	39,235	223,166	46,019	178,964	-
198,129	102,973	24,128	20,346	22,363	53,927	14,298
-	-	-	-	-	-	-
-	-	-	-	138,309	-	-
-	4,122	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
277,200	100,050	28,818	27,363	25,617	56,477	17,702
5,451,947	2,348,007	92,181	270,875	232,320	289,387	32,000
262,052,905	145,456,860	40,318,440	29,287,204	28,836,074	75,111,324	21,687,486
351,976,498	257,583,066	37,825,419	60,806,068	26,984,353	75,584,143	22,169,010
357,146,962	141,120,021	22,235,224	31,624,652	14,170,474	39,419,097	19,876,634
301,524,049	9,828,108	7,141,045	4,497,653	3,376,470	8,501,020	6,077,952

Statement of Net Assets (continued)

at June 30, 2019

	Franklin Select U.S. Equity Fund[4] (USD)	Franklin Strategic Income Fund (USD)	Franklin Technology Fund (USD)	Franklin U.S. Dollar Short-Term Money Market Fund[5] (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	364,749,539	798,036,308	2,918,199,373	276,180,864
Cash at Bank and at Brokers	1,561,064	11,278,361	108,093,257	4,331
Time deposits (note 4)	-	-	-	-
Amounts receivable on sale of investments	3,885,009	18,257,653	71,078	85,725,000
Amounts receivable on subscriptions	967,494	7,496,768	28,910,921	5,409,699
Interest and dividends receivable, net	136,453	7,414,194	1,733,753	-
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	128,249	2,850,985	311,514	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	320,426	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	11,838	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	892,194	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	7,296,420	-	-
Other receivables	-	157,080	129,398	79,596
TOTAL ASSETS	371,427,808	854,012,227	3,057,449,294	367,399,490
LIABILITIES				
Amounts payable on purchases of investments	-	1,811,611	4,365,000	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	7,298,001	-	-
Amounts payable on redemptions	1,161,874	1,593,098	21,147,046	2,223,437
Investment management fees payable (note 15)	271,590	464,285	2,307,121	87,084
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
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 inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	4,100,638	-	-
Taxes and expenses payable	400,188	902,595	2,027,318	244,023
TOTAL LIABILITIES	1,833,652	16,170,228	29,846,485	2,554,544
TOTAL NET ASSETS	369,594,156	837,841,999	3,027,602,809	364,844,946
THREE YEAR ASSET SUMMARY				
June 30, 2018	419,996,049	965,025,829	2,624,600,522	332,606,406
June 30, 2017	461,625,826	1,123,520,954	1,229,456,650	310,691,013
June 30, 2016	506,167,855	1,179,933,357	912,322,077	403,995,936

4 This Fund had its name changed effective on August 1, 2019 (refer to note 1).

5 This Fund had its name changed effective on January 28, 2019 (refer to note 1).

Statement of Net Assets (continued)

at June 30, 2019

Franklin U.S. Government Fund (USD)	Franklin U.S. Low Duration Fund (USD)	Franklin U.S. Opportunities Fund (USD)	Franklin World Perspectives Fund (USD)	Franklin Mutual European Fund (EUR)	Franklin Mutual Global Discovery Fund (USD)	Franklin Mutual U.S. Value Fund (USD)
692,229,102	670,431,413	4,180,860,531	367,936,187	824,343,603	598,625,292	382,935,042
12,531,422	5,828,560	7,343,117	1,537,096	19,445,649	4,148,053	463,409
-	-	-	4,000,000	-	-	-
31,295,001	13,945,684	3,580	104,151	18,600,271	19,438,215	13,615,989
7,540,919	2,264,513	11,735,994	135,517	644,394	125,696	264,447
2,192,326	3,862,576	721,573	488,601	2,709,679	2,085,877	877,474
59,375	1,346,929	6,095,228	-	-	317,970	40,412
-	904,545	-	-	-	-	-
-	9,865	-	-	-	-	-
-	313,868	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
8,682,285	-	-	-	-	-	-
-	24,795	40,799	277,802	3,012,436	406,834	101,027
754,530,430	698,932,748	4,206,800,822	374,479,354	868,756,032	625,147,937	398,297,800
-	870,940	-	-	17,799	262,739	270,256
8,687,863	-	-	-	-	-	-
2,747,427	839,444	20,914,748	750,150	2,755,301	1,587,639	522,288
357,664	273,359	3,109,138	274,574	655,417	472,077	300,871
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	358,380	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	17,762	-	-	-	-	-
-	-	-	-	-	-	-
-	824,682	-	-	-	-	-
683,939	498,523	3,162,457	473,532	1,759,370	694,642	934,545
12,476,893	3,324,710	27,186,343	1,498,256	5,546,267	3,017,097	2,027,960
742,053,537	695,608,038	4,179,614,479	372,981,098	863,209,765	622,130,840	396,269,840
625,792,030	749,695,138	3,881,876,880	422,637,403	1,193,519,552	761,194,397	490,623,618
855,045,873	1,184,520,738	2,937,414,397	312,784,198	1,613,768,701	980,850,083	750,634,285
1,211,181,698	904,479,104	3,723,344,289	363,338,333	1,808,035,248	942,338,326	641,560,164

Statement of Net Assets (continued)

at June 30, 2019

	Templeton Asian Bond Fund (USD)	Templeton Asian Growth Fund (USD)	Templeton Asian Smaller Companies Fund (USD)	Templeton BRIC Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	379,648,242	2,965,661,733	1,488,452,723	647,837,288
Cash at Bank and at Brokers	32,204,063	123,521	2,909,002	715,618
Time deposits (note 4)	-	117,000,000	83,000,000	18,000,000
Amounts receivable on sale of investments	22,813,041	41,626,271	15,171	1,203
Amounts receivable on subscriptions	1,080,771	9,528,421	6,247,449	722,581
Interest and dividends receivable, net	5,852,957	15,361,803	2,698,941	4,724,721
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	1,169,817	10,130	130,322
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
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)	93,354	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	53,000	-	-	-
TOTAL ASSETS	441,745,428	3,150,471,566	1,583,333,416	672,131,733
LIABILITIES				
Amounts payable on purchases of investments	1,354,374	24,413,708	3,539,639	1,904,795
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	985,602	10,472,428	2,754,233	4,516,010
Investment management fees payable (note 15)	243,163	3,232,882	1,350,671	845,621
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	163,669	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	15,158,688	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Taxes and expenses payable	1,701,770	6,048,137	2,751,998	1,857,284
TOTAL LIABILITIES	19,607,266	44,167,155	10,396,541	9,123,710
TOTAL NET ASSETS	422,138,162	3,106,304,411	1,572,936,875	663,008,023
THREE YEAR ASSET SUMMARY				
June 30, 2018	547,874,433	3,795,392,747	1,665,977,311	766,634,429
June 30, 2017	673,256,171	4,944,781,465	1,577,382,433	761,260,242
June 30, 2016	841,044,530	4,508,040,016	1,126,815,386	683,471,085

Statement of Net Assets (continued)

at June 30, 2019

Templeton China Fund (USD)	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 Local Currency Bond Fund (USD)	Templeton Emerging Markets Smaller Companies Fund (USD)
415,407,235	245,886,062	946,731,636	133,578,263	10,302,267,221	24,711,570	929,833,974
462,720	4,746,598	1,192,614	6,349,993	305,562,018	1,425,376	14,763,409
5,000,000	-	12,000,000	-	-	-	-
456,520	-	775	15,530,592	493,323,950	3,506,103	35,341,992
1,134,373	237,411	605,415	938,199	44,479,027	188,813	3,085,130
2,573,847	3,325,131	5,061,360	1,612,409	197,421,690	515,476	2,302,851
-	-	113,420	372,257	-	111,325	62,055
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	31,839	5,238,521	-	-
-	-	-	-	-	-	-
-	516,695	355,061	19,314	1,705,689	4,507	258,191
425,034,695	254,711,897	966,060,281	158,432,866	11,349,998,116	30,463,170	985,647,602
210,807	1,024,340	45	245,508	10,381,656	281	1,741
-	-	-	-	-	-	-
3,802,462	1,774,825	5,842,550	816,766	32,326,315	-	28,869,477
522,681	316,380	838,200	157,208	8,640,341	17,293	931,995
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	4,871,807	-	-
-	-	-	-	-	-	-
-	-	-	228,786	71,375,029	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
639,639	612,926	2,496,615	239,929	16,074,926	22,212	1,459,726
5,175,589	3,728,471	9,177,410	1,688,197	143,670,074	39,786	31,262,939
419,859,106	250,983,426	956,882,871	156,744,669	11,206,328,042	30,423,384	954,384,663
519,042,458	250,196,311	970,862,932	132,161,280	9,908,350,175	19,328,901	1,060,586,206
525,402,818	310,573,410	768,743,294	64,654,834	6,296,345,122	-	778,914,351
529,554,974	270,212,102	525,175,142	44,032,095	3,822,276,997	-	483,632,814

Statement of Net Assets (continued)

at June 30, 2019

	Templeton Euroland Fund (EUR)	Templeton Frontier Markets Fund (USD)	Templeton Global Fund (USD)	Templeton Global Balanced Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	445,770,960	590,978,480	878,878,715	695,375,265
Cash at Bank and at Brokers	1,924,932	11,659,795	709,811	126,901,682
Time deposits (note 4)	-	14,000,000	33,000,000	-
Amounts receivable on sale of investments	2,282,292	3,304,463	8,336,743	4,090,542
Amounts receivable on subscriptions	1,002,128	3,180,276	497,912	636,938
Interest and dividends receivable, net	177,518	1,224,794	2,733,486	4,291,559
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	506,630	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
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)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	1,599,200	-	1,009,206	368,581
TOTAL ASSETS	452,757,030	624,854,438	925,165,873	831,664,567
LIABILITIES				
Amounts payable on purchases of investments	2,245,509	4,075,679	3,820,186	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	4,597,631	1,202,142	1,886,130	2,513,863
Investment management fees payable (note 15)	332,848	704,460	689,643	525,504
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	6,238	-	-	177,008
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Taxes and expenses payable	436,223	5,110,582	1,076,815	1,039,651
TOTAL LIABILITIES	7,618,449	11,092,863	7,472,774	4,256,026
TOTAL NET ASSETS	445,138,581	613,761,575	917,693,099	827,408,541
THREE YEAR ASSET SUMMARY				
June 30, 2018	699,571,319	668,087,891	1,151,854,028	915,673,862
June 30, 2017	465,137,539	882,514,750	1,259,094,531	953,322,447
June 30, 2016	225,841,210	816,651,982	1,159,102,438	938,407,418

Statement of Net Assets (continued)

at June 30, 2019

Templeton Global Bond Fund (USD)	Templeton Global Bond (Euro) Fund (EUR)	Templeton Global Climate Change Fund (EUR)	Templeton Global Currency Fund (USD)	Templeton Global Equity Income Fund (USD)	Templeton Global High Yield Fund (USD)	Templeton Global Income Fund (USD)
13,901,690,929	258,087,338	608,440,111	6,793,631	92,744,161	124,469,972	642,091,842
1,106,460,508	25,196,767	10,188,536	1,599,631	213,909	4,422,143	27,431,303
-	-	-	-	3,000,000	-	-
733,530,528	175,442	-	2,340,000	202	6,482,362	35,396,786
59,296,917	533,482	275,476	19,903	40,237	1,060,637	286,135
188,445,083	4,387,379	2,600,256	55,050	266,657	2,622,532	5,692,912
-	-	-	37,694	977	129,898	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
7,273,329	-	-	-	-	23,232	135,548
-	-	-	-	-	-	-
4,735,609	35,572	780,388	1,654	120,501	9,892	858,447
16,001,432,903	288,415,980	622,284,767	10,847,563	96,386,644	139,220,668	711,892,973
37,887,515	443,731	1,346,963	-	-	1,608,031	6,345,725
-	-	-	-	-	-	-
59,055,763	880,704	136,487	2,060,382	248,208	170,789	3,728,484
8,637,286	151,358	498,923	5,889	77,047	92,490	466,576
-	-	-	-	-	-	-
-	-	-	-	-	-	-
61,333,395	951,564	1,740	-	-	-	727,856
-	-	-	-	-	-	-
560,542,925	4,433,432	-	-	-	1,100,204	4,037,075
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
28,407,193	486,657	644,285	14,688	148,059	184,027	862,371
755,864,077	7,347,446	2,628,398	2,080,959	473,314	3,155,541	16,168,087
15,245,568,826	281,068,534	619,656,369	8,766,604	95,913,330	136,065,127	695,724,886
15,504,808,485	311,170,103	644,131,608	11,532,277	141,000,794	145,646,981	912,320,444
18,426,706,919	325,525,488	693,378,176	8,481,440	150,633,469	180,421,557	1,137,684,998
22,001,556,826	365,968,734	620,499,565	-	164,081,704	163,016,307	1,481,892,095

Statement of Net Assets (continued)

at June 30, 2019

	Templeton Global Smaller Companies Fund (USD)	Templeton Global Total Return Fund (USD)	Templeton Growth (Euro) Fund (EUR)	Templeton Latin America Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	98,950,077	15,961,012,824	6,416,890,624	993,370,866
Cash at Bank and at Brokers	992,071	927,404,087	41,457,765	494,179
Time deposits (note 4)	4,000,000	-	362,985,291	8,000,000
Amounts receivable on sale of investments	258,893	685,820,542	9,081,087	4,907,346
Amounts receivable on subscriptions	106,135	65,054,719	685,603	1,300,566
Interest and dividends receivable, net	249,693	231,310,595	18,692,394	1,669,990
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	295,308
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
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)	-	8,377,368	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	98,812	2,277,388	4,826,054	-
TOTAL ASSETS	104,655,681	17,881,257,523	6,854,618,818	1,010,038,255
LIABILITIES				
Amounts payable on purchases of investments	115,238	39,051,043	2,039,231	36,167
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	81,687	96,285,773	3,298,978	5,868,186
Investment management fees payable (note 15)	83,681	9,985,149	5,515,470	1,116,244
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	36,364,432	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	479,303,234	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Taxes and expenses payable	160,246	25,931,247	6,385,995	1,569,160
TOTAL LIABILITIES	440,852	686,920,878	17,239,674	8,589,757
TOTAL NET ASSETS	104,214,829	17,194,336,645	6,837,379,144	1,001,448,498
THREE YEAR ASSET SUMMARY				
June 30, 2018	122,143,577	17,571,329,650	7,362,059,685	991,907,089
June 30, 2017	120,018,892	20,185,056,502	7,584,398,180	1,199,770,938
June 30, 2016	113,758,358	21,120,878,212	6,563,260,233	1,103,673,787

Statement of Net Assets (continued)

at June 30, 2019

Templeton Thailand Fund (USD)
153,918,025
640,517
21,000,000
243,081
2,552,528
37,543
-
-
-
-
-
-
-
-
178,391,694
-
-
2,689,920
222,767
-
-
-
-
-
-
-
-
203,809
3,116,496
175,275,198
167,245,593
139,450,128
143,285,738

Statement of Operations and Changes in Net Assets

For the Year ended June 30, 2019

	Total (USD)	Franklin Asia Credit Fund (USD)	Franklin Biotechnology Discovery Fund (USD)	Franklin Brazil Opportunities Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	101,982,609,080	8,445,896	2,185,214,017	25,312,964
Currency translation adjustment	(437,684,275)	-	-	-
	101,544,924,805	8,445,896	2,185,214,017	25,312,964
INCOME				
Dividends (net of withholding taxes) (note 2(m))	834,279,603	-	5,014,462	109,589
Interest on bonds (net of withholding taxes) (note 2(m))	4,112,625,896	397,421	155,913	1,589,726
Bank interest	28,133,889	632	780,287	6,323
Securities lending (notes 2(n), 14)	4,834,213	-	114,359	-
Net interest income on swaps	9,524,988	-	-	46,528
Sundry income	23,734,556	400	1,676,057	21
TOTAL INCOME	5,013,133,145	398,453	7,741,078	1,752,187
EXPENSES				
Investment management fees (note 15)	857,549,604	59,562	18,582,897	262,108
Performance fees (note 16)	241,045	-	-	-
Administration and transfer agency fees	219,255,902	18,762	4,423,852	71,282
Directors fees	205,925	18	4,158	56
Subscription tax (note 19)	41,199,599	3,505	927,092	12,992
Custodian fees	33,031,908	613	76,863	5,900
Audit fees	1,169,198	12,605	15,075	10,414
Printing and publishing expenses	8,961,952	1,142	178,849	4,719
Bank charges	15,120,826	-	5,214	35
Net interest expenses on swaps	21,024,839	-	-	-
Maintenance and service charges (note 20)	414,196,022	18,926	10,355,306	206,521
Other charges	25,608,672	2,030	484,810	6,354
TOTAL EXPENSES	1,637,565,492	117,163	35,054,116	580,381
Expenses reimbursement (note 21)	(13,551,340)	(1,408)	(3,184)	-
NET EXPENSES	1,624,014,152	115,755	35,050,932	580,381
NET PROFIT/(LOSS) FROM INVESTMENTS	3,389,118,993	282,698	(27,309,854)	1,171,806
Net realised profit/(loss) on sale of investments	(26,443,395)	(25,487)	120,263,941	(278,596)
Net realised profit/(loss) on forward foreign exchange contracts	1,482,142,341	(211,546)	(1,164,022)	(339,714)
Net realised profit/(loss) on financial future contracts	(23,056,883)	-	-	(1,197,231)
Net realised profit/(loss) on interest rate swap contracts	628,817	-	-	-
Net realised profit/(loss) on inflation swap contracts	832,096	-	-	151,773
Net realised profit/(loss) on total return swap contracts	(95,396)	-	-	-
Net realised profit/(loss) on credit default swap contracts	1,151,713	-	-	338,474
Net realised profit/(loss) on option contracts	(13,430,587)	-	-	-
Net realised profit/(loss) on mortgage dollar rolls	568	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(134,248,892)	130	(2,102)	(174,563)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	4,676,599,375	45,795	91,787,963	(328,051)
Change in net unrealised appreciation/(depreciation) on:				
Investments	(754,448,972)	446,138	(76,480,332)	4,266,200
Forward foreign exchange contracts	(662,599,229)	118,582	347,052	49,594
Financial future contracts	5,771,833	-	-	(1,481,009)
Interest rate swap contracts	(1,115,275,452)	-	-	-
Inflation swap contracts	(622,851)	-	-	(88,424)
Cross currency swap contracts	90,895	-	-	-
Total return swap contracts	(8,434,144)	-	-	-
Credit default swap contracts	999,413	-	-	-
Option contracts	(23,929,253)	-	-	6,862
Mortgage dollar rolls	86,144	-	-	-
Foreign exchange transactions	46,852,603	119	(180)	48,996
Capital gains tax	39,204,480	-	-	79,266
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	2,204,294,842	610,634	15,654,503	2,553,434
MOVEMENT OF CAPITAL				
Issue of shares	31,207,118,765	3,775,934	1,121,950,559	11,551,621
Redemption of shares	(34,799,114,454)	(3,982,764)	(1,462,253,215)	(14,246,399)
Equalisation (note 24)	(16,269,063)	1,933	-	(18,553)
	(3,608,264,752)	(204,897)	(340,302,656)	(2,713,331)
Dividends paid/accumulated	(4,460,701,808)	(403,855)	-	(2,078,814)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(8,068,966,560)	(608,752)	(340,302,656)	(4,792,145)
NET ASSETS AT THE END OF THE YEAR	95,680,253,087	8,447,778	1,860,565,864	23,074,253
Portfolio Turnover Ratio (note 25)		8.91%	(49.70)%	119.83%

[1] This fund was launched on January 18, 2019.

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Franklin Diversified Balanced Fund (EUR)	Franklin Diversified Conservative Fund (EUR)	Franklin Diversified Dynamic Fund (EUR)	Franklin Emerging Markets Debt Opportunities Hard Currency Fund[1] (USD)	Franklin Euro Government Bond Fund (EUR)	Franklin Euro High Yield Fund (EUR)	Franklin Euro Short Duration Bond Fund (EUR)
272,770,646	355,924,700	137,509,455	-	48,996,905	589,123,493	137,112,468
-	-	-	-	-	-	-
272,770,646	355,924,700	137,509,455	-	48,996,905	589,123,493	137,112,468
3,145,714	1,248,021	2,315,310	-	-	91,263	-
1,428,394	2,584,629	421,054	527,025	618,932	21,355,199	507,738
40,988	43,777	25,490	5,935	13	21,635	2,272
-	-	-	-	-	-	-
260,171	432,786	-	-	-	-	-
5,255	7,260	1,432	-	-	47,636	538
4,880,522	4,316,473	2,763,286	532,960	618,945	21,515,733	510,548
1,753,624	2,072,398	1,035,917	66,119	192,144	4,223,781	280,419
-	-	-	-	-	-	-
561,276	674,596	289,419	19,452	137,265	1,241,319	227,590
548	669	277	21	117	1,180	273
72,740	110,755	47,163	1,214	17,671	249,538	33,740
27,510	30,979	15,304	2,729	5,601	43,766	12,994
11,503	12,110	11,756	11,125	7,908	11,671	10,481
23,565	28,012	12,034	788	5,418	50,940	11,675
117,231	111,700	71,226	-	6,046	199,353	30,545
-	-	67,514	-	-	-	-
548,546	1,027,493	447,801	-	128,361	2,477,912	215,877
61,551	75,483	31,077	2,597	13,079	132,369	30,753
3,178,094	4,144,195	2,029,488	104,045	513,610	8,631,829	854,347
-	(34,591)	-	(17,481)	(53,923)	(1,163)	(83,953)
3,178,094	4,109,604	2,029,488	86,564	459,687	8,630,666	770,394
1,702,428	206,869	733,798	446,396	159,258	12,885,067	(259,846)
(8,275,143)	(14,126,027)	(2,625,620)	7,503	329,759	(3,436,344)	(79,580)
(2,944,765)	(3,391,544)	(1,251,618)	(5,319)	-	(859,378)	1,515,251
(3,227,053)	(471,661)	(1,702,077)	-	(1,083,127)	-	(1,073,017)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(5,115,251)	(6,613,989)	(2,576,132)	-	-	-	-
(36,730)	(70,751)	(28,972)	-	-	-	-
(3,158,233)	(2,467,679)	(2,364,059)	-	(17,302)	-	(20,181)
-	-	-	-	-	-	-
(43,884)	(19,553)	(5,942)	746	-	2,620	77,246
(21,098,631)	(26,954,335)	(9,820,622)	449,326	(611,412)	8,591,965	159,873
7,920,299	16,641,659	472,533	1,096,859	4,450,528	13,261,636	1,114,585
1,643,908	1,262,474	912,680	2,983	-	127,238	(289,272)
91,782	(113,566)	254,259	-	143,084	-	386,050
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
38,495	44,601	(40,457)	-	-	-	-
41,686	80,614	31,235	-	-	-	-
(886,803)	(444,138)	(660,292)	-	-	-	-
-	-	-	-	-	-	-
(813)	6,297	15,548	86	-	(12,396)	2,612
-	-	-	-	-	-	-
(12,250,077)	(9,476,394)	(8,835,116)	1,549,254	3,982,200	21,968,443	1,373,848
30,517,265	34,501,179	18,789,893	24,239,352	45,014,014	79,111,079	63,143,735
(39,967,648)	(121,546,551)	(14,292,768)	-	(25,663,943)	(143,209,249)	(87,360,447)
(652,908)	(2,919,347)	3,632	91,526	100,202	(445,270)	(42,539)
(10,103,291)	(89,964,719)	4,500,757	24,330,878	19,450,273	(64,543,440)	(24,259,251)
(13,469,575)	(13,626,396)	(6,202,445)	-	(401,464)	(22,357,098)	(501,662)
(23,572,866)	(103,591,115)	(1,701,688)	24,330,878	19,048,809	(86,900,538)	(24,760,913)
236,947,703	242,857,191	126,972,651	25,880,132	72,027,914	524,191,398	113,725,403
229.73%	208.61%	248.66%	(4.00)%	22.31%	92.09%	57.16%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Franklin Euro Short-Term Money Market Fund (EUR)	Franklin European Corporate Bond Fund (EUR)	Franklin European Dividend Fund (EUR)	Franklin European Growth Fund (EUR)
NET ASSETS AT THE BEGINNING OF THE YEAR	102,289,569	73,905,855	107,567,674	397,812,910
Currency translation adjustment	-	-	-	-
	102,289,569	73,905,855	107,567,674	397,812,910
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	-	4,232,250	6,057,479
Interest on bonds (net of withholding taxes) (note 2(m))	(290,784)	1,121,694	-	-
Bank interest	-	15	-	297
Securities lending (notes 2(n), 14)	-	-	24,447	560,872
Net interest income on swaps	-	-	-	-
Sundry income	-	-	-	-
TOTAL INCOME	(290,784)	1,121,709	4,256,697	6,618,648
EXPENSES				
Investment management fees (note 15)	227,560	291,352	1,014,566	3,114,128
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	132,382	156,505	258,757	743,246
Directors fees	213	145	233	730
Subscription tax (note 19)	9,905	22,900	43,859	154,284
Custodian fees	8,115	5,498	10,262	34,453
Audit fees	7,674	8,487	9,968	7,989
Printing and publishing expenses	9,010	6,418	10,173	30,462
Bank charges	64,054	6,396	17,339	17,166
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	70,954	253,809	549,574	2,051,047
Other charges	53,910	16,167	26,231	82,484
TOTAL EXPENSES	583,777	767,677	1,940,962	6,235,989
Expenses reimbursement (note 21)	(308,426)	(60,134)	(14,731)	(4,174)
NET EXPENSES	275,351	707,543	1,926,231	6,231,815
NET PROFIT/(LOSS) FROM INVESTMENTS	(566,135)	414,166	2,330,466	386,833
Net realised profit/(loss) on sale of investments	(1,094)	608,752	(56,417)	(1,115,050)
Net realised profit/(loss) on forward foreign exchange contracts	-	(40,329)	179,056	2,162,042
Net realised profit/(loss) on financial future contracts	-	(232,634)	-	-
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 mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	-	-	(23,176)	(39,645)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	(567,229)	749,955	2,429,929	1,394,180
Change in net unrealised appreciation/(depreciation) on:				
Investments	(14,167)	2,088,523	(2,552,072)	(20,751,402)
Forward foreign exchange contracts	-	38,848	254,794	(550,738)
Financial future contracts	-	92,590	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	-	-	(3,031)	(12,375)
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	(581,396)	2,969,916	129,620	(19,920,335)
MOVEMENT OF CAPITAL				
Issue of shares	60,405,236	20,795,886	60,850,176	34,528,812
Redemption of shares	(81,844,395)	(22,253,620)	(55,278,553)	(151,910,291)
Equalisation (note 24)	-	51,429	(164,868)	(62,353)
	(21,439,159)	(1,406,305)	5,406,755	(117,443,832)
Dividends paid/accumulated	-	(1,215,661)	(4,090,753)	(2,076,878)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(21,439,159)	(2,621,966)	1,316,002	(119,520,710)
NET ASSETS AT THE END OF THE YEAR	80,269,014	74,253,805	109,013,296	258,371,865
Portfolio Turnover Ratio (note 25)	N/A	62.99%	20.87%	52.79%

[2] This Fund has its name changed effective on May 15, 2019 (refer to note 1).

[3] This Fund was closed on April 11, 2019.

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Franklin European Income Fund (EUR)	Franklin European Small-Mid Cap Fund[2] (EUR)	Franklin European Total Return Fund (EUR)	Franklin Flexible Alpha Bond Fund (USD)	Franklin GCC Bond Fund (USD)	Franklin Global Aggregate Bond Fund (USD)	Franklin Global Aggregate Investment Grade Bond Fund[3] (USD)
21,094,704	435,473,434	472,606,884	629,426,052	86,795,362	91,187,076	10,629,897
-	-	-	-	-	-	-
21,094,704	435,473,434	472,606,884	629,426,052	86,795,362	91,187,076	10,629,897
343,067	11,163,824	-	-	-	-	-
174,228	-	5,200,144	18,372,963	5,544,203	1,818,508	166,634
-	-	19,210	266,748	92,827	16,828	655
-	16,429	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	72,268	21	13,337	3,473
517,295	11,180,253	5,219,354	18,711,979	5,637,051	1,848,673	170,762
170,837	3,125,900	1,265,664	267,144	550,469	132,255	33,511
-	-	-	-	-	-	-
50,614	805,815	747,668	104,883	207,932	54,699	17,384
45	810	773	1,094	186	141	-
9,958	125,390	126,065	53,990	17,987	13,638	1,475
2,854	48,795	58,019	22,490	8,737	14,852	1,449
11,120	9,244	9,313	15,277	10,430	12,253	1,743
1,951	33,921	31,927	46,527	8,926	5,416	-
2,076	65,240	49,130	67,999	819	6,370	97
-	-	-	1,544,913	39,912	-	-
153,572	1,155,984	1,287,052	45,708	65,948	79,413	1,955
5,049	91,357	86,954	122,571	20,246	16,119	2,481
408,076	5,462,456	3,662,565	2,292,596	931,592	335,156	60,095
(3,836)	-	(290,093)	(36,647)	-	(27,038)	(3,855)
404,240	5,462,456	3,372,472	2,255,949	931,592	308,118	56,240
113,055	5,717,797	1,846,882	16,456,030	4,705,459	1,540,555	114,522
(261,357)	22,333,079	5,003,171	(5,287,314)	286,893	(2,557,132)	(140,159)
(3,584)	27,545	(745,049)	(20,664,263)	(2,200,119)	(648,358)	20,735
-	-	(9,268,341)	(1,357,574)	-	-	-
-	-	64,227	462,527	-	-	-
-	-	-	-	-	-	-
-	-	-	1,272,757	-	-	-
-	-	-	1,339,191	-	-	-
-	-	(138,418)	(369,293)	-	-	-
-	-	-	(73,580)	-	-	-
(1,252)	(52,281)	(55,398)	144,459	(24,655)	88,005	(10,087)
(153,138)	28,026,140	(3,292,926)	(8,077,060)	2,767,578	(1,576,930)	(14,989)
506,606	(61,570,414)	11,064,424	5,505,162	6,745,803	3,758,047	179,623
12,165	(6,114)	(68,497)	4,316,457	539,647	497,191	(7,299)
-	-	2,493,781	(932,652)	-	-	-
-	-	(31,617)	(1,275,047)	-	-	-
-	-	-	(510,636)	-	-	-
-	-	-	62,004	-	-	-
-	-	-	330,555	-	-	-
-	-	-	368,913	-	-	-
-	-	-	(39,151)	-	-	-
-	-	-	(10,635)	-	-	-
593	(33,970)	43,070	(8,424)	203	23,625	1,357
-	-	-	(324)	-	(104)	-
366,226	(33,584,358)	10,208,235	(270,838)	10,053,231	2,701,829	158,692
5,894,076	37,208,604	83,454,810	33,356,202	92,771,662	20,103,727	408,813
(6,272,645)	(138,038,434)	(296,020,444)	(198,089,824)	(41,757,119)	(91,959,187)	(10,950,637)
8,709	(521,410)	(273,715)	(1,153,001)	128,804	(182,290)	(111,325)
(369,860)	(101,351,240)	(212,839,349)	(165,886,623)	51,143,347	(72,037,750)	(10,653,149)
(629,866)	(8,336,698)	(5,255,089)	(16,363,944)	(5,299,275)	(1,475,744)	(135,440)
(999,726)	(109,687,938)	(218,094,438)	(182,250,567)	45,844,072	(73,513,494)	(10,788,589)
20,461,204	292,201,138	264,720,681	446,904,647	142,692,665	20,375,411	-
8.24%	8.20%	59.00%	30.42%	41.01%	46.38%	N/A

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Franklin Global Convertible Securities Fund (USD)	Franklin Global Corporate Investment Grade Bond Fund[4] (USD)	Franklin Global Fundamental Strategies Fund (USD)	Franklin Global Listed Infrastructure Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	206,962,616	-	1,953,764,526	80,953,870
Currency translation adjustment	-	-	-	-
	206,962,616	-	1,953,764,526	80,953,870
INCOME				
Dividends (net of withholding taxes) (note 2(m))	2,343,054	-	31,469,553	1,894,523
Interest on bonds (net of withholding taxes) (note 2(m))	4,668,208	114,038	43,272,713	-
Bank interest	96,713	1,060	583,429	18,047
Securities lending (notes 2(n), 14)	-	-	138,400	-
Net interest income on swaps	-	-	231,577	-
Sundry income	629	-	231,570	69,395
TOTAL INCOME	7,108,604	115,098	75,927,242	1,981,965
EXPENSES				
Investment management fees (note 15)	2,997,066	14,212	18,630,857	459,649
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	981,724	7,738	4,394,764	124,586
Directors fees	747	-	4,022	165
Subscription tax (note 19)	142,782	1,032	920,217	20,840
Custodian fees	21,056	378	413,268	11,529
Audit fees	13,736	10,689	13,963	12,167
Printing and publishing expenses	38,128	306	174,853	6,879
Bank charges	3,926	50	273,005	441
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	1,853,514	-	10,066,178	216,901
Other charges	81,013	1,016	452,999	18,735
TOTAL EXPENSES	6,133,692	35,421	35,344,126	871,892
Expenses reimbursement (note 21)	(3,368)	(14,052)	(33,184)	(8,003)
NET EXPENSES	6,130,324	21,369	35,310,942	863,889
NET PROFIT/(LOSS) FROM INVESTMENTS	978,280	93,729	40,616,300	1,118,076
Net realised profit/(loss) on sale of investments	11,170,844	4,512	20,339,333	1,211,098
Net realised profit/(loss) on forward foreign exchange contracts	(11,605,107)	-	31,194,779	(52,250)
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	-	-	75,685	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(34,568)	185	(479,223)	29,277
NET REALISED PROFIT/(LOSS) FOR THE YEAR	509,449	98,426	91,746,874	2,306,201
Change in net unrealised appreciation/(depreciation) on:				
Investments	37,822,946	370,446	(75,276,451)	3,292,198
Forward foreign exchange contracts	3,186,076	-	(13,921,382)	12,680
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	(17,517,915)	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	(275,864)	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	3,819	285	549,275	975
Capital gains tax	-	-	141,229	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	41,522,290	469,157	(14,554,234)	5,612,054
MOVEMENT OF CAPITAL				
Issue of shares	671,557,747	8,000,000	189,796,653	25,949,161
Redemption of shares	(201,907,522)	-	(239,185,647)	(51,878,966)
Equalisation (note 24)	734,528	-	(568,716)	(328,425)
	470,384,753	8,000,000	(49,957,710)	(26,258,230)
Dividends paid/accumulated	(397,464)	-	(33,705,966)	(2,435,601)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	469,987,289	8,000,000	(83,663,676)	(28,693,831)
NET ASSETS AT THE END OF THE YEAR	718,472,195	8,469,157	1,855,546,616	57,872,093
Portfolio Turnover Ratio (note 25)	(37.87)%	2.67%	25.10%	146.02%

[2] This Fund has its name changed effective on May 15, 2019 (refer to note 1).

[4] This Fund was launched on January 30, 2019.

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Franklin Global Multi-Asset Income Fund (EUR)	Franklin Global Real Estate Fund (USD)	Franklin Global Small-Mid Cap Fund[2] (USD)	Franklin Gold and Precious Metals Fund (USD)	Franklin High Yield Fund (USD)	Franklin Income Fund (USD)	Franklin India Fund (USD)
322,054,366	203,221,322	111,463,910	216,042,075	1,935,878,158	1,669,750,494	3,306,103,248
-	-	-	-	-	-	-
322,054,366	203,221,322	111,463,910	216,042,075	1,935,878,158	1,669,750,494	3,306,103,248
3,885,249	4,560,292	2,103,158	1,396,692	591,078	27,953,831	19,395,793
2,401,646	-	-	63,082	101,690,781	48,172,308	-
57,151	26,646	45,676	13,232	206,141	206,057	461,212
-	-	-	-	-	19,565	-
197,281	-	-	-	-	-	-
11,337	-	-	13,521	117,467	990,668	-
6,552,664	4,586,938	2,148,834	1,486,527	102,605,467	77,342,429	19,857,005
2,126,442	1,568,163	953,476	2,205,195	13,995,991	13,006,737	20,905,396
-	-	-	-	-	-	-
604,130	421,353	241,252	552,260	4,162,075	3,729,436	5,354,811
590	404	216	453	3,832	3,361	5,385
118,443	75,420	48,663	110,045	886,608	761,856	900,371
31,878	14,307	3,865	19,714	71,411	70,050	1,260,858
12,981	13,841	10,053	9,410	16,738	14,718	15,668
24,881	17,049	9,104	20,554	164,699	145,017	225,436
79,721	604	3,381	1,243	432	1,575	89,562
-	-	-	-	-	-	-
1,684,911	993,841	549,517	1,480,615	9,296,843	10,508,582	8,605,308
66,591	45,598	24,408	50,696	430,423	388,613	603,617
4,750,568	3,150,580	1,843,935	4,450,185	29,029,052	28,629,945	37,966,412
(20,186)	(487)	-	-	(1,820)	(5,838)	(8,712)
4,730,382	3,150,093	1,843,935	4,450,185	29,027,232	28,624,107	37,957,700
1,822,282	1,436,845	304,899	(2,963,658)	73,578,235	48,718,322	(18,100,695)
(16,913,295)	8,525,665	3,836,816	(7,549,561)	(33,052,054)	2,469,777	335,268,703
(2,516,136)	(1,130,248)	-	(962,862)	(1,544,509)	(4,840,037)	(4,477,732)
(1,031,317)	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(5,707,255)	-	-	-	-	-	-
(98,365)	-	-	-	-	-	-
(3,330,697)	-	-	-	-	4,562,335	-
-	-	-	-	-	-	-
12,340	(26,387)	(29,079)	18,167	(11,997)	(139,442)	(3,644,141)
(27,762,443)	8,805,875	4,112,636	(11,457,914)	38,969,675	50,770,955	309,046,135
17,001,920	356,246	(12,690,102)	40,723,093	59,232,091	(7,304,040)	(349,421,794)
1,556,364	140,732	-	143,472	837,433	1,138,585	2,012,063
238,006	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
282,203	-	-	-	-	-	-
112,458	-	-	-	-	-	-
(853,244)	-	-	-	-	(1,277,069)	-
-	-	-	-	-	-	-
(11,470)	12,415	(37,094)	(384)	391	423	30,002
-	-	-	-	-	-	-
(9,436,206)	9,315,268	(8,614,560)	29,408,267	99,039,590	43,328,854	(38,333,594)
34,911,792	51,671,848	20,196,251	134,201,182	191,535,076	445,937,223	503,539,580
(102,947,236)	(104,869,746)	(40,950,860)	(118,436,886)	(469,457,246)	(592,454,242)	(1,742,367,266)
(1,521,018)	(93,461)	(21,885)	-	(1,037,069)	(279,229)	51
(69,556,462)	(53,291,359)	(20,776,494)	15,764,296	(278,959,239)	(146,796,248)	(1,238,827,635)
(16,707,892)	(5,267,607)	(578,377)	-	(103,499,987)	(82,229,440)	(48,352)
(86,264,354)	(58,558,966)	(21,354,871)	15,764,296	(382,459,226)	(229,025,688)	(1,238,875,987)
226,353,806	153,977,624	81,494,479	261,214,638	1,652,458,522	1,484,053,660	2,028,893,667
212.41%	7.64%	(16.17)%	(72.29)%	8.76%	4.68%	15.02%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Franklin Japan Fund (JPY)	Franklin K2 Alternative Strategies Fund (USD)	Franklin K2 Global Macro Opportunites Fund (USD)	Franklin K2 Long Short Credit Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	26,937,411,320	2,410,932,627	24,987,801	97,806,969
Currency translation adjustment	-	-	-	-
	26,937,411,320	2,410,932,627	24,987,801	97,806,969
INCOME				
Dividends (net of withholding taxes) (note 2(m))	339,417,079	11,304,898	-	86,497
Interest on bonds (net of withholding taxes) (note 2(m))	-	48,257,598	586,826	4,746,558
Bank interest	1,120	-	-	-
Securities lending (notes 2(n), 14)	-	-	-	-
Net interest income on swaps	-	-	-	-
Sundry income	2,348,381	366,796	9,977	-
TOTAL INCOME	341,766,580	59,929,292	596,803	4,833,055
EXPENSES				
Investment management fees (note 15)	152,302,359	42,933,993	477,623	1,830,851
Performance fees (note 16)	-	240,777	-	268
Administration and transfer agency fees	43,805,904	5,213,384	53,643	210,661
Directors fees	46,527	5,030	52	201
Subscription tax (note 19)	5,831,656	753,776	9,501	34,438
Custodian fees	2,074,476	1,100,373	123,538	134,329
Audit fees	1,118,374	38,857	32,409	32,466
Printing and publishing expenses	1,692,938	217,958	2,303	8,778
Bank charges	1,475,411	-	-	-
Net interest expenses on swaps	-	252,788	12,721	379,885
Maintenance and service charges (note 20)	60,646,968	6,044,316	87,698	328,567
Other charges	5,430,230	1,136,020	10,861	43,101
TOTAL EXPENSES	274,424,843	57,937,272	810,349	3,003,545
Expenses reimbursement (note 21)	(2,095,914)	(4,302,283)	(186,295)	(289,014)
NET EXPENSES	272,328,929	53,634,989	624,054	2,714,531
NET PROFIT/(LOSS) FROM INVESTMENTS	69,437,651	6,294,303	(27,251)	2,118,524
Net realised profit/(loss) on sale of investments	(2,787,684,819)	18,076,601	(111,337)	370,056
Net realised profit/(loss) on forward foreign exchange contracts	12,244,743	(104,636,146)	(557,853)	(2,204,307)
Net realised profit/(loss) on financial future contracts	-	(517,507)	853,360	6,275
Net realised profit/(loss) on interest rate swap contracts	-	299,017	(3,012)	9,465
Net realised profit/(loss) on inflation swap contracts	-	607,459	20,486	52,378
Net realised profit/(loss) on total return swap contracts	-	12,970,609	(65,226)	103,087
Net realised profit/(loss) on credit default swap contracts	-	350,962	35,099	287,968
Net realised profit/(loss) on option contracts	-	(10,375,779)	-	(238,887)
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	41,666,794	(557,584)	(7,712)	(14,446)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	(2,664,335,631)	(77,488,065)	136,554	490,113
Change in net unrealised appreciation/(depreciation) on:				
Investments	(385,300,189)	28,664,262	268,543	309,643
Forward foreign exchange contracts	(3,823,825)	23,982,411	46,588	395,214
Financial future contracts	-	2,318,370	46,094	7,751
Interest rate swap contracts	-	(761,263)	(30,060)	(246,211)
Inflation swap contracts	-	215,305	11,018	21,894
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	(8,372,914)	5,718	139,519
Credit default swap contracts	-	(354,941)	(31,374)	(254,103)
Option contracts	-	(50,660)	-	21,290
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	2,375,217	(56,240)	(232)	1,284
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	(3,051,084,428)	(31,903,735)	452,849	886,394
MOVEMENT OF CAPITAL				
Issue of shares	12,414,937,904	1,047,762,166	901,657	18,474,506
Redemption of shares	(27,873,917,063)	(1,160,532,031)	(1,073,125)	(21,980,133)
Equalisation (note 24)	(68,473,589)	1,311,334	-	(370,880)
	(15,527,452,748)	(111,458,531)	(171,468)	(3,876,507)
Dividends paid/accumulated	(104,632,917)	(46,291)	-	(191,057)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(15,632,085,665)	(111,504,822)	(171,468)	(4,067,564)
NET ASSETS AT THE END OF THE YEAR	8,254,241,227	2,267,524,070	25,269,182	94,625,799
Portfolio Turnover Ratio (note 25)	441.18%	156.95%	60.10%	149.19%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Franklin MENA Fund (USD)	Franklin Natural Resources Fund (USD)	Franklin NextStep Balanced Growth Fund (USD)	Franklin NextStep Conservative Fund (USD)	Franklin NextStep Dynamic Growth Fund (USD)	Franklin NextStep Growth Fund (USD)	Franklin NextStep Moderate Fund (USD)
138,386,723	351,976,498	257,583,066	37,825,419	60,806,068	26,984,353	75,584,143
-	-	-	-	-	-	-
138,386,723	351,976,498	257,583,066	37,825,419	60,806,068	26,984,353	75,584,143
3,451,240	6,270,087	2,491,015	669,208	389,755	295,797	953,812
-	73,990	-	-	-	-	-
7,072	14,905	122,120	31,336	20,832	14,575	48,797
-	21,585	-	-	-	-	-
-	-	-	-	-	-	-
-	167,060	187,528	22,982	51,253	9,338	31,907
3,458,312	6,547,627	2,800,663	723,526	461,840	319,710	1,034,516
1,478,546	2,804,755	1,684,803	285,592	358,408	278,863	689,845
-	-	-	-	-	-	-
299,800	708,019	432,430	98,035	92,647	69,223	200,627
244	629	458	81	100	62	167
43,772	145,726	53,734	9,763	12,315	8,055	20,716
189,799	15,249	30,378	13,708	19,584	15,156	16,685
12,412	12,566	13,209	12,495	13,052	12,488	12,530
10,295	26,852	18,877	3,570	4,061	2,696	7,235
26,588	21	14	1,397	152	-	1,057
-	-	-	-	-	-	-
463,519	2,038,334	792,849	133,172	210,829	162,579	379,629
27,348	71,956	51,855	9,071	11,270	6,962	18,770
2,552,323	5,824,107	3,078,607	566,884	722,418	556,084	1,347,261
(24,927)	-	(21)	(53,690)	(13,872)	(46,587)	(105,779)
2,527,396	5,824,107	3,078,586	513,194	708,546	509,497	1,241,482
930,916	723,520	(277,923)	210,332	(246,706)	(189,787)	(206,966)
1,060,577	(10,402,645)	1,221,461	150,815	(202,396)	77,515	159,361
(836,404)	(1,131,635)	658,915	(1,036,577)	70,570	(273,529)	(1,857,953)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(127,883)	17,705	(4,919)	8,238	(824)	(4,297)	(1,941)
1,027,206	(10,793,055)	1,597,534	(667,192)	(379,356)	(390,098)	(1,907,499)
(791,286)	(55,226,162)	2,317,328	1,364,176	667,850	931,412	2,802,323
179,984	676,581	12,072	614,376	47,375	109,337	1,307,539
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,837	(1,465)	336	169	192	29	238
-	-	-	-	-	-	-
419,741	(65,344,101)	3,927,270	1,311,529	336,061	650,680	2,202,601
33,907,024	208,265,270	17,626,515	15,270,777	8,538,114	9,246,076	21,999,531
(76,057,394)	(232,716,125)	(129,786,456)	(13,386,938)	(39,698,878)	(7,750,639)	(23,673,075)
3,594	(12,807)	(774,921)	7,211	(147,648)	(14,062)	(57,812)
(42,146,776)	(24,463,662)	(112,934,862)	1,891,050	(31,308,412)	1,481,375	(1,731,356)
(1,019,443)	(115,830)	(3,118,614)	(709,558)	(546,513)	(280,334)	(944,064)
(43,166,219)	(24,579,492)	(116,053,476)	1,181,492	(31,854,925)	1,201,041	(2,675,420)
95,640,245	262,052,905	145,456,860	40,318,440	29,287,204	28,836,074	75,111,324
118.38%	(71.30)%	95.30%	114.90%	75.46%	66.59%	70.23%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Franklin NextStep Stable Growth Fund (USD)	Franklin Select U.S. Equity Fund[5] (USD)	Franklin Strategic Income Fund (USD)	Franklin Technology Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	22,169,010	419,996,049	965,025,829	2,624,600,522
Currency translation adjustment	-	-	-	-
	22,169,010	419,996,049	965,025,829	2,624,600,522
INCOME				
Dividends (net of withholding taxes) (note 2(m))	448,655	2,793,768	555,159	16,765,635
Interest on bonds (net of withholding taxes) (note 2(m))	-	113,241	36,588,653	330,721
Bank interest	17,126	22,616	387,522	287,886
Securities lending (notes 2(n), 14)	-	202	-	76,496
Net interest income on swaps	-	-	5,222,582	-
Sundry income	16,211	446,286	125,070	13,757
TOTAL INCOME	481,992	3,376,113	42,878,986	17,474,495
EXPENSES				
Investment management fees (note 15)	179,829	3,502,500	5,820,607	27,048,854
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	49,603	839,750	1,886,014	6,411,505
Directors fees	48	842	1,863	5,901
Subscription tax (note 19)	4,985	179,448	377,840	1,267,513
Custodian fees	16,388	16,160	52,626	136,096
Audit fees	12,612	12,862	14,117	15,326
Printing and publishing expenses	2,083	36,299	80,450	261,895
Bank charges	-	526	67,270	163
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	67,436	2,176,222	4,551,144	14,797,775
Other charges	5,405	102,187	208,771	673,968
TOTAL EXPENSES	338,389	6,866,796	13,060,702	50,618,996
Expenses reimbursement (note 21)	(30,410)	(3,395)	(1,286,905)	(250,363)
NET EXPENSES	307,979	6,863,401	11,773,797	50,368,633
NET PROFIT/(LOSS) FROM INVESTMENTS	174,013	(3,487,288)	31,105,189	(32,894,138)
Net realised profit/(loss) on sale of investments	154,527	11,679,443	(15,031,145)	239,721,132
Net realised profit/(loss) on forward foreign exchange contracts	49,383	(626,135)	(14,192,814)	(1,809,455)
Net realised profit/(loss) on financial future contracts	-	-	(49,154)	-
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	-	-	6,128,172	-
Net realised profit/(loss) on credit default swap contracts	-	-	(1,972,321)	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	106,768	-
Net realised profit/(loss) on foreign exchange transactions	2,930	(8,333)	269,078	(124,998)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	380,853	7,557,687	6,363,773	204,892,541
Change in net unrealised appreciation/(depreciation) on:				
Investments	506,321	17,119,385	27,913,838	156,699,789
Forward foreign exchange contracts	44,371	52,005	(335,372)	407,507
Financial future contracts	-	-	539,523	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	15,759	-
Total return swap contracts	-	-	(521,076)	-
Credit default swap contracts	-	-	1,200,160	-
Option contracts	-	-	-	-
Mortgage dollar rolls	-	-	102,357	-
Foreign exchange transactions	27	36	54,944	16,314
Capital gains tax	-	-	(25,312)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	931,572	24,729,113	35,308,594	362,016,151
MOVEMENT OF CAPITAL				
Issue of shares	6,640,235	72,785,474	232,535,238	2,041,871,418
Redemption of shares	(7,598,973)	(147,616,293)	(347,879,074)	(2,000,504,848)
Equalisation (note 24)	(22,570)	(5,300)	(490,912)	(58,352)
	(981,308)	(74,836,119)	(115,834,748)	41,308,218
Dividends paid/accumulated	(431,788)	(294,887)	(46,657,676)	(322,082)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(1,413,096)	(75,131,006)	(162,492,424)	40,986,136
NET ASSETS AT THE END OF THE YEAR	21,687,486	369,594,156	837,841,999	3,027,602,809
Portfolio Turnover Ratio (note 25)	143.66%	(35.65)%	162.65%	(53.25)%

5 This Fund had its name changed effective on August 1, 2018 (refer to note 1).

6 This Fund had its name changed effective on January 28, 2019 (refer to note 1).

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Franklin U.S. Dollar Short-Term Money Market Fund[6] (USD)	Franklin U.S. Government Fund (USD)	Franklin U.S. Low Duration Fund (USD)	Franklin U.S. Opportunities Fund (USD)	Franklin World Perspectives Fund (USD)	Franklin Mutual European Fund (EUR)	Franklin Mutual Global Discovery Fund (USD)
332,606,406	625,792,030	749,695,138	3,881,876,880	422,637,403	1,193,519,552	761,194,397
-	-	-	-	-	-	-
332,606,406	625,792,030	749,695,138	3,881,876,880	422,637,403	1,193,519,552	761,194,397
-	-	-	16,419,692	5,254,647	31,745,700	14,307,230
7,261,643	22,305,020	24,930,078	378,405	-	405,325	2,439,625
6,891	73,655	188,290	848,816	79,102	1,858	18,277
-	-	-	338,989	78,004	429,090	203,565
-	-	-	-	-	-	-
-	659	286,722	129,159	18,339	41,140	137,291
7,268,534	22,379,334	25,405,090	18,115,061	5,430,092	32,623,113	17,105,988
988,760	3,901,536	3,472,827	37,559,679	3,524,449	9,339,244	6,379,835
-	-	-	-	-	-	-
438,046	1,509,781	1,383,689	9,229,129	1,054,840	2,323,382	1,623,145
695	1,354	1,558	8,573	833	2,262	1,496
33,429	279,150	236,472	1,708,489	151,975	427,483	293,316
13,557	26,142	32,252	175,569	44,066	108,879	47,563
10,560	13,010	12,582	20,107	10,273	13,061	14,697
30,882	60,655	67,476	376,710	36,014	95,466	63,934
636	129	33,516	31,997	151	169,582	22,450
-	-	645,619	-	-	-	-
892,422	2,018,365	1,696,663	19,827,473	1,948,554	4,428,763	3,502,745
111,785	150,946	175,129	964,229	95,510	255,022	170,041
2,520,772	7,961,068	7,757,783	69,901,955	6,866,665	17,163,144	12,119,222
(1,118,733)	(82,815)	(532,227)	(522,636)	(3,521)	(13,467)	(1,412)
1,402,039	7,878,253	7,225,556	69,379,319	6,863,144	17,149,677	12,117,810
5,866,495	14,501,081	18,179,534	(51,264,258)	(1,433,052)	15,473,436	4,988,178
286	296,220	(1,649,868)	280,573,996	(2,215,424)	45,064,432	10,472,072
-	(667,449)	(10,515,172)	(23,664,802)	-	3,062,013	(5,309,373)
-	-	(230,314)	-	-	-	-
-	-	(212,196)	-	-	-	-
-	-	-	-	-	-	-
-	-	2,246,561	-	-	-	-
-	-	1,039,293	-	-	-	-
-	-	-	-	-	-	-
-	162,721	(195,341)	-	-	-	-
-	1,900	85,749	(246,054)	(93,735)	(1,454,276)	(234,549)
5,866,781	14,294,473	8,748,246	205,398,882	(3,742,211)	62,145,605	9,916,328
10,688	16,424,070	2,491,163	143,785,174	5,922,253	(80,776,264)	(7,859,455)
-	313,501	3,737,591	5,290,644	-	73,752	(120,622)
-	-	1,197,028	-	-	-	-
-	-	235,591	-	-	-	-
-	-	(272,008)	-	-	-	-
-	-	13,132	-	-	-	-
-	-	(385,243)	-	-	-	-
-	-	(231,636)	-	-	-	-
-	-	-	-	-	-	-
-	(5,578)	-	-	-	-	-
-	555	14,978	(7,166)	3,175	99,519	(5,464)
-	-	(56)	-	-	-	-
5,877,469	31,027,021	15,548,786	354,467,534	2,183,217	(18,457,388)	1,930,787
515,410,160	422,539,205	316,971,564	1,897,156,538	39,730,558	101,282,906	81,730,374
(483,775,684)	(315,592,295)	(369,563,366)	(1,953,749,214)	(90,986,333)	(394,568,180)	(214,449,653)
14,751	264,178	(102,090)	(24,743)	(16,288)	(1,079,937)	(375,960)
31,649,227	107,211,088	(52,693,892)	(56,617,419)	(51,272,063)	(294,365,211)	(133,095,239)
(5,288,156)	(21,976,602)	(16,941,994)	(112,516)	(567,459)	(17,487,188)	(7,899,105)
26,361,071	85,234,486	(69,635,886)	(56,729,935)	(51,839,522)	(311,852,399)	(140,994,344)
364,844,946	742,053,537	695,608,038	4,179,614,479	372,981,098	863,209,765	622,130,840
N/A	(48.28)%	(3.59)%	(38.30)%	27.07%	29.90%	8.21%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Franklin Mutual U.S. Value Fund (USD)	Templeton Africa Fund [7] (USD)	Templeton Asian Bond Fund (USD)	Templeton Asian Growth Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	490,623,618	74,653,776	547,874,433	3,795,392,747
Currency translation adjustment	-	-	-	-
	490,623,618	74,653,776	547,874,433	3,795,392,747
INCOME				
Dividends (net of withholding taxes) (note 2(m))	6,357,377	906,047	-	64,973,486
Interest on bonds (net of withholding taxes) (note 2(m))	2,501,455	-	24,208,200	-
Bank interest	3,836	200,245	190,156	1,105,742
Securities lending (notes 2(n), 14)	35,664	-	-	62,564
Net interest income on swaps	-	-	-	-
Sundry income	117,161	-	214,453	1,782
TOTAL INCOME	9,015,493	1,106,292	24,612,809	66,143,574
EXPENSES				
Investment management fees (note 15)	4,138,013	630,989	3,308,834	43,396,592
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	1,037,301	147,351	1,061,272	7,622,514
Directors fees	954	102	1,088	7,286
Subscription tax (note 19)	198,151	24,879	222,880	1,607,005
Custodian fees	16,106	39,583	232,511	1,342,643
Audit fees	14,060	7,799	15,205	19,222
Printing and publishing expenses	40,719	3,597	46,055	312,782
Bank charges	3,530	-	186,734	4,814
Net interest expenses on swaps	-	-	342,214	-
Maintenance and service charges (note 20)	2,515,338	216,148	1,474,574	16,215,281
Other charges	107,292	11,873	122,892	1,170,864
TOTAL EXPENSES	8,071,464	1,082,321	7,014,259	71,699,003
Expenses reimbursement (note 21)	(695)	(108,250)	(14,552)	(3,216)
NET EXPENSES	8,070,769	974,071	6,999,707	71,695,787
NET PROFIT/(LOSS) FROM INVESTMENTS	944,724	132,221	17,613,102	(5,552,213)
Net realised profit/(loss) on sale of investments	14,918,816	(5,361,846)	(17,554,570)	(140,770,433)
Net realised profit/(loss) on forward foreign exchange contracts	(555,200)	(1,569,642)	10,234,891	(15,617,430)
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	-	-	160	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(11,340)	(287,591)	(544,845)	(1,948,170)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	15,297,000	(7,086,858)	9,748,738	(163,888,246)
Change in net unrealised appreciation/(depreciation) on:				
Investments	(126,901)	1,349,100	29,070,731	84,804,821
Forward foreign exchange contracts	116,280	407,761	(7,008,297)	3,360,697
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	(17,749,263)	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	(2,861)	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	(2,651)	11	352,520	368,366
Capital gains tax	-	-	185,481	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	15,283,728	(5,329,986)	14,597,049	(75,354,362)
MOVEMENT OF CAPITAL				
Issue of shares	81,090,136	8,628,523	133,549,322	500,567,848
Redemption of shares	(188,797,140)	(77,249,688)	(245,529,090)	(1,099,243,631)
Equalisation (note 24)	(2,417)	(38,864)	(507,528)	(149,243)
	(107,709,421)	(68,660,029)	(112,487,296)	(598,825,026)
Dividends paid/accumulated	(1,928,085)	(663,761)	(27,846,024)	(14,908,948)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(109,637,506)	(69,323,790)	(140,333,320)	(613,733,974)
NET ASSETS AT THE END OF THE YEAR	396,269,840	-	422,138,162	3,106,304,411
Portfolio Turnover Ratio (note 25)	5.79%	N/A	4.76%	41.66%

[7] This fund was merged into Templeton Frontier Markets Fund on February 15, 2019.

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Templeton Asian Smaller Companies Fund (USD)	Templeton BRIC Fund (USD)	Templeton China Fund (USD)	Templeton Eastern Europe Fund (EUR)	Templeton Emerging Markets Fund (USD)	Templeton Emerging Markets Balanced Fund (USD)	Templeton Emerging Markets Bond Fund (USD)
1,665,977,311	766,634,429	519,042,458	250,196,311	970,862,932	132,161,280	9,908,350,175
-	-	-	-	-	-	-
1,665,977,311	766,634,429	519,042,458	250,196,311	970,862,932	132,161,280	9,908,350,175
33,751,140	17,774,217	12,235,606	11,485,564	22,151,236	1,807,614	-
-	-	-	-	-	6,761,165	1,108,383,596
1,811,604	279,643	131,711	15	472,480	43,414	1,860,741
663,296	-	-	-	-	-	-
-	-	-	-	-	14,036	2,508,439
22	-	-	77,427	7,584	4,108	1,465,905
36,226,062	18,053,860	12,367,317	11,563,006	22,631,300	8,630,337	1,114,218,681
16,705,923	10,772,156	7,116,959	3,572,624	10,061,025	1,702,065	98,367,762
-	-	-	-	-	-	-
3,619,889	1,662,851	1,079,102	612,331	2,179,526	336,405	25,052,893
3,335	1,461	1,005	488	1,952	276	21,443
503,458	346,354	229,077	109,328	334,818	61,699	4,480,684
766,093	203,150	94,879	194,534	309,566	72,008	6,417,243
13,582	12,144	12,987	10,475	15,310	14,603	24,951
145,256	63,355	43,001	21,611	85,792	12,445	953,413
304	372	977	37,840	6,320	4,273	1,979,551
-	-	-	-	-	-	-
4,190,367	3,611,318	2,339,414	1,131,633	3,423,116	852,243	64,044,580
441,781	488,756	112,860	106,635	677,085	69,396	2,392,829
26,389,988	17,161,917	11,030,261	5,797,499	17,094,510	3,125,413	203,735,349
(175,934)	-	(4,357)	(7,550)	(777,508)	(121,298)	(972,789)
26,214,054	17,161,917	11,025,904	5,789,949	16,317,002	3,004,115	202,762,560
10,012,008	891,943	1,341,413	5,773,057	6,314,298	5,626,222	911,456,121
27,192,566	34,698,178	40,377,902	(22,778,119)	24,623,878	(3,187,387)	(505,157,923)
(31,694)	(1,477,528)	-	-	(1,368,193)	(1,010,987)	138,551,615
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	8,070	1,323,175
-	-	-	-	-	-	-
(742,822)	72,475	(30,189)	(26,195)	37,631	(318,731)	(47,610,923)
36,430,058	34,185,068	41,689,126	(17,031,257)	29,607,614	1,117,187	498,562,065
(40,155,801)	(14,265,434)	(60,365,870)	37,368,573	(3,586,788)	2,733,841	35,895,874
11,006	474,570	-	-	424,568	(46,627)	(9,785,403)
-	-	-	-	-	-	-
-	-	-	-	-	(379,426)	(121,035,088)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	(28,867)	(4,747,489)
-	-	-	-	-	-	-
42,383	10,587	6,264	43,331	52,700	65,813	10,362,662
-	-	-	-	(589,870)	48,669	16,043,883
(3,672,354)	20,404,791	(18,670,480)	20,380,647	25,908,224	3,510,590	425,296,504
583,935,979	111,600,804	198,987,921	48,173,899	295,332,944	69,903,924	4,927,117,425
(669,473,176)	(235,598,276)	(278,928,747)	(67,168,466)	(332,289,836)	(43,341,349)	(2,948,099,199)
75,488	(7,567)	(233,208)	(68,409)	(87,159)	890,081	5,674,234
(85,461,709)	(124,005,039)	(80,174,034)	(19,062,976)	(37,044,051)	27,452,656	1,984,692,460
(3,906,373)	(26,158)	(338,838)	(530,556)	(2,844,234)	(6,379,857)	(1,112,011,097)
(89,368,082)	(124,031,197)	(80,512,872)	(19,593,532)	(39,888,285)	21,072,799	872,681,363
1,572,936,875	663,008,023	419,859,106	250,983,426	956,882,871	156,744,669	11,206,328,042
(50.62)%	(10.23)%	(71.91)%	54.74%	(32.05)%	(46.01)%	(48.99)%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Templeton Emerging Markets Local Currency Bond Fund (USD)	Templeton Emerging Markets Smaller Companies Fund (USD)	Templeton Euroland Fund (EUR)	Templeton European Fund[8] (EUR)
NET ASSETS AT THE BEGINNING OF THE YEAR	19,328,901	1,060,586,206	699,571,319	165,851,467
Currency translation adjustment	-	-	-	-
	19,328,901	1,060,586,206	699,571,319	165,851,467
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	21,107,307	17,621,723	1,004,580
Interest on bonds (net of withholding taxes) (note 2(m))	2,736,321	805,746	-	-
Bank interest	5,587	166,913	-	-
Securities lending (notes 2(n), 14)	-	270,046	188,908	-
Net interest income on swaps	-	-	-	-
Sundry income	990	-	12,433	-
TOTAL INCOME	2,742,898	22,350,012	17,823,064	1,004,580
EXPENSES				
Investment management fees (note 15)	177,850	11,449,324	4,806,342	624,041
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	52,189	2,064,411	1,358,794	151,534
Directors fees	46	2,106	1,376	156
Subscription tax (note 19)	4,379	267,479	190,806	40,286
Custodian fees	14,706	566,867	78,930	5,957
Audit fees	15,307	14,682	11,672	3,854
Printing and publishing expenses	2,194	91,373	57,050	5,445
Bank charges	-	-	52,796	3,396
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	26,607	1,814,894	1,746,914	326,399
Other charges	5,229	274,015	156,003	17,681
TOTAL EXPENSES	298,507	16,545,151	8,460,683	1,178,749
Expenses reimbursement (note 21)	(37,170)	(11,974)	(190,427)	-
NET EXPENSES	261,337	16,533,177	8,270,256	1,178,749
NET PROFIT/(LOSS) FROM INVESTMENTS	2,481,561	5,816,835	9,552,808	(174,169)
Net realised profit/(loss) on sale of investments	(1,025,852)	33,783,666	(689,450)	(6,135,461)
Net realised profit/(loss) on forward foreign exchange contracts	(514,852)	(183,677)	44,872	-
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 mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(22,996)	(399,220)	(53,948)	(116,232)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	917,861	39,017,604	8,854,282	(6,425,862)
Change in net unrealised appreciation/(depreciation) on:				
Investments	575,785	(61,201,841)	(36,731,253)	(6,651,948)
Forward foreign exchange contracts	134,267	71,523	(11,409)	-
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	26,103	34,585	1,986	(4,615)
Capital gains tax	12,051	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	1,666,067	(22,078,129)	(27,886,394)	(13,082,425)
MOVEMENT OF CAPITAL				
Issue of shares	15,702,655	362,317,895	277,908,885	11,900,662
Redemption of shares	(5,938,598)	(442,132,825)	(493,956,336)	(163,095,359)
Equalisation (note 24)	571,835	(535,380)	(1,704,992)	(1,351)
	10,335,892	(80,350,310)	(217,752,443)	(151,196,048)
Dividends paid/accumulated	(907,476)	(3,773,104)	(8,793,901)	(1,572,994)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	9,428,416	(84,123,414)	(226,546,344)	(152,769,042)
NET ASSETS AT THE END OF THE YEAR	30,423,384	954,384,663	445,138,581	-
Portfolio Turnover Ratio (note 25)	(62.03)%	(54.62)%	(34.37)%	N/A

[8] This fund was merged into Templeton Euroland Fund on December 20, 2018.

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Templeton Frontier Markets Fund (USD)	Templeton Global Fund (USD)	Templeton Global Balanced Fund (USD)	Templeton Global Bond Fund (USD)	Templeton Global Bond (Euro) Fund (EUR)	Templeton Global Climate Change Fund (EUR)	Templeton Global Currency Fund (USD)
668,087,891	1,151,854,028	915,673,862	15,504,808,485	311,170,103	644,131,608	11,532,277
-	-	-	-	-	-	-
668,087,891	1,151,854,028	915,673,862	15,504,808,485	311,170,103	644,131,608	11,532,277
20,766,650	27,440,701	15,511,728	-	-	15,743,621	-
-	-	14,909,048	1,009,260,378	19,530,463	-	706,554
420,425	774,836	655,603	4,613,190	471,269	171	4,602
-	82,199	-	-	-	234,415	-
-	-	-	-	106,662	-	-
-	140,441	85,651	7,896,744	128,968	1,368,017	922
21,187,075	28,438,177	31,162,030	1,021,770,312	20,237,362	17,346,224	712,078
8,339,707	9,591,925	6,819,485	104,133,463	2,025,654	6,176,945	75,434
-	-	-	-	-	-	-
1,449,982	2,381,930	2,141,777	33,259,193	685,428	1,487,381	24,902
1,289	2,252	1,877	31,754	662	1,324	24
217,669	454,743	424,902	6,303,619	135,415	306,825	4,751
626,880	111,179	213,102	6,582,382	129,638	66,377	4,869
10,865	13,502	13,970	32,018	8,700	9,592	13,554
56,299	96,005	81,037	1,389,336	28,479	57,679	1,723
2,679	-	4,066	3,620,791	186,107	59,631	-
-	-	-	14,148,117	-	-	-
2,161,116	4,464,648	4,294,538	48,487,396	1,026,060	3,112,958	56,049
283,483	270,055	210,922	3,557,017	73,447	-	2,742
13,149,969	17,386,239	14,205,676	221,545,086	4,299,590	11,278,712	184,048
-	(91,782)	(40,049)	(334,761)	(64,141)	-	(20,293)
13,149,969	17,294,457	14,165,627	221,210,325	4,235,449	11,278,712	163,755
8,037,106	11,143,720	16,996,403	800,559,987	16,001,913	6,067,512	548,323
18,889,959	35,306,378	32,543,317	(331,692,628)	(2,560,698)	32,751,639	(696,931)
(5,417,055)	-	(366,853)	784,553,933	(23,208,977)	7,232	300,568
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	1,836,353	-	-	-
-	-	-	-	-	-	-
(906,183)	(278,423)	(381,694)	(18,066,360)	(86,740)	76,172	9,077
20,603,827	46,171,675	48,791,173	1,237,191,285	(9,854,502)	38,902,555	161,037
(39,140,695)	(127,608,275)	(54,859,072)	194,213,829	11,978,861	(33,279,575)	566,584
1,419,326	-	(820,620)	(381,595,327)	265,480	(1,275)	(105,429)
-	-	-	-	-	-	-
-	-	-	(429,209,167)	(8,899,984)	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	(6,593,212)	-	-	-
-	-	-	-	-	-	-
(211,955)	31,445	287,930	14,545,757	301,135	(12,047)	2,353
1,988,797	-	124,034	9,216,468	72,472	-	3,130
(15,340,700)	(81,405,155)	(6,476,555)	637,769,633	(6,136,538)	5,609,658	627,675
158,954,058	89,774,711	126,030,041	4,285,679,071	98,611,957	15,772,347	4,245,571
(189,502,989)	(236,731,757)	(176,564,726)	(4,117,160,076)	(108,142,346)	(41,216,728)	(6,904,099)
(260,826)	(401,182)	(486,919)	1,424,113	(1,049,421)	(11,633)	(156,693)
(30,809,757)	(147,358,228)	(51,021,604)	169,943,108	(10,579,810)	(25,456,014)	(2,815,221)
(8,175,859)	(5,397,546)	(30,767,162)	(1,066,952,400)	(13,385,221)	(4,628,883)	(578,127)
(38,985,616)	(152,755,774)	(81,788,766)	(897,009,292)	(23,965,031)	(30,084,897)	(3,393,348)
613,761,575	917,693,099	827,408,541	15,245,568,826	281,068,534	619,656,369	8,766,604
70.29%	66.80%	22.99%	(22.10)%	(51.02)%	66.94%	(30.53)%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

	Templeton Global Equity Income Fund (USD)	Templeton Global High Yield Fund (USD)	Templeton Global Income Fund (USD)	Templeton Global Smaller Companies Fund (USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	141,000,794	145,646,981	912,320,444	122,143,577
Currency translation adjustment	-	-	-	-
	141,000,794	145,646,981	912,320,444	122,143,577
INCOME				
Dividends (net of withholding taxes) (note 2(m))	4,572,066	-	18,975,770	1,860,689
Interest on bonds (net of withholding taxes) (note 2(m))	-	10,921,923	20,595,276	-
Bank interest	39,397	17,751	156,354	114,207
Securities lending (notes 2(n), 14)	4,826	-	81,718	92,750
Net interest income on swaps	-	-	368,500	-
Sundry income	20,653	49,768	92,439	132,609
TOTAL INCOME	4,636,942	10,989,442	40,270,057	2,200,255
EXPENSES				
Investment management fees (note 15)	1,077,279	1,142,535	6,625,719	1,078,084
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	270,795	319,616	1,852,295	267,628
Directors fees	248	292	1,778	234
Subscription tax (note 19)	57,220	65,627	381,248	54,982
Custodian fees	12,530	39,792	183,970	15,701
Audit fees	9,840	12,281	13,908	8,453
Printing and publishing expenses	10,443	12,708	75,332	10,116
Bank charges	123	12,137	168,671	123
Net interest expenses on swaps	-	7,608	-	-
Maintenance and service charges (note 20)	570,988	746,446	4,832,429	564,162
Other charges	10,711	32,699	210,982	13,285
TOTAL EXPENSES	2,020,177	2,391,741	14,346,332	2,012,768
Expenses reimbursement (note 21)	(204,868)	-	(21,690)	-
NET EXPENSES	1,815,309	2,391,741	14,324,642	2,012,768
NET PROFIT/(LOSS) FROM INVESTMENTS	2,821,633	8,597,701	25,945,415	187,487
Net realised profit/(loss) on sale of investments	4,617,463	(3,196,875)	(10,517,402)	6,352,806
Net realised profit/(loss) on forward foreign exchange contracts	(36,566)	1,938,417	20,062,703	-
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	-	4,159	24,060	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(22,505)	(343,685)	(762,250)	(21,767)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	7,380,025	6,999,717	34,752,526	6,518,526
Change in net unrealised appreciation/(depreciation) on:				
Investments	(14,231,987)	1,984,493	(48,050,439)	(14,909,752)
Forward foreign exchange contracts	16,943	83,127	(8,505,366)	-
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	(1,349,684)	(9,260,050)	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	(2,441)	(15,065)	(87,530)	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	1,426	113,567	344,034	1,891
Capital gains tax	-	28,876	48,143	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	(6,836,034)	7,845,031	(30,758,682)	(8,389,335)
MOVEMENT OF CAPITAL				
Issue of shares	19,674,300	30,182,211	96,790,360	10,032,386
Redemption of shares	(52,862,556)	(36,482,695)	(239,653,192)	(19,564,189)
Equalisation (note 24)	(147,087)	(42,307)	(1,329,246)	(1,188)
	(33,335,343)	(6,342,791)	(144,192,078)	(9,532,991)
Dividends paid/accumulated	(4,916,087)	(11,084,094)	(41,644,798)	(6,422)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(38,251,430)	(17,426,885)	(185,836,876)	(9,539,413)
NET ASSETS AT THE END OF THE YEAR	95,913,330	136,065,127	695,724,886	104,214,829
Portfolio Turnover Ratio (note 25)	(7.32)%	(5.57)%	38.74%	17.96%

Statement of Operations and Changes in Net Assets (continued)

For the Year ended June 30, 2019

Templeton Global Total Return Fund (USD)	Templeton Growth (Euro) Fund (EUR)	Templeton Latin America Fund (USD)	Templeton Thailand Fund (USD)
17,571,329,650	7,362,059,685	991,907,089	167,245,593
-	-	-	-
17,571,329,650	7,362,059,685	991,907,089	167,245,593
61,653	191,416,588	34,778,606	4,050,363
1,471,884,328	1,176,799	-	-
5,181,874	3,108,204	281,387	272,564
-	788,866	-	-
-	-	-	-
5,264,567	700,040	277,686	-
1,482,392,422	197,190,497	35,337,679	4,322,927
118,751,451	70,796,535	13,715,822	2,648,952
-	-	-	-
37,301,011	16,769,056	2,438,109	407,938
35,772	15,283	2,116	351
7,141,393	3,527,902	465,634	83,524
8,609,176	729,702	345,257	77,334
33,951	15,807	13,125	10,133
1,564,982	661,409	92,615	15,482
5,717,592	1,074,719	617	-
3,574,309	-	-	-
57,068,764	35,456,067	4,907,618	895,750
4,000,219	1,756,042	684,530	39,976
243,798,620	130,802,522	22,665,443	4,179,440
(244,127)	(29)	(18,312)	-
243,554,493	130,802,493	22,647,131	4,179,440
1,238,837,929	66,388,004	12,690,548	143,487
(743,660,816)	403,187,146	8,420,575	2,512,190
776,791,787	-	(3,293,998)	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
2,117,337	591,030	-	-
-	-	-	-
(49,013,300)	(4,819,627)	(138,544)	(28,979)
1,225,072,937	465,346,553	17,678,581	2,626,698
229,593,165	(791,337,977)	171,595,866	22,600,282
(303,353,654)	-	27,113	-
-	-	-	-
(506,543,978)	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
(7,603,452)	-	-	-
-	-	-	-
19,061,997	137,697	46,161	(2,665)
11,817,729	-	-	-
668,044,744	(325,853,727)	189,347,721	25,224,315
6,599,215,520	207,075,652	166,195,274	99,242,591
(6,111,000,797)	(359,987,422)	(334,512,043)	(116,289,576)
(3,416,905)	(355,767)	(566,255)	(12,616)
484,797,818	(153,267,537)	(168,883,024)	(17,059,601)
(1,529,835,567)	(45,559,277)	(10,923,288)	(135,109)
(1,045,037,749)	(198,826,814)	(179,806,312)	(17,194,710)
17,194,336,645	6,837,379,144	1,001,448,498	175,275,198
(45.07)%	47.22%	(2.29)%	(51.12)%

Statistical Information

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share		
			June 30, 2019	June 30, 2018	June 30, 2017
Franklin Asia Credit Fund – USD					
A (acc) USD	1.50%	114,447.323	11.53	10.63	10.85
A (Mdis) AUD-H1 (hedged)	1.50%	231,654.420	9.92	9.63	10.22
A (Mdis) SGD-H1 (hedged)	1.50%	259,620.000	9.50	9.25	9.90
A (Mdis) USD	1.50%	137,458.885	9.61	9.28	9.86
I (acc) USD	0.95%	200,000.000	11.83	10.84	11.00
Y (Mdis) USD	0.20%	500.000	10.34	9.86	10.34
Franklin Biotechnology Discovery Fund – USD					
A (acc) CHF-H1 (hedged)	1.82%	123,427.067	14.86	15.41	15.08
A (acc) EUR-H1 (hedged)	1.82%	15,270.824	10.51	10.83	-
A (acc) HKD	1.82%	745,917.819	21.22	21.27	20.11
A (acc) SGD	1.82%	817,637.733	32.14	32.28	31.00
A (acc) USD	1.82%	44,899,546.789	32.60	32.52	30.91
B (acc) USD	3.13%	440,003.436	25.49	25.76	24.81
C (acc) USD	2.40%	433,050.215	38.30	38.43	36.74
F (acc) USD	2.82%	4,022,996.993	10.81	10.89	10.45
I (acc) EUR-H1 (hedged)	0.97%	468,174.376	20.78	21.27	20.60
I (acc) USD	0.97%	2,545,591.312	49.70	49.16	46.33
N (acc) USD	2.57%	4,510,130.866	28.00	28.14	26.95
W (acc) USD	1.02%	1,962,083.132	15.57	15.41	14.53
Z (acc) GBP	1.32%	100,672.270	33.85	32.31	30.98
Z (acc) USD	1.33%	284,721.108	11.87	11.79	11.15
Franklin Brazil Opportunities Fund – USD					
A (acc) EUR-H1 (hedged)	1.93%	169,094.040	10.57	9.72	9.95
A (acc) USD	1.93%	278,371.824	11.52	10.28	10.22
A (Qdis) HKD	1.86%	5,560.398	7.77	7.53	8.07
A (Qdis) USD	1.92%	561,099.150	7.68	7.42	8.00
I (acc) USD	1.04%	416.667	12.19	10.79	10.63
N (acc) EUR-H1 (hedged)	2.43%	252,694.758	10.24	9.46	9.73
N (acc) USD	2.43%	557,558.046	11.13	9.99	9.98
N (Qdis) USD	2.42%	581,338.403	7.52	7.30	7.91
Franklin Diversified Balanced Fund – EUR					
A (acc) CZK-H1 (hedged)	1.57%	714,210.521	97.07	100.58	101.39
A (acc) EUR	1.58%	4,729,742.805	12.81	13.45	13.48
A (acc) SGD-H1 (hedged)	1.57%	13,959.561	10.09	10.37	10.22
A (Qdis) EUR	1.58%	328,053.983	7.95	8.72	9.26
A (Ydis) EUR	1.58%	3,833,425.950	11.56	12.55	13.28
G (acc) EUR	2.28%	135,786.317	9.20	9.74	9.82
I (acc) EUR	0.83%	8,716,452.153	13.73	14.31	14.24
I (acc) USD-H1 (hedged)	0.81%	10,001.985	10.49	10.61	10.30
I (Qdis) EUR	0.82%	447.828	8.19	8.92	9.39
I (Ydis) EUR	0.81%	294.722	13.27	14.28	14.23
N (acc) EUR	2.38%	396,065.046	11.73	12.42	12.54
N (Ydis) EUR	2.38%	114,869.075	8.05	8.81	9.40
W (Ydis) EUR	0.87%	1,769.175	8.80	9.48	9.97
Franklin Diversified Conservative Fund – EUR					
A (acc) CZK-H1 (hedged)	1.42%	819,920.499	96.31	97.21	99.89
A (acc) EUR	1.43%	4,029,072.124	13.06	13.37	13.64
A (acc) SGD-H1 (hedged)	1.43%	13,902.714	10.07	10.09	10.11
A (Qdis) EUR	1.43%	370,817.663	8.58	9.11	9.68
A (Qdis) USD-H1 (hedged)	1.42%	9,844.338	9.61	9.87	-
A (Ydis) EUR	1.43%	5,135,302.650	12.23	12.74	13.48
G (acc) EUR	2.23%	131,548.306	9.34	9.63	9.90
I (acc) EUR	0.74%	5,679,586.740	13.85	14.07	14.26
I (acc) USD-H1 (hedged)	0.75%	34,600.000	10.46	10.30	10.18
I (Qdis) EUR	0.74%	447.828	8.81	9.28	9.80
I (Ydis) EUR	0.74%	37,238.231	13.01	13.45	14.14
N (acc) EUR	2.33%	2,755,784.903	11.80	12.18	12.54
N (acc) USD-H1 (hedged)	2.33%	11,049.317	10.04	10.06	10.08
N (Ydis) EUR	2.33%	886,065.563	8.63	9.07	9.69
W (Ydis) EUR	0.75%	1,987.180	9.43	9.76	10.26
Franklin Diversified Dynamic Fund – EUR					
A (acc) CZK-H1 (hedged)	1.73%	694,321.802	95.44	100.96	101.71
A (acc) EUR	1.73%	5,886,274.768	12.42	13.32	13.34
A (acc) NOK-H1 (hedged)	1.73%	225,395.978	9.28	9.83	9.72
A (acc) SEK-H1 (hedged)	1.73%	97,752.236	8.83	9.48	9.49
A (acc) SGD-H1 (hedged)	1.73%	14,807.015	9.87	10.36	10.21
A (Ydis) EUR	1.73%	760,978.753	11.35	12.77	13.34
I (acc) EUR	0.88%	3,002,951.119	13.45	14.30	14.21
I (acc) USD-H1 (hedged)	0.86%	10,026.678	10.29	10.61	10.30
I (Ydis) EUR	0.89%	343.506	13.49	14.34	14.24
N (acc) EUR	2.48%	152,118.145	11.24	12.14	12.25
W (Ydis) EUR	0.92%	2,629.685	8.28	9.24	9.85

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Emerging Markets Debt Opportunities Hard Currency Fund – USD*					
I (acc) USD	0.90%	1,062,740.949	10.73	-	-
I (Ydis) EUR-H1 (hedged)	0.90%	21,997.360	10.58	-	-
I (Ydis) USD	0.90%	650,000.000	10.73	-	-
W (Ydis) EUR-H1 (hedged)	0.95%	21,997.360	10.58	-	-
W (Ydis) USD	0.95%	650,000.000	10.73	-	-
Y (acc) USD	0.10%	500.000	10.38	-	-
Franklin Euro Government Bond Fund – EUR					
A (Ydis) EUR	0.80%	1,667,206.522	11.53	10.99	11.11
I (acc) EUR	0.50%	2,445,385.978	16.44	15.49	15.46
I (Qdis) EUR	0.50%	378.479	11.32	10.77	10.84
N (acc) EUR	1.35%	891,751.282	14.12	13.42	13.53
Franklin Euro High Yield Fund – EUR					
A (acc) EUR	1.52%	2,598,554.620	19.55	18.79	18.88
A (Mdis) EUR	1.52%	42,851,898.271	6.00	6.00	6.27
A (Mdis) USD	1.52%	1,910,300.410	8.64	8.87	9.07
A (Mdis) USD-H1 (hedged)	1.52%	1,062,814.347	10.27	9.94	10.14
A (Ydis) EUR	1.52%	6,830,393.880	6.22	6.23	6.54
B (Mdis) EUR	2.93%	263,486.827	10.56	10.71	11.35
B (Mdis) USD	2.93%	732,087.470	8.56	8.92	9.25
I (acc) EUR	0.87%	3,301,367.029	21.70	20.71	20.67
I (Ydis) EUR	0.85%	26,000.000	9.64	9.59	10.01
N (acc) EUR	2.12%	3,944,603.790	17.46	16.87	17.06
W (acc) EUR	0.91%	40,695.140	12.41	11.85	11.84
Franklin Euro Short Duration Bond Fund – EUR					
A (acc) EUR	0.75%	2,435,004.521	10.16	10.16	10.27
A (Ydis) EUR	0.75%	75,729.095	10.00	10.04	10.22
I (acc) EUR	0.45%	5,056,562.434	10.35	10.32	10.39
N (acc) EUR	1.30%	1,343,305.840	9.87	9.92	10.09
W (acc) EUR	0.50%	50,679.023	10.30	10.29	10.37
Y (Mdis) EUR	0.06%	659.152	10.06	10.03	10.10
Y (Mdis) USD-H1 (hedged)	0.06%	2,426,025.236	10.36	10.00	-
Franklin Euro Short-Term Money Market Fund – EUR					
A (acc) EUR	0.22%	68,734.061	991.79	997.77	1,004.40
I (acc) EUR	0.22%	12,167.552	994.40	1,000.40	1,007.05
Franklin European Corporate Bond Fund – EUR					
A (acc) EUR	1.00%	1,182,109.683	13.66	13.11	13.16
A (Ydis) EUR	1.00%	489,742.648	11.51	11.23	11.49
I (acc) EUR	0.60%	2,381,990.780	14.29	13.65	13.65
I (Ydis) EUR	0.60%	387.931	11.69	11.36	11.58
N (acc) EUR	1.70%	879,134.233	12.67	12.24	12.39
N (Ydis) EUR	1.70%	584,873.121	11.14	10.94	11.29
W (acc) EUR	0.65%	3,168.148	11.45	10.95	10.95
Y (Mdis) EUR	0.05%	68,427.974	10.67	10.31	10.41
Franklin European Dividend Fund – EUR					
A (acc) EUR	1.84%	1,153,527.572	16.90	16.89	16.68
A (Mdis) SGD-H1 (hedged)	1.84%	13,058.961	10.42	10.65	10.85
A (Mdis) USD	1.84%	167,576.352	8.37	9.00	9.09
A (Mdis) USD-H1 (hedged)	1.84%	10,103.371	9.96	10.10	-
A (Ydis) EUR	1.84%	3,784,202.228	12.38	12.91	13.46
I (acc) EUR	0.92%	1,074,581.587	18.11	17.93	17.56
I (Qdis) EUR*	0.98%	523,040.749	10.55	-	-
N (acc) EUR	2.59%	595,206.903	15.92	16.04	15.96
N (acc) PLN-H1 (hedged)	2.59%	2,338,390.102	12.16	12.01	11.72
W (Qdis) CHF-H1 (hedged)*	1.00%	9,923.320	10.53	-	-
Y (Mdis) EUR	0.06%	441.840	9.09	9.34	9.50
Franklin European Growth Fund – EUR					
A (acc) EUR	1.83%	9,450,810.591	15.35	16.20	16.39
A (acc) NOK-H1 (hedged)	1.84%	646,316.551	10.85	11.30	11.30
A (acc) SGD-H1 (hedged)	1.83%	236,452.631	13.48	13.94	13.89
A (acc) USD	1.83%	1,154,312.197	11.12	12.06	11.93
A (acc) USD-H1 (hedged)	1.83%	1,463,992.211	11.68	11.93	11.81
A (Ydis) GBP	1.83%	40,121.171	17.58	18.41	18.67
I (acc) EUR	0.97%	447,774.583	31.01	32.45	32.54
N (acc) EUR	2.58%	4,723,962.151	13.32	14.17	14.44
N (acc) USD	2.58%	671,016.469	10.60	11.59	11.55
W (acc) EUR	1.03%	29,348.889	11.56	12.10	12.15
Franklin European Income Fund – EUR					
A (acc) EUR	1.70%	103,612.343	11.57	11.29	11.47
A (Mdis) EUR	1.70%	632,612.673	10.22	10.27	10.71
A (Mdis) SGD-H1 (hedged)	1.70%	52,310.759	10.81	10.63	10.94
A (Mdis) USD	1.70%	27,211.745	9.32	9.63	9.83
I (acc) EUR	0.90%	5,108.015	12.01	11.62	11.71

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin European Income Fund – EUR (continued)					
I (Mdis) EUR	0.89%	23,347.349	10.61	10.58	10.95
N (acc) EUR	2.20%	331,940.615	11.31	11.09	11.32
N (Mdis) EUR	2.20%	689,329.493	9.97	10.07	10.57
N (Mdis) USD-H1 (hedged)	2.20%	15,107.745	9.46	9.27	9.50
W (acc) EUR	0.94%	85,916.537	11.93	11.55	11.65
W (Mdis) EUR	0.95%	3,668.217	10.53	10.51	10.89
Z (acc) EUR	1.20%	3,669.399	11.85	11.50	11.62
Z (Mdis) EUR	1.20%	3,652.610	10.46	10.46	10.86
Franklin European Small-Mid Cap Fund – EUR					
A (acc) EUR	1.83%	3,389,173.309	36.57	40.03	38.96
A (acc) USD	1.83%	638,955.660	41.59	46.79	44.52
A (acc) USD-H1 (hedged)*	1.82%	9,988.874	9.17	-	-
C (acc) USD-H1 (hedged)*	2.40%	24,325.792	9.12	-	-
I (acc) EUR	0.98%	2,849,737.835	44.82	48.65	46.94
I (acc) USD	1.23%	3,430.880	50.57	56.56	53.51
I (acc) USD-H1 (hedged)	0.96%	10,235.799	11.68	12.29	11.58
N (acc) EUR	2.58%	439,261.198	33.20	36.62	35.91
N (acc) USD-H1 (hedged)*	2.57%	9,988.874	9.11	-	-
W (acc) EUR	1.04%	125,019.391	15.84	17.20	16.61
X (acc) EUR	0.15%	388.991	13.29	14.32	13.70
Y (Mdis) EUR	0.06%	435.983	9.36	10.35	10.25
Franklin European Total Return Fund – EUR					
A (acc) EUR	0.95%	4,322,461.457	15.62	14.98	15.25
A (acc) NOK-H1 (hedged)	0.95%	147,691.683	12.53	11.83	11.92
A (acc) SEK-H1 (hedged)	0.95%	100,284.056	11.68	11.18	11.38
A (Mdis) EUR	0.95%	4,988,732.132	10.20	9.93	10.24
A (Mdis) USD	0.95%	81,788.903	11.61	11.63	11.72
I (acc) EUR	0.55%	3,326,955.252	15.43	14.73	14.95
N (acc) EUR	1.65%	3,512,786.555	13.98	13.50	13.84
N (acc) PLN-H1 (hedged)	1.65%	2,172,300.558	10.91	10.33	10.39
N (Mdis) EUR	1.65%	3,199,535.636	11.22	11.01	11.43
W (acc) EUR	0.60%	283,085.021	11.62	11.10	11.27
Franklin Flexible Alpha Bond Fund – USD					
A (acc) EUR	1.39%	20,386.307	10.40	9.89	10.05
A (acc) EUR-H1 (hedged)	1.39%	17,261.330	9.70	9.78	9.98
A (acc) USD	1.39%	1,599.472	10.47	10.24	10.17
A (Qdis) EUR-H1 (hedged)	1.39%	9,483.658	9.35	9.64	9.94
I (acc) EUR	0.75%	681,679.233	10.62	10.05	10.14
I (acc) EUR-H1 (hedged)	0.75%	64,750.000	9.90	9.93	10.05
I (acc) GBP-H1 (hedged)	0.75%	6,945.849	10.29	10.20	10.22
I (acc) NOK-H1 (hedged)	0.75%	86,610.315	10.17	10.04	10.02
I (acc) SEK-H1 (hedged)	0.75%	90,688.807	9.90	9.90	9.99
I (acc) USD	0.75%	492.126	10.67	10.39	10.26
I (Ydis) GBP-H1 (hedged)	0.75%	6,945.477	9.94	10.05	10.21
I (Ydis) USD	0.75%	430.291	10.33	10.25	10.25
N (acc) EUR	1.99%	28,219.112	10.17	9.75	9.96
N (acc) EUR-H1 (hedged)	1.99%	12,955.061	9.47	9.64	9.87
N (Qdis) EUR-H1 (hedged)	1.99%	14,806.826	9.41	9.64	9.89
N (Qdis) USD	1.99%	22,590.108	10.19	10.12	10.10
W (acc) USD	0.79%	500.000	10.38	10.11	9.99
Y (acc) GBP-H1 (hedged)	0.05%	21,938,111.669	10.28	10.12	10.08
Y (Mdis) USD	0.05%	15,030,060.120	9.96	9.96	10.00
Franklin GCC Bond Fund – USD					
A (acc) USD	1.38%	1,268,863.666	14.07	12.57	12.61
A (Mdis) USD	1.37%	2,589,586.310	10.94	10.36	10.89
B (acc) USD	2.90%	437.445	12.87	11.68	11.91
B (Mdis) USD[Ω]	-	-	-	9.91	10.59
I (acc) EUR-H1 (hedged)	0.82%	1,420,415.765	10.56	9.68	-
I (acc) USD	0.82%	2,984,167.580	14.56	12.94	12.90
W (Mdis) USD	0.89%	559,439.906	10.27	9.68	10.12
Y (Ydis) EUR-H1 (hedged)*	0.04%	2,581,409.433	10.32	-	-
Franklin Global Aggregate Bond Fund – USD					
A (acc) EUR	1.25%	231,646.950	13.46	12.29	12.85
A (acc) EUR-H1 (hedged)	1.25%	36,958.768	9.89	9.58	10.08
A (acc) USD	1.25%	175,632.598	10.94	10.27	10.49
A (Mdis) EUR	1.25%	198,883.779	12.07	11.25	11.91
A (Mdis) USD	1.25%	53,902.456	9.87	9.45	9.77
I (acc) EUR	0.58%	13,747.540	14.23	12.91	13.41
I (acc) EUR-H1 (hedged)	0.58%	7,874.089	10.17	9.77	10.21
I (acc) USD	0.57%	505,910.654	11.63	10.84	11.01
N (acc) EUR	1.95%	267,735.628	12.68	11.67	12.28
N (acc) EUR-H1 (hedged)	1.95%	44,133.278	9.35	9.12	9.65
N (acc) USD	1.95%	1,054.172	10.34	9.77	10.05

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Global Aggregate Bond Fund – USD (continued)					
W (acc) EUR	0.60%	48,250.000	12.49	11.33	11.77
Y (Mdis) USD	0.09%	487.811	10.35	9.91	10.25
Z (Mdis) USD	0.95%	500.000	9.72	9.30	9.63
Franklin Global Aggregate Investment Grade Bond Fund – USD[Ω]					
A (acc) USD	-	-	-	10.25	10.43
I (acc) USD	-	-	-	10.66	10.78
Z (acc) USD	-	-	-	9.60	9.74
Franklin Global Convertible Securities Fund – USD					
A (acc) CHF-H1 (hedged)	1.56%	400,832.104	14.13	13.16	12.21
A (acc) EUR	1.56%	4,186,337.893	18.95	16.54	15.26
A (acc) EUR-H1 (hedged)	1.57%	4,183,734.929	14.52	13.47	12.46
A (acc) HKD	1.57%	23,570.485	16.13	14.54	13.05
A (acc) USD	1.56%	7,593,988.357	16.02	14.37	12.97
A (Ydis) EUR	1.56%	1,534,307.757	18.42	16.08	14.87
A (Ydis) EUR-H1 (hedged)	1.57%	988,952.194	14.15	13.12	12.16
C (acc) USD*	2.13%	1,204,538.652	10.63	-	-
I (acc) EUR	0.87%	1,192,370.990	19.97	17.31	15.86
I (acc) EUR-H1 (hedged)	0.86%	7,514,237.907	12.83	11.81	10.85
I (acc) USD	0.86%	4,856,332.698	16.88	15.04	13.47
N (acc) EUR	2.31%	3,069,357.353	17.94	15.78	14.67
N (acc) USD	2.31%	1,896,082.201	15.15	13.70	12.45
W (acc) CHF-H1 (hedged)	0.91%	2,811,272.788	11.53	10.65	-
W (acc) EUR-H1 (hedged)	0.91%	197,905.984	11.60	10.67	-
W (acc) USD	0.90%	2,034,405.118	12.37	11.03	9.89
Franklin Global Corporate Investment Grade Bond Fund – USD*					
S (Ydis) USD	0.60%	800,000.000	10.59	-	-
Franklin Global Fundamental Strategies Fund – USD					
A (acc) EUR	1.84%	40,412,856.037	12.34	12.03	12.35
A (acc) EUR-H1 (hedged)	1.84%	11,877,489.514	8.76	9.05	9.33
A (acc) USD	1.84%	7,644,097.100	14.01	14.04	14.09
A (Ydis) EUR	1.84%	72,871,308.497	10.82	10.74	11.17
I (acc) EUR	0.92%	3,197,582.220	13.63	13.17	13.40
N (acc) EUR	2.59%	1,196,331.079	12.61	12.38	12.81
N (acc) EUR-H1 (hedged)	2.59%	4,347,468.231	7.68	8.00	8.31
N (acc) PLN-H1 (hedged)	2.59%	1,622,561.446	15.57	15.89	16.22
N (acc) USD	2.59%	485,845.837	10.97	11.07	11.20
N (Ydis) EUR	2.59%	3,311,089.118	12.90	12.79	13.32
W (acc) EUR	0.97%	91,107.778	9.69	9.36	9.54
W (acc) EUR-H1 (hedged)	0.98%	9,952.572	9.72	9.97	10.21
W (acc) USD	0.97%	721.822	10.39	10.32	10.27
W (Ydis) EUR	0.92%	17,277.595	9.37	9.29	9.54
Franklin Global Listed Infrastructure Fund – USD					
A (acc) EUR	1.85%	828,323.748	17.35	15.16	15.17
A (acc) USD	1.85%	711,165.187	15.13	13.59	13.30
A (Qdis) USD	1.85%	144,621.429	12.77	11.81	11.91
A (Ydis) EUR	1.85%	120,577.232	15.02	13.52	13.89
I (acc) EUR	1.00%	55,268.053	18.28	15.84	15.72
I (acc) GBP-H1 (hedged)	0.98%	36,000.000	15.41	13.95	13.71
I (acc) USD	0.99%	57,452.193	15.96	14.19	13.77
N (acc) EUR	2.60%	398,159.168	16.56	14.58	14.70
W (acc) GBP	1.05%	9,446.496	19.33	16.56	16.31
W (acc) USD	1.04%	500.000	11.42	10.17	-
W (Qdis) GBP	1.05%	4,206.252	16.32	14.40	14.60
Y (Mdis) USD	0.08%	1,244,340.959	13.08	11.87	11.75
Franklin Global Multi-Asset Income Fund – EUR					
A (acc) EUR	1.69%	1,775,905.311	11.02	11.42	11.83
A (acc) USD-H1 (hedged)	1.68%	376,895.714	9.99	10.02	10.11
A (Mdis) EUR	1.68%	281,092.135	7.97	8.69	9.50
A (Mdis) SGD-H1 (hedged)	1.68%	19,870.453	8.01	8.56	9.20
A (Mdis) USD-H1 (hedged)	1.68%	1,288,190.705	8.17	8.64	9.20
A (Qdis) EUR	1.69%	6,902,873.785	8.48	9.25	10.12
A (Ydis) EUR	1.69%	814,810.636	8.83	9.64	10.57
C (acc) USD-H1 (hedged)	2.27%	45,866.890	9.65	9.74	9.89
G (Qdis) EUR	2.28%	1,840,898.582	8.17	8.97	9.82
I (acc) EUR	0.82%	2,516,042.886	11.58	11.89	12.22
I (Mdis) USD-H1 (hedged)	0.81%	18,085.472	8.45	8.85	9.35
I (Qdis) EUR	0.75%	452.156	8.87	9.60	10.42
N (acc) EUR	2.18%	3,987,248.851	10.69	11.13	11.59
N (acc) USD-H1 (hedged)	2.19%	198,529.027	9.99	10.07	10.22
N (Mdis) USD-H1 (hedged)	2.18%	1,200,517.711	7.99	8.50	9.10
N (Qdis) EUR	2.18%	2,802,432.104	7.44	8.17	8.98
N (Ydis) EUR	2.18%	520,135.435	7.74	8.50	9.36

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Global Multi-Asset Income Fund – EUR (continued)					
W (Mdis) USD-H1 (hedged)	0.80%	377,218.692	9.00	9.44	9.98
W (Ydis) EUR	0.87%	58,238.313	8.73	9.45	10.29
Y (Mdis) AUD-H1 (hedged)[Ω]	-	-	-	9.68	-
Z (Mdis) USD-H1 (hedged)	1.14%	35,246.221	8.34	8.76	9.29
Franklin Global Real Estate Fund – USD					
A (acc) EUR-H1 (hedged)	1.86%	526,604.110	16.02	15.50	15.33
A (acc) USD	1.86%	4,094,856.273	13.21	12.40	11.93
A (Qdis) USD	1.86%	1,577,552.720	10.13	9.78	9.66
A (Ydis) EUR-H1 (hedged)	1.86%	123,679.935	13.58	13.52	13.70
B (Qdis) USD	3.17%	450,250.674	9.25	9.05	9.06
C (Qdis) USD	2.44%	1,525,339.211	9.76	9.48	9.42
I (acc) CAD	0.97%	626.375	11.68	10.91	-
I (acc) USD	0.98%	1,249,430.279	14.88	13.85	13.21
N (acc) EUR-H1 (hedged)	2.61%	249,207.252	14.98	14.61	14.54
N (acc) USD	2.61%	1,503,262.383	11.94	11.29	10.95
W (acc) USD	1.06%	70,902.782	11.11	10.34	9.87
W (Qdis) USD	1.10%	82,636.340	11.28	10.79	10.57
Y (Mdis) USD	0.06%	762,979.903	10.87	10.30	10.00
Z (acc) USD	1.37%	213,970.937	11.94	11.16	10.69
Franklin Global Small-Mid Cap Fund – USD					
A (acc) USD	1.85%	2,188,147.177	31.13	33.44	33.12
B (acc) USD	3.16%	17,686.325	24.78	26.98	27.07
I (acc) USD	1.01%	100,668.564	17.75	18.92	18.57
N (acc) USD	2.60%	364,968.112	27.12	29.36	29.29
W (acc) USD	1.05%	120,562.424	10.43	11.12	10.92
X (acc) USD	0.15%	500.000	11.08	11.71	11.40
Franklin Gold and Precious Metals Fund – USD					
A (acc) CHF-H1 (hedged)	1.85%	514,207.285	3.16	2.96	3.57
A (acc) EUR	1.85%	7,927,398.382	5.23	4.56	5.48
A (acc) EUR-H1 (hedged)	1.85%	3,573,321.161	3.76	3.50	4.24
A (acc) HKD	1.85%	6,365,997.704	4.50	4.05	4.72
A (acc) SGD	1.84%	3,582,088.490	4.41	3.98	4.72
A (acc) USD	1.85%	19,907,626.411	4.47	4.01	4.70
A (Ydis) EUR	1.84%	5,423,898.451	5.23	4.57	5.48
I (acc) USD	1.02%	75,244.165	4.85	4.31	5.01
N (acc) EUR	2.59%	7,413,609.802	4.88	4.29	5.19
N (acc) USD	2.59%	4,596,984.629	4.16	3.76	4.44
Franklin High Yield Fund – USD					
A (acc) EUR	1.52%	249,651.856	10.85	9.94	-
A (acc) USD	1.53%	5,068,212.621	18.93	17.82	17.69
A (Mdis) AUD-H1 (hedged)	1.53%	1,331,722.998	8.88	8.91	9.36
A (Mdis) SGD-H1 (hedged)	1.53%	2,174,091.472	7.37	7.42	7.87
A (Mdis) USD	1.53%	219,427,841.989	5.92	5.91	6.22
B (Mdis) USD	2.94%	16,429,297.957	5.62	5.69	6.08
C (acc) USD	2.20%	895,072.661	23.89	22.65	22.63
F (Mdis) USD	2.53%	2,497,993.474	9.38	9.46	10.06
I (acc) EUR-H1 (hedged)	0.88%	438,653.755	12.98	12.53	12.67
I (acc) USD	0.87%	612,166.495	20.06	18.76	18.50
I (Mdis) USD	0.89%	899,106.385	9.54	9.46	9.91
N (acc) EUR	2.12%	503,332.812	10.74	9.90	-
N (acc) USD	2.12%	1,858,316.957	19.36	18.34	18.31
N (Mdis) USD	2.12%	2,093,018.659	8.07	8.10	8.58
W (Mdis) USD	0.92%	486,341.775	9.69	9.62	10.06
Y (Mdis) USD	0.05%	148,708.696	9.41	9.26	9.60
Z (Mdis) USD	1.13%	502,098.781	8.88	8.83	9.26
Franklin Income Fund – USD					
A (acc) USD	1.68%	3,571,416.838	11.33	10.94	10.59
A (Mdis) AUD-H1 (hedged)	1.68%	1,506,757.636	9.22	9.44	9.59
A (Mdis) EUR-H1 (hedged)	1.68%	2,142,216.825	8.33	8.76	9.11
A (Mdis) HKD[*]	1.63%	3,921.525	10.24	-	-
A (Mdis) SGD-H1 (hedged)	1.68%	2,018,825.037	8.01	8.23	8.40
A (Mdis) USD	1.68%	72,764,384.100	11.34	11.55	11.70
A (Mdis) ZAR-H1 (hedged)	1.68%	299,713.157	106.51	104.01	99.96
B (Mdis) USD	2.99%	4,647,516.943	10.28	10.60	10.89
C (acc) USD	2.26%	3,622,989.859	24.98	24.27	23.63
C (Mdis) USD	2.26%	5,178,743.735	14.24	14.59	14.87
F (Mdis) USD	2.68%	3,215,802.440	9.61	9.88	10.12
I (acc) EUR	0.86%	1,216,786.354	12.24	11.41	11.21
I (acc) USD	0.87%	1,687,739.135	22.63	21.68	20.82
I (Ydis) EUR-H1 (hedged)	0.86%	10,138.750	8.95	9.34	9.62
N (acc) EUR-H1 (hedged)	2.18%	502,379.132	9.90	9.91	9.90
N (acc) USD	2.18%	7,913,867.706	23.28	22.60	21.98
N (Mdis) EUR	2.16%	453.233	9.55	9.51	9.91

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Income Fund – USD (continued)					
N (Mdis) EUR-H1 (hedged)	2.18%	3,915,861.114	8.17	8.63	9.02
N (Mdis) USD	2.18%	1,106,974.141	8.68	8.88	9.05
W (acc) USD	0.92%	741,331.973	10.97	10.52	10.11
W (Mdis) USD	0.93%	621,090.282	10.08	10.19	10.26
Z (acc) USD	1.18%	1,060,052.932	17.15	16.48	15.88
Z (Mdis) USD	1.18%	722,718.087	10.46	10.60	10.69
Franklin India Fund – USD					
A (acc) EUR	1.87%	8,967,636.244	40.98	39.40	39.83
A (acc) EUR-H1 (hedged)	1.88%	1,474,850.405	11.11	11.34	11.50
A (acc) HKD	1.87%	1,339,307.940	17.82	17.68	17.39
A (acc) SEK	1.87%	8,061,345.529	21.91	20.87	19.40
A (acc) SGD	1.87%	1,476,441.048	14.18	14.11	14.09
A (acc) USD	1.87%	17,369,756.289	38.52	38.06	37.62
A (Ydis) EUR	1.87%	465,932.955	60.44	58.11	58.74
A (Ydis) GBP	1.87%	135,657.175	54.09	51.40	51.50
AS (acc) SGD	1.75%	299,453.639	11.89	11.81	11.78
B (acc) USD	3.18%	232,882.281	32.27	32.31	32.35
C (acc) USD	2.45%	229,312.245	35.56	35.34	35.13
I (acc) EUR	1.02%	1,039,297.613	46.28	44.12	44.23
I (acc) USD	1.02%	11,529,356.685	43.55	42.67	41.82
I (Ydis) EUR	1.02%	12,473.193	45.43	43.35	43.46
N (acc) EUR	2.62%	2,050,073.329	37.13	35.97	36.64
N (acc) PLN-H1 (hedged)	2.62%	2,792,108.468	18.19	18.30	18.31
N (acc) USD	2.62%	1,764,114.515	34.77	34.62	34.47
S (acc) USD	0.78%	236,607.000	20.42	19.97	19.55
W (acc) EUR	1.07%	286,718.292	22.67	21.63	21.69
W (acc) EUR-H1 (hedged)	1.08%	1,721,145.260	8.58	8.69	-
W (acc) GBP	1.07%	1,721,738.552	25.26	23.81	23.68
W (acc) USD	1.07%	910,539.816	20.50	20.10	19.71
X (acc) USD	0.25%	500.000	19.41	18.87	18.35
Y (Mdis) USD	0.10%	500.000	14.54	14.23	13.90
Z (acc) GBP	1.37%	15,437.701	24.78	23.43	23.36
Z (acc) USD	1.37%	244,265.961	15.82	15.56	15.30
Franklin Japan Fund – JPY					
A (acc) EUR	1.88%	1,068,466.840	6.58	7.44	6.84
A (acc) JPY	1.88%	2,071,973.763	808.35	963.94	880.78
A (acc) USD	1.88%	3,910,271.749	7.49	8.71	7.83
A (acc) USD-H1 (hedged)	1.86%	176,729.026	9.17	10.65	9.60
C (acc) USD	2.46%	320,859.539	8.13	9.49	8.58
I (acc) EUR	0.98%	350,610.133	10.57	11.84	10.80
I (acc) USD	0.97%	93,190.876	9.96	11.46	10.21
N (acc) EUR	2.63%	1,196,645.174	5.69	6.47	6.00
N (acc) USD	2.63%	652,715.640	9.90	11.58	10.49
W (acc) EUR	0.97%	9,712.107	14.32	16.03	14.62
Franklin K2 Alternative Strategies Fund – USD					
A (acc) CHF-H1 (hedged)	2.75%	462,223.573	9.80	9.94	9.93
A (acc) CZK-H1 (hedged)	2.75%	2,979,723.064	99.91	99.16	99.14
A (acc) EUR*	2.75%	278,173.208	10.39	-	-
A (acc) EUR-H1 (hedged)	2.75%	23,385,380.896	10.61	10.68	10.66
A (acc) NOK-H1 (hedged)	2.75%	285,650.950	10.82	10.73	10.58
A (acc) SEK-H1 (hedged)	2.75%	236,575.685	10.22	10.27	10.23
A (acc) SGD-H1 (hedged)	2.75%	353,497.325	11.44	11.27	11.05
A (acc) USD	2.75%	24,117,534.288	11.48	11.22	10.91
A (Ydis) EUR	2.75%	1,608,971.684	13.07	12.43	12.36
A (Ydis) EUR-H1 (hedged)	2.75%	3,419,732.420	9.93	10.02	9.99
A (Ydis) USD	2.75%	1,634,407.769	11.48	11.22	10.91
A PF (acc) EUR-H1 (hedged)*	2.10%	300,670.233	10.19	-	-
A PF (Ydis) EUR-H1 (hedged)*	2.10%	79,343.019	10.20	-	-
C (acc) USD	3.33%	835,237.432	10.50	10.32	10.09
G (acc) EUR-H1 (hedged)	3.35%	339,650.790	9.87	10.00	10.03
I (acc) CHF-H1 (hedged)	1.90%	11,010,576.450	10.16	10.20	10.12
I (acc) EUR-H1 (hedged)	1.90%	45,817,518.505	11.05	11.04	10.92
I (acc) GBP-H1 (hedged)	1.90%	869,806.128	11.54	11.40	11.17
I (acc) JPY	1.90%	658.471	1,202.10	1,195.94	1,171.66
I (acc) JPY-H1 (hedged)	1.90%	11,915.621	1,111.95	1,107.05	1,089.65
I (acc) USD	1.90%	15,207,991.010	11.96	11.58	11.17
I (acc) USD-H4 (BRL) (hedged)*	1.90%	497,513.096	10.02	-	-
I PF (acc) EUR-H1 (hedged)*	1.45%	8,786,752.494	10.21	-	-
I PF (Ydis) EUR-H1 (hedged)*	1.45%	8,833.142	10.23	-	-
N (acc) EUR-H1 (hedged)	3.50%	6,964,352.009	10.24	10.40	10.45
N (acc) HUF-H1 (hedged)	3.50%	4,873,054.191	99.51	100.47	103.02
N (acc) PLN-H1 (hedged)	3.50%	4,498,587.152	10.53	10.49	10.32
N (acc) USD	3.50%	7,559,106.615	11.08	10.91	10.69

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin K2 Alternative Strategies Fund – USD (continued)					
N (Ydis) EUR-H1 (hedged)	3.50%	13,782.958	9.93	10.09	10.15
S (acc) CHF-H1 (hedged)	1.79%	3,442,632.810	10.12	10.15	10.06
S (acc) EUR-H1 (hedged)	1.79%	4,996,417.526	10.19	10.17	10.06
S (acc) GBP-H1 (hedged)	1.79%	6,280,120.387	10.45	10.30	10.10
S (acc) SGD-H1 (hedged)	1.79%	13,887.987	10.66	10.39	10.10
S (acc) USD	1.79%	5,850,435.266	10.84	10.49	10.11
W (acc) CHF-H1 (hedged)	1.95%	57,547.000	10.10	10.12	10.05
W (acc) EUR	1.95%	578,156.585	13.53	12.77	12.60
W (acc) EUR-H1 (hedged)	1.95%	5,107,952.108	10.13	10.14	10.05
W (acc) GBP-H1 (hedged)	1.95%	553,876.982	11.49	11.34	11.13
W (acc) USD	1.95%	5,268,582.616	11.42	11.07	10.69
W (Ydis) EUR-H1 (hedged)	1.95%	88,880.000	9.79	9.80	-
Y (acc) CAD-H1 (hedged)	0.12%	1,630,137.095	11.92	11.45	10.91
Y (Mdis) USD	0.12%	174,497.804	11.76	11.44	11.06
Z (acc) GBP-H1 (hedged)	2.25%	11,253.750	11.38	11.27	11.09
Z (acc) USD	2.25%	1,612,214.655	11.76	11.44	11.07
Franklin K2 Global Macro Opportunities Fund – USD					
A (acc) EUR-H1 (hedged)	2.75%	145,142.060	9.19	9.15	9.55
A (acc) SGD	2.75%	216,101.563	9.58	9.33	9.60
A (acc) USD	2.75%	161,397.064	9.79	9.47	9.64
A (Mdis) USD	2.75%	168,833.648	9.79	9.47	9.64
A (Ydis) EUR	2.75%	151,932.819	9.59	9.03	9.40
A (Ydis) USD	2.75%	156,250.000	9.79	9.47	9.64
I (acc) EUR-H1 (hedged)	1.90%	140,285.500	9.42	9.30	9.61
I (acc) GBP-H1 (hedged)	1.90%	124,870.125	9.65	9.41	9.64
I (acc) JPY	1.90%	1,609,453.130	104.80	103.20	105.87
I (acc) JPY-H1 (hedged)	1.90%	1,609,453.130	95.08	93.63	96.41
I (acc) USD	1.90%	156,250.000	10.01	9.60	9.70
N (acc) EUR-H1 (hedged)	3.50%	176,569.611	9.02	9.05	9.50
N (acc) USD	3.50%	169,774.327	9.60	9.35	9.60
W (acc) EUR	1.95%	140,285.500	9.78	9.14	9.45
W (acc) GBP-H1 (hedged)	1.95%	124,870.125	9.63	9.39	9.63
W (acc) USD	1.95%	14,132.796	10.19	9.77	9.88
Z (acc) USD	2.25%	156,250.000	9.92	9.55	9.67
Franklin K2 Long Short Credit Fund – USD					
A (acc) EUR-H1 (hedged)	2.75%	70,523.334	10.00	10.04	10.14
A (acc) SGD	2.75%	511,614.000	10.21	10.01	9.96
A (acc) USD	2.75%	3,069,532.944	10.73	10.45	10.28
A (Mdis) USD	2.75%	434,041.665	10.36	10.28	10.25
A (Ydis) EUR	2.75%	361,637.449	9.89	9.51	9.60
A (Ydis) USD	2.75%	425,554.855	10.55	10.41	10.28
A PF (acc) EUR-H1 (hedged)*	2.10%	8,846.818	10.07	-	-
I (acc) EUR-H1 (hedged)	1.90%	1,714,186.195	10.23	10.19	10.20
I (acc) GBP-H1 (hedged)	1.90%	39,795.590	10.55	10.37	10.26
I (acc) USD	1.90%	589,056.525	10.96	10.58	10.33
I PF (acc) EUR-H1 (hedged)*	1.45%	8,846.818	10.09	-	-
N (acc) EUR-H1 (hedged)	3.50%	196,059.379	9.81	9.92	10.10
N (acc) USD	3.50%	450,204.740	10.52	10.32	10.24
W (acc) EUR-H1 (hedged)	1.95%	145,435.823	10.20	10.15	10.18
W (acc) GBP-H1 (hedged)	1.95%	38,508.108	10.54	10.36	10.25
W (acc) USD	1.95%	298,646.547	10.62	10.26	10.02
Z (acc) USD	2.25%	418,789.247	10.87	10.53	10.31
Franklin MENA Fund – USD					
A (acc) EUR	2.57%	2,104,647.543	6.27	5.88	5.34
A (acc) EUR-H1 (hedged)	2.58%	712,908.241	3.97	3.94	3.60
A (acc) USD	2.58%	4,513,953.859	7.18	6.92	6.14
A (Ydis) USD	2.57%	65,400.144	7.57	7.34	6.52
B (acc) USD	3.88%	324,197.094	6.20	6.05	5.45
I (acc) EUR	1.42%	934,569.133	7.14	6.61	5.94
I (acc) USD	1.43%	2,876,469.230	8.10	7.71	6.77
N (acc) EUR-H1 (hedged)	3.08%	1,642,851.472	3.76	3.75	3.45
N (acc) USD	3.07%	655,000.358	6.79	6.57	5.87
W (acc) EUR	1.41%	7,165.384	12.52	11.59	10.42
W (Qdis) USD	1.41%	500.000	13.27	12.86	11.44
X (acc) USD	0.30%	361.795	19.78	18.61	16.17
Franklin Natural Resources Fund – USD					
A (acc) EUR	1.85%	3,755,070.618	5.28	6.41	5.44
A (acc) USD	1.85%	25,952,307.469	5.99	7.48	6.20
A (Ydis) EUR-H1 (hedged)	1.85%	374,171.664	4.61	5.97	5.08
A (Ydis) USD	1.85%	321,762.977	5.99	7.48	6.21
B (acc) USD	3.16%	835,318.147	6.16	7.79	6.55
C (acc) USD	2.43%	487,850.493	5.36	6.73	5.62
F (acc) USD	2.85%	1,797,322.459	8.73	11.00	9.22

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Natural Resources Fund – USD (continued)					
I (acc) EUR	0.99%	132,551.995	5.87	7.07	5.95
I (acc) USD	0.98%	981,532.637	6.66	8.24	6.78
N (acc) EUR	2.60%	5,241,852.446	4.81	5.89	5.04
N (acc) PLN-H1 (hedged)	2.60%	12,232,468.451	6.28	8.03	6.76
Franklin NextStep Balanced Growth Fund – USD					
A (acc) HKD	1.55%	197,522.113	12.62	12.29	11.87
A (acc) RMB-H1 (hedged)	1.55%	260,437.558	10.11	9.76	-
A (acc) SGD-H1 (hedged)	1.55%	155,685.546	12.30	12.04	11.78
A (acc) USD	1.55%	9,910,331.979	12.58	12.20	11.84
A (Mdis) HKD	1.56%	99,444.558	12.10	11.96	11.69
A (Mdis) SGD-H1 (hedged)	1.55%	223,150.437	11.83	11.73	11.61
A (Mdis) USD	1.55%	1,374,055.879	12.07	11.87	11.66
Franklin NextStep Conservative Fund – USD					
A (acc) PLN-H1 (hedged)	1.37%	5,634,361.442	11.42	10.99	11.01
A (acc) USD	1.37%	236,481.219	11.59	11.04	10.97
A (Mdis) USD	1.37%	45,551.521	10.96	10.64	10.76
C (acc) USD*	2.15%	345,669.168	10.31	-	-
N (acc) USD	2.25%	438,434.698	11.25	10.81	10.84
W (Mdis) EUR-H1 (hedged)	0.78%	459,247.842	9.86	9.82	10.14
W (Mdis) GBP-H1 (hedged)	0.78%	204,844.255	10.74	10.56	10.80
W (Mdis) USD	0.78%	319,150.133	10.67	10.29	10.35
Franklin NextStep Dynamic Growth Fund – USD					
A (acc) HKD	1.68%	25,528.203	13.04	12.80	12.25
A (acc) RMB-H1 (hedged)	1.68%	64,363.000	9.95	9.69	-
A (acc) SGD-H1 (hedged)	1.68%	146,538.184	12.69	12.52	12.16
A (acc) USD	1.68%	1,791,196.891	13.02	12.72	12.23
A (Mdis) HKD	1.68%	5,744.591	12.71	12.61	12.13
A (Mdis) SGD-H1 (hedged)	1.68%	55,180.968	12.30	12.26	12.01
A (Mdis) USD	1.68%	313,820.077	12.60	12.44	12.08
Franklin NextStep Growth Fund – USD					
A (acc) PLN-H1 (hedged)	1.73%	540,186.278	12.63	12.31	11.87
A (acc) USD	1.73%	953,806.354	12.84	12.39	11.83
A (Mdis) USD	1.73%	478,311.658	12.42	12.12	11.68
C (acc) USD*	2.31%	500.000	10.04	-	-
N (acc) USD	2.53%	346,305.203	12.50	12.15	11.70
W (Mdis) EUR-H1 (hedged)	0.89%	6,862.581	10.98	10.98	10.78
W (Mdis) GBP-H1 (hedged)	0.89%	233,730.724	12.22	12.07	11.76
W (Mdis) USD	0.89%	64,377.707	11.91	11.52	11.01
Franklin NextStep Moderate Fund – USD					
A (acc) PLN-H1 (hedged)	1.58%	7,844,222.942	12.38	12.00	11.67
A (acc) USD	1.58%	866,143.157	12.54	12.04	11.63
A (Mdis) USD	1.58%	303,494.563	12.04	11.71	11.45
C (acc) USD*	2.26%	341,559.380	10.14	-	-
N (acc) USD	2.38%	1,252,631.147	12.20	11.81	11.50
W (Mdis) EUR-H1 (hedged)	0.83%	365,317.545	10.73	10.69	10.64
W (Mdis) GBP-H1 (hedged)	0.83%	281,209.274	11.89	11.69	11.53
W (Mdis) USD	0.83%	618,059.429	11.58	11.18	10.85
Franklin NextStep Stable Growth Fund – USD					
A (acc) HKD	1.37%	304,563.284	11.58	11.13	11.03
A (acc) SGD-H1 (hedged)	1.37%	78,966.012	11.33	10.92	10.96
A (acc) USD	1.37%	1,133,887.927	11.55	11.05	11.00
A (Mdis) HKD	1.37%	872,451.631	10.89	10.70	10.81
A (Mdis) SGD-H1 (hedged)	1.37%	144,567.243	10.65	10.50	10.74
A (Mdis) USD	1.37%	471,478.182	10.87	10.62	10.78
Franklin Select U.S. Equity Fund – USD					
A (acc) EUR	1.82%	322,309.507	26.42	24.00	22.30
A (acc) EUR-H1 (hedged)	1.83%	298,612.834	19.57	18.89	17.60
A (acc) HKD	1.83%	1,209,158.438	19.81	18.58	16.79
A (acc) USD	1.83%	7,917,064.850	30.04	28.05	25.48
B (acc) USD	3.14%	91,623.922	23.09	21.85	20.10
C (acc) USD	2.41%	1,185,251.623	25.37	23.83	21.77
I (acc) EUR	0.97%	22,713.099	20.91	18.84	17.36
I (acc) EUR-H1 (hedged)	0.96%	29,394.959	14.47	13.79	12.73
I (acc) USD	0.98%	229,013.708	25.63	23.73	21.38
N (acc) EUR	2.58%	393,587.949	22.71	20.79	19.46
N (acc) EUR-H1 (hedged)	2.57%	125,052.685	12.92	12.56	11.80
N (acc) USD	2.58%	960,438.424	25.85	24.32	22.26
W (acc) EUR	1.00%	16,433.548	18.87	17.01	15.67
W (acc) USD*	1.00%	643,133.978	11.27	-	-
Y (Mdis) USD	0.05%	1,846,728.141	14.96	13.84	12.44
Z (acc) USD	1.34%	102,462.296	11.94	11.10	10.03

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Strategic Income Fund – USD					
A (acc) EUR	1.35%	2,794,244.103	14.13	12.93	13.32
A (acc) EUR-H1 (hedged)	1.35%	1,270,003.646	11.61	11.26	11.64
A (acc) USD	1.35%	10,172,799.710	16.03	15.08	15.18
A (Mdis) AUD-H1 (hedged)	1.35%	168,546.042	9.42	9.41	9.90
A (Mdis) EUR	1.35%	5,649,259.610	8.68	8.39	9.02
A (Mdis) EUR-H1 (hedged)	1.35%	12,929,469.385	8.04	8.24	8.89
A (Mdis) SGD-H1 (hedged)	1.35%	15,764.545	8.82	8.83	9.34
A (Mdis) USD	1.35%	11,494,607.554	9.87	9.80	10.30
A (Qdis) PLN-H1 (hedged)*	1.35%	129,385.898	10.15	-	-
B (Mdis) USD	2.89%	224,126.336	9.25	9.33	9.96
C (acc) USD	1.95%	1,782,229.164	10.47	9.91	10.04
C (Mdis) USD	1.95%	6,314,581.129	9.62	9.61	10.17
I (acc) EUR-H1 (hedged)	0.82%	1,367,316.869	11.63	11.23	11.55
I (acc) USD	0.83%	819,669.044	17.05	15.95	15.98
I (Ydis) USD	0.80%	43,540.750	9.43	9.23	9.67
N (acc) EUR-H1 (hedged)	2.08%	1,165,712.588	10.98	10.74	11.16
N (acc) USD	2.08%	7,385,649.749	12.16	11.52	11.68
N (Mdis) EUR-H1 (hedged)	2.08%	2,675,965.622	7.86	8.11	8.81
W (acc) EUR	0.87%	164,045.719	10.00	9.11	9.34
W (acc) USD	0.87%	875,565.571	10.72	10.03	10.06
W (Mdis) USD	0.87%	611,868.433	9.79	9.67	10.13
Y (Mdis) USD	0.05%	5,768,197.525	9.86	9.67	-
Z (acc) USD	1.08%	550,206.341	14.33	13.45	13.50
Franklin Technology Fund – USD					
A (acc) EUR	1.81%	23,823,856.369	19.56	16.63	13.14
A (acc) EUR-H1 (hedged)	1.81%	1,654,793.706	12.36	11.16	-
A (acc) HKD	1.82%	1,048,565.606	29.17	25.61	19.67
A (acc) SGD-H1 (hedged)	1.81%	1,382,172.801	12.21	10.80	-
A (acc) USD	1.81%	71,493,947.493	22.18	19.39	14.98
B (acc) USD	3.12%	243,373.281	17.24	15.27	11.95
C (acc) USD	2.39%	2,162,557.681	42.88	37.70	29.29
I (acc) EUR	0.91%	3,989,001.934	36.66	30.90	24.20
I (acc) USD	0.90%	5,051,529.167	30.98	26.83	20.55
I (Ydis) EUR*	0.96%	1,747,202.822	12.11	-	-
N (acc) EUR	2.56%	9,363,543.654	16.34	14.01	11.15
N (acc) PLN-H1 (hedged)*	2.50%	40,082.750	10.09	-	-
N (acc) USD	2.56%	7,863,879.848	18.56	16.34	12.72
W (acc) EUR	0.95%	623,526.314	32.33	27.26	21.36
W (acc) EUR-H1 (hedged)	0.94%	129,648.191	12.02	10.80	-
W (acc) USD	0.95%	2,558,310.887	26.25	22.75	17.43
X (acc) USD	0.15%	202.758	27.23	23.39	17.76
Z (acc) USD	1.27%	521,459.711	32.20	27.99	21.51
Franklin U.S. Dollar Short-Term Money Market Fund – USD					
A (acc) USD	0.25%	13,576,914.205	11.94	11.71	11.58
A (Mdis) USD	0.25%	9,029,285.020	9.80	9.80	9.69
B (Mdis) USD	1.33%	143,315.122	8.98	8.90	8.89
C (acc) USD	1.24%	2,613,480.158	9.92	9.83	9.81
F (Mdis) USD	1.25%	1,111,011.155	10.00	10.00	10.00
N (acc) USD	1.15%	4,434,847.987	10.50	10.39	10.36
W (acc) USD	0.20%	2,844,239.079	10.34	10.14	10.02
Franklin U.S. Government Fund – USD					
A (acc) EUR-H1 (hedged)	1.26%	238,524.186	9.50	9.35	9.70
A (acc) HKD	1.26%	391,319.163	11.78	11.30	11.37
A (acc) USD	1.27%	9,423,493.955	11.39	10.88	11.00
A (Mdis) HKD	1.28%	55,541.526	9.57	9.53	9.77
A (Mdis) USD	1.27%	41,500,398.751	8.98	8.87	9.15
AX (acc) USD	1.47%	1,417,362.047	15.91	15.23	15.43
B (acc) USD	2.52%	36,673.302	12.40	12.00	12.29
B (Mdis) USD	2.53%	275,683.929	8.90	8.89	9.17
C (acc) USD	2.05%	1,607,785.341	13.64	13.13	13.38
I (acc) EUR-H1 (hedged)	0.60%	333,741.949	10.33	10.11	10.41
I (acc) USD	0.60%	3,598,625.178	14.57	13.83	13.89
I (Mdis) JPY-H1 (hedged)	0.60%	32,241.865	857.27	867.26	911.62
I (Mdis) USD	0.60%	6,146,583.240	9.52	9.34	9.61
N (acc) USD	1.97%	2,433,388.793	14.36	13.82	14.07
N (Mdis) USD	1.97%	1,203,891.092	8.95	8.90	9.18
W (acc) USD	0.70%	2,190,369.471	10.95	10.41	10.47
W (Mdis) USD	0.70%	2,447,823.201	9.38	9.21	9.49
X (acc) USD	0.15%	500.000	11.44	10.81	10.81
Z (acc) USD	0.97%	284,714.848	12.14	11.56	11.66
Z (Mdis) USD	0.97%	10,700.159	9.49	9.35	9.63

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin U.S. Low Duration Fund – USD					
A (acc) EUR	1.15%	1,000,633.052	10.97	10.35	10.60
A (acc) EUR-H1 (hedged)	1.15%	523,417.214	9.71	9.72	9.98
A (acc) USD	1.15%	9,692,538.118	11.10	10.77	10.79
A (Mdis) USD	1.15%	19,557,841.112	9.84	9.75	9.90
AX (acc) USD	1.35%	1,675,652.365	12.57	12.22	12.26
B (Mdis) USD	2.41%	648,084.704	9.55	9.38	9.51
C (acc) USD	2.04%	534,095.745	10.12	9.90	10.00
C (Mdis) USD	2.04%	2,166,237.456	9.84	9.63	9.73
I (acc) EUR-H1 (hedged)	0.63%	10,066,280.494	10.38	10.33	10.55
I (acc) USD	0.63%	2,160,672.150	13.65	13.17	13.13
N (Mdis) USD	1.85%	4,868,307.252	9.86	9.74	9.83
W (acc) USD	0.67%	678,578.190	10.39	10.03	10.00
W (Qdis) USD	0.67%	21,749.853	10.02	9.93	10.05
Y (Mdis) USD	0.05%	11,767,582.339	10.00	9.91	-
Z (acc) USD	0.85%	193,596.014	10.60	10.25	10.24
Franklin U.S. Opportunities Fund – USD					
A (acc) CHF-H1 (hedged)	1.82%	175,219.625	25.06	23.61	19.68
A (acc) EUR	1.81%	11,466,061.744	16.33	14.43	11.99
A (acc) EUR-H1 (hedged)	1.82%	14,341,167.085	11.97	11.25	9.38
A (acc) HKD	1.82%	3,893,221.922	25.20	22.98	18.58
A (acc) NOK-H1 (hedged)	1.81%	2,951,270.325	17.76	16.48	13.58
A (acc) RMB-H1 (hedged)	1.81%	18,415.650	180.22	163.07	130.11
A (acc) SEK-H1 (hedged)	1.82%	2,403,222.155	23.98	22.48	18.68
A (acc) SGD	1.81%	5,121,770.160	22.32	20.41	16.76
A (acc) SGD-H1 (hedged)	1.81%	1,730,042.319	28.01	25.69	21.05
A (acc) USD	1.82%	102,070,559.164	18.55	16.84	13.68
A (Ydis) EUR	1.82%	2,153,733.130	16.63	14.69	12.21
A (Ydis) GBP	1.82%	748,400.253	14.59	12.74	10.49
AS (acc) SGD	1.71%	4,244,897.588	14.92	13.62	11.17
B (acc) USD	3.13%	844,474.241	14.41	13.26	10.91
C (acc) USD	2.40%	6,166,892.103	29.57	27.01	22.07
F (acc) USD	2.82%	977,366.253	13.82	12.67	10.40
I (acc) EUR	0.91%	4,688,015.982	42.28	37.02	30.51
I (acc) EUR-H1 (hedged)	0.90%	2,215,886.955	30.66	28.54	23.56
I (acc) USD	0.91%	10,471,970.392	48.07	43.26	34.85
N (acc) EUR	2.56%	2,551,266.469	32.30	28.75	24.07
N (acc) EUR-H1 (hedged)	2.57%	662,298.389	21.28	20.14	16.91
N (acc) PLN-H1 (hedged)	2.57%	5,750,169.061	32.33	30.01	24.73
N (acc) USD	2.57%	6,369,533.712	36.77	33.65	27.54
S (acc) USD	0.75%	500.000	12.67	11.39	-
W (acc) EUR	0.95%	464,310.581	23.43	20.52	16.92
W (acc) EUR-H1 (hedged)	0.95%	528,016.780	13.53	12.60	10.40
W (acc) USD	0.96%	5,012,997.267	26.26	23.64	19.06
X (acc) USD	0.15%	500.000	19.49	17.41	13.91
X (Ydis) USD	0.25%	1,467,858.191	26.76	23.99	19.24
Y (Mdis) USD	0.05%	27,866.352	15.34	13.75	11.04
Z (acc) USD	1.26%	848,497.908	32.32	29.18	23.59
Franklin World Perspectives Fund – USD					
A (acc) EUR	1.89%	4,221,091.805	28.20	27.16	25.47
A (acc) USD	1.89%	2,440,349.108	23.49	23.26	21.32
I (acc) EUR	0.98%	1,976,943.189	30.99	29.58	27.48
I (acc) USD	0.98%	1,408,713.855	25.81	25.32	23.00
N (acc) EUR	2.64%	2,763,273.262	10.41	10.10	-
N (acc) USD	2.64%	1,904,466.764	21.68	21.62	19.97
W (acc) GBP	1.00%	4,819.711	22.70	21.42	19.73
Z (acc) USD	1.27%	17,034.667	12.81	12.61	11.49
Franklin Mutual European Fund – EUR					
A (acc) CZK-H1 (hedged)	1.82%	2,599,313.266	145.88	146.61	150.39
A (acc) EUR	1.84%	15,006,621.681	23.85	24.31	24.79
A (acc) RMB-H1 (hedged)	1.82%	6,435.005	128.32	126.17	123.60
A (acc) SEK	1.84%	5,086,862.572	16.25	16.41	15.39
A (acc) USD	1.84%	6,196,450.666	27.11	28.39	28.31
A (acc) USD-H1 (hedged)	1.82%	1,820,782.176	11.23	11.06	11.00
A (Ydis) EUR	1.84%	1,024,628.212	20.01	20.67	21.24
A (Ydis) GBP	1.84%	89,792.965	18.05	18.43	18.77
B (acc) USD	3.15%	157,952.040	21.17	22.46	22.69
B (Ydis) EUR	3.15%	6,914.362	18.39	18.99	19.62
C (acc) EUR	2.42%	6,178.348	21.13	21.66	22.21
C (acc) USD	2.42%	390,158.018	24.02	25.31	25.38
I (acc) EUR	0.96%	6,689,116.227	22.66	22.89	23.14
I (Ydis) EUR	0.99%	3,900.000	17.57	18.15	18.64
N (acc) EUR	2.57%	3,344,897.919	19.37	19.88	20.42
N (acc) USD	2.59%	365,099.474	21.91	23.12	23.22

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Franklin Mutual European Fund – EUR (continued)					
N (acc) USD-H1 (hedged)	2.56%	435,403.726	11.21	11.12	11.15
W (acc) EUR	1.00%	295,518.784	13.42	13.56	13.72
W (acc) USD	1.00%	100,837.160	9.75	10.13	10.01
W (acc) USD-H1 (hedged)	1.00%	21,546.473	10.18	9.95	9.82
W (Ydis) EUR	1.00%	20,098.462	10.75	11.10	11.41
X (acc) EUR	0.15%	362.897	11.91	11.94	11.97
Y (Mdis) EUR	0.06%	852,130.497	10.44	10.83	11.18
Z (acc) EUR	1.34%	19,052.433	14.91	15.12	15.34
Z (acc) USD	1.34%	2,701,373.109	13.96	14.55	14.44
Z (acc) USD-H1 (hedged)	1.33%	726,135.153	11.86	11.63	11.51
Franklin Mutual Global Discovery Fund – USD					
A (acc) EUR	1.84%	6,834,087.154	20.89	20.03	20.62
A (acc) EUR-H2 (hedged)	1.84%	1,381,322.758	13.63	13.61	14.03
A (acc) USD	1.84%	7,872,868.866	19.63	19.35	19.47
A (Ydis) EUR	1.84%	1,209,460.862	28.13	27.25	28.16
A (Ydis) GBP	1.84%	80,479.728	25.38	24.30	24.90
B (acc) USD	3.14%	53,554.347	16.44	16.41	16.74
C (acc) USD	2.42%	1,158,895.005	18.12	17.96	18.18
I (acc) EUR	0.97%	307,912.814	23.56	22.39	22.86
I (acc) EUR-H2 (hedged)	0.97%	2,697,134.512	19.77	19.56	20.00
I (acc) USD	0.98%	2,198,503.729	22.13	21.62	21.58
N (acc) EUR	2.58%	2,255,615.141	18.82	18.18	18.85
N (acc) EUR-H2 (hedged)	2.59%	983,672.518	12.68	12.76	13.28
N (acc) USD	2.59%	1,188,661.621	17.71	17.58	17.83
W (acc) EUR	1.03%	90,052.272	14.15	13.46	13.75
W (acc) EUR-H1 (hedged)	1.03%	944,697.125	8.92	9.03	-
W (acc) USD	1.03%	196,598.171	10.28	10.05	10.04
Z (acc) USD	1.34%	385,515.751	17.21	16.88	16.90
Franklin Mutual U.S. Value Fund – USD					
A (acc) EUR	1.83%	231,771.570	73.48	68.92	70.07
A (acc) EUR-H1 (hedged)	1.84%	48,887.721	52.79	52.47	53.49
A (acc) SGD	1.83%	297,533.321	13.49	13.09	13.15
A (acc) USD	1.83%	2,301,473.709	83.43	80.43	79.95
A (Ydis) USD	1.84%	80,717.708	78.86	76.27	75.81
B (acc) USD	3.14%	25,640.114	35.99	35.15	35.40
C (acc) USD	2.41%	1,080,352.355	23.14	22.44	22.43
I (acc) EUR	0.98%	124,205.257	20.94	19.48	19.64
I (acc) EUR-H1 (hedged)	1.04%	6,010.151	15.06	14.85	15.00
I (acc) USD	0.97%	2,528,352.937	23.82	22.77	22.44
N (acc) EUR	2.57%	599,328.292	35.39	33.44	34.25
N (acc) EUR-H1 (hedged)	2.59%	133,838.900	25.66	25.71	26.43
N (acc) USD	2.58%	855,609.950	40.26	39.10	39.16
W (acc) USD	1.03%	1,177,178.865	10.91	10.43	10.29
Z (acc) USD	1.34%	393,565.801	20.62	19.78	19.56
Templeton Africa Fund – USD[Ω]					
A (acc) EUR	-	-	-	9.95	9.40
A (acc) EUR-H1 (hedged)	-	-	-	8.25	7.85
A (acc) GBP	-	-	-	10.88	10.18
A (acc) SGD	-	-	-	9.72	9.07
A (acc) USD	-	-	-	8.88	8.20
A (Ydis) EUR	-	-	-	9.25	8.84
A (Ydis) EUR-H1 (hedged)	-	-	-	7.68	7.39
I (acc) EUR	-	-	-	10.58	9.89
I (acc) USD	-	-	-	9.44	8.64
N (acc) EUR-H1 (hedged)	-	-	-	8.01	7.65
W (acc) EUR	-	-	-	8.60	8.05
W (acc) GBP	-	-	-	11.27	10.46
Templeton Asian Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.42%	945,246.142	9.74	9.74	10.16
A (acc) EUR	1.42%	2,234,280.105	19.12	17.99	18.64
A (acc) EUR-H1 (hedged)	1.42%	1,559,029.590	11.78	11.74	12.21
A (acc) USD	1.42%	7,234,908.419	17.97	17.38	17.61
A (Mdis) AUD-H1 (hedged)	1.42%	137,915.524	7.93	8.17	8.72
A (Mdis) EUR	1.42%	2,012,449.542	9.44	9.39	10.27
A (Mdis) SGD	1.40%	124,896.990	8.13	8.37	9.04
A (Mdis) SGD-H1 (hedged)	1.42%	4,867,246.218	7.59	7.83	8.43
A (Mdis) USD	1.42%	5,885,457.433	10.70	10.95	11.70
B (Mdis) USD	2.93%	174,726.766	10.04	10.43	11.31
C (Mdis) USD	2.20%	523,849.287	10.35	10.67	11.49
I (acc) CHF-H1 (hedged)	0.86%	777,000.000	10.27	10.22	10.59
I (acc) EUR	0.87%	595,779.638	17.02	15.93	16.42
I (acc) EUR-H1 (hedged)	0.89%	52,709.575	11.28	11.14	11.44
I (acc) USD	0.87%	843,837.491	19.37	18.63	18.78

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton Asian Bond Fund – USD (continued)					
I (Mdis) EUR	0.87%	292,731.506	10.04	9.94	10.80
I (Ydis) EUR-H1 (hedged)	0.85%	11,095.444	7.72	8.12	8.89
N (acc) EUR	2.12%	522,984.372	17.37	16.46	17.18
N (acc) USD	2.12%	700,340.106	16.33	15.90	16.23
N (Mdis) USD	2.12%	847,569.896	10.39	10.71	11.52
W (acc) EUR	0.90%	7,166.376	9.75	9.13	9.42
W (acc) EUR-H1 (hedged)	0.90%	219,076.509	10.02	9.94	10.29
W (Mdis) USD	0.90%	210,467.776	8.13	8.28	8.81
Y (Mdis) USD	0.08%	1,523,710.242	9.42	9.51	10.03
Z (acc) USD	1.12%	270,122.671	12.06	11.62	11.74
Templeton Asian Growth Fund – USD					
A (acc) CHF-H1 (hedged)	2.21%	712,607.176	11.41	12.00	12.07
A (acc) CZK-H1 (hedged)	2.21%	1,796,183.021	101.78	105.00	106.02
A (acc) EUR	2.20%	9,147,720.885	31.37	30.88	30.90
A (acc) EUR-H1 (hedged)	2.21%	3,064,769.349	22.31	23.36	23.49
A (acc) HKD	2.21%	23,258,263.966	10.76	10.93	10.64
A (acc) RMB-H1 (hedged)	2.21%	103,647.014	133.84	135.26	130.44
A (acc) SGD	2.21%	5,790,010.163	9.18	9.35	9.24
A (acc) SGD-H1 (hedged)	2.21%	50,024.571	11.97	12.24	12.11
A (acc) USD	2.21%	27,813,641.607	35.73	36.14	35.36
A (Ydis) EUR	2.21%	2,966,952.853	28.56	28.19	28.29
A (Ydis) GBP	2.21%	291,580.722	25.57	24.95	24.82
A (Ydis) USD	2.21%	29,864,898.742	32.45	32.92	32.30
B (acc) USD	3.52%	375,485.828	14.34	14.69	14.57
C (acc) USD	2.79%	912,012.075	29.64	30.16	29.68
I (acc) CHF-H1 (hedged)	1.22%	87,430.000	10.11	10.53	10.49
I (acc) EUR	1.19%	1,566,102.328	33.41	32.55	32.25
I (acc) EUR-H1 (hedged)	1.21%	222,250.173	20.58	21.31	21.26
I (acc) USD	1.20%	4,660,371.315	37.98	38.03	36.84
I (Ydis) EUR-H2 (hedged)	1.21%	5,053,341.584	5.91	6.31	6.81
N (acc) EUR	2.71%	945,920.877	42.09	41.63	41.87
N (acc) EUR-H1 (hedged)	2.71%	920,745.238	29.80	31.36	31.73
N (acc) HUF	2.71%	1,797,297.466	152.30	153.46	144.83
N (acc) PLN-H1 (hedged)	2.72%	4,371,735.694	13.86	14.29	14.18
N (acc) USD	2.71%	2,266,613.272	47.84	48.63	47.83
W (acc) EUR	1.25%	300,459.386	12.23	11.92	11.83
W (acc) EUR-H1 (hedged)	1.25%	9,057.273	9.87	10.22	10.22
W (acc) GBP	1.25%	79,726.122	15.24	14.68	14.43
W (acc) USD	1.25%	1,782,567.591	12.43	12.45	12.08
W (Ydis) EUR	1.25%	2,625.047	12.58	12.43	12.45
Y (Mdis) USD	0.09%	450.450	10.55	10.64	10.43
Z (acc) USD	1.71%	234,081.095	14.11	14.20	13.83
Z (Ydis) EUR-H1 (hedged)	1.71%	28,768.792	10.75	11.29	11.38
Z (Ydis) USD	1.71%	62,952.890	10.19	10.35	10.15
Templeton Asian Smaller Companies Fund – USD					
A (acc) EUR	2.24%	4,285,305.553	57.95	56.48	54.25
A (acc) SGD	2.23%	125,281.447	44.67	45.04	42.74
A (acc) USD	2.23%	5,555,037.678	48.28	48.35	45.41
A (Ydis) USD	2.23%	1,944,096.914	47.30	47.38	44.50
B (acc) USD	3.55%	51,542.411	43.55	44.20	42.05
F (acc) USD	3.24%	1,956,659.012	10.77	10.89	10.33
I (acc) EUR	1.20%	2,353,003.308	64.73	62.44	59.36
I (acc) USD	1.20%	7,903,332.431	53.95	53.47	49.71
I (Ydis) USD	1.19%	5,560,445.400	11.30	11.24	10.47
N (acc) EUR	2.73%	1,486,115.496	21.82	21.37	20.63
N (acc) USD	2.73%	1,352,617.393	17.47	17.58	16.59
W (acc) EUR	1.22%	2,428,514.404	18.01	17.37	16.52
W (acc) USD	1.22%	2,017,108.576	14.92	14.79	13.76
W (Ydis) EUR-H1 (hedged)	1.22%	169,426.108	8.86	9.07	-
W (Ydis) USD	1.22%	4,658,858.466	9.96	9.89	-
X (Ydis) USD	0.31%	2,794,908.776	13.90	13.83	12.97
Y (Mdis) USD	0.09%	916,205.192	14.64	14.66	13.69
Templeton BRIC Fund – USD					
A (acc) EUR	2.46%	3,842,254.040	19.82	18.58	16.37
A (acc) EUR-H1 (hedged)	2.47%	1,049,039.203	11.18	11.15	9.88
A (acc) HKD	2.45%	132,068.342	10.23	9.89	8.47
A (acc) USD	2.46%	27,767,495.769	18.62	17.94	15.46
B (acc) USD	3.77%	46,598.321	15.62	15.24	13.31
C (acc) USD	3.04%	409,691.485	17.19	16.66	14.44
I (acc) USD	1.42%	41,294.976	21.56	20.55	17.53
N (acc) EUR	2.95%	1,249,202.833	18.52	17.44	15.45
N (acc) USD	2.96%	624,247.711	17.39	16.84	14.58

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton China Fund – USD					
A (acc) HKD	2.45%	365,556.192	13.22	13.76	11.64
A (acc) SGD	2.45%	789,357.256	9.66	10.08	8.66
A (acc) USD	2.45%	11,980,697.188	28.99	30.04	25.55
A (Ydis) EUR	2.44%	560,089.343	24.63	24.84	21.61
A (Ydis) GBP	2.45%	41,124.731	21.90	21.82	18.82
B (acc) USD	3.76%	328,992.654	12.01	12.61	10.87
C (acc) USD	3.03%	343,913.064	20.04	20.88	17.86
I (acc) USD	1.37%	236,041.274	36.46	37.38	31.46
I (Ydis) GBP	1.44%	3,320.587	13.94	13.76	11.75
N (acc) USD	2.95%	747,295.395	27.92	29.08	24.86
W (acc) EUR	1.40%	33,865.607	15.04	15.01	12.93
W (acc) GBP	1.40%	58,110.082	17.71	17.47	14.92
W (acc) USD	1.40%	96,540.116	13.09	13.42	11.30
W (Ydis) EUR	1.40%	52,603.570	13.97	14.13	12.24
X (acc) HKD	0.27%	2,442,710.551	13.91	14.16	11.73
Z (acc) USD	1.96%	58,658.029	12.06	12.43	10.54
Templeton Eastern Europe Fund – EUR					
A (acc) EUR	2.54%	7,070,204.244	24.38	22.35	22.80
A (acc) USD	2.54%	1,902,305.405	27.70	26.11	26.03
A (Ydis) EUR	2.54%	60,277.029	24.10	22.10	22.54
B (acc) USD	3.85%	151,492.058	5.89	5.62	5.68
B (Ydis) EUR	3.85%	9,820.746	5.18	4.81	4.97
I (acc) EUR	1.40%	717,787.045	18.55	16.82	16.97
N (acc) EUR	3.04%	504,993.622	22.03	20.30	20.81
W (acc) EUR	1.52%	197,728.964	11.58	10.51	10.62
X (acc) EUR	0.30%	321,643.083	10.13	9.08	9.06
Templeton Emerging Markets Fund – USD					
A (acc) EUR-H1 (hedged)	2.00%	1,082,717.946	9.35	9.43	9.12
A (acc) HKD	2.00%	213,427.267	12.01	11.76	11.00
A (acc) SGD	2.00%	2,030,600.417	8.68	8.52	8.09
A (acc) USD	2.00%	6,137,426.825	41.23	40.19	37.79
A (Ydis) USD	2.00%	5,390,331.857	39.38	38.37	36.07
B (acc) USD	3.31%	41,470.788	18.51	18.29	17.42
C (acc) USD	2.58%	659,180.139	34.04	33.38	31.56
I (acc) EUR-H1 (hedged)	1.15%	728,236.086	10.08	10.10	9.72
I (acc) USD	1.15%	11,272,955.840	28.38	27.43	25.53
N (acc) EUR	2.50%	947,756.104	19.05	18.16	17.55
N (acc) USD	2.50%	3,524,878.348	21.64	21.20	20.03
W (acc) USD	1.25%	872,626.088	12.37	11.97	11.15
W (Ydis) EUR-H1 (hedged)	1.25%	14,381.480	8.36	8.41	-
Z (acc) USD	1.50%	654,557.055	11.56	11.22	10.49
Templeton Emerging Markets Balanced Fund – USD					
A (acc) EUR	2.11%	2,025,130.330	13.25	12.41	12.41
A (acc) EUR-H1 (hedged)	2.11%	1,171,315.856	9.20	9.15	9.23
A (acc) USD	2.11%	1,622,485.901	10.17	9.79	9.58
A (Mdis) HKD	2.11%	14,362.613	8.89	9.15	-
A (Mdis) SGD-H1 (hedged)	2.11%	14,239.492	9.12	9.42	-
A (Mdis) USD	2.11%	500.000	8.93	9.15	-
A (Qdis) USD	2.11%	1,295,071.507	7.97	8.16	8.29
A (Ydis) EUR	2.11%	1,265,450.621	10.81	10.63	10.88
A (Ydis) EUR-H1 (hedged)	2.11%	611,616.123	7.43	7.77	8.02
C (acc) USD	2.78%	1,276,324.267	9.74	9.44	9.29
I (acc) EUR	1.23%	869,173.074	14.21	13.19	13.08
I (acc) EUR-H1 (hedged)	1.21%	8,141.334	9.32	9.19	-
N (acc) EUR-H1 (hedged)	2.55%	1,847,147.182	8.86	8.85	8.96
N (acc) USD	2.55%	1,941,871.065	9.81	9.49	9.32
X (acc) USD	0.30%	16,734.801	11.76	11.11	10.67
Z (acc) USD	1.70%	180,210.803	10.44	10.00	9.75
Templeton Emerging Markets Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.90%	353,165.031	11.87	11.69	12.62
A (acc) EUR-H1 (hedged)	1.90%	2,131,241.528	10.72	10.52	11.35
A (acc) NOK-H1 (hedged)	1.90%	514,687.150	12.68	12.27	13.05
A (acc) SEK-H1 (hedged)	1.90%	3,119,127.331	11.79	11.57	12.47
A (acc) USD	1.89%	17,460,076.191	14.01	13.35	13.98
A (Mdis) AUD-H1 (hedged)	1.90%	98,702,100.051	6.61	7.06	8.13
A (Mdis) HKD	1.89%	298,852,431.522	6.88	7.33	8.40
A (Mdis) SGD-H1 (hedged)	1.89%	7,212,763.316	6.11	6.54	7.60
A (Mdis) USD	1.89%	654,375,796.963	7.51	7.97	9.18
A (Mdis) ZAR-H1 (hedged)	1.89%	5,886,720.005	89.27	91.10	99.62
A (Qdis) EUR	1.89%	34,414,605.064	11.58	11.96	14.08
A (Qdis) GBP	1.89%	2,016,754.903	8.93	9.11	10.64
A (Qdis) USD	1.89%	74,628,205.223	13.08	13.88	15.98
A (Ydis) EUR-H1 (hedged)	1.90%	10,457,315.216	6.48	7.10	8.35

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton Emerging Markets Bond Fund – USD (continued)					
B (Mdis) USD	3.20%	11,823,045.534	7.11	7.65	8.93
B (Qdis) USD	3.20%	1,972,503.211	11.23	12.08	14.08
C (acc) USD	2.47%	2,647,852.349	28.69	27.48	28.95
F (Mdis) USD	2.89%	230,851,150.710	7.91	8.48	9.86
I (acc) CHF-H1 (hedged)	0.97%	63,300.000	11.20	10.93	11.68
I (acc) EUR-H1 (hedged)	0.97%	9,192,083.654	13.00	12.63	13.51
I (acc) SEK-H1 (hedged)	0.93%	177,766,069.000	10.23	9.93	-
I (acc) USD	0.96%	26,793,853.350	27.76	26.19	27.19
I (Qdis) GBP-H1 (hedged)	0.96%	4,530,330.477	6.82	7.30	8.47
I (Qdis) USD	0.96%	16,508,861.346	10.61	11.16	12.73
I (Ydis) EUR-H1 (hedged)	0.97%	4,629,656.799	6.71	7.28	8.48
N (acc) USD	2.39%	2,511,660.836	34.87	33.37	35.13
N (Mdis) USD	2.38%	11,221,838.992	6.78	7.23	8.36
N (Qdis) PLN-H1 (hedged)	2.39%	17,147,027.951	7.55	8.14	9.50
S (acc) USD	0.78%	500.000	11.77	11.10	11.52
W (acc) EUR-H1 (hedged)	0.98%	138,875.822	10.19	9.91	10.60
W (acc) USD	0.98%	1,641,472.707	11.22	10.58	10.99
W (Qdis) EUR	0.98%	1,386,451.307	8.36	8.56	9.99
W (Qdis) GBP	0.98%	133,239.349	8.24	8.33	9.65
W (Qdis) GBP-H1 (hedged)	0.98%	2,728,986.053	7.06	7.56	8.78
W (Qdis) USD	0.98%	5,128,505.695	6.53	6.87	7.84
W (Ydis) EUR-H1 (hedged)	0.98%	56,809.799	8.88	9.06	-
Y (acc) USD	0.11%	500.000	9.78	9.15	-
Y (Mdis) USD	0.10%	5,198,414.046	8.46	8.82	9.97
Z (acc) USD	1.32%	1,006,154.282	14.44	13.67	14.25
Z (Mdis) USD	1.32%	1,048,337.003	6.67	7.04	8.06
Templeton Emerging Markets Local Currency Bond Fund – USD					
A (acc) USD	1.80%	114,936.984	9.61	9.06	-
A (Mdis) EUR-H1 (hedged)	1.80%	17,163.684	7.98	8.67	-
A (Ydis) EUR	1.80%	73,623.898	10.01	9.56	-
C (acc) USD	2.38%	90,000.000	9.53	9.04	-
I (acc) EUR	0.94%	450,556.952	10.55	9.59	-
I (acc) EUR-H1 (hedged)	0.91%	9,650.154	9.32	8.98	-
I (acc) NOK-H1 (hedged)	0.93%	81,430.000	10.45	9.93	-
I (acc) SEK-H1 (hedged)	0.92%	5,294,530.500	9.34	9.00	-
I (acc) USD	0.92%	1,217,895.267	9.72	9.09	-
I (Qdis) USD	0.92%	90,000.000	8.59	8.98	-
I (Ydis) EUR	0.92%	72,960.156	10.13	9.59	-
I (Ydis) EUR-H1 (hedged)	0.93%	8,106.684	8.93	8.98	-
N (acc) USD	2.30%	92,176.508	9.54	9.04	-
N (Qdis) EUR-H1 (hedged)	2.30%	8,106.684	8.07	8.84	-
W (acc) EUR-H1 (hedged)	0.97%	8,106.684	9.31	8.98	-
W (acc) GBP-H1 (hedged)	0.97%	7,147.707	9.46	9.01	-
W (acc) USD	0.97%	90,000.000	9.72	9.08	-
W (Qdis) EUR-H1 (hedged)	0.97%	8,106.684	8.21	8.88	-
W (Qdis) GBP-H1 (hedged)	0.97%	7,147.707	8.35	8.90	-
W (Qdis) USD	0.97%	90,000.000	8.58	8.98	-
Y (acc) SEK-H1 (hedged)	0.11%	80,999.500	9.44	9.03	-
Templeton Emerging Markets Smaller Companies Fund – USD					
A (acc) EUR	2.49%	6,030,506.113	14.75	14.69	14.62
A (acc) EUR-H1 (hedged)	2.50%	626,221.788	9.18	9.71	-
A (acc) USD	2.49%	9,672,926.443	11.73	12.01	11.68
A (Ydis) GBP	2.49%	257,747.399	18.07	17.80	17.55
A (Ydis) USD	2.49%	1,589,947.874	11.23	11.50	11.18
C (acc) USD	3.07%	1,005,460.247	12.19	12.55	12.28
I (acc) EUR	1.42%	15,093,050.914	16.73	16.49	16.22
I (acc) USD	1.42%	16,638,637.848	13.30	13.47	12.97
N (acc) USD	2.99%	2,932,183.806	11.07	11.39	11.14
W (acc) EUR	1.49%	2,030,073.946	9.87	9.73	-
W (acc) GBP	1.49%	1,630,084.019	21.39	20.85	20.37
W (acc) USD	1.49%	1,865,385.461	14.21	14.41	13.88
W (Ydis) EUR-H1 (hedged)	1.49%	8,050.882	8.41	8.84	-
Y (Mdis) USD	0.11%	451,244.113	11.18	11.41	11.01
Y (Ydis) JPY	0.09%	6,343,274.357	980.36	1,020.92	-
Templeton Euroland Fund – EUR					
A (acc) EUR	1.84%	7,316,122.821	22.43	23.58	23.79
A (acc) SGD*	1.84%	822,132.953	9.01	-	-
A (acc) USD*	1.84%	1,951,638.356	9.10	-	-
A (acc) USD-H1 (hedged)	1.84%	38,917.763	9.73	9.90	-
A (Ydis) EUR	1.84%	2,139,354.298	18.49	19.58	19.94
A (Ydis) USD*	1.84%	4,091,873.928	9.10	-	-
B (acc) USD	3.15%	36,868.512	9.71	10.63	10.62
B (Ydis) EUR	3.16%	23,902.576	8.14	8.67	8.86

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton Euroland Fund – EUR (continued)					
C (acc) USD-H1 (hedged)*	2.40%	9,988.875	9.56	-	-
I (acc) EUR	0.93%	6,238,920.042	21.47	22.36	22.36
N (acc) EUR	2.59%	2,821,412.198	12.88	13.64	13.86
N (acc) USD-H1 (hedged)*	2.57%	9,988.875	9.54	-	-
W (acc) EUR	0.99%	1,207,847.613	9.77	10.18	10.19
W (acc) USD*	0.90%	497.570	10.19	-	-
W (acc) USD-H1 (hedged)*	0.90%	9,951.400	10.04	-	-
X (acc) EUR	0.15%	357,646.884	14.35	14.84	14.72
Templeton European Fund – EUR$^{\Omega}$					
A (acc) EUR	-	-	-	23.69	23.59
A (acc) SGD	-	-	-	9.08	8.93
A (acc) USD	-	-	-	27.64	26.91
A (Ydis) USD	-	-	-	22.55	22.16
I (acc) EUR	-	-	-	21.05	20.78
N (acc) EUR	-	-	-	21.05	21.12
W (acc) EUR	-	-	-	11.91	11.76
Z (acc) EUR	-	-	-	11.77	11.66
Templeton Frontier Markets Fund – USD					
A (acc) EUR	2.56%	6,041,524.734	22.05	21.83	23.82
A (acc) EUR-H1 (hedged)	2.57%	2,367,014.295	10.15	10.65	11.71
A (acc) SGD	2.56%	122,166.447	17.01	17.42	18.78
A (acc) USD	2.56%	5,723,522.711	18.37	18.69	19.94
A (Ydis) GBP	2.55%	161,959.022	22.84	22.50	24.52
A (Ydis) USD	2.55%	786,006.604	16.57	17.00	18.27
B (acc) USD	3.81%	1,709.484	15.12	15.57	16.83
C (acc) USD	3.13%	29,789.268	16.33	16.71	17.92
I (acc) EUR	1.47%	4,542,825.068	24.75	24.23	26.16
I (acc) USD	1.47%	3,025,648.918	20.62	20.75	21.89
I (Ydis) GBP	1.48%	88,087.742	23.21	22.92	24.96
N (acc) EUR	3.05%	996,061.633	20.91	20.80	22.80
N (acc) EUR-H1 (hedged)	3.07%	2,763,593.277	15.13	15.96	17.62
N (acc) PLN-H1 (hedged)	3.04%	1,843,672.932	11.76	12.15	13.19
W (acc) EUR	1.56%	889,640.984	12.50	12.25	13.24
W (acc) GBP	1.57%	730,197.035	16.34	15.83	16.96
W (acc) USD	1.55%	857,396.859	13.83	13.93	14.72
X (acc) USD	0.30%	500.000	14.00	13.93	14.53
Z (acc) GBP	2.05%	11,924.352	15.91	15.48	16.66
Z (Ydis) EUR-H1 (hedged)	2.05%	35,506.709	9.32	9.84	10.89
Templeton Global Fund – USD					
A (acc) HKD	1.83%	485,040.622	16.18	17.56	16.63
A (acc) SGD	1.83%	1,664,252.417	10.05	10.94	10.52
A (acc) USD	1.83%	3,916,785.304	39.54	42.72	40.66
A (Ydis) USD	1.83%	15,484,250.699	35.09	38.03	36.29
AS (acc) SGD	1.73%	2,301,044.150	10.37	11.27	10.83
B (acc) USD	3.15%	119,003.234	22.35	24.47	23.60
C (acc) USD	2.41%	392,084.514	22.08	24.00	22.97
I (acc) USD	0.92%	6,199,452.860	23.51	25.16	23.75
N (acc) USD	2.58%	750,505.268	24.82	27.02	25.92
W (Ydis) USD	0.97%	45,997.181	11.22	12.15	11.59
X (Ydis) USD	0.26%	1,168,256.515	9.81	10.64	10.14
Z (acc) USD	1.26%	80,070.985	10.65	11.44	10.83
Templeton Global Balanced Fund – USD					
A (acc) EUR	1.66%	1,763,980.300	26.47	25.86	25.75
A (acc) EUR-H1 (hedged)	1.66%	446,071.355	18.80	19.48	19.48
A (acc) SGD	1.66%	1,643,132.088	11.57	11.70	11.51
A (acc) USD	1.66%	5,018,590.774	30.08	30.20	29.40
A (Qdis) USD	1.66%	9,506,077.955	22.12	23.00	23.09
AS (acc) SGD	1.55%	32,554,948.633	10.98	11.09	10.90
B (acc) USD	2.97%	296,571.799	18.11	18.42	18.17
C (Qdis) USD	2.24%	1,001,135.361	12.70	13.28	13.41
I (Ydis) USD	0.87%	2,151,106.335	12.80	13.17	13.09
N (acc) EUR	2.16%	2,345,625.052	18.34	18.01	18.02
N (acc) EUR-H1 (hedged)	2.16%	819,498.803	9.62	10.03	10.08
W (acc) EUR	0.88%	6,150.000	10.05	9.74	9.63
W (acc) GBP-H1 (hedged)	0.88%	52,544.736	10.18	10.34	10.17
W (acc) USD	0.88%	970,457.690	11.32	11.28	10.90
X (Ydis) USD	0.27%	547,880.522	9.99	10.22	10.09
Z (acc) USD	1.15%	435,362.857	10.53	10.52	10.18
Templeton Global Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.40%	3,593,246.631	12.40	12.07	12.69
A (acc) CZK-H1 (hedged)	1.40%	23,607,999.870	109.71	104.92	110.50
A (acc) EUR	1.40%	41,175,843.621	26.95	24.70	25.83
A (acc) EUR-H1 (hedged)	1.40%	34,953,295.698	20.62	20.03	21.01

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton Global Bond Fund – USD (continued)					
A (acc) HKD	1.40%	817,283.776	13.66	12.93	13.15
A (acc) NOK-H1 (hedged)	1.41%	1,935,814.309	14.05	13.43	13.90
A (acc) SEK-H1 (hedged)	1.41%	6,682,510.072	12.91	12.53	13.13
A (acc) USD	1.40%	47,237,701.017	30.64	28.86	29.50
A (Mdis) AUD-H1 (hedged)	1.40%	6,748,386.516	9.99	10.16	11.08
A (Mdis) CAD-H1 (hedged)	1.40%	639,225.663	8.91	9.10	10.01
A (Mdis) EUR	1.40%	33,402,056.777	15.04	14.81	16.55
A (Mdis) EUR-H1 (hedged)	1.40%	32,446,179.038	10.25	10.69	11.97
A (Mdis) GBP	1.40%	2,168,036.147	13.49	13.12	14.53
A (Mdis) GBP-H1 (hedged)	1.40%	3,292,439.237	8.49	8.75	9.72
A (Mdis) HKD	1.40%	82,486,920.921	9.34	9.48	10.31
A (Mdis) RMB-H1 (hedged)	1.41%	70,639.962	100.16	100.68	108.03
A (Mdis) SGD	1.40%	8,427,318.883	10.01	10.20	11.25
A (Mdis) SGD-H1 (hedged)	1.40%	16,980,212.109	10.44	10.65	11.70
A (Mdis) USD	1.40%	164,916,884.130	17.09	17.29	18.88
A (Ydis) CHF-H1 (hedged)	1.40%	1,100,444.720	8.62	9.02	10.06
A (Ydis) EUR	1.40%	56,420,575.533	16.07	15.79	17.52
A (Ydis) EUR-H1 (hedged)	1.40%	63,002,509.828	8.59	8.96	9.96
AX (acc) USD	1.60%	8,060,451.587	22.95	21.67	22.19
B (Mdis) USD	2.91%	1,404,438.779	16.73	17.19	19.06
C (acc) USD	2.18%	2,220,402.737	10.02	9.51	9.80
C (Mdis) USD	2.18%	20,330,958.062	12.70	12.95	14.25
F (Mdis) USD	2.39%	12,875,747.039	8.76	8.95	9.88
I (acc) CHF-H1 (hedged)	0.86%	9,055,457.445	12.29	11.90	12.41
I (acc) EUR	0.85%	11,489,322.086	22.70	20.70	21.52
I (acc) EUR-H1 (hedged)	0.85%	20,981,769.519	17.68	17.06	17.76
I (acc) NOK-H1 (hedged)	0.86%	161,204,916.809	10.91	10.37	10.69
I (acc) USD	0.86%	38,069,740.920	25.97	24.34	24.74
I (Mdis) EUR	0.86%	1,423,701.675	12.87	12.60	14.00
I (Mdis) GBP	0.86%	4,124,524.271	12.87	12.46	13.72
I (Mdis) GBP-H1 (hedged)	0.86%	11,134,330.162	9.54	9.77	10.81
I (Mdis) JPY	0.85%	4,405,819.396	1,136.49	1,174.01	1,295.39
I (Mdis) JPY-H1 (hedged)	0.84%	5,919,461.451	837.99	865.77	958.02
I (Ydis) EUR	0.86%	6,477,097.390	14.39	14.06	15.51
I (Ydis) EUR-H1 (hedged)	0.86%	22,445,263.676	8.87	9.20	10.16
N (acc) EUR	2.10%	7,706,117.900	25.56	23.59	24.84
N (acc) EUR-H1 (hedged)	2.11%	15,489,013.941	19.63	19.19	20.25
N (acc) HUF	2.10%	3,336,487.638	157.16	147.79	146.00
N (acc) PLN-H1 (hedged)	2.10%	6,593,608.976	14.55	13.95	14.42
N (acc) USD	2.10%	11,052,841.166	29.05	27.56	28.38
N (Mdis) EUR-H1 (hedged)	2.11%	27,489,816.048	11.62	12.21	13.77
N (Mdis) USD	2.10%	7,783,060.527	8.89	9.06	9.96
N (Ydis) EUR-H1 (hedged)	2.11%	8,153,226.420	8.40	8.84	9.87
S (acc) USD	0.54%	22,080.000	11.28	10.56	10.72
S (Mdis) EUR	0.54%	422.244	8.77	8.58	9.53
W (acc) CHF-H1 (hedged)	0.90%	2,540,570.991	9.96	9.64	10.06
W (acc) EUR	0.91%	1,897,147.906	12.67	11.56	12.03
W (acc) EUR-H1 (hedged)	0.90%	7,313,480.195	11.51	11.11	11.60
W (acc) USD	0.90%	11,790,316.161	12.40	11.63	11.83
W (Mdis) EUR	0.90%	978,158.793	9.97	9.77	10.86
W (Mdis) GBP	0.90%	2,821,529.446	11.26	10.90	12.01
W (Mdis) GBP-H1 (hedged)	0.91%	4,379,874.691	9.01	9.23	10.20
W (Mdis) USD	0.90%	10,733,245.751	8.17	8.22	8.94
W (Ydis) CHF-H1 (hedged)	0.90%	238,426.187	9.85	9.77	-
W (Ydis) EUR	0.90%	923,959.232	10.61	10.37	11.45
W (Ydis) EUR-H1 (hedged)	0.90%	2,386,091.890	8.02	8.31	9.19
X (acc) EUR	0.15%	379.158	13.82	12.52	12.92
X (acc) EUR-H1 (hedged)	0.15%	16,304,886.491	11.10	10.64	11.03
X (acc) USD	0.29%	1,734,816.472	11.09	10.33	10.45
Y (acc) CAD	0.08%	1,010,852.637	11.76	10.97	10.91
Y (Mdis) USD	0.08%	500.000	10.09	10.06	10.85
Z (acc) EUR	1.10%	174,729.095	15.53	14.20	14.80
Z (acc) USD	1.10%	14,251,521.767	13.71	12.87	13.12
Z (Mdis) GBP-H1 (hedged)	1.10%	22,453.970	8.98	9.21	10.19
Z (Mdis) USD	1.10%	4,628,200.885	8.76	8.84	9.62
Z (Ydis) EUR-H1 (hedged)	1.10%	317,897.247	8.73	9.08	10.05
Templeton Global Bond (Euro) Fund – EUR					
A (acc) EUR	1.41%	6,659,196.783	15.20	15.52	15.88
A (acc) USD	1.41%	103,536.061	9.79	10.27	10.28
A (Ydis) EUR	1.41%	5,090,702.053	9.02	9.63	10.25
I (acc) EUR	0.81%	1,237,542.964	15.85	16.09	16.38
N (acc) EUR	2.11%	3,226,029.187	13.60	13.99	14.42
N (Ydis) EUR	2.09%	1,895.049	8.71	9.29	9.88

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton Global Bond (Euro) Fund – EUR (continued)					
W (acc) EUR	0.84%	5,153,226.516	10.53	10.69	10.89
X (acc) EUR	0.15%	1,566,000.000	9.76	9.84	9.95
Templeton Global Climate Change Fund – EUR					
A (acc) EUR	1.83%	1,393,686.223	21.97	21.76	21.90
A (acc) USD-H1 (hedged)	1.83%	12,422.687	10.61	10.18	-
A (Ydis) EUR	1.84%	29,390,059.214	19.63	19.59	19.79
B (acc) USD	3.13%	894.454	10.75	11.08	11.04
I (acc) EUR	0.98%	268,099.810	22.07	21.68	21.63
N (acc) EUR	2.59%	313,228.489	17.61	17.58	17.82
W (acc) EUR	1.03%	37,562.165	13.80	13.56	13.54
Z (acc) EUR	1.34%	6,100.807	12.54	12.36	12.38
Templeton Global Currency Fund – USD					
A (acc) EUR	1.35%	78,242.319	10.54	9.55	10.07
A (acc) EUR-H1 (hedged)	1.35%	62,508.369	9.98	9.57	10.15
A (acc) USD	1.35%	92,448.140	10.70	9.96	10.27
I (acc) EUR	0.81%	8,897.989	10.71	9.64	10.11
I (acc) EUR-H1 (hedged)	0.81%	62,508.369	10.14	9.67	10.18
I (acc) USD	0.81%	70,000.000	10.86	10.05	10.31
N (acc) EUR	2.05%	146,837.367	10.35	9.43	10.01
N (acc) EUR-H1 (hedged)	2.05%	64,982.519	9.80	9.47	10.09
N (acc) USD	2.05%	25,456.682	10.50	9.84	10.21
W (acc) EUR	0.85%	90,508.369	10.67	9.62	10.09
W (acc) EUR-H1 (hedged)	0.85%	62,508.369	10.12	9.66	10.18
W (acc) USD	0.85%	500.000	10.45	9.68	9.94
Templeton Global Equity Income Fund – USD					
A (acc) EUR	1.60%	111,289.899	15.80	16.27	15.67
A (acc) USD	1.60%	1,296,909.158	14.27	15.11	14.23
A (Mdis) RMB-H1 (hedged)	1.80%	7,180.287	98.06	108.20	104.49
A (Mdis) SGD	1.86%	3,374,749.591	5.87	6.56	6.50
A (Mdis) USD	1.60%	5,130,299.198	9.05	10.00	9.79
AS (Mdis) SGD	1.75%	1,659,977.193	9.26	10.32	10.22
B (Qdis) USD	2.91%	304,548.780	8.33	9.34	9.27
N (Mdis) USD	2.57%	40,668.805	8.22	9.17	9.06
Y (Mdis) USD	0.07%	500.000	11.29	12.25	11.81
Z (Qdis) USD[Ω]	-	-	-	11.13	10.84
Templeton Global High Yield Fund – USD					
A (acc) EUR	1.71%	934,669.302	14.06	12.90	13.46
A (acc) USD	1.71%	478,645.254	15.98	15.06	15.37
A (Mdis) EUR	1.71%	8,705,389.949	6.85	6.81	7.70
A (Mdis) USD	1.71%	2,938,050.920	7.78	7.95	8.78
I (acc) EUR	0.91%	250,410.754	15.39	13.99	14.49
N (acc) EUR	2.21%	1,226,794.471	13.23	12.19	12.79
Templeton Global Income Fund – USD					
A (acc) EUR	1.69%	7,809,535.394	21.58	21.67	21.96
A (acc) EUR-H1 (hedged)	1.66%	583,782.487	9.84	10.48	10.65
A (acc) USD	1.69%	6,355,374.839	19.50	20.13	19.94
A (Mdis) SGD-H1 (hedged)	1.66%	12,371.035	8.49	9.32	9.72
A (Qdis) EUR-H1 (hedged)	1.66%	691,071.771	8.18	9.18	9.70
A (Qdis) HKD	1.69%	3,409,512.052	10.83	11.80	12.13
A (Qdis) USD	1.69%	7,205,371.081	12.46	13.51	13.95
B (Qdis) USD	3.00%	440,387.823	11.73	12.90	13.49
C (acc) USD	2.27%	129,611.355	9.89	10.26	10.23
C (Qdis) USD	2.27%	3,278,863.006	12.11	13.22	13.73
I (acc) EUR-H1 (hedged)	0.88%	1,335,570.582	10.27	10.86	10.95
I (acc) USD	0.89%	2,409,446.039	21.52	22.04	21.66
N (acc) EUR-H1 (hedged)	2.20%	380,145.508	9.38	10.04	10.27
N (acc) USD	2.19%	7,048,573.446	18.18	18.86	18.78
N (Qdis) EUR-H1 (hedged)	2.20%	2,000,530.977	8.01	9.02	9.59
S (acc) USD	0.68%	500.000	11.07	11.32	11.11
W (acc) EUR	0.91%	4,841.279	9.50	9.47	9.52
W (acc) USD	0.91%	40,920.632	10.18	10.43	10.26
Z (acc) USD	1.05%	515,654.528	15.75	16.16	15.90
Templeton Global Smaller Companies Fund – USD					
A (acc) USD	1.86%	873,204.947	41.68	44.77	41.05
A (Ydis) USD	1.85%	1,635,738.195	39.34	42.26	38.74
B (acc) USD	3.16%	7,767.496	10.42	11.34	10.54
I (acc) USD	1.10%	11,534.408	19.53	20.83	18.94
N (acc) USD	2.60%	117,526.205	26.88	29.09	26.87
Templeton Global Total Return Fund – USD					
A (acc) CHF-H1 (hedged)	1.41%	4,930,734.654	13.96	13.64	14.57
A (acc) EUR	1.41%	22,765,428.513	27.26	25.09	26.61
A (acc) EUR-H1 (hedged)	1.41%	34,130,276.139	20.72	20.21	21.49

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share June 30, 2019	June 30, 2018	June 30, 2017
Templeton Global Total Return Fund – USD (continued)					
A (acc) HKD	1.41%	8,969,401.020	14.99	14.24	14.70
A (acc) NOK-H1 (hedged)	1.41%	1,360,107.978	10.86	10.43	10.97
A (acc) PLN-H1 (hedged)	1.41%	3,022,319.220	90.82	86.86	90.65
A (acc) SEK-H1 (hedged)	1.41%	7,903,671.821	12.53	12.22	12.99
A (acc) USD	1.41%	67,724,550.765	31.01	29.33	30.42
A (Mdis) AUD-H1 (hedged)	1.41%	47,630,633.637	9.40	9.80	10.95
A (Mdis) EUR	1.41%	43,942,032.455	12.06	12.16	13.90
A (Mdis) EUR-H1 (hedged)	1.41%	72,225,219.980	8.18	8.73	10.03
A (Mdis) GBP	1.41%	3,124,051.898	10.80	10.77	12.20
A (Mdis) GBP-H1 (hedged)	1.41%	20,063,061.109	6.53	6.89	7.85
A (Mdis) HKD	1.40%	1,242,533,493.967	9.01	9.38	10.43
A (Mdis) RMB-H1 (hedged)	1.41%	2,566,241.275	93.88	96.67	106.16
A (Mdis) SGD	1.40%	30,886,471.631	9.40	9.80	11.07
A (Mdis) SGD-H1 (hedged)	1.41%	73,946,021.683	8.85	9.24	10.41
A (Mdis) USD	1.41%	230,906,601.933	13.67	14.16	15.82
A (Ydis) CHF-H1 (hedged)	1.41%	2,105,927.119	8.21	8.73	9.98
A (Ydis) EUR	1.41%	36,703,791.587	13.06	13.04	14.84
A (Ydis) EUR-H1 (hedged)	1.41%	34,643,303.378	8.39	8.89	10.14
B (acc) USD	2.92%	253,852.806	24.53	23.55	24.80
B (Mdis) USD	2.92%	1,916,297.673	12.80	13.46	15.28
C (acc) USD	2.19%	1,399,964.517	9.89	9.43	9.85
C (Mdis) USD	2.19%	18,390,714.365	11.78	12.30	13.85
I (acc) CHF-H1 (hedged)	0.86%	2,275,519.113	12.70	12.34	13.09
I (acc) EUR	0.86%	8,015,443.067	26.43	24.19	25.52
I (acc) EUR-H1 (hedged)	0.86%	14,510,084.214	19.42	18.83	19.90
I (acc) NOK-H1 (hedged)	0.86%	227,946.344	10.90	10.41	10.87
I (acc) USD	0.86%	24,753,208.439	30.01	28.23	29.12
I (acc) USD-H4 (BRL) (hedged)	0.84%	2,733,689.064	9.38	8.56	9.85
I (Mdis) EUR	0.86%	1,510,996.353	12.08	12.11	13.77
I (Mdis) GBP	0.87%	42,041.655	12.85	12.74	14.36
I (Mdis) GBP-H1 (hedged)	0.87%	1,702,842.540	9.46	9.94	11.22
I (Mdis) JPY	0.85%	66,343,264.182	1,076.47	1,138.77	1,285.82
I (Mdis) JPY-H1 (hedged)	0.85%	13,934,260.386	756.23	800.47	907.84
I (Qdis) USD	0.85%	5,584,212.579	9.01	9.28	-
I (Ydis) EUR	0.86%	1,196,751.878	13.35	13.24	15.00
I (Ydis) EUR-H1 (hedged)	0.86%	18,599,279.630	8.62	9.08	10.30
N (acc) EUR	2.11%	12,572,832.748	24.39	22.61	24.15
N (acc) EUR-H1 (hedged)	2.11%	24,159,332.971	18.45	18.10	19.42
N (acc) HUF	2.11%	6,150,329.522	169.10	159.63	159.99
N (acc) USD	2.10%	15,268,902.792	27.76	26.44	27.61
N (Mdis) EUR-H1 (hedged)	2.11%	55,311,187.215	9.42	10.13	11.70
N (Mdis) USD	2.11%	2,611,829.525	6.98	7.29	8.20
N (Ydis) EUR-H1 (hedged)	2.11%	8,306,732.794	8.18	8.74	10.03
S (acc) CHF-H1 (hedged)*	0.54%	75,600.825	10.12	-	-
S (acc) EUR*	0.54%	17,948.049	9.96	-	-
S (acc) EUR-H1 (hedged)	0.54%	57,957.000	10.53	10.17	10.76
S (acc) USD	0.54%	239,708.123	11.32	10.64	10.96
S (Mdis) EUR*	0.54%	448.049	9.93	-	-
S (Mdis) GBP*	0.54%	18,323.185	10.14	-	-
S (Mdis) GBP-H1 (hedged)*	0.54%	89,527.017	10.11	-	-
S (Mdis) USD*	0.54%	107,062.556	10.11	-	-
S (Ydis) USD	0.54%	2,049,000.000	8.26	8.41	9.30
W (acc) CHF-H1 (hedged)	0.91%	1,752,811.468	9.87	9.59	10.18
W (acc) EUR	0.91%	2,246,168.301	13.15	12.04	12.71
W (acc) EUR-H1 (hedged)	0.91%	5,031,406.241	11.89	11.53	12.22
W (acc) GBP-H1 (hedged)	0.91%	280,820.033	10.56	10.10	10.61
W (acc) PLN-H1 (hedged)	0.91%	3,999.888	99.77	94.70	98.43
W (acc) USD	0.91%	8,417,313.120	12.84	12.08	12.47
W (Mdis) EUR	0.91%	9,378,403.395	9.24	9.27	10.55
W (Mdis) GBP	0.90%	1,733,876.121	10.55	10.46	11.80
W (Mdis) GBP-H1 (hedged)	0.91%	1,302,656.121	7.28	7.64	8.67
W (Mdis) USD	0.90%	16,263,160.439	7.53	7.76	8.64
W (Ydis) CHF-H1 (hedged)	0.91%	9,513.000	9.58	9.58	-
W (Ydis) EUR	0.90%	1,175,959.665	9.87	9.80	11.11
W (Ydis) EUR-H1 (hedged)	0.90%	659,033.112	9.44	9.51	-
X (acc) USD	0.29%	8,904,988.348	10.27	9.60	-
X (Ydis) USD	0.29%	336,767.832	9.32	9.44	10.39
Y (Mdis) USD	0.09%	1,805,108.852	9.50	9.71	10.71
Z (acc) USD	1.11%	4,346,989.927	15.00	14.14	14.62
Z (Mdis) GBP-H1 (hedged)	1.11%	415,246.318	8.36	8.80	10.00
Z (Mdis) USD	1.11%	3,577,449.879	8.30	8.57	9.55
Z (Ydis) EUR-H1 (hedged)	1.11%	1,234,007.823	8.46	8.93	10.15

Statistical Information (continued)

	Total Expense Ratio June 30, 2019 (See Note 26)	Shares Outstanding June 30, 2019	Net Asset Value per Share		
			June 30, 2019	June 30, 2018	June 30, 2017
Templeton Growth (Euro) Fund – EUR					
A (acc) EUR	1.83%	378,368,496.270	16.67	17.45	17.39
A (acc) USD	1.83%	13,656,132.409	18.97	20.41	19.88
A (Ydis) EUR	1.83%	14,379,939.083	16.77	17.66	17.66
A (Ydis) USD	1.83%	1,359,834.730	19.02	20.59	20.13
B (Ydis) EUR	3.13%	10,022.256	11.02	11.68	11.80
I (acc) EUR	0.97%	684,681.457	19.39	20.14	19.89
I (Ydis) EUR	0.98%	3,400.000	15.85	16.69	16.69
I (Ydis) USD	0.97%	37,993.303	18.14	19.61	19.17
N (acc) EUR	2.58%	1,659,275.733	14.39	15.18	15.24
W (acc) EUR	1.02%	1,545.286	9.53	9.89	9.78
W (acc) USD	1.04%	3,056.694	10.22	10.90	10.54
W (Ydis) EUR	1.01%	868.779	9.33	9.82	9.78
Templeton Latin America Fund – USD					
A (acc) EUR	2.26%	1,542,007.178	9.09	7.29	7.82
A (acc) SGD	2.26%	2,273,807.921	7.33	6.08	6.45
A (acc) USD	2.26%	1,786,165.945	66.43	54.71	57.43
A (Ydis) EUR	2.26%	230,135.720	51.39	41.63	45.05
A (Ydis) GBP	2.26%	19,777.963	46.21	37.00	39.67
A (Ydis) USD	2.26%	12,808,346.426	58.36	48.58	51.40
B (acc) USD	3.57%	131,904.380	11.50	9.60	10.21
C (acc) USD	2.84%	205,991.972	12.62	10.45	11.03
I (acc) USD	1.27%	746,438.265	21.93	17.88	18.60
I (Ydis) EUR-H2 (hedged)	1.27%	3,673,122.532	8.24	7.34	7.59
N (acc) PLN-H1 (hedged)	2.76%	3,129,003.579	8.00	6.69	7.21
N (acc) USD	2.76%	773,457.366	33.66	27.87	29.40
W (acc) GBP	1.31%	89,054.635	11.52	9.04	9.53
W (Ydis) USD	1.31%	409,198.775	8.58	7.15	7.56
X (acc) USD	0.25%	500.000	10.78	8.71	8.96
Z (acc) GBP	1.77%	4,445.497	11.26	8.88	9.40
Templeton Thailand Fund – USD					
A (acc) SGD	2.48%	506,585.242	24.57	21.29	19.34
A (acc) USD	2.48%	4,520,995.884	32.28	27.78	24.97
B (acc) USD	3.79%	13,541.171	29.51	25.73	23.43
N (acc) USD	2.98%	394,666.157	39.54	34.20	30.89
W (acc) USD	1.48%	240,697.418	17.13	14.60	13.00

*This Fund / share class was launched during the year
Ω This Fund / share class was closed during the year

Notes to the Financial Statements

At June 30, 2019

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 81 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 August 1, 2018:

- Franklin Templeton Investments (Asia) Limited has been appointed as lead investment manager and has in turn appointed Franklin Templeton Investments (ME) Limited as sub-investment manager of Templeton Eastern Europe Fund.
- The management structure of Franklin European Growth Fund has changed from a single management structure with Franklin Templeton Investment Management Limited to a co-management structure between Franklin Templeton International Services S.à r.l. and Franklin Templeton Investment Management Limited.
- The management structure of Franklin Global Multi Asset Income Fund has changed with the removal of FASA, LLC and the appointment by Franklin Templeton International Services S.à r.l. of Franklin Advisers, Inc and Franklin Templeton Investment Management Limited as investment co-managers together with Franklin Templeton Institutional, LLC.
- The management structure of Franklin Diversified Balanced Fund changed from a co-management structure with Franklin Templeton Investment Management Limited as lead investment manager and Franklin Templeton Institutional, LLC as co-investment manager to a management structure with Franklin Templeton International Services S.à r.l. acting as sole investment manager.
- The management structure of Franklin Diversified Conservative Fund changed from a co-management structure with Franklin Templeton Investment Management Limited as lead investment manager and Franklin Templeton Institutional, LLC as co-investment manager to a management structure with Franklin Templeton International Services S.à r.l. acting as sole investment manager.
- Franklin Templeton Investment Management Limited has been replaced by Franklin Templeton International Services S.à r.l acting as sole investment manager of Franklin Diversified Dynamic Fund.
- The management structure of Franklin Asia Credit Fund has changed with the replacement of Templeton Asset Management LTD by Franklin Templeton Investment Management Limited acting as co-investment manager together with Franklin Advisers, Inc and Franklin Templeton Institutional, LLC.

With effect from October 1, 2018, Franklin Templeton Investment Management Limited has been removed from the management structure of Franklin Global Fundamental Strategies Fund.

With effect from October 9, 2018, the management structure of Franklin European Growth Fund has changed from a co-management structure between Franklin Templeton International Services S.à r.l. and Franklin Templeton Investment Management Limited to a management structure with Franklin Templeton Investment Management Limited acting as sole investment manager.

With effect from January 1, 2019, Franklin Templeton Investments Corp. has been removed from the management structure of Franklin NextStep Conservative Fund, Franklin NextStep Moderate Fund and Franklin NextStep Growth Fund, Franklin Advisers, Inc acting as sole Investment Manager.

With effect from April 1, 2019, Franklin Templeton Investment Management Limited has been removed from the management structure of Franklin Global Multi Asset Income Fund.

Fund closures
The Franklin Global Aggregate Investment Grade Bond Fund closed on April, 11 2019. As at June 30, 2019, the liquidation of this Fund was not completed. There was a remaining amount of cash of USD 6,304 that will be used to cover outstanding liabilities.

As of September 27, 2019, the above cash balance is still open. The cash account will be closed as soon as all invoices are paid.

Fund launches
The Franklin Emerging Markets Debt Opportunities Hard Currency Fund launched on January 18, 2019.

The Franklin Global Corporate Investment Grade Bond Fund launched on January 23, 2019.

Fund name changes
The Franklin U.S. Equity Fund is renamed Franklin Select U.S. Equity Fund from August 1, 2018.

The Franklin U.S. Dollar Liquid Reserve Fund is renamed Franklin U.S. Dollar Short-Term Money Market Fund from January 28, 2019.

The Franklin European Small-Mid Cap Growth Fund is renamed Franklin European Small-Mid Cap Fund from May 17, 2019.

The Franklin Global Small-Mid Cap Growth Fund is renamed Franklin Global Small-Mid Cap Fund from May 17, 2019.

Fund mergers
On November 23, 2018, Templeton European Fund was merged into Templeton Euroland Fund. The conversions of Shares were based on the following ratios:

- For 1 Templeton European Fund - Class A (acc) SGD, the Shareholder received 0.92865474 Shares of Templeton Euroland Fund - Class A (acc) SGD;

Notes to the Financial Statements (continued)

At June 30, 2019

Note 1 — The Company (continued)

Fund mergers (continued)

- For 1 Templeton European Fund - Class A (acc) EUR, the Shareholder received 1.00647278 Shares of Templeton Euroland Fund - Class A (acc) EUR;
- For 1 Templeton European Fund - Class A (acc) USD, the Shareholder received 2.81731426 Shares of Templeton Euroland Fund - Class A (acc) USD;
- For 1 Templeton European Fund - Class A (Ydis) USD, the Shareholder received 2.27615021 Shares of Templeton Euroland Fund - Class A (Ydis) USD;
- For 1 Templeton European Fund - Class I (acc) EUR, the Shareholder received 0.94334346 Shares of Templeton Euroland Fund - Class I (acc) EUR;
- For 1 Templeton European Fund - Class N (acc) EUR, the Shareholder received 1.54679591 Shares of Templeton Euroland Fund - Class N (acc) EUR;
- For 1 Templeton European Fund - Class Z (acc) EUR, the Shareholder received 1.15706431 Shares of Templeton Euroland Fund - Class W (acc) EUR;
- For 1 Templeton European Fund - Class W (acc) EUR, the Shareholder received 1.17198663 Shares of Templeton Euroland Fund - Class W (acc) EUR.

On February 15, 2019, Templeton Africa Fund was merged into Templeton Frontier Markets Fund. The conversions of Shares were based on the following ratios:

- For 1 Templeton Africa Fund - A (acc) USD, the Shareholder received 0.46315321 Shares of Templeton Frontier Markets Fund - A (acc) USD;
- For 1 Templeton Africa Fund - A (acc) EUR, the Shareholder received 0.44406227 Shares of Templeton Frontier Markets Fund - A (acc) EUR;
- For 1 Templeton Africa Fund - A (acc) EUR-H1, the Shareholder received 0.75104345 Shares of Templeton Frontier Markets Fund - A (acc) EUR-H1;
- For 1 Templeton Africa Fund - A (Ydis) EUR-H1, the Shareholder received 0.69314522 Shares of Templeton Frontier Markets Fund - A (acc) EUR-H1;
- For 1 Templeton Africa Fund - A (acc) GBP, the Shareholder received 0.47424209 Shares of Templeton Frontier Markets Fund - A (Ydis) GBP;
- For 1 Templeton Africa Fund - A (acc) SGD, the Shareholder received 0.54380569 Shares of Templeton Frontier Markets Fund - A (acc) SGD;
- For 1 Templeton Africa Fund - A (Ydis) EUR, the Shareholder received 0.40948711 Shares of Templeton Frontier Markets Fund - A (acc) EUR;
- For 1 Templeton Africa Fund - I (acc) EUR, the Shareholder received 0.42512204 Shares of Templeton Frontier Markets Fund - I (acc) EUR;
- For 1 Templeton Africa Fund - I (acc) USD, the Shareholder received 0.44325955 Shares of Templeton Frontier Markets Fund - I (acc) USD;
- For 1 Templeton Africa Fund - N (acc) EUR-H1, the Shareholder received 0.48657170 Shares of Templeton Frontier Markets Fund - N (acc) EUR-H1;
- For 1 Templeton Africa Fund - W (acc) GBP, the Shareholder received 0.69368186 Shares of Templeton Frontier Markets Fund - W (acc) GBP;
- For 1 Templeton Africa Fund - W (acc) EUR, the Shareholder received 0.68338209 Shares of Templeton Frontier Markets Fund - W (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 under the going concern basis of accounting except for Franklin Asia Credit Fund, Franklin Brazil Opportunities Fund, Franklin K2 Global Macro Opportunities Fund and Templeton Global Currency Fund. As indicated in Note 30, these four Funds were, or will be, liquidated within 12 months following June 30, 2019. As such, the financial statements for these sub-funds have been prepared on a non-going concern basis. The application of the non-going concern basis of accounting has not lead to material adjustments to the Funds' published net asset value.

(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.

Notes to the Financial Statements (continued)

At June 30, 2019

Note 2 — Significant accounting policies (continued)

(b) Investment in securities (continued)

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.

(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 foreign 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 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 used to transfer inflation risk from one party to another through an exchange of cash flows.

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.

Notes to the Financial Statements (continued)

At June 30, 2019

Note 2 — Significant accounting policies (continued)

(i) Credit default swap contracts (continued)

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.

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, 2019, are as follows:

AUD	1.4246029	EUR	0.8796235	NOK	8.5337000
CAD	1.3097500	GBP	0.7874326	PLN	3.7341500
CHF	0.9764500	HKD	7.8121500	SEK	9.2859000
CNH	6.8713000	HUF	284.2050000	SGD	1.3532500
CZK	22.3705000	JPY	107.8200000	ZAR	14.0883500

The list of the currency abbreviations is available in note 29.

(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.

Mortgage dollar rolls 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".

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

The market values are recorded under "Investment in mortgage dollar rolls at market value" or under "Open Short Positions on mortgage dollar rolls" in the "Statement of Net Assets".

(m) Income

Dividends are credited to income on their ex-dividend date. Interest income is accrued on a daily basis and includes the amortisation of premiums and accretion of discounts, where applicable.

(n) Securities lending

Unless otherwise provided in the relevant Fund's investment policy, a Fund may utilise up to 50% of its assets for securities lending transactions. The volume of the securities lending transactions of each Fund shall be kept at an appropriate level or each Fund shall be entitled to request the return of the securities lent in a manner that enables it, at all times, to meet its redemption obligations and that these transactions do not jeopardise the management of each Fund's assets in accordance with its investment policy. The counterparties to securities lending transactions must have a minimum credit rating of A- or better, as rated by Standard & Poor's, Moody's or Fitch, at the time of the transactions. 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.

Notes to the Financial Statements (continued)

At June 30, 2019

Note 2 — Significant accounting policies (continued)

(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.

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, 2019, 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 Diversified Balanced Fund	EUR	206,115,529	6,826,188	199,289,341
Franklin Diversified Conservative Fund	EUR	200,855,128	2,482,145	198,372,983
Franklin Diversified Dynamic Fund	EUR	104,131,334	3,890,584	100,240,750
Franklin European Income Fund	EUR	19,261,206	575,118	18,686,088
Franklin Global Multi-Asset Income Fund	EUR	219,468,687	6,187,994	213,280,693
Franklin NextStep Balanced Growth Fund	USD	143,136,600	34,249,923	108,886,677
Franklin NextStep Conservative Fund	USD	38,822,345	10,608,387	28,213,958
Franklin NextStep Dynamic Growth Fund	USD	28,727,224	6,040,574	22,686,650
Franklin NextStep Growth Fund	USD	28,197,916	7,560,371	20,637,545
Franklin NextStep Moderate Fund	USD	73,504,963	20,243,500	53,261,463
Franklin NextStep Stable Growth Fund	USD	21,057,693	6,093,641	14,964,052

The total net assets at year-end without Cross Funds investments would amount to USD 95,572,762,858

Note 4 — Time deposits ("TDs")

As at June 30, 2019, the Company had the following cash on time deposits:

Fund Counterparty		Value of TDs in Fund currency
Franklin GCC Bond Fund		
Bank of Montreal	USD	2,600,000
Royal Bank of Canada	USD	2,700,000
		5,300,000
Franklin Global Listed Infrastructure Fund		
Bank of Montreal	USD	500,000
Royal Bank of Canada	USD	600,000
		1,100,000
Franklin India Fund		
National Bank of Canada	USD	9,000,000
Franklin K2 Alternative Strategies Fund		
Bank of Montreal	USD	231,755,000
National Australia Bank	USD	231,755,000
Royal Bank of Canada	USD	231,755,000
		695,265,000
Franklin K2 Global Macro Opportunities Fund		
Bank of Montreal	USD	2,792,800
Credit Agricole CIB US	USD	2,792,800
National Australia Bank	USD	2,792,800
National Bank of Canada	USD	2,792,800
Royal Bank of Canada	USD	2,792,800
		13,964,000
Franklin K2 Long Short Credit Fund		
Bank of Montreal	USD	7,247,800
National Australia Bank	USD	7,247,800
Royal Bank of Canada	USD	7,247,800
		21,743,400
Franklin NextStep Balanced Growth Fund		
Bank of Montreal	USD	1,300,000
Royal Bank of Canada	USD	1,400,000
		2,700,000
Franklin NextStep Conservative Fund		
Bank of Montreal	USD	500,000
Royal Bank of Canada	USD	600,000
		1,100,000

Notes to the Financial Statements (continued)

At June 30, 2019

Note 4 — Time deposits ("TDs") (continued)

Fund Counterparty		Value of TDs in Fund currency
Franklin NextStep Dynamic Growth Fund		
Bank of Montreal	USD	200,000
Royal Bank of Canada	USD	300,000
		500,000
Franklin NextStep Growth Fund		
Bank of Montreal	USD	300,000
Royal Bank of Canada	USD	400,000
		700,000
Franklin NextStep Moderate Fund		
Bank of Montreal	USD	700,000
Royal Bank of Canada	USD	700,000
		1,400,000
Franklin NextStep Stable Growth Fund		
Bank of Montreal	USD	200,000
Royal Bank of Canada	USD	300,000
		500,000
Franklin World Perspectives Fund		
Royal Bank of Canada	USD	4,000,000
Templeton Asian Growth Fund		
National Bank of Canada	USD	65,000,000
Royal Bank of Canada	USD	52,000,000
		117,000,000
Templeton Asian Smaller Companies Fund		
National Bank of Canada	USD	42,000,000
Royal Bank of Canada	USD	41,000,000
		83,000,000

Fund Counterparty		Value of TDs in Fund currency
Templeton BRIC Fund		
Royal Bank of Canada	USD	18,000,000
Templeton China Fund		
Royal Bank of Canada	USD	5,000,000
Templeton Emerging Markets Fund		
National Bank of Canada	USD	6,000,000
Royal Bank of Canada	USD	6,000,000
		12,000,000
Templeton Frontier Markets Fund		
National Australia Bank	USD	14,000,000
Templeton Global Fund		
Royal Bank of Canada	USD	33,000,000
Templeton Global Equity Income Fund		
Royal Bank of Canada	USD	3,000,000
Templeton Global Smaller Companies Fund		
Royal Bank of Canada	USD	4,000,000
Templeton Growth (Euro) Fund		
Credit Agricole CIB London	EUR	92,940,876
Credit Agricole CIB US	EUR	94,119,715
Royal Bank of Canada	EUR	175,924,700
		362,985,291
Templeton Latin America Fund		
National Bank of Canada	USD	8,000,000
Templeton Thailand Fund		
Royal Bank of Canada	USD	21,000,000

Note 5 — Forward foreign exchange contracts

As at June 30, 2019, 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	2,272,312	USD	1,570,876	15-Jul-19	25,152
SGD	2,450,626	USD	1,794,197	15-Jul-19	17,321
					42,473

The above contracts were opened with the following counterparties:

BNP Paribas	741
Citigroup	1,578
Goldman Sachs	354
HSBC	35,852
JPMorgan	364
Morgan Stanley	2,637
Toronto–Dominion Bank	947
	42,473

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Biotechnology Discovery Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	1,853,087	USD	1,867,660	10-Jul-19	32,341
EUR	9,866,637	USD	11,123,349	10-Jul-19	105,100
USD	94,042	CHF	92,392	10-Jul-19	(687)
USD	263,250	EUR	234,218	10-Jul-19	(3,296)
					133,458

The above contracts were opened with the following counterparties:	
Bank of America	13,677
Barclays	24,411
BNP Paribas	9,065
Citigroup	11,079
Credit Suisse	3,127
Goldman Sachs	11,861
HSBC	14,289
JPMorgan	13,000
Morgan Stanley	12,314
The Bank of New York Mellon	4,206
Toronto–Dominion Bank	6,713
UBS	9,716
	133,458

Franklin Brazil Opportunities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	4,647,811	USD	5,216,932	23-Jul-19	78,296
USD	291,462	EUR	255,736	23-Jul-19	102
					78,398

The above contracts were opened with the following counterparties:	
Bank of America	7,038
Barclays	2,628
BNP Paribas	7,431
Citigroup	8,911
Credit Suisse	2,131
Goldman Sachs	4,525
HSBC	11,285
JPMorgan	11,371
Morgan Stanley	10,476
The Bank of New York Mellon	666
UBS	11,936
	78,398

Franklin Diversified Balanced Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	69,260,769	EUR	2,699,917	22-Jul-19	19,165
SGD	139,079	EUR	90,437	22-Jul-19	(177)
USD	105,229	EUR	93,756	22-Jul-19	(1,385)
					17,603

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,516,731	USD	1,711,000	15-Aug-19	17,715
USD	1,711,000	EUR	1,522,586	15-Aug-19	(23,569)
EUR	3,379,999	USD	3,811,000	16-Aug-19	41,427
USD	3,811,000	EUR	3,390,280	16-Aug-19	(51,708)
EUR	3,214,856	USD	3,621,000	11-Sep-19	48,964
EUR	4,425,373	USD	4,985,000	12-Sep-19	67,234
EUR	2,105,552	USD	2,372,000	13-Sep-19	31,980
					132,043
					149,646

The above contracts were opened with the following counterparties:	
Bank of America	2,223
Barclays	672
BNP Paribas	679
Citigroup	(8,016)
Goldman Sachs	(750)
HSBC	2,703
JPMorgan	(2,763)
Morgan Stanley	154,234
The Bank of New York Mellon	133
Toronto–Dominion Bank	(5)
UBS	536
	149,646

Franklin Diversified Conservative Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	77,855,212	EUR	3,034,429	22-Jul-19	22,058
SGD	139,590	EUR	90,769	22-Jul-19	(178)
USD	569,836	EUR	507,647	22-Jul-19	(7,439)
					14,441
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	2,315,430	USD	2,612,000	15-Aug-19	27,043
USD	2,612,000	EUR	2,324,369	15-Aug-19	(35,982)
EUR	8,315,632	USD	9,376,000	16-Aug-19	101,921
USD	9,376,000	EUR	8,340,925	16-Aug-19	(127,213)
EUR	7,902,632	USD	8,901,000	11-Sep-19	120,360
EUR	2,212,243	USD	2,492,000	12-Sep-19	33,610
EUR	2,141,058	USD	2,412,000	13-Sep-19	32,520
					152,259
					166,700

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Conservative Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	2,333
Barclays	(369)
BNP Paribas	(29)
Citigroup	(24,720)
Goldman Sachs	637
HSBC	3,058
JPMorgan	(5,674)
Morgan Stanley	191,939
UBS	(475)
	166,700

Franklin Diversified Dynamic Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	66,523,507	EUR	2,589,164	10-Jul-19	24,520
NOK	2,081,318	EUR	212,175	10-Jul-19	2,229
SEK	861,521	EUR	81,225	10-Jul-19	376
SGD	146,302	EUR	95,216	10-Jul-19	(193)
USD	103,740	EUR	92,082	10-Jul-19	(925)
					26,007
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	601,953	USD	678,000	11-Sep-19	9,168
EUR	2,295,690	USD	2,586,000	12-Sep-19	34,878
					44,046
					70,053

The above contracts were opened with the following counterparties:	
Bank of America	3,017
Barclays	998
BNP Paribas	1,718
Citigroup	3,413
Goldman Sachs	2,084
HSBC	1,574
JPMorgan	6,340
Morgan Stanley	48,982
Toronto–Dominion Bank	520
UBS	1,407
	70,053

Franklin Emerging Markets Debt Opportunities Hard Currency Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	458,736	USD	516,672	10-Jul-19	5,380
Forward foreign exchange contracts used for efficient portfolio management:					
USD	512,780	EUR	450,000	24-Sep-19	(2,397)
					2,983

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Emerging Markets Debt Opportunities Hard Currency Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Barclays	142
BNP Paribas	120
Citigroup	(2,397)
UBS	5,118
	2,983

Franklin Euro High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	10,785,258	EUR	9,608,431	22-Jul-19	(141,015)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	24,373,432	GBP	21,050,000	08-Jul-19	866,980
GBP	3,350,000	EUR	3,817,259	08-Jul-19	(76,327)
EUR	25,762,281	USD	29,200,000	11-Sep-19	232,305
					1,022,958
					881,943

The above contracts were opened with the following counterparties:	
Bank of America	(6,421)
BNP Paribas	(25,790)
Deutsche Bank	232,305
Goldman Sachs	(23,547)
HSBC	(22,604)
JPMorgan	(23,090)
Morgan Stanley	772,881
UBS	(21,791)
	881,943

Franklin Euro Short Duration Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	24,929,341	EUR	22,211,935	22-Jul-19	(328,691)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,996,751	GBP	1,775,000	11-Sep-19	19,149
					(309,542)

The above contracts were opened with the following counterparties:	
Bank of America	(307,016)
Citigroup	9,680
JPMorgan	(1,284)
Toronto–Dominion Bank	(10,922)
	(309,542)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin European Dividend Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CHF	103,735	EUR	92,585	15-Jul-19	881
PLN	28,382,754	EUR	6,651,832	15-Jul-19	27,526
SGD	133,866	EUR	86,603	15-Jul-19	313
USD	100,710	EUR	88,979	15-Jul-19	(522)
					28,198

The above contracts were opened with the following counterparties:	
Bank of America	2,729
Barclays	2,615
BNP Paribas	1,726
Citigroup	3,079
Deutsche Bank	2,435
Goldman Sachs	2,422
HSBC	2,631
JPMorgan	2,455
Morgan Stanley	2,428
Toronto–Dominion Bank	2,689
UBS	2,989
	28,198

Franklin European Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
EUR	1,342,958	NOK	13,183,141	10-Jul-19	(15,076)
EUR	64,921	SGD	99,483	10-Jul-19	308
NOK	20,162,706	EUR	2,055,420	10-Jul-19	21,601
SGD	3,273,457	EUR	2,130,167	10-Jul-19	(4,092)
USD	17,031,039	EUR	15,116,830	10-Jul-19	(151,381)
					(148,640)

The above contracts were opened with the following counterparties:	
Bank of America	(14,350)
Barclays	(15,956)
BNP Paribas	(15,714)
Citigroup	(16,834)
Credit Suisse	(16,414)
Goldman Sachs	(14,932)
HSBC	(17,230)
JPMorgan	(18,034)
Morgan Stanley	(3,903)
The Bank of New York Mellon	13
Toronto–Dominion Bank	1,237
UBS	(16,523)
	(148,640)

Franklin European Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
SGD	562,006	EUR	363,663	15-Jul-19	1,233
USD	142,132	EUR	125,593	15-Jul-19	(753)
					480

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin European Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	605,440	PLN	2,600,000	11-Sep-19	(4,384)
SEK	2,300,000	EUR	216,508	11-Sep-19	1,240
					(3,144)
					(2,664)

The above contracts were opened with the following counterparties:

Bank of America	(75)
Barclays	(3,234)
BNP Paribas	154
Citigroup	146
Deutsche Bank	31
Goldman Sachs	(38)
HSBC	(17)
JPMorgan	(22)
Morgan Stanley	141
Toronto–Dominion Bank	133
UBS	117
	(2,664)

Franklin European Small-Mid Cap Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	518,557	EUR	460,342	10-Jul-19	(4,678)

The above contracts were opened with the following counterparties:

Barclays	(126)
BNP Paribas	(233)
Citigroup	(2,294)
Goldman Sachs	(888)
JPMorgan	(416)
Morgan Stanley	(353)
Toronto–Dominion Bank	(222)
UBS	(146)
	(4,678)

Franklin European Total Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
NOK	1,827,258	EUR	186,640	15-Jul-19	1,543
PLN	23,717,816	EUR	5,558,657	15-Jul-19	22,893
SEK	1,172,874	EUR	109,603	15-Jul-19	1,485
					25,921
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	4,162,242	GBP	3,700,000	11-Sep-19	39,916
EUR	8,604,907	PLN	37,000,000	11-Sep-19	(73,350)
NOK	60,000,000	EUR	6,084,396	11-Sep-19	76,084
					42,650
					68,571

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin European Total Return Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	3,591
Barclays	1,053
BNP Paribas	3,479
Citigroup	43,403
Deutsche Bank	101
Goldman Sachs	3,721
HSBC	4,595
JPMorgan	4,278
Morgan Stanley	4,145
Toronto–Dominion Bank	60
UBS	145
	68,571

Franklin Flexible Alpha Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	1,148,352	USD	1,299,746	15-Jul-19	7,663
GBP	225,360,952	USD	286,077,972	15-Jul-19	371,019
NOK	875,309	USD	101,159	15-Jul-19	1,473
SEK	883,925	USD	93,491	15-Jul-19	1,825
					381,980
Forward foreign exchange contracts used for efficient portfolio management:					
AUD	11,311,000	USD	7,909,104	01-Jul-19	31,512
USD	8,018,707	AUD	11,311,000	01-Jul-19	78,092
NOK	1,990,000	USD	234,313	15-Jul-19	(982)
USD	234,850	NOK	1,990,000	15-Jul-19	1,520
USD	1,158,990	CNH	7,800,000	24-Jul-19	23,876
GBP	1,265,700	USD	1,622,334	15-Aug-19	(11,205)
USD	1,687,811	GBP	1,265,700	15-Aug-19	76,682
IDR	14,737,000,000	USD	998,916	23-Aug-19	37,111
USD	840,428	KRW	1,000,000,000	23-Aug-19	(25,148)
MXN	18,820,000	USD	937,718	09-Sep-19	30,166
EUR	1,100,000	USD	1,243,602	18-Sep-19	15,168
NOK	19,500,000	USD	2,235,572	18-Sep-19	54,732
USD	3,480,798	CAD	4,655,000	18-Sep-19	(78,610)
USD	305,603	CHF	302,550	18-Sep-19	(6,582)
USD	9,647,252	EUR	8,450,000	18-Sep-19	(22,389)
USD	2,247,784	SEK	21,300,000	18-Sep-19	(59,674)
USD	2,233,471	CNH	15,400,000	27-Sep-19	(6,269)
AUD	900,000	USD	631,391	11-Oct-19	2,274
USD	9,937,667	AUD	14,161,000	11-Oct-19	(32,686)
TRY	2,400,000	USD	369,202	18-Oct-19	21,709
USD	5,020,250	EUR	4,300,000	13-Dec-19	66,854
MXN	7,500,000	USD	379,921	16-Dec-19	(490)
					195,661
					577,641

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	36,396
Barclays	(8,963)
BNP Paribas	285
Citigroup	19,269
Deutsche Bank	62,937
Goldman Sachs	982
HSBC	299
JPMorgan	262,750
Morgan Stanley	63,342
Royal Bank of Scotland	30,166
UBS	110,178
	577,641

Franklin GCC Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	40,895,639	USD	45,889,359	22-Jul-19	698,807

The above contracts were opened with the following counterparties:	
Bank of America	84,274
Barclays	15,701
Citigroup	11,730
Goldman Sachs	1,490
JPMorgan	93,934
Morgan Stanley	336,590
Toronto–Dominion Bank	155,088
	698,807

Franklin Global Aggregate Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	941,210	USD	1,056,349	22-Jul-19	15,871
USD	101,226	EUR	89,452	22-Jul-19	(677)
					15,194
Forward foreign exchange contracts used for efficient portfolio management:					
AUD	2,590,000	USD	1,803,631	08-Jul-19	15,076
EUR	1,150,000	USD	1,299,348	08-Jul-19	9,154
GBP	2,000,000	USD	2,619,614	08-Jul-19	(78,400)
JPY	580,000,000	USD	5,235,596	08-Jul-19	148,036
USD	2,324,856	AUD	3,285,000	08-Jul-19	18,119
USD	1,940,171	EUR	1,720,000	08-Jul-19	(16,890)
USD	1,730,852	GBP	1,360,000	08-Jul-19	2,826
USD	3,350,822	JPY	365,000,000	08-Jul-19	(37,154)
USD	209,900	AUD	300,000	08-Oct-19	(1,307)
					59,460
					74,654

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Aggregate Bond Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	1,563
Barclays	32,681
BNP Paribas	516
Citigroup	29,372
Credit Suisse	1,381
Deutsche Bank	1,262
Goldman Sachs	2,607
HSBC	1,689
JPMorgan	772
Morgan Stanley	1,329
The Bank of New York Mellon	396
Toronto–Dominion Bank	30
UBS	1,056
	74,654

Franklin Global Convertible Securities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	37,880,649	USD	38,071,295	22-Jul-19	813,898
EUR	172,045,076	USD	193,129,744	22-Jul-19	2,863,393
					3,677,291

The above contracts were opened with the following counterparties:	
Bank of America	390,927
Barclays	273,054
BNP Paribas	390,066
Citigroup	497,122
Credit Suisse	49,542
Deutsche Bank	25,827
Goldman Sachs	199,659
HSBC	347,439
JPMorgan	657,630
Morgan Stanley	718,333
The Bank of New York Mellon	5,140
Toronto–Dominion Bank	46,274
UBS	76,278
	3,677,291

Franklin Global Fundamental Strategies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	135,358,755	USD	151,923,420	22-Jul-19	2,276,793
PLN	25,166,892	USD	6,621,417	22-Jul-19	122,834
					2,399,627
Forward foreign exchange contracts used for efficient portfolio management:					
USD	4,192,484	INR	292,959,800	05-Jul-19	(52,439)
USD	13,462,593	KRW	15,257,425,558	10-Jul-19	270,336
JPY	73,025,000	USD	663,703	11-Jul-19	14,286
USD	4,005,694	INR	282,265,404	11-Jul-19	(81,012)
USD	661,947	JPY	73,025,000	11-Jul-19	(16,043)
USD	6,156,003	AUD	8,604,500	15-Jul-19	112,371
USD	2,664,528	INR	188,181,000	15-Jul-19	(58,555)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
JPY	57,680,667	USD	525,212	16-Jul-19	10,529
USD	521,296	JPY	57,680,667	16-Jul-19	(14,445)
JPY	478,045,353	USD	4,346,551	17-Jul-19	93,916
USD	4,297,635	JPY	478,045,353	17-Jul-19	(142,833)
JPY	441,277,256	USD	4,010,992	18-Jul-19	88,271
USD	3,968,345	JPY	441,277,256	18-Jul-19	(130,920)
USD	7,658,607	KRW	8,666,172,804	19-Jul-19	163,519
INR	203,136,000	USD	2,915,383	22-Jul-19	21,382
USD	6,084,966	INR	434,743,000	22-Jul-19	(200,172)
USD	2,923,870	EUR	2,567,005	23-Jul-19	(704)
USD	2,500,069	KRW	2,786,827,196	24-Jul-19	89,490
USD	8,357,735	KRW	9,945,642,330	29-Jul-19	(246,320)
USD	6,480,013	KRW	7,434,518,442	30-Jul-19	48,211
JPY	650,546,233	USD	5,941,498	31-Jul-19	107,931
USD	1,373,158	EUR	1,222,519	31-Jul-19	(20,582)
USD	5,861,099	JPY	650,546,233	31-Jul-19	(188,331)
USD	7,143,388	EUR	6,354,400	02-Aug-19	(102,132)
USD	8,555,036	EUR	7,552,182	13-Aug-19	(63,759)
USD	2,547,291	INR	177,941,000	14-Aug-19	(17,095)
USD	3,134,770	KRW	3,710,000,000	16-Aug-19	(76,031)
USD	10,804,618	KRW	12,072,000,000	19-Aug-19	356,289
USD	1,761,225	INR	125,467,000	20-Aug-19	(45,425)
USD	5,301,783	EUR	4,714,053	21-Aug-19	(81,467)
USD	2,874,658	KRW	3,411,500,000	21-Aug-19	(78,127)
USD	2,423,583	KRW	2,716,715,340	26-Aug-19	71,907
USD	2,699,614	INR	192,473,000	28-Aug-19	(68,826)
USD	2,701,810	KRW	3,207,642,330	28-Aug-19	(74,981)
INR	343,500,000	USD	4,903,479	03-Sep-19	33,426
USD	9,000,170	INR	635,500,000	03-Sep-19	(133,463)
JPY	722,847,400	USD	6,728,290	06-Sep-19	11,410
USD	10,964,278	INR	774,556,200	06-Sep-19	(163,604)
USD	3,148,871	KRW	3,710,000,000	10-Sep-19	(64,187)
USD	2,514,542	INR	177,765,569	11-Sep-19	(37,727)
JPY	237,002,315	AUD	3,150,000	12-Sep-19	(5,631)
USD	635,070	INR	44,467,000	12-Sep-19	(3,282)
USD	3,316,054	INR	232,781,736	16-Sep-19	(23,952)
USD	5,994,455	KRW	6,761,500,000	20-Sep-19	136,691
USD	1,302,542	EUR	1,129,532	23-Sep-19	9,506
USD	2,429,258	EUR	2,139,430	25-Sep-19	(20,220)
USD	1,961,714	EUR	1,714,775	30-Sep-19	(2,318)
USD	216,723	AUD	303,550	08-Oct-19	3,016
USD	4,900,451	EUR	4,303,442	08-Oct-19	(31,586)
USD	356,766	EUR	313,226	09-Oct-19	(2,240)
USD	7,716,814	KRW	8,720,000,000	10-Oct-19	157,300
USD	2,942,170	AUD	4,099,500	11-Oct-19	55,830
USD	25,776,205	EUR	22,508,017	11-Oct-19	(25,504)
USD	8,786,003	AUD	12,258,393	15-Oct-19	154,439
USD	13,660,580	EUR	11,948,209	15-Oct-19	(40,305)
USD	1,642,096	EUR	1,429,742	16-Oct-19	2,500
USD	244,650	EUR	213,000	17-Oct-19	367
USD	10,092,644	KRW	11,379,000,000	17-Oct-19	225,703
JPY	1,395,380,080	USD	13,003,921	21-Oct-19	50,342
USD	8,134,784	AUD	11,266,000	23-Oct-19	200,560
USD	15,229,109	EUR	13,263,885	23-Oct-19	10,126
USD	5,864,780	AUD	8,160,000	24-Oct-19	117,865
USD	4,576,580	EUR	4,003,950	24-Oct-19	(17,909)
USD	3,542,968	EUR	3,113,137	25-Oct-19	(29,599)
USD	16,185,992	EUR	14,304,403	29-Oct-19	(234,516)
USD	1,427,375	EUR	1,260,932	30-Oct-19	(20,204)
USD	13,917,072	EUR	12,308,042	31-Oct-19	(213,936)
USD	6,060,409	EUR	5,352,300	04-Nov-19	(86,536)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	7,868,234	EUR	6,928,763	08-Nov-19	(91,698)
USD	5,420,836	AUD	7,740,553	13-Nov-19	(33,144)
USD	239,503	EUR	210,000	14-Nov-19	(1,863)
USD	8,862,514	AUD	12,651,053	15-Nov-19	(51,800)
USD	15,053,107	EUR	13,170,933	15-Nov-19	(86,205)
USD	1,907,737	KRW	2,229,000,000	15-Nov-19	(26,935)
USD	382,011	AUD	551,000	20-Nov-19	(6,284)
USD	31,541,766	EUR	27,787,596	20-Nov-19	(411,053)
USD	1,976,701	AUD	2,859,000	21-Nov-19	(38,111)
USD	14,685,887	EUR	12,958,621	21-Nov-19	(216,323)
USD	7,824,350	AUD	11,266,000	22-Nov-19	(115,274)
USD	4,210,234	EUR	3,722,882	29-Nov-19	(73,683)
USD	211,304	AUD	303,550	03-Dec-19	(2,674)
USD	1,309,546	EUR	1,156,051	04-Dec-19	(21,238)
JPY	323,011,650	USD	3,027,143	05-Dec-19	5,505
USD	2,206,666	EUR	1,943,196	05-Dec-19	(30,411)
JPY	1,328,128,000	USD	12,451,510	06-Dec-19	18,823
USD	4,921,570	EUR	4,303,939	09-Dec-19	(34,821)
USD	7,121,506	KRW	8,434,000,000	09-Dec-19	(204,677)
USD	12,854,744	EUR	11,198,000	11-Dec-19	(42,814)
JPY	523,547,978	AUD	6,980,000	12-Dec-19	(3,192)
USD	11,554,905	EUR	10,137,441	18-Dec-19	(127,489)
JPY	889,432,000	USD	8,300,603	19-Dec-19	59,237
JPY	436,903,250	USD	4,079,609	20-Dec-19	27,204
JPY	758,076,470	USD	7,149,256	06-Mar-20	10,329
JPY	211,936,590	AUD	2,840,000	12-Mar-20	(3,586)
JPY	90,707,610	AUD	1,220,000	13-Mar-20	(4,675)
JPY	2,162,288,420	USD	20,343,694	23-Mar-20	98,820
JPY	226,545,740	USD	2,150,674	24-Mar-20	(8,756)
JPY	758,076,480	USD	7,191,025	08-Jun-20	9,484
JPY	343,383,620	AUD	4,630,000	12-Jun-20	(12,817)
USD	300,207	EUR	258,327	15-Jun-20	(1,114)
JPY	436,903,250	USD	4,131,399	22-Jun-20	22,018
JPY	1,104,098,260	USD	10,545,438	24-Jun-20	(48,062)
					(1,746,678)
					652,949

The above contracts were opened with the following counterparties:

Bank of America	(523,824)
Barclays	177,464
BNP Paribas	122,677
Citigroup	(39,677)
Credit Suisse	253,970
Deutsche Bank	(481,550)
Goldman Sachs	(48,671)
HSBC	1,092,363
JPMorgan	(61,357)
Morgan Stanley	204,723
Standard Chartered	(273,184)
The Bank of New York Mellon	132,472
Toronto–Dominion Bank	3,762
UBS	93,781
	652,949

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Listed Infrastructure Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
GBP	552,873	USD	702,870	10-Jul-19	(314)

The above contracts were opened with the following counterparties:	
Bank of America	(100)
Barclays	(110)
BNP Paribas	(10)
Citigroup	20
Credit Suisse	(10)
Goldman Sachs	(7)
HSBC	(30)
JPMorgan	(15)
Morgan Stanley	(39)
Toronto–Dominion Bank	(11)
UBS	(2)
	(314)

Franklin Global Multi-Asset Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
EUR	411,852	USD	464,338	22-Jul-19	4,250
SGD	158,103	EUR	102,810	22-Jul-19	(204)
USD	30,541,577	EUR	27,212,942	22-Jul-19	(403,217)
					(399,171)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	7,013,654	USD	7,908,000	16-Aug-19	85,963
USD	7,908,000	EUR	7,034,986	16-Aug-19	(107,296)
EUR	6,910,030	USD	7,783,000	11-Sep-19	105,243
EUR	7,415,274	USD	8,353,000	12-Sep-19	112,660
EUR	3,166,316	USD	3,567,000	13-Sep-19	48,092
					244,662
					(154,509)

The above contracts were opened with the following counterparties:	
Bank of America	(69,861)
Barclays	(11,937)
BNP Paribas	(20,164)
Citigroup	(84,324)
Credit Suisse	(5,639)
Deutsche Bank	(17,897)
Goldman Sachs	(15,248)
HSBC	(19,352)
JPMorgan	(78,355)
Morgan Stanley	187,305
Toronto–Dominion Bank	(10,374)
UBS	(8,663)
	(154,509)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Real Estate Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	14,974,369	USD	16,815,040	22-Jul-19	243,708
USD	1,315,560	EUR	1,154,173	22-Jul-19	730
					244,438

The above contracts were opened with the following counterparties:	
Bank of America	25,927
Barclays	27,195
BNP Paribas	27,449
Citigroup	8,102
Credit Suisse	10,450
Deutsche Bank	4,078
Goldman Sachs	21,657
HSBC	26,110
JPMorgan	28,155
Morgan Stanley	28,487
The Bank of New York Mellon	5,491
Toronto–Dominion Bank	4,571
UBS	26,766
	244,438

Franklin Gold and Precious Metals Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	1,808,723	USD	1,818,785	22-Jul-19	37,904
EUR	13,518,221	USD	15,190,364	22-Jul-19	209,544
USD	189,892	CHF	185,316	22-Jul-19	(339)
					247,109

The above contracts were opened with the following counterparties:	
Bank of America	20,472
Barclays	37,005
BNP Paribas	21,283
Citigroup	18,096
Credit Suisse	15,555
Deutsche Bank	7,297
Goldman Sachs	17,518
HSBC	23,025
JPMorgan	20,486
Morgan Stanley	17,233
The Bank of New York Mellon	10,718
Toronto–Dominion Bank	17,921
UBS	20,500
	247,109

Franklin High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	11,814,562	USD	8,251,749	10-Jul-19	45,074
EUR	5,613,824	USD	6,319,913	10-Jul-19	68,744
SGD	16,210,895	USD	11,884,978	10-Jul-19	97,049
					210,867

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin High Yield Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	7,869
Barclays	22,433
BNP Paribas	2,147
Citigroup	21,628
Credit Suisse	3,216
Goldman Sachs	7,108
HSBC	17,117
JPMorgan	68,263
Morgan Stanley	26,158
UBS	34,928
	210,867

Franklin Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	13,888,416	USD	9,516,528	22-Jul-19	240,889
EUR	54,586,976	USD	61,278,526	22-Jul-19	906,761
SGD	15,881,428	USD	11,590,615	22-Jul-19	150,637
USD	112,915	ZAR	1,612,510	22-Jul-19	(1,192)
ZAR	33,529,707	USD	2,290,370	22-Jul-19	82,314
					1,379,409

The above contracts were opened with the following counterparties:	
Bank of America	161,563
Barclays	94,863
BNP Paribas	109,722
Citigroup	185,146
Credit Suisse	17,902
Goldman Sachs	121,958
HSBC	276,836
JPMorgan	148,731
Morgan Stanley	182,620
Toronto–Dominion Bank	7,791
UBS	72,277
	1,379,409

Franklin India Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	32,168,139	USD	36,240,532	10-Jul-19	367,521
PLN	52,451,747	USD	13,790,604	10-Jul-19	260,683
USD	1,836,223	EUR	1,632,284	10-Jul-19	(21,352)
USD	674,825	PLN	2,558,461	10-Jul-19	(10,561)
					596,291

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin India Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	84,877
Barclays	95,738
BNP Paribas	62,573
Citigroup	58,083
Credit Suisse	25,771
Goldman Sachs	55,052
HSBC	30,779
JPMorgan	60,501
Morgan Stanley	85,861
The Bank of New York Mellon	1,273
UBS	35,783
	596,291

Franklin Japan Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) JPY
Forward foreign exchange contracts used for share class hedging:					
USD	1,597,973	JPY	172,592,102	22-Jul-19	(628,763)

The above contracts were opened with the following counterparties:	
Bank of America	(94,253)
Barclays	(42,356)
Citigroup	(39,755)
Credit Suisse	(76,885)
Deutsche Bank	(95,401)
Goldman Sachs	(108,309)
JPMorgan	(75,686)
Morgan Stanley	(74,367)
Toronto–Dominion Bank	(21,751)
	(628,763)

Franklin K2 Alternative Strategies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
BRL	18,645,370	USD	4,700,000	02-Jul-19	155,628
USD	4,824,158	BRL	18,645,370	02-Jul-19	(31,471)
CAD	20,448,205	USD	15,369,285	15-Jul-19	250,367
CHF	149,457,155	USD	150,907,242	15-Jul-19	2,386,846
CZK	299,578,669	USD	13,229,245	15-Jul-19	171,563
EUR	1,054,764,688	USD	1,193,887,471	15-Jul-19	6,815,072
GBP	80,211,095	USD	101,799,948	15-Jul-19	132,727
HUF	478,153,290	USD	1,678,555	15-Jul-19	5,862
NOK	3,065,459	USD	354,347	15-Jul-19	5,169
PLN	49,289,765	USD	13,074,195	15-Jul-19	132,250
SEK	2,410,712	USD	254,896	15-Jul-19	4,969
SGD	4,317,890	USD	3,161,181	15-Jul-19	30,991
USD	864,784	CAD	1,134,025	15-Jul-19	(1,457)
USD	4,984,244	EUR	4,404,100	15-Jul-19	(29,209)
USD	592,646	PLN	2,220,548	15-Jul-19	(2,316)
USD	96,110	SGD	130,248	15-Jul-19	(181)
JPY	13,112,316	USD	121,232	16-Jul-19	525
BRL	18,605,280	USD	4,800,000	02-Aug-19	30,942
					10,058,277

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	18,891,021	USD	4,676,111	02-Jul-19	243,490
USD	4,922,100	BRL	18,891,021	02-Jul-19	2,500
USD	1,142	HKD	8,924	02-Jul-19	0
PHP	6,145,000	USD	117,819	03-Jul-19	2,115
TRY	5,638,833	USD	964,243	03-Jul-19	9,032
USD	119,339	PHP	6,145,000	03-Jul-19	(595)
USD	954,065	TRY	5,638,833	03-Jul-19	(19,210)
EGP	21,845,088	USD	1,310,443	05-Jul-19	(3,396)
CHF	345,000	USD	353,153	08-Jul-19	462
CLP	82,510,000	USD	120,060	08-Jul-19	1,712
COP	97,780,000	USD	29,490	08-Jul-19	930
CZK	1,740,000	USD	77,222	08-Jul-19	600
EUR	255,000	USD	287,292	08-Jul-19	2,816
GBP	200,000	USD	254,531	08-Jul-19	(462)
INR	13,460,000	USD	191,902	08-Jul-19	2,936
KRW	88,285,000	USD	75,825	08-Jul-19	650
MXN	585,000	USD	30,479	08-Jul-19	(30)
MYR	190,000	USD	45,787	08-Jul-19	187
NOK	5,155,000	USD	600,990	08-Jul-19	3,437
PEN	450,000	USD	133,085	08-Jul-19	3,547
SEK	565,000	USD	60,321	08-Jul-19	550
USD	347,971	CHF	345,000	08-Jul-19	(5,643)
USD	117,227	CLP	82,510,000	08-Jul-19	(4,545)
USD	30,030	COP	97,780,000	08-Jul-19	(391)
USD	76,090	CZK	1,740,000	08-Jul-19	(1,733)
USD	289,201	EUR	255,000	08-Jul-19	(907)
USD	254,147	GBP	200,000	08-Jul-19	78
USD	1,802,503	INR	127,455,139	08-Jul-19	(42,449)
USD	74,764	KRW	88,285,000	08-Jul-19	(1,711)
USD	29,689	MXN	585,000	08-Jul-19	(760)
USD	45,275	MYR	190,000	08-Jul-19	(698)
USD	592,608	NOK	5,155,000	08-Jul-19	(11,820)
USD	134,168	PEN	450,000	08-Jul-19	(2,463)
USD	59,932	SEK	565,000	08-Jul-19	(939)
USD	2,960,288	TWD	91,331,503	08-Jul-19	18,674
ARS	4,615,000	USD	99,031	10-Jul-19	8,252
CNY	310,000	USD	44,970	10-Jul-19	166
IDR	2,757,605,000	USD	191,703	10-Jul-19	3,323
JPY	14,440,000	USD	133,707	10-Jul-19	314
USD	105,118	ARS	4,615,000	10-Jul-19	(2,164)
USD	44,911	CNY	310,000	10-Jul-19	(225)
USD	194,911	IDR	2,757,605,000	10-Jul-19	(115)
USD	134,498	JPY	14,440,000	10-Jul-19	477
CAD	60,000	USD	44,835	15-Jul-19	997
COP	48,490,000	USD	14,838	15-Jul-19	239
HUF	202,310,000	USD	712,934	15-Jul-19	(245)
MYR	4,445,000	USD	1,080,457	15-Jul-19	(5,026)
NOK	9,245,000	USD	1,088,626	15-Jul-19	(4,377)
USD	45,190	CAD	60,000	15-Jul-19	(642)
USD	14,886	COP	48,490,000	15-Jul-19	(191)
USD	149,632	HUF	42,530,000	15-Jul-19	(190)
BRL	115,000	USD	29,995	17-Jul-19	(89)
USD	29,907	BRL	115,000	17-Jul-19	1
ARS	27,374,339	USD	600,537	18-Jul-19	27,762
USD	90,000	INR	6,412,500	18-Jul-19	(2,707)
USD	2,927,835	KRW	3,370,038,360	18-Jul-19	7,743
CHF	332,000	USD	335,159	19-Jul-19	5,498
USD	49,658,078	EUR	43,746,600	19-Jul-19	(158,407)
USD	5,556,638	GBP	4,356,951	19-Jul-19	18,654
USD	5,192,345	HKD	40,644,000	19-Jul-19	(11,184)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
CNY	100,000	USD	14,530	22-Jul-19	31
COP	97,805,000	USD	29,914	22-Jul-19	476
MYR	120,000	USD	28,864	22-Jul-19	166
USD	2,531,092	BRL	10,038,687	22-Jul-19	(78,257)
USD	14,565	CNY	100,000	22-Jul-19	5
USD	30,481	COP	97,805,000	22-Jul-19	91
USD	28,957	MYR	120,000	22-Jul-19	(73)
CLP	692,890,000	USD	1,000,838	25-Jul-19	22,056
USD	1,673,026	CLP	1,126,154,154	25-Jul-19	10,516
EUR	3,447,278	USD	3,917,788	26-Jul-19	10,159
GBP	1,700,000	USD	2,169,191	26-Jul-19	(7,590)
HUF	228,645,512	USD	807,739	26-Jul-19	(1,689)
MXN	495,104,638	USD	25,699,043	26-Jul-19	(7,598)
NOK	60,977,161	USD	7,065,964	26-Jul-19	88,172
SEK	25,806,978	USD	2,740,787	26-Jul-19	43,538
TRY	19,786,696	USD	3,335,157	26-Jul-19	35,820
USD	11,179,672	AUD	16,060,509	26-Jul-19	(105,401)
USD	3,285,967	CAD	4,405,021	26-Jul-19	(79,775)
USD	13,371,254	CHF	13,249,369	26-Jul-19	(232,941)
USD	2,971,330	CZK	67,140,270	26-Jul-19	(32,698)
USD	6,659,925	HKD	52,111,816	26-Jul-19	(11,956)
USD	6,322,365	JPY	681,632,439	26-Jul-19	(12,044)
USD	13,600,773	NZD	20,653,430	26-Jul-19	(282,120)
USD	999,520	SEK	9,252,742	26-Jul-19	1,238
USD	2,827,006	ZAR	41,959,476	26-Jul-19	(142,923)
USD	176,351	EUR	157,000	31-Jul-19	(2,617)
USD	635,692	GBP	490,000	31-Jul-19	12,481
USD	3,316,066	ZAR	48,075,000	31-Jul-19	(84,545)
BRL	18,891,021	USD	4,907,332	02-Aug-19	(2,197)
USD	4,889,200	KRW	5,538,773,229	05-Aug-19	87,294
USD	2,882,636	BRL	11,505,465	07-Aug-19	(103,357)
USD	236,756	PEN	786,099	09-Aug-19	(1,575)
USD	4,898,735	TWD	149,950,800	13-Aug-19	58,627
USD	3,010,266	SGD	4,120,000	15-Aug-19	(37,166)
PLN	2,710,000	USD	703,401	23-Aug-19	23,384
USD	389,785	INR	27,826,000	26-Aug-19	(10,480)
CAD	35,000	USD	26,231	30-Aug-19	527
CHF	133,906	USD	137,541	30-Aug-19	398
DKK	5,262,988	USD	808,147	30-Aug-19	(2,162)
EUR	130,144	USD	148,244	30-Aug-19	467
USD	980,106	AUD	1,414,766	30-Aug-19	(15,040)
USD	10,148,512	DKK	67,307,722	30-Aug-19	(159,144)
USD	384,616	EUR	341,461	30-Aug-19	(5,559)
USD	179,116	GBP	141,779	30-Aug-19	(1,446)
AUD	447,000	USD	311,526	18-Sep-19	3,041
CAD	31,067,000	USD	23,609,519	18-Sep-19	148,313
CHF	4,279,824	USD	4,389,770	18-Sep-19	26,004
COP	15,438,875,362	USD	4,520,239	18-Sep-19	261,011
EUR	12,763,000	USD	14,500,885	18-Sep-19	103,240
GBP	3,763,000	USD	4,794,834	18-Sep-19	1,011
HKD	17,588,000	USD	2,247,454	18-Sep-19	4,839
IDR	25,234,784,230	USD	1,735,781	18-Sep-19	34,439
INR	91,830,801	USD	1,305,899	18-Sep-19	11,196
JPY	3,459,543,000	USD	32,248,980	18-Sep-19	26,515
MXN	98,151,000	USD	5,051,288	18-Sep-19	(5,200)
NZD	1,854,000	USD	1,225,148	18-Sep-19	22,225
SEK	22,910,000	USD	2,443,686	18-Sep-19	37,431
USD	18,993,587	AUD	27,281,000	18-Sep-19	(204,843)
USD	20,865,996	CAD	27,719,000	18-Sep-19	(331,524)
USD	14,198,269	CHF	13,999,424	18-Sep-19	(245,854)
USD	4,724,838	COP	15,438,875,362	18-Sep-19	(56,412)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	58,058,632	EUR	51,013,678	18-Sep-19	(314,020)
USD	26,386,760	GBP	20,660,000	18-Sep-19	56,128
USD	5,729,504	IDR	83,311,278,851	18-Sep-19	(114,782)
USD	1,297,595	INR	91,830,801	18-Sep-19	(19,499)
USD	3,185,266	JPY	341,985,000	18-Sep-19	(5,252)
USD	881,256	MXN	17,152,000	18-Sep-19	(554)
USD	8,559,257	NZD	13,011,000	18-Sep-19	(194,555)
USD	3,586,968	RUB	238,160,321	18-Sep-19	(136,849)
USD	5,572,601	ZAR	82,585,093	18-Sep-19	(232,546)
USD	4,746,623	CAD	6,351,000	19-Sep-19	(110,238)
USD	878,536	EUR	778,000	19-Sep-19	(11,759)
EUR	93,000	USD	106,113	20-Sep-19	318
GBP	21,000	USD	26,794	20-Sep-19	(28)
USD	5,172,592	CAD	6,924,000	20-Sep-19	(122,539)
USD	15,409,370	EUR	13,636,000	20-Sep-19	(195,962)
USD	229,361	GBP	182,000	20-Sep-19	(2,611)
USD	13,700	JPY	1,477,000	20-Sep-19	(82)
GBP	800,000	USD	1,020,238	30-Sep-19	(190)
USD	4,122,535	CAD	5,397,000	30-Sep-19	(5,395)
USD	254,666	GBP	200,000	30-Sep-19	(346)
USD	2,591,500	COP	8,518,649,094	15-Oct-19	(42,432)
USD	196,884	GBP	154,000	16-Dec-19	(43)
					(2,558,883)
					7,499,394

The above contracts were opened with the following counterparties:

Bank of America	2,478,166
Barclays	44,284
Citigroup	(30,881)
Deutsche Bank	175,840
Goldman Sachs	401,663
HSBC	49,375
JPMorgan	2,660,776
Morgan Stanley	1,733,417
UBS	(13,246)
	7,499,394

Franklin K2 Global Macro Opportunities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	4,351,974	USD	4,926,766	15-Jul-19	27,349
GBP	2,395,401	USD	3,039,029	15-Jul-19	5,056
USD	113,041	EUR	99,328	15-Jul-19	(29)
JPY	154,166,082	USD	1,425,322	16-Jul-19	6,209
					38,585
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	764,620	USD	189,267	02-Jul-19	9,855
USD	199,224	BRL	764,620	02-Jul-19	101
TRY	193,809	USD	33,226	03-Jul-19	226
USD	32,748	TRY	193,809	03-Jul-19	(704)
CNH	1,242,644	USD	180,000	12-Jul-19	868
KRW	213,535,800	USD	180,000	12-Jul-19	4,992
ARS	1,911,673	USD	41,932	18-Jul-19	1,945
BRL	764,620	USD	198,626	02-Aug-19	(89)
AUD	98,000	USD	68,002	18-Sep-19	964
BRL	395,148	USD	100,000	18-Sep-19	2,123

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Global Macro Opportunities Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
CAD	441,000	USD	335,014	18-Sep-19	2,231
CHF	242,000	USD	245,264	18-Sep-19	4,423
CNH	691,382	USD	100,000	18-Sep-19	579
COP	1,061,655,619	USD	317,716	18-Sep-19	11,067
CZK	2,576,608	EUR	100,000	18-Sep-19	932
EUR	100,000	HUF	32,535,100	18-Sep-19	(654)
EUR	100,000	NOK	981,945	18-Sep-19	(938)
EUR	700,000	SEK	7,473,497	18-Sep-19	(8,389)
EUR	373,000	USD	426,529	18-Sep-19	279
GBP	118,000	USD	150,010	18-Sep-19	378
HUF	32,086,042	EUR	100,000	18-Sep-19	(934)
IDR	879,624,336	USD	60,505	18-Sep-19	1,200
INR	20,688,579	USD	293,204	18-Sep-19	3,525
JPY	12,653,000	USD	117,670	18-Sep-19	375
KRW	116,984,930	USD	100,000	18-Sep-19	1,566
MXN	1,391,000	USD	71,530	18-Sep-19	(17)
NOK	977,052	EUR	100,000	18-Sep-19	363
NZD	117,000	USD	76,627	18-Sep-19	2,091
PHP	7,908,987	USD	150,000	18-Sep-19	3,827
PLN	645,204	EUR	150,000	18-Sep-19	1,479
RUB	9,910,850	USD	150,000	18-Sep-19	4,964
SEK	3,189,844	EUR	300,000	18-Sep-19	2,179
SGD	68,204	USD	50,000	18-Sep-19	470
THB	4,654,821	USD	150,000	18-Sep-19	2,070
TWD	3,093,213	USD	100,000	18-Sep-19	39
USD	899,702	AUD	1,292,000	18-Sep-19	(9,515)
USD	50,000	BRL	203,497	18-Sep-19	(2,592)
USD	473,280	CAD	628,000	18-Sep-19	(6,970)
USD	511,394	CHF	504,000	18-Sep-19	(8,616)
USD	200,000	CNH	1,386,321	18-Sep-19	(1,675)
USD	325,343	COP	1,082,263,856	18-Sep-19	(9,822)
USD	2,477,420	EUR	2,176,009	18-Sep-19	(12,488)
USD	606,854	GBP	476,000	18-Sep-19	204
USD	230,218	IDR	3,347,577,869	18-Sep-19	(4,614)
USD	142,293	INR	10,070,086	18-Sep-19	(2,138)
USD	130,520	JPY	14,051,000	18-Sep-19	(567)
USD	200,000	KRW	237,340,260	18-Sep-19	(6,059)
USD	344,009	NZD	522,000	18-Sep-19	(7,193)
USD	143,589	RUB	9,533,741	18-Sep-19	(5,478)
USD	50,000	SGD	68,963	18-Sep-19	(1,032)
USD	150,000	TWD	4,706,995	18-Sep-19	(2,231)
USD	201,428	ZAR	2,986,568	18-Sep-19	(8,507)
ZAR	732,783	USD	50,000	18-Sep-19	1,510
CLP	68,703,176	USD	100,000	23-Sep-19	1,432
USD	250,000	CLP	176,108,300	23-Sep-19	(10,004)
TWD	6,016,600	USD	200,000	23-Mar-20	(3,647)
USD	200,000	TWD	6,141,200	23-Mar-20	(419)
					(47,035)
					(8,450)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Global Macro Opportunities Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	514
Barclays	19,490
Citigroup	141
Deutsche Bank	10,465
Goldman Sachs	1,156
HSBC	573
JPMorgan	(11,325)
Morgan Stanley	(29,890)
Toronto–Dominion Bank	222
UBS	204
	(8,450)

Franklin K2 Long Short Credit Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	21,714,991	USD	24,578,041	15-Jul-19	141,449
GBP	812,625	USD	1,031,353	15-Jul-19	1,335
USD	128,059	EUR	112,513	15-Jul-19	(21)
					142,763
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	1,933,489	USD	478,598	02-Jul-19	24,921
USD	503,775	BRL	1,933,489	02-Jul-19	256
TRY	489,632	USD	83,940	03-Jul-19	571
USD	82,733	TRY	489,632	03-Jul-19	(1,778)
EGP	2,412,475	USD	144,720	05-Jul-19	(375)
ARS	4,759,848	USD	104,404	18-Jul-19	4,844
BRL	1,933,489	USD	502,264	02-Aug-19	(225)
COP	1,260,359,221	USD	369,012	18-Sep-19	21,308
IDR	2,060,219,423	USD	141,713	18-Sep-19	2,812
INR	10,211,266	USD	145,211	18-Sep-19	1,245
USD	385,883	COP	1,260,359,221	18-Sep-19	(4,437)
USD	384,209	EUR	341,718	18-Sep-19	(6,804)
USD	559,634	IDR	8,137,477,662	18-Sep-19	(11,210)
USD	144,288	INR	10,211,266	18-Sep-19	(2,168)
USD	360,454	RUB	23,932,684	18-Sep-19	(13,752)
USD	484,105	ZAR	7,183,944	18-Sep-19	(20,876)
USD	252,342	EUR	220,000	30-Sep-19	386
					(5,282)
					137,481

The above contracts were opened with the following counterparties:	
Bank of America	23,073
Barclays	2,245
BNP Paribas	9,696
Citigroup	1,170
Goldman Sachs	644
HSBC	1,108
JPMorgan	47,037
Morgan Stanley	50,305
UBS	2,203
	137,481

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin MENA Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	9,306,483	USD	10,532,789	15-Jul-19	62,745
USD	409,496	EUR	360,851	15-Jul-19	(1,337)
					61,408

The above contracts were opened with the following counterparties:	
Bank of America	6,124
Barclays	7,693
BNP Paribas	2,682
Citigroup	6,981
Goldman Sachs	6,113
HSBC	7,532
JPMorgan	6,019
Morgan Stanley	4,235
The Bank of New York Mellon	554
Toronto–Dominion Bank	6,252
UBS	7,223
	61,408

Franklin Natural Resources Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	1,696,563	USD	1,904,571	22-Jul-19	28,151
PLN	75,595,482	USD	19,901,100	22-Jul-19	357,060
					385,211

The above contracts were opened with the following counterparties:	
Bank of America	36,643
Barclays	30,055
BNP Paribas	28,899
Citigroup	24,496
Credit Suisse	27,884
Deutsche Bank	29,536
Goldman Sachs	25,423
HSBC	25,938
JPMorgan	40,258
Morgan Stanley	50,683
The Bank of New York Mellon	1,746
Toronto–Dominion Bank	37,802
UBS	25,848
	385,211

Franklin NextStep Balanced Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	4,146,433	USD	598,461	10-Jul-19	4,970
SGD	4,503,718	USD	3,301,518	10-Jul-19	27,335
USD	220,981	CNH	1,523,801	10-Jul-19	(778)
					31,527

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin NextStep Balanced Growth Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	4,150,000	USD	4,723,240	07-Aug-19	10,620
USD	4,687,591	EUR	4,150,000	07-Aug-19	(46,269)
					(35,649)
					(4,122)

The above contracts were opened with the following counterparties:	
Bank of America	(32,033)
Barclays	1,940
BNP Paribas	865
Citigroup	4,973
Goldman Sachs	3,448
HSBC	3,787
JPMorgan	4,289
Morgan Stanley	4,985
Toronto–Dominion Bank	1,298
UBS	2,326
	(4,122)

Franklin NextStep Conservative Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	4,439,927	USD	4,982,947	22-Jul-19	75,002
GBP	2,172,410	USD	2,724,546	22-Jul-19	37,736
PLN	63,815,506	USD	16,783,790	22-Jul-19	317,561
					430,299
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	2,600,000	USD	2,959,138	07-Aug-19	6,654
USD	2,936,804	EUR	2,600,000	07-Aug-19	(28,988)
					(22,334)
					407,965

The above contracts were opened with the following counterparties:	
Bank of America	48,119
Barclays	3,189
BNP Paribas	15,024
Citigroup	61,821
Deutsche Bank	7,519
Goldman Sachs	23,159
HSBC	21,251
JPMorgan	103,460
Morgan Stanley	115,697
Toronto–Dominion Bank	7,780
UBS	946
	407,965

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin NextStep Dynamic Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	637,168	USD	91,889	15-Jul-19	836
SGD	2,519,819	USD	1,845,008	15-Jul-19	17,659
					18,495
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	540,000	USD	614,590	07-Aug-19	1,382
USD	609,952	EUR	540,000	07-Aug-19	(6,021)
					(4,639)
					13,856

The above contracts were opened with the following counterparties:	
Bank of America	(2,220)
Barclays	1,137
BNP Paribas	1,428
Citigroup	1,213
Deutsche Bank	68
Goldman Sachs	1,309
HSBC	2,804
JPMorgan	3,086
Morgan Stanley	2,857
Toronto–Dominion Bank	407
UBS	1,767
	13,856

Franklin NextStep Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	74,042	USD	83,097	22-Jul-19	1,252
GBP	2,876,219	USD	3,608,071	22-Jul-19	49,122
PLN	6,830,506	USD	1,797,257	22-Jul-19	33,190
					83,564
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	600,000	USD	682,878	07-Aug-19	1,535
USD	677,724	EUR	600,000	07-Aug-19	(6,689)
					(5,154)
					78,410

The above contracts were opened with the following counterparties:	
Bank of America	4,364
Barclays	900
BNP Paribas	8,472
Citigroup	9,617
Credit Suisse	398
Deutsche Bank	1,730
Goldman Sachs	5,169
HSBC	3,834
JPMorgan	23,170
Morgan Stanley	18,830
Toronto–Dominion Bank	1,213
UBS	713
	78,410

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin NextStep Moderate Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	3,876,053	USD	4,387,031	15-Jul-19	25,898
GBP	3,382,595	USD	4,292,810	15-Jul-19	6,696
PLN	97,540,532	USD	25,874,794	15-Jul-19	259,033
					291,627
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	2,540,000	USD	2,890,850	07-Aug-19	6,500
USD	2,869,032	EUR	2,540,000	07-Aug-19	(28,319)
					(21,819)
					269,808

The above contracts were opened with the following counterparties:	
Bank of America	37,508
Barclays	10,980
BNP Paribas	28,023
Citigroup	27,707
Deutsche Bank	3,848
Goldman Sachs	10,776
HSBC	12,653
JPMorgan	64,834
Morgan Stanley	67,359
Toronto–Dominion Bank	5,883
UBS	237
	269,808

Franklin NextStep Stable Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
SGD	2,395,488	USD	1,756,052	10-Jul-19	14,535
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,180,000	USD	1,342,993	07-Aug-19	3,020
USD	1,332,857	EUR	1,180,000	07-Aug-19	(13,156)
					(10,136)
					4,399

The above contracts were opened with the following counterparties:	
Bank of America	(7,107)
BNP Paribas	673
Citigroup	2,198
Credit Suisse	115
Goldman Sachs	1,961
HSBC	1,229
JPMorgan	2,349
Morgan Stanley	2,879
UBS	102
	4,399

Franklin Select U.S. Equity Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	7,833,708	USD	8,795,883	22-Jul-19	128,249

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Select U.S. Equity Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	12,717
Barclays	18,235
BNP Paribas	11,067
Citigroup	13,316
Credit Suisse	7,389
Deutsche Bank	2,335
Goldman Sachs	9,371
HSBC	17,702
JPMorgan	10,883
Morgan Stanley	14,164
The Bank of New York Mellon	362
Toronto–Dominion Bank	2,269
UBS	8,439
	128,249

Franklin Strategic Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	1,609,738	USD	1,106,110	22-Jul-19	24,824
EUR	167,050,016	USD	187,489,572	22-Jul-19	2,813,211
PLN	1,311,794	USD	349,579	22-Jul-19	1,957
SGD	137,917	USD	100,655	22-Jul-19	1,309
					2,841,301
Forward foreign exchange contracts used for efficient portfolio management:					
USD	4,227,233	AUD	5,900,000	26-Jul-19	81,543
USD	5,141,349	CAD	6,800,000	26-Jul-19	(54,024)
USD	1,578,148	AUD	2,250,000	08-Aug-19	(3,459)
CAD	1,000,000	USD	747,048	18-Sep-19	17,594
EUR	4,450,000	USD	5,043,586	18-Sep-19	48,710
NOK	46,500,000	USD	5,330,979	18-Sep-19	130,516
SEK	24,400,000	USD	2,623,191	18-Sep-19	20,094
USD	2,293,594	CAD	3,050,000	18-Sep-19	(38,565)
USD	1,717,154	CHF	1,700,000	18-Sep-19	(36,982)
USD	11,944,563	EUR	10,468,455	18-Sep-19	(34,869)
USD	8,014,696	SEK	75,100,000	18-Sep-19	(120,988)
CNH	12,000,000	USD	1,788,032	27-Sep-19	(42,780)
USD	7,528,744	CNH	51,350,000	27-Sep-19	60,518
USD	3,822,630	BRL	15,000,000	10-Oct-19	(42,424)
USD	4,099,970	AUD	5,800,000	11-Oct-19	16,356
TRY	10,500,000	USD	1,615,260	18-Oct-19	94,976
USD	2,831,218	IDR	41,500,000,000	13-Dec-19	(44,190)
USD	2,564,212	KRW	3,000,000,000	16-Dec-19	(42,342)
					9,684
					2,850,985

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	321,144
Barclays	198,645
BNP Paribas	75,886
Citigroup	455,460
Credit Suisse	151,021
Deutsche Bank	41,638
Goldman Sachs	364,140
HSBC	444,910
JPMorgan	359,093
Morgan Stanley	315,084
The Bank of New York Mellon	24,984
UBS	98,980
	2,850,985

Franklin Technology Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	20,705,543	USD	23,435,003	15-Jul-19	138,487
USD	774,034	EUR	680,188	15-Jul-19	(368)
EUR	1,567,448	USD	1,760,799	22-Jul-19	24,833
PLN	411,735	USD	108,481	22-Jul-19	1,857
SGD	17,029,424	USD	12,443,082	22-Jul-19	146,890
USD	47,090	EUR	41,357	22-Jul-19	(24)
USD	4,003	PLN	15,003	22-Jul-19	(18)
USD	262,105	SGD	354,722	22-Jul-19	(143)
					311,514

The above contracts were opened with the following counterparties:	
Bank of America	32,114
Barclays	48,521
BNP Paribas	35,690
Citigroup	29,872
Deutsche Bank	107
Goldman Sachs	22,570
HSBC	31,011
JPMorgan	39,834
Morgan Stanley	27,749
Toronto–Dominion Bank	33,919
UBS	10,127
	311,514

Franklin U.S. Government Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	5,637,190	USD	6,356,370	10-Jul-19	58,877
JPY	27,327,044	USD	253,195	10-Jul-19	498
					59,375

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin U.S. Government Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	6,738
Barclays	11,629
BNP Paribas	66
Citigroup	2,102
Credit Suisse	5,768
Goldman Sachs	665
HSBC	2,645
JPMorgan	12,612
Morgan Stanley	6,383
UBS	10,767
	59,375

Franklin U.S. Low Duration Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	109,352,365	USD	123,196,468	10-Jul-19	1,248,931
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,650,000	USD	1,877,865	03-Jul-19	(1,257)
USD	1,961,850	EUR	1,650,000	03-Jul-19	85,242
MXN	36,300,000	USD	1,848,834	08-Aug-19	28,205
USD	1,879,534	MXN	36,300,000	08-Aug-19	2,495
NOK	12,000,000	USD	1,375,737	18-Sep-19	33,681
PLN	3,210,000	USD	844,508	18-Sep-19	16,725
SEK	4,460,000	USD	479,485	18-Sep-19	3,673
USD	747,876	CAD	1,000,000	18-Sep-19	(16,766)
USD	17,915,349	EUR	15,688,416	18-Sep-19	(37,474)
USD	852,069	PLN	3,210,000	18-Sep-19	(9,164)
USD	1,869,446	SEK	17,560,000	18-Sep-19	(32,853)
CNH	3,060,000	USD	455,948	27-Sep-19	(10,909)
USD	2,205,443	CNH	15,070,000	27-Sep-19	13,698
USD	764,404	KRW	865,000,000	27-Sep-19	14,845
USD	1,763,615	AUD	2,520,000	11-Oct-19	(10,645)
TRY	2,130,000	USD	327,667	18-Oct-19	19,267
MXN	11,700,000	USD	592,677	16-Dec-19	(765)
					97,998
					1,346,929

The above contracts were opened with the following counterparties:	
Bank of America	220,804
Barclays	5,102
BNP Paribas	84,407
Citigroup	224,075
Deutsche Bank	53,732
Goldman Sachs	210,226
HSBC	69,673
JPMorgan	129,913
Morgan Stanley	286,343
UBS	62,654
	1,346,929

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin U.S. Opportunities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	4,435,684	USD	4,453,965	22-Jul-19	99,346
CNH	3,353,672	USD	485,001	22-Jul-19	3,050
EUR	262,471,605	USD	294,651,879	22-Jul-19	4,354,845
NOK	52,508,440	USD	6,017,432	22-Jul-19	140,746
PLN	187,009,566	USD	49,208,182	22-Jul-19	906,854
SEK	58,270,270	USD	6,143,990	22-Jul-19	142,927
SGD	48,699,988	USD	35,549,358	22-Jul-19	454,884
USD	110,303	CHF	107,525	22-Jul-19	(73)
USD	11,993	CNH	82,492	22-Jul-19	(12)
USD	5,513,055	EUR	4,841,276	22-Jul-19	(2,110)
USD	1,099,707	PLN	4,122,184	22-Jul-19	(4,961)
USD	167,084	SEK	1,547,965	22-Jul-19	71
USD	697,703	SGD	944,185	22-Jul-19	(339)
					6,095,228

The above contracts were opened with the following counterparties:	
Bank of America	501,733
Barclays	648,355
BNP Paribas	910,053
Citigroup	652,496
Credit Suisse	84,006
Deutsche Bank	76,077
Goldman Sachs	402,326
HSBC	874,155
JPMorgan	618,155
Morgan Stanley	596,424
The Bank of New York Mellon	81,650
Toronto–Dominion Bank	217,598
UBS	432,200
	6,095,228

Franklin Mutual European Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CNH	814,903	EUR	104,660	22-Jul-19	(559)
CZK	378,393,208	EUR	14,749,445	22-Jul-19	105,748
EUR	1,228,325	USD	1,401,493	22-Jul-19	(1,921)
USD	35,117,398	EUR	31,288,083	22-Jul-19	(461,648)
					(358,380)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Mutual European Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	(62,282)
Barclays	(50,052)
BNP Paribas	(30,468)
Citigroup	(49,561)
Credit Suisse	(9,379)
Deutsche Bank	(12,305)
Goldman Sachs	(34,444)
HSBC	(25,601)
JPMorgan	(21,445)
Morgan Stanley	(33,083)
The Bank of New York Mellon	(10,440)
Toronto–Dominion Bank	(1,645)
UBS	(17,675)
	(358,380)

Franklin Mutual Global Discovery Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	8,045,679	GBP	7,202,400	25-Jul-19	8,497
EUR	63,435,676	USD	71,974,641	25-Jul-19	309,702
GBP	102,000	EUR	114,038	25-Jul-19	(229)
					317,970

The above contracts were opened with the following counterparties:	
Bank of America	283,999
Barclays	4,499
BNP Paribas	6,768
Citigroup	8
Goldman Sachs	1,874
JPMorgan	5,976
Morgan Stanley	13,413
Toronto–Dominion Bank	1,433
	317,970

Franklin Mutual U.S. Value Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	6,141,040	USD	6,950,539	15-Jul-19	41,103
USD	95,214	EUR	84,237	15-Jul-19	(691)
					40,412

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Mutual U.S. Value Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	3,306
Barclays	3,793
BNP Paribas	4,830
Citigroup	3,865
Goldman Sachs	2,426
HSBC	4,290
JPMorgan	3,589
Morgan Stanley	4,556
The Bank of New York Mellon	1,530
Toronto–Dominion Bank	4,011
UBS	4,216
	40,412

Templeton Asian Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	1,090,718	USD	747,383	22-Jul-19	18,911
CHF	17,417,101	USD	17,480,375	22-Jul-19	398,601
EUR	21,142,227	USD	23,731,726	22-Jul-19	353,424
SGD	36,493,675	USD	26,633,316	22-Jul-19	346,718
USD	190,756	CHF	189,820	22-Jul-19	(4,097)
USD	98,276	EUR	86,044	22-Jul-19	254
					1,113,811
Forward foreign exchange contracts used for efficient portfolio management:					
INR	305,373,300	USD	4,392,291	05-Jul-19	32,500
USD	4,370,131	INR	305,373,300	05-Jul-19	(54,661)
USD	6,518,900	KRW	7,388,000,000	10-Jul-19	130,903
JPY	256,041,000	USD	2,336,674	11-Jul-19	40,500
USD	2,320,925	JPY	256,041,000	11-Jul-19	(56,248)
USD	5,206,793	AUD	7,277,750	15-Jul-19	95,044
JPY	1,382,852,332	USD	12,676,571	16-Jul-19	167,441
USD	12,495,055	JPY	1,382,852,332	16-Jul-19	(348,957)
JPY	981,200,000	USD	8,909,998	17-Jul-19	204,172
USD	8,823,418	JPY	981,200,000	17-Jul-19	(290,752)
JPY	1,769,883,600	USD	16,104,154	22-Jul-19	342,511
USD	4,393,640	INR	311,743,000	22-Jul-19	(113,271)
USD	15,925,127	JPY	1,769,883,600	22-Jul-19	(521,539)
JPY	44,326,250	USD	403,117	25-Jul-19	8,884
USD	398,947	JPY	44,326,250	25-Jul-19	(13,054)
USD	1,488,134	KRW	1,707,335,782	30-Jul-19	11,071
JPY	711,242,000	USD	6,476,197	31-Jul-19	137,641
USD	6,408,140	JPY	711,242,000	31-Jul-19	(205,699)
USD	10,790,030	KRW	12,770,000,000	16-Aug-19	(261,702)
INR	130,000,000	USD	1,857,528	20-Aug-19	14,395
USD	25,808,985	INR	1,840,000,000	20-Aug-19	(685,912)
JPY	772,149,760	USD	7,187,198	06-Sep-19	12,188
USD	4,332,600	INR	306,131,700	06-Sep-19	(65,527)
USD	18,515,532	KRW	21,815,000,000	10-Sep-19	(377,421)
USD	661,992	INR	46,352,000	12-Sep-19	(3,421)
USD	26,117,915	INR	1,834,000,000	16-Sep-19	(196,742)
USD	26,203,361	INR	1,840,000,000	18-Sep-19	(190,569)
USD	5,223,168	AUD	7,277,750	11-Oct-19	99,114
USD	9,865,073	AUD	13,764,279	15-Oct-19	173,160
JPY	921,378,210	USD	8,586,570	21-Oct-19	33,242
USD	40,248,488	AUD	56,000,000	24-Oct-19	808,878
USD	9,623,387	AUD	13,741,485	13-Nov-19	(58,838)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	4,527,847	AUD	6,463,735	15-Nov-19	(26,696)
JPY	345,042,910	USD	3,233,611	05-Dec-19	5,880
JPY	1,418,714,000	USD	13,300,774	06-Dec-19	20,107
USD	9,207,127	KRW	10,904,000,000	09-Dec-19	(264,619)
JPY	587,298,000	USD	5,480,945	19-Dec-19	39,115
JPY	288,490,090	USD	2,693,793	20-Dec-19	17,963
JPY	809,781,660	USD	7,636,876	06-Mar-20	11,035
JPY	1,427,773,600	USD	13,433,078	23-Mar-20	65,252
JPY	149,589,650	USD	1,420,104	24-Mar-20	(5,782)
JPY	809,781,670	USD	7,681,494	08-Jun-20	10,131
JPY	288,490,100	USD	2,727,990	22-Jun-20	14,538
JPY	729,043,350	USD	6,963,222	24-Jun-20	(31,735)
					(1,277,480)
					(163,669)

The above contracts were opened with the following counterparties:

Bank of America	119,591
Barclays	123,748
BNP Paribas	(838,441)
Citigroup	(170,402)
Credit Suisse	86,940
Deutsche Bank	(666,299)
Goldman Sachs	(226,612)
HSBC	2,289
JPMorgan	1,172,170
Morgan Stanley	91,968
The Bank of New York Mellon	27,697
Toronto–Dominion Bank	1,225
UBS	112,457
	(163,669)

Templeton Asian Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	9,019,030	USD	9,108,791	15-Jul-19	143,088
CNH	13,819,654	USD	1,993,213	15-Jul-19	17,950
CZK	184,331,244	USD	8,140,772	15-Jul-19	101,972
EUR	103,176,807	USD	116,760,168	15-Jul-19	707,766
PLN	60,063,890	USD	15,955,952	15-Jul-19	136,838
SGD	594,542	USD	435,387	15-Jul-19	4,102
USD	181,396	CHF	180,912	15-Jul-19	(4,186)
USD	189,521	CZK	4,306,365	15-Jul-19	(3,047)
USD	2,420,102	EUR	2,144,667	15-Jul-19	(21,626)
EUR	8,744,753	HKD	77,532,100	25-Jul-19	38,637
EUR	1,394,205	IDR	22,415,054,700	25-Jul-19	6,945
EUR	4,541,431	INR	357,101,800	25-Jul-19	14,300
EUR	3,921,856	KRW	5,176,262,400	25-Jul-19	(8,629)
EUR	2,556,363	THB	89,313,700	25-Jul-19	456
EUR	2,531,629	TWD	88,969,900	25-Jul-19	6,628
EUR	5,001,850	USD	5,675,800	25-Jul-19	23,760
HKD	2,094,600	EUR	235,495	25-Jul-19	(186)
IDR	22,415,054,700	EUR	1,383,816	25-Jul-19	4,893
TWD	5,903,500	EUR	167,428	25-Jul-19	194
USD	111,300	EUR	97,709	25-Jul-19	(38)
					1,169,817

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Growth Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	111,962
Barclays	81,887
BNP Paribas	109,211
Citigroup	165,323
Deutsche Bank	20,113
Goldman Sachs	94,527
HSBC	103,453
JPMorgan	129,937
Morgan Stanley	93,304
The Bank of New York Mellon	73,186
Toronto–Dominion Bank	98,194
UBS	88,720
	1,169,817

Templeton Asian Smaller Companies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	1,483,126	USD	1,678,425	15-Jul-19	10,130

The above contracts were opened with the following counterparties:	
Bank of America	23
Barclays	284
BNP Paribas	23
Citigroup	319
Credit Suisse	69
HSBC	7,557
JPMorgan	97
Morgan Stanley	1,580
Toronto–Dominion Bank	178
	10,130

Templeton BRIC Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	11,986,709	USD	13,507,373	10-Jul-19	133,767
USD	328,240	EUR	291,457	10-Jul-19	(3,445)
					130,322

The above contracts were opened with the following counterparties:	
Bank of America	14,308
Barclays	12,274
BNP Paribas	14,850
Citigroup	16,403
Credit Suisse	495
Goldman Sachs	7,651
HSBC	14,762
JPMorgan	15,825
Morgan Stanley	16,857
The Bank of New York Mellon	771
UBS	16,126
	130,322

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	17,811,307	USD	20,159,519	15-Jul-19	118,850
USD	449,573	EUR	399,648	15-Jul-19	(5,430)
					113,420

The above contracts were opened with the following counterparties:	
Bank of America	7,926
Barclays	9,460
BNP Paribas	7,623
Citigroup	11,188
Credit Suisse	855
Goldman Sachs	4,320
HSBC	30,491
JPMorgan	21,201
Morgan Stanley	9,167
The Bank of New York Mellon	865
Toronto–Dominion Bank	4,733
UBS	5,591
	113,420

Templeton Emerging Markets Balanced Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	31,599,543	USD	35,474,246	22-Jul-19	523,838
SGD	130,960	USD	95,598	22-Jul-19	1,222
					525,060
Forward foreign exchange contracts used for efficient portfolio management:					
USD	439,625	INR	30,719,800	05-Jul-19	(5,499)
USD	526,615	INR	37,108,538	11-Jul-19	(10,651)
USD	84,601	AUD	118,250	15-Jul-19	1,544
USD	350,304	INR	24,740,000	15-Jul-19	(7,698)
USD	723,758	INR	51,750,000	22-Jul-19	(24,399)
USD	927,732	EUR	814,500	23-Jul-19	(223)
USD	74,133	EUR	66,000	31-Jul-19	(1,111)
USD	23,720	EUR	21,100	02-Aug-19	(339)
USD	334,879	INR	23,393,000	14-Aug-19	(2,247)
USD	231,532	INR	16,494,000	20-Aug-19	(5,972)
USD	129,502	EUR	115,158	21-Aug-19	(2,004)
USD	2,432,756	EUR	2,168,000	28-Aug-19	(44,370)
USD	1,076,947	EUR	960,000	03-Sep-19	(20,415)
JPY	68,824,120	USD	640,618	06-Sep-19	1,087
USD	435,851	INR	30,796,200	06-Sep-19	(6,592)
USD	330,579	INR	23,370,276	11-Sep-19	(4,960)
JPY	44,391,179	AUD	590,000	12-Sep-19	(1,052)
USD	66,596	INR	4,663,000	12-Sep-19	(344)
USD	435,945	INR	30,602,675	16-Sep-19	(3,149)
USD	436,902	INR	30,771,000	18-Sep-19	(4,494)
USD	5,133	EUR	4,451	23-Sep-19	37
USD	77,713	EUR	68,442	25-Sep-19	(647)
USD	37,864	EUR	33,000	30-Sep-19	67
USD	470,973	EUR	413,635	08-Oct-19	(3,082)
USD	84,867	AUD	118,250	11-Oct-19	1,610
USD	393,377	AUD	549,497	15-Oct-19	6,458
USD	1,239,110	EUR	1,083,873	15-Oct-19	(3,755)
JPY	154,283,790	USD	1,437,812	21-Oct-19	5,566
USD	289,074	EUR	251,767	23-Oct-19	197
USD	495,919	AUD	690,000	24-Oct-19	9,967

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	864,264	EUR	754,460	24-Oct-19	(1,471)
USD	136,033	EUR	119,500	25-Oct-19	(1,102)
USD	46,345	EUR	40,957	29-Oct-19	(671)
USD	46,311	EUR	40,957	31-Oct-19	(712)
USD	156,260	AUD	223,127	13-Nov-19	(955)
USD	73,466	AUD	104,877	15-Nov-19	(433)
USD	4,895	EUR	4,283	15-Nov-19	(27)
USD	114,312	EUR	100,689	20-Nov-19	(1,468)
USD	257,134	EUR	226,924	21-Nov-19	(3,825)
USD	872,669	AUD	1,255,000	29-Nov-19	(11,923)
USD	51,406	EUR	45,460	29-Nov-19	(905)
USD	23,222	EUR	20,500	04-Dec-19	(377)
JPY	30,754,750	USD	288,222	05-Dec-19	524
USD	4,780	EUR	4,209	05-Dec-19	(66)
JPY	126,454,400	USD	1,185,539	06-Dec-19	1,792
USD	84,242	EUR	73,655	09-Dec-19	(578)
JPY	98,259,511	AUD	1,310,000	12-Dec-19	(594)
USD	717,446	AUD	1,030,000	16-Dec-19	(8,833)
USD	819,877	EUR	719,446	18-Dec-19	(9,214)
JPY	98,342,000	USD	917,774	19-Dec-19	6,550
JPY	48,307,310	USD	451,072	20-Dec-19	3,008
JPY	72,178,360	USD	680,698	06-Mar-20	983
JPY	40,297,802	AUD	540,000	12-Mar-20	(682)
JPY	17,100,615	AUD	230,000	13-Mar-20	(881)
JPY	239,078,600	USD	2,249,350	23-Mar-20	10,926
JPY	25,048,600	USD	237,795	24-Mar-20	(968)
JPY	72,178,370	USD	684,676	08-Jun-20	903
JPY	65,265,063	AUD	880,000	12-Jun-20	(2,436)
USD	4,891	EUR	4,209	15-Jun-20	(18)
JPY	48,307,300	USD	456,798	22-Jun-20	2,434
JPY	122,077,400	USD	1,165,983	24-Jun-20	(5,314)
					(152,803)
					372,257

The above contracts were opened with the following counterparties:

Bank of America	63,208
Barclays	43,692
BNP Paribas	43,499
Citigroup	65,191
Credit Suisse	9,996
Deutsche Bank	(10,116)
Goldman Sachs	20,782
HSBC	1,179
JPMorgan	74,542
Morgan Stanley	73,948
The Bank of New York Mellon	5,040
Toronto–Dominion Bank	275
UBS	(18,979)
	372,257

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	642,649,421	USD	444,222,530	15-Jul-19	7,161,876
CHF	4,848,846	USD	4,896,683	15-Jul-19	77,352
EUR	239,640,345	USD	271,192,855	15-Jul-19	1,640,330
GBP	49,827,596	USD	63,237,049	15-Jul-19	97,190
NOK	6,435,018	USD	743,701	15-Jul-19	10,813
PLN	127,341,347	USD	33,775,526	15-Jul-19	342,770
SEK	1,874,677,695	USD	198,282,607	15-Jul-19	3,870,072
SGD	43,486,527	USD	31,838,857	15-Jul-19	306,657
USD	2,995,328	SEK	28,341,101	15-Jul-19	(60,785)
USD	706,184	ZAR	10,009,598	15-Jul-19	(2,763)
ZAR	534,839,682	USD	35,910,328	15-Jul-19	1,970,651
					15,414,163
Forward foreign exchange contracts used for efficient portfolio management:					
USD	87,062,983	INR	6,083,733,500	05-Jul-19	(1,088,968)
USD	74,796,530	INR	5,270,614,929	11-Jul-19	(1,512,700)
USD	18,905,323	AUD	26,424,750	15-Jul-19	345,095
USD	49,753,411	INR	3,513,810,000	15-Jul-19	(1,093,382)
USD	119,620,319	INR	8,543,113,000	22-Jul-19	(3,888,616)
USD	36,659,034	EUR	32,184,715	23-Jul-19	(8,832)
BRL	164,000,000	USD	43,420,704	31-Jul-19	(882,303)
USD	20,040,446	EUR	17,841,960	31-Jul-19	(300,383)
USD	1,679,726	EUR	1,494,200	02-Aug-19	(24,016)
USD	47,564,441	INR	3,322,614,000	14-Aug-19	(319,201)
USD	32,886,501	INR	2,342,785,000	20-Aug-19	(848,200)
USD	28,544,779	EUR	25,379,767	21-Aug-19	(437,845)
JPY	11,650,267,890	USD	108,441,117	06-Sep-19	183,894
USD	86,315,341	INR	6,098,845,500	06-Sep-19	(1,305,455)
USD	46,952,918	INR	3,319,336,510	11-Sep-19	(704,462)
JPY	6,963,358,455	AUD	92,550,000	12-Sep-19	(165,374)
USD	13,188,220	INR	923,426,000	12-Sep-19	(68,157)
USD	61,919,082	INR	4,346,620,883	16-Sep-19	(447,242)
USD	62,053,855	INR	4,370,453,000	18-Sep-19	(638,226)
USD	17,636,774	EUR	15,294,167	23-Sep-19	128,718
USD	19,292,127	EUR	16,990,433	25-Sep-19	(160,576)
USD	10,873,279	EUR	9,479,052	30-Sep-19	16,363
USD	5,133,032	EUR	4,512,000	04-Oct-19	(36,427)
USD	42,810,300	AUD	60,000,000	08-Oct-19	568,896
USD	25,450,546	EUR	22,351,902	08-Oct-19	(166,253)
USD	344,423	EUR	302,389	09-Oct-19	(2,163)
USD	18,964,779	AUD	26,424,750	11-Oct-19	359,872
USD	139,970,069	AUD	195,577,259	15-Oct-19	2,257,258
USD	283,653,314	EUR	248,109,117	15-Oct-19	(850,746)
USD	7,496,141	EUR	6,529,000	16-Oct-19	8,827
JPY	25,200,810,760	USD	234,853,097	21-Oct-19	909,189
USD	79,737,525	EUR	69,443,442	23-Oct-19	58,114
USD	15,740,034	AUD	21,900,000	24-Oct-19	316,329
USD	194,031,044	EUR	169,030,380	24-Oct-19	70,538
USD	33,332,871	EUR	29,281,485	25-Oct-19	(269,915)
USD	3,496,972	EUR	3,090,402	29-Oct-19	(50,605)
USD	47,254,283	EUR	41,744,067	30-Oct-19	(668,857)
USD	6,275,792	EUR	5,551,183	31-Oct-19	(97,587)
USD	6,020,877	EUR	5,317,387	04-Nov-19	(85,972)
USD	34,941,932	AUD	49,894,496	13-Nov-19	(213,640)
USD	16,440,557	AUD	23,469,746	15-Nov-19	(96,934)
USD	161,131,994	EUR	140,984,706	15-Nov-19	(922,693)
USD	57,922,107	EUR	51,038,373	20-Nov-19	(766,665)
USD	88,407,266	EUR	78,003,803	21-Nov-19	(1,295,884)
USD	139,873,301	AUD	200,826,000	29-Nov-19	(1,679,703)
USD	72,277,629	EUR	63,916,391	29-Nov-19	(1,270,914)
USD	232,030,309	EUR	204,961,888	04-Dec-19	(3,910,862)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
JPY	5,206,039,660	USD	48,789,027	05-Dec-19	88,724
USD	16,447,023	EUR	14,483,566	05-Dec-19	(226,980)
JPY	21,405,689,510	USD	200,683,334	06-Dec-19	303,377
USD	25,594,197	EUR	22,366,098	09-Dec-19	(162,472)
USD	14,004,990	EUR	12,200,000	11-Dec-19	(46,645)
JPY	15,404,887,458	AUD	205,380,000	12-Dec-19	(94,153)
USD	42,244,200	AUD	60,000,000	12-Dec-19	(59,515)
USD	20,631,209	AUD	29,870,000	18-Dec-19	(431,859)
USD	87,637,523	EUR	76,917,255	18-Dec-19	(1,001,984)
JPY	16,063,292,000	USD	149,910,287	19-Dec-19	1,069,830
JPY	7,890,549,620	USD	73,678,452	20-Dec-19	491,307
JPY	12,218,061,410	USD	115,225,906	06-Mar-20	166,485
JPY	6,237,204,304	AUD	83,580,000	12-Mar-20	(105,526)
JPY	2,669,182,950	AUD	35,900,000	13-Mar-20	(137,578)
JPY	39,051,319,990	USD	367,410,811	23-Mar-20	1,784,706
JPY	4,091,456,050	USD	38,841,548	24-Mar-20	(158,131)
JPY	12,218,061,530	USD	115,899,099	08-Jun-20	152,856
JPY	10,127,979,168	AUD	136,560,000	12-Jun-20	(377,893)
USD	3,637,199	EUR	3,129,797	15-Jun-20	(13,496)
JPY	7,890,549,630	USD	74,613,786	22-Jun-20	397,642
JPY	19,940,208,950	USD	190,452,474	24-Jun-20	(868,000)
					(20,285,970)
					(4,871,807)

The above contracts were opened with the following counterparties:

Bank of America	(1,023,477)
Barclays	980,675
BNP Paribas	(1,619,908)
Citigroup	(1,161,911)
Credit Suisse	29,261
Deutsche Bank	(2,443,409)
Goldman Sachs	1,288,876
HSBC	(657,698)
JPMorgan	881,488
Morgan Stanley	2,269,856
Standard Chartered	(236,745)
The Bank of New York Mellon	31,746
Toronto–Dominion Bank	328,239
UBS	(3,538,800)
	(4,871,807)

Templeton Emerging Markets Local Currency Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	502,268	USD	563,907	22-Jul-19	8,272
GBP	125,945	USD	158,062	22-Jul-19	2,080
NOK	846,267	USD	96,982	22-Jul-19	2,269
SEK	49,272,711	USD	5,196,896	22-Jul-19	119,253
					131,874
Forward foreign exchange contracts used for efficient portfolio management:					
USD	246,599	INR	17,231,700	05-Jul-19	(3,084)
USD	87,769	INR	6,184,757	11-Jul-19	(1,775)
USD	58,379	INR	4,123,000	15-Jul-19	(1,283)
USD	239,072	INR	17,024,000	22-Jul-19	(7,046)
USD	55,816	INR	3,899,000	14-Aug-19	(375)
USD	38,589	INR	2,749,000	20-Aug-19	(995)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Local Currency Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	244,478	INR	17,274,300	06-Sep-19	(3,697)
USD	55,096	INR	3,895,046	11-Sep-19	(827)
USD	37,347	INR	2,615,000	12-Sep-19	(193)
USD	72,657	INR	5,100,446	16-Sep-19	(525)
USD	72,824	INR	5,129,000	18-Sep-19	(749)
					(20,549)
					111,325

The above contracts were opened with the following counterparties:

Bank of America	1,551
Barclays	3,086
BNP Paribas	(3,911)
Citigroup	(711)
Goldman Sachs	150
HSBC	101,951
JPMorgan	3,719
Morgan Stanley	2,243
Toronto–Dominion Bank	3,191
UBS	56
	111,325

Templeton Emerging Markets Smaller Companies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	5,747,004	USD	6,478,162	10-Jul-19	62,055

The above contracts were opened with the following counterparties:

Bank of America	231
Barclays	4,488
BNP Paribas	137
Citigroup	280
Goldman Sachs	3,756
HSBC	12,869
JPMorgan	10,621
Morgan Stanley	26,053
Toronto–Dominion Bank	1,990
UBS	1,630
	62,055

Templeton Euroland Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
EUR	132,677	USD	149,818	10-Jul-19	1,028
USD	812,897	EUR	721,573	10-Jul-19	(7,266)
					(6,238)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Euroland Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	(74)
Barclays	(523)
BNP Paribas	(565)
Citigroup	(1,750)
Credit Suisse	(297)
Goldman Sachs	(113)
HSBC	(244)
JPMorgan	(689)
Morgan Stanley	(709)
Toronto–Dominion Bank	(313)
UBS	(961)
	(6,238)

Templeton Frontier Markets Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	66,595,464	USD	75,373,976	15-Jul-19	445,697
PLN	22,745,901	USD	6,032,407	15-Jul-19	61,855
USD	278,385	PLN	1,042,469	15-Jul-19	(922)
					506,630

The above contracts were opened with the following counterparties:	
Bank of America	46,595
Barclays	54,396
BNP Paribas	37,883
Citigroup	42,847
Goldman Sachs	43,453
HSBC	28,796
JPMorgan	40,706
Morgan Stanley	120,959
The Bank of New York Mellon	26,486
Toronto–Dominion Bank	47,724
UBS	16,785
	506,630

Templeton Global Balanced Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	15,997,791	USD	18,106,256	15-Jul-19	107,406
GBP	520,998	USD	661,163	15-Jul-19	1,061
					108,467
Forward foreign exchange contracts used for efficient portfolio management:					
USD	4,178,204	INR	291,962,000	05-Jul-19	(52,260)
USD	8,700,936	KRW	9,860,944,739	10-Jul-19	174,719
USD	2,035,761	INR	143,451,986	11-Jul-19	(41,172)
USD	1,354,162	INR	95,637,000	15-Jul-19	(29,759)
USD	5,519,439	KRW	6,245,576,733	19-Jul-19	117,845
USD	4,491,542	INR	320,151,000	22-Jul-19	(136,925)
USD	1,801,761	KRW	2,008,423,267	24-Jul-19	64,494
USD	4,077,091	KRW	4,855,000,000	29-Jul-19	(123,008)
USD	4,670,143	KRW	5,358,055,261	30-Jul-19	34,746
USD	1,294,582	INR	90,433,000	14-Aug-19	(8,688)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Balanced Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	895,078	INR	63,764,000	20-Aug-19	(23,086)
USD	4,142,335	INR	292,688,000	06-Sep-19	(62,649)
USD	1,277,932	INR	90,343,427	11-Sep-19	(19,174)
USD	632,914	INR	44,316,000	12-Sep-19	(3,271)
USD	1,685,270	INR	118,303,285	16-Sep-19	(12,173)
USD	1,688,925	INR	118,951,000	18-Sep-19	(17,370)
USD	5,140,589	KRW	6,088,000,000	09-Dec-19	(147,744)
					(285,475)
					(177,008)

The above contracts were opened with the following counterparties:

Bank of America	11,073
Barclays	12,310
BNP Paribas	(67,645)
Citigroup	(27,196)
Deutsche Bank	49
Goldman Sachs	(136,159)
HSBC	95,694
JPMorgan	(101,737)
Morgan Stanley	10,785
The Bank of New York Mellon	7,088
Toronto–Dominion Bank	9,701
UBS	9,029
	(177,008)

Templeton Global Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	139,735,697	USD	140,941,109	10-Jul-19	2,332,262
CZK	2,603,600,083	USD	114,121,926	10-Jul-19	2,291,597
EUR	923,161,017	USD	1,039,835,547	10-Jul-19	10,742,016
JPY	4,938,366,066	USD	45,759,070	10-Jul-19	86,777
PLN	101,565,402	USD	26,704,048	10-Jul-19	504,287
SGD	175,145,084	USD	128,397,319	10-Jul-19	1,058,428
USD	3,366,061	CHF	3,287,905	10-Jul-19	(5,083)
USD	12,968,972	EUR	11,390,840	10-Jul-19	5,946
USD	1,528,624	PLN	5,730,440	10-Jul-19	(6,502)
AUD	66,158,032	USD	45,734,327	15-Jul-19	733,781
CHF	45,250,757	USD	45,688,714	15-Jul-19	730,295
EUR	715,702,761	USD	810,043,029	15-Jul-19	4,792,481
GBP	41,053,243	USD	52,096,311	15-Jul-19	85,132
NOK	2,092,164,627	USD	241,838,215	15-Jul-19	3,471,029
SEK	86,467,579	USD	9,144,182	15-Jul-19	179,902
USD	7,983,952	EUR	7,015,753	15-Jul-19	(3,560)
USD	1,686,523	GBP	1,331,592	15-Jul-19	(6,020)
USD	32,427,165	NOK	281,598,571	15-Jul-19	(590,664)
CAD	5,800,330	USD	4,325,080	22-Jul-19	106,091
CHF	11,906,581	USD	11,951,538	22-Jul-19	270,790
CNH	7,022,475	USD	1,012,048	22-Jul-19	9,916
EUR	1,518,263,279	USD	1,704,155,279	22-Jul-19	25,444,831
GBP	134,686,246	USD	168,965,936	22-Jul-19	2,291,441
USD	911,841	GBP	718,653	22-Jul-19	(1,946)
					54,523,227

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
USD	198,844,918	INR	13,894,762,700	05-Jul-19	(2,487,118)
USD	312,180,508	KRW	353,800,412,997	10-Jul-19	6,268,746
JPY	4,116,972,690	USD	37,758,614	11-Jul-19	464,793
USD	60,124,424	INR	4,236,729,840	11-Jul-19	(1,215,968)
USD	37,315,925	JPY	4,116,972,690	11-Jul-19	(907,482)
JPY	15,664,388,991	USD	143,696,148	12-Jul-19	1,749,106
USD	142,074,183	JPY	15,664,388,991	12-Jul-19	(3,371,072)
USD	8,149,040	AUD	11,390,250	15-Jul-19	148,751
USD	39,993,767	INR	2,824,540,000	15-Jul-19	(878,904)
JPY	11,821,126,656	USD	107,746,486	16-Jul-19	2,048,817
USD	106,816,285	JPY	11,821,126,656	16-Jul-19	(2,979,017)
JPY	21,716,616,198	USD	197,336,772	17-Jul-19	4,384,525
USD	195,248,855	JPY	21,716,616,198	17-Jul-19	(6,472,443)
JPY	12,333,352,306	USD	112,068,835	18-Jul-19	2,502,360
USD	110,911,659	JPY	12,333,352,306	18-Jul-19	(3,659,536)
USD	245,051,336	KRW	277,290,289,525	19-Jul-19	5,232,085
INR	2,961,000,000	USD	42,495,906	22-Jul-19	311,669
USD	184,204,914	INR	13,110,873,000	22-Jul-19	(5,340,741)
USD	147,458,435	EUR	129,460,795	23-Jul-19	(35,525)
USD	79,994,358	KRW	89,169,710,475	24-Jul-19	2,863,401
USD	525,871,379	KRW	625,970,377,248	29-Jul-19	(15,660,621)
USD	149,918,507	KRW	172,001,503,003	30-Jul-19	1,115,408
JPY	65,566,462,000	USD	597,160,337	31-Jul-19	12,542,107
USD	204,945,021	AUD	290,385,000	31-Jul-19	870,655
USD	139,280,830	EUR	124,001,380	31-Jul-19	(2,087,657)
USD	590,730,020	JPY	65,566,462,000	31-Jul-19	(18,972,425)
USD	161,101,582	EUR	143,307,900	02-Aug-19	(2,303,336)
USD	38,234,185	INR	2,670,849,000	14-Aug-19	(256,587)
USD	276,163,921	KRW	326,840,000,000	16-Aug-19	(6,698,106)
USD	26,435,467	INR	1,883,223,000	20-Aug-19	(681,816)
USD	206,888,527	EUR	183,890,701	21-Aug-19	(3,106,907)
USD	85,208,926	KRW	95,514,945,504	26-Aug-19	2,528,110
USD	76,530,416	EUR	68,201,633	28-Aug-19	(1,395,797)
USD	67,008,549	INR	4,777,475,000	28-Aug-19	(1,708,369)
USD	94,990,884	KRW	112,775,077,248	28-Aug-19	(2,636,211)
USD	223,398,253	INR	15,774,099,800	03-Sep-19	(3,312,774)
JPY	20,222,399,970	USD	188,230,835	06-Sep-19	319,202
USD	366,117,585	INR	25,865,195,300	06-Sep-19	(5,482,088)
USD	532,084,960	KRW	626,902,500,000	10-Sep-19	(10,846,024)
USD	37,742,622	INR	2,668,214,664	11-Sep-19	(566,275)
JPY	6,143,254,165	AUD	81,650,000	12-Sep-19	(145,901)
USD	30,120,824	INR	2,109,030,000	12-Sep-19	(155,665)
USD	49,773,020	INR	3,493,986,687	16-Sep-19	(359,511)
USD	97,750,386	EUR	84,766,675	23-Sep-19	713,411
USD	132,993,883	EUR	116,157,923	30-Sep-19	(48,615)
USD	140,793,199	EUR	123,759,009	04-Oct-19	(999,141)
USD	136,389,229	AUD	191,042,450	08-Oct-19	1,890,874
USD	146,188,792	EUR	128,392,735	08-Oct-19	(958,011)
USD	9,600,750	EUR	8,429,068	09-Oct-19	(60,282)
USD	8,174,669	AUD	11,390,250	11-Oct-19	155,121
USD	258,287,916	EUR	225,557,996	11-Oct-19	(276,921)
USD	15,439,509	AUD	21,542,032	15-Oct-19	271,008
USD	328,260,067	EUR	287,118,778	15-Oct-19	(975,948)
USD	145,280,842	EUR	126,504,000	16-Oct-19	208,830
USD	80,281,847	EUR	69,896,000	17-Oct-19	120,439
JPY	34,533,382,300	USD	321,825,827	21-Oct-19	1,245,887
USD	38,843,487	AUD	53,795,000	23-Oct-19	957,670
USD	156,870,280	EUR	136,659,348	23-Oct-19	67,330
USD	317,299,785	EUR	276,708,251	24-Oct-19	(219,895)
USD	147,371,829	EUR	129,459,775	25-Oct-19	(1,193,354)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	158,668,455	EUR	140,217,212	29-Oct-19	(2,291,624)
USD	76,149,393	EUR	67,269,782	30-Oct-19	(1,077,851)
USD	378,917,589	AUD	536,254,725	31-Oct-19	1,184,843
USD	175,247,682	EUR	155,027,424	31-Oct-19	(2,741,138)
USD	92,819,792	EUR	81,574,000	06-Nov-19	(879,874)
USD	15,061,255	AUD	21,506,359	13-Nov-19	(92,086)
USD	138,692,708	EUR	121,608,000	14-Nov-19	(1,078,600)
USD	7,086,334	AUD	10,116,109	15-Nov-19	(41,781)
USD	141,354,532	EUR	123,661,102	15-Nov-19	(787,561)
USD	150,933,192	AUD	217,701,000	20-Nov-19	(2,482,897)
USD	147,458,500	EUR	129,967,063	20-Nov-19	(1,989,978)
USD	127,948,624	AUD	185,269,000	21-Nov-19	(2,615,269)
USD	624,276,299	EUR	550,671,224	21-Nov-19	(8,986,976)
USD	37,361,165	AUD	53,795,000	22-Nov-19	(550,433)
USD	370,876,449	AUD	536,254,725	29-Nov-19	(7,104,824)
USD	292,689,507	EUR	258,805,540	29-Nov-19	(5,117,837)
USD	121,605,161	AUD	174,692,450	03-Dec-19	(1,538,681)
USD	8,137,204	EUR	7,200,110	03-Dec-19	(150,533)
USD	288,001,121	EUR	254,140,645	04-Dec-19	(4,552,006)
JPY	9,036,583,300	USD	84,687,428	05-Dec-19	154,007
USD	287,164,798	EUR	252,874,592	05-Dec-19	(3,953,549)
JPY	37,155,747,770	USD	348,343,805	06-Dec-19	526,598
USD	86,231,419	EUR	75,397,674	09-Dec-19	(596,105)
USD	223,729,629	KRW	264,963,000,000	09-Dec-19	(6,430,144)
USD	140,354,107	EUR	122,265,000	11-Dec-19	(467,461)
JPY	13,591,224,293	AUD	181,200,000	12-Dec-19	(83,066)
USD	11,511,545	AUD	16,350,000	12-Dec-19	(16,218)
USD	106,510,950	EUR	92,820,000	16-Dec-19	(438,246)
USD	476,442,758	EUR	418,110,079	18-Dec-19	(5,387,636)
JPY	22,011,983,000	USD	205,426,303	19-Dec-19	1,466,018
JPY	10,812,642,900	USD	100,963,663	20-Dec-19	673,252
JPY	21,207,969,360	USD	200,007,793	06-Mar-20	288,983
JPY	5,502,888,794	AUD	73,740,000	12-Mar-20	(93,103)
JPY	2,354,680,335	AUD	31,670,000	13-Mar-20	(121,368)
JPY	53,513,125,880	USD	503,473,402	23-Mar-20	2,445,633
JPY	5,606,637,740	USD	53,225,670	24-Mar-20	(216,692)
JPY	21,207,969,600	USD	201,176,314	08-Jun-20	265,326
JPY	8,936,146,981	AUD	120,490,000	12-Jun-20	(333,422)
USD	141,231,258	EUR	121,528,980	15-Jun-20	(524,040)
JPY	10,812,642,920	USD	102,245,377	22-Jun-20	544,900
JPY	27,324,631,260	USD	260,982,402	24-Jun-20	(1,189,445)
					(115,856,622)
					(61,333,395)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	(5,143,083)
Barclays	(631,583)
BNP Paribas	(4,925,141)
Citigroup	(493,604)
Credit Suisse	2,989,878
Deutsche Bank	(25,564,423)
Goldman Sachs	(20,421,332)
HSBC	5,179,129
JPMorgan	(10,850,348)
Morgan Stanley	6,302,865
Standard Chartered	(9,679,337)
The Bank of New York Mellon	1,091,587
Toronto–Dominion Bank	979,677
UBS	(167,680)
	(61,333,395)

Templeton Global Bond (Euro) Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	139,970,317	EUR	31,847,626	02-Jul-19	159,226
EUR	31,013,542	BRL	139,970,316	02-Jul-19	(993,310)
EUR	15,468,315	KRW	20,009,008,000	10-Jul-19	265,911
EUR	3,011,292	INR	240,000,000	11-Jul-19	(41,781)
EUR	4,083,898	BRL	17,901,765	15-Jul-19	(316)
EUR	15,167,461	MXN	329,577,687	15-Jul-19	136,555
EUR	1,095,133	COP	3,960,000,000	23-Jul-19	14,872
EUR	6,479,254	USD	7,380,000	23-Jul-19	1,566
EUR	10,144,225	MXN	219,490,600	24-Jul-19	156,852
EUR	20,476,843	USD	23,000,000	31-Jul-19	302,402
EUR	3,047,275	IDR	50,600,000,000	19-Aug-19	(69,878)
EUR	11,611,916	INR	974,239,750	26-Aug-19	(657,527)
EUR	1,272,966	BRL	5,849,025	28-Aug-19	(51,782)
EUR	1,519,885	IDR	25,300,000,000	30-Aug-19	(35,118)
EUR	1,875,336	BRL	8,450,000	03-Sep-19	(36,442)
EUR	19,100,157	MXN	416,620,898	03-Sep-19	338,198
EUR	2,001,324	COP	7,559,000,000	04-Sep-19	(48,550)
EUR	10,036,038	IDR	168,816,202,006	18-Sep-19	(299,713)
EUR	791,384	IDR	13,300,000,000	20-Sep-19	(22,576)
EUR	15,430,908	KRW	20,000,000,000	20-Sep-19	291,754
EUR	10,035,762	IDR	168,500,450,600	23-Sep-19	(270,169)
EUR	22,634,782	MXN	506,283,482	27-Sep-19	(38,404)
EUR	31,341,316	BRL	139,970,316	02-Oct-19	(164,535)
EUR	8,760,284	INR	706,000,000	04-Oct-19	(60,870)
EUR	5,145,126	USD	5,889,626	15-Oct-19	8,967
EUR	5,916,826	COP	22,714,693,750	29-Nov-19	(172,509)
EUR	1,490,869	KRW	2,000,000,000	29-Nov-19	(18,396)
EUR	5,934,530	KRW	7,967,700,000	03-Dec-19	(77,087)
EUR	23,708,620	USD	26,794,000	03-Dec-19	431,096
					(951,564)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond (Euro) Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) EUR
Barclays	302,402
BNP Paribas	295,701
Citigroup	(872,160)
Deutsche Bank	(277,282)
HSBC	(197,864)
JPMorgan	(202,361)
	(951,564)

Templeton Global Climate Change Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	132,957	EUR	118,451	22-Jul-19	(1,740)

The above contracts were opened with the following counterparties:	
Bank of America	(45)
Barclays	(88)
BNP Paribas	(149)
Citigroup	(399)
HSBC	(46)
JPMorgan	(76)
Morgan Stanley	(937)
	(1,740)

Templeton Global Currency Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	2,502,921	USD	2,808,855	22-Jul-19	42,463
Forward foreign exchange contracts used for efficient portfolio management:					
JPY	28,150,000	USD	256,320	16-Jul-19	5,139
USD	254,632	JPY	28,150,000	16-Jul-19	(6,827)
INR	19,100,000	USD	269,356	22-Jul-19	6,776
USD	261,172	AUD	370,000	31-Jul-19	1,146
USD	479,548	EUR	423,334	13-Aug-19	(3,574)
JPY	21,532,280	USD	200,424	06-Sep-19	340
USD	162,553	EUR	141,000	20-Sep-19	1,178
USD	303,433	AUD	425,000	08-Oct-19	4,223
USD	256,219	EUR	225,000	08-Oct-19	(1,647)
USD	646,464	EUR	564,444	11-Oct-19	(578)
USD	514,539	EUR	450,000	15-Oct-19	(1,471)
JPY	24,348,870	USD	226,914	21-Oct-19	879
USD	93,434	AUD	130,000	24-Oct-19	1,878
USD	429,886	EUR	380,000	29-Oct-19	(6,328)
USD	300,951	AUD	425,000	01-Nov-19	1,578
USD	514,305	EUR	450,000	15-Nov-19	(2,947)
USD	320,470	EUR	282,222	20-Nov-19	(4,055)
USD	137,873	EUR	122,000	03-Dec-19	(2,556)
JPY	9,621,910	USD	90,173	05-Dec-19	164
JPY	39,562,450	USD	370,907	06-Dec-19	561
USD	257,247	EUR	225,000	09-Dec-19	(1,862)
JPY	15,520,000	USD	144,840	19-Dec-19	1,034
JPY	7,623,720	USD	71,187	20-Dec-19	475
JPY	22,581,680	USD	212,963	06-Mar-20	307
JPY	37,730,690	USD	354,985	23-Mar-20	1,724

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Currency Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
JPY	3,953,100	USD	37,528	24-Mar-20	(153)
JPY	22,581,680	USD	214,207	08-Jun-20	282
JPY	7,623,720	USD	72,091	22-Jun-20	384
JPY	19,265,900	USD	184,012	24-Jun-20	(839)
					(4,769)
					37,694

The above contracts were opened with the following counterparties:

Bank of America	903
Barclays	1,590
BNP Paribas	(839)
Citigroup	33,389
Deutsche Bank	(3,509)
HSBC	3,791
JPMorgan	1,221
Morgan Stanley	227
UBS	921
	37,694

Templeton Global Equity Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	686,812	USD	98,973	22-Jul-19	977

The above contracts were opened with the following counterparties:

Bank of America	183
Barclays	38
BNP Paribas	29
Citigroup	178
Credit Suisse	138
Goldman Sachs	28
JPMorgan	28
Morgan Stanley	198
Toronto–Dominion Bank	157
	977

Templeton Global High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
ARS	28,496,205	USD	584,238	01-Jul-19	83,292
USD	665,177	ARS	28,496,205	01-Jul-19	(2,353)
ARS	14,383,476	USD	290,282	02-Jul-19	46,105
USD	947,152	INR	66,184,500	05-Jul-19	(11,846)
MXN	132,066,099	USD	6,629,824	10-Jul-19	233,326
USD	6,735,838	MXN	132,066,099	10-Jul-19	(127,312)
USD	602,195	INR	42,434,300	11-Jul-19	(12,178)
MXN	3,768,700	USD	190,791	15-Jul-19	4,894
USD	99,267	AUD	138,750	15-Jul-19	1,812
USD	400,569	INR	28,290,000	15-Jul-19	(8,803)
USD	192,463	MXN	3,768,700	15-Jul-19	(3,222)
USD	1,131,296	INR	80,710,000	22-Jul-19	(35,539)
USD	377,259	EUR	331,214	23-Jul-19	(91)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MXN	121,319,360	USD	6,176,371	25-Jul-19	112,415
USD	6,186,323	MXN	121,319,360	25-Jul-19	(102,463)
USD	4,549	EUR	4,050	31-Jul-19	(68)
USD	178,086	EUR	158,417	02-Aug-19	(2,546)
USD	382,950	INR	26,751,000	14-Aug-19	(2,570)
USD	264,773	INR	18,862,000	20-Aug-19	(6,829)
USD	242,940	EUR	216,032	21-Aug-19	(3,760)
JPY	90,557,070	USD	842,908	06-Sep-19	1,430
USD	939,013	INR	66,348,500	06-Sep-19	(14,202)
USD	378,023	INR	26,724,343	11-Sep-19	(5,672)
JPY	27,086,116	AUD	360,000	12-Sep-19	(642)
USD	143,475	INR	10,046,000	12-Sep-19	(741)
USD	498,511	INR	34,994,670	16-Sep-19	(3,601)
USD	499,603	INR	35,187,000	18-Sep-19	(5,138)
USD	18,400	EUR	15,956	23-Sep-19	134
USD	81,965	EUR	72,186	25-Sep-19	(682)
USD	1,468,893	EUR	1,286,091	30-Sep-19	(4,142)
USD	471,209	EUR	413,795	08-Oct-19	(3,028)
USD	99,579	AUD	138,750	11-Oct-19	1,890
USD	188,047	AUD	262,373	15-Oct-19	3,300
USD	3,425,699	EUR	2,996,718	15-Oct-19	(10,607)
JPY	149,050,200	USD	1,389,038	21-Oct-19	5,377
USD	500,367	EUR	435,960	23-Oct-19	146
USD	2,508,343	AUD	3,490,000	24-Oct-19	50,410
USD	2,765,948	EUR	2,422,870	24-Oct-19	(14,268)
USD	457,827	EUR	402,211	25-Oct-19	(3,742)
USD	1,424,792	EUR	1,259,094	29-Oct-19	(20,565)
USD	183,440	AUD	261,939	13-Nov-19	(1,121)
USD	86,294	AUD	123,189	15-Nov-19	(509)
USD	136,273	EUR	120,058	20-Nov-19	(1,781)
USD	262,838	EUR	231,988	21-Nov-19	(3,946)
USD	829,520	AUD	1,191,000	29-Nov-19	(9,961)
USD	2,290	EUR	2,025	29-Nov-19	(40)
JPY	40,466,340	USD	379,235	05-Dec-19	690
JPY	166,385,580	USD	1,559,904	06-Dec-19	2,358
USD	473,100	EUR	413,795	09-Dec-19	(3,424)
JPY	60,754,575	AUD	810,000	12-Dec-19	(379)
USD	534,586	EUR	469,100	18-Dec-19	(6,005)
JPY	95,006,000	USD	886,641	19-Dec-19	6,327
JPY	46,668,560	USD	435,770	20-Dec-19	2,906
JPY	94,970,500	USD	895,647	06-Mar-20	1,294
JPY	24,626,434	AUD	330,000	12-Mar-20	(417)
JPY	11,152,575	AUD	150,000	13-Mar-20	(575)
JPY	230,968,680	USD	2,173,048	23-Mar-20	10,555
JPY	24,198,870	USD	229,728	24-Mar-20	(935)
JPY	94,970,510	USD	900,879	08-Jun-20	1,188
JPY	39,307,526	AUD	530,000	12-Jun-20	(1,466)
JPY	46,668,560	USD	441,302	22-Jun-20	2,352
JPY	117,936,130	USD	1,126,429	24-Jun-20	(5,134)
					129,898

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

The above contracts were opened with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	(9,961)
Barclays	(104)
BNP Paribas	59,170
Citigroup	1,107
Deutsche Bank	(40,476)
Goldman Sachs	45,241
HSBC	72,646
JPMorgan	26,986
Standard Chartered	(24,711)
	129,898

Templeton Global Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	44,259,259	USD	50,095,706	15-Jul-19	293,956
SGD	104,177	USD	76,288	15-Jul-19	721
USD	8,465,200	EUR	7,438,531	15-Jul-19	(3,650)
					291,027
Forward foreign exchange contracts used for efficient portfolio management:					
USD	3,645,662	INR	254,749,300	05-Jul-19	(45,599)
JPY	18,710,000	USD	170,050	11-Jul-19	3,660
USD	2,854,941	INR	201,176,378	11-Jul-19	(57,739)
USD	169,600	JPY	18,710,000	11-Jul-19	(4,110)
USD	1,274,199	AUD	1,781,000	15-Jul-19	23,259
USD	1,899,058	INR	134,120,000	15-Jul-19	(41,734)
JPY	9,390,000	USD	85,501	16-Jul-19	1,714
USD	84,472	JPY	9,390,000	16-Jul-19	(2,743)
JPY	421,329,000	USD	3,830,893	17-Jul-19	82,746
USD	3,787,701	JPY	421,329,000	17-Jul-19	(125,940)
JPY	305,985,000	USD	2,780,319	18-Jul-19	62,142
USD	2,751,669	JPY	305,985,000	18-Jul-19	(90,792)
USD	3,203,482	KRW	3,624,931,525	19-Jul-19	68,397
USD	4,786,221	INR	341,713,000	22-Jul-19	(153,971)
USD	1,045,742	KRW	1,165,688,475	24-Jul-19	37,432
USD	698,486	KRW	830,010,822	29-Jul-19	(19,563)
JPY	257,180,000	USD	2,354,625	31-Jul-19	36,891
USD	2,317,149	JPY	257,180,000	31-Jul-19	(74,367)
USD	82,396,412	EUR	73,207,742	05-Aug-19	(1,097,609)
USD	48,180,186	GBP	36,861,354	13-Aug-19	1,262,868
USD	2,378,563	INR	166,150,000	14-Aug-19	(15,898)
USD	2,131,564	INR	149,556,000	19-Aug-19	(22,252)
USD	1,255,262	INR	89,423,000	20-Aug-19	(32,375)
USD	6,853,778	EUR	6,094,658	21-Aug-19	(106,065)
USD	627,127	KRW	702,978,356	26-Aug-19	18,607
USD	699,121	KRW	830,010,822	28-Aug-19	(19,402)
USD	931,435	INR	65,736,000	03-Sep-19	(13,347)
JPY	300,649,100	USD	2,798,452	06-Sep-19	4,746
USD	3,614,364	INR	255,382,700	06-Sep-19	(54,664)
USD	1,792,166	INR	126,697,189	11-Sep-19	(26,889)
USD	1,910,481	INR	133,770,000	12-Sep-19	(9,873)
USD	1,884,859	INR	132,277,000	13-Sep-19	(13,819)
USD	2,363,412	INR	165,907,780	16-Sep-19	(17,071)
USD	2,368,565	INR	166,818,000	18-Sep-19	(24,360)
USD	1,775,881	EUR	1,539,999	23-Sep-19	12,961
USD	3,722,627	EUR	3,278,490	25-Sep-19	(30,985)
USD	854,629	EUR	748,276	30-Sep-19	(2,416)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	496,988	AUD	696,100	08-Oct-19	6,917
USD	1,446,401	EUR	1,270,165	08-Oct-19	(9,295)
USD	422,950	EUR	371,332	09-Oct-19	(2,656)
USD	1,278,206	AUD	1,781,000	11-Oct-19	24,255
USD	6,182,887	EUR	5,398,999	11-Oct-19	(6,170)
USD	2,081,581	AUD	2,904,298	15-Oct-19	36,563
USD	10,820,749	EUR	9,459,818	15-Oct-19	(26,725)
JPY	423,256,230	USD	3,944,438	21-Oct-19	15,271
USD	8,001,202	AUD	11,081,000	23-Oct-19	197,266
USD	12,572,762	EUR	10,946,365	23-Oct-19	12,902
USD	958,270	EUR	839,410	24-Oct-19	(4,943)
USD	1,627,091	EUR	1,437,866	29-Oct-19	(23,485)
USD	6,562,475	EUR	5,797,239	30-Oct-19	(92,888)
USD	1,678,069	EUR	1,482,000	04-Nov-19	(23,961)
USD	2,031,402	AUD	2,900,351	13-Nov-19	(12,180)
USD	784,105	AUD	1,119,351	15-Nov-19	(4,623)
USD	7,237,120	EUR	6,377,209	20-Nov-19	(96,001)
USD	19,311,352	EUR	17,040,647	21-Nov-19	(285,125)
USD	7,695,865	AUD	11,081,000	22-Nov-19	(113,381)
USD	8,938,990	EUR	7,904,259	29-Nov-19	(156,434)
USD	484,562	AUD	696,100	03-Dec-19	(6,131)
JPY	134,348,080	USD	1,259,059	05-Dec-19	2,290
USD	421,228	EUR	371,333	05-Dec-19	(6,263)
JPY	552,399,430	USD	5,178,873	06-Dec-19	7,829
USD	1,452,205	EUR	1,270,165	09-Dec-19	(10,510)
USD	655,128	EUR	574,673	18-Dec-19	(7,126)
JPY	269,788,000	USD	2,517,790	19-Dec-19	17,968
JPY	132,524,470	USD	1,237,455	20-Dec-19	8,252
JPY	315,301,690	USD	2,973,542	06-Mar-20	4,296
JPY	655,880,830	USD	6,170,796	23-Mar-20	29,975
JPY	68,717,400	USD	652,357	24-Mar-20	(2,656)
JPY	315,301,700	USD	2,990,915	08-Jun-20	3,945
JPY	132,524,470	USD	1,253,164	22-Jun-20	6,679
JPY	334,902,600	USD	3,198,714	24-Jun-20	(14,578)
					(1,018,883)
					(727,856)

The above contracts were opened with the following counterparties:

Bank of America	(4,209)
Barclays	38,853
BNP Paribas	(65,849)
Citigroup	(90,163)
Deutsche Bank	(315,692)
Goldman Sachs	(96,352)
HSBC	(65,549)
JPMorgan	(25,955)
Morgan Stanley	34,558
Standard Chartered	(14,400)
The Bank of New York Mellon	11,120
Toronto–Dominion Bank	6,737
UBS	(140,955)
	(727,856)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
BRL	97,987,370	USD	24,700,000	02-Jul-19	781,799
USD	400,000	BRL	1,543,400	02-Jul-19	(1,364)
EUR	1,065,552,962	USD	1,200,293,726	10-Jul-19	12,329,005
GBP	15,886,508	USD	20,197,689	10-Jul-19	(10,090)
JPY	10,466,941,600	USD	96,986,463	10-Jul-19	184,505
PLN	273,292,328	USD	71,834,232	10-Jul-19	1,377,997
USD	16,993,016	EUR	14,957,443	10-Jul-19	(28,883)
CHF	114,426,792	USD	115,534,040	15-Jul-19	1,846,948
EUR	1,003,624,535	USD	1,135,874,392	15-Jul-19	6,763,239
GBP	2,987,245	USD	3,790,288	15-Jul-19	6,703
NOK	2,482,129	USD	286,898	15-Jul-19	4,136
PLN	394,071	USD	104,499	15-Jul-19	1,085
SGD	653,209,344	USD	478,263,282	15-Jul-19	4,593,177
USD	9,618,053	EUR	8,450,692	15-Jul-19	(3,153)
AUD	439,365,607	USD	301,041,175	22-Jul-19	7,638,596
CHF	18,674,648	USD	18,748,445	22-Jul-19	421,433
CNH	240,602,507	USD	34,686,224	22-Jul-19	328,126
EUR	1,116,060,215	USD	1,252,665,662	22-Jul-19	18,746,153
GBP	143,253,082	USD	179,685,187	22-Jul-19	2,465,161
NOK	14,618,467	USD	1,674,494	22-Jul-19	39,956
SEK	98,852,138	USD	10,423,736	22-Jul-19	241,653
USD	378,430	CHF	377,302	22-Jul-19	(8,877)
USD	20,401,716	EUR	17,917,051	22-Jul-19	(9,325)
BRL	96,902,500	USD	25,000,000	02-Aug-19	130,534
					57,838,514
Forward foreign exchange contracts used for efficient portfolio management:					
USD	235,254,931	INR	16,438,999,100	05-Jul-19	(2,942,528)
MXN	1,753,525,150	USD	86,836,118	08-Jul-19	4,320,973
USD	89,347,503	MXN	1,753,525,150	08-Jul-19	(1,809,588)
USD	303,048,700	KRW	343,451,152,510	10-Jul-19	6,085,374
JPY	2,972,683,860	USD	27,175,010	11-Jul-19	424,421
USD	139,872,607	INR	9,856,268,103	11-Jul-19	(2,828,812)
USD	26,945,481	JPY	2,972,683,860	11-Jul-19	(653,950)
JPY	7,590,800,000	USD	69,633,659	12-Jul-19	847,599
USD	68,847,671	JPY	7,590,800,000	12-Jul-19	(1,633,587)
USD	31,894,136	AUD	44,579,750	15-Jul-19	582,190
USD	93,040,949	INR	6,570,971,000	15-Jul-19	(2,044,670)
JPY	19,894,500,778	USD	181,149,596	16-Jul-19	3,631,669
MXN	454,357,500	USD	23,211,111	16-Jul-19	376,902
USD	179,931,786	JPY	19,894,500,778	16-Jul-19	(4,849,480)
USD	23,122,990	MXN	454,357,500	16-Jul-19	(465,023)
JPY	21,896,398,506	USD	199,047,144	17-Jul-19	4,344,114
USD	196,842,099	JPY	21,896,398,506	17-Jul-19	(6,549,161)
JPY	24,277,618,513	USD	220,611,500	18-Jul-19	4,916,458
USD	218,324,324	JPY	24,277,618,513	18-Jul-19	(7,203,633)
USD	237,557,229	KRW	268,810,258,211	19-Jul-19	5,072,078
USD	273,195,117	INR	19,486,032,000	22-Jul-19	(8,517,069)
USD	223,817,147	EUR	196,499,752	23-Jul-19	(53,921)
USD	77,547,988	KRW	86,442,741,789	24-Jul-19	2,775,833
USD	282,382,931	KRW	335,555,637,020	29-Jul-19	(7,908,945)
USD	157,445,114	KRW	180,636,779,490	30-Jul-19	1,171,406
JPY	50,166,418,665	USD	458,844,865	31-Jul-19	7,652,598
USD	451,982,785	JPY	50,166,418,665	31-Jul-19	(14,514,677)
USD	263,454,513	EUR	232,571,362	13-Aug-19	(1,963,487)
USD	135,390,703	INR	9,457,346,000	14-Aug-19	(903,243)
USD	175,817,535	INR	12,335,809,000	19-Aug-19	(1,835,453)
USD	61,499,091	INR	4,381,103,000	20-Aug-19	(1,586,168)
USD	212,965,557	EUR	189,336,032	21-Aug-19	(3,248,217)
USD	253,534,168	KRW	284,199,125,959	26-Aug-19	7,522,243
USD	282,639,811	KRW	335,555,637,021	28-Aug-19	(7,843,890)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	67,627,644	INR	4,772,821,000	03-Sep-19	(969,053)
JPY	20,627,692,810	USD	192,003,316	06-Sep-19	325,599
USD	233,234,699	INR	16,479,832,900	06-Sep-19	(3,527,500)
USD	87,803,900	INR	6,207,296,682	11-Sep-19	(1,317,374)
JPY	9,269,429,920	AUD	123,200,000	12-Sep-19	(220,144)
USD	134,252,974	INR	9,400,259,000	12-Sep-19	(693,824)
USD	141,512,670	INR	9,931,200,000	13-Sep-19	(1,037,712)
USD	115,791,244	INR	8,128,360,889	16-Sep-19	(836,361)
USD	116,043,292	INR	8,172,929,000	18-Sep-19	(1,193,509)
USD	72,219,998	EUR	62,627,364	23-Sep-19	527,083
USD	70,317,410	EUR	61,928,021	25-Sep-19	(585,278)
USD	14,406,353	EUR	12,613,584	30-Sep-19	(40,727)
USD	30,032,416	EUR	26,398,875	04-Oct-19	(213,125)
USD	407,755,883	AUD	571,325,850	08-Oct-19	5,529,119
USD	462,627,328	EUR	406,299,048	08-Oct-19	(3,019,003)
USD	212,547,830	EUR	186,608,338	09-Oct-19	(1,334,566)
USD	31,994,441	AUD	44,579,750	11-Oct-19	607,120
USD	515,535,949	EUR	450,131,202	11-Oct-19	(464,824)
USD	74,866,286	AUD	104,459,027	15-Oct-19	1,313,021
USD	642,440,289	EUR	561,864,324	15-Oct-19	(1,843,494)
USD	89,947,772	EUR	78,272,858	16-Oct-19	186,175
USD	50,007,311	EUR	43,538,000	17-Oct-19	75,021
JPY	38,702,227,380	USD	360,676,410	21-Oct-19	1,396,290
USD	68,069,068	AUD	94,270,000	23-Oct-19	1,678,215
USD	250,677,301	EUR	218,289,733	23-Oct-19	211,639
USD	56,170,959	EUR	49,203,713	24-Oct-19	(289,762)
USD	44,335,349	EUR	38,947,402	25-Oct-19	(359,830)
USD	206,652,756	AUD	293,520,000	29-Oct-19	(90,575)
USD	97,438,651	EUR	86,110,928	29-Oct-19	(1,410,994)
USD	31,132,203	EUR	27,501,946	30-Oct-19	(440,659)
USD	19,893,576	EUR	17,599,250	31-Oct-19	(312,331)
USD	9,806,077	EUR	8,618,000	06-Nov-19	(92,956)
USD	218,210,047	EUR	192,155,661	08-Nov-19	(2,543,073)
USD	72,996,643	AUD	104,248,612	13-Nov-19	(456,740)
USD	3,426,032	EUR	3,004,000	14-Nov-19	(26,644)
USD	41,798,038	AUD	59,668,862	15-Nov-19	(246,442)
USD	62,579,794	EUR	54,746,778	15-Nov-19	(348,819)
USD	189,373,488	AUD	273,146,000	20-Nov-19	(3,115,251)
USD	821,259,160	EUR	723,539,398	20-Nov-19	(10,735,190)
USD	160,535,057	AUD	232,454,000	21-Nov-19	(3,281,335)
USD	416,827,583	EUR	367,801,491	21-Nov-19	(6,138,366)
USD	65,471,458	AUD	94,270,000	22-Nov-19	(964,575)
USD	326,215,181	EUR	288,424,102	29-Nov-19	(5,674,221)
USD	171,400,276	AUD	246,225,850	03-Dec-19	(2,168,743)
USD	161,962,971	EUR	143,311,039	03-Dec-19	(2,996,213)
USD	241,996,923	EUR	213,609,919	04-Dec-19	(3,899,398)
JPY	9,217,692,490	USD	86,384,715	05-Dec-19	157,093
USD	397,771,557	EUR	350,484,580	05-Dec-19	(5,718,927)
JPY	37,900,414,950	USD	355,325,233	06-Dec-19	537,151
USD	246,560,006	EUR	215,526,818	09-Dec-19	(1,639,425)
USD	213,969,433	KRW	253,404,000,000	09-Dec-19	(6,149,629)
USD	84,557,490	EUR	73,659,558	11-Dec-19	(281,626)
JPY	20,507,596,300	AUD	273,410,000	12-Dec-19	(125,347)
USD	228,893,157	AUD	325,100,000	12-Dec-19	(322,474)
USD	89,647,290	EUR	78,124,000	16-Dec-19	(368,860)
USD	293,973,920	EUR	257,963,448	18-Dec-19	(3,303,367)
JPY	24,669,254,000	USD	230,225,221	19-Dec-19	1,642,995
JPY	12,117,937,670	USD	113,151,926	20-Dec-19	754,526
JPY	21,633,014,760	USD	204,016,304	06-Mar-20	294,775
JPY	8,303,586,061	AUD	111,270,000	12-Mar-20	(140,487)
JPY	3,553,210,395	AUD	47,790,000	13-Mar-20	(183,144)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
JPY	59,973,194,270	USD	564,252,371	23-Mar-20	2,740,868
JPY	6,283,467,170	USD	59,651,036	24-Mar-20	(242,850)
JPY	21,633,014,990	USD	205,208,245	08-Jun-20	270,643
JPY	13,484,689,614	AUD	181,820,000	12-Jun-20	(503,135)
USD	61,554,601	EUR	52,967,509	15-Jun-20	(228,399)
JPY	12,117,937,680	USD	114,588,368	22-Jun-20	610,680
JPY	30,623,241,830	USD	292,488,017	24-Jun-20	(1,333,034)
					(94,202,946)
					(36,364,432)

The above contracts were opened with the following counterparties:

Bank of America	(4,015,611)
Barclays	729,664
BNP Paribas	(4,954,459)
Citigroup	(6,313,456)
Credit Suisse	3,982,981
Deutsche Bank	(9,642,278)
Goldman Sachs	(10,627,166)
HSBC	12,485,412
JPMorgan	(22,183,654)
Morgan Stanley	5,182,228
Standard Chartered	(1,376,090)
The Bank of New York Mellon	1,712,905
Toronto–Dominion Bank	1,092,309
UBS	(2,437,217)
	(36,364,432)

Templeton Latin America Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
PLN	24,737,655	USD	6,561,749	15-Jul-19	66,158
BRL	2,062,900	EUR	470,445	25-Jul-19	(716)
EUR	16,056,386	BRL	70,086,600	25-Jul-19	107,660
EUR	6,263,897	MXN	136,134,200	25-Jul-19	80,913
EUR	8,182,640	USD	9,283,100	25-Jul-19	40,941
USD	558,000	EUR	489,383	25-Jul-19	352
					295,308

The above contracts were opened with the following counterparties:

Bank of America	116,512
Barclays	5,831
BNP Paribas	5,255
Citigroup	126,760
Deutsche Bank	5,275
Goldman Sachs	3,980
HSBC	5,974
JPMorgan	8,345
Morgan Stanley	8,045
The Bank of New York Mellon	2,390
Toronto–Dominion Bank	1,569
UBS	5,372
	295,308

Notes to the Financial Statements (continued)

At June 30, 2019

Note 6 — Open positions on financial future contracts

As at June 30, 2019, 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					
(30)	U.S. Treasury 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	(3,839,063)	(30,986)
Currency Future					
355	USD/BRL Future, Aug. 2019	CM Capital Markets CCTVM	BRL	17,767,755	(115,143)
Deposit Future					
200	BM&F, One-Day Interbank Deposits Future, Jan. 2021	CM Capital Markets CCTVM	BRL	4,773,297	(1,001)
(125)	BM&F, One-Day Interbank Deposits Future, Jan. 2023	CM Capital Markets CCTVM	BRL	(2,595,282)	(393,077)
(210)	BM&F, One-Day Interbank Deposits Future, Jan. 2025	CM Capital Markets CCTVM	BRL	(3,741,358)	(810,610)
					(1,204,688)
Index Future					
10	Bovespa Index Future, Aug. 2019	CM Capital Markets CCTVM	BRL	264,230	885
					(1,349,932)

Franklin Diversified Balanced Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
24	CME Ultra Long Term U.S. Treasury Bond Future, Sep. 2019	JPMorgan	USD	3,748,516	128,278
30	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	3,644,940	87,782
					216,060
Index Future					
(50)	Euro STOXX 50 Index Future, Sep. 2019	Goldman Sachs	EUR	(1,733,000)	(49,072)
(5)	Nikkei 225 Index Future, Sep. 2019	Goldman Sachs	JPY	(867,223)	(1,648)
(41)	S&P 500 E-mini Index Future, Sep. 2019	Goldman Sachs	USD	(5,309,065)	(89,163)
					(139,883)
					76,177

Franklin Diversified Conservative Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Index Future					
(43)	Euro STOXX 50 Index Future, Sep. 2019	Goldman Sachs	EUR	(1,490,380)	(42,202)
(4)	Nikkei 225 Index Future, Sep. 2019	Goldman Sachs	JPY	(693,778)	(1,319)
(34)	S&P 500 E-mini Index Future, Sep. 2019	Goldman Sachs	USD	(4,402,639)	(73,940)
					(117,461)

Franklin Diversified Dynamic Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
13	CME Ultra Long Term U.S. Treasury Bond Future, Sep. 2019	JPMorgan	USD	2,030,446	69,484
16	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	1,943,968	46,817
					116,301

Franklin Euro Government Bond Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(35)	Euro-OAT Future, Sep. 2019	JPMorgan	EUR	(5,770,450)	(89,983)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin European Total Return Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(177)	Euro-OAT Future, Sep. 2019	JPMorgan	EUR	(29,181,990)	(455,058)

Franklin Flexible Alpha Bond Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
(39)	30 day Federal Funds Future, Dec. 2019	JPMorgan	USD	(15,974,215)	(16,313)
307	Australia 3 Yr. Bond Future, Sep. 2019	JPMorgan	AUD	24,781,832	48,037
136	Australia 10 Yr. Bond Future, Sep. 2019	JPMorgan	AUD	13,713,588	128,844
130	Canada 10 Yr. Bond Future, Sep. 2019	JPMorgan	CAD	14,186,600	133,817
(78)	Euro-BOBL Future, Sep. 2019	JPMorgan	EUR	(11,921,373)	(31,100)
(9)	Euro-Bund Future, Sep. 2019	JPMorgan	EUR	(1,767,415)	(15,662)
(19)	U.S. Long Bond Treasury Future, Sep. 2019	JPMorgan	USD	(2,956,281)	(32,683)
(93)	U.S. Treasury 2 Yr. Note Future, Sep. 2019	JPMorgan	USD	(20,011,711)	(32,809)
(199)	U.S. Treasury 5 Yr. Note Future, Sep. 2019	JPMorgan	USD	(23,513,094)	(160,118)
(277)	U.S. Treasury 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	(35,447,344)	(436,612)
(76)	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	(10,497,500)	(106,438)
					(521,037)

Franklin Global Multi-Asset Income Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
22	CME Ultra Long Term U.S. Treasury Bond Future, Sep. 2019	JPMorgan	USD	3,436,139	117,588
29	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	3,523,442	84,856
					202,444
Index Future					
(73)	Euro STOXX 50 Index Future, Sep. 2019	Goldman Sachs	EUR	(2,530,180)	(71,646)
(7)	Nikkei 225 Index Future, Sep. 2019	Goldman Sachs	JPY	(1,214,112)	(2,308)
(56)	S&P 500 E-mini Index Future, Sep. 2019	Goldman Sachs	USD	(7,251,405)	(121,783)
					(195,737)
					6,707

Franklin K2 Alternative Strategies Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
41	CME Ultra Long Term U.S. Treasury Bond Future, Sep. 2019	JPMorgan	USD	7,280,063	161,957
359	Euro BTP Future, Sep. 2019	JPMorgan	EUR	54,823,816	2,293,608
(46)	Euro-BOBL Future, Sep. 2019	JPMorgan	EUR	(7,032,100)	(30,536)
(235)	Euro-Bund Future, Sep. 2019	JPMorgan	EUR	(46,159,318)	(504,362)
6	Euro-BUXL 30 Yr. Bond Future, Sep. 2019	JPMorgan	EUR	1,384,305	39,511
(655)	Euro-Schatz Future, Sep. 2019	JPMorgan	EUR	(83,629,921)	(153,258)
(4)	Japan 10 Yr. Bond Future, Sep. 2019	JPMorgan	JPY	(5,707,926)	(15,590)
(11)	Long Gilt Future, Sep. 2019	JPMorgan	GBP	(1,820,219)	(12,524)
(23)	U.S. Long Bond Treasury Future, Sep. 2019	JPMorgan	USD	(3,578,658)	(86,027)
(625)	U.S. Treasury 5 Yr. Note Future, Sep. 2019	JPMorgan	USD	(73,847,660)	(962,401)
3	U.S. Treasury 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	383,905	(90,803)
155	3-month EURIBOR Future, Dec. 2020	Morgan Stanley	EUR	44,271,919	52,802
594	90 day Eurodollar Future, Dec. 2020	Morgan Stanley	USD	146,190,842	48,840
447	90 day Sterling Future, Dec. 2020	Morgan Stanley	GBP	70,412,072	(31,731)
43	Australia 10 Yr. Bond Future, Sep. 2019	Morgan Stanley	AUD	4,336,534	29,325
242	Canada 10 Yr. Bond Future, Sep. 2019	Morgan Stanley	CAD	26,412,924	236,869
114	Euro-BOBL Future, Sep. 2019	Morgan Stanley	EUR	17,427,379	56,046

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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
130	Euro-Bund Future, Sep. 2019	Morgan Stanley	EUR	25,534,956	132,639
(64)	Euro-Schatz Future, Sep. 2019	Morgan Stanley	EUR	(8,171,473)	(1,753)
17	Japan 10 Yr. Bond Future, Sep. 2019	Morgan Stanley	JPY	24,258,677	39,282
159	Long Gilt Future, Sep. 2019	Morgan Stanley	GBP	26,310,418	145,897
10	mini-10 Yr. JGB Future, Sep. 2019	Morgan Stanley	JPY	1,427,448	2,815
186	U.S. Long Bond Treasury Future, Sep. 2019	Morgan Stanley	USD	28,940,443	1,047,740
45	U.S. Treasury 2 Yr. Note Future, Sep. 2019	Morgan Stanley	USD	9,683,087	62,065
245	U.S. Treasury 5 Yr. Note Future, Sep. 2019	Morgan Stanley	USD	28,948,279	415,857
227	U.S. Treasury 10 Yr. Note Future, Sep. 2019	Morgan Stanley	USD	29,048,910	644,529
22	Australia 10 Yr. Bond Future, Sep. 2019	UBS	AUD	2,218,691	9,770
(120)	Long Gilt Future, Sep. 2019	UBS	GBP	(19,856,938)	(177,576)
(39)	U.S. Treasury 10 Yr. Note Future, Sep. 2019	UBS	USD	(4,990,781)	(102,850)
					3,250,141
Currency Future					
(24)	GBP/USD Future, Sep. 2019	JPMorgan	USD	(1,912,350)	(5,550)
(271)	EUR/USD Future, Sep. 2019	Morgan Stanley	USD	(38,775,019)	(228,175)
(19)	NZD/USD Future, Sep. 2019	Morgan Stanley	USD	(1,278,130)	(26,545)
(30)	AUD/USD Future, Sep. 2019	UBS	USD	(2,110,800)	(33,664)
193	CAD/USD Future, Sep. 2019	UBS	USD	14,775,115	170,510
(205)	CHF/USD Future, Sep. 2019	UBS	USD	(26,450,125)	(468,530)
					(591,954)
Index Future					
229	CAC 40 Index Future, Jul. 2019	JPMorgan	EUR	14,407,704	188,549
10	DAX Index Future, Sep. 2019	JPMorgan	EUR	3,521,598	69,459
245	Euro STOXX 50 Index Future, Sep. 2019	JPMorgan	EUR	9,655,912	288,244
3,842	Euro STOXX Banks Equity Index Future, Sep. 2019	JPMorgan	EUR	19,200,604	597,150
83	JPX-Nikkei 400 Index Future, Sep.2019	JPMorgan	JPY	1,063,915	4,172
(1)	Nikkei 225 Index Future, Sep. 2019	JPMorgan	JPY	(98,409)	(665)
(254)	Russell 2000 mini Index Future, Sep. 2019	JPMorgan	USD	(19,902,170)	(490,647)
(347)	S&P 500 E-mini Index Future, Sep. 2019	JPMorgan	USD	(51,081,870)	(574,380)
(50)	STOXX Europe 600 Index Future, Sep. 2019	JPMorgan	EUR	(3,517,335)	18,965
(24)	Swiss Market Index Future, Sep. 2019	JPMorgan	CHF	(2,422,372)	13,416
40	Topix Index Future, Sep. 2019	JPMorgan	JPY	5,754,301	14,802
97	CAC 40 Index Future, Jul. 2019	Morgan Stanley	EUR	6,102,825	30,665
30	DAX Index Future, Sep. 2019	Morgan Stanley	EUR	10,564,799	81,826
5	DJIA mini E-cbot Index Future, Sep. 2019	Morgan Stanley	USD	664,825	(3,240)
(241)	Euro STOXX 50 Index Future, Sep. 2019	Morgan Stanley	EUR	(9,498,257)	(75,330)
42	FTSE 100 Index Future, Sep. 2019	Morgan Stanley	GBP	3,930,487	(39,343)
(7)	FTSE MIB Index Future, Sep. 2019	Morgan Stanley	EUR	(841,977)	(4,035)
15	Hang Seng Index Future, Jul. 2019	Morgan Stanley	HKD	2,736,764	31,203
245	MSCI Emerging Markets Index Future, Sep. 2019	Morgan Stanley	USD	12,904,150	510,083
87	Nasdaq 100 E-mini Index Future, Sep. 2019	Morgan Stanley	USD	13,387,125	277,294
(25)	Nikkei 225 Index Future, Sep. 2019	Morgan Stanley	JPY	(4,929,744)	(30,866)
(35)	Russell 2000 mini Index Future, Sep. 2019	Morgan Stanley	USD	(2,742,425)	(48,265)
(191)	S&P 500 E-mini Index Future, Sep. 2019	Morgan Stanley	USD	(28,117,110)	(355,544)
(229)	STOXX Europe 600 Index Future, Sep. 2019	Morgan Stanley	EUR	(1,884,265)	11,626
(184)	Topix Index Future, Sep. 2019	Morgan Stanley	JPY	(26,469,793)	(18,551)
60	DAX Index Future, Sep. 2019	UBS	EUR	21,129,592	326,458
290	FTSE 100 Index Future, Sep. 2019	UBS	GBP	27,138,958	131,617
(69)	FTSE/JSE Africa Top 40 Index Future, Sep. 2019	UBS	ZAR	(2,568,553)	22,626
69	Hang Seng Index Future, Jul. 2019	UBS	HKD	12,589,097	75,599
116	MSCI Singapore Index Future, Jul. 2019	UBS	SGD	3,242,084	28,077
(45)	MSCI Taiwan Index Future, Jul. 2019	UBS	USD	(1,739,250)	(5,397)
3	SPI 200 Index Future, Sep. 2019	UBS	AUD	345,356	4,735
					1,080,303
					3,738,490

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Global Macro Opportunities Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
1	3-month EURIBOR Future, Dec. 2021	JPMorgan	EUR	285,298	155
2	90 day Bank Bill Future, Dec. 2019	JPMorgan	AUD	1,400,612	806
3	90 day Bank Bill Future, Mar. 2020	JPMorgan	AUD	2,101,332	1,821
3	90 day Bank Bill Future, Jun. 2020	JPMorgan	AUD	2,101,434	2,456
2	90 day Bank Bill Future, Sep. 2020	JPMorgan	AUD	1,400,888	2,405
2	90 day Bank Bill Future, Dec. 2020	JPMorgan	AUD	1,400,784	1,236
2	90 day Bank Bill Future, Mar. 2021	JPMorgan	AUD	1,400,784	411
1	90 day Eurodollar Future, Jun. 2020	JPMorgan	USD	245,950	1,236
1	90 day Eurodollar Future, Sep. 2020	JPMorgan	USD	246,113	1,136
1	90 day Eurodollar Future, Dec. 2020	JPMorgan	USD	246,113	1,536
1	90 day Eurodollar Future, Mar. 2021	JPMorgan	USD	246,175	1,498
1	90 day Eurodollar Future, Jun. 2021	JPMorgan	USD	246,100	2,236
1	90 day Eurodollar Future, Sep. 2021	JPMorgan	USD	246,050	1,123
1	90 day Eurodollar Future, Dec. 2021	JPMorgan	USD	245,963	311
1	90 day Sterling Future, Dec. 2019	JPMorgan	GBP	157,450	142
5	90 day Sterling Future, Sep. 2020	JPMorgan	GBP	787,805	749
7	90 day Sterling Future, Dec. 2020	JPMorgan	GBP	1,102,711	(31)
5	90 day Sterling Future, Mar. 2021	JPMorgan	GBP	787,685	416
6	90 day Sterling Future, Jun. 2021	JPMorgan	GBP	945,078	1,105
4	90 day Sterling Future, Sep. 2021	JPMorgan	GBP	629,928	194
6	90 day Sterling Future, Dec. 2021	JPMorgan	GBP	944,604	(46)
2	Australia 10 Yr. Bond Future, Sep. 2019	JPMorgan	AUD	201,700	1,231
11	Australia 3 Yr. Bond Future, Sep. 2019	JPMorgan	AUD	888,074	1,553
6	Canada 10 Yr. Bond Future, Sep. 2019	JPMorgan	CAD	654,864	5,912
1	CME Ultra Long Term U.S. Treasury Bond Future, Sep. 2019	JPMorgan	USD	177,563	4,451
1	Euro BTP Future, Sep. 2019	JPMorgan	EUR	152,713	5,627
4	Euro-BOBL Future, Sep. 2019	JPMorgan	EUR	611,488	2,427
2	Euro-Bund Future, Sep. 2019	JPMorgan	EUR	392,846	4,113
3	Euro-OAT Future, Sep. 2019	JPMorgan	EUR	562,422	8,682
1	Euro-Schatz Future, Sep. 2019	JPMorgan	EUR	127,679	49
4	Long Gilt Future, Sep. 2019	JPMorgan	GBP	661,896	2,663
2	mini-10 Yr. JGB Future, Sep. 2019	JPMorgan	JPY	285,490	739
2	U.S. Long Bond Treasury Future, Sep. 2019	JPMorgan	USD	311,188	5,621
1	U.S. Treasury 2 Yr. Note Future, Sep. 2019	JPMorgan	USD	215,180	1,076
2	U.S. Treasury 5 Yr. Note Future, Sep. 2019	JPMorgan	USD	236,312	2,863
3	U.S. Treasury 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	383,907	4,135
(1)	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	(138,125)	(3,705)
27	90 day Eurodollar Future, Dec. 2020	Morgan Stanley	USD	6,645,040	6,369
14	Canada 10 Yr. Bond Future, Sep. 2019	Morgan Stanley	CAD	1,528,020	15,491
5	Euro-Bund Future, Sep. 2019	Morgan Stanley	EUR	982,115	4,851
8	Long Gilt Future, Sep. 2019	Morgan Stanley	GBP	1,323,795	9,796
9	U.S. Long Bond Treasury Future, Sep. 2019	Morgan Stanley	USD	1,400,344	58,557
12	U.S. Treasury 5 Yr. Note Future, Sep. 2019	Morgan Stanley	USD	1,417,877	13,764
11	U.S. Treasury 10 Yr. Note Future, Sep. 2019	Morgan Stanley	USD	1,407,658	9,982
					187,142
Currency Future					
(2)	AUD/USD Future, Sep. 2019	JPMorgan	USD	(140,720)	(2,894)
(2)	CAD/USD Future, Sep. 2019	JPMorgan	USD	(153,110)	(2,713)
(2)	EUR/USD Future, Sep. 2019	JPMorgan	USD	(286,162)	(1,547)
(19)	GBP/USD Future, Sep. 2019	JPMorgan	USD	(1,513,943)	(1,405)
2	JPY/USD Future, Sep. 2019	JPMorgan	USD	233,275	797
6	MXN/USD Future, Sep. 2019	JPMorgan	USD	154,380	(50)
(5)	NZD/USD Future, Sep. 2019	JPMorgan	USD	(336,350)	(7,164)
(16)	AUD/USD Future, Sep. 2019	Morgan Stanley	USD	(1,125,760)	(12,933)
(2)	CAD/USD Future, Sep. 2019	Morgan Stanley	USD	(153,110)	(2,294)
(44)	EUR/USD Future, Sep. 2019	Morgan Stanley	USD	(6,295,575)	(23,032)
(4)	MXN/USD Future, Sep. 2019	Morgan Stanley	USD	(102,920)	(47)
(3)	ZAR/USD Future, Sep. 2019	Morgan Stanley	USD	(105,413)	(4,394)
					(57,676)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Global Macro Opportunities Fund (continued)

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Index Future					
1	Amsterdam Index Future, Jul.2019	JPMorgan	EUR	127,567	3,075
2	CAC 40 Index Future, Jul. 2019	JPMorgan	EUR	125,832	2,660
1	DJIA mini E-cbot Index Future, Sep. 2019	JPMorgan	USD	132,965	2,308
4	Euro STOXX 50 Index Future, Sep. 2019	JPMorgan	EUR	157,648	3,066
1	FTSE 100 Index Future, Sep. 2019	JPMorgan	GBP	93,583	983
1	FTSE MIB Index Future, Sep. 2019	JPMorgan	EUR	120,282	572
1	FTSE/JSE Africa Top 40 Index Future, Sep. 2019	JPMorgan	ZAR	37,225	(144)
1	MSCI EAFE Index Future, Sep. 2019	JPMorgan	USD	96,165	408
3	MSCI Emerging Markets Index Future, Sep. 2019	JPMorgan	USD	158,010	3,654
1	Nasdaq 100 E-mini Index Future, Sep. 2019	JPMorgan	USD	153,875	433
9	OMXS 30 Index Future, Jul. 2019	JPMorgan	SEK	157,078	1,841
0	S&P 500 E-mini Index Future, Sep. 2019	JPMorgan	USD	0	481
1	S&P/TSX 60 IX Index Future, Sep. 2019	JPMorgan	CAD	149,318	628
2	SPI 200 Index Future, Sep. 2019	JPMorgan	AUD	230,237	2,279
5	CAC 40 Index Future, Jul. 2019	Morgan Stanley	EUR	314,580	1,223
1	DAX Index Future, Sep. 2019	Morgan Stanley	EUR	352,160	2,642
1	DJIA mini E-cbot Index Future, Sep. 2019	Morgan Stanley	USD	132,965	(242)
15	Euro STOXX 50 Index Future, Sep. 2019	Morgan Stanley	EUR	591,178	4,681
10	FTSE 100 Index Future, Sep. 2019	Morgan Stanley	GBP	935,826	(2,137)
2	Hang Seng Index Future, Jul. 2019	Morgan Stanley	HKD	364,902	1,485
1	Nasdaq 100 E-mini Index Future, Sep. 2019	Morgan Stanley	USD	153,875	(1,482)
2	Nikkei 225 Index Future, Sep. 2019	Morgan Stanley	JPY	394,380	2,499
(1)	Russell 2000 mini Index Future, Sep. 2019	Morgan Stanley	USD	(78,355)	(2,037)
5	Topix Index Future, Sep. 2019	Morgan Stanley	JPY	719,289	(685)
					28,191
					157,657

Franklin K2 Long Short Credit Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
1	U.S. Long Bond Treasury Future, Sep. 2019	JPMorgan	USD	155,594	4,497
Index Future					
(1)	S&P 500 E-mini Index Future, Sep. 2019	JPMorgan	USD	(147,210)	(2,477)
					2,020

Franklin Strategic Income Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
81	U.S. Treasury 5 Yr. Note Future, Sep. 2019	JPMorgan	USD	9,570,656	20,082
68	U.S. Treasury 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	8,701,875	166,719
142	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	19,613,750	133,625
					320,426

Franklin U.S. Low Duration Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
158	Australia 3 Yr. Bond Future, Sep. 2019	JPMorgan	AUD	12,754,167	4,192
43	Australia 10 Yr. Bond Future, Sep. 2019	JPMorgan	AUD	4,335,914	3,439
32	Canada 10 Yr. Bond Future, Sep. 2019	JPMorgan	CAD	3,492,086	32,940
(50)	Euro-BOBL Future, Sep. 2019	JPMorgan	EUR	(7,641,906)	(19,936)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin U.S. Low Duration Fund (continued)

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
(34)	Euro-Bund Future, Sep. 2019	JPMorgan	EUR	(6,676,902)	(59,167)
(11)	U.S. Long Bond Treasury Future, Sep. 2019	JPMorgan	USD	(1,711,531)	(18,922)
884	U.S. Treasury 2 Yr. Note Future, Sep. 2019	JPMorgan	USD	190,218,844	1,117,734
(81)	U.S. Treasury 5 Yr. Note Future, Sep. 2019	JPMorgan	USD	(9,570,656)	(65,174)
(57)	U.S. Treasury 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	(7,294,219)	(59,750)
(22)	U.S. Treasury Ultra 10 Yr. Note Future, Sep. 2019	JPMorgan	USD	(3,038,750)	(30,811)
					904,545

Note 7 — Open positions on interest rate swap contracts

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
6,040,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7125%	Citigroup	29-Mar-23	USD	(212,795)
18,500,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.806%	Citigroup	17-Apr-23	USD	(727,541)
					(940,336)

Franklin Global Fundamental Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,010,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.34675%	Citigroup	25-Feb-41	USD	(387,039)
9,042,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(1,519,792)
9,042,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(1,564,250)
9,042,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(1,597,944)
600,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.523%	Deutsche Bank	28-Mar-21	USD	(17,450)
430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.775%	Deutsche Bank	04-Oct-23	USD	(18,276)
430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.795%	Deutsche Bank	04-Oct-23	USD	(18,629)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(59,739)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(60,495)
430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC	07-Oct-23	USD	(18,142)
210,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC	07-Oct-43	USD	(60,029)
330,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.5575%	JPMorgan	04-Mar-21	USD	(9,240)
5,610,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	JPMorgan	07-Jul-24	USD	(261,932)
9,452,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	JPMorgan	22-Jan-25	USD	(64,790)
29,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	JPMorgan	23-Jan-25	USD	(289,098)
17,440,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	JPMorgan	27-Jan-25	USD	(173,321)
4,360,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(35,068)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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
3,690,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(30,396)
5,820,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	JPMorgan	03-Feb-25	USD	(8,685)
830,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.215%	JPMorgan	11-Jan-41	USD	(297,653)
1,010,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3494%	JPMorgan	25-Feb-41	USD	(387,515)
760,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3201%	JPMorgan	28-Feb-41	USD	(287,699)
250,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.299%	JPMorgan	01-Mar-41	USD	(93,748)
30,700,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.3782%	JPMorgan	18-Nov-46	USD	(1,077,378)
10,100,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7935%	JPMorgan	13-Mar-47	USD	(1,256,843)
3,300,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.537%	JPMorgan	13-Apr-47	USD	(230,216)
1,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(81,239)
3,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.2455%	JPMorgan	21-Nov-48	USD	(840,092)
					(10,746,698)

Franklin K2 Alternative Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,258,000	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 1.41%	JPMorgan	04-Aug-67	GBP	(116,698)
2,256,984	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 1.47%	JPMorgan	18-Sep-69	GBP	(280,634)
					(397,332)

Franklin K2 Global Macro Opportunities Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
27,440,000	Receiving fixed rate 1.925% Paying floating rate 6-month SGD SOR	JPMorgan	20-Feb-20	SGD	21,730
80,000,000	Receiving fixed rate 2.05% Paying floating rate 3-month HKD HIBOR	JPMorgan	14-Aug-20	HKD	17,363
5,134,608	Receiving floating rate 6-month SGD SOR Paying fixed rate 1.9375%	JPMorgan	20-Feb-21	SGD	(11,502)
57,500,000	Receiving fixed rate 1.73% Paying floating rate 6-month THBFIX	JPMorgan	21-Aug-21	THB	8,212
10,100,000,000	Receiving fixed rate 1.623% Paying floating rate 3-month CD KSDA	JPMorgan	19-Nov-21	KRW	36,996
1,520,000	Receiving fixed rate 2.1% Paying floating rate 3-month ZNZD BBR	JPMorgan	20-Feb-24	NZD	36,471
17,500,000	Receiving floating rate 3-month HKD HIBOR Paying fixed rate 2.27%	JPMorgan	14-May-24	HKD	(61,867)
23,000,000	Receiving floating rate 6-month THBFIX Paying fixed rate 1.855%	JPMorgan	21-Aug-24	THB	(8,092)
4,100,000,000	Receiving floating rate 3-month CD KSDA Paying fixed rate 1.619%	JPMorgan	19-Nov-24	KRW	(39,389)
59,000	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 1.41%	JPMorgan	04-Aug-67	GBP	(5,473)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Global Macro Opportunities Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
63,672	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 1.47%	JPMorgan	18-Sep-69	GBP	(7,917)
					(13,468)

Franklin K2 Long Short Credit Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
2,024,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.75%	JPMorgan	21-Mar-20	USD	(16,619)
1,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.25%	JPMorgan	19-Sep-20	USD	(21,045)
1,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.75%	JPMorgan	18-Sep-21	USD	796
1,012,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2%	JPMorgan	21-Mar-23	USD	(25,577)
1,023,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.25%	JPMorgan	21-Mar-28	USD	(45,509)
227,000	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 1.41%	JPMorgan	04-Aug-67	GBP	(21,058)
70,899	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 1.47%	JPMorgan	18-Sep-69	GBP	(8,816)
					(137,828)

Templeton Asian Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
7,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(1,284,165)
7,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(1,321,730)
7,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(1,350,200)
23,500,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC	07-Oct-23	USD	(991,483)
11,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC	07-Oct-43	USD	(3,267,315)
25,800,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.61313%	JPMorgan	26-Jan-47	USD	(2,206,185)
44,400,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.6782%	JPMorgan	27-Jan-47	USD	(4,413,554)
4,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(324,056)
					(15,158,688)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(38,805)
230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(39,936)
230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(40,793)
340,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.018%	JPMorgan	22-Aug-23	USD	(17,322)
960,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	JPMorgan	22-Jan-25	USD	(6,580)
1,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	JPMorgan	23-Jan-25	USD	(11,744)
700,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	JPMorgan	27-Jan-25	USD	(6,957)
180,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(1,448)
150,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(1,236)
230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	JPMorgan	03-Feb-25	USD	(343)
200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.848%	JPMorgan	22-Aug-43	USD	(63,622)
					(228,786)

Templeton Emerging Markets Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
62,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.44%	Citigroup	21-Apr-21	USD	(1,787,194)
73,706,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(12,387,880)
73,706,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(12,750,286)
73,706,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(13,024,944)
10,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.775%	Deutsche Bank	04-Oct-23	USD	(444,567)
10,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.795%	Deutsche Bank	04-Oct-23	USD	(453,167)
5,090,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(1,447,949)
5,090,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(1,466,281)
10,460,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.765%	HSBC	07-Oct-23	USD	(441,315)
5,090,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC	07-Oct-43	USD	(1,454,999)
217,280,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	JPMorgan	22-Jan-25	USD	(1,489,378)
271,610,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	JPMorgan	23-Jan-25	USD	(2,658,155)
160,300,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	JPMorgan	27-Jan-25	USD	(1,593,082)
40,070,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(322,288)
33,930,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(279,494)
111,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.43%	JPMorgan	25-Nov-46	USD	(5,116,338)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
114,600,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7935%	JPMorgan	13-Mar-47	USD	(14,257,712)
					(71,375,029)

Templeton Global Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
34,400,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3675%	Citigroup	20-Dec-40	USD	(13,237,863)
186,490,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.34675%	Citigroup	25-Feb-41	USD	(71,464,286)
187,632,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(31,534,825)
187,632,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(32,457,395)
187,632,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(33,156,587)
94,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.5575%	JPMorgan	04-Mar-21	USD	(2,643,902)
290,840,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	JPMorgan	22-Jan-25	USD	(1,993,606)
536,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	JPMorgan	27-Jan-25	USD	(5,331,111)
134,110,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(1,078,663)
113,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(935,270)
178,930,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	JPMorgan	03-Feb-25	USD	(267,005)
263,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.9625%	JPMorgan	23-Nov-40	USD	(82,151,101)
31,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.153%	JPMorgan	10-Dec-40	USD	(10,810,680)
194,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.215%	JPMorgan	11-Jan-41	USD	(69,765,668)
186,490,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3494%	JPMorgan	25-Feb-41	USD	(71,552,112)
139,860,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3201%	JPMorgan	28-Feb-41	USD	(52,944,252)
46,620,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.299%	JPMorgan	01-Mar-41	USD	(17,482,065)
227,900,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.61313%	JPMorgan	26-Jan-47	USD	(19,485,613)
392,400,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.6782%	JPMorgan	27-Jan-47	USD	(39,003,926)
46,600,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.537%	JPMorgan	13-Apr-47	USD	(3,246,995)
					(560,542,925)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond (Euro) Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) EUR
3,504,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(518,129)
3,504,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(533,284)
3,504,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(544,771)
25,539,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9965%	HSBC	28-Apr-25	USD	(248,116)
13,890,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.3865%	HSBC	28-Apr-45	USD	(441,130)
10,700,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.3782%	JPMorgan	18-Nov-46	USD	(330,490)
7,300,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7935%	JPMorgan	13-Mar-47	USD	(799,154)
14,300,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(1,018,358)
					(4,433,432)

Templeton Global High Yield Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,330,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.44%	Citigroup	21-Apr-21	USD	(38,056)
1,860,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(14,960)
1,580,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(13,015)
2,490,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	JPMorgan	03-Feb-25	USD	(3,716)
4,670,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.9975%	JPMorgan	25-Apr-28	USD	(414,584)
476,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	JPMorgan	20-Feb-48	USD	(80,299)
476,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	JPMorgan	22-Feb-48	USD	(82,639)
476,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	JPMorgan	23-Feb-48	USD	(84,413)
2,060,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.024%	JPMorgan	25-Apr-48	USD	(368,522)
					(1,100,204)

Templeton Global Income Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,924,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(323,507)
1,924,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(332,967)
1,924,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(340,136)
1,430,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.018%	JPMorgan	22-Aug-23	USD	(72,856)
22,820,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.7305%	JPMorgan	07-Jul-24	USD	(1,065,471)
20,030,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	JPMorgan	22-Jan-25	USD	(137,299)
25,040,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	JPMorgan	23-Jan-25	USD	(245,058)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
14,780,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	JPMorgan	27-Jan-25	USD	(146,886)
3,700,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(29,760)
3,130,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(25,783)
4,930,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	JPMorgan	03-Feb-25	USD	(7,357)
820,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.848%	JPMorgan	22-Aug-43	USD	(260,849)
11,100,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.537%	JPMorgan	13-Apr-47	USD	(773,654)
3,400,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(275,492)
					(4,037,075)

Templeton Global Total Return Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
45,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.34675%	Citigroup	25-Feb-41	USD	(17,489,571)
217,542,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(36,561,642)
217,542,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(37,631,276)
217,542,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(38,441,925)
88,240,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.523%	Deutsche Bank	28-Mar-21	USD	(2,566,332)
234,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.668%	Deutsche Bank	04-Oct-43	USD	(66,719,455)
234,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.68655%	Deutsche Bank	04-Oct-43	USD	(67,564,158)
234,540,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.675%	HSBC	07-Oct-43	USD	(67,044,284)
83,070,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 3.0755%	JPMorgan	14-Jun-21	USD	(2,015,174)
202,130,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.91422%	JPMorgan	22-Jan-25	USD	(1,385,530)
252,660,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.96953%	JPMorgan	23-Jan-25	USD	(2,472,697)
149,110,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.973%	JPMorgan	27-Jan-25	USD	(1,481,875)
37,280,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9367%	JPMorgan	29-Jan-25	USD	(299,847)
31,560,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.94152%	JPMorgan	30-Jan-25	USD	(259,971)
49,740,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.81667%	JPMorgan	03-Feb-25	USD	(74,224)
161,368,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.0362%	JPMorgan	23-Mar-25	USD	(2,186,619)
541,800,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.9777%	JPMorgan	27-Mar-25	USD	(5,649,473)
541,800,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 1.985%	JPMorgan	27-Mar-25	USD	(5,866,047)
45,640,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3494%	JPMorgan	25-Feb-41	USD	(17,511,064)
34,230,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.3201%	JPMorgan	28-Feb-41	USD	(12,957,827)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
11,410,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 4.299%	JPMorgan	01-Mar-41	USD	(4,278,644)
330,000,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.61313%	JPMorgan	26-Jan-47	USD	(28,215,102)
568,200,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.6782%	JPMorgan	27-Jan-47	USD	(56,478,028)
51,300,000	Receiving floating rate 3-month USD BBA LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(4,152,469)
					(479,303,234)

Note 8 — Open positions on inflation swap contracts

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
7,000,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 2.103%	Citigroup	11-Dec-25	USD	(124,985)
3,000,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 2.356%	Citigroup	12-Oct-26	USD	(128,067)
4,000,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 1.782%	JPMorgan	27-May-24	USD	59,714
					(193,338)

Franklin U.S. Low Duration Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
8,700,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 1.96%	JPMorgan	31-Aug-24	USD	(17,762)

Note 9 — Open positions on cross currency swap contracts

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD BBA LIBOR +0.36%	2,530,000			USD	
Paying floating rate 3-month EURIBOR	2,300,000	Citigroup	18-Oct-19	EUR	(81,265)
Receiving floating rate 3-month USD BBA LIBOR +1.6%	2,625,000			USD	
Paying fixed rate 1.25%	2,100,000	Citigroup	28-Jan-21	EUR	232,403
Receiving floating rate 3-month USD BBA LIBOR +1.85%	864,500			USD	
Paying fixed rate 1.5%	700,000	Citigroup	04-May-21	EUR	66,472
Receiving floating rate 3-month USD BBA LIBOR +1.894%	2,214,000			USD	
Paying fixed rate 1.5%	1,800,000	Citigroup	04-May-21	EUR	163,380
Receiving floating rate 3-month USD BBA LIBOR +2.87%	813,400			USD	
Paying fixed rate 2.5%	700,000	Citigroup	04-May-21	EUR	13,811
Receiving fixed rate 3.045%	1,008,000			USD	
Paying fixed rate 1.125%	900,000	Citigroup	15-Dec-21	EUR	(29,053)
Receiving floating rate 3-month USD BBA LIBOR +1.53%	532,500			USD	
Paying fixed rate 1.00%	500,000	Citigroup	03-Mar-22	EUR	(37,206)
Receiving floating rate 3-month USD BBA LIBOR +1.12%	2,230,000			USD	
Paying fixed rate 0.75%	2,000,000	HSBC	01-Jun-22	EUR	(63,184)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 9 — Open positions on cross currency swap contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD BBA LIBOR +0.5975%	4,130,000			USD	
Paying fixed rate 0.1%	3,500,000	JPMorgan	27-Jan-21	EUR	148,371
					413,729

Franklin Strategic Income Fund

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD BBA LIBOR +2.87%	697,200			USD	
Paying fixed rate 2.5%	600,000	Citigroup	04-May-21	EUR	11,838

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 +2.87%	581,000			USD	
Paying fixed rate 2.5%	500,000	Citigroup	04-May-21	EUR	9,865

Note 10 — Open positions on total return swap contracts

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
USD	7,606,542	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(47,064)

Franklin Diversified Conservative Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
JPY	225,505,000	Performance of JPMorgan Bespoke Japan Call Overwriting Strategy Index	0.09% per annum of the Notional Amount	JPMorgan	24-Apr-20	4,135
USD	7,819,033	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(48,379)
						(44,244)

Franklin Diversified Dynamic Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
USD	3,641,777	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(22,533)

Franklin Flexible Alpha Bond Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	8,950,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Citigroup	20-Sep-19	147,575
USD	3,000,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Credit Suisse	20-Mar-20	15,513

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	4,800,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Goldman Sachs	20-Mar-20	44,253
USD	11,750,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	JPMorgan	20-Sep-19	456,513
USD	11,900,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	JPMorgan	20-Dec-19	876
USD	3,000,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Morgan Stanley	20-Dec-19	25,202
						689,932

Franklin Global Multi-Asset Income Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
JPY	1,003,815,966	Performance of JPMorgan Bespoke Japan Call Overwriting Strategy Index	0.09% per annum of the Notional Amount	JPMorgan	24-Apr-20	18,407
USD	7,133,176	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(44,135)
						(25,728)

Franklin K2 Alternative Strategies Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
IDR	41,003,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	15-Apr-20	(68,678)
IDR	5,854,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	22-Jun-20	9,330
CAD	477,159	1-month CAD LIBOR -0.30%	Performance of Element Fleet Management Corp.	Deutsche Bank	04-Jul-19	(26,399)
CAD	1,785,420	1-month CAD LIBOR -10.00%	Performance of Canopy Growth Corp.	Deutsche Bank	04-Jul-19	(858)
EGP	26,500,000	Performance of Egypt Treasury Bill, 0.00%, 08/13/19	0.00%	Deutsche Bank	13-Aug-19	163,324
USD	12,858,784	Performance of Anadarko Petroleum Corp.	US Overnight Bank Funding Rate +0.40%	Deutsche Bank	17-Oct-19	65,782
USD	2,152,174	Performance of Caesars Entertainment Corp.	US Overnight Bank Funding Rate +0.40%	Deutsche Bank	17-Oct-19	29,881
USD	797,666	US Overnight Bank Funding Rate -0.35%	Performance of AbbVie Inc.	Deutsche Bank	17-Oct-19	(63,178)
USD	5,480,275	US Overnight Bank Funding Rate -0.35%	Performance of Bristol-Myers Squibb Co.	Deutsche Bank	17-Oct-19	345,614
USD	4,761,552	US Overnight Bank Funding Rate -0.35%	Performance of Centene Corp.	Deutsche Bank	17-Oct-19	235,490
USD	2,292,904	US Overnight Bank Funding Rate -0.35%	Performance of Eldorado Resorts Inc.	Deutsche Bank	17-Oct-19	(49,736)
USD	11,065,981	US Overnight Bank Funding Rate -0.35%	Performance of Fidelity National Information Services Inc.	Deutsche Bank	17-Oct-19	(103,732)
USD	16,974,448	US Overnight Bank Funding Rate -0.35%	Performance of Fiserv Inc.	Deutsche Bank	17-Oct-19	(407,789)
USD	2,286,656	US Overnight Bank Funding Rate -0.35%	Performance of Global Payments Inc.	Deutsche Bank	17-Oct-19	(4,427)
USD	20,460,273	US Overnight Bank Funding Rate -0.35%	Performance of Harris Corp.	Deutsche Bank	17-Oct-19	318,052

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	2,688,421	US Overnight Bank Funding Rate -0.35%	Performance of Occidental Petroleum Corp.	Deutsche Bank	17-Oct-19	(66,836)
USD	2,459,359	US Overnight Bank Funding Rate -0.35%	Performance of Raytheon Co.	Deutsche Bank	17-Oct-19	87,593
USD	5,189,773	US Overnight Bank Funding Rate -0.35%	Performance of Salesforce.com Inc.	Deutsche Bank	17-Oct-19	126,586
USD	3,068,847	Performance of Inmarsat PLC	1-month USD LIBOR +0.45%	Deutsche Bank	21-Oct-19	133
USD	1,319,152	Performance of Air Transport Services Group Inc., cvt., senior note, 1.125%, 10/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	56,917
USD	66,126	Performance of Alder Biopharmaceuticals Inc., cvt., senior note, 2.50%, 02/01/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(77)
USD	514,801	Performance of Altair Engineering Inc., cvt., senior note, 0.25%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	33,363
USD	1,189,241	Performance of Aphria Inc., cvt., senior bond, 144A, 5.25%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(63,954)
USD	1,274,862	Performance of Atlas Air Worldwide Holdings Inc., cvt., senior note, 1.875%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(9,620)
USD	565,875	Performance of Aurora Cannabis Inc., cvt., senior note, 144A, 5.50%, 02/28/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(48,486)
USD	1,132,284	Performance of Benefitfocus Inc., cvt., senior note, 144A, 1.25%, 12/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(241,086)
USD	48,213	Performance of Boingo Wireless Inc., cvt., senior note, 144A, 1.00%, 10/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(1,431)
USD	1,498,698	Performance of Carbonite Inc., cvt, senior note, 2.50%, 04/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(117,654)
USD	2,030,971	Performance of Cemex SAB de CV, cvt., 3.72%, 03/15/20	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(45,831)
USD	2,341,232	Performance of Chegg Inc., cvt., senior note, 0.25%, 05/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	380,934
USD	1,311,536	Performance of Cleveland-Cliffs Inc., cvt., senior note, 1.50%, 01/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	102,074
USD	529,886	Performance of Coupa Software Inc., cvt., senior note, 144A, 0.125%, 06/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	13,436
USD	825,428	Performance of Cowen Inc., cvt., senior note, 3.00%, 12/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	30,788
USD	549,450	Performance of CSG Systems International Inc., cvt., senior note, 4.25%, 03/15/36	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	22,507
USD	887,434	Performance of Encore Capital Group Inc., cvt., senior note, 3.25%, 03/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(26,857)
USD	777,647	Performance of Enphase Energy Inc., cvt, 144A, 1.00%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(7,158)
USD	891,658	Performance of Evolent Health Inc., cvt., senior bond, 144A, 1.50%, 10/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(220,501)
USD	785,807	Performance of Evolent Health Inc., cvt., senior note, 2.00%, 12/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(255,560)
USD	857,730	Performance of EZCORP Inc., cvt., senior note, 2.375%, 05/01/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	36,242

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	1,076	Performance of First Majestic Silver Corp., cvt., senior note, 1.875%, 03/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	60
USD	2,946,236	Performance of FTI Consulting Inc., cvt., senior note, 144A, 2.00%, 08/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	122,126
USD	421,553	Performance of Green Plains Inc., cvt., senior note, 4.125%, 09/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(38,698)
USD	1,142,832	Performance of Herbalife Nutrition Ltd., cvt., senior note, 2.625%, 03/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(113,210)
USD	774,919	Performance of Hope Bancorp Inc., cvt., senior bond, 2.00%, 05/15/38	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	5,933
USD	269,661	Performance of IAC Financeco 3 Inc., cvt., senior bond, 144A, 2.00%, 01/15/30	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(5,064)
USD	2,200,696	Performance of IH Merger Sub LLC, cvt., senior note, 3.50%, 01/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	243,139
USD	147,285	Performance of IIP Operating Partnership LP, senior note, cvt., 144A, 3.75%, 02/21/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	46,421
USD	1,631,150	Performance of II-VI Inc., cvt., senior note, 0.25%, 09/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(28,569)
USD	1,216,885	Performance of Innoviva Inc., cvt., sub. note, 2.125%, 01/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	52,056
USD	1,741,811	Performance of Inphi Corp., cvt., senior note, 0.75%, 09/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	193,706
USD	2,097,351	Performance of Intercept Pharmaceuticals Inc., cvt., senior note, 3.25%, 07/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(105,217)
USD	1,438,957	Performance of Ionis Pharmaceuticals Inc., cvt., senior note, 1.00%, 11/15/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(218,782)
USD	1,558,289	Performance of Jazz Investments I Ltd., cvt., senior note, 1.50%, 08/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	39,363
USD	842,119	Performance of Kaman Corp., cvt., senior note, 3.25%, 05/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	34,449
USD	204,390	Performance of Karyopharm Therapeutics Inc., cvt., senior note, 3.00%, 10/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(11,206)
USD	239,487	Performance of KBR Inc., cvt., senior note, 144A, 2.50%, 11/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	30,790
USD	1,858,428	Performance of Knowles Corp., cvt., senior note, 3.25%, 11/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	88,225
USD	470,063	Performance of Liberty Interactive LLC, cvt., senior bond, 4.00%, 11/15/29	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	54,441
USD	1,142,523	Performance of Liberty Media Corp., cvt., senior bond, 144A, 2.25%, 12/01/48	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	59,904
USD	1,841,037	Performance of Ligand Pharmaceuticals Inc., cvt., senior note, 0.75%, 05/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	14,881
USD	2,291,970	Performance of Marriott Vacations Worldwide Corp., cvt., senior note, 1.50%, 09/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	36,137
USD	789,121	Performance of Microchip Technology Inc., cvt., 1.625%, 02/15/27	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	80,183

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	2,364,986	Performance of Neurocrine Biosciences Inc., cvt., senior note, 2.25%, 05/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(163,064)
USD	2,889,908	Performance of NRG Energy Inc., cvt., senior bond, 2.75%, 06/01/48	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(19,224)
USD	715,524	Performance of Nuance Communications Inc., cvt., senior bond, 1.00%, 12/15/35	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(2,507)
USD	930,167	Performance of NXP Semiconductors NV, cvt., senior note, 1.00%, 12/01/19	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(27,159)
USD	4,356,236	Performance of Okta Inc., cvt., senior note, 0.25%, 02/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	1,835,369
USD	1,148,884	Performance of OSI Systems Inc., senior note, cvt., 1.25%, 09/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	169,598
USD	1,568,893	Performance of Pacira BioSciences Inc., cvt., senior note, 2.375%, 04/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	19,050
USD	1,444,703	Performance of Palo Alto Networks Inc., cvt., senior note, 144A, 0.75%, 07/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(31,965)
USD	125,031	Performance of PAR Technology Corp., cvt., senior note, 144A, 4.50%, 04/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	18,305
USD	1,938,406	Performance of PDL BioPharma Inc., cvt., senior note, 4.00%, 12/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(89,106)
USD	780,270	Performance of Perficient Inc., cvt., senior note, 144A, 2.375%, 09/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	94,484
USD	1,116,744	Performance of Pluralsight Inc., cvt., senior note, 144A, 0.375%, 03/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	8,237
USD	99,758	Performance of PRA Group Inc., cvt., senior note, 3.00%, 08/01/20	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	3,488
USD	845,866	Performance of PRA Group Inc., cvt., senior note, 3.50%, 06/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(54,601)
USD	2,658,567	Performance of PROS Holdings Inc., cvt., senior note, 2.00%, 06/01/47	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	673,294
USD	109,175	Performance of Q2 Holdings Inc., cvt., senior note, 144A, 0.75%, 06/01/26	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	3,656
USD	1,287,493	Performance of Rapid7 Inc., cvt., senior note, 144A, 1.25%, 08/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	150,840
USD	938	Performance of Redfin Corp., cvt., senior note, 1.75%, 07/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	13
USD	888,933	Performance of Redwood Trust Inc., cvt., senior note, 4.75%, 08/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	32,533
USD	1,024,350	Performance of Retrophin Inc., cvt., senior note, 2.50%, 09/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(30,682)
USD	225,432	Performance of RWT Holdings Inc., cvt., senior note, 5.625%, 11/15/19	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	8,006
USD	1,371,300	Performance of Sea Ltd., cvt., senior note, 2.25%, 07/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	109,093
USD	1,714,279	Performance of Ship Finance International Ltd., cvt., senior note, 3.75%, 10/15/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	57,990
USD	1,188,467	Performance of Silicon Laboratories Inc., cvt., senior note, 1.375%, 03/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	157,797
USD	678,135	Performance of Synaptics Inc., cvt., senior note, 0.50%, 06/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(17,955)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	1,006,249	Performance of Tabula Rasa HealthCare Inc., cvt., senior sub. note, 144A, 1.75%, 02/15/26	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(73,592)
USD	2,071,805	Performance of Team Inc., cvt., senior note, 5.00%, 08/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(177,860)
USD	317,063	Performance of Teekay Corp., cvt., senior note, 5.00%, 01/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(12,924)
USD	-	Performance of TerraVia Holdings Inc.	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(462,149)
USD	49,927	Performance of Twitter Inc., cvt., senior note, 0.25%, 06/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(398)
USD	47,092	Performance of Vishay Intertechnology Inc., cvt., senior note, 144A, 2.25%, 06/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	679
USD	596,335	Performance of Wayfair Inc., cvt., senior note, 0.375%, 09/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	(58,936)
USD	2,045,384	Performance of Zillow Group Inc., cvt., senior note, 2.00%, 12/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	01-Nov-19	152,442
USD	610,537	US Overnight Bank Funding Rate -0.35%	Performance of Air Transport Services Group Inc.	Deutsche Bank	01-Nov-19	(43,861)
USD	287,011	US Overnight Bank Funding Rate -0.35%	Performance of Alder Biopharmaceuticals Inc.	Deutsche Bank	01-Nov-19	24,328
USD	469,189	US Overnight Bank Funding Rate -0.35%	Performance of Allscripts Healthcare Solutions Inc.	Deutsche Bank	01-Nov-19	(40,947)
USD	951,548	US Overnight Bank Funding Rate -0.35%	Performance of Altair Engineering Inc.	Deutsche Bank	01-Nov-19	(111,130)
USD	567,821	US Overnight Bank Funding Rate -0.35%	Performance of Atlas Air Worldwide Holdings Inc.	Deutsche Bank	01-Nov-19	(18,180)
USD	470,265	US Overnight Bank Funding Rate -0.35%	Performance of Benefitfocus Inc.	Deutsche Bank	01-Nov-19	137,657
USD	203,331	US Overnight Bank Funding Rate -0.35%	Performance of Boingo Wireless Inc.	Deutsche Bank	01-Nov-19	37,929
USD	815,260	US Overnight Bank Funding Rate -0.35%	Performance of Carbonite Inc.	Deutsche Bank	01-Nov-19	(40,477)
USD	1,854,172	US Overnight Bank Funding Rate -0.35%	Performance of Chegg Inc.	Deutsche Bank	01-Nov-19	(56,016)
USD	1,461,523	US Overnight Bank Funding Rate -0.35%	Performance of Cleveland-Cliffs Inc.	Deutsche Bank	01-Nov-19	(88,497)
USD	318,064	US Overnight Bank Funding Rate -0.35%	Performance of CONMED Corp.	Deutsche Bank	01-Nov-19	(17,789)
USD	335,896	US Overnight Bank Funding Rate -0.35%	Performance of Coupa Software Inc.	Deutsche Bank	01-Nov-19	(11,030)
USD	519,307	US Overnight Bank Funding Rate -0.35%	Performance of CSG Systems International Inc.	Deutsche Bank	01-Nov-19	(48,782)
USD	1,078,251	US Overnight Bank Funding Rate -0.35%	Performance of Encore Capital Group Inc.	Deutsche Bank	01-Nov-19	(91,494)
USD	620,713	US Overnight Bank Funding Rate -0.35%	Performance of Enphase Energy Inc.	Deutsche Bank	01-Nov-19	(14,042)
USD	193,328	US Overnight Bank Funding Rate -0.35%	Performance of Evolent Health Inc., A	Deutsche Bank	01-Nov-19	124,346
USD	741,103	US Overnight Bank Funding Rate -0.35%	Performance of EZCORP Inc., A	Deutsche Bank	01-Nov-19	11,746
USD	756,404	US Overnight Bank Funding Rate -0.35%	Performance of FTI Consulting Inc.	Deutsche Bank	01-Nov-19	(10,750)
USD	118,642	US Overnight Bank Funding Rate -0.35%	Performance of Golar LNG Ltd.	Deutsche Bank	01-Nov-19	10,596
USD	713,172	US Overnight Bank Funding Rate -0.35%	Performance of Green Plains Inc.	Deutsche Bank	01-Nov-19	134,348
USD	648,242	US Overnight Bank Funding Rate -0.35%	Performance of Herbalife Ltd.	Deutsche Bank	01-Nov-19	157,544

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	187,463	US Overnight Bank Funding Rate -0.35%	Performance of Hope Bancorp Inc.	Deutsche Bank	01-Nov-19	(8,582)
USD	477,261	US Overnight Bank Funding Rate -0.35%	Performance of IAC/InterActiveCorp	Deutsche Bank	01-Nov-19	15,954
USD	702,391	US Overnight Bank Funding Rate -0.35%	Performance of II-VI Inc.	Deutsche Bank	01-Nov-19	27,152
USD	797,029	US Overnight Bank Funding Rate -0.35%	Performance of Innoviva Inc.	Deutsche Bank	01-Nov-19	893
USD	6,740,264	US Overnight Bank Funding Rate -0.35%	Performance of Invitation Homes Inc.	Deutsche Bank	01-Nov-19	(1,248,730)
USD	1,598,523	US Overnight Bank Funding Rate -0.35%	Performance of Ionis Pharmaceuticals Inc.	Deutsche Bank	01-Nov-19	282,524
USD	478,574	US Overnight Bank Funding Rate -0.35%	Performance of Jazz Pharmaceuticals PLC	Deutsche Bank	01-Nov-19	(29,396)
USD	226,609	US Overnight Bank Funding Rate -0.35%	Performance of Kaman Corp., A	Deutsche Bank	01-Nov-19	(13,436)
USD	299,368	US Overnight Bank Funding Rate -0.35%	Performance of Karyopharm Therapeutics Inc.	Deutsche Bank	01-Nov-19	(12,117)
USD	957,571	US Overnight Bank Funding Rate -0.35%	Performance of KBR Inc.	Deutsche Bank	01-Nov-19	(178,990)
USD	1,527,091	US Overnight Bank Funding Rate -0.35%	Performance of Knowles Corp.	Deutsche Bank	01-Nov-19	(110,346)
USD	157,495	US Overnight Bank Funding Rate -0.35%	Performance of Liberty Latin America Ltd.	Deutsche Bank	01-Nov-19	(271)
USD	341,879	US Overnight Bank Funding Rate -0.35%	Performance of Ligand Pharmaceuticals Inc., B	Deutsche Bank	01-Nov-19	23,879
USD	1,692,290	US Overnight Bank Funding Rate -0.35%	Performance of Live Nation Entertainment Inc.	Deutsche Bank	01-Nov-19	(75,427)
USD	525,476	US Overnight Bank Funding Rate -0.35%	Performance of Marriott Vacations Worldwide Corp.	Deutsche Bank	01-Nov-19	39,155
USD	1,589,384	US Overnight Bank Funding Rate -0.35%	Performance of Microchip Technology Inc.	Deutsche Bank	01-Nov-19	(33,839)
USD	1,363,291	US Overnight Bank Funding Rate -0.35%	Performance of Neurocrine Biosciences Inc.	Deutsche Bank	01-Nov-19	(70,638)
USD	1,081,977	US Overnight Bank Funding Rate -0.35%	Performance of NRG Energy Inc.	Deutsche Bank	01-Nov-19	120,351
USD	471,003	US Overnight Bank Funding Rate -0.35%	Performance of Nuance Communications Inc.	Deutsche Bank	01-Nov-19	30,104
USD	175,043	US Overnight Bank Funding Rate -0.35%	Performance of Nutanix Inc., A	Deutsche Bank	01-Nov-19	72,573
USD	636,612	US Overnight Bank Funding Rate -0.35%	Performance of NXP Semiconductors NV	Deutsche Bank	01-Nov-19	(20,039)
USD	4,050,387	US Overnight Bank Funding Rate -0.35%	Performance of Okta Inc., A	Deutsche Bank	01-Nov-19	(1,578,479)
USD	1,083,275	US Overnight Bank Funding Rate -0.35%	Performance of OSI Systems Inc.	Deutsche Bank	01-Nov-19	(200,433)
USD	723,239	US Overnight Bank Funding Rate -0.35%	Performance of Pacira BioSciences Inc.	Deutsche Bank	01-Nov-19	(16,617)
USD	567,472	US Overnight Bank Funding Rate -0.35%	Performance of Palo Alto Networks Inc.	Deutsche Bank	01-Nov-19	39,706
USD	1,110,801	US Overnight Bank Funding Rate -0.35%	Performance of Perficient Inc.	Deutsche Bank	01-Nov-19	(174,501)
USD	1,162,651	US Overnight Bank Funding Rate -0.35%	Performance of Pluralsight Inc., A	Deutsche Bank	01-Nov-19	41,543
USD	696,465	US Overnight Bank Funding Rate -0.35%	Performance of PRA Group Inc.	Deutsche Bank	01-Nov-19	14,506
USD	2,582,969	US Overnight Bank Funding Rate -0.35%	Performance of PROS Holdings Inc.	Deutsche Bank	01-Nov-19	(672,480)
USD	65,899	US Overnight Bank Funding Rate -0.35%	Performance of Q2 Holdings Inc.	Deutsche Bank	01-Nov-19	(2,744)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	499,433	US Overnight Bank Funding Rate -0.35%	Performance of Qudian Inc., ADR	Deutsche Bank	01-Nov-19	16,478
USD	1,924,568	US Overnight Bank Funding Rate -0.35%	Performance of Rapid7 Inc.	Deutsche Bank	01-Nov-19	(318,366)
USD	504,529	US Overnight Bank Funding Rate -0.35%	Performance of Redwood Trust Inc.	Deutsche Bank	01-Nov-19	(18,430)
USD	544,560	US Overnight Bank Funding Rate -0.35%	Performance of Retrophin Inc.	Deutsche Bank	01-Nov-19	50,353
USD	359,913	US Overnight Bank Funding Rate -0.35%	Performance of Ship Finance International Ltd.	Deutsche Bank	01-Nov-19	4,305
USD	724,731	US Overnight Bank Funding Rate -0.35%	Performance of Silicon Laboratories Inc.	Deutsche Bank	01-Nov-19	(70,697)
USD	92,374	US Overnight Bank Funding Rate -0.35%	Performance of Synaptics Inc.	Deutsche Bank	01-Nov-19	8,686
USD	936,687	US Overnight Bank Funding Rate -0.35%	Performance of Tabula Rasa Healthcare Inc.	Deutsche Bank	01-Nov-19	98,931
USD	278,607	US Overnight Bank Funding Rate -0.35%	Performance of Twitter Inc.	Deutsche Bank	01-Nov-19	15,711
USD	5,645,401	US Overnight Bank Funding Rate -0.35%	Performance of U.S. Treasury Note, 2.375%, 05/15/29	Deutsche Bank	01-Nov-19	(39,760)
USD	70,148	US Overnight Bank Funding Rate -0.35%	Performance of Uniti Group Inc.	Deutsche Bank	01-Nov-19	(2,513)
USD	267,261	US Overnight Bank Funding Rate -0.35%	Performance of Vishay Intertechnology Inc.	Deutsche Bank	01-Nov-19	6,182
USD	454,060	US Overnight Bank Funding Rate -0.35%	Performance of Wayfair Inc., A	Deutsche Bank	01-Nov-19	34,266
USD	670,139	US Overnight Bank Funding Rate -0.35%	Performance of YY Inc., ADR	Deutsche Bank	01-Nov-19	15,424
USD	835,623	US Overnight Bank Funding Rate -0.35%	Performance of Zillow Group Inc., C	Deutsche Bank	01-Nov-19	(93,697)
USD	385,516	US Overnight Bank Funding Rate -0.35%	Performance of Zynga Inc.	Deutsche Bank	01-Nov-19	(7,414)
USD	1,156,165	US Overnight Bank Funding Rate -1.00%	Performance of Cowen Inc.	Deutsche Bank	01-Nov-19	(97,797)
USD	1,201,984	US Overnight Bank Funding Rate -1.00%	Performance of Intercept Pharmaceuticals Inc.	Deutsche Bank	01-Nov-19	103,925
USD	1,231,844	US Overnight Bank Funding Rate -1.00%	Performance of PDL BioPharma Inc.	Deutsche Bank	01-Nov-19	125,849
USD	5,318	US Overnight Bank Funding Rate -1.00%	Performance of RH	Deutsche Bank	01-Nov-19	42
USD	303,788	US Overnight Bank Funding Rate -1.00%	Performance of SSR Mining Inc.	Deutsche Bank	01-Nov-19	(24,023)
USD	792,128	US Overnight Bank Funding Rate -1.00%	Performance of The Medicines Co.	Deutsche Bank	01-Nov-19	(246,664)
USD	2,595,545	US Overnight Bank Funding Rate -1.20%	Performance of Sea Ltd., ADR	Deutsche Bank	01-Nov-19	(631,140)
USD	468,487	US Overnight Bank Funding Rate -1.90%	Performance of PAR Technology Corp.	Deutsche Bank	01-Nov-19	(77,940)
USD	2,887,597	US Overnight Bank Funding Rate -14.00%	Performance of Innovative Industrial Properties Inc.	Deutsche Bank	01-Nov-19	(841,299)
USD	184,564	US Overnight Bank Funding Rate -15.00%	Performance of Tilray Inc.	Deutsche Bank	01-Nov-19	22,566
USD	835,217	US Overnight Bank Funding Rate -2.00%	Performance of Inphi Corp.	Deutsche Bank	01-Nov-19	(56,471)
USD	935,500	US Overnight Bank Funding Rate -2.00%	Performance of Team Inc.	Deutsche Bank	01-Nov-19	144,782
USD	1,765,076	US Overnight Bank Funding Rate -25.00%	Performance of Aurora Cannabis Inc.	Deutsche Bank	01-Nov-19	183,944
USD	287,481	US Overnight Bank Funding Rate -3.50%	Performance of First Majestic Silver Corp.	Deutsche Bank	01-Nov-19	(40,541)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	439,000	US Overnight Bank Funding Rate -5.00%	Performance of Redfin Corp.	Deutsche Bank	01-Nov-19	18,474
USD	147,273	US Overnight Bank Funding Rate -5.50%	Performance of Teekay Corp.	Deutsche Bank	01-Nov-19	108,207
USD	751,710	US Overnight Bank Funding Rate -61.00%	Performance of Aphira Inc.	Deutsche Bank	01-Nov-19	58,707
EUR	54,182	1-month EUR LIBOR -3.00%	Performance of Fugro NV, IDR	Deutsche Bank	03-Dec-19	24,024
USD	573,055	Performance of Accenture PLC, A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	414
USD	430,042	Performance of Adobe Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	21,396
USD	251,319	Performance of Advanced Micro Devices Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(21,971)
USD	621,624	Performance of AK Steel Holding Corp., 7.25%, cvt. pfd.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(24,435)
USD	538,132	Performance of Alphabet Inc., A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(686)
USD	654,711	Performance of Alphabet Inc., C	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(529)
USD	1,054,977	Performance of Amazon.com Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	15,870
USD	6,515	Performance of Atento SA	1-month USD LIBOR +0.40%	Deutsche Bank	10-May-20	(187)
USD	852,929	Performance of Atlassian Corp. PLC	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(13,862)
USD	819,669	Performance of Automatic Data Processing Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(8,288)
USD	270,111	Performance of Blackbaud Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	12,349
USD	309,915	Performance of Booking Holdings Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	15,882
USD	57,483	Performance of China Unicom (Hong Kong) Ltd., ADR	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	187
USD	1,064,117	Performance of CoStar Group Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	8,432
USD	608,373	Performance of EPAM Systems Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(14,560)
USD	770,712	Performance of Equifax Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	28,756
USD	931,405	Performance of ExlService Holdings Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	57,126
USD	520,603	Performance of Expedia Group Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	47,548
USD	812,914	Performance of Facebook Inc., A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	83,468
USD	986,877	Performance of FleetCor Technologies Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	52,895
USD	504,849	Performance of Flex Ltd.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(4,850)
USD	210,007	Performance of FormFactor Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	3,259
USD	2,255,583	Performance of Genpact Ltd.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	81,487
USD	1,437,151	Performance of Global Payments Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(4,725)
USD	1,070,763	Performance of GoDaddy Inc., A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(48,139)
USD	1,546,494	Performance of Guidewire Software Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	47,479
USD	1,217,908	Performance of Hubspot Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(49,096)
USD	652,113	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(11,219)
USD	672,141	Performance of Intuit Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	1,159
USD	1,068,318	Performance of Itron Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	54,449
USD	172,459	Performance of KLA-Tencor Corp.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	6,971
USD	223,262	Performance of Lattice Semiconductor Corp.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(2,425)
USD	1,396,755	Performance of Marvell Technology Group Ltd.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(35,027)
USD	1,254,662	Performance of Mastercard Inc., A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(9,005)
USD	602,270	Performance of Microsoft Corp.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	4,819
USD	1,167,300	Performance of PayPal Holdings Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(13,244)
USD	103,439	Performance of Salesforce.com Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(858)
USD	1,340,728	Performance of ServiceNow Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(7,586)
USD	330,761	Performance of Splunk Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	19,954
USD	387,907	Performance of Total System Services Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	(1,821)
USD	1,095,571	Performance of TransUnion	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	44,608

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	1,657,235	Performance of TriNet Group Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	46,729
USD	1,149,183	Performance of Trupanion Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	90,287
USD	1,906,654	Performance of VeriSign Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	16,929
USD	1,951,961	Performance of Visa Inc., A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	28,762
USD	498,149	Performance of WEX Inc.	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	21,634
USD	411,731	Performance of Yandex NV, A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	2,087
USD	337,669	Performance of Zebra Technologies Corp., A	1-month USD LIBOR +0.30%	Deutsche Bank	10-May-20	25,570
USD	1,436,908	1-month USD LIBOR +0.10%	Performance of DB Hybrid Basket 01 Index	Deutsche Bank	13-May-20	(50,573)
USD	1,329,727	1-month USD LIBOR +0.10%	Performance of S&P SmallCap 600 Total Return Index	Deutsche Bank	13-May-20	(38,510)
USD	46,340	1-month USD LIBOR +0.10%	Performance of Standard & Poors United States Index	Deutsche Bank	13-May-20	(867)
USD	4,254,527	1-month USD LIBOR +0.15%	Performance of NASDAQ 100 Total Return Index	Deutsche Bank	13-May-20	(92,414)
USD	2,556,721	1-month USD LIBOR -0.10%	Performance of Dow Jones US Technology Total Return Index	Deutsche Bank	13-May-20	(57,399)
USD	440,553	1-month USD LIBOR -0.25%	Performance of Russell Midcap Growth Total Return Index	Deutsche Bank	13-May-20	(4,725)
USD	2,108,507	1-month USD LIBOR -0.30%	Performance of S&P Smallcap 600 Growth Index	Deutsche Bank	13-May-20	(53,478)
USD	475,131	1-month USD LIBOR -0.35%	Performance of Consumer Discretionary Select Sector Total Return Index	Deutsche Bank	13-May-20	(11,562)
USD	633,712	1-month USD LIBOR -0.35%	Performance of S&P MidCap 400 Total Return Index	Deutsche Bank	13-May-20	(14,607)
USD	1,521,311	1-month USD LIBOR -0.35%	Performance of S&P North American Technology Software Index	Deutsche Bank	13-May-20	(18,542)
USD	1,880,253	1-month USD LIBOR -0.40%	Performance of S&P North USA Technology Total Return Index	Deutsche Bank	13-May-20	4,126
USD	1,040,032	1-month USD LIBOR -1.00%	Performance of Russell 2000 Total Return Growth Index	Deutsche Bank	13-May-20	(32,733)
USD	1,499,176	1-month USD LIBOR +0.10%	Performance of DB Hybrid Basket 01 Index	Deutsche Bank	14-May-20	(52,768)
USD	497,276	1-month USD LIBOR +0.10%	Performance of S&P SmallCap 600 Total Return Index	Deutsche Bank	14-May-20	(14,397)
USD	98,473	1-month USD LIBOR +0.10%	Performance of Standard & Poors United States Index	Deutsche Bank	14-May-20	(1,843)
USD	207,538	1-month USD LIBOR +0.15%	Performance of NASDAQ 100 Total Return Index	Deutsche Bank	14-May-20	(4,501)
USD	178,239	1-month USD LIBOR -0.25%	Performance of Russell Midcap Growth Total Return Index	Deutsche Bank	14-May-20	(1,920)
USD	985,276	1-month USD LIBOR -0.30%	Performance of S&P Smallcap 600 Growth Index	Deutsche Bank	14-May-20	(24,946)
USD	665,904	1-month USD LIBOR -0.35%	Performance of Consumer Discretionary Select Sector Total Return Index	Deutsche Bank	14-May-20	(16,154)
USD	357,184	1-month USD LIBOR -0.35%	Performance of S&P MidCap 400 Total Return Index	Deutsche Bank	14-May-20	(8,219)
USD	420,481	1-month USD LIBOR -0.35%	Performance of S&P North American Technology Software Index	Deutsche Bank	14-May-20	(5,116)
IDR	7,918,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Deutsche Bank	17-May-24	(13,073)
IDR	45,633,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Deutsche Bank	17-Jun-32	9,976
USD	8,383,034	1-month USD LIBOR -0.05%	Performance of Health Care Select Total Return Index	Goldman Sachs	17-Nov-27	(124,865)
USD	6,368,840	1-month USD LIBOR -0.65%	Performance of NASDAQ Biotechnology Total Return Index	Goldman Sachs	17-Nov-27	(345,103)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	8,418,000	3-month USD LIBOR	Performance of iBoxx USD Liquid Investment Grade Index	JPMorgan	20-Sep-19	(294,875)
USD	1,318,358	Performance of Hasbro Inc.	1-month USD LIBOR +0.35%	JPMorgan	13-Apr-20	(11,352)
USD	2,140,707	Performance of CarMax Inc.	1-month USD LIBOR +0.35%	JPMorgan	22-Apr-20	72,976
USD	73,696	1-month USD LIBOR -0.17%	Performance of Standard & Poors United States Index	JPMorgan	05-May-20	(3,027)
USD	188,660	1-month USD LIBOR -0.35%	Performance of S&P North USA Technology Total Return Index	JPMorgan	05-May-20	(3,992)
USD	229,119	Performance of Accenture PLC, A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,263
USD	446,126	Performance of Adobe Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	34,861
USD	2,026,206	Performance of Advanced Micro Devices Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	59,635
USD	68,946	Performance of Alphabet Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	2,403
USD	152,164	Performance of Alphabet Inc., C	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	5,381
USD	257,298	Performance of Amazon.com Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	22,136
USD	28,984	Performance of Atento SA	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(948)
USD	608,002	Performance of Atlassian Corp. PLC	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	20,186
USD	63,290	Performance of Blackbaud Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,133
USD	155,320	Performance of Booking Holdings Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	9,394
HKD	9,603,740	Performance of China Tower Corp. Ltd., H, 144A, Reg S	1-month HKD HIBOR +0.30%	JPMorgan	05-May-20	35,475
USD	10,608	Performance of China Unicom (Hong Kong) Ltd., ADR	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	241
USD	703,514	Performance of Coherent Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	108,646
USD	1,189,014	Performance of CommScope Holding Co. Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(82,346)
USD	134,597	Performance of EPAM Systems Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	2,099
USD	159,232	Performance of Equifax Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	8,739
USD	81,988	Performance of Expedia Group Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	8,335
USD	767,864	Performance of Facebook Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	112,083
USD	361,863	Performance of First Solar Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	27,721
USD	1,524,677	Performance of Flex Ltd.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	33,328
USD	392,996	Performance of FormFactor Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	26,989
USD	255,428	Performance of Harris Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(11,502)
USD	85,524	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.40%	JPMorgan	05-May-20	824
USD	414,928	Performance of KLA-Tencor Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	45,734
USD	488,780	Performance of Lattice Semiconductor Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	28,322
USD	1,521,310	Performance of Lumentum Holdings Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	363,110
USD	3,036,938	Performance of Marvell Technology Group Ltd.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	86,701
USD	1,247,131	Performance of MediaTek Inc.	1-month USD LIBOR +0.50%	JPMorgan	05-May-20	17,972
USD	630,299	Performance of Micron Technology Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	7,709
USD	90,849	Performance of Microsoft Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	5,609
USD	10,318	Performance of Microsoft Corp.	1-month USD LIBOR +0.40%	JPMorgan	05-May-20	635
SEK	6,427,020	Performance of Millicom International Cellular SA, IDR	1-month SEK STIBOR +0.20%	JPMorgan	05-May-20	16,928
USD	1,174,976	Performance of Netflix Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	37,463
USD	611,081	Performance of ORBCOMM Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	2,346
USD	319,011	Performance of Pure Storage Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(17,919)
USD	5,080,396	Performance of Republic Services Inc.	1-month USD LIBOR +0.35%	JPMorgan	05-May-20	6,597
USD	184,107	Performance of Salesforce.com Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(8,106)
USD	181,953	Performance of StoneCo. Ltd., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	22,464
HKD	3,740,300	Performance of Tencent Holdings Ltd.	1-month HKD HIBOR +0.30%	JPMorgan	05-May-20	30,537

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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
HKD	1,026,100	Performance of Tencent Holdings Ltd.	1-month HKD HIBOR +1.25%	JPMorgan	05-May-20	8,299
USD	77,112	Performance of TransUnion	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,275
USD	591,099	Performance of TransUnion	1-month USD LIBOR +0.40%	JPMorgan	05-May-20	48,086
USD	258,051	Performance of TriNet Group Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	13,560
USD	51,611	Performance of Trupanion Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,947
USD	2,008,453	Performance of Western Digital Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	542,877
USD	378,183	Performance of Yandex NV, A	1-month USD LIBOR	JPMorgan	05-May-20	17,446
USD	856,582	Performance of Zebra Technologies Corp., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	71,688
USD	953,877	Performance of Zscaler Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	53,563
USD	73,696	1-month USD LIBOR -0.17%	Performance of Standard & Poors United States Index	JPMorgan	07-May-20	(3,013)
USD	1,142,239	1-month USD LIBOR -0.22%	Performance of MSCI Daily Total Return Net Japan USD Index	JPMorgan	07-May-20	(22,448)
USD	231,333	1-month USD LIBOR -0.25%	Performance of S&P SmallCap 600 Total Return Index	JPMorgan	07-May-20	(9,447)
USD	14,000	1-month USD LIBOR -0.33%	Performance of Consumer Discretionary Select Sector Total Return Index	JPMorgan	07-May-20	(744)
USD	257,978	1-month USD LIBOR -0.33%	Performance of NASDAQ 100 Total Return Index	JPMorgan	07-May-20	(15,925)
USD	212,860	1-month USD LIBOR -0.33%	Performance of S&P MidCap 400 Total Return Index	JPMorgan	07-May-20	(8,103)
USD	2,911,949	1-month USD LIBOR -0.33%	Performance of S&P North American Technology Software Index	JPMorgan	07-May-20	(138,282)
USD	334,690	1-month USD LIBOR -0.35%	Performance of S&P North USA Technology Total Return Index	JPMorgan	07-May-20	(7,116)
USD	590,852	1-month USD LIBOR -0.40%	Performance of NASDAQ 100 Total Return Index	JPMorgan	07-May-20	(36,463)
USD	6,079,920	1-month USD LIBOR -0.40%	Performance of Philadelphia Stock Exchange Semiconductor Index	JPMorgan	07-May-20	(472,395)
USD	39,376	1-month USD LIBOR -0.40%	Performance of Russell Midcap Growth Total Return Index	JPMorgan	07-May-20	(1,404)
USD	2,968,256	1-month USD LIBOR -0.40%	Performance of S&P North American Technology Software Index	JPMorgan	07-May-20	(126,221)
USD	3,125,138	1-month USD LIBOR -0.40%	Performance of S&P North USA Technology Total Return Index	JPMorgan	07-May-20	(66,262)
USD	489,170	1-month USD LIBOR -0.45%	Performance of MSCI Daily Total Return Net Emerging Markets Taiwan USD Index	JPMorgan	07-May-20	(22,481)
USD	150,940	1-month USD LIBOR -0.80%	Performance of Russell Midcap Growth Total Return Index	JPMorgan	07-May-20	(5,431)
USD	4,019,474	Performance of Kemper Corp.	1-month USD LIBOR +0.35%	JPMorgan	12-May-20	(7,453)
USD	6,114,184	Performance of Costco Wholesale Corp.	1-month USD LIBOR +0.35%	JPMorgan	10-Jun-20	65,478
GBP	1,112,917	Performance of Savills PLC	1-month GBP LIBOR +0.40%	JPMorgan	02-Jul-20	67,753
USD	3,492,414	Performance of Domino's Pizza Inc.	1-month USD LIBOR +0.35%	JPMorgan	14-Jul-20	(46,686)
USD	109,170,913	1-month USD LIBOR	Performance of S&P 500 Index	JPMorgan	22-Jul-20	(2,020,766)
USD	6,368,342	Performance of Bank of America Corp.	1-month USD LIBOR +0.35%	JPMorgan	22-Jul-20	226,062
USD	3,734,834	Performance of The Blackstone Group Inc., A	1-month USD LIBOR +0.35%	JPMorgan	22-Jul-20	17,738
USD	6,422,966	Performance of Cintas Corp.	1-month USD LIBOR +0.35%	JPMorgan	29-Jul-20	137,313
USD	12,012,059	Performance of Microsoft Corp.	1-month USD LIBOR +0.35%	JPMorgan	29-Jul-20	99,197
GBP	403,226	Performance of Reckitt Benckiser Group PLC	1-month GBP LIBOR +0.40%	JPMorgan	29-Jul-20	(8,011)
USD	3,518,521	Performance of The Boeing Co.	1-month USD LIBOR +0.35%	JPMorgan	29-Jul-20	64,088
CHF	6,100,235	Performance of LafargeHolcim Ltd., B	1-month CHF LIBOR +0.40%	Morgan Stanley	25-Jul-19	(347,383)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	1,805,705	Performance of EDP Renovaveis SA	EUR-EONIA +0.65%	Morgan Stanley	04-Sep-19	317,195
USD	4,181,732	Performance of Allergan PLC	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	77,226
USD	4,266,942	Performance of Buckeye Partners LP	USD-FED EFF +1.00%	Morgan Stanley	05-Sep-19	22,119
USD	8,526,943	Performance of Celgene Corp.	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	411,871
USD	5,821,807	Performance of L3 Technologies Inc.	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	1,278,442
USD	6,505,038	Performance of SunTrust Banks Inc.	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	59,181
USD	1,898,107	Performance of Tableau Software Inc.	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	17,473
USD	142,535	Performance of WellCare Health Plans Inc.	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	(3,570)
USD	9,396,031	Performance of Worldpay Inc., A	USD-FED EFF +0.40%	Morgan Stanley	05-Sep-19	657,983
USD	4,121,000	3-month USD LIBOR	Performance of iBoxx USD Liquid Investment Grade Index	Morgan Stanley	20-Sep-19	(145,033)
EUR	8,556,715	Performance of Innogy SE, Reg S	EUR-EONIA +0.65%	Morgan Stanley	27-Sep-19	944,953
EUR	6,713,641	Performance of McKesson Europe AG	EUR-EONIA +0.65%	Morgan Stanley	27-Sep-19	103,028
EUR	5,120,274	Performance of RWE AG	EUR-EONIA +0.65%	Morgan Stanley	27-Sep-19	391,416
GBP	1,291,850	Performance of BTG PLC	GBP-SONIA +0.65%	Morgan Stanley	01-Oct-19	18,973
GBP	2,442,532	Performance of RPC Group PLC	GBP-SONIA +0.65%	Morgan Stanley	01-Oct-19	2,923
GBP	2,033,891	Performance of Vodafone Group PLC	GBP-SONIA +0.65%	Morgan Stanley	01-Oct-19	(358,432)
USD	3,538,410	USD-FED EFF -0.35%	Performance of AbbVie Inc.	Morgan Stanley	08-Nov-19	(302,453)
USD	6,585,090	USD-FED EFF -0.35%	Performance of BB&T Corp.	Morgan Stanley	08-Nov-19	(107,973)
USD	3,234,770	USD-FED EFF -0.35%	Performance of Bristol-Myers Squibb Co.	Morgan Stanley	08-Nov-19	202,045
USD	1,215,653	USD-FED EFF -0.35%	Performance of Carnival Corp.	Morgan Stanley	08-Nov-19	210,923
USD	88,624	USD-FED EFF -0.35%	Performance of Centene Corp.	Morgan Stanley	08-Nov-19	3,611
USD	8,735,429	USD-FED EFF -0.35%	Performance of Fidelity National Information Services Inc.	Morgan Stanley	08-Nov-19	(657,357)
USD	5,838,443	USD-FED EFF -0.35%	Performance of Harris Corp.	Morgan Stanley	08-Nov-19	(1,204,961)
USD	1,943,121	USD-FED EFF -0.35%	Performance of Occidental Petroleum Corp.	Morgan Stanley	08-Nov-19	54,522
USD	343,224	USD-FED EFF -0.35%	Performance of Pfizer Inc.	Morgan Stanley	08-Nov-19	874
USD	1,913,467	USD-FED EFF -0.35%	Performance of Salesforce.com Inc.	Morgan Stanley	08-Nov-19	(15,350)
USD	5,730,725	Performance of Altaba Inc.	USD-FED EFF +2.50%	Morgan Stanley	24-Dec-19	(483,435)
USD	5,394,780	USD-FED EFF -0.35%	Performance of Alibaba Group Holding Ltd., ADR	Morgan Stanley	24-Dec-19	484,109
USD	2,560,809	Fixed rate 0.17%	Performance of Bloomberg Commodity ex-Agriculture and Livestock Capped Index	Morgan Stanley	10-Jan-20	(88,366)
GBP	446,774	GBP-SONIA -0.35%	Performance of Glencore Xstrata PLC	Morgan Stanley	20-Jan-20	(24,193)
GBP	1,942,749	Performance of Anglo American PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	20-Jan-20	245,957
GBP	1,267,008	Performance of Antofagasta PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	20-Jan-20	66,502
GBP	1,065,917	Performance of Ashtead Group PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	20-Jan-20	14,332
GBP	484,438	Performance of Rio Tinto PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	20-Jan-20	30,913
EUR	222,333	EUR-EONIA -0.40%	Performance of Continental AG	Morgan Stanley	13-Feb-20	(2,722)
EUR	492,137	EUR-EONIA -0.40%	Performance of Daimler AG	Morgan Stanley	13-Feb-20	(18,417)
EUR	564,438	EUR-EONIA -0.40%	Performance of Hermes International	Morgan Stanley	13-Feb-20	(36,903)
EUR	674,489	EUR-EONIA -0.40%	Performance of LVMH Moet Hennessy Louis Vuitton SE	Morgan Stanley	13-Feb-20	(72,702)
EUR	209,124	EUR-EONIA -0.40%	Performance of Safran SA	Morgan Stanley	13-Feb-20	(11,397)
EUR	609,339	EUR-EONIA -0.50%	Performance of Tenaris SA	Morgan Stanley	13-Feb-20	26,302
EUR	1,102,589	Performance of Plastic Omnium SA	1-month EUR LIBOR +0.50%	Morgan Stanley	13-Feb-20	(49,361)
USD	23,104	Performance of OneMarket Ltd.	1-month USD LIBOR	Morgan Stanley	20-Feb-20	23,104
EUR	736,450	EUR-EONIA -0.35%	Performance of Unilever NV, IDR	Morgan Stanley	16-Apr-20	4,221
EUR	3,040,263	EUR-EONIA -0.40%	Performance of Colruyt SA	Morgan Stanley	16-Apr-20	1,099,488
GBP	585,004	GBP-SONIA -0.30%	Performance of JD Sports Fashion PLC	Morgan Stanley	16-Apr-20	42,011

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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
GBP	646,897	GBP-SONIA -0.30%	Performance of Marks & Spencer Group PLC	Morgan Stanley	16-Apr-20	12,684
GBP	805,138	GBP-SONIA -0.30%	Performance of Next PLC	Morgan Stanley	16-Apr-20	9,622
EUR	1,043,036	Performance of Anima Holding SpA, Reg S	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	92,882
GBP	1,074,183	Performance of Barclays PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	(29,869)
EUR	2,865,538	Performance of BNP Paribas SA	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	22,235
EUR	6,879,032	Performance of Danone SA	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	199,491
EUR	2,493,879	Performance of Eurofins Scientific SE	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	227,688
GBP	710,049	Performance of Hikma Pharmaceuticals PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	56,816
EUR	4,342,378	Performance of Iliad SA	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	(304,483)
GBP	2,651,607	Performance of ITV PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	(62,359)
GBP	1,291,432	Performance of Pets at Home Group PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	85,903
GBP	1,968,728	Performance of RSA Insurance Group PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	26,874
EUR	1,116,979	Performance of Ryanair Holdings PLC	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	(64,040)
GBP	1,838,343	Performance of Smiths Group PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	104,423
EUR	2,039,529	Performance of Societe Generale SA	1-month EUR LIBOR +0.40%	Morgan Stanley	16-Apr-20	(5,219)
GBP	2,155,512	Performance of Sports Direct International PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	16-Apr-20	(168,485)
USD	339,628	USD-FED EFF -0.35%	Performance of Amgen Inc.	Morgan Stanley	27-Apr-20	11,316
USD	343,325	USD-FED EFF -0.35%	Performance of Johnson & Johnson	Morgan Stanley	27-Apr-20	(4,850)
USD	351,835	USD-FED EFF -0.35%	Performance of Merck & Co. Inc.	Morgan Stanley	27-Apr-20	(13,121)
USD	385,271	Performance of Accenture PLC, A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	1,572
USD	473,481	Performance of Adobe Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	32,378
USD	340,268	Performance of Advanced Micro Devices Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	30,701
USD	374,582	Performance of AK Steel Holding Corp., 7.25%, cvt. pfd.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(6,081)
USD	254,876	Performance of Alphabet Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(2,809)
USD	421,706	Performance of Alphabet Inc., C	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(4,878)
USD	1,638,370	Performance of Apple Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	32,755
USD	216,871	Performance of Atento SA	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	7,948
USD	864,642	Performance of Atlassian Corp. PLC	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	493
USD	459,491	Performance of Blackbaud Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	15,642
USD	1,120,507	Performance of Booking Holdings Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	57,695
USD	246,284	Performance of Ceridian HCM Holding Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	(4,820)
USD	27,498	Performance of China Unicom (Hong Kong) Ltd., ADR	1-month USD LIBOR +0.75%	Morgan Stanley	15-May-20	619
USD	306,816	Performance of Coherent Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	40,684
USD	1,036,140	Performance of CommScope Holding Co. Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	(5,918)
USD	740,404	Performance of CoStar Group Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	697
EUR	451,679	Performance of Delivery Hero SE	1-month EUR LIBOR +0.50%	Morgan Stanley	15-May-20	33,134
EUR	954,159	Performance of Edenred	1-month EUR LIBOR +0.50%	Morgan Stanley	15-May-20	43,742
USD	1,288,871	Performance of Equifax Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	24,541
USD	366,199	Performance of ExlService Holdings Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	25,776
USD	135,035	Performance of ExlService Holdings Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	9,495
GBP	1,789,807	Performance of Experian PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	15-May-20	(4,576)
USD	474,604	Performance of Facebook Inc., A	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	9,635
USD	763,600	Performance of Facebook Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	15,444
USD	144,611	Performance of First Solar Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	11,181

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	1,736,242	Performance of First Solar Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	134,358
USD	2,502,502	Performance of FleetCor Technologies Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	113,098
USD	606,076	Performance of Flex Ltd.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	45,823
USD	94,528	Performance of FormFactor Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	8,338
USD	595,329	Performance of Genpact Ltd.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	14,663
USD	1,838,405	Performance of Genpact Ltd.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	44,963
USD	2,824,020	Performance of Global Payments Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	2,982
USD	512,074	Performance of GoDaddy Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(8,359)
USD	11,565	Performance of Guidewire Software Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	286
USD	1,098,832	Performance of Harris Corp.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	(17,708)
USD	263,007	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	(6,277)
USD	512,812	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(12,284)
USD	434,332	Performance of Intuit Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	10,791
GBP	525,378	Performance of Just Eat PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	15-May-20	(8,054)
USD	330,411	Performance of Lattice Semiconductor Corp.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	11,470
USD	799,527	Performance of Lumentum Holdings Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	93,763
USD	1,594,245	Performance of Marvell Technology Group Ltd.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	8,818
USD	714,850	Performance of Marvell Technology Group Ltd.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	3,943
USD	807,667	Performance of Mastercard Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	15,894
USD	619,853	Performance of MediaTek Inc.	1-month USD LIBOR +0.55%	Morgan Stanley	15-May-20	38,457
SEK	5,583,816	Performance of Millicom International Cellular SA, IDR	1-month SEK STIBOR +0.30%	Morgan Stanley	15-May-20	22,660
SEK	7,860,642	Performance of Millicom International Cellular SA, IDR	1-month SEK STIBOR +0.50%	Morgan Stanley	15-May-20	31,849
USD	586,237	Performance of Netflix Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	28,114
JPY	60,513,999	Performance of Nexon Co. Ltd.	1-month JPY LIBOR +0.50%	Morgan Stanley	15-May-20	(6,458)
USD	72,521	Performance of ORBCOMM Inc.	1-month USD LIBOR	Morgan Stanley	15-May-20	(507)
USD	132,098	Performance of ORBCOMM Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	2,255
USD	181,241	Performance of ORBCOMM Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	3,425
USD	1,905,022	Performance of PayPal Holdings Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(45,587)
USD	518,394	Performance of QUALCOMM Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	51,796
USD	307,493	Performance of Salesforce.com Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	2,674
USD	362,136	Performance of Splunk Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	19,483
USD	272,240	Performance of Spotify Technology SA	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(6,214)
HKD	1,875,300	Performance of Tencent Holdings Ltd.	1-month HKD HIBOR +0.30%	Morgan Stanley	15-May-20	17,024
USD	1,107,288	Performance of The Boeing Co.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	27,701
USD	1,335,812	Performance of Total System Services Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	1,320
USD	286,452	Performance of TransUnion	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	9,540
USD	170,336	Performance of Trupanion Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	8,104
USD	569,315	Performance of Uber Technologies Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	33,433
USD	222,454	Performance of VeriSign Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	6,214
USD	643,989	Performance of Visa Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	14,585
USD	326,975	Performance of Western Digital Corp.	1-month USD LIBOR	Morgan Stanley	15-May-20	63,838
USD	937,217	Performance of Western Digital Corp.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	303,400
USD	6,131,366	Performance of WEX Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	157,233
USD	282,713	Performance of Yandex NV, A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(2,830)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	55,195	Performance of Zebra Technologies Corp., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	4,670
USD	46	Performance of Zillow Group Inc., C	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	-
USD	663,923	1-month USD LIBOR -0.15%	Performance of S&P North American Technology Software Index	Morgan Stanley	19-May-20	(15,882)
USD	9,796,989	1-month USD LIBOR -0.25%	Performance of NASDAQ 100 Total Return Index	Morgan Stanley	19-May-20	(183,826)
USD	4,846,911	1-month USD LIBOR -0.25%	Performance of Philadelphia Stock Exchange Semiconductor Index	Morgan Stanley	19-May-20	(396,330)
USD	367,290	1-month USD LIBOR -0.25%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	19-May-20	(6,757)
USD	1,670,516	1-month USD LIBOR -0.25%	Performance of S&P North American Technology Software Index	Morgan Stanley	19-May-20	(39,838)
USD	110,227	1-month USD LIBOR -0.25%	Performance of Standard & Poors United States Index	Morgan Stanley	19-May-20	(1,958)
USD	1,165,022	1-month USD LIBOR -0.30%	Performance of MSCI Daily Total Return Net Emerging Markets Taiwan USD Index	Morgan Stanley	19-May-20	(53,010)
USD	1,548,168	1-month USD LIBOR -0.30%	Performance of S&P North USA Technology Total Return Index	Morgan Stanley	19-May-20	(25,584)
USD	40,191	1-month USD LIBOR -0.35%	Performance of Consumer Discretionary Select Sector Total Return Index	Morgan Stanley	19-May-20	(380)
USD	1,115,229	1-month USD LIBOR -0.35%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	19-May-20	(20,513)
USD	1,735,809	1-month USD LIBOR -0.35%	Performance of S&P MidCap 400 Total Return Index	Morgan Stanley	19-May-20	(41,824)
USD	286,910	1-month USD LIBOR -0.35%	Performance of S&P Smallcap 600 Growth Index	Morgan Stanley	19-May-20	(8,018)
USD	4,899,342	1-month USD LIBOR -0.40%	Performance of S&P North USA Technology Total Return Index	Morgan Stanley	19-May-20	(81,629)
USD	5,607,060	1-month USD LIBOR -0.40%	Performance of S&P Smallcap 600 Growth Index	Morgan Stanley	19-May-20	(156,835)
USD	2,619,249	1-month USD LIBOR -0.40%	Performance of S&P SmallCap 600 Total Return Index	Morgan Stanley	19-May-20	(83,712)
USD	1,227,272	1-month USD LIBOR -0.50%	Performance of DB Hybrid Basket 01 Index	Morgan Stanley	19-May-20	(56,328)
USD	3,722,791	1-month USD LIBOR -0.50%	Performance of Dow Jones Transportation Average Total Return Index	Morgan Stanley	19-May-20	(124,396)
USD	4,560,798	1-month USD LIBOR -1.00%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	19-May-20	(93,977)
USD	2,517,713	1-month USD LIBOR -1.00%	Performance of S&P 500 High Beta Total Return Index	Morgan Stanley	19-May-20	(121,603)
USD	2,753,749	1-month USD LIBOR -3.50%	Performance of S&P 500 High Beta Total Return Index	Morgan Stanley	19-May-20	(135,106)
USD	199,584	1-month USD LIBOR -0.25%	Performance of NASDAQ 100 Total Return Index	Morgan Stanley	20-May-20	(3,743)
USD	297,160	1-month USD LIBOR -0.25%	Performance of S&P North American Technology Software Index	Morgan Stanley	20-May-20	(7,115)
USD	90,153	1-month USD LIBOR -0.35%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	20-May-20	(1,673)
USD	8,636	1-month USD LIBOR -0.35%	Performance of S&P MidCap 400 Total Return Index	Morgan Stanley	20-May-20	(209)
USD	667,780	1-month USD LIBOR -1.00%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	20-May-20	(13,788)
USD	7,176,895	Performance of Caterpillar Inc.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	131,535
USD	6,313,934	Performance of CSX Corp.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	163,766
USD	8,648,710	Performance of Knight-Swift transportation Holdings Inc.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	164,093
USD	4,866,641	Performance of NVR Inc.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	1,225,132

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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	3,556,497	Performance of Rio Tinto PLC, ADR	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	411,490
USD	1,355,630	USD-FED EFF -0.35%	Performance of American Airlines Group Inc.	Morgan Stanley	22-Sep-20	(20,756)
USD	472,700	USD-FED EFF -0.35%	Performance of American Water Works Co. Inc.	Morgan Stanley	22-Sep-20	(82,715)
USD	1,948,813	USD-FED EFF -0.35%	Performance of Avis Budget Group Inc.	Morgan Stanley	22-Sep-20	(185,709)
USD	375,174	USD-FED EFF -0.35%	Performance of Cheniere Energy Inc.	Morgan Stanley	22-Sep-20	(19,749)
USD	279,736	USD-FED EFF -0.35%	Performance of Dow Inc.	Morgan Stanley	22-Sep-20	(5,459)
USD	876,932	USD-FED EFF -0.35%	Performance of Fastenal Co.	Morgan Stanley	22-Sep-20	(69,186)
USD	57,780	USD-FED EFF -0.35%	Performance of Floor & Decor Holdings Inc.	Morgan Stanley	22-Sep-20	(4,167)
USD	669,321	USD-FED EFF -0.35%	Performance of Flowserve Corp.	Morgan Stanley	22-Sep-20	(49,090)
USD	477,960	USD-FED EFF -0.35%	Performance of GATX Corp.	Morgan Stanley	22-Sep-20	(29,200)
USD	1,588,912	USD-FED EFF -0.35%	Performance of Huntington Ingalls Industries Inc.	Morgan Stanley	22-Sep-20	(100,193)
USD	1,468,286	USD-FED EFF -0.35%	Performance of Illinois Tool Works Inc.	Morgan Stanley	22-Sep-20	(75,316)
USD	1,063,163	USD-FED EFF -0.35%	Performance of Lincoln Electric Holdings Inc.	Morgan Stanley	22-Sep-20	(15,756)
USD	1,149,062	USD-FED EFF -0.35%	Performance of Lowe's Cos. Inc.	Morgan Stanley	22-Sep-20	79,160
USD	294,088	USD-FED EFF -0.35%	Performance of Macy's Inc.	Morgan Stanley	22-Sep-20	(2,535)
USD	787,587	USD-FED EFF -0.35%	Performance of Mondelez International Inc., A	Morgan Stanley	22-Sep-20	(92,524)
USD	290,276	USD-FED EFF -0.35%	Performance of Monro Inc.	Morgan Stanley	22-Sep-20	(1,350)
USD	819,295	USD-FED EFF -0.35%	Performance of MSPSMLP Index	Morgan Stanley	22-Sep-20	(114,938)
USD	5,594,973	USD-FED EFF -0.35%	Performance of Northrop Grumman Corp.	Morgan Stanley	22-Sep-20	(364,918)
USD	1,432,747	USD-FED EFF -0.35%	Performance of Old Dominion Freight Line Inc.	Morgan Stanley	22-Sep-20	(51,064)
USD	1,982,487	USD-FED EFF -0.35%	Performance of Parker-Hannifin Corp.	Morgan Stanley	22-Sep-20	(63,214)
USD	278,678	USD-FED EFF -0.35%	Performance of Pinterest Inc., A	Morgan Stanley	22-Sep-20	18,223
USD	84,517	USD-FED EFF -0.35%	Performance of Playa Hotels & Resorts NV	Morgan Stanley	22-Sep-20	(5,881)
USD	328,587	USD-FED EFF -0.35%	Performance of Qorvo Inc.	Morgan Stanley	22-Sep-20	(11,676)
USD	1,521,325	USD-FED EFF -0.35%	Performance of Schneider National Inc., B	Morgan Stanley	22-Sep-20	112,902
USD	128,786	USD-FED EFF -0.35%	Performance of Scorpio Bulkers Inc.	Morgan Stanley	22-Sep-20	(12,727)
USD	659,043	USD-FED EFF -0.35%	Performance of SiteOne Landscape Supply Inc.	Morgan Stanley	22-Sep-20	(49,708)
USD	2,667,465	USD-FED EFF -0.35%	Performance of The Boeing Co.	Morgan Stanley	22-Sep-20	(20,192)
USD	497,721	USD-FED EFF -0.35%	Performance of The Scotts Co., A	Morgan Stanley	22-Sep-20	(57,714)
USD	381,690	USD-FED EFF -0.35%	Performance of Toll Brothers Inc.	Morgan Stanley	22-Sep-20	12,107
USD	2,758,628	USD-FED EFF -0.35%	Performance of TransDigm Group Inc.	Morgan Stanley	22-Sep-20	(61,747)
USD	336,104	USD-FED EFF -0.35%	Performance of United Airlines Holdings Inc.	Morgan Stanley	22-Sep-20	(2,957)
USD	1,704,300	USD-FED EFF -0.35%	Performance of Wabtec Corp.	Morgan Stanley	22-Sep-20	11,379
USD	424,130	USD-FED EFF -0.35%	Performance of Wayfair Inc., A	Morgan Stanley	22-Sep-20	(26,842)
USD	316,641	USD-FED EFF -0.35%	Performance of World Wrestling Entertainment Inc.	Morgan Stanley	22-Sep-20	7,361
USD	949,087	USD-FED EFF -0.35%	Performance of Yum China Holdings Inc.	Morgan Stanley	22-Sep-20	(82,159)
USD	4,105,551	USD-FED EFF -0.63%	Performance of XPO Logistics Inc.	Morgan Stanley	22-Sep-20	(425,992)
CAD	798,270	DISC -0.35%	Performance of Westshore Terminals Investment Corp.	Morgan Stanley	12-Jan-21	(45,564)
AUD	330,885	AUD-RBACR -0.50%	Performance of BHP Group Ltd.	Morgan Stanley	29-Jan-21	(37,162)
AUD	12,810,989	Performance of Fortescue Metals Group Ltd.	1-month BBSW +0.55%	Morgan Stanley	29-Jan-21	875,314

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, 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
CHF	861,341	CHF-SARON -0.40%	Performance of Partners Group Holding AG	Morgan Stanley	08-Feb-21	(44,010)
CHF	1,223,099	CHF-SARON -0.40%	Performance of Stadler Rail AG	Morgan Stanley	08-Feb-21	(106,618)
USD	1,188,263	Performance of Carnival PLC	USD-FED EFF +0.65%	Morgan Stanley	17-Mar-21	(245,261)
USD	3,267,561	Performance of Inmarsat PLC	USD-FED EFF +0.65%	Morgan Stanley	17-Mar-21	(50,246)
SEK	2,250,614	1-week SEK STIBOR -0.50%	Performance of Epiroc AB, A	Morgan Stanley	18-May-21	(12,808)
HKD	10,842,278	Performance of Anhui Conch Cement Co. Ltd., H	1-month HKD LIBOR +0.95%	Morgan Stanley	18-Jun-21	48,591
						353,153

Franklin K2 Global Macro Opportunities Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
IDR	1,631,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	15-Apr-20	(1,916)
IDR	248,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Bank of America	22-Jun-20	395
EGP	1,200,000	Performance of Egypt Treasury Bill, 0.00%, 08/13/19	0.00%	Deutsche Bank	13-Aug-19	7,396
IDR	335,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Deutsche Bank	17-May-24	(553)
IDR	1,812,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Deutsche Bank	17-Jun-32	396
						5,718

Franklin K2 Long Short Credit Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
IDR	4,018,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	15-Apr-20	(6,730)
IDR	566,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	22-Jun-20	902
USD	246,477	Performance of Energy Transfer LP	1-month USD LIBOR +0.65%	Citigroup	22-Jun-20	(2,357)
EGP	2,800,000	Performance of Egypt Treasury Bill, 0.00%, 08/13/19	0.00%	Deutsche Bank	13-Aug-19	17,257
IDR	766,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Deutsche Bank	17-May-24	(1,265)
IDR	4,464,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Deutsche Bank	17-Jun-32	976
USD	65,908	Performance of CNX Resources Corp.	1-month USD LIBOR +0.40%	Goldman Sachs	06-May-20	(6,903)
USD	693,000	3-month USD LIBOR	Performance of iBoxx USD Liquid Investment Grade Index	JPMorgan	20-Sep-19	(24,277)
USD	30,428	Performance of Energy Transfer LP	1-month USD LIBOR +0.80%	JPMorgan	21-Nov-19	(5,745)
USD	251,191	Performance of Energy Transfer LP	1-month USD LIBOR +0.65%	JPMorgan	29-Nov-19	18,572
USD	86,063	Performance of Energy Transfer LP	1-month USD LIBOR +0.65%	JPMorgan	10-Jun-20	(5,416)
USD	341,000	3-month USD LIBOR	Performance of iBoxx USD Liquid Investment Grade Index	Morgan Stanley	20-Sep-19	(12,001)
USD	47,962	Performance of SunCoke Energy Partners LP	1-month USD LIBOR +2.50%	Morgan Stanley	14-Oct-19	(3,472)
						(30,459)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	21,000,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Credit Suisse	20-Mar-20	108,593
USD	44,100,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Goldman Sachs	20-Dec-19	255,217
USD	33,900,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Goldman Sachs	20-Mar-20	312,540
USD	17,300,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	JPMorgan	20-Dec-19	35,232
USD	21,500,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Morgan Stanley	20-Dec-19	180,612
						892,194

Franklin U.S. Low Duration Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	9,200,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Credit Suisse	20-Mar-20	47,574
USD	1,800,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Goldman Sachs	20-Sep-19	22,588
USD	14,700,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Goldman Sachs	20-Mar-20	135,526
USD	740,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	JPMorgan	20-Sep-19	14,781
USD	7,500,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	JPMorgan	20-Dec-19	15,274
USD	9,300,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD BBA LIBOR	Morgan Stanley	20-Dec-19	78,125
						313,868

Note 11 — Open positions on credit default swap contracts

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
1,300,000	American Airlines Group Inc., senior note, 144A, 5.50%, 10/01/19, Dec. 2019	5.00	Barclays	Buy	USD	(29,661)	83,005
2,850,000	Boyd Gaming Corp., senior sub. bond, 7.125%, 02/01/16, Jun. 2022	5.00	Barclays	Buy	USD	(380,194)	122,549
1,250,000	DISH DBS Corp., senior bond, 6.75%, 06/01/21, Dec. 2020	5.00	Barclays	Buy	USD	(69,910)	43,155
1,600,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Buy	USD	11,881	(5,253)
900,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2019	1.00	Barclays	Buy	USD	4,566	(51,399)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
1,000,000	Universal Health Services Inc., senior secured note, first lien, 144A, 3.75%, 08/01/19, Sep. 2019	5.00	Barclays	Buy	USD	(11,414)	103,831
430,000	American Airlines Group Inc., senior note, 144A, 5.50%, 10/01/19, Dec. 2019	5.00	Citigroup	Buy	USD	(9,811)	26,985
1,150,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2021	1.00	Citigroup	Buy	USD	68,123	16,230
5,000,000	PHH Corp., senior note, 7.375%, 09/01/19, Sep. 2019	5.00	Goldman Sachs	Buy	USD	(55,400)	(85,021)
2,350,000	Ally Financial Inc., senior note, 7.50%, 09/15/20, Jun. 2024	5.00	JPMorgan	Buy	USD	(424,851)	(34,385)
1,000,000	Boyd Gaming Corp., senior sub. bond, 7.125%, 02/01/16, Jun. 2022	5.00	JPMorgan	Buy	USD	(133,401)	38,972
600,000	DISH DBS Corp., senior bond, 6.75%, 06/01/21, Jun. 2021	5.00	JPMorgan	Buy	USD	(41,619)	(13,127)
950,000	KB Home, senior note, 7.00%, 12/15/21, Mar. 2020	5.00	JPMorgan	Buy	USD	(33,032)	68,191
2,250,000	Navient Corp., senior note, 5.50%, 01/25/23, Mar. 2020	5.00	JPMorgan	Buy	USD	(75,781)	95,275
4,250,000	Energy Transfer LP, senior secured bond, first lien, 5.875%, 01/15/24, Dec. 2020	5.00	Morgan Stanley	Buy	USD	(300,867)	253,543
1,250,000	DISH DBS Corp., senior bond, 6.75%, 06/01/21, Dec. 2022	5.00	Barclays	Sell	USD	72,771	6,813
300,000	Government of Argentina, senior note, 7.50%, 04/22/26, Jun. 2023	5.00	Barclays	Sell	USD	(43,773)	19,227
1,600,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Sell	USD	(45,764)	29,368
770,000	BNP Paribas Bespoke Bordeaux 7-10% Tranche Index, Jun. 2020	2.10	BNP Paribas	Sell	USD	4,820	4,820
300,000	BNP Paribas Bespoke Rodez 5-7% Mezz Tranche Index, Dec. 2020	3.20	BNP Paribas	Sell	USD	5,200	5,200
600,000	BNP Paribas Bespoke Rodez 5-7% Tranche Index, Dec. 2020	2.00	BNP Paribas	Sell	USD	(2,164)	(2,164)
560,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2024	1.00	BNP Paribas	Sell	USD	(3,621)	3,894
10,400,000	Citibank Bespoke Boulder Portfolio CDX Index, Dec. 2019	1.24	Citigroup	Sell	USD	34,532	34,532
2,700,000	Citibank Bespoke Cambridge 0-3% Equity Tranche Index, Dec. 2019	-	Citigroup	Sell	USD	(635,699)	(206,399)
1,500,000	Citibank Bespoke Lima 5-7% Tranche Index, Dec. 2019	2.13	Citigroup	Sell	USD	(16,475)	(16,474)
640,000	Citibank Bespoke Palma 5-7% Tranche Index, Jun. 2021	2.30	Citigroup	Sell	USD	3,676	3,676
800,000	Citibank Bespoke Phoenix 5-7% Tranche Index, Dec. 2021	2.90	Citigroup	Sell	USD	6,726	6,726
550,000	Citibank Bespoke Verona Index, Dec. 2019	-	Citigroup	Sell	USD	(113,892)	20,858
2,800,000	Citibank Bespoke Verona Index, Dec. 2019	0.40	Citigroup	Sell	USD	2,581	2,581
725,000	Government of Argentina, senior note, 7.50%, 04/22/26, Dec. 2023	5.00	Citigroup	Sell	USD	(111,866)	(69,233)
865,000	Government of Indonesia, Reg S, 5.875%, 03/13/20, Jun. 2024	1.00	Citigroup	Sell	USD	3,828	6,798
1,250,000	Government of Spain, senior bond, Reg S, 5.01%, 11/21/44, Jun. 2024	1.00	Citigroup	Sell	USD	36,240	2,941
10,920,000	MCDX.NA.31, Dec. 2023	1.00	Citigroup	Sell	USD	209,523	100,135
1,150,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2023	1.00	Citigroup	Sell	USD	(185,196)	(9,591)
600,000	DISH DBS Corp., senior bond, 6.75%, 06/01/21, Jun. 2023	5.00	JPMorgan	Sell	USD	28,239	36,562

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
2,350,000	Morgan Stanley, senior note, 3.75%, 02/25/23, Jun. 2024	1.00	JPMorgan	Sell	USD	47,617	13,548
2,350,000	The Goldman Sachs Group Inc., senior note, 2.908% to 06/05/22, FRN thereafter, 06/05/23, Jun. 2024	1.00	JPMorgan	Sell	USD	40,817	23,891
850,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Trach CDX, Dec. 2021	4.10	Morgan Stanley	Sell	USD	12,105	12,105
850,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Trach CDX, Mar. 2022	3.98	Morgan Stanley	Sell	USD	12,773	12,773
						(2,118,373)	705,138

Franklin K2 Alternative Strategies Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
650,000	Enel SpA, senior bond, Reg S, 5.25%, 05/20/24, Jun. 2023	1.00	Bank of America	Buy	EUR	(13,574)	(11,718)
886,000	Dean Foods Co., senior note, Reg S, 6.50%, 03/15/23, Jun. 2020	5.00	JPMorgan	Buy	USD	155,247	26,777
3,280,000	Government of Mexico, senior note, 4.15%, 03/28/27, Dec. 2023	1.00	JPMorgan	Buy	USD	(551)	(551)
3,173,000	Government of Mexico, senior note, 4.15%, 03/28/27, Jun. 2023	1.00	JPMorgan	Buy	USD	(17,023)	(17,023)
1,557,000	Government of South Africa, 5.50%, 03/09/20, Dec. 2022	1.00	JPMorgan	Buy	USD	14,145	14,145
724,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2022	1.00	JPMorgan	Buy	USD	2,574	2,574
5,690,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2024	1.00	JPMorgan	Buy	USD	175,865	175,866
613,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2022	1.00	JPMorgan	Buy	USD	52,092	52,092
1,774,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Sep. 2020	1.00	JPMorgan	Buy	USD	37,487	(100,165)
3,481,931	Korea Treasury Bond, senior note, 7.125%, 04/16/19, Jun. 2024	1.00	JPMorgan	Buy	USD	(113,157)	(113,157)
705,000	Enel SpA, senior bond, Reg S, 5.25%, 05/20/24, Dec. 2023	1.00	Morgan Stanley	Buy	EUR	(12,822)	(17,230)
3,700,000	CDX.NA.HY.32, Version 1, Jun. 2024	5.00	JPMorgan	Sell	USD	282,198	59,047
426,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2022	1.00	JPMorgan	Sell	USD	2,677	14,552
4,583,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2024	1.00	JPMorgan	Sell	USD	(28,511)	(28,511)
						536,647	56,698

Franklin K2 Global Macro Opportunities Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
56,000	Government of Mexico, senior note, 4.15%, 03/28/27, Dec. 2023	1.00	JPMorgan	Buy	USD	(9)	(9)
200,000	Government of Mexico, senior note, 4.15%, 03/28/27, Jun. 2023	1.00	JPMorgan	Buy	USD	(1,073)	(1,073)
117,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2022	1.00	JPMorgan	Buy	USD	416	416
270,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2024	1.00	JPMorgan	Buy	USD	8,345	(3,457)
31,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Jun. 2022	1.00	JPMorgan	Buy	USD	2,216	983

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Global Macro Opportunities Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
168,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Jun. 2024	1.00	JPMorgan	Buy	USD	21,252	21,252
121,654	Korea Treasury Bond, senior note, 7.125%, 04/16/19, Jun. 2024	1.00	JPMorgan	Buy	USD	(3,954)	(3,954)
317,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2024	1.00	JPMorgan	Sell	USD	(1,972)	(1,972)
66,000	Government of South Africa, 5.50%, 03/09/20, Dec. 2022	1.00	JPMorgan	Sell	USD	(600)	(600)
103,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2022	1.00	JPMorgan	Sell	USD	(8,752)	(4,231)
						15,869	7,355

Franklin K2 Long Short Credit Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
198,000	Lloyds Bank PLC, 0.0001%, 02/20/49, Dec. 2022	1.00	Bank of America	Buy	EUR	(3,355)	(645)
45,000	Nordstrom Inc., senior bond, Jun. 2024	1.00	Bank of America	Buy	USD	2,279	(123)
28,000	Staples Inc., senior note, 144A, 8.50%, 09/15/25, Jun. 2024	5.00	Bank of America	Buy	USD	810	(154)
45,000	Centurylink Inc., senior note, 6.15%, 09/15/19, Dec. 2023	1.00	Barclays	Buy	USD	2,891	(1,759)
177,000	Chesapeake Energy Corp., senior note, 6.625%, 08/15/20, Dec. 2023	5.00	Barclays	Buy	USD	17,539	9,525
102,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2021	5.00	Barclays	Buy	USD	(8,254)	(6,051)
58,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2020	5.00	Barclays	Buy	USD	(2,550)	(2,204)
138,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2024	5.00	Barclays	Buy	USD	(3,760)	(3,320)
74,000	Hertz Corp., senior note, 7.50%, 10/15/18, Jun. 2022	5.00	Barclays	Buy	USD	(6,129)	(16,540)
54,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 5.00%, 02/15/22, Dec. 2023	5.00	Barclays	Buy	EUR	2,476	(5,073)
196,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2022	5.00	Barclays	Buy	USD	64,602	(19,911)
54,000	K. Hovnanian Enterprises Inc., senior note, Reg S, 10.00%, 07/15/22, Jun. 2024	5.00	Barclays	Buy	USD	21,252	(2,306)
9,512,000	SoftBank Group Corp., senior note, Dec. 2023	1.00	Barclays	Buy	JPY	1,808	(1,775)
28,536,000	SoftBank Group Corp., senior note, Jun. 2024	1.00	Barclays	Buy	JPY	7,447	(2,468)
121,000	Staples Inc., senior note, 144A, 8.50%, 09/15/25, Jun. 2024	5.00	Barclays	Buy	USD	3,501	(1,497)
18,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2023	5.00	Barclays	Buy	USD	102	(2,221)
18,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Jun. 2024	1.00	Barclays	Buy	USD	3,338	743
47,000	Altice Luxembourg SA, senior note, Reg S, 7.25%, 05/15/22, Jun. 2024	5.00	Citigroup	Buy	EUR	(109)	(1,111)
27,000	Centurylink Inc., senior note, 6.15%, 09/15/19, Dec. 2023	1.00	Citigroup	Buy	USD	1,735	(978)
45,000	Nordstrom Inc., senior bond, Jun. 2024	1.00	Citigroup	Buy	USD	2,279	29
49,000	Staples Inc., senior note, 144A, 8.50%, 09/15/25, Jun. 2024	5.00	Citigroup	Buy	USD	1,418	(312)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
143,000	NRG Energy Inc., senior note, 6.25%, 05/01/24, Jun. 2024	5.00	Credit Suisse	Buy	USD	(25,814)	136
47,000	Altice Luxembourg SA, senior note, Reg S, 7.25%, 05/15/22, Jun. 2024	5.00	Goldman Sachs	Buy	EUR	(109)	(1,111)
10,000	Avis Budget Car Rental LLC/ Finance Inc., senior bond, Reg S, 5.25%, 03/15/25, Dec. 2022	5.00	Goldman Sachs	Buy	USD	(1,210)	(218)
90,000	Dean Foods Co., senior note, Res S, 6.50%, 03/15/23, Dec. 2019	5.00	Goldman Sachs	Buy	USD	8,563	1,750
27,000	Dean Foods Co., senior note, Res S, 6.50%, 03/15/23, Mar. 2020	5.00	Goldman Sachs	Buy	USD	3,709	923
255,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2020	5.00	Goldman Sachs	Buy	USD	(15,721)	(13,269)
365,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2021	5.00	Goldman Sachs	Buy	USD	(29,535)	(33,094)
56,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2020	5.00	Goldman Sachs	Buy	USD	(2,462)	(2,400)
225,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2022	5.00	Goldman Sachs	Buy	USD	(18,635)	(31,832)
276,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2024	5.00	Goldman Sachs	Buy	USD	(7,521)	(30,684)
170,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Jun. 2023	5.00	Goldman Sachs	Buy	USD	60,956	31,041
852,000	Kohl's Corp., senior note, 4.25%, 07/17/25, Jun. 2024	1.00	Goldman Sachs	Buy	USD	28,576	20,201
92,000	Lloyds Bank PLC, 0.0001%, 02/20/49, Jun. 2024	1.00	Goldman Sachs	Buy	EUR	(1,070)	(1,815)
138,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Dec. 2023	5.00	Goldman Sachs	Buy	USD	(19,984)	(13,627)
181,200	Nordstrom Inc., senior bond, Jun. 2024	1.00	Goldman Sachs	Buy	USD	9,176	(292)
64,000	NRG Energy Inc., senior note, 6.25%, 05/01/24, Jun. 2024	5.00	Goldman Sachs	Buy	USD	(11,553)	247
19,024,000	SoftBank Group Corp., senior note, Dec. 2023	1.00	Goldman Sachs	Buy	JPY	3,616	(4,038)
114,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2023	5.00	Goldman Sachs	Buy	USD	644	11,728
91,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Jun. 2023	5.00	Goldman Sachs	Buy	USD	(987)	3,609
166,000	Avis Budget Car Rental LLC/ Finance Inc., senior bond, Reg S, 5.25%, 03/15/25, Dec. 2022	5.00	JPMorgan	Buy	USD	(20,090)	(6,212)
595,000	Caterpillar Financial Services Corp., senior note, 2.25%, 12/01/19, Dec. 2021	1.00	JPMorgan	Buy	USD	(11,651)	(2,931)
2,350,000	CDX.NA.HY.27, Version 6, Dec. 2021	5.00	JPMorgan	Buy	USD	(135,188)	(135,188)
1,500,000	CDX.NA.HY.28, Version 5, Jun. 2022	5.00	JPMorgan	Buy	USD	(105,868)	(105,868)
2,150,000	CDX.NA.HY.31, Version 4, Dec. 2023	5.00	JPMorgan	Buy	USD	(173,010)	(67,026)
225,000	Dynegy Inc., senior note, 6.75%, 11/01/19, Dec. 2021	5.00	JPMorgan	Buy	USD	(22,943)	(27,997)
199,000	Government of Mexico, senior note, 4.15%, 03/28/27, Dec. 2023	1.00	JPMorgan	Buy	USD	(33)	(33)
445,000	Government of Mexico, senior note, 4.15%, 03/28/27, Jun. 2023	1.00	JPMorgan	Buy	USD	(2,387)	(2,387)
427,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2022	1.00	JPMorgan	Buy	USD	1,518	1,518
395,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2024	1.00	JPMorgan	Buy	USD	12,209	12,209
110,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Jun. 2022	1.00	JPMorgan	Buy	USD	7,863	7,863

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
245,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Jun. 2024	1.00	JPMorgan	Buy	USD	30,993	30,993
95,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2020	5.00	JPMorgan	Buy	USD	(5,856)	(2,558)
57,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2024	5.00	JPMorgan	Buy	USD	(1,553)	(1,072)
13,000	Hertz Corp., senior note, 7.50%, 10/15/18, Jun. 2022	5.00	JPMorgan	Buy	USD	(1,077)	(3,301)
4,283,000	ITOCHU Corp., senior note, 1.91%, 09/13/19, Jun. 2022	1.00	JPMorgan	Buy	JPY	(979)	364
54,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 5.00%, 02/15/22, Dec. 2023	5.00	JPMorgan	Buy	EUR	2,476	(2,410)
3,783,000	JFE Holdings Inc., senior note, 1.32%, 06/08/21, Jun. 2022	1.00	JPMorgan	Buy	JPY	(797)	407
125,000	John Deere Capital Corp., senior note, 2.80%, 03/04/21, Dec. 2021	1.00	JPMorgan	Buy	USD	(2,408)	(39)
90,000	Kimco Realty Corp., senior note, 3.30%, 02/01/25, Jun. 2024	1.00	JPMorgan	Buy	USD	196	123
292,863	Korea Treasury Bond, senior note, 7.125%, 04/16/19, Jun. 2024	1.00	JPMorgan	Buy	USD	(9,518)	(9,518)
198,000	Lloyds Bank PLC, 0.0001%, 02/20/49, Dec. 2022	1.00	JPMorgan	Buy	EUR	(3,355)	(431)
91,000	Lloyds Banking Group PLC, sub. note, Jun. 2024	1.00	JPMorgan	Buy	EUR	2,224	(2,961)
6,257,000	Marubeni Corp., senior note, 1.50%, 06/14/21, Jun. 2022	1.00	JPMorgan	Buy	JPY	(1,272)	411
21,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Dec. 2023	5.00	JPMorgan	Buy	USD	(3,041)	(2,122)
251,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Jun. 2021	5.00	JPMorgan	Buy	USD	(21,518)	1,050
13,223,000	Mitsui OSK Lines Ltd., senior note, 1.139%, 07/12/22, Jun. 2022	1.00	JPMorgan	Buy	JPY	(1,285)	(52)
405,000	Simon Property Group LP, senior bond, 4.375%, 03/01/21, Jun. 2024	1.00	JPMorgan	Buy	USD	(8,754)	(2,320)
62,000	Staples Inc., senior note, 144A, 8.50%, 09/15/25, Jun. 2024	5.00	JPMorgan	Buy	USD	1,794	1,952
100,000	United Rentals North America Inc., senior bond, 6.125%, 06/15/23, Dec. 2021	5.00	JPMorgan	Buy	USD	(11,395)	3,885
31,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2023	5.00	Morgan Stanley	Buy	USD	11,694	1,809
107,000	K. Hovnanian Enterprises Inc., senior note, Reg S, 10.00%, 07/15/22, Dec. 2019	5.00	Morgan Stanley	Buy	USD	6,195	(1,824)
230,000	Transocean Inc., senior bond, 7.375%, 04/15/18, Dec. 2021	1.00	Morgan Stanley	Buy	USD	11,853	(26,117)
29,000	Avis Budget Car Rental LLC/ Finance Inc., senior bond, Reg S, 5.25%, 03/15/25, Dec. 2022	5.00	Barclays	Sell	USD	3,510	924
54,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 5.00%, 02/15/22, Dec. 2021	5.00	Barclays	Sell	EUR	891	3,544
167,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2020	5.00	Barclays	Sell	USD	(25,718)	1,072
14,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2023	5.00	Barclays	Sell	USD	(5,281)	1,548

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
46,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2020	5.00	Goldman Sachs	Sell	USD	(7,084)	(1,858)
17,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2023	5.00	Goldman Sachs	Sell	USD	(6,413)	493
107,000	K. Hovnanian Enterprises Inc., senior note, Reg S, 10.00%, 07/15/22, Dec. 2019	5.00	Goldman Sachs	Sell	USD	(6,195)	2,285
380,000	CDX.NA.HY.31, Version 4, Dec. 2023	5.00	JPMorgan	Sell	USD	30,578	6,447
119,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2022	1.00	JPMorgan	Sell	USD	748	4,065
471,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2024	1.00	JPMorgan	Sell	USD	(2,930)	(2,930)
54,000	Government of South Africa, 5.50%, 03/09/20, Dec. 2022	1.00	JPMorgan	Sell	USD	(491)	(491)
124,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2022	1.00	JPMorgan	Sell	USD	(10,537)	(10,537)
54,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 5.00%, 02/15/22, Dec. 2021	5.00	JPMorgan	Sell	EUR	891	2,112
31,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2020	5.00	Morgan Stanley	Sell	USD	(4,774)	160
45,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2022	5.00	Morgan Stanley	Sell	USD	(14,832)	3,518
						(412,641)	(450,327)

Franklin Strategic Income Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
2,400,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Buy	USD	17,821	(7,879)
1,666,667	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2019	1.00	Barclays	Buy	USD	8,456	(95,184)
4,000,000	CDX.NA.HY.32, Jun. 2024	5.00	Citigroup	Buy	USD	(301,235)	9,445
3,250,000	Ally Financial Inc., senior note, 7.50%, 09/15/20, Jun. 2024	5.00	JPMorgan	Buy	USD	(587,560)	(47,554)
2,400,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Sell	USD	(68,647)	44,052
1,150,000	BNP Paribas Bespoke Bordeaux 7-10% Tranche Index, Jun. 2020	2.10	BNP Paribas	Sell	USD	7,198	7,198
540,000	BNP Paribas Bespoke Rodez 5-7% Mezz Tranche Index, Dec. 2020	3.20	BNP Paribas	Sell	USD	9,360	9,360
2,300,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2024	1.00	BNP Paribas	Sell	USD	(14,872)	15,994
7,100,000	CDX.EM.30, Dec. 2023	1.00	Citigroup	Sell	USD	(203,803)	115,444
1,200,000	Citibank Bespoke Bogota 06/20/20 7-10% Tranche Index, Jun. 2020	1.35	Citigroup	Sell	USD	2,414	2,414
5,000,000	Citibank Bespoke Cambridge 0-3% Equity Tranche Index, Dec. 2019	-	Citigroup	Sell	USD	(1,177,220)	(382,220)
900,000	Citibank Bespoke June-20 0-3% Tranche CDX Index, Jun. 2020	-	Citigroup	Sell	USD	(280,634)	(52,034)
1,100,000	Citibank Bespoke Palma 5-7% Tranche Index, Jun. 2021	2.30	Citigroup	Sell	USD	6,318	6,318
1,400,000	Citibank Bespoke Phoenix 5-7% Tranche Index, Dec. 2021	2.90	Citigroup	Sell	USD	11,771	11,771

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
600,000	Citibank Bespoke Singapore June - 20 0-3% Tranche CDX Index, Jun. 2020	-	Citigroup	Sell	USD	(98,274)	18,246
1,870,000	Citibank Bespoke Verona Index, Dec. 2019	-	Citigroup	Sell	USD	(387,233)	70,917
5,500,000	Citibank Bespoke Verona Index, Dec. 2019	0.40	Citigroup	Sell	USD	5,069	5,069
3,800,000	Government of Indonesia, Reg S, 5.875%, 03/13/20, Jun. 2024	1.00	Citigroup	Sell	USD	16,818	29,866
3,350,000	MCDX.NA.31, Dec. 2023	1.00	Citigroup	Sell	USD	64,277	30,719
8,050,000	Government of Argentina, senior note, 7.50%, 04/22/26, Jun. 2023	5.00	Morgan Stanley	Sell	USD	(1,174,565)	(2,021,668)
1,500,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Trach CDX, Dec. 2021	4.10	Morgan Stanley	Sell	USD	21,362	21,362
1,500,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Trach CDX, Mar. 2022	3.98	Morgan Stanley	Sell	USD	22,541	22,541
						(4,100,638)	(2,185,823)

Franklin U.S. Low Duration Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
1,100,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Buy	USD	8,168	(3,611)
300,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2019	1.00	Barclays	Buy	USD	1,522	(17,133)
525,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2021	1.00	Citigroup	Buy	USD	31,099	10,562
2,600,000	Ally Financial Inc., senior note, 7.50%, 09/15/20, Jun. 2024	5.00	JPMorgan	Buy	USD	(470,048)	(38,044)
630,000	Government of Argentina, senior note, 7.50%, 04/22/26, Jun. 2023	5.00	Barclays	Sell	USD	(91,923)	40,378
1,100,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Sell	USD	(31,463)	20,190
500,000	BNP Paribas Bespoke Rodez 5-7% Mezz Tranche Index, Dec. 2020	3.20	BNP Paribas	Sell	USD	8,667	8,667
800,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Jun. 2024	1.00	BNP Paribas	Sell	USD	(5,173)	5,563
14,900,000	CDX.NA.IG.31, Dec. 2021	1.00	Citigroup	Sell	USD	334,962	98,045
900,000	Citibank Bespoke Cambridge 0-3% Equity Tranche Index, Dec. 2019	-	Citigroup	Sell	USD	(211,900)	(68,800)
1,000,000	Citibank Bespoke Palma 5-7% Tranche Index, Jun. 2021	2.30	Citigroup	Sell	USD	5,744	5,744
600,000	Citibank Bespoke Phoenix 5-7% Tranche Index, Dec. 2021	2.90	Citigroup	Sell	USD	5,045	5,045
750,000	Citibank Bespoke Singapore June - 20 0-3% Tranche CDX Index, Jun. 2020	-	Citigroup	Sell	USD	(122,843)	22,807
1,000,000	Citibank Bespoke Verona Index, Dec. 2019	-	Citigroup	Sell	USD	(207,077)	37,923
1,800,000	Citibank Bespoke Verona Index, Dec. 2019	0.40	Citigroup	Sell	USD	1,659	1,659
500,000	Government of Argentina, senior note, 7.50%, 04/22/26, Jun. 2023	5.00	Citigroup	Sell	USD	(72,954)	(60,459)
500,000	Government of Argentina, senior note, 7.50%, 04/22/26, Dec. 2023	5.00	Citigroup	Sell	USD	(77,149)	(47,747)
1,740,000	Government of Indonesia, Reg S, 5.875%, 03/13/20, Jun. 2024	1.00	Citigroup	Sell	USD	7,701	13,675
950,000	Government of Spain, senior bond, Reg S, 5.01%, 11/21/44, Jun. 2024	1.00	Citigroup	Sell	USD	27,542	2,235
525,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2023	1.00	Citigroup	Sell	USD	(84,546)	(9,260)

Notes to the Financial Statements (continued)

At June 30, 2019

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

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin U.S. Low Duration Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
3,100,000	American Tower Corp., senior note, 4.50%, 01/15/18, Mar. 2021	1.00	Goldman Sachs	Sell	USD	1,418	54,928
2,600,000	Morgan Stanley, senior note, 3.75%, 02/25/23, Jun. 2024	1.00	JPMorgan	Sell	USD	52,683	14,990
2,600,000	The Goldman Sachs Group Inc., senior note, 2.908% to 06/05/22, FRN thereafter, 06/05/23, Jun. 2024	1.00	JPMorgan	Sell	USD	45,159	26,433
650,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Trach CDX, Dec. 2021	4.10	Morgan Stanley	Sell	USD	9,257	9,257
650,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Trach CDX, Mar. 2022	3.98	Morgan Stanley	Sell	USD	9,768	9,768
						(824,682)	142,815

Note 12 — Open positions on option contracts

As at June 30, 2019, 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							
Purchase	BRL/USD, Put Option, Strike Price 3700, Sep. 2019	Guide Investimentos	BRL	100	4,812,695	32,518	7,310
Sale	BRL/USD, Put Option, Strike Price 3600, Sep. 2019	Guide Investimentos	BRL	(100)	4,682,622	(11,774)	(448)
						20,744	6,862

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	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	Citigroup	EUR	139	4,828,429	51,986	(22,133)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	19	4,916,518	49,804	(114,826)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	19	4,916,518	60,082	(87,311)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	126	7,811,244	99,981	(28,489)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	165	5,731,589	87,120	(31,589)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	JPMorgan	EUR	139	4,828,429	51,986	(27,530)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3100, Dec. 2019	JPMorgan	EUR	272	9,448,437	119,136	(18,512)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	38	5,236,375	87,943	(18,699)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	50	12,938,206	189,559	(36,768)
Purchase	S&P 500 Index, Put Option, Strike Price 2600, Dec. 2019	JPMorgan	USD	111	28,722,818	371,025	(121,106)
Purchase	S&P 500 Index, Put Option, Strike Price 2650, Dec. 2019	JPMorgan	USD	111	28,722,818	448,159	(11,335)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	19	4,916,518	52,980	(85,724)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	39	10,091,801	115,952	(187,705)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Merrill Lynch	USD	19	4,916,519	60,083	(77,917)
Sale	NASDAQ 100 Stock Index, Call Option, Strike Price 7618.7227, Jun. 2019	Barclays	USD	(2,333)	15,742,286	(107,435)	(7,268)
Sale	MSCI Emerging Markets Index, Call Option, Strike Price 1036.729, Jun. 2019	JPMorgan	USD	(4,971)	4,612,472	(78,886)	(59,417)
						1,659,475	(936,329)

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	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	Citigroup	EUR	93	3,230,532	34,782	(14,808)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	11	2,846,405	28,834	(66,478)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	11	2,846,405	34,784	(50,548)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	41	2,541,754	32,534	(9,247)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	53	1,841,056	27,984	(10,124)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3100, Dec. 2019	JPMorgan	EUR	61	2,118,951	26,718	(4,152)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	12	1,653,592	27,771	(5,927)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	15	3,881,462	56,868	(11,093)
Purchase	S&P 500 Index, Put Option, Strike Price 2600, Dec. 2019	JPMorgan	USD	37	9,574,273	123,675	(47,245)
Purchase	S&P 500 Index, Put Option, Strike Price 2650, Dec. 2019	JPMorgan	USD	25	6,469,103	100,937	(2,553)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	11	2,846,405	30,672	(49,629)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	23	5,951,575	68,382	(110,639)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Merrill Lynch	USD	11	2,846,406	34,785	(45,110)
Sale	NASDAQ 100 Stock Index, Call Option, Strike Price 7618.7227, Jun. 2019	Barclays	USD	(518)	3,495,287	(23,854)	(1,614)
Sale	MSCI Emerging Markets Index, Call Option, Strike Price 1036.729, Jun. 2019	JPMorgan	USD	(1,015)	941,794	(16,107)	(12,132)
						588,765	(441,299)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

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	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	Citigroup	EUR	121	4,203,165	45,254	(19,267)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	13	3,363,934	34,077	(78,565)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	13	3,363,933	41,109	(59,738)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	96	5,951,424	76,176	(21,727)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	132	4,585,271	69,696	(25,241)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	JPMorgan	EUR	120	4,168,428	44,880	(23,767)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3100, Dec. 2019	JPMorgan	EUR	236	8,197,908	103,368	(16,062)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	30	4,133,981	69,429	(14,819)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	39	10,091,801	147,856	(28,842)
Purchase	S&P 500 Index, Put Option, Strike Price 2600, Dec. 2019	JPMorgan	USD	97	25,100,120	324,229	(105,855)
Purchase	S&P 500 Index, Put Option, Strike Price 2650, Dec. 2019	JPMorgan	USD	97	25,100,120	391,635	(9,905)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	13	3,363,934	36,249	(58,653)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	27	6,986,631	80,274	(129,906)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Merrill Lynch	USD	13	3,363,934	41,109	(53,312)
Sale	NASDAQ 100 Stock Index, Call Option, Strike Price 7618.7227, Jun. 2019	Barclays	USD	(2,033)	13,717,988	(93,620)	(6,333)
Sale	MSCI Emerging Markets Index, Call Option, Strike Price 1036.729, Jun. 2019	JPMorgan	USD	(4,237)	3,931,411	(67,238)	(50,644)
						1,344,483	(702,636)

Franklin Flexible Alpha Bond Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Swaption							
Purchase	Credit default swap CDX.NA.IG.32, 1.00%, 06/20/24, Strike Price 60, Sep. 2019	Barclays	USD	10,500,000	10,500,000	18,637	(1,050)
Purchase	Credit default swap CDX.NA.IG.32, 1.00%, 06/20/24, Strike Price 75, Aug. 2019	Barclays	USD	21,600,000	21,600,000	8,381	(42,811)
Purchase	Credit default swap CDX.NA.HY.32, 5.00%, 06/20/24, Strike Price 103.50, Aug. 2019	Citigroup	USD	7,200,000	7,200,000	12,600	(57,960)
Purchase	Interest rate swap Receiving floating 3-month USD LIBOR / Paying fixed rate 2.40%, Oct. 2019	Citigroup	USD	21,200,000	21,200,000	34,959	(109,201)
Purchase	Credit default swap CDX.NA.HY.32, 5.00%, 06/20/24, Strike Price 106, Sep. 2019	JPMorgan	USD	3,500,000	3,500,000	33,901	(2,149)
Sale	Credit default swap CDX.NA.IG.32, 1.00%, 06/20/24, Strike Price 85, Sep. 2019	Barclays	USD	(10,500,000)	10,500,000	(4,599)	389
Sale	Credit default swap CDX.NA.IG.32, 1.00%, 06/20/24, Strike Price 100, Aug. 2019	Barclays	USD	(21,600,000)	21,600,000	(2,678)	15,250

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	Credit default swap CDX.NA.HY.32, 5.00%, 06/20/24, Strike Price 98, Aug. 2019	Citigroup	USD	(7,200,000)	7,200,000	(3,679)	16,121
Sale	Credit default swap CDX.NA.HY.32, 5.00%, 06/20/24, Strike Price 104, Sep. 2019	JPMorgan	USD	(3,500,000)	3,500,000	(13,808)	1,242
						83,714	(180,169)

Franklin Global Fundamental 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	568,000	433,823	811	(1,557)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	2,523,000	1,965,609	3,932	(8,473)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	1,892,000	1,479,803	5,927	(6,707)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	10,092,000	8,002,838	10,910	(22,584)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	2,775,000	2,229,626	2,460	(4,368)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	5,046,000	3,067,755	20,604	(18,144)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	946,000	585,920	8,776	(5,887)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	568,000	364,443	7,107	(4,238)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	2,018,000	1,301,537	15,396	(8,084)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	1,261,000	826,281	11,525	(3,576)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	2,365,000	1,596,408	46,742	(26,015)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	5,046,000	3,428,116	70,990	(36,904)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	1,703,000	1,168,818	39,307	(18,519)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	9,335,000	6,448,007	160,567	(53,021)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	3,784,000	2,633,919	71,536	(12,129)
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	2,467,000	2,569,450	44,186	(11,198)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	7,632,000	8,147,095	115,686	(102,589)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	13,818,000	14,750,598	506,499	(78,624)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	9,278,000	10,081,688	289,891	(30,803)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	8,225,000	8,960,003	247,992	(15,496)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	3,816,000	3,625,894	9,517	(6,033)
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	2,467,000	2,348,261	8,548	(4,626)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	2,319,000	2,210,476	19,122	1,336

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental 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	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	3,974,000	3,046,071	10,190	(9,616)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	3,154,000	2,426,057	7,244	(6,717)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	2,523,000	1,950,279	5,373	(5,762)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	5,046,000	3,294,533	20,707	(23,126)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	10,596,000	6,919,188	27,706	(58,955)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	8,410,000	5,525,370	37,097	(31,219)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	4,205,000	2,794,223	22,752	(22,162)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	5,256,000	3,550,428	37,057	(27,684)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	2,523,000	1,707,062	18,424	(15,732)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	4,204,000	2,856,618	32,257	(21,430)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	9,278,000	9,715,766	160,918	(98,079)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	1,744,000	1,828,558	38,535	(10,494)
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	6,976,000	7,356,732	80,552	(34,953)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	5,302,000	5,778,089	159,887	(26,432)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	3,488,000	3,981,688	10,576	(21,214)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	4,639,000	5,398,989	16,339	(26,002)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	3,488,000	3,424,539	34,329	13,833
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	3,488,000	3,694,440	171,864	63,841
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	1,000	674	3	(6)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(1,892,000)	1,356,091	(14,378)	16,655
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(10,091,000)	7,239,277	(94,145)	105,982
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(1,135,000)	822,986	(6,506)	8,339
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(4,037,000)	2,942,944	(27,096)	38,939
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(2,523,000)	1,850,949	(14,799)	24,727
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(1,703,000)	1,254,900	(6,428)	9,370
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(6,055,000)	4,479,757	(9,856)	36,456
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(2,523,000)	1,875,519	(3,436)	13,806
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(1,892,000)	1,409,436	(5,327)	8,459
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(5,046,000)	3,772,098	(5,685)	21,274
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(4,606,000)	4,689,011	(267,014)	24,085

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental 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	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(3,290,000)	3,395,550	(168,020)	2,155
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(7,632,000)	8,703,482	(44,258)	52,516
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(4,606,000)	5,408,552	(67,833)	14,062
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(4,639,000)	5,520,062	(61,750)	8,230
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(3,290,000)	4,085,967	(29,893)	1,856
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(3,816,000)	3,708,240	(20,687)	6,846
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(4,935,000)	4,816,764	(36,396)	11,523
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(2,863,000)	2,841,919	(31,453)	(6,931)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(6,958,000)	6,972,565	(139,390)	(5,726)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(4,606,000)	4,689,011	(119,687)	(7,692)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(1,645,000)	1,686,639	(47,789)	(627)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(3,974,000)	2,807,631	(59,261)	33,398
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(3,154,000)	2,239,340	(42,727)	25,677
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(2,523,000)	1,799,656	(45,080)	25,044
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(4,205,000)	3,258,875	(31,447)	22,021
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(5,046,000)	4,017,121	(14,593)	12,537
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(7,946,000)	6,356,800	(37,108)	25,879
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(6,308,000)	5,087,402	(25,779)	16,460
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(3,488,000)	3,484,022	(112,300)	16,820
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(9,278,000)	10,145,752	(79,930)	88,196
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(3,488,000)	4,083,401	(7,332)	3,899
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(2,651,000)	3,280,126	(24,986)	4,904
Sale	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(3,488,000)	3,484,022	(47,259)	8,469
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(4,639,000)	4,675,501	(84,481)	4,489
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(1,744,000)	1,758,539	(33,848)	1,897
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(2,651,000)	2,682,944	(53,972)	(1,654)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(6,976,000)	7,268,824	(261,656)	(108,058)
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(1,000)	718	(5)	2
						426,251	(275,864)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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
Index Option							
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	Citigroup	EUR	148	5,141,061	55,352	(23,566)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	20	5,175,282	52,426	(120,869)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	21	5,434,047	66,407	(96,501)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	94	5,827,436	74,589	(21,292)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	134	4,654,745	70,752	(25,661)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3050, Dec. 2019	JPMorgan	EUR	147	5,106,325	54,978	(29,115)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3100, Dec. 2019	JPMorgan	EUR	291	10,108,438	127,458	(19,805)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	29	3,996,181	67,114	(14,253)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	39	10,091,801	147,856	(28,842)
Purchase	S&P 500 Index, Put Option, Strike Price 2600, Dec. 2019	JPMorgan	USD	113	29,240,346	377,710	(123,285)
Purchase	S&P 500 Index, Put Option, Strike Price 2650, Dec. 2019	JPMorgan	USD	109	28,205,289	440,085	(11,130)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	20	5,175,282	55,768	(90,236)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	42	10,868,093	124,871	(202,011)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Merrill Lynch	USD	20	5,175,282	63,245	(82,018)
Sale	MSCI Emerging Markets Index, Call Option, Strike Price 1076.4060, Jul. 2019	Bank of America	USD	(3,998)	3,709,649	(15,121)	(1,034)
Sale	NASDAQ 100 Stock Index, Call Option, Strike Price 7893.25, Jul. 2019	Bank of America	USD	(2,050)	13,832,699	(30,016)	45,202
Sale	NASDAQ 100 Stock Index, Call Option, Strike Price 7618.7227, Jun. 2019	Barclays	USD	(2,087)	14,082,362	(96,107)	(6,501)
Sale	MSCI Emerging Markets Index, Call Option, Strike Price 1036.729, Jun. 2019	JPMorgan	USD	(4,041)	3,749,547	(64,128)	(48,301)
						1,573,239	(899,218)

Franklin 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	FedEx Corp., Call Option, Strike Price 180, Jul. 2019	Credit Suisse	USD	(500)	8,209,500	(14,500)	39,175
Sale	MetLife Inc., Call Option, Strike Price 52.50, Aug. 2019	Credit Suisse	USD	(1,000)	4,967,000	(46,000)	5,960
Sale	Pfizer Inc., Call Option, Strike Price 45, Sep. 2019	Credit Suisse	USD	(2,000)	8,664,000	(144,000)	(20,080)
Sale	Wells Fargo & Co., Call Option, Strike Price 50, Jul. 2019	Jefferies	USD	(3,000)	14,196,000	(78,000)	2,882
Sale	Applied Materials Inc., Call Option, Strike Price 52.50, Sep. 2019	Morgan Stanley	USD	(850)	3,817,350	(56,100)	(13)
Sale	Chevron Corp., Call Option, Strike Price 130, Jul. 2019	Morgan Stanley	USD	(1,000)	12,444,000	(24,000)	17,960
Sale	Roche Holding AG, Call Option, Strike Price 285, Aug. 2019	Morgan Stanley	CHF	(276)	7,763,162	(51,726)	18,035
Sale	CVS Health Corp., Put Option, Strike Price 52.50, Jul. 2019	Susquehanna Financial	USD	(1,000)	5,449,000	(59,000)	51,935

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Franklin Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	Apple Inc., Call Option, Strike Price 205, Jul. 2019	Wells Fargo	USD	(340)	6,729,280	(75,480)	14,265
Sale	Target Corp., Call Option, Strike Price 95, Sep. 2019	Wells Fargo	USD	(700)	6,062,700	(80,500)	57,490
						(629,306)	187,609
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 2700, Jun. 2020	Morgan Stanley	USD	500	147,088,000	4,900,000	(2,976,020)
Sale	S&P 500 Index, Put Option, Strike Price 2400, Jun. 2020	Morgan Stanley	USD	(500)	147,088,000	(2,380,000)	1,668,981
						2,520,000	(1,307,039)
						1,890,694	(1,119,430)

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/HKD, Call Option, Strike Price 7.95, Sep. 2019	Citigroup	USD	6,000,000	6,105,874	783	(7,287)
Purchase	GBP/USD, Call Option, Strike Price 1.34, Jul. 2019	Credit Agricole	GBP	3,000,000	4,020,000	27	(69,785)
Purchase	USD/HKD, Call Option, Strike Price 7.925, Jul. 2019	Credit Agricole	USD	4,000,000	4,057,782	12	(436)
Purchase	USD/HKD, Call Option, Strike Price 7.95, Sep. 2019	Credit Agricole	USD	4,000,000	4,070,582	584	84
Purchase	USD/TRY, Put Option, Strike Price 6, Oct. 2019	Credit Suisse	USD	2,000,000	2,072,467	57,978	42,028
Purchase	EUR/CHF, Call Option, Strike Price 1.155, Jul. 2019	JPMorgan	EUR	3,000,000	3,548,569	5	(9,817)
Purchase	EUR/USD, Call Option, Strike Price 1.146, Jul. 2019	JPMorgan	EUR	3,000,000	3,438,000	9,724	683
Purchase	EUR/USD, Call Option, Strike Price 1.167, Jul. 2019	JPMorgan	EUR	1,200,000	1,400,400	307	(6,206)
Purchase	EUR/USD, Call Option, Strike Price 1.168, Sep. 2019	JPMorgan	EUR	6,000,000	7,008,000	24,701	304
Purchase	USD/HKD, Call Option, Strike Price 7.975, Jan. 2020	JPMorgan	USD	4,000,000	4,083,383	3,717	2,617
Purchase	USD/ILS, Call Option, Strike Price 3.68, Sep. 2019	JPMorgan	USD	1,750,000	1,804,528	2,962	(6,803)
Purchase	USD/ILS, Call Option, Strike Price 3.7, Sep. 2019	JPMorgan	USD	1,250,000	1,295,954	1,410	(4,940)
Purchase	USD/ILS, Call Option, Strike Price 3.71, Aug. 2019	JPMorgan	USD	2,000,000	2,079,130	1,380	(9,686)
Purchase	USD/JPY, Put Option, Strike Price 107, Sep. 2019	JPMorgan	USD	2,500,000	2,480,987	30,941	7,053
Purchase	USD/TWD, Call Option, Strike Price 31.75, Jul. 2019	JPMorgan	USD	7,500,000	7,686,906	4,326	(44,049)
Purchase	USD/TWD, Put Option, Strike Price 29.5, Jul. 2019	JPMorgan	USD	1,000,000	952,289	-	(590)
Purchase	USD/HKD, Call Option, Strike Price 7.95, Sep. 2019	Morgan Stanley	USD	3,000,000	3,052,937	422	(2,854)
Purchase	USD/TRY, Call Option, Strike Price 10, Oct. 2019	Morgan Stanley	USD	300,000	518,117	450	(3,615)
Purchase	USD/HKD, Call Option, Strike Price 7.95, Sep. 2019	UBS	USD	6,000,000	6,105,874	844	(4,016)
Sale	USD/HKD, Call Option, Strike Price 7.85, Sep. 2019	Citigroup	USD	(3,000,000)	3,014,535	(1,554)	4,941

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	GBP/USD, Call Option, Strike Price 1.43, Oct. 2019	Credit Agricole	GBP	(3,750,000)	5,362,500	(725)	40,046
Sale	GBP/USD, Put Option, Strike Price 1.2, Jul. 2019	Credit Agricole	GBP	(1,500,000)	1,800,000	(9)	27,629
Sale	USD/HKD, Call Option, Strike Price 7.85, Jul. 2019	Credit Agricole	USD	(2,000,000)	2,009,690	(94)	292
Sale	USD/HKD, Call Option, Strike Price 7.85, Sep. 2019	Credit Agricole	USD	(2,000,000)	2,009,690	(1,083)	17
Sale	USD/TRY, Call Option, Strike Price 10, Oct. 2019	Credit Suisse	USD	(300,000)	518,117	(450)	14,906
Sale	USD/TWD, Put Option, Strike Price 29.5, Jul. 2019	Deutsche Bank	USD	(1,000,000)	952,289	-	9,470
Sale	EUR/CHF, Call Option, Strike Price 1.2, Jul. 2019	JPMorgan	EUR	(6,000,000)	7,373,649	-	2,197
Sale	EUR/USD, Call Option, Strike Price 1.16, Jul. 2019	JPMorgan	EUR	(2,000,000)	2,320,000	(3,833)	2,493
Sale	EUR/USD, Put Option, Strike Price 1.098, Sep. 2019	JPMorgan	EUR	(6,000,000)	6,588,000	(5,298)	17,886
Sale	EUR/USD, Put Option, Strike Price 1.1, Jul. 2019	JPMorgan	EUR	(2,000,000)	2,200,000	(333)	6,284
Sale	EUR/USD, Put Option, Strike Price 1.1025, Jul. 2019	JPMorgan	EUR	(1,200,000)	1,323,000	(34)	6,512
Sale	EUR/USD, Put Option, Strike Price 1.106, Jul. 2019	JPMorgan	EUR	(3,000,000)	3,318,000	(342)	8,426
Sale	USD/HKD, Call Option, Strike Price 7.85, Jan. 2020	JPMorgan	USD	(2,000,000)	2,009,690	(3,322)	(2,456)
Sale	USD/ILS, Put Option, Strike Price 3.45, Aug. 2019	JPMorgan	USD	(2,000,000)	1,933,422	(2,004)	8,212
Sale	USD/ILS, Put Option, Strike Price 3.45, Sep. 2019	JPMorgan	USD	(3,000,000)	2,900,134	(5,255)	10,044
Sale	USD/JPY, Call Option, Strike Price 112.5, Aug. 2019	JPMorgan	USD	(700,000)	730,384	(103)	4,150
Sale	USD/JPY, Put Option, Strike Price 107, Sep. 2019	JPMorgan	USD	(2,500,000)	2,480,986	(30,940)	(2,427)
Sale	USD/TRY, Call Option, Strike Price 7.5, Oct. 2019	JPMorgan	USD	(750,000)	971,469	(5,894)	13,197
Sale	USD/TWD, Call Option, Strike Price 33.05, Sep. 2019	JPMorgan	USD	(7,500,000)	8,001,646	(3,334)	12,041
Sale	USD/HKD, Call Option, Strike Price 7.85, Sep. 2019	Morgan Stanley	USD	(1,500,000)	1,507,268	(801)	2,064
Sale	USD/TRY, Put Option, Strike Price 6, Oct. 2019	Morgan Stanley	USD	(2,000,000)	2,072,467	(57,978)	27,536
Sale	USD/HKD, Call Option, Strike Price 7.85, Sep. 2019	UBS	USD	(3,000,000)	3,014,535	(1,602)	2,778
						15,585	98,923
Equity Option							
Purchase	Array BioPharma Inc., Put Option, Strike Price 43, Sep. 2019	Deutsche Bank	USD	1,483,500	68,730,555	10,287	(19,280)
Purchase	Anadarko Petroleum Corp., Put Option, Strike Price 70, Aug. 2019	JPMorgan	USD	222	1,566,432	32,634	(14,639)
Purchase	Dell Technologies Inc., Call Option, Strike Price 60, Jul. 2019	JPMorgan	USD	642	3,261,360	12,198	(216,164)
Purchase	Dell Technologies Inc., Call Option, Strike Price 62.5, Jul. 2019	JPMorgan	USD	81	411,480	1,215	(15,374)
Purchase	Edison International, Put Option, Strike Price 55, Oct. 2019	JPMorgan	USD	227	1,530,207	22,133	(60,956)
Purchase	Genworth Financial Inc., A, Put Option, Strike Price 3.5, Jul. /201	JPMorgan	USD	351	130,221	6,792	(10,089)
Purchase	PG&E Corp., Call Option, Strike Price 25, Jul. 2019	JPMorgan	USD	69	158,148	6,693	(7,730)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	T-Mobile U.S. Inc., Call Option, Strike Price 80, Jul. 2019	JPMorgan	USD	698	5,174,972	16,054	(86,087)
Purchase	Vodafone Group PLC, ADR, Call Option, Strike Price 18, Jan. 2020	JPMorgan	USD	710	1,159,430	33,370	(648)
Purchase	Alder Biopharmaceuticals Inc., Call Option, Strike Price 15, Jul. 2019	Morgan Stanley	USD	107	125,939	1,605	(7,248)
Purchase	Benefitfocus Inc., Call Option, Strike Price 40, Nov. 2019	Morgan Stanley	USD	1	2,715	65	3
Purchase	Carbonite Inc., Call Option, Strike Price 30, Sep. 2019	Morgan Stanley	USD	3	7,812	293	93
Purchase	Cemex SAB de CV, CPO, ADR, Call Option, Strike Price 7, Jul. 2019	Morgan Stanley	USD	62	26,288	124	(121)
Purchase	Dell Technologies Inc., Call Option, Strike Price 65, Jul. 2019	Morgan Stanley	USD	149	756,920	1,490	(31,082)
Purchase	Evolent Health Inc., A, Call Option, Strike Price 12.5, Dec. 2019	Morgan Stanley	USD	18	14,310	810	71
Purchase	Infinera Corp., Call Option, Strike Price 4, Oct. 2019	Morgan Stanley	USD	247	71,877	3,952	(2,482)
Purchase	Nutanix Inc., A, Call Option, Strike Price 37.5, Oct. 2019	Morgan Stanley	USD	62	160,828	2,946	(1,801)
Purchase	Synaptics Inc., Call Option, Strike Price 40, Dec. 2019	Morgan Stanley	USD	6	17,484	540	17
Purchase	Team Inc., Call Option, Strike Price 20, Dec. 2019	Morgan Stanley	USD	54	82,728	3,240	958
Purchase	Vishay Intertechnology Inc., Call Option, Strike Price 20, Dec. 2019	Morgan Stanley	USD	270	446,040	14,850	426
Purchase	Vodafone Group PLC, ADR, Call Option, Strike Price 1.35, Sep. 2019	Morgan Stanley	GBP	633	10,396	24,116	(1,668)
Purchase	Vodafone Group PLC, ADR, Call Option, Strike Price 1.5, Sep. 2019	Morgan Stanley	GBP	1,931	31,713	12,261	(21,115)
Sale	Anadarko Petroleum Corp., Put Option, Strike Price 65, Aug. 2019	JPMorgan	USD	(243)	1,714,608	(23,571)	(9,232)
Sale	Edison International, Put Option, Strike Price 45, Oct. 2019	JPMorgan	USD	(227)	1,530,207	(7,945)	22,364
Sale	PG&E Corp., Call Option, Strike Price 30, Jul. 2019	JPMorgan	USD	(81)	185,652	(2,430)	3,396
Sale	T-Mobile U.S. Inc., Call Option, Strike Price 87.5, Jul. 2019	JPMorgan	USD	(698)	5,174,972	(2,792)	9,577
Sale	Accenture PLC, A, Call Option, Strike Price 190, Aug. 2019	Morgan Stanley	USD	(2)	36,954	(416)	128
Sale	Accenture PLC, A, Call Option, Strike Price 195, Jul. 2019	Morgan Stanley	USD	(2)	36,954	(16)	181
Sale	Accenture PLC, A, Call Option, Strike Price 200, Sep. 2019	Morgan Stanley	USD	(2)	36,954	(195)	126
Sale	Aflac Inc., Call Option, Strike Price 52.5, Aug. 2019	Morgan Stanley	USD	(6)	32,886	(1,812)	(1,548)
Sale	Aflac Inc., Call Option, Strike Price 55, Aug. 2019	Morgan Stanley	USD	(13)	71,253	(1,651)	(910)
Sale	Allergan PLC, Call Option, Strike Price 150, Aug. 2019	Morgan Stanley	USD	(4)	66,972	(7,280)	(5,900)
Sale	Altria Group Inc., Call Option, Strike Price 55, Sep. 2019	Morgan Stanley	USD	(12)	56,820	(312)	108
Sale	AmerisourceBergen Corp., Call Option, Strike Price 82.5, Jul. 2019	Morgan Stanley	USD	(4)	34,104	(1,500)	(708)
Sale	AmerisourceBergen Corp., Call Option, Strike Price 85, Aug. 2019	Morgan Stanley	USD	(4)	34,104	(1,592)	(743)
Sale	AmerisourceBergen Corp., Call Option, Strike Price 92.5, Aug. 2019	Morgan Stanley	USD	(4)	34,104	(400)	(17)
Sale	Amgen Inc., Call Option, Strike Price 185, Jul. 2019	Morgan Stanley	USD	(2)	36,856	(770)	(438)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	Amgen Inc., Call Option, Strike Price 195, Aug. 2019	Morgan Stanley	USD	(2)	36,856	(458)	132
Sale	Amgen Inc., Call Option, Strike Price 200, Sep. 2019	Morgan Stanley	USD	(2)	36,856	(372)	115
Sale	Automatic Data Processing Inc., Call Option, Strike Price 170, Aug. 2019	Morgan Stanley	USD	(3)	49,599	(993)	(42)
Sale	Automatic Data Processing Inc., Call Option, Strike Price 180, Aug. 2019	Morgan Stanley	USD	(3)	49,599	(263)	106
Sale	Best Buy Co. Inc., Call Option, Strike Price 52.5, Sep. 2019	Morgan Stanley	USD	(16)	72,560	(352)	478
Sale	Best Buy Co. Inc., Call Option, Strike Price 72.5, Jul. 2019	Morgan Stanley	USD	(1)	6,973	(67)	(38)
Sale	Best Buy Co. Inc., Call Option, Strike Price 75, Jul. 2019	Morgan Stanley	USD	(1)	6,973	(24)	124
Sale	Best Buy Co. Inc., Call Option, Strike Price 75, Aug. 2019	Morgan Stanley	USD	(1)	6,973	(86)	(41)
Sale	Booz Allen Hamilton Holding Corp., Call Option, Strike Price 70, Sep. 2019	Morgan Stanley	USD	(5)	33,105	(625)	(35)
Sale	Broadcom Inc., Call Option, Strike Price 300, Jul. 2019	Morgan Stanley	USD	(1)	28,786	(365)	(120)
Sale	Broadcom Inc., Call Option, Strike Price 300, Sep. 2019	Morgan Stanley	USD	(1)	28,786	(1,227)	(245)
Sale	Broadcom Inc., Call Option, Strike Price 310, Sep. 2019	Morgan Stanley	USD	(1)	28,786	(855)	(182)
Sale	Broadridge Financial Solutions Inc., Call Option, Strike Price 135, Sep. 2019	Morgan Stanley	USD	(3)	38,304	(758)	71
Sale	CBS Corp., B, Call Option, Strike Price 52.5, Jul. 2019	Morgan Stanley	USD	(1)	4,990	(17)	15
Sale	CBS Corp., B, Call Option, Strike Price 55, Sep. 2019	Morgan Stanley	USD	(2)	9,980	(106)	31
Sale	CDW Corp., Call Option, Strike Price 115, Sep. 2019	Morgan Stanley	USD	(5)	55,500	(1,750)	(616)
Sale	CDW Corp., Call Option, Strike Price 120, Sep. 2019	Morgan Stanley	USD	(5)	55,500	(963)	(424)
Sale	Cisco Systems Inc., Call Option, Strike Price 60, Aug. 2019	Morgan Stanley	USD	(7)	38,311	(287)	243
Sale	Cisco Systems Inc., Call Option, Strike Price 62.5, Sep. 2019	Morgan Stanley	USD	(7)	38,311	(182)	201
Sale	Citigroup Inc., Call Option, Strike Price 70, Sep. 2019	Morgan Stanley	USD	(5)	35,015	(1,550)	(670)
Sale	Citigroup Inc., Call Option, Strike Price 72.5, Jul. 2019	Morgan Stanley	USD	(5)	35,015	(350)	(261)
Sale	Citigroup Inc., Call Option, Strike Price 72.5, Sep. 2019	Morgan Stanley	USD	(5)	35,015	(945)	(410)
Sale	Comcast Corp., A, Call Option, Strike Price 45, Jul. 2019	Morgan Stanley	USD	(14)	59,192	(70)	108
Sale	Comcast Corp., A, Call Option, Strike Price 47.5, Sep. 2019	Morgan Stanley	USD	(14)	59,192	(252)	122
Sale	ConocoPhillips, Call Option, Strike Price 65, Aug. 2019	Morgan Stanley	USD	(9)	54,900	(702)	(81)
Sale	ConocoPhillips, Call Option, Strike Price 67.5, Aug. 2019	Morgan Stanley	USD	(9)	54,900	(315)	(57)
Sale	Cummins Inc., Call Option, Strike Price 175, Sep. 2019	Morgan Stanley	USD	(2)	34,268	(980)	(446)
Sale	Cummins Inc., Call Option, Strike Price 185, Sep. 2019	Morgan Stanley	USD	(2)	34,268	(390)	(3)
Sale	Darden Restaurants Inc., Call Option, Strike Price 130, Oct. 2019	Morgan Stanley	USD	(5)	60,865	(1,200)	309
Sale	Eaton Corp. PLC, Call Option, Strike Price 87.5, Aug. 2019	Morgan Stanley	USD	(4)	33,312	(316)	(53)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	Eaton Corp. PLC, Call Option, Strike Price 87.5, Oct. 2019	Morgan Stanley	USD	(4)	33,312	(724)	(125)
Sale	Eaton Corp. PLC, Call Option, Strike Price 90, Oct. 2019	Morgan Stanley	USD	(4)	33,312	(420)	(63)
Sale	Fidelity National Financial Inc., Call Option, Strike Price 42, Jul. 2019	Morgan Stanley	USD	(9)	36,270	(180)	61
Sale	Fidelity National Financial Inc., Call Option, Strike Price 43, Sep. 2019	Morgan Stanley	USD	(6)	24,180	(285)	21
Sale	Fidelity National Financial Inc., Call Option, Strike Price 44, Sep. 2019	Morgan Stanley	USD	(9)	36,270	(315)	(29)
Sale	FirstEnergy Corp., Call Option, Strike Price 43, Jul. 2019	Morgan Stanley	USD	(9)	38,529	(567)	(255)
Sale	FirstEnergy Corp., Call Option, Strike Price 44, Jul. 2019	Morgan Stanley	USD	(9)	38,529	(234)	297
Sale	FirstEnergy Corp., Call Option, Strike Price 45, Jul. 2019	Morgan Stanley	USD	(9)	38,529	(90)	60
Sale	Gilead Sciences Inc., Call Option, Strike Price 72.5, Jul. 2019	Morgan Stanley	USD	(8)	54,048	(160)	152
Sale	Gilead Sciences Inc., Call Option, Strike Price 75, Aug. 2019	Morgan Stanley	USD	(8)	54,048	(360)	297
Sale	H&R Block Inc., Call Option, Strike Price 30, Oct. 2019	Morgan Stanley	USD	(43)	125,990	(5,805)	(2,623)
Sale	Hewlett Packard Enterprise Co., Call Option, Strike Price 18, Aug. 2019	Morgan Stanley	USD	(23)	34,385	(46)	821
Sale	Honeywell International Inc., Call Option, Strike Price 180, Jul. 2019	Morgan Stanley	USD	(1)	17,459	(120)	12
Sale	HP Inc., Call Option, Strike Price 22, Aug. 2019	Morgan Stanley	USD	(19)	39,501	(475)	(25)
Sale	Illinois Tool Works Inc., Call Option, Strike Price 160, Sep. 2019	Morgan Stanley	USD	(2)	30,162	(520)	53
Sale	Illinois Tool Works Inc., Call Option, Strike Price 165, Sep. 2019	Morgan Stanley	USD	(2)	30,162	(280)	35
Sale	Illinois Tool Works Inc., Call Option, Strike Price 170, Sep. 2019	Morgan Stanley	USD	(2)	30,162	(150)	88
Sale	Intuit Inc., Call Option, Strike Price 280, Jul. 2019	Morgan Stanley	USD	(1)	26,133	(28)	469
Sale	Intuit Inc., Call Option, Strike Price 280, Aug. 2019	Morgan Stanley	USD	(1)	26,133	(230)	(23)
Sale	Intuit Inc., Call Option, Strike Price 290, Sep. 2019	Morgan Stanley	USD	(1)	26,133	(290)	(13)
Sale	Iron Mountain Inc., Call Option, Strike Price 35, Oct. 2019	Morgan Stanley	USD	(23)	71,990	(460)	85
Sale	Johnson & Johnson, Call Option, Strike Price 145, Jul. 2019	Morgan Stanley	USD	(2)	27,856	(110)	108
Sale	Johnson & Johnson, Call Option, Strike Price 150, Aug. 2019	Morgan Stanley	USD	(2)	27,856	(78)	152
Sale	Johnson & Johnson, Call Option, Strike Price 150, Sep. 2019	Morgan Stanley	USD	(2)	27,856	(154)	190
Sale	JPMorgan Chase & Co., Call Option, Strike Price 120, Jul. 2019	Morgan Stanley	USD	(3)	33,540	(24)	159
Sale	Las Vegas Sands Corp., Call Option, Strike Price 62.5, Jul. 2019	Morgan Stanley	USD	(6)	35,454	(360)	(90)
Sale	Las Vegas Sands Corp., Call Option, Strike Price 65, Aug. 2019	Morgan Stanley	USD	(6)	35,454	(420)	6
Sale	Leidos Holdings Inc., Call Option, Strike Price 85, Aug. 2019	Morgan Stanley	USD	(7)	55,895	(616)	(14)
Sale	LPL Financial Holdings Inc., Call Option, Strike Price 90, Jul. 2019	Morgan Stanley	USD	(7)	57,099	(126)	350
Sale	LyondellBasell Industries NV, A, Call Option, Strike Price 90, Jul. 2019	Morgan Stanley	USD	(4)	34,452	(280)	123

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	LyondellBasell Industries NV, A, Call Option, Strike Price 90, Sep. 2019	Morgan Stanley	USD	(9)	77,517	(2,340)	(1,294)
Sale	Mastercard Inc., A, Call Option, Strike Price 265, Jul. 2019	Morgan Stanley	USD	(1)	26,453	(485)	(111)
Sale	Mastercard Inc., A, Call Option, Strike Price 280, Jul. 2019	Morgan Stanley	USD	(1)	26,453	(33)	27
Sale	Mastercard Inc., A, Call Option, Strike Price 290, Sep. 2019	Morgan Stanley	USD	(1)	26,453	(224)	7
Sale	McKesson Corp., Call Option, Strike Price 140, Jul. 2019	Morgan Stanley	USD	(2)	26,878	(140)	(42)
Sale	McKesson Corp., Call Option, Strike Price 140, Aug. 2019	Morgan Stanley	USD	(2)	26,878	(590)	(244)
Sale	McKesson Corp., Call Option, Strike Price 145, Aug. 2019	Morgan Stanley	USD	(2)	26,878	(262)	(34)
Sale	Merck & Co. Inc., Call Option, Strike Price 85, Jul. 2019	Morgan Stanley	USD	(4)	33,540	(360)	(240)
Sale	Merck & Co. Inc., Call Option, Strike Price 87.5, Aug. 2019	Morgan Stanley	USD	(9)	75,465	(666)	720
Sale	MetLife Inc., Call Option, Strike Price 50, Jul. 2019	Morgan Stanley	USD	(8)	39,736	(640)	(56)
Sale	MetLife Inc., Call Option, Strike Price 52.5, Aug. 2019	Morgan Stanley	USD	(16)	79,472	(736)	(197)
Sale	Microsoft Corp., Call Option, Strike Price 135, Jul. 2019	Morgan Stanley	USD	(2)	26,792	(500)	(265)
Sale	Microsoft Corp., Call Option, Strike Price 145, Aug. 2019	Morgan Stanley	USD	(2)	26,792	(174)	39
Sale	Microsoft Corp., Call Option, Strike Price 150, Sep. 2019	Morgan Stanley	USD	(2)	26,792	(164)	25
Sale	Morgan Stanley, Call Option, Strike Price 47, Aug. 2019	Morgan Stanley	USD	(1)	4,381	(43)	(18)
Sale	Morgan Stanley, Call Option, Strike Price 48, Oct. 2019	Morgan Stanley	USD	(1)	4,381	(98)	(41)
Sale	Nutanix Inc., A, Call Option, Strike Price 130, Aug. 2019	Morgan Stanley	USD	(5)	50,500	(88)	1,039
Sale	Occidental Petroleum Corp., Call Option, Strike Price 60, Aug. 2019	Morgan Stanley	USD	(8)	40,224	(128)	432
Sale	Omnicom Group Inc., Call Option, Strike Price 87.5, Jul. 2019	Morgan Stanley	USD	(4)	32,780	(80)	352
Sale	Omnicom Group Inc., Call Option, Strike Price 87.5, Aug. 2019	Morgan Stanley	USD	(5)	40,975	(350)	(80)
Sale	Omnicom Group Inc., Call Option, Strike Price 90, Jul. 2019	Morgan Stanley	USD	(4)	32,780	(40)	191
Sale	Oracle Corp., Call Option, Strike Price 60, Aug. 2019	Morgan Stanley	USD	(10)	56,970	(370)	(53)
Sale	Oracle Corp., Call Option, Strike Price 62.5, Sep. 2019	Morgan Stanley	USD	(10)	56,970	(450)	(63)
Sale	Outfront Media Inc., Call Option, Strike Price 30, Sep. 2019	Morgan Stanley	USD	(6)	15,474	(135)	21
Sale	PACCAR Inc., Call Option, Strike Price 75, Aug. 2019	Morgan Stanley	USD	(8)	57,328	(968)	(24)
Sale	PACCAR Inc., Call Option, Strike Price 77.5, Aug. 2019	Morgan Stanley	USD	(8)	57,328	(460)	68
Sale	Paychex Inc., Call Option, Strike Price 90, Sep. 2019	Morgan Stanley	USD	(4)	32,916	(120)	308
Sale	Paychex Inc., Call Option, Strike Price 92.5, Sep. 2019	Morgan Stanley	USD	(4)	32,916	(60)	149
Sale	Pfizer Inc., Call Option, Strike Price 46, Sep. 2019	Morgan Stanley	USD	(16)	69,312	(672)	235
Sale	Pfizer Inc., Call Option, Strike Price 47, Sep. 2019	Morgan Stanley	USD	(8)	34,656	(184)	78

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	Plains GP Holdings LP, A, Call Option, Strike Price 27, Aug. 2019	Morgan Stanley	USD	(22)	54,934	(440)	462
Sale	PPL Corp., Call Option, Strike Price 33, Jul. 2019	Morgan Stanley	USD	(12)	37,212	(96)	82
Sale	PPL Corp., Call Option, Strike Price 34, Oct. 2019	Morgan Stanley	USD	(19)	58,919	(380)	95
Sale	Principal Financial Group Inc., Call Option, Strike Price 60, Jul. 2019	Morgan Stanley	USD	(8)	46,336	(320)	(96)
Sale	Principal Financial Group Inc., Call Option, Strike Price 65, Oct. 2019	Morgan Stanley	USD	(4)	23,168	(250)	(54)
Sale	Prudential Financial Inc., Call Option, Strike Price 110, Sep. 2019	Morgan Stanley	USD	(7)	70,700	(630)	(191)
Sale	PulteGroup Inc., Call Option, Strike Price 34, Jul. 2019	Morgan Stanley	USD	(12)	37,944	(120)	168
Sale	PulteGroup Inc., Call Option, Strike Price 35, Oct. 2019	Morgan Stanley	USD	(24)	75,888	(1,704)	600
Sale	QUALCOMM Inc., Call Option, Strike Price 77.5, Jul. 2019	Morgan Stanley	USD	(2)	15,214	(332)	(115)
Sale	QUALCOMM Inc., Call Option, Strike Price 80, Aug. 2019	Morgan Stanley	USD	(2)	15,214	(460)	(143)
Sale	QUALCOMM Inc., Call Option, Strike Price 80, Oct. 2019	Morgan Stanley	USD	(2)	15,214	(670)	(113)
Sale	Sinclair Broadcast Group Inc., A, Call Option, Strike Price 60, Sep. 2019	Morgan Stanley	USD	(11)	58,993	(2,200)	41
Sale	Southwest Airlines Co., Call Option, Strike Price 55, Sep. 2019	Morgan Stanley	USD	(11)	55,858	(1,100)	143
Sale	Southwest Airlines Co., Call Option, Strike Price 57.5, Sep. 2019	Morgan Stanley	USD	(11)	55,858	(561)	99
Sale	Starbucks Corp., Call Option, Strike Price 85, Jul. 2019	Morgan Stanley	USD	(4)	33,532	(360)	(292)
Sale	Starbucks Corp., Call Option, Strike Price 87.5, Jul. 2019	Morgan Stanley	USD	(4)	33,532	(88)	83
Sale	Starbucks Corp., Call Option, Strike Price 90, Aug. 2019	Morgan Stanley	USD	(4)	33,532	(268)	47
Sale	Texas Instruments Inc., Call Option, Strike Price 120, Jul. 2019	Morgan Stanley	USD	(1)	11,476	(101)	(44)
Sale	Texas Instruments Inc., Call Option, Strike Price 120, Oct. 2019	Morgan Stanley	USD	(1)	11,476	(430)	(88)
Sale	Texas Instruments Inc., Call Option, Strike Price 125, Oct. 2019	Morgan Stanley	USD	(1)	11,476	(259)	(61)
Sale	The Boeing Co., Call Option, Strike Price 380, Jul. 2019	Morgan Stanley	USD	(1)	36,401	(293)	294
Sale	The Boeing Co., Call Option, Strike Price 400, Jul. 2019	Morgan Stanley	USD	(1)	36,401	(45)	78
Sale	The Boeing Co., Call Option, Strike Price 405, Aug. 2019	Morgan Stanley	USD	(1)	36,401	(225)	137
Sale	The Southern Co., Call Option, Strike Price 55, Aug. 2019	Morgan Stanley	USD	(6)	33,168	(840)	(620)
Sale	Thermo Fisher Scientific Inc., Call Option, Strike Price 300, Jul. 2019	Morgan Stanley	USD	(2)	58,736	(590)	263
Sale	Thermo Fisher Scientific Inc., Call Option, Strike Price 310, Sep. 2019	Morgan Stanley	USD	(1)	29,368	(460)	207
Sale	United Parcel Service Inc., B, Call Option, Strike Price 110, Aug. 2019	Morgan Stanley	USD	(2)	20,654	(234)	(139)
Sale	United Parcel Service Inc., B, Call Option, Strike Price 115, Sep. 2019	Morgan Stanley	USD	(2)	20,654	(150)	(93)
Sale	UnitedHealth Group Inc., Call Option, Strike Price 260, Jul. 2019	Morgan Stanley	USD	(3)	73,203	(327)	416
Sale	UnitedHealth Group Inc., Call Option, Strike Price 260, Sep. 2019	Morgan Stanley	USD	(1)	24,401	(380)	327

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	Verizon Communications Inc., Call Option, Strike Price 60, Sep. 2019	Morgan Stanley	USD	(4)	22,852	(288)	147
Sale	Verizon Communications Inc., Call Option, Strike Price 62.5, Sep. 2019	Morgan Stanley	USD	(9)	51,417	(243)	747
Sale	Visa Inc., A, Call Option, Strike Price 180, Jul. 2019	Morgan Stanley	USD	(2)	34,710	(84)	51
Sale	Visa Inc., A, Call Option, Strike Price 185, Sep. 2019	Morgan Stanley	USD	(2)	34,710	(310)	83
Sale	Walgreens Boots Alliance Inc., Call Option, Strike Price 57.5, Jul. 2019	Morgan Stanley	USD	(22)	120,274	(506)	646
Sale	Waste Management Inc., Call Option, Strike Price 125, Oct. 2019	Morgan Stanley	USD	(2)	23,074	(224)	51
						96,731	(475,775)
Future Option							
Purchase	Euro-Bund, Put Option, Strike Price 168, Aug. 2019	JPMorgan	EUR	80	1,571,035,790	9,097	(15,441)
Sale	Euro-Bund, Put Option, Strike Price 170, Aug. 2019	JPMorgan	EUR	(27)	530,224,579	(8,903)	11,873
						194	(3,568)
Index Option							
Purchase	Euro STOXX 50 Index, Call Option, Strike Price 3700, Dec. 2019	JPMorgan	EUR	700	27,643,452	236,403	114,547
Purchase	Euro STOXX Banks Index, Call Option, Strike Price 105, Dec. 2019	JPMorgan	EUR	400	2,004,039	13,645	(26,854)
Purchase	Euro STOXX Banks Index, Call Option, Strike Price 115, Dec. 2019	JPMorgan	EUR	1,150	5,761,613	9,807	(28,022)
Purchase	Euro STOXX Banks Index, Call Option, Strike Price 120, Dec. 2019	JPMorgan	EUR	88	440,889	249	(3,469)
Purchase	S&P 500 Index, Put Option, Strike Price 2550, Jul. 2019	JPMorgan	USD	103	30,300,128	11,845	(127,724)
Purchase	S&P 500 Index, Put Option, Strike Price 2650, Jul. 2019	JPMorgan	USD	25	7,354,400	5,000	(61,826)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3100, Jul. 2019	Morgan Stanley	EUR	207	8,174,564	2,589	(76,128)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3250, Aug. 2019	Morgan Stanley	EUR	105	4,146,518	17,790	(25,198)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3300, Jul. 2019	Morgan Stanley	EUR	149	5,884,106	10,505	(4,474)
Purchase	Nasdaq-100 Reduced-Value Index, Put Option, Strike Price 1340, Jul. 2019	Morgan Stanley	USD	138	21,172,236	12,420	(180,836)
Purchase	Nasdaq-100 Reduced-Value Index, Put Option, Strike Price 1460, Jul. 2019	Morgan Stanley	USD	115	17,643,530	83,375	(115,923)
Purchase	Nasdaq-100 Reduced-Value Index, Put Option, Strike Price 1500, Jul. 2019	Morgan Stanley	USD	115	17,643,530	190,900	28,769
Purchase	S&P 500 Index, Put Option, Strike Price 2600, Jul. 2019	Morgan Stanley	USD	376	110,610,176	52,640	(276,568)
Purchase	S&P 500 Index, Put Option, Strike Price 2700, Jul. 2019	Morgan Stanley	USD	125	36,772,000	37,500	(46,180)
Purchase	S&P 500 Index, Put Option, Strike Price 2750, Jul. 2019	Morgan Stanley	USD	182	53,540,032	76,440	(47,306)
Sale	Euro STOXX 50 Index, Call Option, Strike Price 3750, Dec. 2019	JPMorgan	EUR	(700)	27,643,452	(157,602)	(66,787)
Sale	Euro STOXX Banks Index, Call Option, Strike Price 125, Dec. 2019	JPMorgan	EUR	(1,688)	8,457,045	(4,798)	33,741
Sale	Euro STOXX Banks Index, Put Option, Strike Price 70, Dec. 2019	JPMorgan	EUR	(80)	400,808	(4,548)	17,568
Sale	S&P 500 Index, Put Option, Strike Price 2350, Jul. 2019	JPMorgan	USD	(103)	30,300,128	(4,120)	38,312
Sale	S&P 500 Index, Put Option, Strike Price 2450, Jul. 2019	JPMorgan	USD	(25)	7,354,400	(1,625)	14,424

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, 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	Euro STOXX 50 Index, Put Option, Strike Price 2900, Jul. 2019	Morgan Stanley	EUR	(207)	8,174,564	(942)	22,785
Sale	Euro STOXX 50 Index, Put Option, Strike Price 3050, Aug. 2019	Morgan Stanley	EUR	(105)	4,146,518	(5,492)	8,972
						581,981	(808,177)
						694,491	(1,188,597)

Franklin K2 Long Short Credit Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Equity Option							
Purchase	CNX Resources Corp., Put Option, Strike Price 10, Jul. 2019	Goldman Sachs	USD	81,000	592,110	21,784	18,626
Purchase	Tenneco Inc., A, Call Option, Strike Price 13, Jan. 2020	Goldman Sachs	USD	139,100	1,542,619	14,796	2,277
Purchase	At Home Group Inc., Call Option, Strike Price 10, Dec. 2019	JPMorgan	USD	45	29,970	3,600	(1,924)
Purchase	Beazer Homes USA Inc., Call Option, Strike Price 11, Nov. 2019	JPMorgan	USD	90	86,490	6,750	(2,386)
Purchase	Carvana Co., Put Option, Strike Price 50, Aug. 2019	JPMorgan	USD	35	219,065	6,475	(3,089)
Purchase	Sprint Corp., Put Option, Strike Price 5, Jan. 2020	JPMorgan	USD	162	106,434	9,720	453
						63,125	13,957
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 2600, Jul. 2019	JPMorgan	USD	31	9,119,456	4,340	(22,843)
Purchase	S&P 500 Index, Put Option, Strike Price 2700, Jul. 2019	JPMorgan	USD	12	3,530,112	3,600	(4,475)
Purchase	S&P 500 Index, Put Option, Strike Price 2750, Jul. 2019	JPMorgan	USD	15	4,412,640	6,300	(3,915)
						14,240	(31,233)
						77,365	(17,276)

Templeton Asian Bond 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	210,000	160,392	300	(576)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	936,000	729,215	1,459	(3,143)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	702,000	549,060	2,199	(2,489)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	3,742,000	2,967,362	4,045	(8,374)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	1,029,000	826,769	912	(1,620)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	1,871,000	1,137,489	7,640	(6,728)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	351,000	217,397	3,256	(2,184)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	210,000	134,741	2,627	(1,567)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	749,000	483,078	5,715	(3,000)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	468,000	306,661	4,277	(1,327)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	877,000	591,987	17,333	(9,648)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	1,872,000	1,271,786	26,336	(13,691)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	632,000	433,760	14,587	(6,873)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	3,462,000	2,391,323	59,548	(19,663)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	1,404,000	977,279	26,543	(4,500)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	1,474,000	1,129,821	3,780	(3,567)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	1,170,000	899,964	2,687	(2,492)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	936,000	723,528	1,993	(2,137)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	1,871,000	1,221,576	7,678	(8,575)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	3,930,000	2,566,290	10,276	(21,866)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	3,119,000	2,049,183	13,758	(11,578)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	1,559,000	1,035,956	8,435	(8,216)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	1,950,000	1,317,225	13,748	(10,271)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	935,000	632,621	6,828	(5,830)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	1,560,000	1,060,020	11,970	(7,952)
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	12,000	8,092	34	(72)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(702,000)	503,159	(5,335)	6,180
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(3,742,000)	2,684,508	(34,911)	39,301
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(421,000)	305,266	(2,413)	3,093
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(1,497,000)	1,091,302	(10,048)	14,439
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(936,000)	686,678	(5,490)	9,173
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(631,000)	464,969	(2,382)	3,472
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(2,245,000)	1,660,950	(3,654)	13,517
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(936,000)	695,793	(1,275)	5,122
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(702,000)	522,952	(1,976)	3,139
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(1,872,000)	1,399,399	(2,109)	7,892
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(1,474,000)	1,041,381	(21,981)	12,388
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(1,170,000)	830,700	(15,850)	9,525
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(936,000)	667,649	(16,724)	9,291

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(1,559,000)	1,208,225	(11,659)	8,164
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(1,871,000)	1,489,503	(5,411)	4,649
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(2,948,000)	2,358,400	(13,767)	9,601
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(2,340,000)	1,887,210	(9,563)	6,106
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(12,000)	8,616	(62)	26
						93,354	(2,861)

Templeton Emerging Markets Balanced 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	30,000	22,913	43	(82)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	133,000	103,617	207	(447)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	100,000	78,214	313	(354)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	533,000	422,663	576	(1,193)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	147,000	118,110	130	(231)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	266,000	161,717	1,086	(956)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	50,000	30,968	464	(311)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	30,000	19,249	375	(224)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	106,000	68,366	809	(425)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	66,000	43,247	603	(187)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	125,000	84,377	2,471	(1,375)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	266,000	180,713	3,742	(1,945)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	90,000	61,770	2,077	(979)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	493,000	340,532	8,480	(2,800)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	200,000	139,214	3,781	(641)
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	262,000	272,880	4,693	(1,189)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	810,000	864,668	12,278	(10,888)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	1,465,000	1,563,875	53,700	(8,336)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	984,000	1,069,237	30,745	(3,267)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	872,000	949,924	26,292	(1,643)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	405,000	384,824	1,010	(640)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	262,000	249,390	908	(491)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	246,000	234,488	2,029	142
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	210,000	160,965	539	(508)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	166,000	127,687	381	(354)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	133,000	102,809	283	(304)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	266,000	173,671	1,092	(1,219)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	560,000	365,680	1,464	(3,116)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	444,000	291,708	1,959	(1,648)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	222,000	147,519	1,201	(1,170)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	278,000	187,789	1,960	(1,464)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	133,000	89,988	971	(829)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	222,000	150,849	1,703	(1,132)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	984,000	1,030,428	17,066	(10,402)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	185,000	193,970	4,088	(1,113)
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	740,000	780,387	8,545	(3,708)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	562,000	612,464	16,948	(2,802)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	370,000	422,369	1,122	(2,250)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	492,000	572,602	1,733	(2,758)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	370,000	363,268	3,642	1,467
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	370,000	391,899	18,231	6,772
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	1,000	674	3	(6)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(100,000)	71,675	(760)	880
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(533,000)	382,374	(4,973)	5,598
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(60,000)	43,506	(344)	441
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(213,000)	155,275	(1,430)	2,054
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(133,000)	97,573	(780)	1,303
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(90,000)	66,319	(340)	495
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(320,000)	236,750	(521)	1,927
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(133,000)	98,868	(181)	728
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(100,000)	74,495	(282)	447

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(266,000)	198,846	(300)	1,121
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(488,000)	496,795	(28,290)	2,552
Sale	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(349,000)	360,197	(17,823)	229
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(810,000)	923,719	(4,697)	5,574
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(488,000)	573,029	(7,187)	1,490
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(492,000)	585,443	(6,549)	873
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(349,000)	433,435	(3,171)	197
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(404,000)	392,591	(2,190)	725
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(523,000)	510,470	(3,857)	1,221
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(304,000)	301,762	(3,340)	(736)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(738,000)	739,545	(14,784)	(607)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(488,000)	496,795	(12,681)	(815)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(174,000)	178,404	(5,055)	(66)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(210,000)	148,365	(3,132)	1,765
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(166,000)	117,860	(2,249)	1,351
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(133,000)	94,869	(2,376)	1,320
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(222,000)	172,050	(1,660)	1,163
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(266,000)	211,763	(769)	661
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(420,000)	336,000	(1,961)	1,368
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(333,000)	268,565	(1,361)	869
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(370,000)	369,578	(11,913)	1,784
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(984,000)	1,076,031	(8,477)	9,354
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(370,000)	433,159	(778)	414
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(281,000)	347,686	(2,648)	520
Sale	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(370,000)	369,578	(5,013)	898
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(492,000)	495,871	(8,960)	476
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(185,000)	186,542	(3,590)	201
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(281,000)	284,386	(5,721)	(175)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(740,000)	771,062	(27,756)	(11,463)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Balanced Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(1,000)	718	(5)	2
						31,839	(28,867)

Templeton Emerging Markets Bond 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	4,947,000	3,778,385	7,063	(13,564)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	21,986,000	17,128,770	34,261	(73,833)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	16,490,000	12,897,437	51,660	(58,455)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	87,945,000	69,739,357	95,069	(196,803)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	24,185,000	19,431,892	21,442	(38,073)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	43,972,000	26,733,116	179,548	(158,111)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	8,245,000	5,106,669	76,489	(51,306)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	4,947,000	3,174,119	61,895	(36,915)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	17,589,000	11,344,269	134,195	(70,458)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	10,993,000	7,203,260	100,469	(31,174)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	20,612,000	13,913,387	407,378	(226,735)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	43,972,000	29,873,391	618,619	(321,592)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	14,841,000	10,185,810	342,542	(161,385)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	81,349,000	56,190,566	1,399,250	(462,049)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	32,979,000	22,955,611	623,465	(105,707)
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	43,051,000	44,838,823	771,086	(195,408)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	133,172,000	142,159,978	2,018,621	(1,790,098)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	241,087,000	257,358,323	8,837,044	(1,371,785)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	161,876,000	175,898,190	5,057,816	(537,428)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	143,504,000	156,327,813	4,326,789	(270,362)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	66,586,000	63,268,818	166,065	(105,272)
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	43,051,000	40,978,919	149,172	(80,721)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	40,469,000	38,575,140	333,707	23,310
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	34,628,000	26,542,362	88,794	(83,789)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	27,482,000	21,139,154	63,120	(58,531)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	21,986,000	16,995,178	46,824	(50,208)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	43,972,000	28,709,319	180,444	(201,525)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	92,342,000	60,299,326	241,453	(513,777)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	73,287,000	48,149,559	323,273	(272,048)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	36,644,000	24,349,938	198,267	(193,125)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	45,804,000	30,940,602	322,936	(241,255)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	21,986,000	14,875,728	160,550	(137,093)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	36,644,000	24,899,598	281,170	(186,797)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	161,876,000	169,513,816	2,807,578	(1,711,220)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	30,429,000	31,904,348	672,359	(183,088)
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	121,717,000	128,360,004	1,405,466	(609,863)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	92,501,000	100,807,059	2,789,460	(461,141)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	60,859,000	69,472,919	184,524	(370,144)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	80,938,000	94,197,757	285,064	(453,657)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	60,859,000	59,751,718	598,974	241,367
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	60,859,000	64,460,994	2,998,706	1,113,902
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	145,000	97,774	413	(874)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(16,490,000)	11,819,210	(125,313)	145,158
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(87,945,000)	63,091,688	(820,493)	923,660
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(9,894,000)	7,174,114	(56,714)	72,690
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(35,178,000)	25,644,508	(236,116)	339,308
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(21,986,000)	16,129,592	(128,959)	215,476
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(14,841,000)	10,935,981	(56,016)	81,660
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(52,767,000)	39,039,358	(85,895)	317,698
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(21,986,000)	16,343,702	(29,940)	120,311
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(16,490,000)	12,284,148	(46,428)	73,724
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(43,972,000)	32,870,926	(49,540)	185,385
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(80,362,000)	81,810,315	(4,658,665)	420,213
Sale	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(57,402,000)	59,243,572	(2,931,520)	37,598
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(133,172,000)	151,868,464	(772,264)	916,357

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(80,362,000)	94,364,327	(1,183,491)	245,345
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(80,938,000)	96,310,147	(1,077,366)	143,584
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(57,402,000)	71,289,566	(521,555)	32,375
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(66,586,000)	64,705,674	(360,963)	119,455
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(86,103,000)	84,040,086	(635,010)	201,050
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(49,940,000)	49,572,287	(548,641)	(120,905)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(121,407,000)	121,661,144	(2,432,146)	(99,918)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(80,362,000)	81,810,315	(2,088,207)	(134,205)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(28,701,000)	29,427,496	(833,793)	(10,935)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(34,628,000)	24,464,682	(516,381)	291,016
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(27,482,000)	19,512,220	(372,297)	223,736
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(21,986,000)	15,682,614	(392,833)	218,239
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(36,643,000)	28,398,325	(274,037)	191,893
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(43,972,000)	35,006,109	(127,169)	109,252
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(69,256,000)	55,404,800	(323,431)	225,555
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(54,966,000)	44,330,079	(224,632)	143,425
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(60,859,000)	60,789,597	(1,959,416)	293,483
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(161,877,000)	177,017,012	(1,394,570)	1,538,793
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(60,859,000)	71,247,613	(127,926)	68,035
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(46,250,000)	57,225,883	(435,906)	85,562
Sale	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(60,859,000)	60,789,597	(824,579)	147,764
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(80,938,000)	81,574,836	(1,473,962)	78,324
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(30,429,000)	30,682,682	(590,566)	33,101
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(46,250,000)	46,807,296	(941,604)	(28,860)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(121,718,000)	126,827,216	(4,565,399)	(1,885,412)
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(145,000)	104,110	(756)	311
						5,238,521	(4,747,489)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	6,865,000	5,243,301	9,802	(18,823)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	30,513,000	23,771,953	47,549	(102,468)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	22,884,000	17,898,421	71,691	(81,121)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	122,049,000	96,783,431	131,935	(273,121)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	33,564,000	26,967,625	29,757	(52,837)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	61,025,000	37,100,619	249,180	(219,429)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	11,442,000	7,086,781	106,147	(71,200)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	6,865,000	4,404,755	85,892	(51,227)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	24,410,000	15,743,567	186,236	(97,782)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	15,256,000	9,996,628	139,431	(43,263)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	28,605,000	19,308,773	565,352	(314,658)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	61,025,000	41,458,739	858,529	(446,311)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	20,596,000	14,135,633	475,373	(223,966)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	112,896,000	77,981,169	1,941,877	(641,231)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	45,769,000	31,858,314	865,259	(146,703)
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	59,791,000	62,274,002	1,070,917	(271,391)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	184,954,000	197,436,823	2,803,533	(2,486,152)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	334,831,000	357,429,246	12,273,230	(1,905,188)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	224,820,000	244,294,590	7,024,501	(746,402)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	199,304,000	217,114,215	6,009,215	(375,489)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	92,477,000	87,869,980	230,638	(146,206)
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	59,791,000	56,913,208	207,176	(112,108)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	56,205,000	53,574,730	463,466	32,374
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	48,057,000	36,835,691	123,229	(116,283)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	38,140,000	29,337,288	87,599	(81,230)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	30,512,000	23,585,776	64,982	(69,679)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	61,025,000	39,843,223	250,422	(279,680)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	128,152,000	83,683,256	335,087	(713,019)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	101,708,000	66,822,156	448,639	(377,551)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	50,854,000	33,792,483	275,152	(268,017)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	63,568,000	42,940,184	448,179	(334,819)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	30,512,000	20,644,419	222,810	(190,256)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	50,854,000	34,555,293	390,203	(259,233)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	224,820,000	235,427,710	3,899,278	(2,376,612)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	42,261,000	44,310,022	933,799	(254,280)
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	169,045,000	178,271,046	1,951,963	(847,000)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	128,468,000	140,003,689	3,874,081	(640,445)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	84,523,000	96,486,297	256,274	(514,069)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	112,410,000	130,825,692	395,908	(630,058)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	84,523,000	82,985,170	831,875	335,218
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	84,523,000	89,525,569	4,164,702	1,547,024
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	145,000	97,774	413	(874)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(22,884,000)	16,402,110	(173,903)	201,444
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(122,050,000)	87,558,593	(1,138,680)	1,281,854
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(13,731,000)	9,956,312	(78,708)	100,880
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(48,820,000)	35,589,427	(327,682)	470,891
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(30,513,000)	22,385,256	(178,974)	299,045
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(20,596,000)	15,176,704	(77,737)	113,326
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(73,229,000)	54,178,050	(119,204)	440,895
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(30,513,000)	22,682,405	(41,552)	166,972
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(22,884,000)	17,047,328	(64,430)	102,310
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(61,025,000)	45,618,763	(68,753)	257,281
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(111,610,000)	113,621,478	(6,470,143)	583,609
Sale	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(79,722,000)	82,279,643	(4,071,403)	52,218
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(184,954,000)	210,920,313	(1,072,548)	1,272,668
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(111,610,000)	131,056,999	(1,643,680)	340,745
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(112,410,000)	133,759,465	(1,496,290)	199,415
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(79,722,000)	99,009,561	(724,354)	44,963
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(92,477,000)	89,865,537	(501,318)	165,904
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(119,582,000)	116,716,974	(881,917)	279,224

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(69,358,000)	68,847,311	(761,967)	(167,916)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(168,615,000)	168,967,966	(3,377,864)	(138,770)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(111,610,000)	113,621,478	(2,900,186)	(186,389)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(39,861,000)	40,869,984	(1,158,002)	(15,187)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(48,057,000)	33,952,271	(716,637)	403,875
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(38,140,000)	27,079,400	(516,680)	310,505
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(30,512,000)	21,764,210	(545,171)	302,871
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(50,854,000)	39,411,850	(380,315)	266,314
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(61,025,000)	48,582,003	(176,486)	151,621
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(96,114,000)	76,891,200	(448,859)	313,027
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(76,281,000)	61,520,627	(311,742)	199,043
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(84,523,000)	84,426,611	(2,721,303)	407,599
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(224,819,000)	245,845,844	(1,936,816)	2,137,116
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(84,523,000)	98,951,051	(177,667)	94,490
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(64,234,000)	79,477,780	(605,405)	118,833
Sale	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(84,523,000)	84,426,611	(1,145,202)	205,220
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(112,410,000)	113,294,464	(2,047,099)	108,779
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(42,261,000)	42,613,324	(820,202)	45,972
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(64,234,000)	65,007,996	(1,307,740)	(40,082)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(169,046,000)	176,141,849	(6,340,577)	(2,618,523)
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(145,000)	104,110	(756)	311
						7,273,329	(6,593,212)

Templeton Global High Yield 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	31,000	23,677	44	(85)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	137,000	106,733	214	(460)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	103,000	80,560	323	(365)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	549,000	435,351	593	(1,228)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	151,000	121,324	134	(238)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	274,000	166,580	1,119	(985)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	52,000	32,207	482	(324)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	31,000	19,890	388	(231)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	110,000	70,946	839	(441)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	69,000	45,213	631	(196)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	129,000	87,077	2,550	(1,419)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	274,000	186,148	3,855	(2,004)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	93,000	63,829	2,147	(1,011)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	509,000	351,584	8,755	(2,891)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	206,000	143,390	3,894	(660)
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	134,000	139,565	2,400	(608)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	416,000	444,076	6,306	(5,592)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	753,000	803,821	27,601	(4,285)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	505,000	548,745	15,779	(1,677)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	448,000	488,034	13,508	(844)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	208,000	197,638	519	(329)
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	134,000	127,550	464	(251)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	126,000	120,103	1,039	73
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	216,000	165,564	554	(523)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	172,000	132,302	395	(366)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	137,000	105,901	292	(313)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	274,000	178,895	1,124	(1,256)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	576,000	376,128	1,506	(3,205)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	458,000	300,906	2,020	(1,700)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	229,000	152,171	1,239	(1,207)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	286,000	193,193	2,016	(1,506)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	137,000	92,694	1,000	(854)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	228,000	154,926	1,749	(1,162)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	506,000	529,874	8,776	(5,349)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	95,000	99,606	2,099	(572)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	380,000	400,739	4,388	(1,904)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	289,000	314,951	8,715	(1,441)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	190,000	216,892	576	(1,156)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	253,000	294,448	891	(1,418)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	190,000	186,543	1,870	754
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	190,000	201,245	9,362	3,478
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	3,000	2,023	9	(18)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(103,000)	73,825	(783)	907
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(549,000)	393,852	(5,122)	5,766
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(62,000)	44,956	(355)	456
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(219,000)	159,649	(1,470)	2,112
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(137,000)	100,507	(804)	1,343
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(93,000)	68,529	(351)	512
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(329,000)	243,409	(536)	1,981
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(137,000)	101,841	(187)	750
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(103,000)	76,729	(290)	461
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(274,000)	204,827	(309)	1,155
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(251,000)	255,524	(14,551)	1,313
Sale	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(179,000)	184,743	(9,141)	117
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(416,000)	474,404	(2,412)	2,863
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(251,000)	294,734	(3,696)	766
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(253,000)	301,051	(3,368)	449
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(179,000)	222,306	(1,626)	101
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(208,000)	202,126	(1,128)	373
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(269,000)	262,555	(1,984)	628
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(156,000)	154,851	(1,714)	(378)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(379,000)	379,793	(7,592)	(312)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(251,000)	255,524	(6,522)	(419)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(90,000)	92,278	(2,615)	(34)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(216,000)	152,604	(3,221)	1,815

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(172,000)	122,120	(2,330)	1,400
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(137,000)	97,722	(2,448)	1,360
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(229,000)	177,475	(1,713)	1,199
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(274,000)	218,131	(792)	681
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(432,000)	345,600	(2,017)	1,407
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(344,000)	277,436	(1,406)	898
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(190,000)	189,783	(6,117)	916
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(505,000)	552,232	(4,351)	4,801
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(190,000)	222,433	(399)	212
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(144,000)	178,174	(1,357)	266
Sale	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(190,000)	189,783	(2,574)	461
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(253,000)	254,991	(4,607)	245
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(95,000)	95,792	(1,844)	103
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(144,000)	145,735	(2,932)	(90)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(380,000)	395,951	(14,253)	(5,886)
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(3,000)	2,154	(16)	6
						23,232	(15,065)

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
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	181,000	138,243	258	(496)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	803,000	625,598	1,251	(2,697)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	603,000	471,629	1,889	(2,138)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	3,213,000	2,547,871	3,473	(7,190)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	884,000	710,266	784	(1,392)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	1,606,000	976,380	6,558	(5,775)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	301,000	186,429	2,792	(1,873)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	181,000	116,134	2,265	(1,351)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	643,000	414,712	4,906	(2,576)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	402,000	263,414	3,674	(1,140)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	754,000	508,960	14,902	(8,294)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	1,606,000	1,091,073	22,594	(11,746)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	542,000	371,990	12,510	(5,894)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	2,973,000	2,053,554	51,137	(16,889)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	1,205,000	838,761	22,780	(3,862)
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	783,000	815,516	14,024	(3,554)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	2,422,000	2,585,464	36,713	(32,557)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	4,383,000	4,678,815	160,659	(24,939)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	2,943,000	3,197,932	91,954	(9,771)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	2,609,000	2,842,146	78,664	(4,915)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	1,211,000	1,150,670	3,020	(1,915)
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	783,000	745,314	2,713	(1,468)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	736,000	701,557	6,069	424
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	1,266,000	970,389	3,246	(3,063)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	1,004,000	772,277	2,306	(2,138)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	803,000	620,719	1,710	(1,834)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	1,606,000	1,048,557	6,590	(7,360)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	3,374,000	2,203,222	8,822	(18,772)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	2,678,000	1,759,446	11,813	(9,941)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	1,339,000	889,766	7,245	(7,057)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	1,674,000	1,130,787	11,802	(8,817)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	803,000	543,310	5,864	(5,007)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	1,338,000	909,171	10,267	(6,821)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	2,942,000	3,080,812	51,026	(31,100)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	553,000	579,812	12,219	(3,327)
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	2,213,000	2,333,780	25,554	(11,088)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	1,682,000	1,833,034	50,722	(8,385)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	1,106,000	1,262,542	3,353	(6,727)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	1,471,000	1,711,988	5,181	(8,245)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	1,106,000	1,085,877	10,885	4,386

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	1,106,000	1,171,460	54,496	20,243
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	4,000	2,697	11	(24)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(603,000)	432,200	(4,582)	5,308
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(3,214,000)	2,305,722	(29,985)	33,756
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(361,000)	261,760	(2,069)	2,652
Sale	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(1,285,000)	936,756	(8,625)	12,394
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(803,000)	589,105	(4,710)	7,870
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(542,000)	399,387	(2,046)	2,982
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(1,928,000)	1,426,420	(3,138)	11,608
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(803,000)	596,925	(1,093)	4,394
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(603,000)	449,202	(1,698)	2,696
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(1,606,000)	1,200,553	(1,809)	6,771
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(1,461,000)	1,487,331	(84,696)	7,640
Sale	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(1,044,000)	1,077,494	(53,317)	684
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(2,422,000)	2,762,033	(14,045)	16,666
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(1,461,000)	1,715,566	(21,516)	4,460
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(1,471,000)	1,750,380	(19,580)	2,610
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(1,044,000)	1,296,580	(9,486)	589
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(1,210,000)	1,175,831	(6,559)	2,171
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(1,565,000)	1,527,505	(11,542)	3,654
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(908,000)	901,314	(9,975)	(2,198)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(2,207,000)	2,211,620	(44,213)	(1,816)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(1,461,000)	1,487,331	(37,964)	(2,440)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(522,000)	535,213	(15,165)	(199)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(1,266,000)	894,429	(18,879)	10,640
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(1,004,000)	712,840	(13,601)	8,174
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(803,000)	572,780	(14,347)	7,971
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(1,339,000)	1,037,725	(10,014)	7,012
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(1,607,000)	1,279,333	(4,647)	3,993
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(2,530,000)	2,024,000	(11,815)	8,240

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(2,008,000)	1,619,452	(8,206)	5,240
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(1,106,000)	1,104,739	(35,609)	5,334
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(2,943,000)	3,218,253	(25,354)	27,976
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(1,106,000)	1,294,794	(2,325)	1,236
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(841,000)	1,040,583	(7,926)	1,556
Sale	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(1,106,000)	1,104,739	(14,985)	2,685
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(1,471,000)	1,482,574	(26,788)	1,424
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(553,000)	557,610	(10,733)	602
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(841,000)	851,134	(17,122)	(525)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(2,212,000)	2,304,851	(82,968)	(34,264)
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(4,000)	2,872	(21)	9
						135,548	(87,530)

Templeton Global Total Return 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	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	7,893,000	6,028,460	11,269	(21,641)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	35,080,000	27,329,994	54,666	(117,805)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	26,310,000	20,578,022	82,424	(93,266)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	140,322,000	111,273,706	151,689	(314,013)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	38,588,000	31,004,252	34,211	(60,746)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	70,161,000	42,654,921	286,484	(252,280)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	13,155,000	8,147,755	122,039	(81,859)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	7,893,000	5,064,346	98,754	(58,898)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	28,064,000	18,100,265	214,114	(112,420)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	17,540,000	11,493,239	160,305	(49,740)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	32,888,000	22,199,858	650,002	(361,771)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	70,160,000	47,664,812	987,045	(513,120)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	23,679,000	16,251,586	546,531	(257,492)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	129,797,000	89,655,273	2,232,584	(737,225)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	52,620,000	36,627,073	994,777	(168,662)

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global 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
Purchase	USD/MXN, Call Option, Strike Price 20.0014, Nov. 2019	Citigroup	USD	68,956,000	71,819,606	1,235,071	(312,991)
Purchase	USD/MXN, Call Option, Strike Price 20.50, Dec. 2019	Citigroup	USD	213,306,000	227,702,342	3,233,292	(2,867,259)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	386,156,000	412,218,247	14,154,548	(2,197,228)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	259,282,000	281,741,792	8,101,266	(860,816)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	229,855,000	250,395,316	6,930,358	(433,047)
Purchase	USD/MXN, Put Option, Strike Price 18.2472, Oct. 2019	Citigroup	USD	106,653,000	101,339,760	265,993	(168,618)
Purchase	USD/MXN, Put Option, Strike Price 18.2796, Nov. 2019	Citigroup	USD	68,956,000	65,637,089	238,933	(129,292)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	64,820,000	61,786,568	534,506	37,336
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	55,252,000	42,350,658	141,678	(133,693)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	43,850,000	33,729,420	100,714	(93,391)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	35,080,000	27,116,840	74,710	(80,111)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	70,161,000	45,808,117	287,913	(321,550)
Purchase	AUD/USD, Put Option, Strike Price 0.653, May 2020	HSBC	AUD	147,338,000	96,211,714	385,254	(819,767)
Purchase	AUD/USD, Put Option, Strike Price 0.657, Apr. 2020	HSBC	AUD	116,934,000	76,825,638	515,802	(434,070)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	58,467,000	38,851,322	316,343	(308,140)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	73,084,000	49,368,242	515,270	(384,942)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	35,080,000	23,735,128	256,168	(218,740)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	58,468,000	39,729,006	448,626	(298,047)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Nov. 2019	JPMorgan	USD	259,282,000	271,515,734	4,496,986	(2,740,915)
Purchase	USD/MXN, Call Option, Strike Price 20.135, Dec. 2019	JPMorgan	USD	48,739,000	51,102,108	1,076,937	(293,258)
Purchase	USD/MXN, Call Option, Strike Price 20.252, Oct. 2019	JPMorgan	USD	194,958,000	205,598,312	2,251,180	(976,837)
Purchase	USD/MXN, Call Option, Strike Price 20.9283, May 2020	JPMorgan	USD	148,161,000	161,465,007	4,467,943	(738,620)
Purchase	USD/MXN, Call Option, Strike Price 21.922, Oct. 2019	JPMorgan	USD	97,479,000	111,276,076	295,556	(592,867)
Purchase	USD/MXN, Call Option, Strike Price 22.35, Nov. 2019	JPMorgan	USD	129,641,000	150,879,579	456,596	(726,638)
Purchase	USD/MXN, Put Option, Strike Price 18.8545, Dec. 2019	JPMorgan	USD	97,479,000	95,705,446	959,388	386,602
Purchase	USD/MXN, Put Option, Strike Price 20.3405, Dec. 2019	JPMorgan	USD	97,479,000	103,248,382	4,803,083	1,784,158
Purchase	AUD/USD, Put Option, Strike Price 0.6743, Nov. 2019	Morgan Stanley	AUD	145,000	97,774	413	(874)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(26,311,000)	18,858,413	(199,945)	231,611
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(140,322,000)	100,666,914	(1,309,151)	1,473,759
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(15,786,000)	11,446,387	(90,487)	115,978

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global 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	AUD/JPY, Call Option, Strike Price 78.60, May 2020	Citigroup	AUD	(56,128,000)	40,916,906	(376,734)	541,380
Sale	AUD/JPY, Call Option, Strike Price 79.10, May 2020	Citigroup	AUD	(35,080,000)	25,735,745	(205,762)	343,804
Sale	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	(23,679,000)	17,448,493	(89,374)	130,289
Sale	AUD/JPY, Call Option, Strike Price 79.77, Nov. 2019	Citigroup	AUD	(84,193,000)	62,289,701	(137,051)	506,907
Sale	AUD/JPY, Call Option, Strike Price 80.15, Nov. 2019	Citigroup	AUD	(35,080,000)	26,077,370	(47,771)	191,963
Sale	AUD/JPY, Call Option, Strike Price 80.32, Feb. 2020	Citigroup	AUD	(26,310,000)	19,599,510	(74,076)	117,627
Sale	AUD/JPY, Call Option, Strike Price 80.6, Nov. 2019	Citigroup	AUD	(70,160,000)	52,447,561	(79,044)	295,794
Sale	USD/MXN, Call Option, Strike Price 19.55, May 2020	Citigroup	USD	(128,719,000)	131,038,823	(7,461,969)	673,072
Sale	USD/MXN, Call Option, Strike Price 19.82, May 2020	Citigroup	USD	(91,942,000)	94,891,686	(4,695,478)	60,222
Sale	USD/MXN, Call Option, Strike Price 21.9, Dec. 2019	Citigroup	USD	(213,306,000)	243,252,746	(1,236,961)	1,467,759
Sale	USD/MXN, Call Option, Strike Price 22.55, May 2020	Citigroup	USD	(128,719,000)	151,147,082	(1,895,645)	392,979
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(129,641,000)	154,263,062	(1,725,651)	229,983
Sale	USD/MXN, Call Option, Strike Price 23.85, May 2020	Citigroup	USD	(91,942,000)	114,186,009	(835,385)	51,855
Sale	USD/MXN, Put Option, Strike Price 18.6616, Oct. 2019	Citigroup	USD	(106,652,000)	103,640,248	(578,160)	191,334
Sale	USD/MXN, Put Option, Strike Price 18.7438, Nov. 2019	Citigroup	USD	(137,913,000)	134,608,787	(1,017,108)	322,027
Sale	USD/MXN, Put Option, Strike Price 19.0625, Oct. 2019	Citigroup	USD	(79,990,000)	79,401,027	(878,770)	(193,656)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(194,461,000)	194,868,070	(3,895,637)	(160,041)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(128,719,000)	131,038,823	(3,344,763)	(214,961)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(45,971,000)	47,134,644	(1,335,504)	(17,515)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(55,252,000)	39,035,538	(823,930)	464,342
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(43,850,000)	31,133,500	(594,033)	356,991
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(35,080,000)	25,022,564	(626,790)	348,214
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(58,467,000)	45,311,925	(437,250)	306,182
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(70,161,000)	55,855,172	(202,908)	174,320
Sale	AUD/USD, Call Option, Strike Price 0.80, May 2021	HSBC	AUD	(110,503,000)	88,402,400	(516,057)	359,890
Sale	AUD/USD, Call Option, Strike Price 0.8065, Apr. 2021	HSBC	AUD	(87,700,000)	70,730,050	(358,408)	228,839
Sale	USD/MXN, Call Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(97,479,000)	97,367,836	(3,138,434)	470,077
Sale	USD/MXN, Call Option, Strike Price 21, Nov. 2019	JPMorgan	USD	(259,282,000)	283,532,095	(2,233,714)	2,464,719
Sale	USD/MXN, Call Option, Strike Price 22.482, Oct. 2019	JPMorgan	USD	(97,479,000)	114,118,636	(204,901)	108,974
Sale	USD/MXN, Call Option, Strike Price 23.7613, May 2020	JPMorgan	USD	(74,080,000)	91,660,397	(698,204)	137,048

Notes to the Financial Statements (continued)

At June 30, 2019

Note 12 — Open positions on option contracts (continued)

As at June 30, 2019, the Company had entered into the following outstanding contracts:

Templeton Global 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	USD/MXN, Put Option, Strike Price 19.182, Oct. 2019	JPMorgan	USD	(97,479,000)	97,367,836	(1,320,743)	236,677
Sale	USD/MXN, Put Option, Strike Price 19.355, Nov. 2019	JPMorgan	USD	(129,641,000)	130,661,040	(2,360,892)	125,454
Sale	USD/MXN, Put Option, Strike Price 19.364, Dec. 2019	JPMorgan	USD	(48,739,000)	49,145,330	(945,927)	53,018
Sale	USD/MXN, Put Option, Strike Price 19.4353, Nov. 2019	JPMorgan	USD	(74,080,000)	74,972,637	(1,508,195)	(46,226)
Sale	USD/MXN, Put Option, Strike Price 20.01, Dec. 2019	JPMorgan	USD	(194,958,000)	203,141,528	(7,312,485)	(3,019,899)
Sale	AUD/USD, Call Option, Strike Price 0.718, Nov. 2019	Morgan Stanley	AUD	(145,000)	104,110	(756)	311
						8,377,368	(7,603,452)

Note 13 — Mortgage dollar rolls

As at June 30, 2019, the Company had entered into the following outstanding mortgage dollar rolls:

Franklin Flexible Alpha Bond Fund

Nominal	Description	Country code	Trading currency	Market value USD	Unrealised profit/(loss) USD
Long position					
13,720,000	FNMA, 3.50%, 07/01/48	USA	USD	14,023,341	(10,635)

Franklin Strategic Income Fund

Nominal	Description	Country code	Trading currency	Market value USD	Unrealised profit/(loss) USD
Long position					
3,600,000	FNMA, 3.50%, 07/01/48	USA	USD	3,679,594	2,975
3,500,000	FNMA, 4.00%, 06/01/49	USA	USD	3,616,826	(4,556)
				7,296,420	(1,581)

Franklin U.S. Government Fund

Nominal	Description	Country code	Trading currency	Market value USD	Unrealised profit/(loss) USD
Long position					
8,500,000	GNMA II, SF, 3.00%, 06/01/49	USA	USD	8,682,285	(5,578)

Note 14 — Securities lending

During the year, the Company participated in securities lending programmes through Goldman Sachs and JPMorgan as lending agents.

As at June 30, 2019, the market value of the securities on loan and the corresponding collateral received were as follows:

Fund	Fund currency	Lending Agent	Counterparty	Market value of securities on loan in Fund currency	Market value of sovereign bonds received as collateral in Fund currency
Franklin Biotechnology Discovery Fund	USD	Goldman Sachs	Barclays	1,495,000	1,515,579
			Citigroup	838,605	844,684
			Credit Suisse	720,200	730,035
			Deutsche Bank	133,061,299	135,892,082
			Goldman Sachs	1,068,200	1,076,357
			Merrill Lynch	471,528	469,931
			Morgan Stanley	4,542,200	4,834,430
			UBS	1,040,000	1,106,911
				143,237,032	146,470,009

Notes to the Financial Statements (continued)

At June 30, 2019

Note 14 — Securities lending (continued)

Fund	Fund currency	Lending Agent	Counterparty	Market value of securities on loan in Fund currency	Market value of sovereign bonds received as collateral in Fund currency
Franklin European Dividend Fund	EUR	JPMorgan	Morgan Stanley	834,269	999,528
			UBS	156,800	187,042
				991,069	1,186,570
Franklin European Growth Fund	EUR	JPMorgan	JPMorgan	419,200	498,302
			Merrill Lynch	1,911,667	2,296,847
			UBS	9,247,120	10,912,099
				11,577,987	13,707,248
Franklin Natural Resources Fund	USD	Goldman Sachs	Barclays	433,836	462,263
Franklin Select U.S. Equity Fund	USD	Goldman Sachs	Deutsche Bank	255,936	266,854
Franklin Technology Fund	USD	Goldman Sachs	Barclays	2,812,388	2,933,237
			Deutsche Bank	27,209,696	28,307,061
			Goldman Sachs	3,515,485	3,667,028
				33,537,569	34,907,326
Franklin U.S. Opportunities Fund	USD	Goldman Sachs	Citigroup	9,972,296	10,889,055
			Deutsche Bank	9,829,445	10,068,831
			UBS	2,426,505	2,525,607
				22,228,246	23,483,493
Templeton Asian Smaller Companies Fund	USD	JPMorgan	JPMorgan	29,247,823	30,629,895
			Merrill Lynch	8,040,946	8,534,882
			Morgan Stanley	149,721	158,337
			UBS	13,766,013	14,494,809
				51,204,503	53,817,923
Templeton Emerging Markets Smaller Companies Fund	USD	JPMorgan	JPMorgan	11,529,228	12,072,194
			Merrill Lynch	3,010,914	3,195,867
			Morgan Stanley	1,111,698	1,175,676
			UBS	3,214,754	3,384,948
				18,866,594	19,828,685
Templeton Global Fund	USD	JPMorgan	Morgan Stanley	6,006,206	6,207,927
Templeton Global Smaller Companies Fund	USD	JPMorgan	Merrill Lynch	310,509	332,676

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

	Fund currency	Lending Agent	Gross earnings in Fund currency	Direct and indirect operational costs and fees in Fund currency	Net earnings in Fund currency
Franklin Biotechnology Discovery Fund	USD	Goldman Sachs	124,303	9,944	114,359
Franklin European Dividend Fund	EUR	JPMorgan	26,573	2,126	24,447
Franklin European Growth Fund	EUR	JPMorgan	609,644	48,772	560,872
Franklin European Small-Mid Cap Fund	EUR	JPMorgan	17,858	1,429	16,429
Franklin Global Fundamental Strategies Fund	USD	JPMorgan	150,435	12,035	138,400
Franklin Income Fund	USD	JPMorgan	21,266	1,701	19,565
Franklin Natural Resources Fund	USD	Goldman Sachs	23,462	1,877	21,585
Franklin Select U.S. Equity Fund	USD	Goldman Sachs	219	17	202
Franklin Technology Fund	USD	Goldman Sachs	83,148	6,652	76,496
Franklin U.S. Opportunities Fund	USD	Goldman Sachs	368,466	29,477	338,989
Franklin World Perspectives Fund	USD	JPMorgan	84,787	6,783	78,004
Franklin Mutual European Fund	EUR	JPMorgan	466,402	37,312	429,090
Franklin Mutual Global Discovery Fund	USD	JPMorgan	221,266	17,701	203,565
Franklin Mutual U.S. Value Fund	USD	JPMorgan	38,765	3,101	35,664
Templeton Asian Growth Fund	USD	JPMorgan	68,004	5,440	62,564
Templeton Asian Smaller Companies Fund	USD	JPMorgan	733,240	69,944	663,296
Templeton Emerging Markets Smaller Companies Fund	USD	JPMorgan	299,474	29,428	270,046
Templeton Euroland Fund	EUR	JPMorgan	205,335	16,427	188,908

Notes to the Financial Statements (continued)

At June 30, 2019

Note 14 — Securities lending (continued)

	Fund currency	Lending Agent	Gross earnings in Fund currency	Direct and indirect operational costs and fees in Fund currency	Net earnings in Fund currency
Templeton Global Fund	USD	JPMorgan	89,347	7,148	82,199
Templeton Global Climate Change Fund	EUR	JPMorgan	254,799	20,384	234,415
Templeton Global Equity Income Fund	USD	JPMorgan	5,246	420	4,826
Templeton Global Income Fund	USD	JPMorgan	88,824	7,106	81,718
Templeton Global Smaller Companies Fund	USD	JPMorgan	100,819	8,069	92,750
Templeton Growth (Euro) Fund	EUR	JPMorgan	857,463	68,597	788,866

Note 15 — Investment management fees

The Management Company receives from the Company a monthly investment management fee equivalent to a certain percentage per annum (as detailed below) of each Fund's average daily net assets during the accounting period. 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, 2019.

The Investment Managers will be remunerated by the Management Company out of the investment management fee received from the Company.

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 A PF	Class I	Class I PF	Class S	Class W	Other Classes except Class X and Class Y
Franklin Asia Credit Fund		0.55%				0.75%
Franklin Biotechnology Discovery Fund		0.70%			0.70%	1.00%
Franklin Brazil Opportunities Fund		0.70%				1.00%
Franklin Diversified Balanced Fund		0.55%			0.55%	0.85%
Franklin Diversified Conservative Fund		0.50%			0.50%	0.80%
Franklin Diversified Dynamic Fund		0.60%			0.60%	0.90%
Franklin Emerging Markets Debt Opportunities Hard Currency Fund		0.70%			0.70%	
Franklin Euro Government Bond Fund		0.30%				0.35%
Franklin Euro High Yield Fund		0.60%			0.60%	0.80%
Franklin Euro Short Duration Bond Fund		0.25%			0.25%	0.30%
Franklin Euro Short-Term Money Market Fund		0.20%				0.25%
Franklin European Corporate Bond Fund		0.40%			0.40%	0.45%
Franklin European Dividend Fund		0.70%			0.70%	1.00%
Franklin European Growth Fund		0.70%			0.70%	1.00%
Franklin European Income Fund		0.60%			0.60%	0.85%
Franklin European Small-Mid Cap Fund		0.70%			0.70%	1.00%
Franklin European Total Return Fund		0.35%			0.35%	0.40%
Franklin Flexible Alpha Bond Fund		0.55%			0.55%	0.75%
Franklin GCC Bond Fund		0.55%			0.55%	0.75%
Franklin Global Aggregate Bond Fund		0.40%			0.40%	0.65%
Franklin Global Aggregate Investment Grade Bond Fund		0.40%				0.65%
Franklin Global Convertible Securities Fund		0.60%			0.60%	0.75%
Franklin Global Corporate Investment Grade Bond Fund				0.40%		
Franklin Global Fundamental Strategies Fund		0.70%			0.70%	1.00%
Franklin Global Listed Infrastructure Fund		0.70%			0.70%	1.00%
Franklin Global Multi-Asset Income Fund		0.60%			0.60%	0.85%
Franklin Global Real Estate Fund		0.70%			0.70%	1.00%
Franklin Global Small-Mid Cap Fund		0.70%			0.70%	1.00%
Franklin Gold and Precious Metals Fund		0.70%				1.00%
Franklin High Yield Fund		0.60%			0.60%	0.80%
Franklin Income Fund		0.60%			0.60%	0.85%
Franklin India Fund		0.70%		up to 0.70%	0.70%	1.00%
Franklin Japan Fund		0.70%			0.70%	1.00%
Franklin K2 Alternative Strategies Fund	1.30%	1.75%	1.20%	up to 1.70%	1.75%	2.05%
Franklin K2 Global Macro Opportunities Fund		1.75%			1.75%	2.05%
Franklin K2 Long Short Credit Fund	1.30%	1.75%	1.20%		1.75%	2.05%
Franklin MENA Fund		1.05%			1.05%	1.50%
Franklin Natural Resources Fund		0.70%				1.00%
Franklin NextStep Balanced Growth Fund						0.85%
Franklin NextStep Conservative Fund					0.60%	0.80%
Franklin NextStep Dynamic Growth Fund						0.85%
Franklin NextStep Growth Fund					0.70%	1.00%
Franklin NextStep Moderate Fund					0.65%	0.95%
Franklin NextStep Stable Growth Fund						0.80%

Notes to the Financial Statements (continued)

At June 30, 2019

Note 15 — Investment management fees (continued)

	Class A PF	Class I	Class I PF	Class S	Class W	Other Classes except Class X and Class Y
Franklin Select U.S. Equity Fund		0.70%			0.70%	1.00%
Franklin Strategic Income Fund		0.55%			0.55%	0.75%
Franklin Technology Fund		0.70%			0.70%	1.00%
Franklin U.S. Dollar Short-Term Money Market Fund					0.20%	0.30%
Franklin U.S. Government Fund		0.40%			0.40%	0.65%
Franklin U.S. Low Duration Fund		0.40%			0.40%	0.65%
Franklin U.S. Opportunities Fund		0.70%		up to 0.60%	0.70%	1.00%
Franklin World Perspectives Fund		0.70%			0.70%	1.00%
Franklin Mutual European Fund		0.70%			0.70%	1.00%
Franklin Mutual Global Discovery Fund		0.70%			0.70%	1.00%
Franklin Mutual U.S. Value Fund		0.70%			0.70%	1.00%
Templeton Africa Fund		1.10%			1.10%	1.60%
Templeton Asian Bond Fund		0.55%			0.55%	0.75%
Templeton Asian Growth Fund		0.90%			0.90%	1.35%
Templeton Asian Smaller Companies Fund		0.90%			0.90%	1.35%
Templeton BRIC Fund		1.10%				1.60%
Templeton China Fund		1.10%			1.10%	1.60%
Templeton Eastern Europe Fund		1.10%			1.10%	1.60%
Templeton Emerging Markets Fund		1.00%			1.00%	1.15%
Templeton Emerging Markets Balanced Fund		0.90%				1.30%
Templeton Emerging Markets Bond Fund		0.70%		up to 0.70%	0.70%	1.00%
Templeton Emerging Markets Local Currency Bond Fund		0.70%			0.70%	1.00%
Templeton Emerging Markets Smaller Companies Fund		1.10%			1.10%	1.60%
Templeton Euroland Fund		0.70%			0.70%	1.00%
Templeton European Fund		0.70%			0.70%	1.00%
Templeton Frontier Markets Fund		1.10%			1.10%	1.60%
Templeton Global Fund		0.70%			0.70%	1.00%
Templeton Global Balanced Fund		0.60%			0.60%	0.80%
Templeton Global Bond Fund		0.55%		up to 0.55%	0.55%	0.75%
Templeton Global Bond (Euro) Fund		0.55%			0.55%	0.75%
Templeton Global Climate Change Fund		0.70%			0.70%	1.00%
Templeton Global Currency Fund		0.55%			0.55%	0.75%
Templeton Global Equity Income Fund						1.00%
Templeton Global High Yield Fund		0.60%				0.85%
Templeton Global Income Fund		0.60%		up to 0.60%	0.60%	0.85%
Templeton Global Smaller Companies Fund		0.70%				1.00%
Templeton Global Total Return Fund		0.55%		up to 0.55%	0.55%	0.75%
Templeton Growth (Euro) Fund		0.70%			0.70%	1.00%
Templeton Latin America Fund		1.00%			1.00%	1.40%
Templeton Thailand Fund					1.10%	1.60%

Note 16 — Performance fees

The Management Company may be entitled to receive from the net assets attributable to a Share Class an annual performance-based incentive fee (the "Performance Fee") which, if applicable, will be calculated and accrued daily and payable as of the end of each fiscal year.

The Performance Fee becomes due in the event of outperformance, that is, if the increase in the NAV during the relevant Performance Period (after deduction of any subscription and/or redemption fees levied) exceeds (i) the increase in the Target Benchmark over the same period and (ii) the applicable High Water Mark point as defined in the Prospectus.

If Shareholders redeem all or part of their Shares before the end of a Performance Period, any accrued Performance Fee with respect to such Shares will crystallise on that Dealing Day and will then become payable.

The following performance fees apply in respect of the PF shares as at June 30, 2019.

	Performance fees	Target benchmark
Franklin K2 Alternative Strategies Fund		
A PF (acc) EUR-H1	15%	3-month EUR LIBOR
A PF (Ydis) EUR-H1	15%	3-month EUR LIBOR
I PF (acc) EUR-H1	15%	3-month EUR LIBOR
I PF (Ydis) EUR-H1	15%	3-month EUR LIBOR
Franklin K2 Long Short Credit Fund		
A PF (acc) EUR-H1	15%	3-month EUR LIBOR
I PF (acc) EUR-H1	15%	3-month EUR LIBOR

Notes to the Financial Statements (continued)

At June 30, 2019

Note 17 — 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 18 — 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 Investimentos (Brasil) Ltda., Franklin Templeton Investments (Asia) Limited, Templeton Investment Counsel, LLC and Franklin Templeton Institutional, LLC. 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 15 to the financial statements.

There are no connected brokers in Franklin Templeton, and no transactions were entered into with connected brokers during the year ended June 30, 2019.

During the year ended June 30, 2019, 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.

Note 19 — 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 Franklin Euro Short-Term Money Market Fund and the Franklin U.S. Dollar Short-Term Money Market 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, Class X shares and Class Y 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 20 — Share classes

Class A shares: are offered at the applicable net asset value, plus an entry 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 AS shares: are offered in Singapore to CPF Investors as more fully described in the current prospectus of the Company. Class AS shares are offered at the applicable net asset value, plus an entry charge of up to 3% of the total amount invested. In addition, a maintenance charge of up to 0.40% 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.

Class AX shares: are offered at the applicable net asset value, plus an entry 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% applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class B shares: As from April 1, 2016, no additional Class B Shares are issued. Class B Shares purchased by an Investor prior to April 1, 2016 are subject to a contingent deferred sales charge up to 4% if such 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 shares: are not subject to an entry 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 maintenance charge 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 F shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of up to 3% if an investor redeems shares within three years of purchase. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value and a servicing charge of 1.00% per annum of the applicable average net asset value are applied. These charges are accrued daily and are

Notes to the Financial Statements (continued)

At June 30, 2019

Note 20 — Share classes (continued)

deducted and paid monthly to the Principal Distributor and/or other parties. Class F shares will be automatically converted into Class A shares of the same Fund free of charge on the monthly scheduled conversion date fixed by the Management Company upon or following the expiry of 36 months after the date of their purchase.

Class G shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of up to 3% if an investor redeems shares within three years of purchase. In addition, a maintenance charge of 0.10% per annum of the applicable average net asset value and a servicing charge of 1.00% 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. Class G shares will be automatically converted into Class A shares of the same Fund free of charge on the monthly scheduled conversion date fixed by the Management Company upon or following the expiry of 36 months after the date of their purchase.

Class I shares: are offered to institutional investors as more fully described in the current prospectus of the Company. Purchases of Class I shares are not subject to an entry sales charge, nor a contingent deferred sales charge or any maintenance or servicing charges.

Class N shares: are subject to an entry 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 shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

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

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

Class X shares: are not subject to an entry 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 of the Company.

Class Y shares: are not subject to an entry 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 of the Company.

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

Distributing shares: may have different frequencies. (Mdis) share classes distribute monthly, (Qdis) share classes distribute quarterly and (Ydis) share classes distribute annually.

Accumulating shares (acc): do not distribute any dividends but the income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply to distributing share classes.

Performance fee classes: are classes that are subject to performance fees and are denoted by the inclusion of ″PF″ in their names.

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 21 — 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"). The performance fees do not form part of the capped expenses. 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 22 — 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.

Note 23 — 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. During the year ended June 30, 2019 the Company incurred the following transaction costs:

Fund	Currency	Amount
Franklin Asia Credit Fund	USD	–*
Franklin Biotechnology Discovery Fund	USD	1,270,977
Franklin Brazil Opportunities Fund	USD	11,739
Franklin Diversified Balanced Fund	EUR	135,567

Notes to the Financial Statements (continued)

At June 30, 2019

Note 23 — Transaction costs (continued)

Fund	Currency	Amount
Franklin Diversified Conservative Fund	EUR	98,450
Franklin Diversified Dynamic Fund	EUR	94,771
Franklin Emerging Markets Debt Opportunities Hard Currency Fund	USD	–*
Franklin Euro Government Bond Fund	EUR	1,734
Franklin Euro High Yield Fund	EUR	6,129
Franklin Euro Short Duration Bond Fund	EUR	6,848
Franklin Euro Short-Term Money Market Fund	EUR	–*
Franklin European Corporate Bond Fund	EUR	587
Franklin European Dividend Fund	EUR	52,273
Franklin European Growth Fund	EUR	172,664
Franklin European Income Fund	EUR	2,468
Franklin European Small-Mid Cap Fund	EUR	218,200
Franklin European Total Return Fund	EUR	18,307
Franklin Flexible Alpha Bond Fund	USD	30,289
Franklin GCC Bond Fund	USD	–*
Franklin Global Aggregate Bond Fund	USD	–*
Franklin Global Aggregate Investment Grade Bond Fund	USD	–*
Franklin Global Convertible Securities Fund	USD	14,336
Franklin Global Corporate Investment Grade Bond Fund	USD	–*
Franklin Global Fundamental Strategies Fund	USD	442,666
Franklin Global Listed Infrastructure Fund	USD	94,357
Franklin Global Multi-Asset Income Fund	EUR	136,476
Franklin Global Real Estate Fund	USD	96,690
Franklin Global Small-Mid Cap Fund	USD	48,152
Franklin Gold and Precious Metals Fund	USD	282,023
Franklin High Yield Fund	USD	–*
Franklin Income Fund	USD	384,978
Franklin India Fund	USD	3,956,771
Franklin Japan Fund	JPY	88,276,042
Franklin K2 Alternative Strategies Fund	USD	2,674,145
Franklin K2 Global Macro Opportunities Fund	USD	11,466
Franklin K2 Long Short Credit Fund	USD	36,577
Franklin MENA Fund	USD	384,280
Franklin Natural Resources Fund	USD	301,733
Franklin NextStep Balanced Growth Fund	USD	67,643
Franklin NextStep Conservative Fund	USD	16,108
Franklin NextStep Dynamic Growth Fund	USD	17,653
Franklin NextStep Growth Fund	USD	8,561
Franklin NextStep Moderate Fund	USD	22,789
Franklin NextStep Stable Growth Fund	USD	8,606
Franklin Select U.S. Equity Fund	USD	16,263
Franklin Strategic Income Fund	USD	14,546
Franklin Technology Fund	USD	1,070,815
Franklin U.S. Dollar Short-Term Money Market Fund	USD	–*
Franklin U.S. Government Fund	USD	–*
Franklin U.S. Low Duration Fund	USD	19,568
Franklin U.S. Opportunities Fund	USD	778,654
Franklin World Perspectives Fund	USD	118,417
Franklin Mutual European Fund	EUR	634,407
Franklin Mutual Global Discovery Fund	USD	192,248
Franklin Mutual U.S. Value Fund	USD	82,751
Templeton Africa Fund	USD	327,544
Templeton Asian Bond Fund	USD	–*
Templeton Asian Growth Fund	USD	4,195,108
Templeton Asian Smaller Companies Fund	USD	752,806
Templeton BRIC Fund	USD	194,100
Templeton China Fund	USD	116,543
Templeton Eastern Europe Fund	EUR	199,074
Templeton Emerging Markets Fund	USD	243,839
Templeton Emerging Markets Balanced Fund	USD	20,785
Templeton Emerging Markets Bond Fund	USD	–*
Templeton Emerging Markets Local Currency Bond Fund	USD	–*
Templeton Emerging Markets Smaller Companies Fund	USD	371,034
Templeton Euroland Fund	EUR	245,259
Templeton European Fund	EUR	23,062
Templeton Frontier Markets Fund	USD	1,966,250
Templeton Global Fund	USD	829,469

Notes to the Financial Statements (continued)

At June 30, 2019

Note 23 — Transaction costs (continued)

Fund	Currency	Amount
Templeton Global Balanced Fund	USD	145,798
Templeton Global Bond Fund	USD	–*
Templeton Global Bond (Euro) Fund	EUR	–*
Templeton Global Climate Change Fund	EUR	196,548
Templeton Global Currency Fund	USD	–*
Templeton Global Equity Income Fund	USD	21,216
Templeton Global High Yield Fund	USD	25
Templeton Global Income Fund	USD	413,773
Templeton Global Smaller Companies Fund	USD	42,695
Templeton Global Total Return Fund	USD	–*
Templeton Growth (Euro) Fund	EUR	2,646,455
Templeton Latin America Fund	USD	540,626
Templeton Thailand Fund	USD	275,446

**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 24 — 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 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 investment income per share is unaffected by issue or redemptions of shares.

Note 25 — 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 total 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 26 — 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, 2019. 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.

Note 27 — Audited annual reports and unaudited semi-annual reports

The audited annual reports and unaudited semi-annual reports are available on the following Franklin Templeton 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 28 — Global Credit Facility

Effective February 9, 2019, the Company, together with other European and U.S. registered investment funds managed by Franklin Templeton (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, 2019, the Company did not use the Global Credit Facility.

Notes to the Financial Statements (continued)

At June 30, 2019

Note 29 — Abbreviations

Countries

AGO Angola
ARE United Arab Emirates
ARG Argentina
ARM Armenia
AUS Australia
AUT Austria
AZE Azerbaijan
BEL Belgium
BGD Bangladesh
BHR Bahrain
BHS Bahamas
BIH Bosnia and Herzegovina
BLR Belarus
BMU Bermuda
BRA Brazil
CAN Canada
CHE Switzerland
CHL Chile
CHN China
CIV Ivory Coast
CMR Cameroon
COL Colombia
CRI Costa Rica
CYM Cayman Islands
CZE Czech Republic
DEU Germany
DNK Denmark
DOM Dominican Republic
ECU Ecuador
EGY Egypt
ESP Spain
EST Estonia
ETH Ethiopia
FIN Finland
FRA France
GAB Gabon
GBR United Kingdom
GEO Georgia
GHA Ghana
GRC Greece
GRD Grenada
HKG Hong Kong
HND Honduras
HUN Hungary
IDN Indonesia
IND India
IRL Ireland
IRQ Iraq
ISL Iceland
ISR Israel
ITA Italy
JAM Jamaica
JEY Jersey
JOR Jordan
JPN Japan
KAZ Kazakhstan
KEN Kenya
KHM Cambodia
KOR South Korea
KWT Kuwait
LCA Saint Lucia
LKA Sri Lanka
LTU Lithuania
LUX Luxembourg
LVA Latvia
MAC Macao
MAR Morocco
MDA Moldova
MEX Mexico
MYS Malaysia
NGA Nigeria
NLD Netherlands
NOR Norway
NZL New Zealand
OMN Oman
PAK Pakistan
PAN Panama
PER Peru
PHL Philippines
POL Poland
PRT Portugal
PRY Paraguay
QAT Qatar
ROU Romania
RUS Russia
SAU Saudi Arabia
SEN Senegal
SGP Singapore
SLV El Salvador
SP Supranational
SUR Suriname
SVK Slovakia
SVN Slovenia
SWE Sweden
THA Thailand
TTO Trinidad And Tobago
TUN Tunisia
TUR Turkey
TWN Taiwan
TZA Tanzania
UKR Ukraine
URY Uruguay
USA United States
VEN Venezuela
VNM Vietnam
ZAF South Africa
ZMB Zambia

Currencies

AED United Arab Emirates Dirham
ARS Argentine Peso
AUD Australian Dollar
BDT Bangladeshi Taka
BRL Brazilian Real
CAD Canadian Dollar
CHF Swiss Franc
CLP Chilean Peso
CNY Chinese Yuan Renminbi
COP Colombian Peso
CZK Czech Koruna
DEM Deutsche Mark
DKK Danish Krone
DOP Dominican Republic Peso
EGP Egyptian Pound
EUR Euro
GBP British Pound Sterling
GHS Ghanaian Cedi
HKD Hong Kong Dollar
HUF Hungarian Forint
IDR Indonesian Rupiah
INR Indian Rupee
JPY Japanese Yen
KES Kenyan Shilling
KRW South Korean Won
KWD Kuwaiti Dinar
LKR Sri Lanka Rupee
MXN Mexican Peso
MYR Malaysian Ringgit
NGN Nigerian Naira
NOK Norwegian Krone
NZD New Zealand Dollar
PEN Peruvian Nuevo Sol
PHP Philippine Peso
PKR Pakistan Rupee
PLN Polish Zloty
QAR Qatari Rial
RON New Romanian Leu
RUB Russian Ruble
SAR Saudi Arabian Riyal
SEK Swedish Krona
SGD Singapore Dollar
THB Thai Baht
TRY Turkish Lira
TWD New Taiwan Dollar
UAH Ukranian Hryvna
USD US Dollar
UYU Uruguayan Peso
VND Vietnamese Dong
XOF CFA Franc BCEAO
ZAR South African Rand
ZWL Zimbabwe Dollar

Note 30 — Subsequent events

On July 22, 2019, the Franklin Asia Credit Fund has been closed.

On July 25, 2019, the Franklin Brazil Opportunities Fund has been closed.

On September 2, 2019, the Templeton Emerging Markets Balanced Fund has been renamed Templeton Emerging Markets Dynamic Income Fund.

On September 30, 2019, the Franklin K2 Global Macro Opportunities Fund will be closed.

On October 3, 2019, the Templeton Global Currency Fund will be closed.

Schedule of Investments

As of June 30, 2019

Franklin Asia Credit Fund

(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	Pertamina Persero PT, senior bond, 144A, 6.00%, 05/03/42	IDN	USD	287,461	3.40
200,000	Alibaba Group Holding Ltd., senior bond, 4.50%, 11/28/34	CHN	USD	219,200	2.59
200,000	Medco Straits Services Pte Ltd., senior note, Reg S, 8.50%, 08/17/22	IDN	USD	215,189	2.55
200,000	Shinhan Bank Co. Ltd., subordinated, Reg S, 4.50%, 03/26/28	KOR	USD	214,625	2.54
200,000	Agile Group Holdings Ltd., secured note, Reg S, 8.50%, 07/18/21	CHN	USD	213,037	2.52
200,000	CGNPC International Ltd., senior note, Reg S, 4.00%, 05/19/25	CHN	USD	210,909	2.50
200,000	China Merchants Finance Co. Ltd., senior note, Reg S, 5.00%, 05/04/22	CHN	USD	210,895	2.50
200,000	NTPC Ltd., senior note, Reg S, 5.625%, 07/14/21	IND	USD	210,762	2.50
200,000	Bangkok Bank PCL, senior note, Reg S, 4.05%, 03/19/24	THA	USD	210,539	2.49
200,000	Skysea International Capital Management, senior note, Reg S, 4.875%, 12/07/21	CHN	USD	210,340	2.49
200,000	Syngenta Finance NV, senior note, Reg S, 5.182%, 04/24/28	CHE	USD	209,900	2.48
200,000	China Mengniu Dairy Co. Ltd., senior note, Reg S, 4.25%, 08/07/23	CHN	USD	209,235	2.48
200,000	Abja Investment Co. Pte Ltd., senior note, Reg S, 5.95%, 07/31/24	IND	USD	209,130	2.48
200,000	Siam Commercial Bank PCL, senior note, Reg S, 3.90%, 02/11/24	THA	USD	208,971	2.47
200,000	GC Treasury Center Co. Ltd., senior note, Reg S, 4.25%, 09/19/22	THA	USD	208,389	2.47
200,000	Philippine National Bank, senior note, Reg S, 4.25%, 04/27/23	PHL	USD	208,089	2.46
200,000	State Grid Overseas Investment 2016 Ltd., senior note, Reg S, 3.50%, 05/04/27	CHN	USD	206,975	2.45
200,000	CNOOC Finance 2015 USA LLC, senior note, 3.50%, 05/05/25	CHN	USD	206,308	2.44
200,000	ICTSI Treasury BV, senior note, Reg S, 4.625%, 01/16/23	PHL	USD	205,100	2.43
200,000	BOC Aviation Ltd., senior note, 144A, 3.875%, 04/27/26	SGP	USD	205,018	2.43
200,000	Jubilant Pharma Ltd., senior note, Reg S, 6.00%, 03/05/24	IND	USD	204,842	2.43
200,000	AIA Group Ltd., senior note, Reg S, 3.125%, 03/13/23	HKG	USD	204,278	2.42
200,000	Bharti Airtel Ltd., senior note, Reg S, 4.375%, 06/10/25	IND	USD	203,046	2.40
200,000	Bank of East Asia Ltd., sub. note, Reg S, 4.00% to 11/03/21, FRN thereafter, 11/03/26	HKG	USD	202,283	2.39
200,000	United Overseas Bank Ltd., sub. bond, Reg S, 3.50% to 09/16/21, FRN thereafter, 09/16/26	SGP	USD	202,180	2.39
200,000	China Construction Bank Corp., sub. note, Reg S, 3.875% to 05/13/20, FRN thereafter, 05/13/25	CHN	USD	201,331	2.38
200,000	Adani Transmissions Ltd., secured note, Reg S, 4.00%, 08/03/26	IND	USD	200,183	2.37
200,000	TNB Global Ventures Capital Bhd., senior note, Reg S, 3.244%, 10/19/26	MYS	USD	198,453	2.35
200,000	CIFI Holdings Group Co. Ltd., Reg S, 5.50%, 01/23/23	CHN	USD	195,080	2.31
200,000	Country Garden Holdings Co. Ltd., first lien, Reg S, 4.75%, 09/28/23	CHN	USD	194,893	2.31
200,000	Yes Bank Ifsc Banking Unit Branch, senior note, Reg S, 3.75%, 02/06/23	IND	USD	186,162	2.20
200,000	Theta Capital Pte Ltd., senior note, Reg S, 6.75%, 10/31/26	IDN	USD	183,498	2.17
150,000	AerCap Ireland Capital Ltd./AerCap Global Aviation Trust, senior note, 5.00%, 10/01/21	IRL	USD	157,318	1.86
10,000,000	HDFC Bank Ltd., senior note, Reg S, 8.10%, 03/22/25	IND	INR	144,964	1.72
150,000	Eagle Intermediate Global Holding BV/Ruyi US Finance LLC, first lien, 144A, 7.50%, 05/01/25	CHN	USD	143,063	1.69
50,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	37,938	0.45
11,000	WPX Energy Inc., senior bond, 6.00%, 01/15/22	USA	USD	11,454	0.14
				7,151,038	84.65
	Government and Municipal Bonds				
200,000	Government of Indonesia, senior bond, 144A, 4.625%, 04/15/43	IDN	USD	212,125	2.51
100,000	The Export-Import Bank of Korea, senior bond, 4.00%, 01/29/21	KOR	USD	102,676	1.22
				314,801	3.73
	Securities Maturing Within One Year				
200,000	Axis Bank Ltd./Dubai, senior note, 144A, 3.25%, 05/21/20	IND	USD	200,576	2.37
200,000	Korea East-West Power Co. Ltd., senior note, 144A, 2.50%, 06/02/20	KOR	USD	200,222	2.37
200,000	Korea South-East Power Co. Ltd., senior note, Reg S, 2.375%, 04/12/20	KOR	USD	200,031	2.37
100,000	CLP Power Hong Kong Financing Ltd., senior note, Reg S, 4.75%, 03/19/20	HKG	USD	101,638	1.20
				702,467	8.31
	TOTAL BONDS			8,168,306	96.69
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			8,168,306	96.69
	TOTAL INVESTMENTS			8,168,306	96.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Biotechnology Discovery Fund

(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				
976,700	Alexion Pharmaceuticals Inc.	USA	USD	127,928,166	6.88
545,562	Vertex Pharmaceuticals Inc.	USA	USD	100,045,160	5.38
1,422,100	Gilead Sciences Inc.	USA	USD	96,077,076	5.16
3,247,479	Iovance Biotherapeutics Inc.	USA	USD	79,628,185	4.28
309,440	Biogen Inc.	USA	USD	72,368,733	3.89
1,532,500	Array BioPharma Inc.	USA	USD	71,000,725	3.82
339,400	Amgen Inc.	USA	USD	62,544,632	3.36
722,509	BioMarin Pharmaceutical Inc.	USA	USD	61,882,896	3.33
192,800	Regeneron Pharmaceuticals Inc.	USA	USD	60,346,400	3.24
419,767	Ascendis Pharma AS, ADR	DNK	USD	48,336,170	2.60
1,019,700	PTC Therapeutics Inc.	USA	USD	45,886,500	2.47
2,339,520	Heron Therapeutics Inc.	USA	USD	43,491,677	2.34
224,530	Sage Therapeutics Inc.	USA	USD	41,109,198	2.21
466,105	Neurocrine Biosciences Inc.	USA	USD	39,353,245	2.11
1,824,295	Fate Therapeutics Inc.	USA	USD	37,033,188	1.99
672,000	Global Blood Therapeutics Inc.	USA	USD	35,347,200	1.90
240,378	Argenx SE, ADR	NLD	USD	34,032,717	1.83
416,000	Intercept Pharmaceuticals Inc.	USA	USD	33,101,120	1.78
217,500	Sarepta Therapeutics Inc.	USA	USD	33,049,125	1.78
337,500	uniQure NV	NLD	USD	26,375,625	1.42
660,690	G1 Therapeutics Inc.	USA	USD	20,256,755	1.09
704,400	Portola Pharmaceuticals Inc.	USA	USD	19,110,372	1.03
182,300	Mirati Therapeutics Inc.	USA	USD	18,776,900	1.01
1,270,000	Amicus Therapeutics Inc.	USA	USD	15,849,600	0.85
1,066,979	GlycoMimetics Inc.	USA	USD	12,718,390	0.68
455,100	Acadia Pharmaceuticals Inc.	USA	USD	12,164,823	0.65
257,819	CRISPR Therapeutics AG	CHE	USD	12,143,275	0.65
90,900	Bluebird Bio Inc.	USA	USD	11,562,480	0.62
279,300	Xencor Inc.	USA	USD	11,431,749	0.61
161,200	Ionis Pharmaceuticals Inc.	USA	USD	10,360,324	0.56
201,600	REGENXBIO Inc.	USA	USD	10,356,192	0.56
1,430,985	Pfenex Inc.	USA	USD	9,644,839	0.52
394,100	MorphoSys AG, ADR	DEU	USD	9,513,574	0.51
163,600	AnaptysBio Inc.	USA	USD	9,230,312	0.50
214,977	Acceleron Pharma Inc.	USA	USD	8,831,255	0.47
121,100	Alnylam Pharmaceuticals Inc.	USA	USD	8,787,016	0.47
382,100	Gossamer Bio Inc.	USA	USD	8,474,978	0.45
384,295	Zymeworks Inc.	CAN	USD	8,454,490	0.45
179,700	Biohaven Pharmaceutical Holding Co. Ltd.	USA	USD	7,869,063	0.42
558,000	Immunomedics Inc.	USA	USD	7,739,460	0.42
283,900	Allogene Therapeutics Inc.	USA	USD	7,622,715	0.41
813,889	ChemoCentryx Inc.	USA	USD	7,569,168	0.41
290,900	Cara Therapeutics Inc.	USA	USD	6,254,350	0.34
305,700	Alector Inc.	USA	USD	5,808,300	0.31
214,000	Bridgebio Pharma Inc.	USA	USD	5,771,580	0.31
870,600	Aurinia Pharmaceuticals Inc.	CAN	USD	5,728,548	0.31
419,300	LogicBio Therapeutics Inc.	USA	USD	5,450,900	0.29
443,300	Alder Biopharmaceuticals Inc.	USA	USD	5,217,641	0.28
134,900	Audentes Therapeutics Inc.	USA	USD	5,107,314	0.27
239,600	Aimmune Therapeutics Inc.	USA	USD	4,988,472	0.27
184,300	Insmed Inc.	USA	USD	4,718,080	0.25
225,100	Homology Medicines Inc.	USA	USD	4,405,207	0.24
132,400	Principia Biopharma Inc.	USA	USD	4,394,356	0.24
281,703	Rocket Pharmaceuticals Inc.	USA	USD	4,225,545	0.23
708,300	Minerva Neurosciences Inc.	USA	USD	3,987,729	0.21
984,360	Dynavax Technologies Corp.	USA	USD	3,927,596	0.21
135,700	Precision BioSciences Inc.	USA	USD	1,798,025	0.10
198,050	Kezar Life Sciences Inc.	USA	USD	1,526,965	0.08
				1,470,716,076	79.05
	Life Sciences Tools & Services				
283,600	Illumina Inc.	USA	USD	104,407,340	5.61

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Biotechnology Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
450,800	GW Pharmaceuticals PLC, ADR	GBR	USD	77,713,412	4.18
308,231	Jazz Pharmaceuticals PLC	USA	USD	43,941,411	2.36
397,000	Reata Pharmaceuticals Inc.	USA	USD	37,456,950	2.01
648,412	Odonate Therapeutics Inc.	USA	USD	23,790,236	1.28
1,016,471	Revance Therapeutics Inc.	USA	USD	13,183,629	0.71
4,559,748	TherapeuticsMD Inc.	USA	USD	11,855,345	0.64
655,936	Collegium Pharmaceutical Inc.	USA	USD	8,625,558	0.46
832,152	Dermira Inc.	USA	USD	7,955,373	0.43
1,488,465	Marinus Pharmaceuticals Inc.	USA	USD	6,177,130	0.33
713,000	Cymabay Therapeutics Inc.	USA	USD	5,105,080	0.27
378,700	Intra-Cellular Therapies Inc.	USA	USD	4,915,526	0.26
1,587,488	Aclaris Therapeutics Inc.	USA	USD	3,476,599	0.19
432,800	Trevi Therapeutics Inc.	USA	USD	3,246,000	0.18
1,148,775	Foamix Pharmaceuticals Ltd.	ISR	USD	2,734,085	0.15
376,600	Optinose Inc.	USA	USD	2,666,328	0.14
209,278	Iterum Therapeutics PLC	USA	USD	1,439,833	0.08
100,000	BioPharmX Corp., 144A	USA	USD	59,640	0.00
				254,342,135	13.67
	TOTAL SHARES			1,829,465,551	98.33
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,829,465,551	98.33
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Pharmaceuticals				
5,555	BioPharmX Corp., 144A	USA	USD	3,313	0.00
	TOTAL SHARES			3,313	0.00
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			3,313	0.00
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Biotechnology				
583,605	Precision BioSciences Inc., 144A **	USA	USD	7,134,139	0.38
2,207,049	Metacrine Inc., pfd., C **	USA	USD	3,339,607	0.18
166,795	Intarcia Therapeutics Inc., DD **	USA	USD	1,402,105	0.08
				11,875,851	0.64
	TOTAL SHARES			11,875,851	0.64
	WARRANTS				
	Biotechnology				
2,068,536	ARCA biopharma Inc., wts., 06/16/22 **	USA	USD	10,800	0.00
60,045	Molecular Templates Inc., wts., 02/28/20 **	USA	USD	2	0.00
51,611	DelMar Pharmaceuticals Inc., wts., 04/12/22 **	CAN	USD	0	0.00
				10,802	0.00
	Pharmaceuticals				
2,695,100	BioPharmX Corp., wts., 11/22/23 **	USA	USD	6,229	0.00
162,000	BioPharmX Corp., wts., 03/29/21 **	USA	USD	1	0.00
				6,230	0.00
	TOTAL WARRANTS			17,032	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Biotechnology Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	BONDS				
	Corporate Bonds				
1,239,800	True North Therapeutics Inc., Escrow Account **	USA	USD	1,653,371	0.09
	TOTAL BONDS			1,653,371	0.09
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			13,546,254	0.73
	TOTAL INVESTMENTS			1,843,015,118	99.06

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Brazil Opportunities Fund

(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				
	Communication Services				
100	Telefonica Brasil SA	BRA	BRL	1,099	0.01
	Consumer Discretionary				
15,700	B2W Cia Digital	BRA	BRL	133,637	0.58
7,800	Petrobras Distribuidora SA	BRA	BRL	50,728	0.22
600	Arezzo Industria e Comercio SA	BRA	BRL	7,836	0.03
				192,201	0.83
	Consumer Staples				
3,500	Companhia Brasileira de Distribuicao, pfd., A	BRA	BRL	86,207	0.37
	Energy				
29,000	Petroleo Brasileiro SA, pfd.	BRA	BRL	206,787	0.90
	Financials				
20,653	Banco Bradesco SA, pfd.	BRA	BRL	202,769	0.88
10,859	Itau Unibanco Holding SA, pfd.	BRA	BRL	102,432	0.44
7,200	B3 SA - Brasil Bolsa Balcao	BRA	BRL	70,164	0.30
7,200	Banco ABC Brasil SA, pfd.	BRA	BRL	36,000	0.16
				411,365	1.78
	Health Care				
7,000	Hapvida Participacoes e Investimentos SA, Reg S	BRA	BRL	71,803	0.31
	Industrials				
20,400	Rumo SA	BRA	BRL	110,014	0.48
5,800	Azul SA	BRA	BRL	65,318	0.28
16,700	CCR SA	BRA	BRL	59,345	0.26
				234,677	1.02
	Materials				
9,100	Vale SA	BRA	BRL	122,675	0.53
11,600	Cia Siderurgica Nacional SA	BRA	BRL	50,426	0.22
5,400	Suzano SA	BRA	BRL	46,147	0.20
				219,248	0.95
	Real Estate				
6,100	LPS Brasil Consultoria de Imoveis SA	BRA	BRL	7,585	0.03
	Utilities				
18,600	Companhia Energetica de Minas Gerais	BRA	BRL	90,581	0.39
7,245	Energisa SA	BRA	BRL	86,849	0.38
				177,430	0.77
	TOTAL SHARES			1,608,402	6.97
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,608,402	6.97
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
1,300,000	Petrobras Global Finance BV, senior note, 6.125%, 01/17/22	BRA	USD	1,395,453	6.05
1,200,000	Caixa Economica Federal, sub. bond, Reg S, 7.25% to 07/23/19, FRN thereafter, 07/23/24	BRA	USD	1,203,180	5.21
1,100,000	Gerdau Trade Inc., senior bond, Reg S, 5.75%, 01/30/21	BRA	USD	1,148,818	4.98
				3,747,451	16.24

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Brazil Opportunities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
7,750	Brazil Notas do Tesouro Nacional, Index Linked, 6.00%, 05/15/21	BRA	BRL	6,931,697	30.04
15,000	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	4,406,328	19.10
10,000	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	2,861,690	12.40
3,500,000	Government of Brazil, senior bond, 12.50%, 01/05/22	BRA	BRL	1,048,224	4.54
3,000,000	Government of Brazil, senior bond, 8.50%, 01/05/24	BRA	BRL	813,305	3.53
				16,061,244	69.61
	TOTAL BONDS			19,808,695	85.85
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			19,808,695	85.85
	TOTAL INVESTMENTS			21,417,097	92.82

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Diversified Balanced Fund

(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				
840	Raytheon Co.	USA	USD	128,477	0.05
	Air Freight & Logistics				
4,060	United Parcel Service Inc., B	USA	USD	368,805	0.16
41,849	Royal Mail PLC	GBR	GBP	99,061	0.04
				467,866	0.20
	Airlines				
6,600	Japan Airlines Co. Ltd.	JPN	JPY	185,387	0.08
11,116	Deutsche Lufthansa AG	DEU	EUR	167,518	0.07
28,558	International Consolidated Airlines Group SA	GBR	EUR	151,814	0.06
				504,719	0.21
	Auto Components				
16,278	Magna International Inc.	CAN	CAD	712,345	0.30
2,350	Continental AG	DEU	EUR	301,317	0.13
10,270	Valeo SA	FRA	EUR	293,722	0.12
3,600	Faurecia SA	FRA	EUR	146,916	0.06
				1,454,300	0.61
	Automobiles				
27,352	Peugeot SA	FRA	EUR	592,718	0.25
30,133	Fiat Chrysler Automobiles NV	GBR	EUR	369,611	0.16
				962,329	0.41
	Banks				
3,415,850	Bank of China Ltd., H	CHN	HKD	1,269,226	0.54
35,117	Societe Generale SA	FRA	EUR	780,300	0.33
169,270	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	707,046	0.30
878,810	China Construction Bank Corp., H	CHN	HKD	665,942	0.28
208,100	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	613,816	0.26
42,180	Swedbank AB, A	SWE	SEK	557,183	0.23
693,750	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	445,250	0.19
11,030	KB Financial Group Inc.	KOR	KRW	384,504	0.16
12,770	Hana Financial Group Inc.	KOR	KRW	363,119	0.15
805,850	Agricultural Bank of China Ltd., H	CHN	HKD	296,707	0.12
8,280	Shinhan Financial Group Co. Ltd.	KOR	KRW	282,659	0.12
406,830	Bank of Communications Co. Ltd., H	CHN	HKD	271,640	0.11
21,900	Woori Financial Group Inc.	KOR	KRW	233,941	0.10
355,800	China Minsheng Banking Corp. Ltd., H	CHN	HKD	216,735	0.09
417,890	China CITIC Bank Corp. Ltd., H	CHN	HKD	209,386	0.09
320,040	Postal Savings Bank of China Co. Ltd., H	CHN	HKD	167,205	0.07
14,889	Credit Agricole SA	FRA	EUR	157,005	0.07
12,581	Industrial Bank of Korea	KOR	KRW	134,393	0.06
				7,756,057	3.27
	Beverages				
7,430	PepsiCo Inc.	USA	USD	857,014	0.36
8,250	Monster Beverage Corp.	USA	USD	463,207	0.20
				1,320,221	0.56
	Biotechnology				
6,450	Biogen Inc.	USA	USD	1,326,878	0.56
4,340	Amgen Inc.	USA	USD	703,501	0.30
5,140	Celgene Corp.	USA	USD	417,946	0.17
3,390	AbbVie Inc.	USA	USD	216,845	0.09
2,300	United Therapeutics Corp.	USA	USD	157,926	0.07
				2,823,096	1.19
	Building Products				
7,910	Compagnie de Saint-Gobain	FRA	EUR	271,115	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Capital Markets				
8,070	Moody's Corp.	USA	USD	1,386,420	0.58
6,710	S&P Global Inc.	USA	USD	1,344,479	0.57
45,560	3i Group PLC	GBR	GBP	566,705	0.24
810	Partners Group Holding AG	CHE	CHF	559,664	0.24
5,580	Eaton Vance Corp.	USA	USD	211,695	0.09
40,200	Singapore Exchange Ltd.	SGP	SGD	206,952	0.09
10,970	CI Financial Corp.	CAN	CAD	157,221	0.07
407,410	China Cinda Asset Management Co. Ltd., H	CHN	HKD	82,572	0.03
				4,515,708	1.91
	Chemicals				
15,110	LyondellBasell Industries NV, A	USA	USD	1,144,763	0.48
8,661	Covestro AG	DEU	EUR	387,233	0.16
15,000	Tosoh Corp.	JPN	JPY	185,397	0.08
6,260	Showa Denko K.K.	JPN	JPY	161,894	0.07
7,570	Mitsubishi Gas Chemical Co. Inc.	JPN	JPY	88,685	0.04
				1,967,972	0.83
	Commercial Services & Supplies				
2,760	Cintas Corp.	USA	USD	576,083	0.24
56,380	Brambles Ltd.	AUS	AUD	448,378	0.19
6,890	Rollins Inc.	USA	USD	217,394	0.09
				1,241,855	0.52
	Communications Equipment				
2,780	F5 Networks Inc.	USA	USD	356,117	0.15
	Construction & Engineering				
8,760	Taisei Corp.	JPN	JPY	279,791	0.12
30,680	Obayashi Corp.	JPN	JPY	265,564	0.11
16,070	Skanska AB, B	SWE	SEK	255,283	0.11
4,460	Cimic Group Ltd.	AUS	AUD	123,289	0.05
178,370	China Railway Group Ltd., H	CHN	HKD	119,298	0.05
				1,043,225	0.44
	Construction Materials				
38,860	Anhui Conch Cement Co. Ltd., H	CHN	HKD	214,181	0.09
5,720	Taiheiyo Cement Corp.	JPN	JPY	152,129	0.06
				366,310	0.15
	Consumer Finance				
15,800	Discover Financial Services	USA	USD	1,078,350	0.46
30,430	Synchrony Financial	USA	USD	928,010	0.39
				2,006,360	0.85
	Diversified Financial Services				
24,540	ORIX Corp.	JPN	JPY	321,927	0.14
32,920	RMB Holdings Ltd.	ZAF	ZAR	173,476	0.07
				495,403	0.21
	Diversified Telecommunication Services				
25,730	Nippon Telegraph & Telephone Corp.	JPN	JPY	1,053,128	0.44
96,850	Telefonica SA	ESP	EUR	699,354	0.30
694,000	China Telecom Corp. Ltd., H	CHN	HKD	307,099	0.13
281,900	China Unicom (Hong Kong) Ltd.	CHN	HKD	272,021	0.11
				2,331,602	0.98
	Electric Utilities				
14,700	Endesa SA	ESP	EUR	332,367	0.14
	Electrical Equipment				
5,740	Rockwell Automation Inc.	USA	USD	827,184	0.35
	Electronic Equipment, Instruments & Components				
13,000	Yageo Corp.	TWN	TWD	97,452	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Entertainment				
16,220	Viacom Inc., B	USA	USD	426,170	0.18
1,460	Electronic Arts Inc.	USA	USD	130,043	0.06
				556,213	0.24
	Equity Real Estate Investment Trusts (REITs)				
6,890	Public Storage	USA	USD	1,443,455	0.61
6,780	Simon Property Group Inc.	USA	USD	952,784	0.40
77,010	Link REIT	HKG	HKD	832,424	0.35
155,990	Fibra Uno Administracion SA de CV	MEX	MXN	181,912	0.08
				3,410,575	1.44
	Food & Staples Retailing				
53,165	Koninklijke Ahold Delhaize NV	NLD	EUR	1,051,497	0.44
13,660	Seven & i Holdings Co. Ltd.	JPN	JPY	406,540	0.17
10,140	The Kroger Co.	USA	USD	193,640	0.08
82,800	J Sainsbury PLC	GBR	GBP	181,242	0.08
				1,832,919	0.77
	Food Products				
6,620	The Hershey Co.	USA	USD	780,471	0.33
	Gas Utilities				
8,090	UGI Corp.	USA	USD	380,074	0.16
18,180	Tokyo Gas Co. Ltd.	JPN	JPY	376,355	0.16
17,800	Osaka Gas Co. Ltd.	JPN	JPY	272,572	0.12
36,400	GAIL India Ltd.	IND	INR	144,860	0.06
				1,173,861	0.50
	Health Care Equipment & Supplies				
9,170	Medtronic PLC	USA	USD	785,562	0.33
3,580	Danaher Corp.	USA	USD	450,062	0.19
2,350	Edwards Lifesciences Corp.	USA	USD	381,879	0.16
1,570	Align Technology Inc.	USA	USD	377,982	0.16
3,144	Coloplast AS, B	DNK	DKK	312,449	0.13
1,220	IDEXX Laboratories Inc.	USA	USD	295,468	0.13
1,430	Varian Medical Systems Inc.	USA	USD	171,233	0.07
278	Smith & Nephew PLC	GBR	GBP	5,295	0.00
				2,779,930	1.17
	Health Care Providers & Services				
4,240	McKesson Corp.	USA	USD	501,221	0.21
6,640	Cardinal Health Inc.	USA	USD	275,097	0.12
8,830	Alfresa Holdings Corp.	JPN	JPY	191,476	0.08
3,360	Suzuken Co. Ltd.	JPN	JPY	173,242	0.07
7,990	Medipal Holdings Corp.	JPN	JPY	155,074	0.07
				1,296,110	0.55
	Health Care Technology				
7,370	Cerner Corp.	USA	USD	475,191	0.20
	Hotels, Restaurants & Leisure				
2,190	Darden Restaurants Inc.	USA	USD	234,498	0.10
	Household Durables				
15,621	Persimmon PLC	GBR	GBP	348,474	0.15
52,840	Barratt Developments PLC	GBR	GBP	337,985	0.14
158,805	Taylor Wimpey PLC	GBR	GBP	279,845	0.12
5,828	The Berkeley Group Holdings PLC	GBR	GBP	242,900	0.10
5,862	Pandora AS	DNK	DKK	183,376	0.08
				1,392,580	0.59
	Household Products				
5,970	Clorox Co.	USA	USD	804,035	0.34
6,800	The Procter & Gamble Co.	USA	USD	655,865	0.28
3,410	Colgate-Palmolive Co.	USA	USD	214,975	0.09
				1,674,875	0.71

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Independent Power and Renewable Electricity Producers				
8,270	NRG Energy Inc.	USA	USD	255,480	0.11
90,300	China Resources Power Holdings Co. Ltd.	CHN	HKD	115,909	0.05
				371,389	0.16
	Industrial Conglomerates				
3,690	3M Co.	USA	USD	562,629	0.24
	Insurance				
11,020	Admiral Group PLC	GBR	GBP	271,809	0.12
6,610	IRB Brasil Resseguros SA	BRA	BRL	148,988	0.06
				420,797	0.18
	Interactive Media & Services				
1,950	Alphabet Inc., A	USA	USD	1,857,290	0.79
10,800	Facebook Inc., A	USA	USD	1,833,487	0.77
				3,690,777	1.56
	Internet & Direct Marketing Retail				
270	Amazon.com Inc.	USA	USD	449,734	0.19
	IT Services				
7,950	Accenture PLC, A	USA	USD	1,292,098	0.55
3,680	Mastercard Inc., A	USA	USD	856,287	0.36
7,180	Cognizant Technology Solutions Corp., A	USA	USD	400,352	0.17
				2,548,737	1.08
	Life Sciences Tools & Services				
1,170	Mettler-Toledo International Inc.	USA	USD	864,494	0.36
4,880	Agilent Technologies Inc.	USA	USD	320,526	0.14
				1,185,020	0.50
	Machinery				
7,090	Illinois Tool Works Inc.	USA	USD	940,531	0.40
13,649	Atlas Copco AB	SWE	SEK	344,436	0.15
5,090	Sumitomo Heavy Industries Ltd.	JPN	JPY	153,852	0.06
9,540	JTEKT Corp.	JPN	JPY	101,646	0.04
				1,540,465	0.65
	Media				
39,840	WPP PLC	GBR	GBP	440,683	0.19
2,220	Omnicom Group Inc.	USA	USD	160,029	0.07
10,810	ProSiebenSat.1 Media SE	DEU	EUR	149,340	0.06
				750,052	0.32
	Metals & Mining				
9,380	Rio Tinto Ltd.	AUS	AUD	600,946	0.25
21,570	BHP Group PLC	GBR	GBP	485,522	0.21
25,430	Bluescope Steel Ltd.	AUS	AUD	189,207	0.08
284	Anglo American PLC	GBR	GBP	7,121	0.00
				1,282,796	0.54
	Multiline Retail				
3,183	Next PLC	GBR	GBP	196,486	0.08
5,630	Nordstrom Inc.	USA	USD	157,779	0.07
				354,265	0.15
	Multi-Utilities				
20,240	RWE AG	DEU	EUR	438,601	0.19
30,630	AGL Energy Ltd.	AUS	AUD	378,440	0.16
290,367	Centrica PLC	GBR	GBP	284,725	0.12
				1,101,766	0.47
	Oil, Gas & Consumable Fuels				
12,130	Exxon Mobil Corp.	USA	USD	817,629	0.35
28,924	Equinor ASA	NOR	NOK	502,214	0.21
545,920	China Petroleum & Chemical Corp., H	CHN	HKD	326,400	0.14
5,610	ConocoPhillips	USA	USD	301,016	0.13
4,890	Cimarex Energy Co.	USA	USD	255,200	0.11
2,520	EOG Resources Inc.	USA	USD	206,503	0.09
95,650	China Shenhua Energy Co. Ltd., H	CHN	HKD	176,196	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels (continued)				
17,100	MOL Hungarian Oil and Gas PLC	HUN	HUF	166,820	0.07
65,640	Oil & Natural Gas Corp. Ltd.	IND	INR	140,473	0.06
5,070	Aker BP ASA	NOR	NOK	127,827	0.05
27,890	Hindustan Petroleum Corp. Ltd.	IND	INR	103,201	0.04
30,920	Coal India Ltd.	IND	INR	100,114	0.04
12,900	Seven Generations Energy Ltd.	CAN	CAD	55,620	0.02
				3,279,213	1.38
	Paper & Forest Products				
17,300	Mondi PLC	GBR	GBP	345,926	0.15
	Personal Products				
6,430	Estee Lauder Cos. Inc., A	USA	USD	1,035,666	0.44
	Pharmaceuticals				
9,286	Roche Holding AG	CHE	CHF	2,297,498	0.97
28,241	Novo Nordisk AS, B	DNK	DKK	1,265,568	0.53
10,710	Bristol-Myers Squibb Co.	USA	USD	427,232	0.18
30,200	Astellas Pharma Inc.	JPN	JPY	378,192	0.16
5,000	Shionogi & Co. Ltd.	JPN	JPY	253,273	0.11
2	GlaxoSmithKline PLC	GBR	GBP	35	0.00
				4,621,798	1.95
	Professional Services				
6,600	Robert Half International Inc.	USA	USD	330,972	0.14
5,530	Randstad NV	NLD	EUR	267,099	0.11
2,960	ManpowerGroup Inc.	USA	USD	251,516	0.11
				849,587	0.36
	Real Estate Management & Development				
38,632	Aroundtown SA	DEU	EUR	279,927	0.12
38,310	Wheelock and Co. Ltd.	HKG	HKD	241,561	0.10
1,630	Daito Trust Construction Co. Ltd.	JPN	JPY	182,648	0.08
129,730	Country Garden Holdings Co. Ltd.	CHN	HKD	173,533	0.07
163,050	Emaar Properties PJSC	ARE	AED	172,584	0.07
				1,050,253	0.44
	Road & Rail				
1,120	Old Dominion Freight Line Inc.	USA	USD	147,048	0.06
	Semiconductors & Semiconductor Equipment				
9,260	Texas Instruments Inc.	USA	USD	934,756	0.40
13,098	SK Hynix Inc.	KOR	KRW	692,111	0.29
20,340	Micron Technology Inc.	USA	USD	690,434	0.29
10,690	Intel Corp.	USA	USD	450,130	0.19
4,770	Skyworks Solutions Inc.	USA	USD	324,210	0.14
1,780	Lam Research Corp.	USA	USD	294,107	0.12
				3,385,748	1.43
	Software				
8,700	Intuit Inc.	USA	USD	1,999,887	0.84
12,180	Microsoft Corp.	USA	USD	1,435,223	0.60
14,120	Cadence Design Systems Inc.	USA	USD	879,480	0.37
6,260	Citrix Systems Inc.	USA	USD	540,402	0.23
2,370	VMware Inc., A	USA	USD	348,584	0.15
620	Palo Alto Networks Inc.	USA	USD	111,124	0.05
				5,314,700	2.24
	Specialty Retail				
26,870	The TJX Cos. Inc.	USA	USD	1,249,844	0.53
11,530	Best Buy Co. Inc.	USA	USD	707,206	0.30
6,650	Ross Stores Inc.	USA	USD	579,802	0.24
2,110	Tractor Supply Co.	USA	USD	201,933	0.09
12,700	The Gap Inc.	USA	USD	200,747	0.08
640	Ulta Beauty Inc.	USA	USD	195,285	0.08
				3,134,817	1.32

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Technology Hardware, Storage & Peripherals				
7,760	Apple Inc.	USA	USD	1,350,978	0.57
36,045	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	1,048,244	0.44
				2,399,222	1.01
	Textiles, Apparel & Luxury Goods				
2,070	Lululemon Athletica Inc.	USA	USD	328,130	0.14
2,760	NIKE Inc., B	USA	USD	203,811	0.08
				531,941	0.22
	Tobacco				
3,900	Altria Group Inc.	USA	USD	162,436	0.07
	Trading Companies & Distributors				
27,440	Fastenal Co.	USA	USD	786,620	0.33
1,830	W.W. Grainger Inc.	USA	USD	431,773	0.18
				1,218,393	0.51
	Wireless Telecommunication Services				
56,170	KDDI Corp.	JPN	JPY	1,257,207	0.53
38,530	NTT DOCOMO Inc.	JPN	JPY	789,774	0.33
39,700	Tim Participacoes SA	BRA	BRL	105,653	0.05
				2,152,634	0.91
	TOTAL SHARES			90,764,767	38.31
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			90,764,767	38.31
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
667,225	FTIF Templeton Emerging Markets Bond Fund, Class Y (Mdis) USD	LUX	USD	4,965,232	2.10
258,642	FTSIIF Franklin Emerging Market Corporate Debt Fund, Class Y (Mdis) EUR	LUX	EUR	2,625,218	1.11
188,559	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	1,854,325	0.78
659	FTIF Franklin Euro Short Duration Bond Fund, Class Y (Mdis) EUR	LUX	EUR	6,631	0.00
				9,451,406	3.99
	TOTAL INVESTMENTS FUNDS			9,451,406	3.99
	BONDS				
	Corporate Bonds				
700,000	Orange SA, senior bond, Reg S, 0.875%, 02/03/27	FRA	EUR	726,467	0.31
682,000	AT&T Inc., senior note, 1.30%, 09/05/23	USA	EUR	713,365	0.30
660,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	676,031	0.29
590,000	Wells Fargo & Co., senior note, Reg S, 2.00%, 07/28/25	USA	GBP	663,396	0.28
590,000	The Goldman Sachs Group Inc., senior note, Reg S, 3.25%, 02/01/23	USA	EUR	654,077	0.28
631,000	Anheuser-Busch InBev SA, senior note, Reg S, 0.875%, 03/17/22	BEL	EUR	647,895	0.27
600,000	BPCE SA, sub. bond, Reg S, 2.75% to 07/08/21, FRN thereafter, 07/08/26	FRA	EUR	631,506	0.27
600,000	Credit Agricole SA, senior note, Reg S, 0.875%, 01/19/22	FRA	EUR	615,978	0.26
591,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	610,884	0.26
598,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	604,611	0.26
593,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	603,816	0.25
559,000	BP Capital Markets PLC, senior note, Reg S, 1.526%, 09/26/22	GBR	EUR	589,055	0.25
520,000	HSBC Holdings PLC, senior note, 2.172% to 06/27/22, FRN thereafter, 06/27/23	GBR	GBP	586,994	0.25
619,000	Walmart Inc., senior note, 3.125%, 06/23/21	USA	USD	556,426	0.23
534,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	549,863	0.23
526,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	549,460	0.23
530,000	Intesa Sanpaolo SpA, senior note, Reg S, 2.00%, 06/18/21	ITA	EUR	548,998	0.23
540,000	BAT Capital Corp., senior note, Reg S, FRN, 0.189%, 08/16/21 †	GBR	EUR	540,022	0.23
480,000	Barclays PLC, senior note, Reg S, FRN, 2.375%, 10/06/23 †	GBR	GBP	536,996	0.23
500,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	515,833	0.22
479,000	Abbott Ireland Financing DAC, senior note, Reg S, 1.50%, 09/27/26	USA	EUR	514,549	0.22
505,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	513,928	0.22
500,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	510,640	0.22
485,000	Diageo Finance PLC, senior note, Reg S, 1.00%, 04/22/25	GBR	EUR	506,961	0.21
480,000	Berkshire Hathaway Inc., senior note, 1.30%, 03/15/24	USA	EUR	506,686	0.21
500,000	Bayer Capital Corp. BV, senior note, Reg S, 0.625%, 12/15/22	DEU	EUR	504,450	0.21

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
476,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	495,918	0.21
442,000	Allergan Funding SCS, senior note, 2.625%, 11/15/28	USA	EUR	487,044	0.21
475,000	Australia & New Zealand Banking Group Ltd., secured note, 0.25%, 11/29/23	AUS	EUR	483,792	0.20
430,000	Stryker Corp., senior note, 2.125%, 11/30/27	USA	EUR	483,686	0.20
439,000	Schlumberger Finance France SAS, senior note, Reg S, 1.00%, 02/18/26	USA	EUR	461,944	0.19
440,000	Enel Finance International NV, senior note, Reg S, 1.00%, 09/16/24	ITA	EUR	458,612	0.19
493,000	Kraft Heinz Foods Co., senior note, 4.00%, 06/15/23	USA	USD	453,858	0.19
431,000	Westpac Banking Corp., senior note, Reg S, 0.75%, 10/17/23	AUS	EUR	443,721	0.19
371,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	438,732	0.19
415,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	428,475	0.18
350,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	390,807	0.16
400,000	Syngenta Finance NV, senior bond, Reg S, 1.25%, 09/10/27	CHE	EUR	381,398	0.16
419,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	376,855	0.16
436,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	370,572	0.16
354,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	363,310	0.15
330,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	361,106	0.15
344,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	356,559	0.15
342,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	348,838	0.15
382,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	340,636	0.14
325,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	335,951	0.14
368,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	335,128	0.14
379,000	Freeport-McMoRan Inc., senior bond, 3.55%, 03/01/22	USA	USD	334,628	0.14
364,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	334,591	0.14
428,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	330,960	0.14
409,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	324,239	0.14
158,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	141,117	0.06
				25,241,364	10.65
	Government and Municipal Bonds				
2,747,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	2,987,926	1.26
2,696,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	2,973,257	1.25
2,840,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	2,968,325	1.25
2,745,000	Government of Finland, senior bond, Reg S, 0.875%, 09/15/25	FIN	EUR	2,963,831	1.25
2,620,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	2,921,641	1.23
2,417,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	2,904,763	1.22
2,676,000	Government of Portugal, senior note, 144A, Reg S, 2.20%, 10/17/22	PRT	EUR	2,898,429	1.22
2,501,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	2,886,141	1.22
2,267,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	2,882,252	1.22
2,046,000	Government of France, 6.00%, 10/25/25	FRA	EUR	2,881,791	1.22
2,160,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	2,862,313	1.21
2,101,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	2,848,851	1.20
2,130,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	2,822,410	1.19
2,290,000	Government of Spain, senior bond, Reg S, 5.40%, 01/31/23	ESP	EUR	2,760,309	1.16
2,338,000	Government of Spain, senior bond, 144A, Reg S, 5.85%, 01/31/22	ESP	EUR	2,717,434	1.15
2,200,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	2,503,325	1.06
1,980,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	2,338,618	0.99
1,893,000	Government of the Hellenic Republic, Reg S, 3.50%, 01/30/23	GRC	EUR	2,054,293	0.87
1,013,000	Government of France, Reg S, 4, 4.00%, 04/25/60	FRA	EUR	2,008,561	0.85
993,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	1,895,076	0.80
1,682,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	1,763,695	0.74
1,584,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	1,653,062	0.70
936,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	1,595,510	0.67
905,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	1,561,953	0.66
1,209,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	1,536,252	0.65
1,084,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	1,395,672	0.59
758,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	1,391,389	0.59
1,297,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	1,385,624	0.58
1,200,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	1,345,836	0.57
672,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	1,328,967	0.56
1,547,000	Government of Argentina, senior note, Reg S, 3.875%, 01/15/22	ARG	EUR	1,274,272	0.54
923,000	Government of Spain, senior bond, 144A, Reg S, 2.90%, 10/31/46	ESP	EUR	1,255,372	0.53
798,000	Government of Germany, Reg S, 2.50%, 07/04/44	DEU	EUR	1,247,138	0.53
747,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	1,181,795	0.50
692,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	1,181,438	0.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
637,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	1,087,044	0.46
1,000	Government of Mexico, senior note, 4.00%, 10/02/23	MEX	USD	919	0.00
				76,265,484	32.19
	Securities Maturing Within One Year				
2,940,000	Government of Germany, Reg S, 3.25%, 01/04/20	DEU	EUR	2,999,903	1.26
1,346,000	Government of Mexico, senior bond, 5.50%, 02/17/20	MEX	EUR	1,392,605	0.59
				4,392,508	1.85
	TOTAL BONDS			105,899,356	44.69
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			115,350,762	48.68
	TOTAL INVESTMENTS			206,115,529	86.99

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Diversified Conservative Fund

(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				
190	Raytheon Co.	USA	USD	29,060	0.01
	Air Freight & Logistics				
910	United Parcel Service Inc., B	USA	USD	82,663	0.03
9,338	Royal Mail PLC	GBR	GBP	22,104	0.01
				104,767	0.04
	Airlines				
7,685	International Consolidated Airlines Group SA	GBR	EUR	40,854	0.02
1,400	Japan Airlines Co. Ltd.	JPN	JPY	39,324	0.02
2,484	Deutsche Lufthansa AG	DEU	EUR	37,434	0.01
				117,612	0.05
	Auto Components				
3,934	Magna International Inc.	CAN	CAD	172,157	0.07
520	Continental AG	DEU	EUR	66,674	0.03
2,300	Valeo SA	FRA	EUR	65,780	0.03
800	Faurecia SA	FRA	EUR	32,648	0.01
				337,259	0.14
	Automobiles				
5,993	Peugeot SA	FRA	EUR	129,868	0.05
6,726	Fiat Chrysler Automobiles NV	GBR	EUR	82,501	0.04
				212,369	0.09
	Banks				
763,220	Bank of China Ltd., H	CHN	HKD	283,589	0.12
7,849	Societe Generale SA	FRA	EUR	174,405	0.07
37,820	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	157,975	0.06
196,360	China Construction Bank Corp., H	CHN	HKD	148,797	0.06
46,490	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	137,128	0.06
9,420	Swedbank AB, A	SWE	SEK	124,435	0.05
155,010	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	99,486	0.04
2,460	KB Financial Group Inc.	KOR	KRW	85,755	0.04
2,850	Hana Financial Group Inc.	KOR	KRW	81,040	0.03
180,050	Agricultural Bank of China Ltd., H	CHN	HKD	66,293	0.03
1,850	Shinhan Financial Group Co. Ltd.	KOR	KRW	63,154	0.03
90,880	Bank of Communications Co. Ltd., H	CHN	HKD	60,680	0.02
4,890	Woori Financial Group Inc.	KOR	KRW	52,236	0.02
93,350	China CITIC Bank Corp. Ltd., H	CHN	HKD	46,774	0.02
75,700	China Minsheng Banking Corp. Ltd., H	CHN	HKD	46,113	0.02
71,490	Postal Savings Bank of China Co. Ltd., H	CHN	HKD	37,350	0.02
3,321	Credit Agricole SA	FRA	EUR	35,020	0.01
2,978	Industrial Bank of Korea	KOR	KRW	31,812	0.01
				1,732,042	0.71
	Beverages				
1,660	PepsiCo Inc.	USA	USD	191,473	0.08
1,840	Monster Beverage Corp.	USA	USD	103,309	0.04
				294,782	0.12
	Biotechnology				
1,440	Biogen Inc.	USA	USD	296,233	0.12
970	Amgen Inc.	USA	USD	157,234	0.07
1,150	Celgene Corp.	USA	USD	93,509	0.04
750	AbbVie Inc.	USA	USD	47,975	0.02
500	United Therapeutics Corp.	USA	USD	34,332	0.01
				629,283	0.26
	Building Products				
1,760	Compagnie de Saint-Gobain	FRA	EUR	60,324	0.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Capital Markets				
1,800	Moody's Corp.	USA	USD	309,239	0.13
1,500	S&P Global Inc.	USA	USD	300,554	0.12
10,170	3i Group PLC	GBR	GBP	126,501	0.05
180	Partners Group Holding AG	CHE	CHF	124,370	0.05
9,500	Singapore Exchange Ltd.	SGP	SGD	48,907	0.02
1,240	Eaton Vance Corp.	USA	USD	47,043	0.02
2,450	CI Financial Corp.	CAN	CAD	35,113	0.02
91,010	China Cinda Asset Management Co. Ltd., H	CHN	HKD	18,445	0.01
				1,010,172	0.42
	Chemicals				
3,430	LyondellBasell Industries NV, A	USA	USD	259,864	0.11
1,945	Covestro AG	DEU	EUR	86,961	0.03
3,200	Tosoh Corp.	JPN	JPY	39,551	0.02
1,400	Showa Denko K.K.	JPN	JPY	36,206	0.01
1,690	Mitsubishi Gas Chemical Co. Inc.	JPN	JPY	19,799	0.01
				442,381	0.18
	Commercial Services & Supplies				
620	Cintas Corp.	USA	USD	129,410	0.05
13,345	Brambles Ltd.	AUS	AUD	106,130	0.05
1,530	Rollins Inc.	USA	USD	48,275	0.02
				283,815	0.12
	Communications Equipment				
600	F5 Networks Inc.	USA	USD	76,860	0.03
	Construction & Engineering				
1,950	Taisei Corp.	JPN	JPY	62,282	0.03
6,850	Obayashi Corp.	JPN	JPY	59,293	0.03
3,590	Skanska AB, B	SWE	SEK	57,029	0.02
990	Cimic Group Ltd.	AUS	AUD	27,367	0.01
39,850	China Railway Group Ltd., H	CHN	HKD	26,653	0.01
				232,624	0.10
	Construction Materials				
8,680	Anhui Conch Cement Co. Ltd., H	CHN	HKD	47,841	0.02
1,280	Taiheiyo Cement Corp.	JPN	JPY	34,043	0.01
				81,884	0.03
	Consumer Finance				
3,530	Discover Financial Services	USA	USD	240,922	0.10
6,800	Synchrony Financial	USA	USD	207,377	0.09
				448,299	0.19
	Diversified Financial Services				
5,480	ORIX Corp.	JPN	JPY	71,889	0.03
7,350	RMB Holdings Ltd.	ZAF	ZAR	38,732	0.02
				110,621	0.05
	Diversified Telecommunication Services				
5,750	Nippon Telegraph & Telephone Corp.	JPN	JPY	235,348	0.10
21,630	Telefonica SA	ESP	EUR	156,190	0.06
138,740	China Telecom Corp. Ltd., H	CHN	HKD	61,393	0.03
62,980	China Unicom (Hong Kong) Ltd.	CHN	HKD	60,773	0.02
				513,704	0.21
	Electric Utilities				
3,280	Endesa SA	ESP	EUR	74,161	0.03
	Electrical Equipment				
1,280	Rockwell Automation Inc.	USA	USD	184,459	0.08
	Electronic Equipment, Instruments & Components				
3,000	Yageo Corp.	TWN	TWD	22,489	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Entertainment				
3,510	Viacom Inc., B	USA	USD	92,223	0.04
320	Electronic Arts Inc.	USA	USD	28,503	0.01
				120,726	0.05
	Equity Real Estate Investment Trusts (REITs)				
1,530	Public Storage	USA	USD	320,535	0.13
1,520	Simon Property Group Inc.	USA	USD	213,604	0.09
17,210	Link REIT	HKG	HKD	186,028	0.07
34,850	Fibra Uno Administracion SA de CV	MEX	MXN	40,641	0.02
				760,808	0.31
	Food & Staples Retailing				
11,872	Koninklijke Ahold Delhaize NV	NLD	EUR	234,804	0.10
3,050	Seven & i Holdings Co. Ltd.	JPN	JPY	90,772	0.04
2,400	The Kroger Co.	USA	USD	45,832	0.02
18,500	J Sainsbury PLC	GBR	GBP	40,495	0.01
				411,903	0.17
	Food Products				
1,470	The Hershey Co.	USA	USD	173,307	0.07
	Gas Utilities				
1,810	UGI Corp.	USA	USD	85,035	0.04
4,060	Tokyo Gas Co. Ltd.	JPN	JPY	84,048	0.03
3,970	Osaka Gas Co. Ltd.	JPN	JPY	60,793	0.03
8,130	GAIL India Ltd.	IND	INR	32,355	0.01
				262,231	0.11
	Health Care Equipment & Supplies				
2,050	Medtronic PLC	USA	USD	175,616	0.07
800	Danaher Corp.	USA	USD	100,573	0.04
520	Edwards Lifesciences Corp.	USA	USD	84,501	0.03
350	Align Technology Inc.	USA	USD	84,264	0.03
694	Coloplast AS, B	DNK	DKK	68,969	0.03
270	IDEXX Laboratories Inc.	USA	USD	65,390	0.03
310	Varian Medical Systems Inc.	USA	USD	37,120	0.02
66	Smith & Nephew PLC	GBR	GBP	1,257	0.00
				617,690	0.25
	Health Care Providers & Services				
940	McKesson Corp.	USA	USD	111,120	0.05
1,480	Cardinal Health Inc.	USA	USD	61,317	0.02
1,970	Alfresa Holdings Corp.	JPN	JPY	42,719	0.02
750	Suzuken Co. Ltd.	JPN	JPY	38,670	0.02
1,780	Medipal Holdings Corp.	JPN	JPY	34,547	0.01
				288,373	0.12
	Health Care Technology				
1,640	Cerner Corp.	USA	USD	105,741	0.04
	Hotels, Restaurants & Leisure				
490	Darden Restaurants Inc.	USA	USD	52,467	0.02
	Household Durables				
12,770	Barratt Developments PLC	GBR	GBP	81,682	0.03
3,178	Persimmon PLC	GBR	GBP	70,895	0.03
35,293	Taylor Wimpey PLC	GBR	GBP	62,193	0.03
1,329	The Berkeley Group Holdings PLC	GBR	GBP	55,390	0.02
1,198	Pandora AS	DNK	DKK	37,476	0.02
				307,636	0.13
	Household Products				
1,330	Clorox Co.	USA	USD	179,123	0.07
1,520	The Procter & Gamble Co.	USA	USD	146,605	0.06
760	Colgate-Palmolive Co.	USA	USD	47,913	0.02
				373,641	0.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Independent Power and Renewable Electricity Producers				
1,840	NRG Energy Inc.	USA	USD	56,842	0.02
20,170	China Resources Power Holdings Co. Ltd.	CHN	HKD	25,890	0.01
				82,732	0.03
	Industrial Conglomerates				
820	3M Co.	USA	USD	125,029	0.05
	Insurance				
2,560	Admiral Group PLC	GBR	GBP	63,143	0.03
1,470	IRB Brasil Resseguros SA	BRA	BRL	33,133	0.01
				96,276	0.04
	Interactive Media & Services				
430	Alphabet Inc., A	USA	USD	409,556	0.17
2,410	Facebook Inc., A	USA	USD	409,139	0.17
				818,695	0.34
	Internet & Direct Marketing Retail				
60	Amazon.com Inc.	USA	USD	99,941	0.04
	IT Services				
1,770	Accenture PLC, A	USA	USD	287,675	0.12
820	Mastercard Inc., A	USA	USD	190,803	0.08
1,600	Cognizant Technology Solutions Corp., A	USA	USD	89,215	0.03
				567,693	0.23
	Life Sciences Tools & Services				
260	Mettler-Toledo International Inc.	USA	USD	192,110	0.08
1,090	Agilent Technologies Inc.	USA	USD	71,593	0.03
				263,703	0.11
	Machinery				
1,580	Illinois Tool Works Inc.	USA	USD	209,596	0.09
3,051	Atlas Copco AB	SWE	SEK	76,993	0.03
1,130	Sumitomo Heavy Industries Ltd.	JPN	JPY	34,156	0.01
2,120	JTEKT Corp.	JPN	JPY	22,588	0.01
				343,333	0.14
	Media				
8,900	WPP PLC	GBR	GBP	98,446	0.04
490	Omnicom Group Inc.	USA	USD	35,322	0.02
2,420	ProSiebenSat.1 Media SE	DEU	EUR	33,432	0.01
				167,200	0.07
	Metals & Mining				
2,090	Rio Tinto Ltd.	AUS	AUD	133,899	0.06
4,810	BHP Group PLC	GBR	GBP	108,269	0.04
5,680	Bluescope Steel Ltd.	AUS	AUD	42,261	0.02
67	Anglo American PLC	GBR	GBP	1,680	0.00
				286,109	0.12
	Multiline Retail				
708	Next PLC	GBR	GBP	43,705	0.02
1,250	Nordstrom Inc.	USA	USD	35,031	0.01
				78,736	0.03
	Multi-Utilities				
4,520	RWE AG	DEU	EUR	97,948	0.04
6,840	AGL Energy Ltd.	AUS	AUD	84,510	0.03
64,868	Centrica PLC	GBR	GBP	63,608	0.03
				246,066	0.10
	Oil, Gas & Consumable Fuels				
2,710	Exxon Mobil Corp.	USA	USD	182,669	0.07
6,464	Equinor ASA	NOR	NOK	112,236	0.05
121,970	China Petroleum & Chemical Corp., H	CHN	HKD	72,925	0.03
1,250	ConocoPhillips	USA	USD	67,071	0.03
1,090	Cimarex Energy Co.	USA	USD	56,885	0.02
560	EOG Resources Inc.	USA	USD	45,890	0.02
21,370	China Shenhua Energy Co. Ltd., H	CHN	HKD	39,365	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels (continued)				
3,820	MOL Hungarian Oil and Gas PLC	HUN	HUF	37,266	0.02
14,660	Oil & Natural Gas Corp. Ltd.	IND	INR	31,373	0.01
1,130	Aker BP ASA	NOR	NOK	28,490	0.01
6,220	Hindustan Petroleum Corp. Ltd.	IND	INR	23,016	0.01
6,900	Coal India Ltd.	IND	INR	22,341	0.01
2,880	Seven Generations Energy Ltd.	CAN	CAD	12,418	0.00
				731,945	0.30
	Paper & Forest Products				
3,860	Mondi PLC	GBR	GBP	77,183	0.03
	Personal Products				
1,440	Estee Lauder Cos. Inc., A	USA	USD	231,938	0.10
	Pharmaceuticals				
2,070	Roche Holding AG	CHE	CHF	512,149	0.21
6,307	Novo Nordisk AS, B	DNK	DKK	282,636	0.12
2,390	Bristol-Myers Squibb Co.	USA	USD	95,339	0.04
6,740	Astellas Pharma Inc.	JPN	JPY	84,405	0.04
1,110	Shionogi & Co. Ltd.	JPN	JPY	56,227	0.02
				1,030,756	0.43
	Professional Services				
1,200	Robert Half International Inc.	USA	USD	60,177	0.03
1,230	Randstad NV	NLD	EUR	59,409	0.02
600	ManpowerGroup Inc.	USA	USD	50,983	0.02
				170,569	0.07
	Real Estate Management & Development				
7,834	Aroundtown SA	DEU	EUR	56,765	0.02
8,560	Wheelock and Co. Ltd.	HKG	HKD	53,975	0.02
360	Daito Trust Construction Co. Ltd.	JPN	JPY	40,339	0.02
28,980	Country Garden Holdings Co. Ltd.	CHN	HKD	38,765	0.02
36,430	Emaar Properties PJSC	ARE	AED	38,560	0.01
				228,404	0.09
	Road & Rail				
250	Old Dominion Freight Line Inc.	USA	USD	32,823	0.01
	Semiconductors & Semiconductor Equipment				
2,060	Texas Instruments Inc.	USA	USD	207,948	0.09
2,920	SK Hynix Inc.	KOR	KRW	154,296	0.06
4,540	Micron Technology Inc.	USA	USD	154,109	0.06
2,390	Intel Corp.	USA	USD	100,637	0.04
1,060	Skyworks Solutions Inc.	USA	USD	72,046	0.03
390	Lam Research Corp.	USA	USD	64,439	0.03
				753,475	0.31
	Software				
1,940	Intuit Inc.	USA	USD	445,952	0.19
2,710	Microsoft Corp.	USA	USD	319,331	0.13
2,830	Cadence Design Systems Inc.	USA	USD	176,270	0.07
1,400	Citrix Systems Inc.	USA	USD	120,857	0.05
530	VMware Inc., A	USA	USD	77,953	0.03
130	Palo Alto Networks Inc.	USA	USD	23,300	0.01
				1,163,663	0.48
	Specialty Retail				
6,000	The TJX Cos. Inc.	USA	USD	279,087	0.11
2,580	Best Buy Co. Inc.	USA	USD	158,247	0.07
1,480	Ross Stores Inc.	USA	USD	129,039	0.05
470	Tractor Supply Co.	USA	USD	44,980	0.02
130	Ulta Beauty Inc.	USA	USD	39,667	0.02
2,310	The Gap Inc.	USA	USD	36,514	0.01
				687,534	0.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Technology Hardware, Storage & Peripherals				
1,730	Apple Inc.	USA	USD	301,185	0.12
8,048	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	234,048	0.10
				535,233	0.22
	Textiles, Apparel & Luxury Goods				
460	Lululemon Athletica Inc.	USA	USD	72,918	0.03
620	NIKE Inc., B	USA	USD	45,783	0.02
				118,701	0.05
	Tobacco				
870	Altria Group Inc.	USA	USD	36,236	0.02
	Trading Companies & Distributors				
6,140	Fastenal Co.	USA	USD	176,015	0.07
410	W.W. Grainger Inc.	USA	USD	96,736	0.04
				272,751	0.11
	Wireless Telecommunication Services				
12,550	KDDI Corp.	JPN	JPY	280,896	0.12
8,610	NTT DOCOMO Inc.	JPN	JPY	176,485	0.07
8,870	Tim Participacoes SA	BRA	BRL	23,606	0.01
				480,987	0.20
	TOTAL SHARES			20,201,201	8.32
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			20,201,201	8.32
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
263,048	FTSIIF Franklin Emerging Market Corporate Debt Fund, Class Y (Mdis) EUR	LUX	EUR	2,669,937	1.10
333,549	FTIF Templeton Emerging Markets Bond Fund, Class Y (Mdis) USD	LUX	USD	2,482,145	1.02
				5,152,082	2.12
	TOTAL INVESTMENTS FUNDS			5,152,082	2.12
	BONDS				
	Corporate Bonds				
1,700,000	Orange SA, senior bond, Reg S, 0.875%, 02/03/27	FRA	EUR	1,764,277	0.73
1,670,000	AT&T Inc., senior note, 1.30%, 09/05/23	USA	EUR	1,746,803	0.72
1,630,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	1,669,593	0.69
1,600,000	Credit Agricole SA, senior note, Reg S, 0.875%, 01/19/22	FRA	EUR	1,642,608	0.68
1,460,000	Wells Fargo & Co., senior note, Reg S, 2.00%, 07/28/25	USA	GBP	1,641,624	0.68
1,550,000	Anheuser-Busch InBev SA, senior note, Reg S, 0.875%, 03/17/22	BEL	EUR	1,591,501	0.66
1,430,000	The Goldman Sachs Group Inc., senior note, Reg S, 3.25%, 02/01/23	USA	EUR	1,585,305	0.65
1,439,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	1,487,415	0.61
1,458,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	1,474,118	0.61
1,400,000	BPCE SA, sub. bond, Reg S, 2.75% to 07/08/21, FRN thereafter, 07/08/26	FRA	EUR	1,473,514	0.61
1,446,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	1,472,375	0.61
1,300,000	HSBC Holdings PLC, senior note, 2.172% to 06/27/22, FRN thereafter, 06/27/23	GBR	GBP	1,467,486	0.60
1,380,000	BP Capital Markets PLC, senior note, Reg S, 1.526%, 09/26/22	GBR	EUR	1,454,196	0.60
1,530,000	Walmart Inc., senior note, 3.125%, 06/23/21	USA	USD	1,375,335	0.57
1,300,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	1,341,165	0.55
1,302,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	1,340,676	0.55
1,283,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	1,340,222	0.55
1,290,000	Intesa Sanpaolo SpA, senior note, Reg S, 2.00%, 06/18/21	ITA	EUR	1,336,240	0.55
1,330,000	BAT Capital Corp., senior note, Reg S, FRN, 0.189%, 08/16/21 †	GBR	EUR	1,330,053	0.55
1,140,000	Barclays PLC, senior note, Reg S, FRN, 2.375%, 10/06/23 †	GBR	GBP	1,275,366	0.52
1,168,000	Abbott Ireland Financing DAC, senior note, Reg S, 1.50%, 09/27/26	USA	EUR	1,254,683	0.52
1,228,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	1,249,711	0.51
1,200,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	1,225,536	0.50
1,200,000	Bayer Capital Corp. BV, senior note, Reg S, 0.625%, 12/15/22	DEU	EUR	1,210,680	0.50
1,155,000	Diageo Finance PLC, senior note, Reg S, 1.00%, 04/22/25	GBR	EUR	1,207,298	0.50
1,158,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	1,206,457	0.50
1,140,000	Berkshire Hathaway Inc., senior note, 1.30%, 03/15/24	USA	EUR	1,203,378	0.50
1,053,000	Allergan Funding SCS, senior note, 2.625%, 11/15/28	USA	EUR	1,160,311	0.48

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,133,000	Australia & New Zealand Banking Group Ltd., secured note, 0.25%, 11/29/23	AUS	EUR	1,153,972	0.48
1,024,000	Stryker Corp., senior note, 2.125%, 11/30/27	USA	EUR	1,151,846	0.47
1,210,000	Kraft Heinz Foods Co., senior note, 4.00%, 06/15/23	USA	USD	1,113,932	0.46
1,060,000	Enel Finance International NV, senior note, Reg S, 1.00%, 09/16/24	ITA	EUR	1,104,838	0.45
1,047,000	Schlumberger Finance France SAS, senior note, Reg S, 1.00%, 02/18/26	USA	EUR	1,101,721	0.45
1,066,000	Westpac Banking Corp., senior note, Reg S, 0.75%, 10/17/23	AUS	EUR	1,097,463	0.45
920,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	1,087,960	0.45
1,020,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	1,053,119	0.43
850,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	949,102	0.39
1,019,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	916,504	0.38
1,060,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	900,932	0.37
863,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	885,697	0.36
839,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	869,632	0.36
790,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	864,465	0.36
900,000	Syngenta Finance NV, senior bond, Reg S, 1.25%, 09/10/27	CHE	EUR	858,146	0.35
838,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	854,756	0.35
940,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	838,215	0.34
940,000	Freeport-McMoRan Inc., senior bond, 3.55%, 03/01/22	USA	USD	829,947	0.34
910,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	828,714	0.34
900,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	827,286	0.34
790,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	816,619	0.34
1,040,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	804,201	0.33
996,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	789,590	0.32
393,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	351,005	0.14
				61,577,588	25.35
	Government and Municipal Bonds				
3,950,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	4,296,435	1.77
3,877,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	4,275,711	1.76
4,083,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	4,267,490	1.76
3,946,000	Government of Finland, senior bond, Reg S, 0.875%, 09/15/25	FIN	EUR	4,260,575	1.75
3,768,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	4,201,810	1.73
3,475,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	4,176,272	1.72
3,848,000	Government of Portugal, senior note, 144A, Reg S, 2.20%, 10/17/22	PRT	EUR	4,167,846	1.72
3,595,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	4,148,612	1.71
2,942,000	Government of France, 6.00%, 10/25/25	FRA	EUR	4,143,807	1.71
3,259,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	4,143,476	1.71
3,106,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	4,115,900	1.70
3,021,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	4,096,325	1.69
3,062,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	4,057,380	1.67
3,293,000	Government of Spain, senior bond, Reg S, 5.40%, 01/31/23	ESP	EUR	3,969,300	1.63
3,361,000	Government of Spain, senior bond, 144A, Reg S, 5.85%, 01/31/22	ESP	EUR	3,906,457	1.61
3,163,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	3,599,099	1.48
2,847,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	3,362,649	1.38
1,457,000	Government of France, Reg S, 4, 4.00%, 04/25/60	FRA	EUR	2,888,918	1.19
1,428,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	2,725,245	1.12
2,478,000	Government of the Hellenic Republic, Reg S, 3.50%, 01/30/23	GRC	EUR	2,689,138	1.11
2,419,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	2,536,491	1.04
2,382,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	2,485,855	1.02
1,345,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	2,292,694	0.94
1,303,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	2,248,867	0.93
1,739,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	2,209,712	0.91
1,558,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	2,005,956	0.83
1,090,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	2,000,809	0.82
1,865,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	1,992,435	0.82
1,726,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	1,935,761	0.80
967,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	1,912,368	0.79
1,327,000	Government of Spain, senior bond, 144A, Reg S, 2.90%, 10/31/46	ESP	EUR	1,804,853	0.74
1,148,000	Government of Germany, Reg S, 2.50%, 07/04/44	DEU	EUR	1,794,129	0.74
1,075,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	1,700,709	0.70
994,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	1,697,036	0.70
916,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	1,563,159	0.64
				107,673,279	44.34

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
4,227,000	Government of Germany, Reg S, 3.25%, 01/04/20	DEU	EUR	4,313,125	1.78
1,873,000	Government of Mexico, senior bond, 5.50%, 02/17/20	MEX	EUR	1,937,853	0.80
				6,250,978	2.58
	TOTAL BONDS			175,501,845	72.27
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			180,653,927	74.39
	TOTAL INVESTMENTS			200,855,128	82.71

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Diversified Dynamic Fund

(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				
740	Raytheon Co.	USA	USD	113,182	0.09
	Air Freight & Logistics				
3,560	United Parcel Service Inc., B	USA	USD	323,386	0.25
36,644	Royal Mail PLC	GBR	GBP	86,739	0.07
				410,125	0.32
	Airlines				
9,736	Deutsche Lufthansa AG	DEU	EUR	146,722	0.12
5,200	Japan Airlines Co. Ltd.	JPN	JPY	146,062	0.11
24,471	International Consolidated Airlines Group SA	GBR	EUR	130,088	0.10
				422,872	0.33
	Auto Components				
13,212	Magna International Inc.	CAN	CAD	578,173	0.46
2,050	Continental AG	DEU	EUR	262,851	0.21
9,000	Valeo SA	FRA	EUR	257,400	0.20
3,160	Faurecia SA	FRA	EUR	128,960	0.10
				1,227,384	0.97
	Automobiles				
23,588	Peugeot SA	FRA	EUR	511,152	0.40
26,389	Fiat Chrysler Automobiles NV	GBR	EUR	323,687	0.26
				834,839	0.66
	Banks				
2,991,530	Bank of China Ltd., H	CHN	HKD	1,111,562	0.88
30,752	Societe Generale SA	FRA	EUR	683,309	0.54
148,230	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	619,161	0.49
769,630	China Construction Bank Corp., H	CHN	HKD	583,208	0.46
182,250	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	537,569	0.42
36,930	Swedbank AB, A	SWE	SEK	487,832	0.38
607,570	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	389,940	0.31
9,660	KB Financial Group Inc.	KOR	KRW	336,746	0.27
11,190	Hana Financial Group Inc.	KOR	KRW	318,191	0.25
705,750	Agricultural Bank of China Ltd., H	CHN	HKD	259,851	0.20
7,250	Shinhan Financial Group Co. Ltd.	KOR	KRW	247,497	0.19
356,280	Bank of Communications Co. Ltd., H	CHN	HKD	237,888	0.19
19,180	Woori Financial Group Inc.	KOR	KRW	204,885	0.16
365,990	China CITIC Bank Corp. Ltd., H	CHN	HKD	183,381	0.14
250,480	China Minsheng Banking Corp. Ltd., H	CHN	HKD	152,580	0.12
280,270	Postal Savings Bank of China Co. Ltd., H	CHN	HKD	146,427	0.12
13,036	Credit Agricole SA	FRA	EUR	137,465	0.11
10,024	Industrial Bank of Korea	KOR	KRW	107,079	0.08
				6,744,571	5.31
	Beverages				
6,510	PepsiCo Inc.	USA	USD	750,896	0.59
7,230	Monster Beverage Corp.	USA	USD	405,938	0.32
				1,156,834	0.91
	Biotechnology				
5,650	Biogen Inc.	USA	USD	1,162,304	0.92
3,800	Amgen Inc.	USA	USD	615,969	0.48
4,500	Celgene Corp.	USA	USD	365,906	0.29
2,970	AbbVie Inc.	USA	USD	189,980	0.15
1,800	United Therapeutics Corp.	USA	USD	123,594	0.10
				2,457,753	1.94
	Building Products				
6,930	Compagnie de Saint-Gobain	FRA	EUR	237,526	0.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Capital Markets				
7,060	Moody's Corp.	USA	USD	1,212,903	0.95
5,880	S&P Global Inc.	USA	USD	1,178,172	0.93
39,900	3i Group PLC	GBR	GBP	496,303	0.39
700	Partners Group Holding AG	CHE	CHF	483,660	0.38
4,890	Eaton Vance Corp.	USA	USD	185,518	0.15
32,000	Singapore Exchange Ltd.	SGP	SGD	164,738	0.13
9,600	CI Financial Corp.	CAN	CAD	137,586	0.11
356,790	China Cinda Asset Management Co. Ltd., H	CHN	HKD	72,312	0.06
				3,931,192	3.10
	Chemicals				
13,200	LyondellBasell Industries NV, A	USA	USD	1,000,058	0.79
7,378	Covestro AG	DEU	EUR	329,871	0.26
12,000	Tosoh Corp.	JPN	JPY	148,317	0.12
5,480	Showa Denko K.K.	JPN	JPY	141,722	0.11
6,630	Mitsubishi Gas Chemical Co. Inc.	JPN	JPY	77,672	0.06
				1,697,640	1.34
	Commercial Services & Supplies				
2,410	Cintas Corp.	USA	USD	503,029	0.40
44,921	Brambles Ltd.	AUS	AUD	357,247	0.28
6,030	Rollins Inc.	USA	USD	190,259	0.15
				1,050,535	0.83
	Communications Equipment				
2,400	F5 Networks Inc.	USA	USD	307,439	0.24
	Construction & Engineering				
7,680	Taisei Corp.	JPN	JPY	245,296	0.19
26,860	Obayashi Corp.	JPN	JPY	232,498	0.18
14,080	Skanska AB, B	SWE	SEK	223,670	0.18
3,900	Cimic Group Ltd.	AUS	AUD	107,809	0.09
156,210	China Railway Group Ltd., H	CHN	HKD	104,477	0.08
				913,750	0.72
	Construction Materials				
34,020	Anhui Conch Cement Co. Ltd., H	CHN	HKD	187,505	0.15
5,010	Taiheiyo Cement Corp.	JPN	JPY	133,246	0.10
				320,751	0.25
	Consumer Finance				
13,840	Discover Financial Services	USA	USD	944,580	0.74
26,650	Synchrony Financial	USA	USD	812,733	0.64
				1,757,313	1.38
	Diversified Financial Services				
21,500	ORIX Corp.	JPN	JPY	282,047	0.22
28,810	RMB Holdings Ltd.	ZAF	ZAR	151,818	0.12
				433,865	0.34
	Diversified Telecommunication Services				
22,530	Nippon Telegraph & Telephone Corp.	JPN	JPY	922,153	0.73
84,820	Telefonica SA	ESP	EUR	612,485	0.48
550,000	China Telecom Corp. Ltd., H	CHN	HKD	243,378	0.19
246,870	China Unicom (Hong Kong) Ltd.	CHN	HKD	238,218	0.19
				2,016,234	1.59
	Electric Utilities				
12,880	Endesa SA	ESP	EUR	291,217	0.23
	Electrical Equipment				
5,020	Rockwell Automation Inc.	USA	USD	723,426	0.57
	Electronic Equipment, Instruments & Components				
10,000	Yageo Corp.	TWN	TWD	74,963	0.06

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Entertainment				
13,900	Viacom Inc., B	USA	USD	365,213	0.29
1,270	Electronic Arts Inc.	USA	USD	113,120	0.09
				478,333	0.38
	Equity Real Estate Investment Trusts (REITs)				
6,030	Public Storage	USA	USD	1,263,285	0.99
5,940	Simon Property Group Inc.	USA	USD	834,740	0.66
67,440	Link REIT	HKG	HKD	728,979	0.57
136,620	Fibra Uno Administracion SA de CV	MEX	MXN	159,323	0.13
				2,986,327	2.35
	Food & Staples Retailing				
46,552	Koninklijke Ahold Delhaize NV	NLD	EUR	920,706	0.73
11,970	Seven & i Holdings Co. Ltd.	JPN	JPY	356,243	0.28
8,880	The Kroger Co.	USA	USD	169,578	0.13
72,510	J Sainsbury PLC	GBR	GBP	158,718	0.12
				1,605,245	1.26
	Food Products				
5,800	The Hershey Co.	USA	USD	683,797	0.54
	Gas Utilities				
7,080	UGI Corp.	USA	USD	332,623	0.26
15,920	Tokyo Gas Co. Ltd.	JPN	JPY	329,569	0.26
15,590	Osaka Gas Co. Ltd.	JPN	JPY	238,731	0.19
31,870	GAIL India Ltd.	IND	INR	126,832	0.10
				1,027,755	0.81
	Health Care Equipment & Supplies				
8,020	Medtronic PLC	USA	USD	687,046	0.54
3,130	Danaher Corp.	USA	USD	393,490	0.31
2,050	Edwards Lifesciences Corp.	USA	USD	333,128	0.26
1,370	Align Technology Inc.	USA	USD	329,832	0.26
2,759	Coloplast AS, B	DNK	DKK	274,188	0.22
1,070	IDEXX Laboratories Inc.	USA	USD	259,140	0.20
1,250	Varian Medical Systems Inc.	USA	USD	149,679	0.12
222	Smith & Nephew PLC	GBR	GBP	4,228	0.00
				2,430,731	1.91
	Health Care Providers & Services				
3,710	McKesson Corp.	USA	USD	438,569	0.34
5,820	Cardinal Health Inc.	USA	USD	241,124	0.19
7,740	Alfresa Holdings Corp.	JPN	JPY	167,839	0.13
2,940	Suzuken Co. Ltd.	JPN	JPY	151,587	0.12
7,000	Medipal Holdings Corp.	JPN	JPY	135,860	0.11
				1,134,979	0.89
	Health Care Technology				
6,460	Cerner Corp.	USA	USD	416,518	0.33
	Hotels, Restaurants & Leisure				
1,910	Darden Restaurants Inc.	USA	USD	204,516	0.16
	Household Durables				
12,489	Persimmon PLC	GBR	GBP	278,605	0.22
42,890	Barratt Developments PLC	GBR	GBP	274,341	0.22
138,795	Taylor Wimpey PLC	GBR	GBP	244,583	0.19
5,101	The Berkeley Group Holdings PLC	GBR	GBP	212,601	0.17
4,659	Pandora AS	DNK	DKK	145,743	0.11
				1,155,873	0.91
	Household Products				
5,220	Clorox Co.	USA	USD	703,025	0.55
5,950	The Procter & Gamble Co.	USA	USD	573,882	0.45
2,980	Colgate-Palmolive Co.	USA	USD	187,867	0.15
				1,464,774	1.15

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Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Independent Power and Renewable Electricity Producers				
7,250	NRG Energy Inc.	USA	USD	223,970	0.18
79,100	China Resources Power Holdings Co. Ltd.	CHN	HKD	101,533	0.08
				325,503	0.26
	Industrial Conglomerates				
3,230	3M Co.	USA	USD	492,491	0.39
	Insurance				
8,757	Admiral Group PLC	GBR	GBP	215,992	0.17
5,790	IRB Brasil Resseguros SA	BRA	BRL	130,505	0.10
				346,497	0.27
	Interactive Media & Services				
1,700	Alphabet Inc., A	USA	USD	1,619,176	1.28
9,460	Facebook Inc., A	USA	USD	1,605,999	1.26
				3,225,175	2.54
	Internet & Direct Marketing Retail				
240	Amazon.com Inc.	USA	USD	399,764	0.32
	IT Services				
6,960	Accenture PLC, A	USA	USD	1,131,195	0.89
3,220	Mastercard Inc., A	USA	USD	749,252	0.59
6,290	Cognizant Technology Solutions Corp., A	USA	USD	350,726	0.28
				2,231,173	1.76
	Life Sciences Tools & Services				
1,020	Mettler-Toledo International Inc.	USA	USD	753,661	0.59
4,270	Agilent Technologies Inc.	USA	USD	280,460	0.22
				1,034,121	0.81
	Machinery				
6,200	Illinois Tool Works Inc.	USA	USD	822,467	0.65
11,950	Atlas Copco AB	SWE	SEK	301,561	0.24
4,460	Sumitomo Heavy Industries Ltd.	JPN	JPY	134,809	0.10
8,350	JTEKT Corp.	JPN	JPY	88,967	0.07
				1,347,804	1.06
	Media				
34,890	WPP PLC	GBR	GBP	385,929	0.31
1,940	Omnicom Group Inc.	USA	USD	139,845	0.11
9,460	ProSiebenSat.1 Media SE	DEU	EUR	130,690	0.10
				656,464	0.52
	Metals & Mining				
8,210	Rio Tinto Ltd.	AUS	AUD	525,988	0.41
18,890	BHP Group PLC	GBR	GBP	425,197	0.34
22,270	Bluescope Steel Ltd.	AUS	AUD	165,695	0.13
226	Anglo American PLC	GBR	GBP	5,667	0.00
				1,122,547	0.88
	Multiline Retail				
2,787	Next PLC	GBR	GBP	172,041	0.13
4,930	Nordstrom Inc.	USA	USD	138,162	0.11
				310,203	0.24
	Multi-Utilities				
17,720	RWE AG	DEU	EUR	383,992	0.30
26,820	AGL Energy Ltd.	AUS	AUD	331,367	0.26
254,294	Centrica PLC	GBR	GBP	249,353	0.20
				964,712	0.76
	Oil, Gas & Consumable Fuels				
10,630	Exxon Mobil Corp.	USA	USD	716,521	0.56
25,341	Equinor ASA	NOR	NOK	440,002	0.35
478,100	China Petroleum & Chemical Corp., H	CHN	HKD	285,851	0.22
4,910	ConocoPhillips	USA	USD	263,456	0.21
4,280	Cimarex Energy Co.	USA	USD	223,365	0.18
2,200	EOG Resources Inc.	USA	USD	180,281	0.14
83,770	China Shenhua Energy Co. Ltd., H	CHN	HKD	154,311	0.12

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Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels (continued)				
14,970	MOL Hungarian Oil and Gas PLC	HUN	HUF	146,040	0.11
57,500	Oil & Natural Gas Corp. Ltd.	IND	INR	123,053	0.10
4,430	Aker BP ASA	NOR	NOK	111,691	0.09
24,420	Hindustan Petroleum Corp. Ltd.	IND	INR	90,361	0.07
27,080	Coal India Ltd.	IND	INR	87,680	0.07
11,290	Seven Generations Energy Ltd.	CAN	CAD	48,679	0.04
				2,871,291	2.26
	Paper & Forest Products				
15,150	Mondi PLC	GBR	GBP	302,935	0.24
	Personal Products				
5,630	Estee Lauder Cos. Inc., A	USA	USD	906,812	0.71
	Pharmaceuticals				
8,132	Roche Holding AG	CHE	CHF	2,011,980	1.59
24,729	Novo Nordisk AS, B	DNK	DKK	1,108,184	0.87
9,370	Bristol-Myers Squibb Co.	USA	USD	373,778	0.30
26,440	Astellas Pharma Inc.	JPN	JPY	331,106	0.26
4,370	Shionogi & Co. Ltd.	JPN	JPY	221,361	0.17
1	GlaxoSmithKline PLC	GBR	GBP	18	0.00
				4,046,427	3.19
	Professional Services				
4,700	Robert Half International Inc.	USA	USD	235,692	0.19
4,840	Randstad NV	NLD	EUR	233,772	0.18
2,540	ManpowerGroup Inc.	USA	USD	215,828	0.17
				685,292	0.54
	Real Estate Management & Development				
30,781	Aroundtown SA	DEU	EUR	223,039	0.17
33,560	Wheelock and Co. Ltd.	HKG	HKD	211,610	0.17
1,430	Daito Trust Construction Co. Ltd.	JPN	JPY	160,237	0.13
113,620	Country Garden Holdings Co. Ltd.	CHN	HKD	151,984	0.12
142,800	Emaar Properties PJSC	ARE	AED	151,150	0.12
				898,020	0.71
	Road & Rail				
980	Old Dominion Freight Line Inc.	USA	USD	128,667	0.10
	Semiconductors & Semiconductor Equipment				
8,120	Texas Instruments Inc.	USA	USD	819,678	0.65
11,474	SK Hynix Inc.	KOR	KRW	606,297	0.48
17,820	Micron Technology Inc.	USA	USD	604,894	0.48
9,363	Intel Corp.	USA	USD	394,253	0.31
4,180	Skyworks Solutions Inc.	USA	USD	284,109	0.22
1,550	Lam Research Corp.	USA	USD	256,104	0.20
				2,965,335	2.34
	Software				
7,620	Intuit Inc.	USA	USD	1,751,625	1.38
10,660	Microsoft Corp.	USA	USD	1,256,115	0.99
11,470	Cadence Design Systems Inc.	USA	USD	714,422	0.56
5,480	Citrix Systems Inc.	USA	USD	473,068	0.37
2,080	VMware Inc., A	USA	USD	305,930	0.24
540	Palo Alto Networks Inc.	USA	USD	96,785	0.08
				4,597,945	3.62
	Specialty Retail				
23,530	The TJX Cos. Inc.	USA	USD	1,094,486	0.86
10,101	Best Buy Co. Inc.	USA	USD	619,556	0.49
5,820	Ross Stores Inc.	USA	USD	507,436	0.40
1,850	Tractor Supply Co.	USA	USD	177,051	0.14
560	Ulta Beauty Inc.	USA	USD	170,874	0.13
10,100	The Gap Inc.	USA	USD	159,649	0.13
				2,729,052	2.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Technology Hardware, Storage & Peripherals				
6,800	Apple Inc.	USA	USD	1,183,847	0.93
31,567	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	918,017	0.73
				2,101,864	1.66
	Textiles, Apparel & Luxury Goods				
1,810	Lululemon Athletica Inc.	USA	USD	286,916	0.23
2,420	NIKE Inc., B	USA	USD	178,703	0.14
				465,619	0.37
	Tobacco				
3,410	Altria Group Inc.	USA	USD	142,027	0.11
	Trading Companies & Distributors				
24,040	Fastenal Co.	USA	USD	689,153	0.54
1,600	W.W. Grainger Inc.	USA	USD	377,506	0.30
				1,066,659	0.84
	Wireless Telecommunication Services				
49,200	KDDI Corp.	JPN	JPY	1,101,204	0.87
33,740	NTT DOCOMO Inc.	JPN	JPY	691,590	0.54
34,770	Tim Participacoes SA	BRA	BRL	92,533	0.07
				1,885,327	1.48
	TOTAL SHARES			78,961,985	62.19
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			78,961,985	62.19
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
346,221	FTIF Templeton Emerging Markets Bond Fund, Class Y (Mdis) USD	LUX	USD	2,576,441	2.03
133,102	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	1,308,953	1.03
627	FTIF Franklin High Yield Fund, Class Y (Mdis) USD	LUX	USD	5,190	0.00
				3,890,584	3.06
	TOTAL INVESTMENTS FUNDS			3,890,584	3.06
	BONDS				
	Corporate Bonds				
131,000	AT&T Inc., senior note, 1.30%, 09/05/23	USA	EUR	137,025	0.11
121,000	Anheuser-Busch InBev SA, senior note, Reg S, 0.875%, 03/17/22	BEL	EUR	124,240	0.10
100,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	118,256	0.10
100,000	HSBC Holdings PLC, senior note, 2.172% to 06/27/22, FRN thereafter, 06/27/23	GBR	GBP	112,883	0.09
107,000	BP Capital Markets PLC, senior note, Reg S, 1.526%, 09/26/22	GBR	EUR	112,753	0.09
100,000	Wells Fargo & Co., senior note, Reg S, 2.00%, 07/28/25	USA	GBP	112,440	0.09
100,000	Barclays PLC, senior note, Reg S, FRN, 2.375%, 10/06/23 †	GBR	GBP	111,874	0.09
100,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	111,659	0.09
100,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	109,426	0.09
100,000	Berkshire Hathaway Inc., senior note, 1.30%, 03/15/24	USA	EUR	105,559	0.09
100,000	BPCE SA, sub. bond, Reg S, 2.75% to 07/08/21, FRN thereafter, 07/08/26	FRA	EUR	105,251	0.08
117,000	Walmart Inc., senior note, 3.125%, 06/23/21	USA	USD	105,173	0.08
100,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	104,460	0.08
100,000	Enel Finance International NV, senior note, Reg S, 1.00%, 09/16/24	ITA	EUR	104,230	0.08
100,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	104,184	0.08
104,000	BAT Capital Corp., senior note, Reg S, FRN, 0.189%, 08/16/21 †	GBR	EUR	104,004	0.08
100,000	Orange SA, senior bond, Reg S, 0.875%, 02/03/27	FRA	EUR	103,781	0.08
100,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	103,651	0.08
100,000	Intesa Sanpaolo SpA, senior note, Reg S, 2.00%, 06/18/21	ITA	EUR	103,584	0.08
100,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	103,370	0.08
100,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	103,365	0.08
100,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	103,247	0.08
100,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	103,167	0.08
100,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	102,971	0.08
100,000	Westpac Banking Corp., senior note, Reg S, 0.75%, 10/17/23	AUS	EUR	102,952	0.08
100,000	Credit Agricole SA, senior note, Reg S, 0.875%, 01/19/22	FRA	EUR	102,663	0.08
100,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	102,630	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
100,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	102,429	0.08
100,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	102,128	0.08
100,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	102,000	0.08
100,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	101,824	0.08
100,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	101,768	0.08
100,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	101,106	0.08
100,000	Bayer Capital Corp. BV, senior note, Reg S, 0.625%, 12/15/22	DEU	EUR	100,890	0.08
90,000	The Goldman Sachs Group Inc., senior note, Reg S, 3.25%, 02/01/23	USA	EUR	99,774	0.08
100,000	Syngenta Finance NV, senior bond, Reg S, 1.25%, 09/10/27	CHE	EUR	95,350	0.08
94,000	Kraft Heinz Foods Co., senior note, 4.00%, 06/15/23	USA	USD	86,537	0.07
100,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	77,327	0.06
75,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	67,456	0.05
78,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	66,295	0.05
70,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	64,344	0.05
72,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	64,204	0.05
70,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	63,747	0.05
72,000	Freeport-McMoRan Inc., senior bond, 3.55%, 03/01/22	USA	USD	63,570	0.05
74,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	58,664	0.05
31,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	27,687	0.02
				4,465,898	3.52
	Government and Municipal Bonds				
1,021,000	Government of Mexico, senior note, 1.875%, 02/23/22	MEX	EUR	1,069,247	0.84
951,000	Government of the Hellenic Republic, Reg S, 3.50%, 01/30/23	GRC	EUR	1,032,030	0.81
648,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	676,253	0.53
496,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	539,502	0.43
651,000	Government of Argentina, senior note, Reg S, 3.875%, 01/15/22	ARG	EUR	536,232	0.42
513,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	536,180	0.42
485,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	534,877	0.42
492,000	Government of Finland, senior bond, Reg S, 0.875%, 09/15/25	FIN	EUR	531,222	0.42
440,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	528,794	0.42
488,000	Government of Portugal, senior note, 144A, Reg S, 2.20%, 10/17/22	PRT	EUR	528,563	0.42
373,000	Government of France, 6.00%, 10/25/25	FRA	EUR	525,371	0.41
413,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	525,086	0.41
396,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	524,757	0.41
386,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	523,397	0.41
453,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	522,760	0.41
467,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	520,766	0.41
424,000	Government of Spain, senior bond, Reg S, 5.40%, 01/31/23	ESP	EUR	511,079	0.40
385,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	510,154	0.40
422,000	Government of Spain, senior bond, 144A, Reg S, 5.85%, 01/31/22	ESP	EUR	490,486	0.39
401,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	456,288	0.36
361,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	426,384	0.34
185,000	Government of France, Reg S, 4, 4.00%, 04/25/60	FRA	EUR	366,815	0.29
181,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	345,427	0.27
306,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	320,862	0.25
170,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	289,783	0.23
165,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	284,776	0.23
220,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	279,550	0.22
197,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	253,641	0.20
138,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	253,314	0.20
236,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	252,126	0.20
219,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	245,615	0.19
122,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	241,271	0.19
168,000	Government of Spain, senior bond, 144A, Reg S, 2.90%, 10/31/46	ESP	EUR	228,497	0.18
145,000	Government of Germany, Reg S, 2.50%, 07/04/44	DEU	EUR	226,610	0.18
136,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	215,159	0.17
126,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	215,117	0.17
116,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	197,955	0.16
				16,265,946	12.81

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
536,000	Government of Germany, Reg S, 3.25%, 01/04/20	DEU	EUR	546,921	0.43
	TOTAL BONDS			21,278,765	16.76
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			25,169,349	19.82
	TOTAL INVESTMENTS			104,131,334	82.01

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Emerging Markets Debt Opportunities Hard Currency Fund

(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				
450,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	475,123	1.84
375,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	466,502	1.80
400,000	Southern Gas Corridor CJSC, senior note, Reg S, 6.875%, 03/24/26	AZE	USD	465,396	1.80
400,000	Petra Diamonds U.S. Treasury PLC, secured note, second lien, Reg S, 7.25%, 05/01/22	ZAF	USD	395,344	1.53
320,000	Kyiv Finance PLC, (City of Kiev), loan participation, Reg S, 7.50%, 12/15/22	UKR	USD	303,993	1.17
225,000	Syngenta Finance NV, senior note, Reg S, 5.182%, 04/24/28	CHE	USD	236,137	0.91
225,000	MHP Lux SA, senior note, Reg S, 6.95%, 04/03/26	UKR	USD	228,229	0.88
225,000	Medco Platinum Road Pte. Ltd., first lien, Reg S, 6.75%, 01/30/25	IDN	USD	224,558	0.87
200,000	St. Marys Cement Inc., senior bond, Reg S, 5.75%, 01/28/27	BRA	USD	219,072	0.85
200,000	Fidelity Bank PLC, senior note, Reg S, 10.50%, 10/16/22	NGA	USD	218,800	0.85
200,000	Lima Metro Line 2 Finance Ltd., senior secured bond, first lien, Reg S, 5.875%, 07/05/34	PER	USD	213,167	0.82
200,000	United Bank for Africa PLC, senior note, Reg S, 7.75%, 06/08/22	NGA	USD	210,525	0.81
200,000	Sociedad Quimica y Minera de Chile SA, senior bond, Reg S, 4.375%, 01/28/25	CHL	USD	210,516	0.81
200,000	Cencosud SA, senior bond, Reg S, 4.875%, 01/20/23	CHL	USD	209,989	0.81
200,000	Ecopetrol SA, senior bond, 4.125%, 01/16/25	COL	USD	207,166	0.80
200,000	State Grid Overseas Investment 2013 Ltd., senior note, Reg S, 3.125%, 05/22/23	CHN	USD	203,767	0.79
213,541	Sparc EM SPC Panama Metro Line 2 SP, secured note, Reg S, zero cpn., 12/05/22	PAN	USD	202,644	0.78
200,000	Tullow Oil PLC, senior note, Reg S, 7.00%, 03/01/25	GHA	USD	202,327	0.78
175,000	Energo-Pro AS, senior note, Reg S, 4.00%, 12/07/22	CZE	EUR	201,187	0.78
200,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	199,455	0.77
62,500	Trinidad Petroleum Holdings Ltd., senior bond, Reg S, 6.00%, 05/08/22	TTO	USD	61,881	0.24
				5,355,778	20.69
	Government and Municipal Bonds				
1,075,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	1,062,320	4.11
1,000,000	Government of Indonesia, senior note, Reg S, 3.375%, 04/15/23	IDN	USD	1,018,950	3.94
1,000,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	986,240	3.81
900,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	965,723	3.73
800,000	Government of Ghana, senior bond, Reg S, 8.125%, 01/18/26	GHA	USD	863,040	3.34
825,000	Government of Colombia, senior bond, 2.625%, 03/15/23	COL	USD	822,855	3.18
575,000	Government of Mexico, senior bond, A, 6.75%, 09/27/34	MEX	USD	733,355	2.83
675,000	Government of Brazil, senior bond, 2.625%, 01/05/23	BRA	USD	670,275	2.59
600,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	627,297	2.42
625,000	Government of South Africa, senior bond, 4.30%, 10/12/28	ZAF	USD	615,859	2.38
725,000	Government of Turkey, senior bond, 4.875%, 04/16/43	TUR	USD	566,515	2.19
500,000	Government of Peru, senior bond, 4.125%, 08/25/27	PER	USD	557,493	2.16
500,000	Government of Uruguay, senior bond, 4.375%, 01/23/31	URY	USD	542,125	2.10
700,000	Government of Argentina, senior note, 5.875%, 01/11/28	ARG	USD	530,796	2.05
475,000	Government of Lithuania, Reg S, 6.125%, 03/09/21	LTU	USD	505,032	1.95
400,000	Government of Egypt, senior note, Reg S, 7.50%, 01/31/27	EGY	USD	428,016	1.65
400,000	Government of Romania, senior bond, Reg S, 4.375%, 08/22/23	ROU	USD	424,910	1.64
400,000	Government of Panama, senior note, 3.75%, 03/16/25	PAN	USD	422,510	1.63
400,000	Government of Ethiopia, senior note, Reg S, 6.625%, 12/11/24	ETH	USD	417,760	1.62
400,000	Government of Jordan, senior bond, Reg S, 6.125%, 01/29/26	JOR	USD	416,748	1.61
450,000	Government of Turkey, 3.25%, 03/23/23	TUR	USD	410,310	1.59
400,000	Government of Chile, senior note, 2.25%, 10/30/22	CHL	USD	401,868	1.55
275,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	311,524	1.20
275,000	Government of Cameroon, senior note, Reg S, 9.50%, 11/19/25	CMR	USD	298,673	1.15
200,000	Government of Jamaica, senior bond, 7.875%, 07/28/45	JAM	USD	248,192	0.96
200,000	Government of Armenia, senior note, Reg S, 7.15%, 03/26/25	ARM	USD	230,804	0.89
200,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	230,742	0.89
225,000	Government of Costa Rica, senior bond, Reg S, 4.25%, 01/26/23	CRI	USD	223,031	0.86
200,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	221,314	0.86
200,000	Government of Honduras, senior bond, Reg S, 7.50%, 03/15/24	HND	USD	220,514	0.85
200,000	Government of Belarus International Bond, senior bond, Reg S, 6.20%, 02/28/30	BLR	USD	215,063	0.83
200,000	Government of the Dominican Republic, senior bond, Reg S, 7.50%, 05/06/21	DOM	USD	211,017	0.82
200,000	Government of Paraguay, senior note, Reg S, 4.625%, 01/25/23	PRY	USD	210,744	0.82
200,000	Export Credit Bank of Turkey, senior note, Reg S, 8.25%, 01/24/24	TUR	USD	210,000	0.81
200,000	Belarus Development Bank JSC, senior note, Reg S, 6.75%, 05/02/24	BLR	USD	209,683	0.81
200,000	Banque Ouest Africaine de Developpement, senior note, Reg S, 5.00%, 07/27/27	SP	USD	207,952	0.80
200,000	Province de Neuquen, senior secured bond, Reg S, 8.625%, 05/12/28	ARG	USD	200,901	0.78

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Emerging Markets Debt Opportunities Hard Currency Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
225,000	Provincia del Chubut Argentina, secured note, Reg S, 7.75%, 07/26/26	ARG	USD	198,909	0.77
187,500	ArdshinBank CJSC Via Dilijan Finance BV, senior note, Reg S, 12.00%, 07/29/20	ARM	USD	192,188	0.74
200,000	Government of Suriname, senior note, Reg S, 9.25%, 10/26/26	SUR	USD	187,121	0.72
170,798	Grenada Government International Bond, senior bond, Reg S, 7.00%, 05/12/30	GRD	USD	163,539	0.63
225,000	Government of Ukraine, Reg S, VRI, GDP Linked Security, zero cpn., 05/31/40	UKR	USD	161,423	0.62
97,500	Provincia de Tierra Del Fuego Argentina, secured note, Reg S, 8.95%, 04/17/27	ARG	USD	92,625	0.36
				18,435,956	71.24
	Securities Maturing Within One Year				
250,000	Trinidad Petroleum Holdings Ltd., senior note, Reg S, 9.75%, 08/14/19	TTO	USD	249,674	0.97
	TOTAL BONDS			24,041,408	92.90
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			24,041,408	92.90
	TOTAL INVESTMENTS			24,041,408	92.90

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Euro Government Bond Fund

(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				
7,450,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.75%, 09/01/28	ITA	EUR	9,260,387	12.86
4,000,000	Government of Spain, senior bond, 144A, Reg S, 1.85%, 07/30/35	ESP	EUR	4,578,600	6.36
4,500,000	Italy Treasury Bond, senior note, Reg S, 2.00%, 02/01/28	ITA	EUR	4,570,942	6.35
3,900,000	Government of Spain, senior bond, 144A, Reg S, 1.40%, 04/30/28	ESP	EUR	4,283,780	5.95
2,550,000	Government of Germany, Reg S, 2.50%, 08/15/46	DEU	EUR	4,071,980	5.65
3,000,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	3,975,225	5.52
3,450,000	Government of Spain, senior bond, 144A, Reg S, 1.45%, 04/30/29	ESP	EUR	3,801,124	5.28
3,650,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	3,646,095	5.06
3,450,000	Italy Buoni Poliennali Del Tesoro, 0.20%, 10/15/20	ITA	EUR	3,459,022	4.80
3,150,000	Government of Austria, senior bond, Reg S, 0.75%, 10/20/26	AUT	EUR	3,392,172	4.71
2,550,000	Government of Germany, Reg S, 1.25%, 08/15/48	DEU	EUR	3,255,381	4.52
3,000,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	3,145,710	4.37
2,800,000	Government of Belgium, Reg S, 1.25%, 04/22/33	BEL	EUR	3,140,326	4.36
1,800,000	Government of Romania, senior bond, Reg S, 2.875%, 05/26/28	ROU	EUR	2,005,875	2.78
1,800,000	Government of Poland, Reg S, 0.875%, 05/10/27	POL	EUR	1,901,970	2.64
1,600,000	Government of Lithuania, senior bond, Reg S, 2.125%, 10/22/35	LTU	EUR	1,870,800	2.60
1,400,000	Bank Gospodarstwa Krajowego, senior bond, Reg S, 1.625%, 04/30/28	POL	EUR	1,491,161	2.07
1,350,000	Government of Latvia, senior note, Reg S, 1.125%, 05/30/28	LVA	EUR	1,455,941	2.02
1,400,000	Government of Sweden, senior note, Reg S, 0.125%, 04/24/23	SWE	EUR	1,434,734	1.99
1,300,000	Agence Francaise de Developpement, senior note, Reg S, 0.50%, 10/31/25	FRA	EUR	1,343,667	1.86
1,100,000	Government of Hungary, senior note, Reg S, 1.25%, 10/22/25	HUN	EUR	1,169,929	1.62
600,000	Government of Ireland, Reg S, 1.50%, 05/15/50	IRL	EUR	660,807	0.92
500,000	Government of the Netherlands, Reg S, 0.50%, 07/15/26	NLD	EUR	532,868	0.74
200,000	Government of Austria, senior bond, 144A, Reg S, 2.10%, 09/20/2117	AUT	EUR	310,640	0.43
				68,759,136	95.46
	Securities Maturing Within One Year				
2,749,467	Government of Germany, Reg S, Index Linked, 1.75%, 04/15/20	DEU	EUR	2,776,714	3.86
	TOTAL BONDS			71,535,850	99.32
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			71,535,850	99.32
	TOTAL INVESTMENTS			71,535,850	99.32

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Euro High Yield Fund

(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				
250,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	6,233,750	1.19
50,000	iShares PLC - iShares Euro High Yield Corporate Bond UCITS ETF, Class EUR (Dist)	IRL	EUR	5,254,500	1.00
				11,488,250	2.19
	TOTAL INVESTMENTS FUNDS			11,488,250	2.19
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			11,488,250	2.19
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
9,000,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, secured bond, Reg S, 4.00%, 01/15/25	DEU	EUR	9,366,120	1.79
8,550,000	WMG Acquisition Corp., senior secured note, first lien, Reg S, 4.125%, 11/01/24	USA	EUR	8,949,370	1.71
7,500,000	Caixa Geral de Depositos SA, sub. note, Reg S, 5.75% to 06/28/23, FRN thereafter, 06/28/28	PRT	EUR	8,213,212	1.57
7,500,000	Catalent Pharma Solutions Inc., senior note, Reg S, 4.75%, 12/15/24	USA	EUR	7,837,012	1.49
6,700,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	7,393,952	1.41
6,900,000	LSF10 Wolverine Investments SCA, secured note, Reg S, 5.00%, 03/15/24	DNK	EUR	7,095,511	1.35
6,400,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	7,003,264	1.34
7,000,000	Juventus Football Club SpA, senior note, 3.375%, 02/19/24	ITA	EUR	6,942,705	1.32
5,900,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	6,705,320	1.28
6,000,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	6,672,750	1.27
6,330,000	CeramTec BondCo GmbH, senior secured note, Reg S, 5.25%, 12/15/25	DEU	EUR	6,471,001	1.23
6,700,000	Barry Callebaut Services SA, senior note, 144A, 5.50%, 06/15/23	BEL	USD	6,307,494	1.20
5,700,000	Darling Global Finance BV, senior note, Reg S, 3.625%, 05/15/26	USA	EUR	6,057,133	1.16
5,500,000	Altice France SA/France, first lien, Reg S, 5.875%, 02/01/27	FRA	EUR	5,963,540	1.14
5,600,000	James Hardie International Finance Ltd., senior note, Reg S, 3.625%, 10/01/26	AUS	EUR	5,955,438	1.14
5,500,000	Cemex Finance LLC, senior secured note, Reg S, 4.625%, 06/15/24	MEX	EUR	5,789,767	1.10
5,300,000	Ibercaja Banco SA, sub. note, Reg S, 5.00% to 07/27/20, FRN thereafter, 07/28/25	ESP	EUR	5,494,165	1.05
5,000,000	Crown European Holdings SA, senior note, Reg S, 2.625%, 09/30/24	USA	EUR	5,411,225	1.03
5,500,000	Groupe Ecore Holding SAS, senior secured note, Reg S, FRN, 6.25%, 11/15/23 †	FRA	EUR	5,280,000	1.01
6,400,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	5,239,038	1.00
4,250,000	Enel SpA, sub. bond, Reg S, 6.625% to 09/15/21, FRN thereafter, 09/15/76	ITA	GBP	5,194,993	0.99
5,000,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	5,168,475	0.99
4,600,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	4,881,267	0.93
4,500,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	4,664,295	0.89
4,500,000	ProGroup AG, secured note, Reg S, 3.00%, 03/31/26	DEU	EUR	4,646,790	0.89
4,500,000	Schoeller Allibert Group BV, senior secured note, first lien, Reg S, 8.00%, 10/01/21	NLD	EUR	4,621,410	0.88
4,600,000	The Chemours Co., senior note, 4.00%, 05/15/26	USA	EUR	4,616,836	0.88
4,000,000	Commerzbank AG, sub. note, Reg S, 4.00%, 03/23/26	DEU	EUR	4,580,040	0.87
5,000,000	Fresenius Medical Care U.S. Finance II Inc., senior note, 144A, 4.125%, 10/15/20	DEU	USD	4,461,341	0.85
4,000,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 4.00%, 08/19/22	USA	EUR	4,401,720	0.84
5,000,000	Intesa Sanpaolo SpA, sub. note, 144A, 5.017%, 06/26/24	ITA	USD	4,398,074	0.84
4,000,000	Telefonica Europe BV, junior sub. bond, Reg S, 4.375% to 03/14/19, FRN thereafter, Perpetual	ESP	EUR	4,351,720	0.83
4,200,000	Altice Luxembourg SA, senior note, Reg S, 8.00%, 05/15/27	LUX	EUR	4,276,419	0.82
4,000,000	UniCredit SpA, sub. note, Reg S, 4.875% to 02/20/24, FRN thereafter, 02/20/29	ITA	EUR	4,226,340	0.81
4,000,000	N&W Global Vending SpA, senior secured note, Reg S, 7.00%, 10/15/23	ITA	EUR	4,223,296	0.81
4,000,000	Avis Budget Finance PLC, senior note, Reg S, 4.75%, 01/30/26	USA	EUR	4,222,040	0.81
5,000,000	Casino Guichard Perrachon SA, senior bond, Reg S, 3.58%, 02/07/25	FRA	EUR	4,213,350	0.80
4,000,000	Playtech PLC, senior secured note, Reg S, 3.75%, 10/12/23	GBR	EUR	4,200,000	0.80
4,000,000	Fresenius Finance BV, senior note, Reg S, 3.00%, 02/01/21	DEU	EUR	4,193,880	0.80
5,000,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, Reg S, 1.125%, 10/15/24	ISR	EUR	4,157,275	0.79
4,000,000	DEMIRE Deutsche Mittelstand Real Estate AG, senior note, Reg S, 2.875%, 07/15/22	DEU	EUR	4,068,060	0.78
4,000,000	Origin Energy Finance Ltd., sub. bond, Reg S, 4.00% to 09/16/19, FRN thereafter, 09/16/74	AUS	EUR	4,027,580	0.77
4,000,000	CPI Property Group SA, sub. bond, Reg S, 4.875% to 04/10/26, FRN thereafter, Perpetual	CZE	EUR	3,970,720	0.76
3,760,000	Cott Corp., senior note, Reg S, 5.50%, 07/01/24	USA	EUR	3,928,655	0.75
4,000,000	Summit Properties Ltd., senior note, Reg S, 2.00%, 01/31/25	DEU	EUR	3,863,940	0.74

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Euro High Yield Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
3,600,000	Erste Group Bank AG, junior sub. bond, Reg S, 5.125% to 03/12/19, FRN thereafter, Perpetual	AUT	EUR	3,813,840	0.73
3,500,000	OI European Group BV, senior note, Reg S, 3.125%, 11/15/24	USA	EUR	3,809,522	0.73
3,250,000	Repsol International Finance BV, junior sub., Reg S, 4.50% to 03/25/25, FRN thereafter, 03/25/75	ESP	EUR	3,702,172	0.71
3,000,000	Pinnacle Bidco PLC, senior secured note, first lien, Reg S, 6.375%, 02/15/25	GBR	GBP	3,555,223	0.68
3,500,000	Matterhorn Telecom SA, senior secured note, Reg S, 3.875%, 05/01/22	CHE	EUR	3,542,752	0.68
3,500,000	Dometic Group AB, senior note, Reg S, 3.00%, 05/08/26	SWE	EUR	3,517,500	0.67
3,500,000	eG Global Finance PLC, senior secured note, first lien, Reg S, 4.375%, 02/07/25	GBR	EUR	3,500,000	0.67
3,400,000	International Design Group SpA, senior secured note, Reg S, 6.50%, 11/15/25	ITA	EUR	3,425,551	0.65
3,200,000	UGI International LLC, senior note, Reg S, 3.25%, 11/01/25	USA	EUR	3,410,384	0.65
3,500,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, 4.50%, 03/01/25	ISR	EUR	3,368,855	0.64
3,000,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	3,349,770	0.64
3,000,000	Danske Bank AS, junior sub. bond, Reg S, 5.875% to 04/06/22, FRN thereafter, Perpetual	DNK	EUR	3,174,270	0.61
3,000,000	LKQ European Holdings BV, senior note, Reg S, 3.625%, 04/01/26	USA	EUR	3,173,445	0.61
2,900,000	Naturgy Finance BV, junior sub. bond, Reg S, 4.125% to 11/18/22, FRN thereafter, Perpetual	ESP	EUR	3,154,852	0.60
3,500,000	Hema Bondco I BV, senior secured note, first lien, Reg S, FRN, 6.25%, 07/15/22 †	NLD	EUR	3,150,682	0.60
2,800,000	EDF SA, junior sub. bond, Reg S, 5.00% to 01/22/26, FRN thereafter, Perpetual	FRA	EUR	3,145,002	0.60
3,000,000	Axalta Coating Systems LLC, senior note, Reg S, 4.25%, 08/15/24	USA	EUR	3,132,315	0.60
3,000,000	IQVIA Inc., senior note, Reg S, 2.875%, 09/15/25	USA	EUR	3,118,395	0.59
3,000,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior secured note, Reg S, 4.125%, 05/15/23	LUX	EUR	3,109,890	0.59
3,000,000	INEOS Group Holdings SA, senior note, Reg S, 5.375%, 08/01/24	GBR	EUR	3,093,315	0.59
3,000,000	Quintiles IMS Inc., senior note, Reg S, 3.50%, 10/15/24	USA	EUR	3,083,520	0.59
3,000,000	Europcar Mobility Group, senior note, Reg S, 4.00%, 04/30/26	IRL	EUR	3,060,000	0.58
3,000,000	Societe Generale SA, junior sub. bond, Reg S, 9.375% to 09/04/19, FRN thereafter, Perpetual	FRA	EUR	3,055,575	0.58
3,000,000	LimaCorporate SpA, senior secured note, Reg S, FRN, 3.75%, 08/15/23 †	ITA	EUR	3,010,215	0.57
3,000,000	Energo-Pro AS, senior note, Reg S, 4.50%, 05/04/24	CZE	EUR	2,910,795	0.56
3,000,000	Odyssey Europe Holdco S. à r.l., Reg S, 8.00%, 05/15/23	EST	EUR	2,878,350	0.55
2,500,000	NN Group NV, sub. bond, Reg S, 4.625% to 01/12/28, FRN thereafter, 01/13/48	NLD	EUR	2,876,487	0.55
3,000,000	Eagle Intermediate Global Holding BV/Ruyi US Finance LLC, senior note, Reg S, 5.375%, 05/01/23	CHN	EUR	2,870,985	0.55
2,500,000	Fiat Chrysler Finance Europe, senior note, Reg S, 4.75%, 07/15/22	ITA	EUR	2,827,062	0.54
2,500,000	Worldpay Finance PLC, senior note, Reg S, 3.75%, 11/15/22	GBR	EUR	2,791,437	0.53
3,000,000	ArcelorMittal, senior note, 5.50%, 03/01/21	FRA	USD	2,748,225	0.52
2,500,000	DKT Finance ApS, senior note, first lien, Reg S, 7.00%, 06/17/23	DNK	EUR	2,730,888	0.52
2,500,000	UniCredit SpA, junior sub. bond, Reg S, 7.50% to 03/19/19, FRN thereafter, Perpetual	ITA	EUR	2,643,550	0.50
2,500,000	LeasePlan Corp NV, senior sub. bond, Reg S, 7.375% to 05/29/24, FRN thereafter, Perpetual	NLD	EUR	2,641,675	0.50
2,500,000	El Corte Ingles SA, senior note, Reg S, 3.00%, 03/15/24	ESP	EUR	2,630,120	0.50
2,800,000	Pro-Gest SpA, senior note, Reg S, 3.25%, 12/15/24	ITA	EUR	2,561,244	0.49
2,500,000	Telecom Italia SpA, senior note, Reg S, 2.875%, 01/28/26	ITA	EUR	2,535,075	0.48
2,500,000	Diocle Spa, secured note, Reg S, FRN, 3.875%, 06/30/26 †	ITA	EUR	2,525,000	0.48
2,500,000	UniCredit SpA, junior sub. bond, Reg S, 6.75% to 09/10/21, FRN thereafter, Perpetual	ITA	EUR	2,510,825	0.48
2,500,000	Telecom Italia SpA, cvt., senior note, Reg S, 1.125%, 03/26/22	ITA	EUR	2,468,775	0.47
2,300,000	Lincoln Financing S. à r.l., senior secured note, Reg S, 3.625%, 04/01/24	NLD	EUR	2,383,640	0.45
2,500,000	Fresenius Medical Care U.S. Finance II Inc., senior note, 144A, 4.75%, 10/15/24	DEU	USD	2,343,522	0.45
2,500,000	Bormioli Pharma Bidco SpA, senior secured note, Reg S, FRN, 3.50%, 11/15/24 †	ITA	EUR	2,333,900	0.45
2,000,000	Koninklijke KPN NV, senior sub. bond, Reg S, 6.875% to 03/14/20, FRN thereafter, 03/14/73	NLD	GBP	2,307,771	0.44
2,200,000	Equinix Inc., senior note, 2.875%, 10/01/25	USA	EUR	2,296,338	0.44
2,300,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 3.875%, 03/01/23	GBR	GBP	2,295,946	0.44
2,000,000	HSBC Holdings PLC, sub. note, Reg S, 3.00%, 06/30/25	GBR	EUR	2,255,970	0.43
2,000,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 07/01/24	GBR	EUR	2,179,840	0.42
2,000,000	EDF SA, junior sub. bond, 4.00% to 10/04/24, FRN thereafter, Perpetual	FRA	EUR	2,165,110	0.41
2,000,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	2,141,130	0.41
2,000,000	Tasty Bondco 1 SA, senior secured note, first lien, Reg S, 6.25%, 05/15/26	ESP	EUR	2,112,900	0.40
2,500,000	Adient Global Holdings Ltd., senior note, Reg S, 3.50%, 08/15/24	USA	EUR	2,093,475	0.40
2,000,000	Merlin Entertainments PLC, senior note, Reg S, 2.75%, 03/15/22	GBR	EUR	2,091,340	0.40
2,000,000	thyssenkrupp AG, senior note, Reg S, 2.875%, 02/22/24	DEU	EUR	2,088,320	0.40
2,000,000	Axalta Coating Systems Dutch Holding B BV, senior note, Reg S, 3.75%, 01/15/25	USA	EUR	2,087,320	0.40

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Euro High Yield Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
2,000,000	Piaggio & C SpA, senior note, Reg S, 3.625%, 04/30/25	ITA	EUR	2,085,000	0.40
2,000,000	Verisure Midholding AB, senior note, Reg S, 5.75%, 12/01/23	SWE	EUR	2,076,460	0.40
2,000,000	WEPA Hygieneprodukte GmbH, senior secured note, first lien, Reg S, 3.75%, 05/15/24	DEU	EUR	2,045,190	0.39
2,000,000	Refinitiv U.S. Holdings Inc., senior note, Reg S, 6.875%, 11/15/26	USA	EUR	2,042,030	0.39
2,000,000	thyssenkrupp AG, senior note, Reg S, 1.375%, 03/03/22	DEU	EUR	2,024,910	0.39
2,000,000	Platin 1426 GmbH, senior secured note, first lien, Reg S, 6.875%, 06/15/23	DEU	EUR	2,019,580	0.39
2,000,000	Altice Luxembourg SA, senior bond, Reg S, 6.25%, 02/15/25	FRA	EUR	1,992,480	0.38
2,000,000	Adler Pelzer Holding GmbH, senior secured note, Reg S, 4.125%, 04/01/24	DEU	EUR	1,846,350	0.35
1,500,000	Vantiv LLC/Vanity Issuer Corp., senior note, Reg S, 3.875%, 11/15/25	USA	GBP	1,755,854	0.33
1,750,000	Nidda BondCo GmbH, senior note, Reg S, 5.00%, 09/30/25	DEU	EUR	1,727,320	0.33
1,500,000	ELM BV for Swiss Life Insurance and Pension Group, sub. bond, Reg S, 4.50% to 05/19/27, FRN thereafter, Perpetual	CHE	EUR	1,726,103	0.33
2,000,000	La Financiere Atalian SASU, senior note, Reg S, 6.625%, 05/15/25	FRA	GBP	1,672,265	0.32
1,500,000	LKQ European Holdings BV, senior note, Reg S, 4.125%, 04/01/28	USA	EUR	1,635,270	0.31
1,500,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 3.325%, 03/24/25	USA	EUR	1,629,548	0.31
1,500,000	Gas Natural Fenosa Finance BV, junior sub. bond, Reg S, 3.375% to 04/24/24, FRN thereafter, Perpetual	ESP	EUR	1,583,423	0.30
1,500,000	ATF Netherlands BV, senior note, Reg S, 1.50%, 07/15/24	DEU	EUR	1,565,498	0.30
2,000,000	CMA CGM SA, senior note, Reg S, 5.25%, 01/15/25	FRA	EUR	1,550,620	0.30
1,500,000	Liberty Mutual Group Inc., junior sub. bond, 3.625% to 05/23/24, FRN thereafter, 05/23/59	USA	EUR	1,537,058	0.29
1,500,000	IHO Verwaltungs GmbH, senior secured note, Reg S, PIK, 3.625%, 05/15/25 ‡	DEU	EUR	1,535,153	0.29
1,500,000	IHO Verwaltungs GmbH, senior secured note, Reg S, PIK, 3.875%, 05/15/27 ‡	DEU	EUR	1,527,683	0.29
1,500,000	Bausch Health Cos. Inc., senior note, Reg S, 4.50%, 05/15/23	CAN	EUR	1,523,325	0.29
1,500,000	International Design Group SpA, senior secured note, Reg S, FRN, 6.00%, 11/15/25 †	ITA	EUR	1,504,710	0.29
1,500,000	Belfius Bank SA, sub. note, Reg S, 1.625% to 03/14/23, FRN thereafter, 03/15/28	BEL	EUR	1,484,888	0.28
1,500,000	Novafives SAS, secured note, Reg S, 5.00%, 06/15/25	FRA	EUR	1,440,308	0.27
1,250,000	Entertainment One Ltd., senior secured note, Reg S, 4.625%, 07/15/26	CAN	GBP	1,438,238	0.27
1,400,000	Telefonica Europe BV, junior sub. note, Reg S, 3.00% to 12/03/23, FRN thereafter, Perpetual	ESP	EUR	1,435,266	0.27
1,500,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, Reg S, 1.25%, 03/31/23	ISR	EUR	1,340,580	0.26
1,150,000	InterGen NV, secured note, Reg S, 7.50%, 06/30/21	NLD	GBP	1,272,538	0.24
1,200,000	Quintiles IMS Inc., senior note, Reg S, 3.25%, 03/15/25	USA	EUR	1,237,602	0.24
1,500,000	Raffinerie Heide GmbH, senior secured note, first lien, Reg S, 6.375%, 12/01/22	DEU	EUR	1,210,628	0.23
1,000,000	Telefonica Europe BV, junior sub. note, Reg S, 5.875% to 03/31/24, FRN thereafter, Perpetual	ESP	EUR	1,164,045	0.22
1,000,000	NEW Areva Holding SA, senior bond, 4.875%, 09/23/24	FRA	EUR	1,141,905	0.22
1,000,000	Netflix Inc., senior bond, Reg S, 3.875%, 11/15/29	USA	EUR	1,085,665	0.21
1,000,000	Selecta Group BV, secured note, Reg S, 5.875%, 02/01/24	CHE	EUR	1,046,360	0.20
1,000,000	ASR Nederland NV, sub. bond, Reg S, 3.375% to 05/02/29, FRN thereafter, 05/02/49	NLD	EUR	1,043,540	0.20
1,000,000	Schaeffler Verwaltung Zwei GmbH, senior secured note, first lien, Reg S, PIK, 3.75%, 09/15/26 ‡	DEU	EUR	1,015,665	0.19
1,000,000	Matterhorn Telecom Holding SA, senior note, Reg S, 4.875%, 05/01/23	CHE	EUR	1,013,835	0.19
1,000,000	Telecom Italia SpA, senior note, Reg S, 2.75%, 04/15/25	ITA	EUR	1,011,545	0.19
1,000,000	Altice Finco SA, senior bond, Reg S, 4.75%, 01/15/28	LUX	EUR	874,760	0.17
1,000,000	Casino Guichard Perrachon SA, senior note, Reg S, 1.865%, 06/13/22	FRA	EUR	849,900	0.16
600,000	Fiat Chrysler Finance Europe, senior note, Reg S, 4.75%, 03/22/21	ITA	EUR	647,289	0.12
750,000	Rekeep SpA, secured note, Reg S, 9.00%, 06/15/22	ITA	EUR	636,761	0.12
1,500,000	Moby SpA, senior secured note, first lien, Reg S, 7.75%, 02/15/23	ITA	EUR	448,830	0.09
1,000,000	Thomas Cook Finance 2 PLC, senior note, Reg S, 3.875%, 07/15/23	GBR	EUR	370,020	0.07
3,000,000	Abengoa Finance SAU, senior bond, Reg S, zero cpn., 03/31/27	ESP	EUR	24,000	0.00
3,368,916	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	3,704	0.00
				461,334,295	88.01
	Securities Maturing Within One Year				
2,000,000	Fiat Chrysler Finance Europe, senior note, Reg S, 6.75%, 10/14/19	ITA	EUR	2,040,730	0.39
1,000,000	Casino Guichard Perrachon SA, senior note, Reg S, 4.407%, 08/06/19	FRA	EUR	995,736	0.19
				3,036,466	0.58
	TOTAL BONDS			464,370,761	88.59
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			464,370,761	88.59

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Euro High Yield Fund

(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				
	Specialty Retail				
43,144,236	K2016470219 South Africa Ltd., A **	ZAF	ZAR	26,938	0.01
24,182,306	K2016470219 South Africa Ltd., B **	ZAF	ZAR	15,098	0.00
				42,036	0.01
	TOTAL SHARES			42,036	0.01
	BONDS				
	Corporate Bonds				
118,753	Astana Finance JSC, secured note, Reg S, zero cpn., 12/22/24 **	KAZ	USD	1,045	0.00
	TOTAL BONDS			1,045	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			43,081	0.01
	TOTAL INVESTMENTS			475,902,092	90.79

† Floating Rates are indicated as at June 30, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Euro Short Duration Bond Fund

(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				
220,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	5,485,700	4.82
	TOTAL INVESTMENTS FUNDS			5,485,700	4.82
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			5,485,700	4.82
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
2,100,000	Lloyds Bank PLC, secured note, Reg S, 1.375%, 04/16/22	GBR	EUR	2,165,772	1.90
2,100,000	Bank of Nova Scotia, secured note, Reg S, 0.75%, 09/17/22	CAN	EUR	2,153,424	1.89
1,880,000	DNB Boligkreditt AS, secured note, Reg S, 2.75%, 03/21/23	NOR	EUR	2,042,235	1.80
1,700,000	Logicor Financing S. à r.l., senior note, Reg S, 0.50%, 04/30/21	LUX	EUR	1,714,730	1.51
1,600,000	Australia & New Zealand Banking Group Ltd., secured note, 0.25%, 11/29/23	AUS	EUR	1,629,616	1.43
1,600,000	Bank of China Ltd., senior note, Reg S, 0.50%, 03/13/22	CHN	EUR	1,614,000	1.42
1,500,000	The Coca-Cola Co., senior note, 0.125%, 09/22/22	USA	EUR	1,513,485	1.33
1,300,000	CPI Property Group SA, senior note, Reg S, 1.45%, 04/14/22	CZE	EUR	1,320,085	1.16
1,200,000	Cooperatieve Rabobank UA, junior sub. bond, Reg S, 5.50% to 06/29/20, FRN thereafter, Perpetual	NLD	EUR	1,251,936	1.10
1,200,000	Bank of Montreal, senior note, Reg S, FRN, 0.157%, 09/28/21 †	CAN	EUR	1,208,748	1.06
1,200,000	BPCE SA, senior note, Reg S, FRN, 0.162%, 03/23/23 †	FRA	EUR	1,196,688	1.05
1,100,000	Total SA, junior sub. bond, Reg S, 2.25% to 02/26/21, FRN thereafter, Perpetual	FRA	EUR	1,134,771	1.00
1,000,000	Glencore Finance Europe Ltd., senior note, Reg S, 3.70%, 10/23/23	CHE	EUR	1,107,170	0.97
1,000,000	Vodafone Group PLC, cvt., senior note, Reg S, zero cpn., 11/26/20	GBR	GBP	1,093,474	0.96
1,050,000	Natwest Markets PLC, senior note, Reg S, FRN, 0.555%, 09/27/21 †	GBR	EUR	1,055,560	0.93
10,000,000	SSB Boligkreditt AS, secured note, FRN, 1.79%, 09/03/21 †	NOR	NOK	1,034,001	0.91
1,000,000	Fiserv Inc., senior note, 0.375%, 07/01/23	USA	EUR	1,006,855	0.88
1,000,000	Volvo Treasury AB, senior note, Reg S, 0.10%, 05/24/22	SWE	EUR	1,003,900	0.88
1,000,000	Toyota Motor Credit Corp., senior note, Reg S, zero cpn., 07/21/21	USA	EUR	1,003,140	0.88
1,000,000	Citigroup Inc., senior note, Reg S, FRN, 0.164%, 03/21/23 †	USA	EUR	1,002,120	0.88
1,000,000	Sumitomo Mitsui Banking Corp., senior note, Reg S, FRN, 0.19%, 07/13/20 †	JPN	EUR	1,000,995	0.88
857,000	NE Property BV, senior note, Reg S, 3.75%, 02/26/21	ROU	EUR	894,284	0.79
800,000	Orange SA, cvt., senior note, Reg S, 0.375%, 06/27/21	FRA	GBP	874,095	0.77
750,000	Becton Dickinson Euro Finance S. à r.l., senior note, 0.174%, 06/04/21	USA	EUR	753,052	0.66
700,000	UniCredit SpA, junior sub. bond, Reg S, 6.75% to 09/10/21, FRN thereafter, Perpetual	ITA	EUR	703,031	0.62
600,000	EDF SA, junior sub. bond, Reg S, 4.125% to 01/22/22, FRN thereafter, Perpetual	FRA	EUR	643,842	0.57
600,000	ABN AMRO Bank NV, junior sub. bond, Reg S, 5.75% to 09/22/20, FRN thereafter, Perpetual	NLD	EUR	632,469	0.56
600,000	CaixaBank SA, senior note, Reg S, 1.75%, 10/24/23	ESP	EUR	626,832	0.55
600,000	Danske Bank AS, junior sub. bond, Reg S, 5.75% to 10/06/67, FRN thereafter, Perpetual	DNK	EUR	615,222	0.54
600,000	Origin Energy Finance Ltd., sub. bond, Reg S, 4.00% to 09/16/19, FRN thereafter, 09/16/74	AUS	EUR	604,137	0.53
500,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	551,787	0.48
500,000	Ibercaja Banco SA, sub. note, Reg S, 5.00% to 07/27/20, FRN thereafter, 07/28/25	ESP	EUR	518,318	0.46
500,000	NE Property BV, senior note, Reg S, 2.625%, 05/22/23	ROU	EUR	511,250	0.45
400,000	ADLER Real Estate AG, senior note, Reg S, 1.50%, 12/06/21	DEU	EUR	405,552	0.36
300,000	Islandsbanki HF, senior note, Reg S, 1.125%, 04/12/22	ISL	EUR	303,654	0.27
200,000	ADLER Real Estate AG, senior note, Reg S, 1.50%, 04/17/22	DEU	EUR	202,350	0.18
				37,092,580	32.61
	Government and Municipal Bonds				
9,500,000	Italy Buoni Poliennali Del Tesoro, 0.20%, 10/15/20	ITA	EUR	9,524,842	8.37
9,000,000	Government of Spain, senior note, 0.35%, 07/30/23	ESP	EUR	9,221,940	8.11
9,100,000	Italy Buoni Poliennali Del Tesoro, 0.45%, 06/01/21	ITA	EUR	9,129,802	8.03
7,500,000	Government of Spain, 0.05%, 10/31/21	ESP	EUR	7,581,300	6.67
6,500,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	6,493,045	5.71
3,500,000	Government of Spain, senior note, 0.45%, 10/31/22	ESP	EUR	3,592,768	3.16
2,200,000	Latvia Government International Bond, senior note, Reg S, 0.50%, 12/15/20	LVA	EUR	2,222,385	1.95
2,000,000	Government of Indonesia, senior note, Reg S, 2.875%, 07/08/21	IDN	EUR	2,113,880	1.86
1,900,000	Government of Austria, senior note, 144A, Reg S, 0.00%, 07/15/24	AUT	EUR	1,947,709	1.71
1,700,000	Government of Morocco, senior note, Reg S, 4.50%, 10/05/20	MAR	EUR	1,795,370	1.58
1,100,000	China Development Bank, senior note, Reg S, 0.375%, 11/16/21	CHN	EUR	1,113,151	0.98

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Euro Short Duration Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
1,000,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	1,043,600	0.92
				55,779,792	49.05
	Securities Maturing Within One Year				
2,291,223	Government of Germany, Reg S, Index Linked, 1.75%, 04/15/20	DEU	EUR	2,313,929	2.03
1,500,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	1,495,282	1.32
1,200,000	Nordea Mortgage Bank PLC, secured note, Reg S, 0.125%, 06/17/20	FIN	EUR	1,206,438	1.06
1,000,000	Government of Mexico, senior bond, 5.50%, 02/17/20	MEX	EUR	1,034,625	0.91
600,000	UniCredit Bank Austria AG, senior bond, 0.708%, 10/31/19	AUT	EUR	849,726	0.75
600,000	Casino Guichard Perrachon SA, senior note, 5.244%, 03/09/20	FRA	EUR	591,570	0.52
				7,491,570	6.59
	TOTAL BONDS			100,363,942	88.25
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			100,363,942	88.25
	TOTAL INVESTMENTS			105,849,642	93.07

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Euro Short-Term Money Market Fund

(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				
	Diversified Financial Services				
3,991	Amundi Money Market Fund - Short Term EUR	LUX	EUR	3,992,918	4.98
28,001	Institutional Cash Series PLC - Institutional Euro Liquidity Fund	IRL	EUR	3,829,614	4.77
				7,822,532	9.75
	TOTAL INVESTMENTS FUNDS			7,822,532	9.75
	BONDS				
	Securities Maturing Within One Year				
4,500,000	BNZ International Funding Ltd., senior note, Reg S, FRN, 0.178%, 12/02/19 †	NZL	EUR	4,509,450	5.62
4,500,000	Credit Suisse AG, senior note, Reg S, FRN, 0.14%, 10/16/19 †	CHE	EUR	4,505,782	5.61
4,500,000	BMW Finance NV, senior note, Reg S, FRN, 0.00%, 02/06/20 †	DEU	EUR	4,505,422	5.61
4,500,000	The Coca-Cola Co., senior note, FRN, 0.00%, 09/09/19 †	USA	EUR	4,503,825	5.61
4,500,000	UBS AG London, senior note, Reg S, FRN, 0.177%, 09/05/19 †	CHE	EUR	4,502,475	5.61
4,500,000	France Treasury Bill, Reg S, 0.00%, 07/31/19	FRA	EUR	4,501,957	5.61
4,300,000	Dutch Treasury Bill, 0.00%, 08/30/19	NLD	EUR	4,304,171	5.36
3,800,000	Germany Treasury Bill, 0.00%, 08/14/19	DEU	EUR	3,802,793	4.74
3,500,000	Cooperatieve Rabobank UA, senior note, Reg S, FRN, 0.19%, 01/15/20 †	NLD	EUR	3,508,890	4.37
2,900,000	Banco Santander SA, senior note, Reg S, FRN, 0.278%, 03/04/20 †	ESP	EUR	2,909,585	3.62
2,500,000	BNP Paribas SA, senior note, Reg S, FRN, 0.09%, 01/15/20 †	FRA	EUR	2,505,125	3.12
2,500,000	BMW Finance NV, senior note, Reg S, FRN, 0.00%, 11/22/19 †	DEU	EUR	2,502,675	3.12
2,500,000	UBS AG London, 0.00%, 07/03/19	CHE	EUR	2,500,144	3.11
2,000,000	Barclays Bank PLC, senior note, Reg S, FRN, 0.14%, 01/15/20 †	GBR	EUR	2,003,020	2.50
2,000,000	European Stability Mechanism Treasury Bill, 0.00%, 07/04/19	SP	EUR	2,000,120	2.49
1,500,000	Sanofi, senior note, Reg S, FRN, 0.00%, 03/21/20 †	FRA	EUR	1,503,653	1.87
1,500,000	BHP Billiton Finance Ltd., senior note, Reg S, FRN, 0.038%, 04/28/20 †	AUS	EUR	1,501,778	1.87
1,400,000	HSBC France SA, senior note, Reg S, 1.875%, 01/16/20	FRA	EUR	1,416,653	1.77
1,300,000	Shell International Finance BV, senior note, Reg S, FRN, 0.082%, 09/16/19 †	NLD	EUR	1,301,151	1.62
1,250,000	Equinor ASA, senior note, Reg S, FRN, 0.00%, 08/19/19 †	NOR	EUR	1,250,469	1.56
1,000,000	The Bank of Nova Scotia, senior note, Reg S, FRN, 0.07%, 01/14/20 †	CAN	EUR	1,001,750	1.25
1,000,000	ING Bank NV, senior note, Reg S, FRN, 0.098%, 11/20/19 †	NLD	EUR	1,001,485	1.25
1,000,000	Barclays Bank PLC, senior note, Reg S, FRN, 0.081%, 09/11/19 †	GBR	EUR	1,000,670	1.25
700,000	Total Capital International SA, senior note, Reg S, FRN, 0.00%, 03/19/20 †	FRA	EUR	701,484	0.87
				63,744,527	79.41
	TOTAL BONDS			63,744,527	79.41
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			71,567,059	89.16
	TOTAL INVESTMENTS			71,567,059	89.16

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin European Corporate Bond Fund

(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				
	Financials				
20,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	498,700	0.67
	TOTAL INVESTMENTS FUNDS			498,700	0.67
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			498,700	0.67
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
1,000,000	Johnson & Johnson, senior bond, 1.65%, 05/20/35	USA	EUR	1,131,325	1.52
1,100,000	Coca-Cola HBC Finance BV, senior note, Reg S, 1.00%, 05/14/27	CHE	EUR	1,126,433	1.52
1,100,000	Koninklijke KPN NV, senior bond, Reg S, 1.125%, 09/11/28	NLD	EUR	1,112,248	1.50
1,000,000	Takeda Pharmaceutical Co. Ltd., senior note, Reg S, 2.25%, 11/21/26	JPN	EUR	1,107,250	1.49
1,100,000	RCI Banque SA, senior note, Reg S, 0.25%, 07/12/21	FRA	EUR	1,103,349	1.49
1,000,000	BNP Paribas SA, senior note, Reg S, 2.125% to 01/23/26, FRN thereafter, 01/23/27	FRA	EUR	1,085,165	1.46
1,000,000	McDonald's Corp., senior bond, Reg S, 2.00%, 06/01/23	USA	EUR	1,080,385	1.45
1,000,000	Anheuser-Busch InBev SA/NV, senior note, Reg S, 1.50%, 03/17/25	BEL	EUR	1,073,525	1.45
900,000	Telefonica Emisiones SA, senior bond, Reg S, 2.932%, 10/17/29	ESP	EUR	1,072,966	1.45
1,000,000	Australia Pacific Airports Melbourne Pty. Ltd., senior secured note, Reg S, 1.75%, 10/15/24	AUS	EUR	1,071,760	1.44
1,000,000	Orange SA, senior note, Reg S, 1.375%, 03/20/28	FRA	EUR	1,068,801	1.44
1,000,000	Total SA, junior sub. note, Reg S, 2.625% to 02/26/25, FRN thereafter, Perpetual	FRA	EUR	1,068,535	1.44
1,000,000	Iberdrola Finanzas SA, senior note, Reg S, 1.25%, 10/28/26	ESP	EUR	1,066,615	1.44
1,000,000	Wells Fargo & Co., senior note, Reg S, 1.50%, 05/24/27	USA	EUR	1,066,020	1.44
1,000,000	APRR SA, senior note, Reg S, 1.25%, 01/18/28	FRA	EUR	1,062,325	1.43
1,000,000	Eesti Energia AS, senior note, Reg S, 2.384%, 09/22/23	EST	EUR	1,061,095	1.43
900,000	Equinor ASA, senior bond, Reg S, 2.875%, 09/10/25	NOR	EUR	1,056,996	1.42
1,000,000	Sanofi, senior note, Reg S, 1.00%, 03/21/26	FRA	EUR	1,056,415	1.42
1,000,000	HSBC Holdings PLC, senior note, Reg S, 1.50% to 12/03/23, FRN thereafter, 12/04/24	GBR	EUR	1,052,350	1.42
1,000,000	Schlumberger Finance France SAS, senior note, Reg S, 1.00%, 02/18/26	USA	EUR	1,052,265	1.42
1,000,000	ANZ New Zealand International Ltd. of London, senior note, Reg S, 1.125%, 03/20/25	NZL	EUR	1,050,535	1.41
1,000,000	Bertelsmann SE & Co. KGaA, senior note, Reg S, 1.25%, 09/29/25	DEU	EUR	1,049,760	1.41
1,000,000	Stryker Corp., senior note, 1.125%, 11/30/23	USA	EUR	1,046,605	1.41
1,000,000	Diageo Finance PLC, senior note, Reg S, 1.00%, 04/22/25	GBR	EUR	1,045,280	1.41
1,000,000	Rabobank Nederland, sub. bond, Reg S, 2.50% to 05/26/21, FRN thereafter, 05/26/26	NLD	EUR	1,044,845	1.41
1,000,000	Madrilena Red de Gas Finance BV, senior note, Reg S, 1.375%, 04/11/25	ESP	EUR	1,040,615	1.40
1,000,000	Glencore Finance Europe SA, senior note, Reg S, 2.75%, 04/01/21	CHE	EUR	1,039,520	1.40
1,000,000	ABN AMRO Bank NV, senior note, Reg S, 0.875%, 01/15/24	NLD	EUR	1,037,225	1.40
1,000,000	Teleperformance, senior note, Reg S, 1.50%, 04/03/24	FRA	EUR	1,036,235	1.40
1,000,000	CGNPC International Ltd., senior note, Reg S, 1.625%, 12/11/24	CHN	EUR	1,035,752	1.39
1,000,000	Banco de Sabadell SA, senior note, Reg S, 1.625%, 03/07/24	ESP	EUR	1,035,715	1.39
1,000,000	Danske Bank AS, senior note, Reg S, 1.625%, 03/15/24	DNK	EUR	1,033,970	1.39
1,000,000	Tele2 AB, senior note, Reg S, 1.125%, 05/15/24	SWE	EUR	1,033,800	1.39
1,000,000	Telenor ASA, senior note, Reg S, 0.75%, 05/31/26	NOR	EUR	1,030,790	1.39
1,000,000	Mitsubishi UFJ Financial Group Inc., senior note, Reg S, 0.98%, 10/09/23	JPN	EUR	1,029,730	1.39
1,000,000	Credit Agricole SA, senior bond, Reg S, 1.00%, 07/03/29	FRA	EUR	1,027,925	1.38
1,000,000	The Procter & Gamble Co., senior note, 0.50%, 10/25/24	USA	EUR	1,026,120	1.38
1,000,000	Toyota Motor Finance Netherlands BV, senior note, Reg S, 0.625%, 09/26/23	JPN	EUR	1,024,910	1.38
1,000,000	BPCE SA, senior note, Reg S, 1.00%, 04/01/25	FRA	EUR	1,022,425	1.38
900,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 10/30/23	ITA	EUR	1,017,202	1.37
1,000,000	In'li SA, senior note, Reg S, 1.125%, 07/02/29	FRA	EUR	1,001,060	1.35
900,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	1,000,912	1.35
900,000	Carlsberg Breweries AS, senior note, Reg S, 2.50%, 05/28/24	DNK	EUR	997,492	1.34
900,000	Swiss RE Finance Luxembourg SA, sub. bond, Reg S, 2.534% to 03/30/30, FRN thereafter, 04/30/50	CHE	EUR	978,084	1.32
900,000	Zapadoslovenska Energetika AS, senior note, Reg S, 1.75%, 03/02/28	SVK	EUR	972,387	1.31
800,000	BHP Billiton Finance Ltd., sub. bond, Reg S, 5.625% to 10/22/24, FRN thereafter, 10/22/79	AUS	EUR	968,696	1.30
900,000	Compass Group PLC, senior note, Reg S, 1.875%, 01/27/23	GBR	EUR	964,534	1.30
900,000	Smiths Group PLC, senior note, Reg S, 2.00%, 02/23/27	GBR	EUR	953,226	1.28
900,000	Lunar Funding V for Swisscom AG, secured note, Reg S, 1.125%, 10/12/26	CHE	EUR	946,242	1.27
900,000	ATF Netherlands BV, senior note, Reg S, 1.50%, 07/15/24	DEU	EUR	939,298	1.26

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin European Corporate Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
900,000	BP Capital Markets PLC, senior note, Reg S, 0.90%, 07/03/24	GBR	EUR	935,636	1.26
900,000	Skandinaviska Enskilda Banken AB, sub. bond, Reg S, 2.50% to 05/28/21, FRN thereafter, 05/28/26	SWE	EUR	933,953	1.26
900,000	APT Pipelines Ltd., senior note, Reg S, 1.375%, 03/22/22	AUS	EUR	933,035	1.26
900,000	Naturgy Finance BV, senior note, Reg S, 0.875%, 05/15/25	ESP	EUR	930,110	1.25
800,000	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen, sub. bond, Reg S, 3.25% to 05/29/25, FRN thereafter, 05/26/49	DEU	EUR	928,264	1.25
900,000	Transurban Finance Co. Pty. Ltd., senior secured note, first lien, 2.50%, 10/08/20	AUS	EUR	924,489	1.25
900,000	JPMorgan Chase & Co., senior note, Reg S, 0.625%, 01/25/24	USA	EUR	918,234	1.24
900,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	909,950	1.23
900,000	KBC Groep NV, sub. note, Reg S, 2.375% to 11/25/19, FRN thereafter, 11/25/24	BEL	EUR	907,488	1.22
800,000	AXA SA, sub. bond, Reg S, 3.25% to 03/26/18, FRN thereafter, 05/28/49	FRA	EUR	882,860	1.19
700,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	806,799	1.09
700,000	The Coca-Cola Co., senior note, 0.75%, 09/22/26	USA	EUR	726,667	0.98
500,000	AT&T Inc., senior note, 1.95%, 09/15/23	USA	EUR	532,548	0.72
500,000	Enel SpA, junior sub. bond, Reg S, 2.50% to 11/24/23, FRN thereafter, 11/24/78	ITA	EUR	504,958	0.68
500,000	NE Property BV, senior note, Reg S, 1.75%, 11/23/24	ROU	EUR	485,333	0.65
400,000	UGI International LLC, senior note, Reg S, 3.25%, 11/01/25	USA	EUR	426,298	0.57
400,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	424,458	0.57
400,000	NEW Areva Holding SA, senior note, Reg S, 3.125%, 03/20/23	FRA	EUR	422,898	0.57
400,000	El Corte Ingles SA, senior note, Reg S, 3.00%, 03/15/24	ESP	EUR	420,819	0.57
400,000	CaixaBank SA, senior note, Reg S, 1.75%, 10/24/23	ESP	EUR	417,888	0.56
400,000	Lincoln Financing S. à r.l., senior secured note, Reg S, 3.625%, 04/01/24	NLD	EUR	414,546	0.56
400,000	Arkema SA, junior sub. bond, Reg S, 2.75% to 09/17/24, FRN thereafter, Perpetual	FRA	EUR	411,808	0.55
400,000	CPI Property Group SA, sub. bond, Reg S, 4.375% to 11/08/23, FRN thereafter, Perpetual	CZE	EUR	396,310	0.53
400,000	General Electric Co., senior bond, 2.125%, 05/17/37	USA	EUR	378,258	0.51
400,000	Casino Guichard Perrachon SA, senior bond, Reg S, 3.58%, 02/07/25	FRA	EUR	337,068	0.45
300,000	Altice France SA/France, first lien, Reg S, 5.875%, 02/01/27	FRA	EUR	325,284	0.44
300,000	EDF SA, junior sub. bond, 4.00% to 10/04/24, FRN thereafter, Perpetual	FRA	EUR	324,767	0.44
300,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	321,170	0.43
				69,288,609	93.31
	Securities Maturing Within One Year				
900,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	897,169	1.21
800,000	Davide Campari-Milano SpA, senior note, Reg S, 4.50%, 10/25/19	ITA	EUR	810,792	1.09
				1,707,961	2.30
	TOTAL BONDS			70,996,570	95.61
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			70,996,570	95.61
	TOTAL INVESTMENTS			71,495,270	96.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin European Dividend Fund

(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				
644,585	BAE Systems PLC	GBR	GBP	3,567,136	3.27
	Air Freight & Logistics				
110,987	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	2,210,861	2.03
1,006,438	PostNL NV	NLD	EUR	1,533,308	1.41
				3,744,169	3.44
	Banks				
410,604	ING Groep NV	NLD	EUR	4,186,518	3.84
348,537	Credit Agricole SA	FRA	EUR	3,675,322	3.37
82,719	BNP Paribas SA	FRA	EUR	3,454,759	3.17
298,885	FinecoBank Banca Fineco SpA	ITA	EUR	2,932,062	2.69
293,512	HSBC Holdings PLC	GBR	GBP	2,153,816	1.97
156,631	Standard Chartered PLC	GBR	GBP	1,249,629	1.15
				17,652,106	16.19
	Capital Markets				
155,825	Flow Traders	NLD	EUR	4,001,586	3.67
295,629	UBS Group AG	CHE	CHF	3,089,241	2.83
362,908	Ashmore Group PLC	GBR	GBP	2,065,495	1.90
				9,156,322	8.40
	Diversified Telecommunication Services				
309,984	Deutsche Telekom AG	DEU	EUR	4,715,477	4.33
113,353	Telenor ASA	NOR	NOK	2,115,977	1.94
				6,831,454	6.27
	Health Care Equipment & Supplies				
15,460	Alcon Inc.	CHE	CHF	839,517	0.77
	Hotels, Restaurants & Leisure				
1,391,634	Restaurant Group PLC	GBR	GBP	2,048,915	1.88
	Industrial Conglomerates				
15,662	Siemens AG	DEU	EUR	1,638,245	1.50
	Insurance				
121,879	ASR Nederland NV	NLD	EUR	4,358,393	4.00
148,780	AXA SA	FRA	EUR	3,436,818	3.15
				7,795,211	7.15
	Multi-Utilities				
164,051	Veolia Environnement SA	FRA	EUR	3,513,972	3.22
348,694	E.ON SE	DEU	EUR	3,330,376	3.06
63,533	Innogy SE	DEU	EUR	2,392,018	2.19
				9,236,366	8.47
	Oil, Gas & Consumable Fuels				
829,502	BP PLC	GBR	GBP	5,083,428	4.67
157,074	Royal Dutch Shell PLC, A	GBR	GBP	4,513,808	4.14
89,837	Total SA	FRA	EUR	4,426,718	4.06
269,656	Eni SpA	ITA	EUR	3,938,596	3.61
				17,962,550	16.48
	Pharmaceuticals				
61,348	Novartis AG	CHE	CHF	4,929,605	4.52
19,884	Roche Holding AG	CHE	CHF	4,919,604	4.51
56,906	Sanofi	FRA	EUR	4,319,734	3.96
57,529	Bayer AG	DEU	EUR	3,505,817	3.22
167,052	GlaxoSmithKline PLC	GBR	GBP	2,942,095	2.70
				20,616,855	18.91

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin European Dividend Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
2,915,821	Vodafone Group PLC	GBR	GBP	4,212,210	3.86
	TOTAL SHARES			105,301,056	96.59
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			105,301,056	96.59
	TOTAL INVESTMENTS			105,301,056	96.59

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin European Growth Fund

(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				
6,829,500	Cobham PLC	GBR	GBP	8,128,788	3.15
	Air Freight & Logistics				
445,995	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	8,884,220	3.44
	Auto Components				
1,277,300	Dometic Group AB	SWE	SEK	11,250,071	4.35
1,050,800	Freni Brembo SpA	ITA	EUR	10,644,604	4.12
209,600	Hella GmbH & Co. KGaA	DEU	EUR	9,113,408	3.53
61,700	Autoliv Inc., SDR	USA	SEK	3,838,762	1.49
				34,846,845	13.49
	Banks				
941,233	FinecoBank Banca Fineco SpA	ITA	EUR	9,233,496	3.57
925,436	Sbanken ASA	NOR	NOK	6,944,440	2.69
				16,177,936	6.26
	Capital Markets				
1,674,212	Ashmore Group PLC	GBR	GBP	9,528,797	3.69
143,841	Banca Generali SpA	ITA	EUR	3,642,054	1.41
149,500	Burford Capital Ltd.	USA	GBP	2,588,548	1.00
				15,759,399	6.10
	Chemicals				
65,800	Lenzing AG	AUT	EUR	6,448,400	2.50
	Commercial Services & Supplies				
301,300	ISS AS	DNK	DKK	7,996,368	3.09
	Containers & Packaging				
1,140,805	Corticeira Amorim SGPS SA	PRT	EUR	11,613,395	4.49
	Electrical Equipment				
136,991	Prysmian SpA	ITA	EUR	2,486,387	0.96
	Electronic Equipment, Instruments & Components				
160,273	Landis+Gyr Group AG	CHE	CHF	11,225,549	4.34
	Energy Equipment & Services				
333,290	Tecnicas Reunidas SA	ESP	EUR	7,519,023	2.91
49,599	Schoeller-Bleckmann Oilfield Equipment AG	AUT	EUR	3,700,085	1.43
				11,219,108	4.34
	Food Products				
618,805	Ebro Foods SA	ESP	EUR	11,645,910	4.51
648,000	Glanbia PLC	IRL	EUR	9,266,400	3.58
				20,912,310	8.09
	Household Durables				
64,658	Bellway PLC	GBR	GBP	2,011,550	0.78
	Insurance				
191,153	ASR Nederland NV	NLD	EUR	6,835,631	2.65
	Internet & Direct Marketing Retail				
362,525	Takkt AG	DEU	EUR	4,640,320	1.80
	IT Services				
941,000	Atea ASA	NOR	NOK	11,251,413	4.35
	Leisure products				
798,638	Technogym SpA	ITA	EUR	7,818,666	3.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin European Growth Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Machinery				
485,400	GEA Group AG	DEU	EUR	12,135,000	4.70
9,584	Rational AG	DEU	EUR	5,803,112	2.24
153,600	Interpump Group SpA	ITA	EUR	4,156,416	1.61
				22,094,528	8.55
	Professional Services				
870,560	Applus Services SA	ESP	EUR	10,403,192	4.03
	Software				
2,089,500	Avast PLC	GBR	GBP	7,002,402	2.71
	Specialty Retail				
578,563	Maisons du Monde SA	FRA	EUR	12,126,680	4.69
	Textiles, Apparel & Luxury Goods				
11,597,277	Coats Group PLC	GBR	GBP	10,616,672	4.11
	Wireless Telecommunication Services				
220,100	1&1 Drillisch AG	DEU	EUR	6,453,332	2.50
	TOTAL SHARES			256,953,091	99.45
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			256,953,091	99.45
	TOTAL INVESTMENTS			256,953,091	99.45

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin European Income Fund

(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				
	Financials				
20,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	498,700	2.44
	TOTAL INVESTMENTS FUNDS			498,700	2.44
	SHARES				
	Communication Services				
26,062	Deutsche Telekom AG	DEU	EUR	396,455	1.94
	Consumer Staples				
23,465	Ontex Group NV	BEL	EUR	332,734	1.63
	Energy				
19,274	Royal Dutch Shell PLC, B	GBR	GBP	555,704	2.72
9,112	Total SA	FRA	EUR	448,994	2.19
				1,004,698	4.91
	Financials				
47,038	ING Groep NV	NLD	EUR	479,599	2.34
9,819	ASR Nederland NV	NLD	EUR	351,127	1.71
34,989	FinecoBank Banca Fineco SpA	ITA	EUR	343,242	1.68
12,765	Banca Generali SpA	ITA	EUR	323,210	1.58
12,254	Prudential PLC	GBR	GBP	234,898	1.15
4,353	BNP Paribas SA	FRA	EUR	181,803	0.89
				1,913,879	9.35
	Health Care				
7,728	Novartis AG	CHE	CHF	620,982	3.03
2,368	Roche Holding AG	CHE	CHF	585,879	2.86
28,777	GlaxoSmithKline PLC	GBR	GBP	506,816	2.48
9,181	Novo Nordisk AS, B	DNK	DKK	411,429	2.01
2,604	Draegerwerk AG & Co. KGaA, pfd.	DEU	EUR	144,262	0.71
1,545	Alcon Inc.	CHE	CHF	83,897	0.41
				2,353,265	11.50
	Industrials				
4,555	Schneider Electric SE	FRA	EUR	363,307	1.78
62,227	BAE Systems PLC	GBR	GBP	344,365	1.68
25,235	Leonardo SpA	ITA	EUR	281,244	1.37
12,820	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	255,374	1.25
17,042	Siemens Gamesa Renewable Energy SA	ESP	EUR	249,154	1.22
20,981	IMI PLC	GBR	GBP	243,280	1.19
				1,736,724	8.49
	Information Technology				
5,983	NXP Semiconductors NV	NLD	EUR	520,521	2.54
24,068	Infineon Technologies AG	DEU	EUR	374,257	1.83
4,774	Landis+Gyr Group AG	CHE	CHF	334,372	1.63
10,020	Tieto OYJ	FIN	EUR	261,121	1.28
15,060	Atea ASA	NOR	NOK	180,071	0.88
				1,670,342	8.16
	Materials				
24,836	Corticeira Amorim SGPS SA	PRT	EUR	252,830	1.24
	TOTAL SHARES			9,660,927	47.22
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			10,159,627	49.66
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Financials				
26,503	FTIF Franklin Euro High Yield Fund, Class I (acc) EUR	LUX	EUR	575,118	2.81
	TOTAL INVESTMENTS FUNDS			575,118	2.81

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin European Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	BONDS				
	Asset-Backed Securities				
1,548,598	Nykredit Realkredit A/S, secured bond, Reg S, 2.00%, 10/01/50	DNK	DKK	214,417	1.05
1,547,268	Nykredit Realkredit A/S, senior bond, Reg S, 1.50%, 10/01/50	DNK	DKK	211,475	1.03
				425,892	2.08
	Corporate Bonds				
300,000	Eesti Energia AS, senior note, Reg S, 2.384%, 09/22/23	EST	EUR	318,328	1.56
300,000	Smiths Group PLC, senior note, Reg S, 2.00%, 02/23/27	GBR	EUR	317,742	1.55
300,000	The Goldman Sachs Group Inc., senior note, Reg S, 1.375%, 07/26/22	USA	EUR	312,873	1.53
300,000	Skandinaviska Enskilda Banken AB, sub. bond, Reg S, 2.50% to 05/28/21, FRN thereafter, 05/28/26	SWE	EUR	311,317	1.52
300,000	Teleperformance, senior note, Reg S, 1.50%, 04/03/24	FRA	EUR	310,870	1.52
300,000	Tele2 AB, senior note, Reg S, 1.125%, 05/15/24	SWE	EUR	310,140	1.52
300,000	JPMorgan Chase & Co., senior note, Reg S, 0.625%, 01/25/24	USA	EUR	306,078	1.50
200,000	Prudential PLC, sub. note, Reg S, 5.625% to 10/20/31, FRN thereafter, 10/20/51	GBR	GBP	246,594	1.20
200,000	BHP Billiton Finance Ltd., sub. bond, Reg S, 5.625% to 10/22/24, FRN thereafter, 10/22/79	AUS	EUR	242,174	1.18
200,000	Danske Bank AS, junior sub. bond, Reg S, 5.875% to 04/06/22, FRN thereafter, Perpetual	DNK	EUR	211,618	1.03
200,000	General Electric Co., senior bond, 2.125%, 05/17/37	USA	EUR	189,129	0.92
100,000	Pinnacle Bidco PLC, senior secured note, first lien, Reg S, 6.375%, 02/15/25	GBR	GBP	118,507	0.58
100,000	Telefonica Europe BV, junior sub. note, Reg S, 5.875% to 03/31/24, FRN thereafter, Perpetual	ESP	EUR	116,404	0.57
100,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 05/02/25	GBR	GBP	114,541	0.56
100,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	113,649	0.56
100,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	111,212	0.54
100,000	Aroundtown SA, junior sub. bond, Reg S, 4.75% to 06/25/24, FRN thereafter, Perpetual	DEU	GBP	110,409	0.54
100,000	Caixa Geral de Depositos SA, sub. note, Reg S, 5.75% to 06/28/23, FRN thereafter, 06/28/28	PRT	EUR	109,509	0.54
100,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	109,426	0.53
100,000	EDF SA, junior sub. bond, 4.00% to 10/04/24, FRN thereafter, Perpetual	FRA	EUR	108,256	0.53
100,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	106,115	0.52
100,000	NEW Areva Holding SA, senior note, Reg S, 3.125%, 03/20/23	FRA	EUR	105,725	0.52
100,000	Europcar Mobility Group, second lien, Reg S, 4.125%, 11/15/24	FRA	EUR	104,622	0.51
100,000	Ibercaja Banco SA, sub. note, Reg S, 5.00% to 07/27/20, FRN thereafter, 07/28/25	ESP	EUR	103,664	0.51
100,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	103,370	0.51
100,000	LSF10 Wolverine Investments SCA, secured note, Reg S, 5.00%, 03/15/24	DNK	EUR	102,834	0.50
100,000	INEOS Finance PLC, senior secured note, Reg S, 2.875%, 05/01/26	CHE	EUR	101,392	0.50
100,000	Telecom Italia SpA, cvt., senior note, Reg S, 1.125%, 03/26/22	ITA	EUR	98,751	0.48
100,000	NE Property BV, senior note, Reg S, 1.75%, 11/23/24	ROU	EUR	97,067	0.47
100,000	Casino Guichard Perrachon SA, senior bond, Reg S, 3.58%, 02/07/25	FRA	EUR	84,267	0.41
				5,096,583	24.91
	Government and Municipal Bonds				
800,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.75%, 09/01/28	ITA	EUR	994,404	4.86
2,750,000	Government of Poland, senior bond, 2.50%, 07/25/26	POL	PLN	658,999	3.22
600,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	599,358	2.93
300,000	Government of Romania, senior bond, Reg S, 2.875%, 05/26/28	ROU	EUR	334,313	1.64
200,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	217,541	1.06
				2,804,615	13.71
	Securities Maturing Within One Year				
200,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	199,371	0.97
	TOTAL BONDS			8,526,461	41.67
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			9,101,579	44.48
	TOTAL INVESTMENTS			19,261,206	94.14

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin European Small-Mid Cap Fund

(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				
	Capital Markets				
3,313,500	Hellenic Exchanges - Athens Stock Exchange SA	GRC	EUR	16,236,150	5.56
24,114,421	ABG Sundal Collier Holding ASA	NOR	NOK	9,296,252	3.18
				25,532,402	8.74
	Chemicals				
212,300	Hexpol AB	SWE	SEK	1,521,359	0.52
	Commercial Services & Supplies				
525,100	ISS AS	DNK	DKK	13,935,921	4.77
5,761,600	Biffa PLC	GBR	GBP	13,258,480	4.54
618,503	Elis SA	FRA	EUR	9,865,123	3.37
247,847	Prosegur Cash SA	ESP	EUR	431,254	0.15
				37,490,778	12.83
	Containers & Packaging				
1,189,500	Ardagh Group SA	USA	USD	18,310,463	6.26
1,117,800	RPC Group PLC	GBR	GBP	9,896,955	3.39
				28,207,418	9.65
	Distributors				
3,039,100	Headlam Group PLC	GBR	GBP	16,295,574	5.58
	Electronic Equipment, Instruments & Components				
239,880	Sesa SpA	ITA	EUR	6,812,592	2.33
	Energy Equipment & Services				
2,807,257	John Wood Group PLC	GBR	GBP	14,174,378	4.85
898,361	Borr Drilling Ltd.	NOR	NOK	7,639,489	2.62
				21,813,867	7.47
	Equity Real Estate Investment Trusts (REITs)				
1,627,638	Lar Espana Real Estate Socimi SA	ESP	EUR	11,100,491	3.80
2,521,702	Green REIT PLC	IRL	EUR	4,564,281	1.56
				15,664,772	5.36
	Food & Staples Retailing				
6,597,300	Total Produce PLC	IRL	EUR	9,632,058	3.30
	Food Products				
3,502,965	Devro PLC	GBR	GBP	8,100,085	2.77
	Hotels, Restaurants & Leisure				
1,179,000	Elior Group SA	FRA	EUR	14,254,110	4.88
	Internet & Direct Marketing Retail				
677,293	Dustin Group AB	SWE	SEK	5,479,075	1.88
	Leisure products				
26,306	Beneteau SA	FRA	EUR	254,511	0.09
	Machinery				
2,315,044	Zardoya Otis SA	ESP	EUR	15,464,494	5.29
	Marine				
660,400	Clarkson PLC	GBR	GBP	18,516,726	6.34
	Personal Products				
155,200	Ontex Group NV	BEL	EUR	2,200,736	0.75
	Professional Services				
1,653,140	PageGroup PLC	GBR	GBP	9,473,499	3.24
1,957,400	SThree PLC	GBR	GBP	6,231,719	2.13
				15,705,218	5.37

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin European Small-Mid Cap Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Management & Development				
4,411,500	LSL Property Services PLC	GBR	GBP	10,348,776	3.54
9,047,600	Foxtons Group PLC	GBR	GBP	5,356,643	1.83
				15,705,419	5.37
	Specialty Retail				
742,200	Grandvision NV	NLD	EUR	15,170,568	5.19
	Tobacco				
1,251,425	Scandinavian Tobacco Group AS	DNK	DKK	12,825,533	4.39
	TOTAL SHARES			286,647,295	98.10
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			286,647,295	98.10
	TOTAL INVESTMENTS			286,647,295	98.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin European Total Return Fund

(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				
650,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	16,207,750	6.12
80,000	Franklin Liberty Euro Green Bond UCITS ETF	IRL	EUR	2,058,800	0.78
				18,266,550	6.90
	TOTAL INVESTMENTS FUNDS			18,266,550	6.90
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			18,266,550	6.90
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
43,764,137	Nykredit Realkredit A/S, secured bond, Reg S, 2.00%, 10/01/50	DNK	DKK	6,059,517	2.29
42,924,212	Nykredit Realkredit A/S, senior bond, Reg S, 1.50%, 10/01/50	DNK	DKK	5,866,740	2.22
				11,926,257	4.51
	Corporate Bonds				
45,000,000	Nykredit Realkredit A/S, secured bond, Reg S, 1.00%, 10/01/50	DNK	DKK	5,949,456	2.25
4,500,000	Commerzbank AG, secured note, Reg S, 0.625%, 05/28/25	DEU	EUR	4,720,140	1.78
2,400,000	Cooperatieve Rabobank UA, junior sub. bond, Reg S, 5.50% to 06/29/20, FRN thereafter, Perpetual	NLD	EUR	2,503,872	0.95
2,500,000	In'li SA, senior note, Reg S, 1.125%, 07/02/29	FRA	EUR	2,502,650	0.94
2,300,000	FCC Aqualia SA, secured note, Reg S, 2.629%, 06/08/27	ESP	EUR	2,471,338	0.93
2,300,000	Eesti Energia AS, senior note, Reg S, 2.384%, 09/22/23	EST	EUR	2,440,518	0.92
2,500,000	NE Property BV, senior note, Reg S, 1.75%, 11/23/24	ROU	EUR	2,426,664	0.92
2,400,000	Barclays PLC, senior note, Reg S, 0.625% to 11/14/22, FRN thereafter, 11/14/23	GBR	EUR	2,383,272	0.90
2,300,000	Danske Bank AS, senior note, Reg S, 1.625%, 03/15/24	DNK	EUR	2,378,131	0.90
2,300,000	Mitsubishi UFJ Financial Group Inc., senior note, Reg S, 0.98%, 10/09/23	JPN	EUR	2,368,379	0.89
2,000,000	Orange SA, cvt., senior note, Reg S, 0.375%, 06/27/21	FRA	GBP	2,185,239	0.83
2,000,000	Total SA, junior sub. note, Reg S, 2.625% to 02/26/25, FRN thereafter, Perpetual	FRA	EUR	2,137,070	0.81
1,400,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	1,485,603	0.56
1,300,000	NEW Areva Holding SA, senior note, Reg S, 3.125%, 03/20/23	FRA	EUR	1,374,419	0.52
1,200,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	1,324,290	0.50
1,300,000	UniCredit SpA, junior sub. bond, Reg S, 6.75% to 09/10/21, FRN thereafter, Perpetual	ITA	EUR	1,305,629	0.49
1,200,000	ABN AMRO Bank NV, junior sub. bond, Reg S, 5.75% to 09/22/20, FRN thereafter, Perpetual	NLD	EUR	1,264,938	0.48
1,100,000	Altice France SA/France, first lien, Reg S, 5.875%, 02/01/27	FRA	EUR	1,192,708	0.45
				42,414,316	16.02
	Government and Municipal Bonds				
24,850,000	Italy Treasury Bond, senior note, Reg S, 2.00%, 02/01/28	ITA	EUR	25,241,760	9.53
15,900,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.75%, 09/01/28	ITA	EUR	19,763,779	7.46
16,020,000	Government of Spain, senior bond, 144A, Reg S, 1.45%, 04/30/29	ESP	EUR	17,650,436	6.67
13,500,000	Government of Spain, senior bond, 144A, Reg S, 1.85%, 07/30/35	ESP	EUR	15,452,775	5.84
12,000,000	Government of Belgium, Reg S, 1.25%, 04/22/33	BEL	EUR	13,458,540	5.08
125,000,000	Government of Norway, senior bond, 144A, Reg S, 1.75%, 09/06/29	NOR	NOK	13,241,458	5.00
11,800,000	Government of Spain, senior bond, 144A, Reg S, 1.40%, 04/30/28	ESP	EUR	12,961,179	4.90
8,800,000	Government of Germany, Reg S, 1.25%, 08/15/48	DEU	EUR	11,234,256	4.24
40,000,000	Government of Poland, 2.75%, 10/25/29	POL	PLN	9,735,350	3.68
5,600,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	5,594,008	2.11
4,600,000	Government of Romania, senior bond, Reg S, 2.875%, 03/11/29	ROU	EUR	5,106,115	1.93
4,750,000	Government of the Netherlands, Reg S, 0.50%, 07/15/26	NLD	EUR	5,062,241	1.91
4,400,000	Government of Hungary, senior note, Reg S, 1.25%, 10/22/25	HUN	EUR	4,679,717	1.77
4,000,000	Government of Netherlands, senior bond, 144A, Reg S, 0.50%, 01/15/40	NLD	EUR	4,202,520	1.59
4,000,000	Government of Sweden, senior note, Reg S, 0.125%, 04/24/23	SWE	EUR	4,099,240	1.55
2,500,000	Government of Latvia, senior note, Reg S, 1.125%, 05/30/28	LVA	EUR	2,696,188	1.02
2,300,000	Government of Ireland, Reg S, 1.50%, 05/15/50	IRL	EUR	2,533,094	0.96
1,500,000	Government of Austria, senior bond, 144A, Reg S, 2.10%, 09/20/2117	AUT	EUR	2,329,800	0.88
				175,042,456	66.12

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin European Total Return Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
2,800,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	2,791,194	1.06
	TOTAL BONDS			232,174,223	87.71
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			232,174,223	87.71
	TOTAL INVESTMENTS			250,440,773	94.61

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Flexible Alpha Bond Fund

(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				
7,000,000	Long Point Park CLO Ltd., 2017-1A, A2, 144A, FRN, 3.963%, 01/17/30 †	USA	USD	6,878,830	1.54
7,000,000	LCM 26 Ltd., 26A, B, 144A, FRN, 3.992%, 01/20/31 †	USA	USD	6,866,370	1.54
7,000,000	Long Point Park CLO Ltd., 2017-1A, B, 144A, FRN, 4.288%, 01/17/30 †	USA	USD	6,736,310	1.51
7,000,000	BlueMountain Fuji U.S. CLO III Ltd., 2017-3A, C, 144A, FRN, 4.297%, 01/15/30 †	USA	USD	6,734,980	1.51
6,800,000	BlueMountain Fuji U.S. CLO III Ltd., 2017-3A, B, 144A, FRN, 3.972%, 01/15/30 †	USA	USD	6,681,204	1.50
6,200,000	Neuberger Berman CLO XVI-S Ltd., 2017-16SA, C, 144A, FRN, 4.197%, 01/15/28 †	USA	USD	6,028,198	1.35
6,000,000	Dryden 55 CLO Ltd., 2018-55A, A1, 144A, FRN, 3.617%, 04/15/31 †	USA	USD	5,969,640	1.34
6,000,000	Neuberger Berman CLO XVI-S Ltd., 2017-16SA, B, 144A, FRN, 3.847%, 01/15/28 †	USA	USD	5,908,920	1.32
4,586,909	FNMA Connecticut Avenue Securities, 2014-C02, 1M2, FRN, 5.004%, 05/25/24 †	USA	USD	4,744,312	1.06
4,187,134	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 5.404%, 07/25/24 †	USA	USD	4,393,960	0.98
4,110,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA2, M3, FRN, 6.304%, 12/25/27 †	USA	USD	4,333,668	0.97
3,704,243	FNMA Connecticut Avenue Securities, 2015-C03, 1M2, FRN, 7.404%, 07/25/25 †	USA	USD	4,056,790	0.91
3,883,001	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 6.204%, 03/25/25 †	USA	USD	3,998,253	0.89
4,000,000	Gilbert Park CLO Ltd., 2017-1A, B, 144A, FRN, 4.197%, 10/15/30 †	USA	USD	3,979,480	0.89
4,000,000	Octagon Investment Partners 33 Ltd., 2017-1A, A2, 144A, FRN, 4.092%, 01/20/31 †	USA	USD	3,957,720	0.89
3,572,960	FNMA Connecticut Avenue Securities, 2014-C04, 1M1, FRN, 7.304%, 11/25/24 †	USA	USD	3,943,506	0.88
4,000,000	Carlyle U.S. CLO Ltd., 2017-5A, B, 144A, FRN, 4.392%, 01/20/30 †	USA	USD	3,872,400	0.87
3,905,660	Voya CLO Ltd., 2016-3A, CR, 144A, FRN, 5.851%, 10/18/31 †	USA	USD	3,840,514	0.86
3,437,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.704%, 10/25/27 †	USA	USD	3,701,847	0.83
3,301,123	FNMA Connecticut Avenue Securities, 2014-C04, 2M2, FRN, 7.404%, 11/25/24 †	USA	USD	3,616,288	0.81
3,350,000	FNMA Connecticut Avenue Securities, 2017-C02, 2M2, FRN, 6.054%, 09/25/29 †	USA	USD	3,568,029	0.80
3,200,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA1, M2, FRN, 5.654%, 07/25/29 †	USA	USD	3,385,844	0.76
3,127,903	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA4, M2, FRN, 3.704%, 03/25/29 †	USA	USD	3,137,401	0.70
3,000,000	FNMA Connecticut Avenue Securities, 2017-C06, 1M2, FRN, 5.054%, 02/25/30 †	USA	USD	3,086,359	0.69
3,087,917	Towd Point Mortgage Trust, 2016-3, A1, 144A, FRN, 2.25%, 04/25/56 †	USA	USD	3,077,544	0.69
3,000,000	Dryden 64 CLO Ltd., 2018-64A, A, 144A, FRN, 3.571%, 04/18/31 †	USA	USD	2,975,250	0.67
2,750,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA2, M2, FRN, 5.854%, 10/25/29 †	USA	USD	2,943,766	0.66
2,751,275	FNMA Connecticut Avenue Securities, 2015-C02, 1M2, FRN, 6.404%, 05/25/25 †	USA	USD	2,934,029	0.66
2,897,024	Towd Point Mortgage Trust, 2017-1, A1, 144A, FRN, 2.75%, 10/25/56 †	USA	USD	2,915,405	0.65
3,000,000	LCM 26 Ltd., 26A, C, 144A, FRN, 4.392%, 01/20/31 †	USA	USD	2,904,090	0.65
2,845,884	Towd Point Mortgage Trust, 2017-4, A1, 144A, FRN, 2.75%, 06/25/57 †	USA	USD	2,865,619	0.64
2,660,000	FNMA Connecticut Avenue Securities, 2017-C03, 1M2, FRN, 5.404%, 10/25/29 †	USA	USD	2,779,075	0.62
2,700,000	Carlyle U.S. CLO Ltd., 2017-1A, A1A, 144A, FRN, 3.892%, 04/20/31 †	USA	USD	2,700,000	0.60
2,636,705	Invitation Homes Trust, 2018-SFR3, A, 144A, FRN, 3.394%, 07/17/37 †	USA	USD	2,633,816	0.59
2,570,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA3, M2, FRN, 4.754%, 04/25/30 †	USA	USD	2,612,991	0.58
2,513,796	Towd Point Mortgage Trust, 2016-4, A1, 144A, FRN, 2.25%, 07/25/56 †	USA	USD	2,505,617	0.56
2,500,000	AMMC CLO 21 Ltd., 2017-21A, C, 144A, FRN, 4.676%, 11/02/30 †	USA	USD	2,448,150	0.55
2,308,988	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA2, M2, FRN, 4.654%, 11/25/28 †	USA	USD	2,332,297	0.52
2,060,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 7.104%, 04/25/28 †	USA	USD	2,292,308	0.51
2,290,528	Towd Point Mortgage Trust, 2017-5, A1, 144A, FRN, 3.004%, 02/25/57 †	USA	USD	2,289,638	0.51
2,154,185	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M3, FRN, 6.504%, 08/25/24 †	USA	USD	2,263,354	0.51
2,009,652	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M3, FRN, 6.954%, 10/25/24 †	USA	USD	2,164,507	0.48
2,070,000	FREMF Mortgage Trust, 2018-K72, B, 144A, FRN, 4.117%, 12/25/50 †	USA	USD	2,160,306	0.48
2,200,000	BlueMountain Fuji U.S. CLO III Ltd., 2017-3A, A2, 144A, FRN, 3.747%, 01/15/30 †	USA	USD	2,142,360	0.48
2,000,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA1, M2, FRN, 5.954%, 08/25/29 †	USA	USD	2,136,157	0.48
2,000,000	Dryden 49 Senior Loan Fund, 2017-49A, C, 144A, FRN, 4.951%, 07/18/30 †	USA	USD	2,000,780	0.45
2,000,000	BlueMountain Fuji U.S. CLO I Ltd., 2017-1A, C, 144A, FRN, 4.942%, 07/20/29 †	USA	USD	1,992,120	0.45
2,000,000	AMMC CLO XI Ltd., 2012-11A, BR2, 144A, FRN, 4.183%, 04/30/31 †	USA	USD	1,978,700	0.44
2,000,000	Gilbert Park CLO Ltd., 2017-1A, D, 144A, FRN, 5.547%, 10/15/30 †	USA	USD	1,958,680	0.44

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
2,000,000	LCM XXII Ltd., 22A, CR, 144A, FRN, 5.392%, 10/20/28 †	USA	USD	1,949,680	0.44
2,000,000	Carlyle U.S. CLO Ltd., 2017-4A, C, 144A, FRN, 5.397%, 01/15/30 †	USA	USD	1,937,440	0.43
2,000,000	TCI-Flatiron CLO Ltd., 2017-1A, C, 144A, FRN, 4.375%, 11/18/30 †	USA	USD	1,934,680	0.43
1,809,763	FNMA Connecticut Avenue Securities, 2014-C03, 2M2, FRN, 5.304%, 07/25/24 †	USA	USD	1,888,181	0.42
1,760,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ2, M3, FRN, 5.654%, 05/25/25 †	USA	USD	1,881,338	0.42
1,925,000	ARES XXXVII CLO Ltd., 2015-4A, BR, 144A, FRN, 4.397%, 10/15/30 †	USA	USD	1,874,680	0.42
1,900,000	Carlyle U.S. CLO Ltd., 2017-4A, B, 144A, FRN, 4.447%, 01/15/30 †	USA	USD	1,855,046	0.42
1,821,268	Towd Point Mortgage Trust, 2016-5, A1, 144A, FRN, 2.50%, 10/25/56 †	USA	USD	1,822,126	0.41
1,685,535	FNMA Connecticut Avenue Securities, 2015-C03, 2M2, FRN, 7.404%, 07/25/25 †	USA	USD	1,803,946	0.40
1,750,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA3, M2, FRN, 4.904%, 03/25/30 †	USA	USD	1,791,318	0.40
1,679,973	Sequoia Mortgage Trust, 2016-2, A4, 144A, FRN, 3.50%, 08/25/46 †	USA	USD	1,712,026	0.38
1,532,338	FNMA Connecticut Avenue Securities, 2015-C01, 2M2, FRN, 6.954%, 02/25/25 †	USA	USD	1,613,523	0.36
1,600,000	Carlyle GMS Finance MM CLO LLC, 2015-1A, A2R, 144A, FRN, 4.797%, 10/15/31 †	USA	USD	1,593,216	0.36
1,618,420	Neuberger Berman Loan Advisers CLO Ltd., 2017-26A, B, 144A, FRN, 4.101%, 10/18/30 †	USA	USD	1,589,143	0.36
1,519,468	Invitation Homes Trust, 2018-SFR4, A, 144A, FRN, 3.494%, 01/17/38 †	USA	USD	1,530,679	0.34
1,461,472	CIM Trust, 2018-INV1, A4, 144A, FRN, 4.00%, 08/25/48 †	USA	USD	1,521,720	0.34
1,470,000	Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.50%, 04/25/66 †	USA	USD	1,509,700	0.34
1,500,000	Race Point X CLO Ltd., 2016-10A, B1R, 144A, FRN, 4.23%, 07/25/31 †	USA	USD	1,484,250	0.33
1,500,000	Antares CLO Ltd., 2018-1A, B, 144A, FRN, 4.242%, 04/20/31 †	USA	USD	1,483,440	0.33
1,500,000	Atrium XIII, 2013A, C, 144A, FRN, 4.392%, 11/21/30 †	USA	USD	1,453,320	0.33
1,327,506	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M3, FRN, 6.404%, 08/25/24 †	USA	USD	1,417,599	0.32
1,389,763	FNMA Connecticut Avenue Securities, 2018-C04, 2M1, FRN, 3.154%, 12/25/30 †	USA	USD	1,390,788	0.31
1,400,000	Atrium XIV LLC, 14A, A2A, 144A, FRN, 4.051%, 08/23/30 †	USA	USD	1,385,020	0.31
1,400,000	NZCG Funding Ltd., 2015-1A, A2R, 144A, FRN, 4.071%, 02/26/31 †	USA	USD	1,379,588	0.31
1,308,242	FNMA Connecticut Avenue Securities, 2015-C02, 2M2, FRN, 6.404%, 05/25/25 †	USA	USD	1,362,183	0.30
1,300,000	HayFin Kingsland IX Ltd., 2013-6A, BR, 144A, FRN, 4.382%, 04/28/31 †	USA	USD	1,300,221	0.29
1,300,000	Octagon Investment Partners XXIII Ltd., 2015-1A, CR, 144A, FRN, 4.447%, 07/15/27 †	USA	USD	1,289,067	0.29
1,200,000	Octagon Investment Partners 33 Ltd., 2017-1A, B, 144A, FRN, 4.442%, 01/20/31 †	USA	USD	1,173,216	0.26
1,160,654	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 4.254%, 10/25/27 †	USA	USD	1,173,193	0.26
1,094,720	FNMA Connecticut Avenue Securities, 2015-C01, 1M2, FRN, 6.704%, 02/25/25 †	USA	USD	1,171,881	0.26
1,200,000	Voya CLO Ltd., 2013-2A, BR, 144A, FRN, 4.43%, 04/25/31 †	USA	USD	1,160,340	0.26
950,000	FNMA Connecticut Avenue Securities, 2017-C01, 1B1, FRN, 8.154%, 07/25/29 †	USA	USD	1,131,280	0.25
1,000,000	Octagon Investment Partners 30 Ltd., 144A, FRN, 3.912%, 03/17/30 †	USA	USD	1,003,160	0.22
1,000,000	Buttermilk Park CLO Ltd., 2018-1A, A1, 144A, FRN, 3.697%, 10/15/31 †	USA	USD	995,290	0.22
1,000,000	LCM XXII Ltd., 22A, A2R, 144A, FRN, 4.042%, 10/20/28 †	USA	USD	985,490	0.22
1,000,000	Cent CLO, 2018-28A, C, 144A, FRN, 5.985%, 11/07/30 †	USA	USD	985,000	0.22
1,000,000	Halcyon Loan Advisors Funding Ltd., 2018-1A, A2, 144A, FRN, 4.392%, 07/21/31 †	USA	USD	982,230	0.22
961,857	Wells Fargo Mortgage Backed Securities, 2018-1, A3, 144A, FRN, 3.50%, 07/25/47 †	USA	USD	980,966	0.22
1,000,000	BlueMountain CLO XXIII Ltd., 2018-23A, D, 144A, FRN, 5.492%, 10/20/31 †	USA	USD	970,000	0.22
1,000,000	Octagon Investment Partners 33 Ltd., 2017-1A, C, 144A, FRN, 5.342%, 01/20/31 †	USA	USD	964,680	0.22
1,000,000	TCI-Flatiron CLO Ltd., 2017-1A, D, 144A, FRN, 5.275%, 11/18/30 †	USA	USD	954,770	0.21
942,063	BX Commercial Mortgage Trust, 2018-IND, A, 144A, FRN, 3.144%, 11/15/35 †	USA	USD	943,805	0.21
854,544	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 6.554%, 01/25/25 †	USA	USD	898,036	0.20
900,000	Ellington CLO III Ltd., 2018-3A, A1, 144A, FRN, 4.242%, 07/20/30 †	USA	USD	896,418	0.20
850,000	Neuberger Berman CLO XVIII Ltd., 2014-18A, A1BR, 144A, FRN, 3.992%, 10/21/30 †	USA	USD	851,258	0.19
826,089	Towd Point Mortgage Trust, 2017-2, A1, 144A, FRN, 2.75%, 04/25/57 †	USA	USD	828,443	0.19
800,000	Progress Residential Trust, 2018-SFR2, A, 144A, 3.712%, 08/17/35	USA	USD	821,435	0.18
813,216	ARM Trust, 2005-9, 5A1, FRN, 2.944%, 11/25/35 †	USA	USD	817,456	0.18
818,180	Neuberger Berman CLO XVIII Ltd., 2014-18A, A2R2, 144A, FRN, 4.292%, 10/21/30 †	USA	USD	810,915	0.18
800,000	Atrium XII, 2012A, CR, 144A, FRN, 3.422%, 04/22/27 †	USA	USD	797,896	0.18
704,347	Towd Point Mortgage Trust, 2015-2, 2A1, 144A, FRN, 3.75%, 11/25/57 †	USA	USD	714,390	0.16
693,839	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M2, FRN, 5.054%, 03/25/28 †	USA	USD	699,803	0.16
700,000	Carlyle U.S. CLO Ltd., 2017-2A, A2A, 144A, FRN, 4.292%, 07/20/31 †	USA	USD	693,091	0.16
700,000	Burnham Park CLO Ltd., 2016-1A, DR, 144A, FRN, 5.442%, 10/20/29 †	USA	USD	681,807	0.15
660,000	Towd Point Mortgage Trust, 2017-1, A2, 144A, FRN, 3.50%, 10/25/56 †	USA	USD	676,466	0.15
700,000	Long Point Park CLO Ltd., 2017-1A, C, 144A, FRN, 4.988%, 01/17/30 †	USA	USD	657,972	0.15
651,595	Aegis Asset Backed Securities Trust, 2005-2, M2, FRN, 2.844%, 06/25/35 †	USA	USD	646,393	0.14

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Schedule of Investments (continued)

As of June 30, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
634,842	Towd Point Mortgage Trust, 2016-2, A1A, 144A, FRN, 2.75%, 08/25/55 †	USA	USD	638,875	0.14
634,419	Credit Suisse Mortgage Trust, 2013-IVR3, A2, 144A, FRN, 3.00%, 05/25/43 †	USA	USD	632,650	0.14
558,121	Conseco Financial Corp., 1998-6, A8, 6.66%, 06/01/30	USA	USD	580,761	0.13
526,596	Greenpoint Manufactured Housing, 1999-5, M1A, FRN, 8.30%, 10/15/26 †	USA	USD	557,532	0.12
551,687	Towd Point Mortgage Trust, 2015-1, AE, 144A, 3.00%, 10/25/53	USA	USD	556,392	0.12
450,000	WMG Acquisition Corp., senior secured note, first lien, 144A, 4.125%, 11/01/24	USA	EUR	536,474	0.12
536,529	Lehman XS Trust, 2005-4, 1A4, FRN, 2.964%, 10/25/35 †	USA	USD	531,892	0.12
526,980	LCM XVI LP, 2016A, BR2, 144A, FRN, 4.347%, 10/15/31 †	USA	USD	526,854	0.12
518,182	Madison Park Funding XXIX Ltd., 2018-29A, A2, 144A, FRN, 4.051%, 10/18/30 †	USA	USD	514,420	0.12
469,565	Galaxy XXVI CLO Ltd., 2018-26A, D, 144A, FRN, 5.573%, 11/22/31 †	USA	USD	459,624	0.10
466,667	Octagon Loan Funding Ltd., 2014-1A, DRR, 144A, FRN, 5.42%, 11/18/31 †	USA	USD	455,266	0.10
453,704	Harbor Park CLO Ltd., 1A, D, 144A, FRN, 5.739%, 01/20/31 †	USA	USD	441,472	0.10
395,791	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 4.604%, 02/25/24 †	USA	USD	402,667	0.09
388,905	Mill City Mortgage Loan Trust, 2016-1, A, 144A, FRN, 2.50%, 04/25/57 †	USA	USD	389,491	0.09
400,000	AMMC CLO XI Ltd., 2012-11A, DR2, 144A, FRN, 5.433%, 04/30/31 †	USA	USD	378,732	0.08
6,209,420	JPMDB Commercial Mortgage Securities Trust, 2017-C5, XA, IO, FRN, 1.141%, 03/15/50 †	USA	USD	355,329	0.08
340,255	FNMA Connecticut Avenue Securities, 2016-C03, 1M1, FRN, 4.404%, 10/25/28 †	USA	USD	342,691	0.08
350,000	Dryden 53 CLO Ltd., 2017-53A, D, 144A, FRN, 4.997%, 01/15/31 †	USA	USD	328,503	0.07
300,000	Burnham Park CLO Ltd., 2016-1A, A, 144A, FRN, 4.022%, 10/20/29 †	USA	USD	301,569	0.07
250,000	Voya CLO Ltd., 2012-4A, A2R, 144A, FRN, 4.447%, 10/15/28 †	USA	USD	250,170	0.06
22,181	Impac Secured Assets Corp., 2004-4, M1, FRN, 3.169%, 02/25/35 †	USA	USD	22,261	0.01
				255,452,005	57.16
	Corporate Bonds				
5,600,000	Banca Popolare di Milano Scarl, secured note, Reg S, 0.625%, 06/08/24	ITA	EUR	6,424,103	1.44
4,900,000	Turkiye Vakiflar Bankasi TAO, secured note, Reg S, 2.375%, 11/04/22	TUR	EUR	5,525,360	1.24
4,500,000	Banco BPM SpA, secured note, Reg S, 0.75%, 03/31/23	ITA	EUR	5,186,270	1.16
4,200,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.125%, 11/26/63	ITA	EUR	4,976,313	1.11
4,250,000	Energy Transfer Operating LP, senior note, 7.50%, 10/15/20	USA	USD	4,508,899	1.01
3,500,000	Intesa Sanpaolo SpA, secured note, Reg S, 5.00%, 01/27/22	ITA	EUR	4,289,156	0.96
3,600,000	CGNPC International Ltd., senior note, Reg S, 3.75%, 12/11/27	CHN	USD	3,725,370	0.83
3,700,000	Kookmin Bank, secured note, 144A, 2.25%, 02/03/22	KOR	USD	3,681,531	0.82
3,100,000	State Grid Overseas Investment 2016 Ltd., senior note, 144A, 3.50%, 05/04/27	CHN	USD	3,210,406	0.72
2,600,000	CNOOC Finance 2015 USA LLC, senior note, 3.50%, 05/05/25	CHN	USD	2,682,004	0.60
2,400,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	2,484,720	0.56
2,100,000	Banca Carige SpA, secured note, Reg S, 1.25%, 04/28/22	ITA	EUR	2,399,967	0.54
2,200,000	HSBC Holdings PLC, senior note, 4.30%, 03/08/26	GBR	USD	2,356,915	0.53
2,000,000	Harvest Operations Corp., senior note, 144A, 4.20%, 06/01/23	KOR	USD	2,120,046	0.47
2,100,000	Bank of China Ltd., senior note, Reg S, 2.875%, 04/20/22	CHN	USD	2,114,574	0.47
1,900,000	Imperial Brands Finance PLC, senior note, 144A, 4.25%, 07/21/25	GBR	USD	1,990,725	0.45
1,900,000	EDF SA, junior sub. bond, 144A, 5.625% to 01/22/24, FRN thereafter, Perpetual	FRA	USD	1,955,375	0.44
1,800,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.70%, 06/10/25	CHN	USD	1,883,970	0.42
1,600,000	China Overseas Finance Cayman VII Ltd., senior note, Reg S, 4.25%, 04/26/23	CHN	USD	1,675,312	0.37
1,500,000	Tencent Holdings Ltd., senior note, 144A, 2.985%, 01/19/23	CHN	USD	1,512,900	0.34
1,500,000	Industrial and Commercial Bank of China Ltd., senior note, 2.957%, 11/08/22	CHN	USD	1,512,315	0.34
1,500,000	China Construction Bank Corp., senior note, Reg S, 2.75%, 12/04/20	CHN	USD	1,502,167	0.34
1,500,000	Dominion Energy Inc., senior bond, 2.85%, 08/15/26	USA	USD	1,488,304	0.33
1,400,000	The Southern Co., senior bond, 3.25%, 07/01/26	USA	USD	1,422,426	0.32
1,500,000	PetSmart Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	1,413,750	0.32
1,500,000	Yes Bank Ifsc Banking Unit Branch, senior note, Reg S, 3.75%, 02/06/23	IND	USD	1,396,215	0.31
1,300,000	Korea East-West Power Co. Ltd., senior note, 144A, 3.875%, 07/19/23	KOR	USD	1,364,922	0.31
1,300,000	American Tower Corp., senior bond, 3.375%, 10/15/26	USA	USD	1,323,052	0.30
1,200,000	Saudi Electricity Co., senior bond, Reg S, 4.723%, 09/27/28	SAU	USD	1,310,250	0.29
1,200,000	Morgan Stanley, senior note, 3.70%, 10/23/24	USA	USD	1,266,383	0.28
1,000,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 07/16/62	ITA	EUR	1,226,792	0.27
1,150,000	Athene Global Funding, secured note, 144A, 3.00%, 07/01/22	USA	USD	1,163,725	0.26
1,100,000	Bank of America Corp., senior note, 3.50%, 04/19/26	USA	USD	1,152,426	0.26
1,100,000	Bank of America Corp., senior note, 3.55% to 03/05/23, FRN thereafter, 03/05/24	USA	USD	1,139,870	0.25
1,100,000	Athene Global Funding, secured note, 144A, 2.75%, 06/25/24	USA	USD	1,097,338	0.25
905,000	Fiserv Inc., senior bond, 3.85%, 06/01/25	USA	USD	958,117	0.21
900,000	Aptiv Corp., senior bond, 4.15%, 03/15/24	USA	USD	947,546	0.21
925,000	CNPC General Capital Ltd., senior note, 144A, 3.40%, 04/16/23	CHN	USD	946,178	0.21
900,000	Allergan Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	933,731	0.21

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Schedule of Investments (continued)

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Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
900,000	Bayer U.S. Finance II LLC, senior note, 144A, 3.875%, 12/15/23	DEU	USD	933,104	0.21
900,000	Freeport-McMoRan Inc., senior note, 4.00%, 11/14/21	USA	USD	919,125	0.21
900,000	The Goldman Sachs Group Inc., senior note, FRN, 3.61%, 09/15/20 †	USA	USD	909,007	0.20
850,000	Sealed Air Corp., senior bond, 144A, 5.25%, 04/01/23	USA	USD	896,750	0.20
800,000	Israel Electric Corp. Ltd., secured bond, 144A, 4.25%, 08/14/28	ISR	USD	835,572	0.19
800,000	Bank of China Ltd., senior note, Reg S, FRN, 3.203%, 03/08/21 †	CHN	USD	800,960	0.18
700,000	China Southern Power Grid International Finance BVI 2018 Co. Ltd., senior note, Reg S, 3.875%, 09/18/23	CHN	USD	734,045	0.16
700,000	Alibaba Group Holding Ltd., senior note, 2.80%, 06/06/23	CHN	USD	704,144	0.16
600,000	Baidu Inc., senior note, 4.375%, 05/14/24	CHN	USD	635,676	0.14
500,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	622,003	0.14
500,000	SABIC Capital II BV, senior note, 144A, 4.50%, 10/10/28	SAU	USD	536,508	0.12
500,000	SF Holding Investment Ltd., senior note, Reg S, 4.125%, 07/26/23	CHN	USD	520,380	0.12
500,000	Industrial and Commercial Bank of China Ltd., senior note, 2.452%, 10/20/21	CHN	USD	497,903	0.11
400,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	398,910	0.09
300,000	CVS Health Corp., senior note, 3.70%, 03/09/23	USA	USD	309,912	0.07
300,000	Duke Energy Indiana Inc., senior secured bond, 3.75%, 07/15/20	USA	USD	304,344	0.07
300,000	Maxim Integrated Products Inc., senior note, 3.45%, 06/15/27	USA	USD	302,286	0.07
300,000	Teva Pharmaceutical Finance Netherlands IV BV, senior note, Reg S, 0.50%, 07/28/22	ISR	CHF	289,380	0.06
200,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	211,166	0.05
150,000	Reynolds American Inc., senior note, 4.45%, 06/12/25	GBR	USD	159,098	0.04
150,000	Oceaneering International Inc., senior note, 4.65%, 11/15/24	USA	USD	147,750	0.03
100,000	Anthem Inc., senior note, 2.95%, 12/01/22	USA	USD	101,456	0.02
100,000	Verizon Communications Inc., senior note, 2.45%, 11/01/22	USA	USD	100,770	0.02
				100,139,672	22.41
	Government and Municipal Bonds				
4,523,571	U.S. Treasury Note, Index Linked, 0.375%, 07/15/25	USA	USD	4,575,265	1.02
2,100,000	The Export-Import Bank of China, senior note, 144A, 3.625%, 07/31/24	CHN	USD	2,197,734	0.49
2,000,000	The Export-Import Bank of India, senior note, 144A, 3.875%, 02/01/28	IND	USD	2,058,128	0.46
1,200,000	The Korea Development Bank, senior note, 3.375%, 03/12/23	KOR	USD	1,242,216	0.28
710,000	Orlando Health Obligated Group, 3.777%, 10/01/28	USA	USD	756,953	0.17
700,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	751,117	0.17
700,000	Government of Gabon, Reg S, 6.375%, 12/12/24	GAB	USD	694,592	0.16
700,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	691,744	0.16
700,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	690,368	0.15
1,739,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	682,997	0.15
600,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	679,689	0.15
600,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	663,942	0.15
10,000,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	608,201	0.14
7,720,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	579,458	0.13
565,000	Providence St. Joseph Health Obligated Group, 2.746%, 10/01/26	USA	USD	563,530	0.13
28,200,000	Government of the Dominican Republic, senior note, Reg S, 8.90%, 02/15/23	DOM	DOP	556,780	0.12
19,423,139	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	549,082	0.12
200,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	230,742	0.05
75,000	Texas State GO, Transportation Commission Highway Improvement, Series A, 5.00%, 04/01/21	USA	USD	79,831	0.02
				18,852,369	4.22
	Securities Maturing Within One Year				
5,000,000	PHH Corp., senior note, 7.375%, 09/01/19	USA	USD	5,027,000	1.12
5,000,000	Toyota Finance Australia Ltd., senior note, Reg S, 2.44%, 03/06/20	AUS	AUD	3,529,984	0.79
2,250,000	Navient Corp., senior bond, 8.00%, 03/25/20	USA	USD	2,334,375	0.52
2,000,000	Sinopec Group Overseas Development 2015 Ltd., senior note, 144A, 2.50%, 04/28/20	CHN	USD	2,001,020	0.45
1,730,000	American Airlines Group Inc., senior note, 144A, 5.50%, 10/01/19	USA	USD	1,746,435	0.39
950,000	KB Home, senior note, 8.00%, 03/15/20	USA	USD	983,440	0.22
1,000,000	The Export-Import Bank of Korea, senior note, Reg S, 3.50%, 09/26/19	KOR	AUD	704,389	0.16
				16,326,643	3.65
	TOTAL BONDS			390,770,689	87.44
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			390,770,689	87.44

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Flexible Alpha Bond Fund

(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				
	BONDS				
	Asset-Backed Securities				
1,619,060	Bayfront Infrastructure Capital Pte Ltd., 2018, A, Reg S, FRN, 4.32%, 01/11/38 †,**	SGP	USD	1,612,134	0.36
	TOTAL BONDS			1,612,134	0.36
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,612,134	0.36
	TOTAL INVESTMENTS			392,382,823	87.80

† Floating Rates are indicated as at June 30, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin GCC Bond Fund

(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				
4,950,000	Acwa Power Management and Investments One Ltd., secured bond, Reg S, 5.95%, 12/15/39	SAU	USD	5,140,823	3.60
3,750,000	Abu Dhabi Crude Oil Pipeline LLC, senior secured bond, Reg S, 4.60%, 11/02/47	ARE	USD	4,121,250	2.89
2,225,000	Ruwais Power Co. PJSC, Reg S, 6.00%, 08/31/36	ARE	USD	2,654,013	1.86
2,400,000	JP Morgan Structured Products BV, senior note, Reg S, FRN, 2.50%, 10/05/22 †	USA	USD	2,075,760	1.46
900,000	Emirates Semb Corp. Water & Power Co. PJSC, secured bond, Reg S, 4.45%, 08/01/35	ARE	USD	943,848	0.66
733,524	Nakilat Inc., second lien, Reg S, 6.267%, 12/31/33	QAT	USD	859,710	0.60
41,700	Ras Laffan Liquefied Natural Gas Co. Ltd. II, secured bond, Reg S, 5.298%, 09/30/20	QAT	USD	42,529	0.03
				15,837,933	11.10
	Corporate Bonds				
3,630,000	Saudi Arabian Oil Co., senior bond, Reg S, 4.25%, 04/16/39	SAU	USD	3,665,247	2.57
3,475,000	ADES International Holding PLC, senior note, Reg S, 8.625%, 04/24/24	SAU	USD	3,462,142	2.43
3,502,968	Nile Delta Sukuk Ltd., secured note, Reg S, 4.00%, 10/31/20	ARE	USD	3,371,607	2.36
3,200,000	MAF Global Securities Ltd., junior sub. bond, 6.375% to 03/20/26, FRN thereafter, Perpetual	ARE	USD	3,144,658	2.20
2,790,000	QIB Sukuk Ltd., Reg S, 3.982%, 03/26/24	QAT	USD	2,871,440	2.01
2,755,000	Virgin Mobile Middle East & Africa Sukuk Ltd., cvt., secured note, 12.00%, 03/31/23	ARE	USD	2,789,437	1.95
2,700,000	Oztel Holdings SPC Ltd., senior secured note, Reg S, 6.625%, 04/24/28	OMN	USD	2,657,056	1.86
2,550,000	Mashreqbank PSC, senior note, Reg S, 4.25%, 02/26/24	ARE	USD	2,633,002	1.85
2,500,000	Rakfunding Cayman Ltd., senior note, Reg S, 4.125%, 04/09/24	ARE	USD	2,557,362	1.79
2,125,000	The Oil and Gas Holding Co. BSCC, senior note, Reg S, 8.375%, 11/07/28	BHR	USD	2,372,329	1.66
2,200,000	Saudi Electricity Global Sukuk Co. 2, senior bond, Reg S, 5.06%, 04/08/43	SAU	USD	2,343,433	1.64
2,200,000	Aldar Sukuk Ltd., senior note, Reg S, 4.75%, 09/29/25	ARE	USD	2,314,015	1.62
2,500,000	Ezdan Sukuk Co. Ltd., senior note, Reg S, 4.375%, 05/18/21	QAT	USD	2,295,137	1.61
2,150,000	DP World Crescent Ltd., senior note, Reg S, 4.848%, 09/26/28	ARE	USD	2,292,814	1.61
2,000,000	Qtel International Finance Ltd., senior note, Reg S, 5.00%, 10/19/25	QAT	USD	2,205,000	1.55
2,015,000	Saudi Electricity Co., senior bond, Reg S, 4.723%, 09/27/28	SAU	USD	2,200,128	1.54
2,105,000	Saudi Telecom Co., senior note, Reg S, 3.89%, 05/13/29	SAU	USD	2,176,149	1.53
1,900,000	Saudi Electricity Global Sukuk Co. 3, senior bond, Reg S, 5.50%, 04/08/44	SAU	USD	2,120,447	1.49
2,000,000	Unity 1 Sukuk Ltd., senior note, Reg S, 3.86%, 11/30/21	ARE	USD	2,024,780	1.42
2,400,000	NMC Health Jersey Ltd., cvt., senior note, Reg S, 1.875%, 04/30/25	ARE	USD	1,985,952	1.39
1,700,000	SABIC Capital II BV, senior note, Reg S, 4.50%, 10/10/28	SAU	USD	1,821,125	1.28
1,600,000	QIIB Senior Sukuk Ltd., senior note, Reg S, 4.264%, 03/05/24	QAT	USD	1,660,552	1.16
1,325,000	MAF Sukuk Ltd., Reg S, 4.638%, 05/14/29	ARE	USD	1,384,625	0.97
1,280,000	MAF Global Securities Ltd., senior note, Reg S, 4.75%, 05/07/24	ARE	USD	1,338,477	0.94
1,250,000	MDC-GMTN BV, senior bond, Reg S, 3.75%, 04/19/29	ARE	USD	1,320,839	0.93
1,200,000	Abu Dhabi National Energy Co. PJSC, senior note, Reg S, 4.375%, 06/22/26	ARE	USD	1,276,374	0.89
1,200,000	Noor Sukuk Co. Ltd., senior note, Reg S, 4.471%, 04/24/23	ARE	USD	1,244,724	0.87
1,150,000	Qatar Reinsurance Co. Ltd., sub. bond, 4.95% to 09/13/22, FRN thereafter, Perpetual	QAT	USD	1,151,150	0.81
1,091,000	QNB Finance Ltd., senior note, Reg S, 3.50%, 03/28/24	QAT	USD	1,113,207	0.78
1,050,000	SIB Sukuk Co. III Ltd., 5.00% to 01/22/25, FRN thereafter, Perpetual	ARE	USD	1,050,000	0.74
1,000,000	Ahli United Bank BSC, junior sub. bond, Reg S, 6.875% to 04/29/20, FRN thereafter, Perpetual	BHR	USD	1,008,940	0.71
800,000	DP World PLC, Reg S, 6.85%, 07/02/37	ARE	USD	1,008,360	0.71
900,000	Equate Petrochemical BV, senior note, Reg S, 4.25%, 11/03/26	KWT	USD	946,377	0.66
850,000	Tabreed Sukuk SPC Ltd., senior note, Reg S, 5.50%, 10/31/25	ARE	USD	922,293	0.65
975,000	Alpha Star Holding III Ltd., senior note, Reg S, 6.25%, 04/20/22	ARE	USD	920,873	0.65
850,000	Senaat Sukuk Ltd., senior note, Reg S, 4.76%, 12/05/25	ARE	USD	915,875	0.64
900,000	Dar Al-Arkan Sukuk Co. Ltd., senior note, Reg S, 6.875%, 03/21/23	SAU	USD	894,245	0.63
900,000	Alpha Star Holding V Ltd., senior note, Reg S, 6.625%, 04/18/23	ARE	USD	848,723	0.59
750,000	DIB Sukuk Co. Ltd., senior note, Reg S, 3.625%, 02/06/23	ARE	USD	758,149	0.53
650,000	National Bank of Oman SAOG, senior note, Reg S, 5.625%, 09/25/23	OMN	USD	662,331	0.46
675,000	Ezdan Sukuk Co. Ltd., senior note, Reg S, 4.875%, 04/05/22	QAT	USD	611,439	0.43
500,000	DIFC Sukuk Ltd., senior note, Reg S, 4.325%, 11/12/24	ARE	USD	517,605	0.36
500,000	NBK Tier 1 Financing Ltd., junior sub. bond, Reg S, 5.75% to 04/09/21, FRN thereafter, Perpetual	KWT	USD	515,625	0.36
500,000	Equate Sukuk SPC Ltd., senior note, Reg S, 3.944%, 02/21/24	KWT	USD	513,305	0.36
250,000	Mashreqbank PSC, senior note, Reg S, 4.25%, 02/26/24	ARE	USD	258,594	0.18
200,000	SIB Sukuk Co. III Ltd., senior note, Reg S, 4.231%, 04/18/23	ARE	USD	205,329	0.14
				76,351,271	53.51

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin GCC Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
3,300,000	Government of Qatar, senior bond, Reg S, 5.103%, 04/23/48	QAT	USD	3,942,114	2.76
3,850,000	Saudi Government International Bond, senior bond, Reg S, 4.50%, 10/26/46	SAU	USD	3,921,494	2.75
3,425,000	Government of Qatar, senior note, Reg S, 4.00%, 03/14/29	QAT	USD	3,699,171	2.59
3,000,000	Saudi Government International Bond, senior bond, Reg S, 4.375%, 04/16/29	SAU	USD	3,247,125	2.28
2,500,000	Abu Dhabi Government International Bond, senior bond, Reg S, 4.125%, 10/11/47	ARE	USD	2,744,113	1.92
2,800,000	Government of Oman International Bond, senior note, Reg S, 5.625%, 01/17/28	OMN	USD	2,659,986	1.86
2,375,000	Government of Bahrain, senior bond, Reg S, 7.50%, 09/20/47	BHR	USD	2,518,331	1.76
1,500,000	Government of Qatar, senior bond, Reg S, 6.40%, 01/20/40	QAT	USD	2,088,135	1.46
1,750,000	Kuwait International Government Bond, senior note, Reg S, 3.50%, 03/20/27	KWT	USD	1,865,868	1.31
2,085,000	Government of Oman International Bond, senior bond, Reg S, 6.50%, 03/08/47	OMN	USD	1,807,987	1.27
1,400,000	Saudi Government International Bond, senior bond, Reg S, 5.25%, 01/16/50	SAU	USD	1,595,300	1.12
1,300,000	Saudi Government International Bond, senior note, Reg S, 4.00%, 04/17/25	SAU	USD	1,385,904	0.97
1,205,000	KSA Sukuk Ltd., senior bond, Reg S, 4.303%, 01/19/29	SAU	USD	1,293,345	0.91
1,000,000	Saudi Government International Bond, senior bond, Reg S, 5.00%, 04/17/49	SAU	USD	1,095,670	0.77
900,000	Abu Dhabi Government International Bond, senior note, Reg S, 3.125%, 10/11/27	ARE	USD	935,289	0.66
1,000,000	Government of Oman, senior bond, Reg S, 6.75%, 01/17/48	OMN	USD	884,790	0.62
600,000	Government of Qatar, senior bond, Reg S, 4.817%, 03/14/49	QAT	USD	690,000	0.48
600,000	Government of Bahrain, senior bond, Reg S, 7.00%, 10/12/28	BHR	USD	648,168	0.45
400,000	Sharjah Sukuk Programme Ltd., senior note, Reg S, 4.226%, 03/14/28	ARE	USD	416,074	0.29
				37,438,864	26.23
	Securities Maturing Within One Year				
3,200,000	Aabar Investments PJSC, cvt., senior note, 0.50%, 03/27/20	ARE	EUR	3,514,358	2.46
1,550,000	Kuwait Energy PLC, senior note, Reg S, 9.50%, 08/04/19	KWT	USD	1,545,869	1.09
				5,060,227	3.55
	TOTAL BONDS			134,688,295	94.39
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			134,688,295	94.39
	TOTAL INVESTMENTS			134,688,295	94.39

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Aggregate Bond Fund

(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				
450,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 7.104%, 04/25/28 †	USA	USD	500,747	2.46
240,000	FNMA Connecticut Avenue Securities, 2014-C01, M2, FRN, 6.804%, 01/25/24 †	USA	USD	262,534	1.29
239,737	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 5.404%, 07/25/24 †	USA	USD	251,579	1.23
244,917	FNMA Connecticut Avenue Securities, 2014-C02, 2M2, FRN, 5.004%, 05/25/24 †	USA	USD	250,963	1.23
147,356	FHLMC, 4.00%, 04/01/47	USA	USD	154,006	0.76
141,831	GNMA II, SF, 3.50%, 02/20/47	USA	USD	146,763	0.72
141,655	FNMA, 3.50%, 03/01/48	USA	USD	145,732	0.72
138,744	FHLMC, 4.00%, 03/01/47	USA	USD	145,062	0.71
140,260	FHLMC, 3.50%, 07/01/47	USA	USD	144,394	0.71
137,493	FHLMC, 3.50%, 05/01/47	USA	USD	141,636	0.69
				2,143,416	10.52
	Corporate Bonds				
385,000	Celgene Corp., senior note, 3.25%, 02/20/23	USA	USD	394,728	1.94
350,000	CK Hutchison International 16 Ltd., senior note, 144A, 1.875%, 10/03/21	HKG	USD	345,296	1.69
290,000	GE Capital International Funding Co., senior note, 2.342%, 11/15/20	USA	USD	288,662	1.42
260,000	Syngenta Finance NV, senior note, 144A, 4.892%, 04/24/25	CHE	USD	270,907	1.33
200,000	AXA SA, sub. bond, Reg S, 3.25% to 03/26/18, FRN thereafter, 05/28/49	FRA	EUR	250,920	1.23
200,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	248,801	1.22
200,000	Globalworth Real Estate Investments Ltd., senior note, Reg S, 3.00%, 03/29/25	ROU	EUR	242,026	1.19
230,000	Alibaba Group Holding Ltd., senior bond, 4.20%, 12/06/47	CHN	USD	240,184	1.18
200,000	Energo-Pro AS, senior note, Reg S, 4.00%, 12/07/22	CZE	EUR	229,928	1.13
200,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	211,166	1.04
200,000	CNAC HK Finbridge Co. Ltd., senior note, Reg S, 4.625%, 03/14/23	CHN	USD	209,102	1.03
200,000	State Grid Overseas Investment 2016 Ltd., senior note, Reg S, 3.50%, 05/04/27	CHN	USD	206,975	1.02
175,000	HSBC Holdings PLC, senior bond, 4.041% to 03/13/27, FRN thereafter, 03/13/28	GBR	USD	183,779	0.90
175,000	Gilead Sciences Inc., senior bond, 3.50%, 02/01/25	USA	USD	183,624	0.90
150,000	CGNPC International Ltd., senior note, Reg S, 1.625%, 12/11/24	CHN	EUR	176,624	0.87
175,000	Bank of America Corp., senior note, 2.738% to 01/23/21, FRN thereafter, 01/23/22	USA	USD	175,790	0.86
165,000	Aflac Inc., senior bond, 3.625%, 11/15/24	USA	USD	174,670	0.86
165,000	The Goldman Sachs Group Inc., senior note, 3.85%, 01/26/27	USA	USD	172,605	0.85
170,000	Enterprise Products Operating LLC, senior note, 2.80%, 02/15/21	USA	USD	171,196	0.84
160,000	Walmart Inc., senior note, 3.40%, 06/26/23	USA	USD	168,120	0.82
100,000	Citigroup Inc., senior bond, 8.125%, 07/15/39	USA	USD	160,027	0.79
140,000	Burlington Northern Santa Fe LLC, senior bond, 3.90%, 08/01/46	USA	USD	150,695	0.74
140,000	CVS Health Corp., senior note, 3.70%, 03/09/23	USA	USD	144,626	0.71
125,000	Anthem Inc., senior bond, 4.375%, 12/01/47	USA	USD	133,236	0.65
125,000	Morgan Stanley, sub. bond, 3.95%, 04/23/27	USA	USD	130,804	0.64
95,000	TWDC Holdco 613 Corp., senior bond, 144A, 6.40%, 12/15/35	USA	USD	130,354	0.64
120,000	Comcast Corp., senior bond, 4.00%, 03/01/48	USA	USD	127,015	0.62
130,000	Baker Hughes a GE Co. LLC/Baker Hughes Co-obligator Inc., senior bond, 4.08%, 12/15/47	USA	USD	126,066	0.62
110,000	Canadian Natural Resources Ltd., senior bond, 4.95%, 06/01/47	CAN	USD	125,305	0.61
120,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	122,700	0.60
115,000	Glencore Funding LLC, senior note, 144A, 3.875%, 10/27/27	CHE	USD	115,297	0.57
110,000	T-Mobile USA Inc., senior bond, 4.75%, 02/01/28	USA	USD	113,746	0.56
110,000	Aramark Services Inc., senior bond, 144A, 5.00%, 02/01/28	USA	USD	113,438	0.56
130,000	Teva Pharmaceutical Finance Netherlands III BV, senior note, 2.80%, 07/21/23	ISR	USD	113,425	0.56
110,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	112,613	0.55
100,000	Verizon Communications Inc., senior note, 5.15%, 09/15/23	USA	USD	111,693	0.55
100,000	Sprint Corp., senior note, 7.625%, 03/01/26	USA	USD	106,850	0.52
100,000	Simon Property Group LP, senior bond, 3.375%, 10/01/24	USA	USD	104,282	0.51
100,000	Heathrow Funding Ltd., senior secured bond, 144A, 4.875%, 07/15/23	GBR	USD	103,975	0.51
80,000	MPLX LP, senior bond, 4.125%, 03/01/27	USA	USD	83,781	0.41
60,000	Toll Brothers Finance Corp., senior bond, 4.375%, 04/15/23	USA	USD	62,325	0.31
55,000	Mitsui Sumitomo Insurance Co. Ltd., junior sub. note, 144A, 7.00% to 03/15/22, FRN thereafter, 03/15/72	JPN	USD	60,167	0.29
50,000	CIT Group Inc., senior bond, 5.00%, 08/01/23	USA	USD	53,563	0.26
				7,151,086	35.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Aggregate Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
4,500,000	Government of Poland, 2.75%, 10/25/29	POL	PLN	1,245,109	6.11
1,250,000	Queensland Treasury Corp., senior bond, 144A, Reg S, 3.25%, 08/21/29	AUS	AUD	986,534	4.84
700,000	Government of Spain, Reg S, 2.35%, 07/30/33	ESP	EUR	966,776	4.74
600,000	Government of Spain, senior bond, 144A, Reg S, 1.85%, 07/30/35	ESP	EUR	780,777	3.83
70,000,000	Government of Japan, senior bond, 1.00%, 12/20/35	JPN	JPY	742,346	3.64
550,000	Italy Treasury Bond, senior bond, 1.25%, 12/01/26	ITA	EUR	610,086	2.99
45,000,000	Development Bank of Japan, 1.70%, 09/20/22	JPN	JPY	443,441	2.18
40,000,000	Development Bank of Japan, senior bond, 2.30%, 03/19/26	JPN	JPY	432,167	2.12
310,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.00%, 02/01/37	ITA	EUR	421,060	2.07
250,000	Government of Chile, senior bond, 1.44%, 02/01/29	CHL	EUR	307,113	1.51
44,000	Government of Mexico, M, 10.00%, 11/20/36	MEX	MXN	278,171	1.37
250,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	247,051	1.21
200,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	214,605	1.05
200,000	Government of Russia, senior bond, Reg S, 4.875%, 09/16/23	RUS	USD	214,330	1.05
200,000	Government of Indonesia, senior bond, Reg S, 4.35%, 01/08/27	IDN	USD	213,970	1.05
3,300,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	200,706	0.98
200,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	197,248	0.97
2,400,000,000	Indonesia Treasury Bond, senior bond, 8.25%, 05/15/36	IDN	IDR	177,237	0.87
5,976,350	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	168,948	0.83
115,000	Government of Germany, Reg S, 1.25%, 08/15/48	DEU	EUR	166,903	0.82
115,000	Government of Ireland, Reg S, 1.50%, 05/15/50	IRL	EUR	143,987	0.71
80,000	California State GO, Build America Bonds, 7.30%, 10/01/39	USA	USD	120,390	0.59
100,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	113,281	0.56
250,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	98,188	0.48
65,000	JobsOhio Beverage System Statewide Liquor Profits Revenue, Series B, 4.532%, 01/01/35	USA	USD	76,446	0.38
				9,566,870	46.95
	Securities Maturing Within One Year				
440,000	European Bank for Reconstruction & Development, senior note, 27.50%, 10/02/19	SP	TRY	76,313	0.37
	TOTAL BONDS			18,937,685	92.94
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			18,937,685	92.94
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
590,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			18,937,685	92.94

† Floating Rates are indicated as at June 30, 2019

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Convertible Securities Fund

(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				
	Application Software				
100,000	Change Healthcare Inc., 6.00%, cvt. pfd.	USA	USD	5,630,000	0.78
	Electric Utilities				
195,000	American Electric Power Co. Inc., 6.125%, cvt. pfd.	USA	USD	10,434,450	1.45
	Gas Utilities				
195,000	South Jersey Industries Inc., 7.25%, cvt. pfd.	USA	USD	10,383,750	1.44
	Health Care Equipment				
10,000	Danaher Corp., 4.75%, cvt. pfd., A	USA	USD	11,046,500	1.54
	Multi-Utilities				
100,750	Sempra Energy, 6.75%, cvt. pfd., B	USA	USD	11,185,265	1.56
	Specialty Chemicals				
200,000	International Flavors & Fragrances Inc., 6.00%, cvt. pfd.	USA	USD	10,764,000	1.50
	Water Utilities				
190,000	Aqua America Inc., 6.00%, cvt. pfd.	USA	USD	10,826,200	1.51
	TOTAL SHARES			70,270,165	9.78
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			70,270,165	9.78
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Agricultural Products				
71,500	Bunge Ltd., 4.875%, cvt. pfd.	USA	USD	7,165,730	1.00
	Health Care Equipment				
190,500	Becton Dickinson and Co., 6.125%, cvt. pfd., A	USA	USD	11,793,855	1.64
	Industrial Machinery				
120,500	Stanley Black & Decker Inc., 5.375%, cvt. pfd.	USA	USD	12,186,165	1.70
184,500	Rexnord Corp., 5.75%, cvt. pfd.	USA	USD	11,319,075	1.57
				23,505,240	3.27
	Life Sciences Tools & Services				
175,000	Avantor Inc., 6.25%, cvt. pfd., A	USA	USD	11,572,750	1.61
	TOTAL SHARES			54,037,575	7.52
	BONDS				
	Corporate Bonds				
12,900,000	Weibo Corp., cvt., senior note, 1.25%, 11/15/22	CHN	USD	12,213,075	1.70
9,800,000	Vodafone Group PLC, cvt., senior note, Reg S, zero cpn., 11/26/20	GBR	GBP	12,182,536	1.70
12,250,000	iQIYI Inc., cvt., senior note, 144A, 2.00%, 04/01/25	CHN	USD	12,103,290	1.68
11,200,000	Total SA, cvt., senior note, Reg S, 0.50%, 12/02/22	FRA	USD	12,060,272	1.68
9,000,000	adidas AG, cvt., senior note, Reg S, 0.05%, 09/12/23	DEU	EUR	12,049,508	1.68
10,400,000	QIAGEN NV, cvt., senior note, Reg S, 0.50%, 09/13/23	NLD	USD	11,905,400	1.66
10,050,000	Microchip Technology Inc., cvt., 1.625%, 02/15/27	USA	USD	11,865,030	1.65
9,900,000	Square Inc., cvt., senior note, 0.50%, 05/15/23	USA	USD	11,863,631	1.65
9,000,000	Neurocrine Biosciences Inc., cvt., senior note, 2.25%, 05/15/24	USA	USD	11,852,971	1.65
11,500,000	AXA SA, cvt., senior note, 144A, 7.25%, 05/15/21	FRA	USD	11,797,045	1.64
10,000,000	DexCom Inc., cvt., senior note, 144A, 0.75%, 12/01/23	USA	USD	11,775,500	1.64
9,600,000	Wix.com Ltd., cvt., senior note, 144A, zero cpn., 07/01/23	ISR	USD	11,760,000	1.64
12,250,000	BASF SE, cvt., senior note, Reg S, 0.925%, 03/09/23	DEU	USD	11,679,334	1.63
11,250,000	Fortive Corp., cvt., senior note, 144A, 0.875%, 02/15/22	USA	USD	11,661,055	1.62
6,800,000	Atlassian Inc., cvt., senior note, 0.625%, 05/01/23	USA	USD	11,577,000	1.61
7,500,000	MercadoLibre Inc., cvt., senior note, 144A, 2.00%, 08/15/28	ARG	USD	11,571,986	1.61
7,700,000	Workday Inc., cvt., senior note, 0.25%, 10/01/22	USA	USD	11,569,643	1.61
10,250,000	Guidewire Software Inc., cvt., senior note, 1.25%, 03/15/25	USA	USD	11,548,055	1.61
9,650,000	Envestnet Inc., cvt., senior note, 1.75%, 06/01/23	USA	USD	11,530,677	1.61
11,550,000	Ctrip.com International Ltd., cvt., senior note, 1.25%, 09/15/22	CHN	USD	11,516,447	1.60
9,600,000	Grand City Properties SA, cvt., senior note, Reg S, 0.25%, 03/02/22	DEU	EUR	11,502,721	1.60

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Convertible Securities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
12,500,000	RH, cvt., senior note, 144A, zero cpn., 06/15/23	USA	USD	11,384,120	1.58
12,800,000	Glencore Funding LLC, cvt., senior note, Reg S, zero cpn., 03/27/25	CHE	USD	11,353,792	1.58
9,650,000	Illumina Inc., cvt., senior note, 144A, zero cpn., 08/15/23	USA	USD	11,183,861	1.56
10,750,000	DocuSign Inc., cvt., senior note, 144A, 0.50%, 09/15/23	USA	USD	11,132,969	1.55
7,500,000	Wayfair Inc., cvt., senior note, 144A, 1.125%, 11/01/24	USA	USD	10,966,950	1.53
9,278,000	Viavi Solutions Inc., cvt., senior note, 1.00%, 03/01/24	USA	USD	10,924,845	1.52
10,600,000	Jazz Investments I Ltd., cvt., senior note, 1.50%, 08/15/24	USA	USD	10,481,894	1.46
9,500,000	Pluralsight Inc., cvt., senior note, 144A, 0.375%, 03/01/24	USA	USD	10,180,541	1.42
4,850,000	ServiceNow Inc., cvt., senior note, zero cpn., 06/01/22	USA	USD	10,067,714	1.40
7,000,000	Q2 Holdings Inc., cvt., senior note, 0.75%, 02/15/23	USA	USD	10,016,972	1.39
6,500,000	Zendesk Inc., cvt., senior note, 0.25%, 03/15/23	USA	USD	9,978,747	1.39
10,000,000	Intercept Pharmaceuticals Inc., cvt., senior note, 2.00%, 05/15/26	USA	USD	9,945,240	1.38
4,750,000	Twilio Inc., 0.25%, 06/01/23	USA	USD	9,539,203	1.33
8,250,000	Splunk Inc., cvt., senior note, 144A, 1.125%, 09/15/25	USA	USD	9,216,570	1.28
8,700,000	Liberty Expedia Holdings, cvt., 144A, 1.00%, 06/30/47	USA	USD	8,706,790	1.21
5,750,000	RealPage Inc., cvt., senior note, 1.50%, 11/15/22	USA	USD	8,635,381	1.20
4,625,000	HubSpot Inc., cvt., senior note, 0.25%, 06/01/22	USA	USD	8,615,219	1.20
3,300,000	Okta Inc., cvt., senior note, 0.25%, 02/15/23	USA	USD	8,558,917	1.19
4,500,000	Etsy Inc., cvt., senior note, zero cpn., 03/01/23	USA	USD	8,188,290	1.14
7,000,000	Coupa Software Inc., cvt., senior note, 144A, 0.125%, 06/15/25	USA	USD	7,508,074	1.05
3,750,000	Insulet Corp., cvt., senior note, 1.375%, 11/15/24	USA	USD	5,341,527	0.74
5,000,000	Zillow Group Inc., cvt., senior note, 1.50%, 07/01/23	USA	USD	4,933,544	0.69
3,800,000	Silicon Laboratories Inc., cvt., senior note, 1.375%, 03/01/22	USA	USD	4,736,743	0.66
4,000,000	Palo Alto Networks Inc., cvt., senior note, 144A, 0.75%, 07/01/23	USA	USD	4,234,292	0.59
1,750,000	Sarepta Therapeutics Inc., cvt., senior note, 1.50%, 11/15/24	USA	USD	3,856,930	0.54
4,000,000	Oil States International Inc., cvt., senior note, 1.50%, 02/15/23	USA	USD	3,577,631	0.50
1,750,000	Liberty Media Corp., cvt., senior note, 1.375%, 10/15/23	USA	USD	1,968,655	0.27
1,500,000	Liberty Interactive LLC, cvt., senior bond, 144A, 1.75%, 09/30/46	USA	USD	1,883,010	0.26
1,500,000	BioMarin Pharmaceutical Inc., cvt., senior sub. note, 1.50%, 10/15/20	USA	USD	1,685,625	0.23
1,000,000	NuVasive Inc., cvt., senior note, 2.25%, 03/15/21	USA	USD	1,138,125	0.16
				477,527,347	66.47
	Securities Maturing Within One Year				
11,000,000	Siemens Financieringsmaatschappij NV, cvt., senior note, Reg S, 1.65%, 08/16/19	DEU	USD	11,818,950	1.65
11,050,000	NXP Semiconductors NV, cvt., senior note, 1.00%, 12/01/19	NLD	USD	11,671,344	1.62
10,200,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	11,559,401	1.61
7,730,000	Booking Holdings Inc., cvt., senior note, 0.35%, 06/15/20	USA	USD	11,148,480	1.55
9,000,000	Cemex SAB de CV, cvt., sub. note, 3.72%, 03/15/20	MEX	USD	9,000,611	1.25
8,300,000	Bayer Capital Corp. BV, cvt., junior sub. note, 144A, 5.625%, 11/22/19	DEU	EUR	7,252,658	1.01
				62,451,444	8.69
	TOTAL BONDS			539,978,791	75.16
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			594,016,366	82.68
	TOTAL INVESTMENTS			664,286,531	92.46

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Corporate Investment Grade Bond Fund

(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				
200,000	Standard Chartered PLC, senior note, 144A, 3.885% to 03/15/23, FRN thereafter, 03/15/24	GBR	USD	204,694	2.42
200,000	Sinopec Capital 2013 Ltd., senior note, 144A, 3.125%, 04/24/23	CHN	USD	202,676	2.39
200,000	Santander UK Group Holdings PLC, senior note, 2.875%, 08/05/21	GBR	USD	200,464	2.37
200,000	UBS AG London, senior note, 144A, 2.45%, 12/01/20	CHE	USD	200,226	2.36
180,000	Bank of America Corp., sub. bond, 4.183%, 11/25/27	USA	USD	191,098	2.26
180,000	JPMorgan Chase & Co., sub. note, 3.375%, 05/01/23	USA	USD	185,124	2.19
160,000	Citigroup Inc., sub. note, 4.05%, 07/30/22	USA	USD	166,954	1.97
150,000	Comcast Corp., senior note, 3.70%, 04/15/24	USA	USD	159,235	1.88
150,000	Morgan Stanley, sub. bond, 3.95%, 04/23/27	USA	USD	156,965	1.85
150,000	Gilead Sciences Inc., senior note, 4.40%, 12/01/21	USA	USD	156,851	1.85
120,000	Verizon Communications Inc., senior bond, 5.50%, 03/16/47	USA	USD	151,866	1.79
140,000	The Goldman Sachs Group Inc., sub. note, 4.25%, 10/21/25	USA	USD	148,582	1.75
100,000	Bupa Finance PLC, sub. note, Reg S, 5.00%, 04/25/23	GBR	GBP	139,577	1.65
100,000	BHP Billiton Finance Ltd., sub. bond, Reg S, 5.625% to 10/22/24, FRN thereafter, 10/22/79	AUS	EUR	137,658	1.63
100,000	Motability Operations Group PLC, senior bond, Reg S, 2.375%, 03/14/32	GBR	GBP	131,144	1.55
100,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	131,030	1.55
125,000	HSBC USA Inc., sub. note, 5.00%, 09/27/20	USA	USD	128,707	1.52
100,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 10/30/23	ITA	EUR	128,490	1.52
100,000	National Grid Gas Finance PLC, senior bond, Reg S, 2.125%, 09/22/28	GBR	GBP	126,639	1.50
100,000	Carlsberg Breweries AS, senior note, Reg S, 2.50%, 05/28/24	DNK	EUR	126,000	1.49
100,000	Klepierre, senior note, Reg S, 1.75%, 11/06/24	FRA	EUR	123,526	1.46
100,000	McDonald's Corp., senior bond, Reg S, 2.00%, 06/01/23	USA	EUR	122,824	1.45
100,000	Anheuser-Busch InBev SA/NV, senior note, Reg S, 1.50%, 03/17/25	BEL	EUR	122,044	1.44
100,000	Rabobank Nederland, sub. bond, Reg S, 2.50% to 05/26/21, FRN thereafter, 05/26/26	NLD	EUR	118,783	1.40
100,000	ATF Netherlands BV, senior note, Reg S, 1.50%, 07/15/24	DEU	EUR	118,649	1.40
100,000	Skandinaviska Enskilda Banken AB, sub. bond, Reg S, 2.50% to 05/28/21, FRN thereafter, 05/28/26	SWE	EUR	117,974	1.39
100,000	CGNPC International Ltd., senior note, Reg S, 1.625%, 12/11/24	CHN	EUR	117,749	1.39
100,000	Commonwealth Bank of Australia, sub. bond, Reg S, 2.00% to 04/21/22, FRN thereafter, 04/22/27	AUS	EUR	117,616	1.39
100,000	Tele2 AB, senior note, Reg S, 1.125%, 05/15/24	SWE	EUR	117,527	1.39
100,000	Credit Agricole SA, senior bond, Reg S, 1.00%, 07/03/29	FRA	EUR	116,860	1.38
100,000	BMW U.S. Capital LLC, senior note, Reg S, 0.625%, 04/20/22	DEU	EUR	115,872	1.37
130,000	The Toronto-Dominion Bank, senior bond, 4.859% to 03/04/26, FRN thereafter, 03/04/31	CAN	CAD	111,314	1.31
100,000	Kimberly-Clark Corp., senior bond, 3.95%, 11/01/28	USA	USD	110,565	1.31
100,000	Dominion Energy Inc., senior bond, 3.90%, 10/01/25	USA	USD	106,646	1.26
100,000	NIKE Inc., senior bond, 3.875%, 11/01/45	USA	USD	106,320	1.26
100,000	Aflac Inc., senior bond, 3.625%, 11/15/24	USA	USD	105,860	1.25
100,000	The Kroger Co., senior note, 4.00%, 02/01/24	USA	USD	105,743	1.25
100,000	Glencore Funding LLC, senior note, 144A, 4.125%, 05/30/23	CHE	USD	104,038	1.23
100,000	Dell International LLC/EMC Corp., senior secured note, first lien, 144A, 4.42%, 06/15/21	USA	USD	103,018	1.22
100,000	EDF SA, sub. note, Reg S, 5.25% to 01/29/23 FRN thereafter, Perpetual	FRA	USD	102,650	1.21
100,000	Celgene Corp., senior note, 3.25%, 02/20/23	USA	USD	102,527	1.21
90,000	Anthem Inc., senior note, 4.101%, 03/01/28	USA	USD	96,104	1.13
90,000	MPLX LP, senior bond, 4.125%, 03/01/27	USA	USD	94,254	1.11
70,000	Telefonica Emisiones SA, senior bond, 7.045%, 06/20/36	ESP	USD	91,804	1.08
80,000	MetLife Inc., junior sub. bond, 6.40%, 12/15/66	USA	USD	91,600	1.08
75,000	Enterprise Products Operating LLC, senior bond, 5.10%, 02/15/45	USA	USD	85,897	1.01
75,000	Canadian Natural Resources Ltd., senior bond, 4.95%, 06/01/47	CAN	USD	85,435	1.01
70,000	General Electric Co., senior bond, 5.875%, 01/14/38	USA	USD	79,379	0.94
75,000	CNH Industrial NV, senior note, 4.50%, 08/15/23	GBR	USD	78,892	0.93
75,000	Charter Communications Operating LLC/Charter Communications Operating Capital Corp., senior secured note, first lien, 4.464%, 07/23/22	USA	USD	78,812	0.93
70,000	Biogen Inc., senior bond, 5.20%, 09/15/45	USA	USD	78,714	0.93
75,000	Kraft Heinz Foods Co., senior bond, 5.20%, 07/15/45	USA	USD	78,692	0.93
65,000	Anadarko Petroleum Corp., senior bond, 6.20%, 03/15/40	USA	USD	78,577	0.93
75,000	Dollar Tree Inc., senior note, 3.70%, 05/15/23	USA	USD	77,846	0.92
75,000	Walgreens Boots Alliance Inc., senior bond, 4.80%, 11/18/44	USA	USD	74,781	0.88
75,000	Choice Properties REIT, senior note, 3.556%, 09/09/24	CAN	CAD	59,447	0.70
50,000	Energy Transfer Operating LP, senior bond, 6.50%, 02/01/42	USA	USD	59,153	0.70
50,000	Ecopetrol SA, senior bond, 5.875%, 05/28/45	COL	USD	55,328	0.65

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Corporate Investment Grade Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
50,000	Michael Kors USA Inc., senior note, 144A, 4.00%, 11/01/24	USA	USD	50,718	0.60
50,000	Kohl's Corp., senior bond, 5.55%, 07/17/45	USA	USD	50,118	0.59
40,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	42,900	0.51
40,000	Aramark Services Inc., senior bond, 144A, 5.00%, 02/01/28	USA	USD	41,250	0.49
40,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	40,950	0.48
40,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	40,900	0.48
40,000	Novelis Corp., senior bond, 144A, 5.875%, 09/30/26	USA	USD	40,600	0.48
40,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.25%, 05/15/24	CAN	USD	40,497	0.48
40,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	39,750	0.47
40,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	37,600	0.44
40,000	Plastipak Holdings Inc., senior note, 144A, 6.25%, 10/15/25	USA	USD	36,400	0.43
				7,348,483	86.77
	Government and Municipal Bonds				
360,000	U.S. Treasury Note, 2.625%, 12/31/23	USA	USD	373,430	4.41
	Securities Maturing Within One Year				
150,000	Capital One Financial Corp., senior note, 2.50%, 05/12/20	USA	USD	150,172	1.77
80,000	HCA Inc., senior secured note, 6.50%, 02/15/20	USA	USD	81,844	0.97
				232,016	2.74
	TOTAL BONDS			7,953,929	93.92
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			7,953,929	93.92
	TOTAL INVESTMENTS			7,953,929	93.92

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Fundamental Strategies Fund

(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				
884,383	BAE Systems PLC	GBR	GBP	5,563,947	0.30
	Air Freight & Logistics				
85,940	United Parcel Service Inc., B	USA	USD	8,875,024	0.48
	Auto Components				
230,900	Toyo Tire Corp.	JPN	JPY	3,034,551	0.16
	Automobiles				
74,113	Volkswagen AG, pfd.	DEU	EUR	12,488,330	0.67
211,120	General Motors Co.	USA	USD	8,134,454	0.44
94,527	Hero Motocorp Ltd.	IND	INR	3,539,107	0.19
				24,161,891	1.30
	Banks				
411,678	Citigroup Inc.	USA	USD	28,829,810	1.55
2,272,249	Standard Chartered PLC	GBR	GBP	20,609,259	1.11
408,314	Wells Fargo & Co.	USA	USD	19,321,418	1.04
1,447,629	ING Groep NV	NLD	EUR	16,779,935	0.91
379,789	Citizens Financial Group Inc.	USA	USD	13,429,339	0.72
278,671	BNP Paribas SA	FRA	EUR	13,231,450	0.71
1,166,808	HSBC Holdings PLC	GBR	HKD	9,678,406	0.52
85,795	JPMorgan Chase & Co.	USA	USD	9,591,881	0.52
213,239	KB Financial Group Inc.	KOR	KRW	8,450,748	0.46
221,250	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	7,810,031	0.42
1,076,700	Bangkok Bank PCL, fgn.	THA	THB	6,981,535	0.38
577,806	Credit Agricole SA	FRA	EUR	6,926,787	0.37
177,300	First Horizon National Corp.	USA	USD	2,647,089	0.14
410,389	Bank of Ireland Group PLC	IRL	EUR	2,144,267	0.12
279,800	Bangkok Bank PCL, NVDR	THA	THB	1,796,044	0.10
17,557	Barclays PLC	GBR	GBP	33,400	0.00
				168,261,399	9.07
	Beverages				
117,900	Suntory Beverage & Food Ltd.	JPN	JPY	5,122,997	0.28
73,800	Kirin Holdings Co. Ltd.	JPN	JPY	1,590,375	0.08
				6,713,372	0.36
	Biotechnology				
149,760	Gilead Sciences Inc.	USA	USD	10,117,786	0.55
60,700	Celgene Corp.	USA	USD	5,611,108	0.30
				15,728,894	0.85
	Building Products				
231,959	Johnson Controls International PLC	USA	USD	9,582,226	0.52
104,005	Compagnie de Saint-Gobain	FRA	EUR	4,052,611	0.22
				13,634,837	0.74
	Capital Markets				
580,186	UBS Group AG	CHE	CHF	6,892,475	0.37
553,065	Credit Suisse Group AG	CHE	CHF	6,629,757	0.36
1,565,997	Guotai Junan Securities Co. Ltd.	CHN	HKD	2,790,356	0.15
236,555	Deutsche Bank AG	DEU	EUR	1,823,329	0.10
998,500	Value Partners Group Ltd.	HKG	HKD	665,909	0.03
				18,801,826	1.01
	Chemicals				
130,933	BASF SE	DEU	EUR	9,514,568	0.51
35,723	Akzo Nobel NV	NLD	EUR	3,356,150	0.18
				12,870,718	0.69
	Communications Equipment				
120,660	Cisco Systems Inc.	USA	USD	6,603,722	0.35
231,600	CommScope Holding Co. Inc.	USA	USD	3,643,068	0.20
				10,246,790	0.55

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Construction Materials				
142,077	LafargeHolcim Ltd., B	CHE	CHF	6,936,157	0.38
106,600	Taiheiyo Cement Corp.	JPN	JPY	3,223,113	0.17
				10,159,270	0.55
	Consumer Finance				
194,572	Capital One Financial Corp.	USA	USD	17,655,463	0.95
46,709	Ally Financial Inc.	USA	USD	1,447,512	0.08
				19,102,975	1.03
	Containers & Packaging				
157,106	International Paper Co.	USA	USD	6,805,832	0.37
	Diversified Financial Services				
122,848	CIT Group Inc.	USA	USD	6,454,434	0.35
95,730	Voya Financial Inc.	USA	USD	5,293,869	0.28
				11,748,303	0.63
	Diversified Telecommunication Services				
5,694,300	Singapore Telecommunications Ltd.	SGP	SGD	14,727,545	0.79
138,588	China Telecom Corp. Ltd., ADR	CHN	USD	6,933,558	0.37
734,077	Telefonica SA	ESP	EUR	6,026,180	0.33
1,831,751	Koninklijke KPN NV	NLD	EUR	5,622,551	0.30
50,200	Verizon Communications Inc.	USA	USD	2,867,926	0.16
				36,177,760	1.95
	Electric Utilities				
1,566,267	Enel SpA	ITA	EUR	10,932,950	0.59
	Electrical Equipment				
39,748	Vestas Wind Systems AS	DNK	DKK	3,432,501	0.19
	Energy Equipment & Services				
312,872	Baker Hughes a GE Co., A	USA	USD	7,706,037	0.42
9,676	The Drilling Co. of 1972 AS	DNK	DKK	751,586	0.04
				8,457,623	0.46
	Entertainment				
158,316	The Walt Disney Co.	USA	USD	22,107,246	1.19
	Food & Staples Retailing				
320,343	Walgreens Boots Alliance Inc.	USA	USD	17,513,152	0.94
440,700	The Kroger Co.	USA	USD	9,567,597	0.52
170,700	Seven & i Holdings Co. Ltd.	JPN	JPY	5,775,492	0.31
				32,856,241	1.77
	Food Products				
276,378	Kellogg Co.	USA	USD	14,805,569	0.80
183,600	The Kraft Heinz Co.	USA	USD	5,698,944	0.31
				20,504,513	1.11
	Health Care Equipment & Supplies				
202,504	Medtronic PLC	USA	USD	19,721,864	1.06
4,764	Alcon Inc.	CHE	CHF	294,100	0.02
				20,015,964	1.08
	Health Care Providers & Services				
160,988	CVS Health Corp.	USA	USD	8,772,236	0.47
84,500	AmerisourceBergen Corp.	USA	USD	7,204,470	0.39
103,800	Cardinal Health Inc.	USA	USD	4,888,980	0.26
				20,865,686	1.12
	Hotels, Restaurants & Leisure				
196,290	Accor SA	FRA	EUR	8,423,999	0.45
962,000	Sands China Ltd.	CHN	HKD	4,599,336	0.25
				13,023,335	0.70
	Household Durables				
977,900	Panasonic Corp.	JPN	JPY	8,141,004	0.44
	Independent Power and Renewable Electricity Producers				
128,100	Vistra Energy Corp.	USA	USD	2,900,184	0.16

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Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Industrial Conglomerates				
78,437	Siemens AG	DEU	EUR	9,327,298	0.50
889,000	CK Hutchison Holdings Ltd.	HKG	HKD	8,762,377	0.47
700,885	General Electric Co.	USA	USD	7,359,292	0.40
				25,448,967	1.37
	Insurance				
233,348	The Hartford Financial Services Group Inc.	USA	USD	13,002,150	0.70
300,751	NN Group NV	NLD	EUR	12,103,571	0.65
220,095	American International Group Inc.	USA	USD	11,726,662	0.63
3,940,000	China Life Insurance Co. Ltd., H	CHN	HKD	9,703,551	0.52
61,678	Chubb Ltd.	USA	USD	9,084,553	0.49
1,750,623	China Pacific Insurance Group Co. Ltd., H	CHN	HKD	6,845,943	0.37
1,158,982	Aegon NV	NLD	EUR	5,768,403	0.31
598,871	RSA Insurance Group PLC	GBR	GBP	4,386,773	0.24
249,991	T&D Holdings Inc.	JPN	JPY	2,711,598	0.15
3,384	Alleghany Corp.	USA	USD	2,304,876	0.12
				77,638,080	4.18
	Interactive Media & Services				
49,600	Baidu Inc., ADR	CHN	USD	5,821,056	0.31
4,221	Alphabet Inc., A	USA	USD	4,570,499	0.25
				10,391,555	0.56
	IT Services				
148,220	Cognizant Technology Solutions Corp., A	USA	USD	9,395,666	0.51
	Leisure products				
484,800	Mattel Inc.	USA	USD	5,434,608	0.29
	Machinery				
170,920	Navistar International Corp.	USA	USD	5,888,194	0.32
500,860	CNH Industrial NV	GBR	EUR	5,134,874	0.27
				11,023,068	0.59
	Marine				
4,838	A.P. Moeller-Maersk AS, B	DNK	DKK	5,999,421	0.32
	Media				
36,806	Charter Communications Inc., A	USA	USD	14,544,995	0.78
756,937	SES SA, IDR	LUX	EUR	11,832,203	0.64
219,540	Comcast Corp., A	USA	USD	9,282,151	0.50
327,600	Liberty Global PLC, C	GBR	USD	8,691,228	0.47
157,931	DISH Network Corp., A	USA	USD	6,066,130	0.33
63,989	Clear Channel Outdoor Holdings Inc.	USA	USD	302,028	0.01
				50,718,735	2.73
	Metals & Mining				
367,605	Wheaton Precious Metals Corp.	CAN	CAD	8,888,758	0.48
2,904	Warrior Met Coal Inc.	USA	USD	75,852	0.00
				8,964,610	0.48
	Multiline Retail				
5,893,500	Matahari Department Store Tbk PT	IDN	IDR	1,439,220	0.08
	Multi-Utilities				
466,841	Veolia Environnement SA	FRA	EUR	11,368,198	0.61
660,220	E.ON SE	DEU	EUR	7,168,705	0.39
				18,536,903	1.00
	Oil, Gas & Consumable Fuels				
2,988,109	BP PLC	GBR	GBP	20,817,993	1.12
419,819	Royal Dutch Shell PLC, B	GBR	GBP	13,760,579	0.74
632,575	Kinder Morgan Inc.	USA	USD	13,208,166	0.71
125,200	Exxon Mobil Corp.	USA	USD	9,594,076	0.52
535,279	Eni SpA	ITA	EUR	8,888,218	0.48
315,500	Canadian Natural Resources Ltd.	CAN	CAD	8,505,673	0.46
280,720	Apache Corp.	USA	USD	8,132,458	0.44
247,139	Royal Dutch Shell PLC, A	GBR	GBP	8,073,898	0.44
261,957	The Williams Cos. Inc.	USA	USD	7,345,274	0.40

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels (continued)				
97,130	Anadarko Petroleum Corp.	USA	USD	6,853,493	0.37
184,098	Royal Dutch Shell PLC, A	GBR	EUR	6,008,768	0.32
6,585,800	Kunlun Energy Co. Ltd.	CHN	HKD	5,740,967	0.31
221,125	Plains GP Holdings LP, A	USA	USD	5,521,491	0.30
954,936	JXTG Holdings Inc.	JPN	JPY	4,733,053	0.25
379,200	Husky Energy Inc.	CAN	CAD	3,592,954	0.19
66,900	Occidental Petroleum Corp.	USA	USD	3,363,732	0.18
844,400	Crescent Point Energy Corp.	CAN	CAD	2,791,565	0.15
36,876	Caltex Australia Ltd.	AUS	AUD	640,657	0.03
				137,573,015	7.41
	Personal Products				
443,508	Coty Inc., A	USA	USD	5,943,007	0.32
	Pharmaceuticals				
181,157	Novartis AG, ADR	CHE	USD	16,541,446	0.89
97,035	Allergan PLC	USA	USD	16,246,570	0.87
756,186	GlaxoSmithKline PLC	GBR	GBP	15,140,380	0.82
349,220	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	12,382,378	0.67
141,128	Sanofi	FRA	EUR	12,179,104	0.66
42,700	Roche Holding AG	CHE	CHF	12,010,400	0.65
165,709	Bayer AG	DEU	EUR	11,480,260	0.62
93,911	Merck & Co. Inc.	USA	USD	7,874,437	0.42
61,241	Eli Lilly & Co.	USA	USD	6,784,890	0.37
57,696	Merck KGaA	DEU	EUR	6,031,813	0.32
65,991	Novartis AG	CHE	CHF	6,028,365	0.32
577,355	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	5,328,987	0.29
20,030	Perrigo Co. PLC	USA	USD	953,829	0.05
				128,982,859	6.95
	Real Estate Management & Development				
292,500	Mitsui Fudosan Co. Ltd.	JPN	JPY	7,087,333	0.38
48,300	CK Asset Holdings Ltd.	HKG	HKD	378,071	0.02
156,865	Dolphin Capital Investors Ltd.	GRC	GBP	10,060	0.00
				7,475,464	0.40
	Semiconductors & Semiconductor Equipment				
914,897	Renesas Electronics Corp.	JPN	JPY	4,539,695	0.25
	Software				
245,336	Oracle Corp.	USA	USD	13,976,792	0.75
95,494	Check Point Software Technologies Ltd.	ISR	USD	11,040,061	0.60
348,552	Symantec Corp.	USA	USD	7,584,492	0.41
38,500	Red Hat Inc.	USA	USD	7,228,760	0.39
				39,830,105	2.15
	Specialty Retail				
2,923,290	Kingfisher PLC	GBR	GBP	7,978,016	0.43
42,816	Dufry AG	CHE	CHF	3,625,405	0.20
				11,603,421	0.63
	Technology Hardware, Storage & Peripherals				
544,818	Samsung Electronics Co. Ltd.	KOR	KRW	22,132,908	1.19
139,040	Western Digital Corp.	USA	USD	6,611,352	0.36
400,331	Hewlett Packard Enterprise Co.	USA	USD	5,984,948	0.32
95,350	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	3,152,400	0.17
				37,881,608	2.04
	Tobacco				
296,115	British American Tobacco PLC	GBR	GBP	10,337,648	0.56
98,030	Altria Group Inc.	USA	USD	4,641,721	0.25
48,805	British American Tobacco PLC, ADR	GBR	USD	1,701,830	0.09
				16,681,199	0.90

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Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
1,926,596	Bharti Airtel Ltd.	IND	INR	9,686,070	0.52
5,173,958	Vodafone Group PLC	GBR	GBP	8,497,187	0.46
783,500	China Mobile Ltd.	CHN	HKD	7,135,811	0.39
				25,319,068	1.37
	TOTAL SHARES			1,175,944,910	63.38
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,175,944,910	63.38
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Software				
8,290	Avaya Holdings Corp., wts., 12/15/22	USA	USD	8,290	0.00
	TOTAL WARRANTS			8,290	0.00
	BONDS				
	Corporate Bonds				
7,560,000	Frontier Communications Corp., senior note, 10.50%, 09/15/22	USA	USD	5,159,700	0.28
4,047,000	Frontier Communications Corp., senior note, 11.00%, 09/15/25	USA	USD	2,529,375	0.14
327,000	Pacific Gas and Electric Co., senior bond, 4.00%, 12/01/46 ^	USA	USD	298,387	0.01
260,000	Pacific Gas and Electric Co., senior bond, 3.75%, 08/15/42 ^	USA	USD	236,600	0.01
185,000	Pacific Gas and Electric Co., senior bond, 4.45%, 04/15/42 ^	USA	USD	178,063	0.01
162,000	Pacific Gas and Electric Co., senior bond, 3.95%, 12/01/47 ^	USA	USD	146,408	0.01
				8,548,533	0.46
	Government and Municipal Bonds				
77,250	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	23,072,947	1.24
23,293,600,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	20,082,822	1.08
51,793	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	15,214,463	0.82
2,773,100	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	14,387,011	0.78
16,405,840,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	14,301,742	0.77
45,915	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	12,606,534	0.68
158,153,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	11,870,853	0.64
2,275,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	11,562,752	0.62
10,510,500,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	9,563,879	0.52
10,343,000,000	Korea Treasury Bond, senior note, 1.875%, 03/10/22	KOR	KRW	9,027,958	0.49
28,796	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	8,240,521	0.44
108,344,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	8,155,226	0.44
105,290,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	8,122,850	0.44
445,200,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	6,968,687	0.38
438,100,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	6,510,979	0.35
370,000,000	Government of India, senior bond, 9.15%, 11/14/24	IND	INR	5,891,183	0.32
372,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	5,623,108	0.30
331,580,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	5,463,173	0.29
67,066,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	5,285,056	0.28
348,100,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	4,983,541	0.27
4,770,900,000	Korea Treasury Bond, senior note, 3.00%, 09/10/24	KOR	KRW	4,421,489	0.24
9,728,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	3,665,364	0.20
14,850	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	3,649,700	0.20
50,592,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	3,449,317	0.19
633,400	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	3,372,236	0.18
16,980,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	3,094,066	0.17
16,980,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	3,077,039	0.17
195,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	2,939,339	0.16
41,071,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	2,928,826	0.16
169,116,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	2,864,747	0.15
8,263,800,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	2,849,725	0.15
164,372,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	2,629,258	0.14
477,800	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,442,978	0.13
399,600	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	2,322,682	0.13
130,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	1,962,745	0.11
22,147,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,613,898	0.09
1,800,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	1,565,614	0.08
103,600,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	1,524,370	0.08

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Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
96,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	1,456,541	0.08
18,367,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	1,422,752	0.08
3,860,500,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	1,206,758	0.06
74,900,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	1,138,686	0.06
15,123,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	1,134,907	0.06
5,660,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	1,057,041	0.06
5,660,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	1,027,577	0.06
9,255,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	760,774	0.04
7,412,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	607,651	0.03
1,823,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	598,631	0.03
1,741,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	578,903	0.03
6,999,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	577,606	0.03
1,550	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	358,295	0.02
1,840,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	323,637	0.02
20,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	304,763	0.02
14,702,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	297,325	0.02
15,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	227,108	0.01
2,622,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	217,416	0.01
14,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	204,648	0.01
2,330,000,000	Government of Indonesia, senior bond, FR52, 10.50%, 08/15/30	IDN	IDR	200,946	0.01
454,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	147,879	0.01
5,052,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	115,161	0.01
19,527	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	100,483	0.01
1,146,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	91,437	0.00
440,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	77,922	0.00
280,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	56,257	0.00
109,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	42,810	0.00
1,960,000	Government of the Philippines, senior note, 3.375%, 08/20/20	PHL	PHP	37,768	0.00
150,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	29,713	0.00
120,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	21,961	0.00
69,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	20,865	0.00
90,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	16,116	0.00
				271,769,015	14.65
	Securities Maturing Within One Year				
4,944,300	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	25,399,530	1.37
86,180	Letra Tesouro Nacional, Strip, 07/01/19	BRA	BRL	22,413,815	1.21
15,854,000,000	Korea Treasury Bond, senior note, 1.25%, 12/10/19	KOR	KRW	13,688,905	0.74
21,740,180	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	11,266,598	0.61
20,163,780	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	9,952,375	0.54
8,700,000,000	Korea Monetary Stabilization Bond, senior note, 0.00%, 09/17/19	KOR	KRW	7,494,796	0.40
14,212,530	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	7,389,015	0.40
11,846,760	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	5,915,515	0.32
182,598,000	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	5,751,987	0.31
295,000,000	Government of India, senior note, 8.27%, 06/09/20	IND	INR	4,360,844	0.24
4,978,000,000	Korea Monetary Stabilization Bond, senior note, 2.06%, 12/02/19	KOR	KRW	4,311,795	0.23
4,979,000,000	Korea Monetary Stabilization Bond, senior note, 1.80%, 09/09/19	KOR	KRW	4,305,548	0.23
8,050,580	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	4,119,635	0.22
770,100	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	4,018,003	0.22
5,857,390	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	2,871,551	0.15
3,147,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	2,734,860	0.15
2,610,000,000	Korea Monetary Stabilization Bond, senior note, 1.87%, 11/09/19	KOR	KRW	2,258,448	0.12
2,170,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	1,878,175	0.10
70,098,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	1,875,590	0.10
2,004,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	1,733,460	0.09
1,385,290,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	1,201,658	0.06
2,016,020	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	1,041,462	0.06
40,822,300	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	1,040,738	0.06
29,597,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	882,765	0.05
1,482,090	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	749,183	0.04
438,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	379,429	0.02
771,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	241,196	0.01
3,245,000,000	Government of Indonesia, senior bond, FR36, 11.50%, 09/15/19	IDN	IDR	232,657	0.01
190,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	35,715	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,480,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	33,956	0.00
130,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	23,879	0.00
559,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	18,039	0.00
360,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	8,341	0.00
				149,629,463	8.06
	TOTAL BONDS			429,947,011	23.17
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			429,955,301	23.17
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Media				
3,918	iHeartMedia Inc., A **	USA	USD	56,871	0.00
120	iHeartMedia Inc., B **	USA	USD	1,742	0.00
				58,613	0.00
	TOTAL SHARES			58,613	0.00
	WARRANTS				
	Media				
25,949	iHeartMedia Inc., wts., A, 05/01/39 **	USA	USD	376,632	0.02
	TOTAL WARRANTS			376,632	0.02
	BONDS				
	Corporate Bonds				
3,256,000	Avaya Holdings Corp., Escrow Account **	USA	USD	0	0.00
2,808,000	Clear Channel Communications Inc., Escrow Account **	USA	USD	0	0.00
1,601,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			435,245	0.02
	TOTAL INVESTMENTS			1,606,335,456	86.57

^ These Bonds are currently in default
† Floating Rates are indicated as at June 30, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Listed Infrastructure Fund

(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				
461,545	Auckland International Airport Ltd.	NZL	NZD	3,053,240	5.28
10,693	Aena SME SA	ESP	EUR	2,118,850	3.66
8,236	Aeroports de Paris SA	FRA	EUR	1,453,153	2.51
11,810	Grupo Aeroportuario del Pacifico SAB de CV, ADR	MEX	USD	1,231,901	2.13
110,001	Sydney Airport	AUS	AUD	620,810	1.08
14,000	Japan Airport Terminal Co. Ltd.	JPN	JPY	596,642	1.03
86,932	Enav SpA	ITA	EUR	493,155	0.85
556,000	Beijing Capital International Airport Co. Ltd.	CHN	HKD	487,523	0.84
				10,055,274	17.38
	Construction & Engineering				
50,369	Ferrovial SA	ESP	EUR	1,288,968	2.23
4,474	Vinci SA	FRA	EUR	458,069	0.79
57,389	Sadbhav Engineering Ltd.	IND	INR	204,836	0.35
				1,951,873	3.37
	Electric Utilities				
39,898	Xcel Energy Inc.	USA	USD	2,373,532	4.10
26,260	American Electric Power Co. Inc.	USA	USD	2,311,143	3.99
9,570	NextEra Energy Inc.	USA	USD	1,960,510	3.39
177,861	Iberdrola SA	ESP	EUR	1,772,496	3.06
30,600	Alliant Energy Corp.	USA	USD	1,501,848	2.60
184,108	Terna Rete Elettrica Nazionale SpA	ITA	EUR	1,172,098	2.03
23,000	FirstEnergy Corp.	USA	USD	984,630	1.70
12,893	Elia System Operator SA/NV	BEL	EUR	949,800	1.64
6,485	Orsted AS	DNK	DKK	560,615	0.97
2,394,125	Enel Chile SA	CHL	CLP	227,566	0.39
				13,814,238	23.87
	Environmental & Facilities Services				
376,308	Cleanaway Waste Management Ltd.	AUS	AUD	615,468	1.06
	Gas Utilities				
6,810	Atmos Energy Corp.	USA	USD	718,864	1.24
232,823	Gujarat State Petronet Ltd.	IND	INR	662,676	1.14
53,400	ENN Energy Holdings Ltd.	CHN	HKD	519,498	0.90
28,400	AltaGas Canada Inc.	CAN	CAD	518,887	0.90
114,200	Infraestructura Energetica Nova SAB de CV	MEX	MXN	449,155	0.78
				2,869,080	4.96
	Highways & Railtracks				
88,913	Atlantia SpA	ITA	EUR	2,315,760	4.00
204,666	Transurban Group	AUS	AUD	2,117,626	3.66
99,223	Getlink SE	FRA	EUR	1,589,376	2.75
112,606	Atlas Arteria Ltd.	AUS	AUD	619,703	1.07
				6,642,465	11.48
	Integrated Telecommunication Services				
64,290	Cellnex Telecom SA	ESP	EUR	2,378,287	4.11
2,827,100	China Tower Corp. Ltd., H, 144A, Reg S	CHN	HKD	741,864	1.28
				3,120,151	5.39
	Marine Ports & Services				
422,000	COSCO Shipping Ports Ltd.	CHN	HKD	416,482	0.72
	Multi-Utilities				
19,710	Sempra Energy	USA	USD	2,708,942	4.68
27,300	CMS Energy Corp.	USA	USD	1,580,943	2.73
4,400	Dominion Energy Inc.	USA	USD	340,208	0.59
				4,630,093	8.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Listed Infrastructure Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil & Gas Storage & Transportation				
58,054	TC Energy Corp.	CAN	CAD	2,877,546	4.97
30,900	Cheniere Energy Inc.	USA	USD	2,115,105	3.65
24,700	ONEOK Inc.	USA	USD	1,699,607	2.94
34,444	Pembina Pipeline Corp.	CAN	CAD	1,282,035	2.22
20,148	Enbridge Inc.	CAN	CAD	727,620	1.26
50,246	Energy Transfer LP	USA	USD	707,464	1.22
8,320	Targa Resources Corp.	USA	USD	326,643	0.56
				9,736,020	16.82
	Railroads				
95,900	Rumo SA	BRA	BRL	517,171	0.90
	Water Utilities				
7,940	American Water Works Co. Inc.	USA	USD	921,040	1.59
19,100	Aqua America Inc.	USA	USD	790,167	1.37
68,009	Pennon Group PLC	GBR	GBP	641,542	1.11
13,905	Severn Trent PLC	GBR	GBP	361,649	0.62
88,000	Guangdong Investment Ltd.	CHN	HKD	174,149	0.30
				2,888,547	4.99
	TOTAL SHARES			57,256,862	98.94
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			57,256,862	98.94
	TOTAL INVESTMENTS			57,256,862	98.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(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				
	Financials				
120,736	Invesco Emerging Markets USD Bond UCITS ETF, A	IRL	USD	2,108,114	0.93
	TOTAL INVESTMENTS FUNDS			2,108,114	0.93
	SHARES				
	Communication Services				
1,740	Alphabet Inc., A	USA	USD	1,657,274	0.73
9,700	Facebook Inc., A	USA	USD	1,646,743	0.73
50,490	KDDI Corp.	JPN	JPY	1,130,076	0.50
23,120	Nippon Telegraph & Telephone Corp.	JPN	JPY	946,301	0.42
34,620	NTT DOCOMO Inc.	JPN	JPY	709,628	0.31
87,040	Telefonica SA	ESP	EUR	628,516	0.28
35,800	WPP PLC	GBR	GBP	395,995	0.18
11,853	Cellnex Telecom SA	ESP	EUR	385,697	0.17
14,500	Viacom Inc., B	USA	USD	380,978	0.17
568,000	China Telecom Corp. Ltd., H	CHN	HKD	251,343	0.11
253,330	China Unicom (Hong Kong) Ltd.	CHN	HKD	244,452	0.11
1,990	Omnicom Group Inc.	USA	USD	143,449	0.06
9,710	ProSiebenSat.1 Media SE	DEU	EUR	134,144	0.06
568,000	China Tower Corp. Ltd., H, 144A, Reg S	CHN	HKD	131,108	0.06
1,310	Electronic Arts Inc.	USA	USD	116,683	0.05
35,680	Tim Participacoes SA	BRA	BRL	94,955	0.04
				8,997,342	3.98
	Consumer Discretionary				
24,140	The TJX Cos. Inc.	USA	USD	1,122,860	0.49
10,360	Best Buy Co. Inc.	USA	USD	635,443	0.28
13,568	Magna International Inc.	CAN	CAD	593,752	0.26
24,117	Peugeot SA	FRA	EUR	522,615	0.23
5,970	Ross Stores Inc.	USA	USD	520,514	0.23
240	Amazon.com Inc.	USA	USD	399,764	0.18
27,077	Fiat Chrysler Automobiles NV	GBR	EUR	332,126	0.15
1,850	Lululemon Athletica Inc.	USA	USD	293,256	0.13
12,802	Persimmon PLC	GBR	GBP	285,588	0.13
44,053	Barratt Developments PLC	GBR	GBP	281,780	0.12
2,110	Continental AG	DEU	EUR	270,544	0.12
9,230	Valeo SA	FRA	EUR	263,978	0.12
141,731	Taylor Wimpey PLC	GBR	GBP	249,757	0.11
2,762	Hilton Worldwide Holdings Inc.	USA	USD	237,461	0.10
1,960	Darden Restaurants Inc.	USA	USD	209,870	0.09
4,704	The Berkeley Group Holdings PLC	GBR	GBP	196,054	0.09
2,480	NIKE Inc., B	USA	USD	183,134	0.08
1,900	Tractor Supply Co.	USA	USD	181,836	0.08
580	Ulta Beauty Inc.	USA	USD	176,977	0.08
2,864	Next PLC	GBR	GBP	176,794	0.08
9,500	The Gap Inc.	USA	USD	150,165	0.07
5,060	Nordstrom Inc.	USA	USD	141,806	0.06
4,511	Pandora AS	DNK	DKK	141,114	0.06
3,240	Faurecia SA	FRA	EUR	132,224	0.06
				7,699,412	3.40
	Consumer Staples				
47,771	Koninklijke Ahold Delhaize NV	NLD	EUR	944,815	0.42
5,790	Estee Lauder Cos. Inc., A	USA	USD	932,583	0.41
6,690	PepsiCo Inc.	USA	USD	771,658	0.34
5,370	Clorox Co.	USA	USD	723,227	0.32
5,950	The Hershey Co.	USA	USD	701,481	0.31
7,420	Monster Beverage Corp.	USA	USD	416,606	0.18
12,280	Seven & i Holdings Co. Ltd.	JPN	JPY	365,469	0.16
3,070	Colgate-Palmolive Co.	USA	USD	193,541	0.09
9,500	The Kroger Co.	USA	USD	181,418	0.08
74,400	J Sainsbury PLC	GBR	GBP	162,855	0.07
3,500	Altria Group Inc.	USA	USD	145,776	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Consumer Staples (continued)				
1,510	The Procter & Gamble Co.	USA	USD	145,640	0.06
				5,685,069	2.51
	Energy				
10,900	Exxon Mobil Corp.	USA	USD	734,721	0.33
25,995	Equinor ASA	NOR	NOK	451,357	0.20
490,600	China Petroleum & Chemical Corp., H	CHN	HKD	293,324	0.13
5,040	ConocoPhillips	USA	USD	270,431	0.12
5,860	TC Energy Corp.	CAN	USD	255,255	0.11
4,000	Cheniere Energy Inc.	USA	USD	240,841	0.11
4,390	Cimarex Energy Co.	USA	USD	229,106	0.10
2,260	EOG Resources Inc.	USA	USD	185,197	0.08
2,700	ONEOK Inc.	USA	USD	163,423	0.07
85,960	China Shenhua Energy Co. Ltd., H	CHN	HKD	158,346	0.07
15,370	MOL Hungarian Oil and Gas PLC	HUN	HUF	149,943	0.07
59,000	Oil & Natural Gas Corp. Ltd.	IND	INR	126,263	0.06
3,600	Pembina Pipeline Corp.	CAN	CAD	117,865	0.05
4,560	Aker BP ASA	NOR	NOK	114,969	0.05
25,060	Hindustan Petroleum Corp. Ltd.	IND	INR	92,729	0.04
27,780	Coal India Ltd.	IND	INR	89,947	0.04
11,600	Seven Generations Energy Ltd.	CAN	CAD	50,015	0.02
				3,723,732	1.65
	Financials				
7,250	Moody's Corp.	USA	USD	1,245,545	0.55
6,030	S&P Global Inc.	USA	USD	1,208,228	0.53
3,069,720	Bank of China Ltd., H	CHN	HKD	1,140,615	0.50
14,210	Discover Financial Services	USA	USD	969,832	0.43
27,350	Synchrony Financial	USA	USD	834,081	0.37
31,562	Societe Generale SA	FRA	EUR	701,308	0.31
152,110	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	635,368	0.28
789,760	China Construction Bank Corp., H	CHN	HKD	598,462	0.27
187,020	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	551,638	0.24
40,950	3i Group PLC	GBR	GBP	509,363	0.23
730	Partners Group Holding AG	CHE	CHF	504,388	0.22
37,900	Swedbank AB, A	SWE	SEK	500,646	0.22
623,460	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	400,138	0.18
9,910	KB Financial Group Inc.	KOR	KRW	345,461	0.15
11,480	Hana Financial Group Inc.	KOR	KRW	326,437	0.15
22,060	ORIX Corp.	JPN	JPY	289,394	0.13
724,190	Agricultural Bank of China Ltd., H	CHN	HKD	266,641	0.12
7,440	Shinhan Financial Group Co. Ltd.	KOR	KRW	253,983	0.11
365,590	Bank of Communications Co. Ltd., H	CHN	HKD	244,104	0.11
19,670	Woori Financial Group Inc.	KOR	KRW	210,120	0.09
8,499	Admiral Group PLC	GBR	GBP	209,628	0.09
5,020	Eaton Vance Corp.	USA	USD	190,450	0.08
375,560	China CITIC Bank Corp. Ltd., H	CHN	HKD	188,177	0.08
32,900	Singapore Exchange Ltd.	SGP	SGD	169,371	0.08
262,400	China Minsheng Banking Corp. Ltd., H	CHN	HKD	159,841	0.07
29,580	RMB Holdings Ltd.	ZAF	ZAR	155,875	0.07
287,600	Postal Savings Bank of China Co. Ltd., H	CHN	HKD	150,256	0.07
9,850	CI Financial Corp.	CAN	CAD	141,169	0.06
13,376	Credit Agricole SA	FRA	EUR	141,050	0.06
5,940	IRB Brasil Resseguros SA	BRA	BRL	133,886	0.06
10,324	Industrial Bank of Korea	KOR	KRW	110,283	0.05
366,150	China Cinda Asset Management Co. Ltd., H	CHN	HKD	74,209	0.03
				13,559,947	5.99
	Health Care				
8,342	Roche Holding AG	CHE	CHF	2,063,938	0.91
5,800	Biogen Inc.	USA	USD	1,193,162	0.53
25,390	Novo Nordisk AS, B	DNK	DKK	1,137,805	0.50
1,050	Mettler-Toledo International Inc.	USA	USD	775,828	0.34
8,240	Medtronic PLC	USA	USD	705,892	0.31
3,910	Amgen Inc.	USA	USD	633,799	0.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care (continued)				
3,810	McKesson Corp.	USA	USD	450,390	0.20
6,630	Cerner Corp.	USA	USD	427,479	0.19
3,210	Danaher Corp.	USA	USD	403,548	0.18
9,620	Bristol-Myers Squibb Co.	USA	USD	383,751	0.17
4,620	Celgene Corp.	USA	USD	375,663	0.16
2,110	Edwards Lifesciences Corp.	USA	USD	342,878	0.15
27,140	Astellas Pharma Inc.	JPN	JPY	339,872	0.15
1,410	Align Technology Inc.	USA	USD	339,462	0.15
4,390	Agilent Technologies Inc.	USA	USD	288,342	0.13
2,821	Coloplast AS, B	DNK	DKK	280,349	0.12
1,100	IDEXX Laboratories Inc.	USA	USD	266,405	0.12
5,970	Cardinal Health Inc.	USA	USD	247,339	0.11
4,490	Shionogi & Co. Ltd.	JPN	JPY	227,439	0.10
3,060	AbbVie Inc.	USA	USD	195,737	0.09
7,940	Alfresa Holdings Corp.	JPN	JPY	172,176	0.08
3,010	Suzuken Co. Ltd.	JPN	JPY	155,196	0.07
1,290	Varian Medical Systems Inc.	USA	USD	154,469	0.07
7,180	Medipal Holdings Corp.	JPN	JPY	139,353	0.06
1,700	United Therapeutics Corp.	USA	USD	116,728	0.05
228	Smith & Nephew PLC	GBR	GBP	4,343	0.00
2	GlaxoSmithKline PLC	GBR	GBP	35	0.00
				11,821,378	5.22
	Industrials				
6,370	Illinois Tool Works Inc.	USA	USD	845,019	0.37
5,160	Rockwell Automation Inc.	USA	USD	743,601	0.33
24,660	Fastenal Co.	USA	USD	706,926	0.31
2,480	Cintas Corp.	USA	USD	517,640	0.23
3,310	3M Co.	USA	USD	504,689	0.22
1,650	W.W. Grainger Inc.	USA	USD	389,303	0.17
46,269	Brambles Ltd.	AUS	AUD	367,967	0.16
3,640	United Parcel Service Inc., B	USA	USD	330,653	0.15
12,266	Atlas Copco AB	SWE	SEK	309,535	0.14
50,500	Auckland International Airport Ltd.	NZL	NZD	293,856	0.13
11,309	Ferrovial SA	ESP	EUR	254,566	0.11
7,870	Taisei Corp.	JPN	JPY	251,365	0.11
5,000	Robert Half International Inc.	USA	USD	250,737	0.11
7,110	Compagnie de Saint-Gobain	FRA	EUR	243,695	0.11
4,970	Randstad NV	NLD	EUR	240,051	0.11
27,560	Obayashi Corp.	JPN	JPY	238,557	0.11
2,700	ManpowerGroup Inc.	USA	USD	229,423	0.10
14,440	Skanska AB, B	SWE	SEK	229,389	0.10
22,118	Transurban Group	AUS	AUD	201,301	0.09
6,200	Rollins Inc.	USA	USD	195,623	0.09
2,083	Grupo Aeroportuario del Pacifico SAB de CV, ADR	MEX	USD	191,123	0.08
5,000	Japan Airport Terminal Co. Ltd.	JPN	JPY	187,436	0.08
13,239	Getlink SE	FRA	EUR	186,538	0.08
10,029	Deutsche Lufthansa AG	DEU	EUR	151,137	0.07
1,700	Waste Connections Inc.	USA	USD	142,927	0.06
26,530	International Consolidated Airlines Group SA	GBR	EUR	141,033	0.06
4,580	Sumitomo Heavy Industries Ltd.	JPN	JPY	138,437	0.06
4,800	Japan Airlines Co. Ltd.	JPN	JPY	134,827	0.06
758	Aena SME SA	ESP	EUR	132,119	0.06
1,000	Old Dominion Freight Line Inc.	USA	USD	131,293	0.06
1,398	Vinci SA	FRA	EUR	125,904	0.06
83,594	Cleanaway Waste Management Ltd.	AUS	AUD	120,264	0.05
750	Raytheon Co.	USA	USD	114,712	0.05
4,020	Cimic Group Ltd.	AUS	AUD	111,126	0.05
160,290	China Railway Group Ltd., H	CHN	HKD	107,206	0.05
22,500	Rumo SA	BRA	BRL	106,732	0.05
686	Aeroports de Paris SA	FRA	EUR	106,467	0.05
19,467	Sydney Airport	AUS	AUD	96,640	0.04
8,570	JTEKT Corp.	JPN	JPY	91,311	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Industrials (continued)				
37,589	Royal Mail PLC	GBR	GBP	88,976	0.04
				9,950,104	4.40
	Information Technology				
7,810	Intuit Inc.	USA	USD	1,795,300	0.79
6,980	Apple Inc.	USA	USD	1,215,184	0.54
7,150	Accenture PLC, A	USA	USD	1,162,076	0.51
32,405	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	942,387	0.42
8,300	Texas Instruments Inc.	USA	USD	837,848	0.37
3,300	Mastercard Inc., A	USA	USD	767,867	0.34
11,600	Cadence Design Systems Inc.	USA	USD	722,519	0.32
11,769	SK Hynix Inc.	KOR	KRW	621,885	0.28
18,280	Micron Technology Inc.	USA	USD	620,509	0.27
5,630	Citrix Systems Inc.	USA	USD	486,017	0.21
9,610	Intel Corp.	USA	USD	404,654	0.18
6,450	Cognizant Technology Solutions Corp., A	USA	USD	359,648	0.16
2,840	Microsoft Corp.	USA	USD	334,650	0.15
2,500	F5 Networks Inc.	USA	USD	320,249	0.14
2,130	VMware Inc., A	USA	USD	313,284	0.14
4,280	Skyworks Solutions Inc.	USA	USD	290,905	0.13
1,590	Lam Research Corp.	USA	USD	262,713	0.12
560	Palo Alto Networks Inc.	USA	USD	100,370	0.04
10,000	Yageo Corp.	TWN	TWD	74,963	0.03
				11,633,028	5.14
	Materials				
13,840	LyondellBasell Industries NV, A	USA	USD	1,048,546	0.46
8,430	Rio Tinto Ltd.	AUS	AUD	540,083	0.24
19,380	BHP Group PLC	GBR	GBP	436,227	0.19
7,888	Covestro AG	DEU	EUR	352,672	0.16
15,550	Mondi PLC	GBR	GBP	310,933	0.14
34,920	Anhui Conch Cement Co. Ltd., H	CHN	HKD	192,466	0.08
22,860	Bluescope Steel Ltd.	AUS	AUD	170,085	0.08
5,630	Showa Denko K.K.	JPN	JPY	145,601	0.06
5,150	Taiheiyo Cement Corp.	JPN	JPY	136,969	0.06
11,000	Tosoh Corp.	JPN	JPY	135,957	0.06
6,810	Mitsubishi Gas Chemical Co. Inc.	JPN	JPY	79,781	0.04
233	Anglo American PLC	GBR	GBP	5,842	0.00
				3,555,162	1.57
	Real Estate				
6,190	Public Storage	USA	USD	1,296,805	0.57
7,748	Simon Property Group Inc.	USA	USD	1,088,816	0.48
78,885	Link REIT	HKG	HKD	852,691	0.38
2,734	American Tower Corp.	USA	USD	491,680	0.22
42,552	Aroundtown SA	DEU	EUR	308,332	0.14
3,163	Prologis Inc.	USA	USD	222,858	0.10
34,430	Wheelock and Co. Ltd.	HKG	HKD	217,096	0.10
1,726	Alexandria Real Estate Equities Inc.	USA	USD	214,207	0.09
2,281	Camden Property Trust	USA	USD	209,450	0.09
3,013	Equity Residential	USA	USD	201,211	0.09
1,881	Equity Lifestyle Properties Inc.	USA	USD	200,766	0.09
5,293	Rexford Industrial Realty Inc.	USA	USD	187,956	0.08
2,931	Realty Income Corp.	USA	USD	177,817	0.08
8,006	Mitsui Fudosan Co. Ltd.	JPN	JPY	170,635	0.08
2,855	Regency Centers Corp.	USA	USD	167,606	0.07
2,558	Kilroy Realty Corp.	USA	USD	166,078	0.07
1,460	Daito Trust Construction Co. Ltd.	JPN	JPY	163,598	0.07
140,180	Fibra Uno Administracion SA de CV	MEX	MXN	163,475	0.07
5,477	CubeSmart	USA	USD	161,104	0.07
1,554	Coresite Realty Corp.	USA	USD	157,430	0.07
116,590	Country Garden Holdings Co. Ltd.	CHN	HKD	155,957	0.07
146,540	Emaar Properties PJSC	ARE	AED	155,109	0.07
10,213	Sun Hung Kai Properties Ltd.	HKG	HKD	152,369	0.07
5,284	HCP Inc.	USA	USD	148,641	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate (continued)				
8,991	Mitsubishi Estate Co. Ltd.	JPN	JPY	147,068	0.06
15,778	Goodman Group	AUS	AUD	146,424	0.06
1,205	Boston Properties Inc.	USA	USD	136,733	0.06
19,388	CK Asset Holdings Ltd.	HKG	HKD	133,492	0.06
14,268	Segro PLC	GBR	GBP	116,383	0.05
13,410	Dexus	AUS	AUD	107,475	0.05
2,863	Deutsche Wohnen AG	DEU	EUR	92,389	0.04
8,242	Unite Group PLC	GBR	GBP	89,722	0.04
6,544	Fabege AB	SWE	SEK	86,630	0.04
657	Gecina SA	FRA	EUR	86,461	0.04
62,572	New World Development Co. Ltd.	HKG	HKD	86,095	0.04
633	Unibail-Rodamco-Westfield	FRA	EUR	83,398	0.04
8,168	Inmobiliaria Colonial SA	ESP	EUR	80,005	0.04
77	GLP J-REIT	JPN	JPY	77,141	0.03
2,365	Canadian Apartment Properties REIT	CAN	CAD	76,811	0.03
2,196	Derwent London PLC	GBR	GBP	76,439	0.03
44,180	CapitaLand Mall Trust	SGP	SGD	75,527	0.03
12	Kenedix Office Investment Corp.	JPN	JPY	75,480	0.03
1,696	Vonovia SE	DEU	EUR	71,232	0.03
17,041	GPT Group	AUS	AUD	64,710	0.03
26,652	CapitaLand Ltd.	SGP	SGD	61,154	0.03
2,580	SmartCentres REIT	CAN	CAD	57,544	0.03
47	Premier Investment Corp.	JPN	JPY	54,371	0.02
3,526	Hufvudstaden AB, A	SWE	SEK	52,740	0.02
34	Hulic REIT Inc.	JPN	JPY	51,898	0.02
5,398	Land Securities Group PLC	GBR	GBP	50,242	0.02
42,245	Mapletree Logistics Trust	SGP	SGD	43,661	0.02
12,040	Swire Properties Ltd.	HKG	HKD	42,771	0.02
25	ORIX JREIT Inc.	JPN	JPY	40,098	0.02
1,096	ADO Properties SA	DEU	EUR	39,872	0.02
2,041	Nomura Real Estate Holdings Inc.	JPN	JPY	38,564	0.02
16,028	Scentre Group	AUS	AUD	38,003	0.02
37	Ichigo Office REIT Investment	JPN	JPY	30,880	0.01
				9,943,100	4.39
	Utilities				
18,190	RWE AG	DEU	EUR	394,177	0.18
4,547	Orsted AS	DNK	DKK	345,761	0.15
7,280	UGI Corp.	USA	USD	342,019	0.15
27,530	AGL Energy Ltd.	AUS	AUD	340,139	0.15
16,340	Tokyo Gas Co. Ltd.	JPN	JPY	338,264	0.15
3,180	American Water Works Co. Inc.	USA	USD	324,476	0.14
13,210	Endesa SA	ESP	EUR	298,678	0.13
2,250	Sempra Energy	USA	USD	272,015	0.12
4,118	Elia System Operator SA/NV	BEL	EUR	266,846	0.12
260,943	Centrica PLC	GBR	GBP	255,873	0.11
15,990	Osaka Gas Co. Ltd.	JPN	JPY	244,856	0.11
7,440	NRG Energy Inc.	USA	USD	229,839	0.10
3,700	Xcel Energy Inc.	USA	USD	193,617	0.09
4,400	Alliant Energy Corp.	USA	USD	189,956	0.08
3,700	CMS Energy Corp.	USA	USD	188,474	0.08
2,010	Atmos Energy Corp.	USA	USD	186,635	0.08
4,900	FirstEnergy Corp.	USA	USD	184,518	0.08
880	NextEra Energy Inc.	USA	USD	158,576	0.07
18,954	Pennon Group PLC	GBR	GBP	157,274	0.07
32,720	GAIL India Ltd.	IND	INR	130,215	0.06
66,000	Guangdong Investment Ltd.	CHN	HKD	114,889	0.05
81,150	China Resources Power Holdings Co. Ltd.	CHN	HKD	104,165	0.05
				5,261,262	2.32
	TOTAL SHARES			91,829,536	40.57
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			93,937,650	41.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(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				
831,539	FTIF Templeton Emerging Markets Bond Fund, Class Y (Mdis) USD	LUX	USD	6,187,994	2.73
388,892	FTSIIF Franklin Emerging Market Corporate Debt Fund, Class Y (Mdis) EUR	LUX	EUR	3,947,254	1.75
				10,135,248	4.48
	TOTAL INVESTMENTS FUNDS			10,135,248	4.48
	BONDS				
	Corporate Bonds				
1,200,000	Credit Agricole SA, senior note, Reg S, 1.75%, 03/05/29	FRA	EUR	1,291,320	0.57
1,200,000	Orange SA, senior bond, Reg S, 0.875%, 02/03/27	FRA	EUR	1,245,372	0.55
1,176,000	The Goldman Sachs Group Inc., senior note, Reg S, 1.25%, 05/01/25	USA	EUR	1,214,285	0.54
1,100,000	BPCE SA, senior note, Reg S, 1.375%, 03/23/26	FRA	EUR	1,150,319	0.51
1,065,000	Wells Fargo & Co., senior bond, Reg S, 1.375%, 10/26/26	USA	EUR	1,129,582	0.50
1,076,000	Morgan Stanley, senior note, 1.375%, 10/27/26	USA	EUR	1,128,433	0.50
974,000	Verizon Communications Inc., senior bond, 2.50%, 04/08/31	USA	GBP	1,114,060	0.49
1,085,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	1,111,355	0.49
1,053,000	BAT International Finance PLC, senior bond, Reg S, 1.25%, 03/13/27	GBR	EUR	1,044,123	0.46
999,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	1,032,611	0.46
924,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	1,031,729	0.46
1,031,000	Barclays PLC, senior note, Reg S, 1.375% to 01/23/25, FRN thereafter, 01/24/26	GBR	EUR	1,031,696	0.46
1,000,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	1,031,665	0.46
1,004,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	1,022,313	0.45
1,000,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	1,021,280	0.45
970,000	HSBC Holdings PLC, senior note, Reg S, 1.50% to 12/03/23, FRN thereafter, 12/04/24	GBR	EUR	1,020,779	0.45
996,000	Danske Bank AS, senior note, Reg S, 0.75%, 06/02/23	DNK	EUR	1,016,403	0.45
860,000	Wal-Mart Stores Inc., senior bond, 2.55%, 04/08/26	USA	EUR	996,916	0.44
900,000	Bayer Capital Corp. BV, senior note, Reg S, 1.50%, 06/26/26	DEU	EUR	934,339	0.41
904,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	930,853	0.41
890,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	929,694	0.41
871,000	Enel Finance International NV, senior note, Reg S, 1.375%, 06/01/26	ITA	EUR	926,452	0.41
879,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	896,576	0.40
900,000	Syngenta Finance NV, senior bond, Reg S, 1.25%, 09/10/27	CHE	EUR	858,146	0.38
795,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	828,267	0.37
779,000	Schlumberger Finance France SAS, senior note, Reg S, 1.00%, 02/18/26	USA	EUR	819,714	0.36
800,000	Bankia SA, senior note, Reg S, 0.875%, 03/25/24	ESP	EUR	815,688	0.36
776,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	801,197	0.35
677,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	800,597	0.35
573,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	627,011	0.28
682,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	621,080	0.27
688,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	618,798	0.27
600,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	615,780	0.27
582,000	Telstra Corp. Ltd., senior note, Reg S, 1.125%, 04/14/26	AUS	EUR	614,484	0.27
701,000	Iron Mountain Inc., senior note, 144A, 4.875%, 09/15/27	USA	USD	614,304	0.27
686,000	Shea Homes LP/Shea Homes Funding Corp., senior bond, 144A, 6.125%, 04/01/25	USA	USD	612,165	0.27
678,000	Freeport-McMoRan Inc., senior note, 4.55%, 11/14/24	USA	USD	611,145	0.27
585,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	604,712	0.27
583,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	604,285	0.27
657,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	603,919	0.27
658,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.125%, 05/01/27	USA	USD	600,705	0.27
573,000	Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, secured bond, Reg S, 4.00%, 01/15/25	DEU	EUR	596,310	0.26
587,000	Bausch Health Cos. Inc., senior note, Reg S, 4.50%, 05/15/23	CAN	EUR	596,128	0.26
696,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	591,556	0.26
659,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	587,642	0.26
664,000	BWAY Holding Co., secured note, 144A, 5.50%, 04/15/24	USA	USD	586,625	0.26
667,000	Par Pharmaceutical Inc., senior secured note, 144A, 7.50%, 04/01/27	USA	USD	577,908	0.25
682,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	563,909	0.25
707,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	546,702	0.24
654,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	518,466	0.23
				41,689,398	18.42

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
2,750,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	2,991,189	1.32
2,699,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	2,976,565	1.31
2,843,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	2,971,461	1.31
2,748,000	Government of Finland, senior bond, Reg S, 0.875%, 09/15/25	FIN	EUR	2,967,071	1.31
2,624,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	2,926,101	1.29
2,419,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	2,907,166	1.28
2,679,000	Government of Portugal, senior note, 144A, Reg S, 2.20%, 10/17/22	PRT	EUR	2,901,678	1.28
2,503,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	2,888,450	1.28
2,270,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	2,886,067	1.28
2,048,000	Government of France, 6.00%, 10/25/25	FRA	EUR	2,884,608	1.27
2,163,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	2,866,289	1.27
2,103,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	2,851,563	1.26
2,132,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	2,825,060	1.25
2,293,000	Government of Spain, senior bond, Reg S, 5.40%, 01/31/23	ESP	EUR	2,763,925	1.22
2,341,000	Government of Spain, senior bond, 144A, Reg S, 5.85%, 01/31/22	ESP	EUR	2,720,921	1.20
2,202,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	2,505,601	1.11
1,982,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	2,340,980	1.03
1,015,000	Government of France, Reg S, 4, 4.00%, 04/25/60	FRA	EUR	2,012,527	0.89
994,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	1,896,984	0.84
1,684,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	1,765,792	0.78
937,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	1,597,215	0.71
906,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	1,563,679	0.69
1,211,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	1,538,793	0.68
1,085,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	1,396,959	0.62
759,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	1,393,224	0.62
1,299,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	1,387,761	0.61
1,202,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	1,348,079	0.60
673,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	1,330,945	0.59
924,000	Government of Spain, senior bond, 144A, Reg S, 2.90%, 10/31/46	ESP	EUR	1,256,732	0.56
799,000	Government of Germany, Reg S, 2.50%, 07/04/44	DEU	EUR	1,248,701	0.55
748,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	1,183,377	0.52
692,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	1,181,438	0.52
638,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	1,088,750	0.48
				71,365,651	31.53
	Securities Maturing Within One Year				
2,294,000	Government of Germany, Reg S, 3.25%, 01/04/20	DEU	EUR	2,340,740	1.03
	TOTAL BONDS			115,395,789	50.98
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			125,531,037	55.46
	TOTAL INVESTMENTS			219,468,687	96.96

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Real Estate Fund

(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				
219,059	Sun Hung Kai Properties Ltd.	HKG	HKD	3,715,407	2.41
151,606	Mitsui Fudosan Co. Ltd.	JPN	JPY	3,673,443	2.39
188,393	Mitsubishi Estate Co. Ltd.	JPN	JPY	3,503,320	2.28
1,307,000	New World Development Co. Ltd.	HKG	HKD	2,044,449	1.33
731,916	CapitaLand Ltd.	SGP	SGD	1,909,229	1.24
50,500	Nomura Real Estate Holdings Inc.	JPN	JPY	1,084,752	0.70
				15,930,600	10.35
	Diversified REITs				
16,362	Gecina SA	FRA	EUR	2,447,910	1.59
483,947	GPT Group	AUS	AUD	2,089,196	1.35
247	Kenedix Office Investment Corp.	JPN	JPY	1,766,249	1.15
140,836	Land Securities Group PLC	GBR	GBP	1,490,217	0.97
818	Hulic REIT Inc.	JPN	JPY	1,419,475	0.92
148,500	VEREIT Inc.	USA	USD	1,337,985	0.87
933	Premier Investment Corp.	JPN	JPY	1,227,040	0.80
				11,778,072	7.65
	Health Care REITs				
49,675	Welltower Inc.	USA	USD	4,050,003	2.63
100,335	HCP Inc.	USA	USD	3,208,713	2.09
72,400	Physicians Realty Trust	USA	USD	1,262,656	0.82
46,100	CareTrust REIT Inc.	USA	USD	1,096,258	0.71
				9,617,630	6.25
	Hotel & Resort REITs				
124,578	Host Hotels & Resorts Inc.	USA	USD	2,269,811	1.47
16,700	Ryman Hospitality Properties Inc.	USA	USD	1,354,203	0.88
40,600	MGM Growth Properties LLC, A	USA	USD	1,244,390	0.81
				4,868,404	3.16
	Hotels, Resorts & Cruise Lines				
9,040	Hilton Worldwide Holdings Inc.	USA	USD	883,570	0.57
	Industrial REITs				
87,131	Prologis Inc.	USA	USD	6,979,193	4.53
355,571	Goodman Group	AUS	AUD	3,751,384	2.44
348,645	Segro PLC	GBR	GBP	3,233,046	2.10
62,500	First Industrial Realty Trust Inc.	USA	USD	2,296,250	1.49
50,700	Rexford Industrial Realty Inc.	USA	USD	2,046,759	1.33
51,300	Americold Realty Trust	USA	USD	1,663,146	1.08
1,306	GLP J-REIT	JPN	JPY	1,487,449	0.97
1,077,803	Mapletree Logistics Trust	SGP	SGD	1,266,364	0.82
				22,723,591	14.76
	Office REITs				
22,860	Boston Properties Inc.	USA	USD	2,948,940	1.91
19,961	Alexandria Real Estate Equities Inc.	USA	USD	2,816,297	1.83
283,380	Dexus	AUS	AUD	2,581,963	1.68
26,527	Kilroy Realty Corp.	USA	USD	1,957,958	1.27
175,344	Inmobiliaria Colonial SA	ESP	EUR	1,952,534	1.27
38,027	Derwent London PLC	GBR	GBP	1,504,791	0.98
813	ORIX JREIT Inc.	JPN	JPY	1,482,432	0.96
29,861	Highwoods Properties Inc.	USA	USD	1,233,259	0.80
33,925	Cousins Properties Inc.	USA	USD	1,227,067	0.80
1,051	Ichigo Office REIT Investment	JPN	JPY	997,193	0.65
				18,702,434	12.15
	Real Estate Development				
403,500	CK Asset Holdings Ltd.	HKG	HKD	3,158,417	2.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Real Estate Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Operating Companies				
263,826	Aroundtown SA	DEU	EUR	2,173,297	1.41
53,985	Deutsche Wohnen AG	DEU	EUR	1,980,502	1.28
124,711	Fabege AB	SWE	SEK	1,876,863	1.22
407,200	Swire Properties Ltd.	HKG	HKD	1,644,510	1.07
33,124	Vonovia SE	DEU	EUR	1,581,595	1.03
130,686	Hemfosa Fastigheter AB	SWE	SEK	1,234,958	0.80
61,758	Hufvudstaden AB, A	SWE	SEK	1,050,150	0.68
12,249	ADO Properties SA	DEU	EUR	506,601	0.33
				12,048,476	7.82
	Residential REITs				
21,679	AvalonBay Communities Inc.	USA	USD	4,404,739	2.86
57,265	Equity Residential	USA	USD	4,347,559	2.82
29,400	Camden Property Trust	USA	USD	3,069,066	1.99
21,698	Equity Lifestyle Properties Inc.	USA	USD	2,632,835	1.71
82,800	American Homes 4 Rent, A	USA	USD	2,012,868	1.31
151,420	Unite Group PLC	GBR	GBP	1,873,923	1.22
50,700	Canadian Apartment Properties REIT	CAN	CAD	1,872,000	1.22
				20,212,990	13.13
	Retail REITs				
34,742	Simon Property Group Inc.	USA	USD	5,550,382	3.60
42,003	Realty Income Corp.	USA	USD	2,896,947	1.88
30,764	Regency Centers Corp.	USA	USD	2,053,189	1.33
13,612	Unibail-Rodamco-Westfield	FRA	EUR	2,038,805	1.32
143,911	Link REIT	HKG	HKD	1,768,458	1.15
909,400	CapitaLand Mall Trust	SGP	SGD	1,767,391	1.15
91,000	Brixmor Property Group Inc.	USA	USD	1,627,080	1.06
58,700	SmartCentres REIT	CAN	CAD	1,488,396	0.97
110,600	Retail Properties of America Inc., A	USA	USD	1,300,656	0.84
10,448	Agree Realty Corp.	USA	USD	669,194	0.43
242,616	Scentre Group	AUS	AUD	653,969	0.43
9,600	Spirit Realty Capital Inc.	USA	USD	409,536	0.27
				22,224,003	14.43
	Specialized REITs				
28,165	Digital Realty Trust Inc.	USA	USD	3,317,555	2.15
11,317	Public Storage	USA	USD	2,695,370	1.75
67,126	CubeSmart	USA	USD	2,244,694	1.46
7,600	American Tower Corp.	USA	USD	1,553,820	1.01
7,602	Coresite Realty Corp.	USA	USD	875,522	0.57
				10,686,961	6.94
	TOTAL SHARES			152,835,148	99.26
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			152,835,148	99.26
	TOTAL INVESTMENTS			152,835,148	99.26

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Global Small-Mid Cap Fund

(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				
	Capital Markets				
297,000	Fairfax India Holdings Corp.	CAN	USD	3,771,900	4.63
287,032	Fairfax Africa Holdings Corp.	CAN	USD	2,256,072	2.77
1,896,330	ABG Sundal Collier Holding ASA	NOR	NOK	831,090	1.02
				6,859,062	8.42
	Chemicals				
52,100	Hexpol AB	SWE	SEK	424,446	0.52
	Commercial Services & Supplies				
112,800	ISS AS	DNK	DKK	3,403,345	4.18
130,600	Elis SA	FRA	EUR	2,368,138	2.90
61,568	Prosegur Cash SA	ESP	EUR	121,789	0.15
				5,893,272	7.23
	Containers & Packaging				
199,900	Ardagh Group SA	USA	USD	3,498,250	4.29
	Diversified Consumer Services				
19,600	frontdoor Inc.	USA	USD	853,580	1.05
	Energy Equipment & Services				
605,675	John Wood Group PLC	GBR	GBP	3,476,680	4.27
	Food & Staples Retailing				
1,604,500	Total Produce PLC	IRL	EUR	2,663,151	3.27
	Food Products				
1,185,000	Cloetta AB, B	SWE	SEK	3,853,907	4.73
	Health Care Providers & Services				
41,900	BML Inc.	JPN	JPY	1,189,149	1.46
	Hotels, Restaurants & Leisure				
228,600	Elior Group SA	FRA	EUR	3,141,996	3.85
	Insurance				
4,600	Markel Corp.	USA	USD	5,012,160	6.15
109,600	Arch Capital Group Ltd.	USA	USD	4,063,968	4.99
7,700	Fairfax Financial Holdings Ltd.	CAN	CAD	3,778,776	4.64
13,900	RenaissanceRe Holdings Ltd.	USA	USD	2,474,339	3.03
				15,329,243	18.81
	Interactive Media & Services				
61,200	58.com Inc., ADR	CHN	USD	3,804,804	4.67
	Leisure products				
32,800	Bandai Namco Holdings Inc.	JPN	JPY	1,591,022	1.95
	Machinery				
366,590	Zardoya Otis SA	ESP	EUR	2,783,942	3.41
	Media				
169,700	Liberty Latin America Ltd., A	CHL	USD	2,923,931	3.59
60,800	Liberty Latin America Ltd.	CHL	USD	1,045,152	1.28
				3,969,083	4.87
	Metals & Mining				
938,700	Major Drilling Group International Inc.	CAN	CAD	3,031,648	3.72
	Professional Services				
250,076	PageGroup PLC	GBR	GBP	1,629,206	2.00
219,400	SThree PLC	GBR	GBP	794,087	0.97
				2,423,293	2.97

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Global Small-Mid Cap Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Management & Development				
2,134,800	Hang Lung Properties Ltd.	HKG	HKD	5,077,294	6.23
79,300	Kennedy-Wilson Holdings Inc.	USA	USD	1,631,201	2.00
273,800	LSL Property Services PLC	GBR	GBP	730,196	0.90
				7,438,691	9.13
	Software				
132,037	Hansen Technologies Ltd.	AUS	AUD	364,246	0.45
	Specialty Retail				
95,900	Grandvision NV	NLD	EUR	2,228,449	2.73
42,600	Signet Jewelers Ltd.	USA	USD	761,688	0.94
				2,990,137	3.67
	Tobacco				
256,200	Scandinavian Tobacco Group AS	DNK	DKK	2,985,059	3.66
	Trading Companies & Distributors				
95,500	NOW Inc.	USA	USD	1,409,580	1.73
	TOTAL SHARES			79,974,241	98.13
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			79,974,241	98.13
	TOTAL INVESTMENTS			79,974,241	98.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Gold and Precious Metals Fund

(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 Metals & Mining				
2,415,800	Ivanhoe Mines Ltd., A	CAN	CAD	7,673,013	2.94
587,189	Imperial Metals Corp.	CAN	CAD	1,138,737	0.43
1,341,039	Orla Mining Ltd.	CAN	CAD	1,126,278	0.43
1,000,000	Adventus Mining Corp.	CAN	CAD	725,329	0.28
143,119	Sandfire Resources NL	AUS	AUD	672,093	0.26
4,600,000	Pantoro Ltd.	AUS	AUD	645,794	0.25
42,201,310	Geopacific Resources Ltd.	AUS	AUD	622,087	0.24
1,500,000	INV Metals Inc.	CAN	CAD	492,460	0.19
330,000	Bluestone Resources Inc., 144A	CAN	CAD	249,437	0.09
				13,345,228	5.11
	Gold				
5,682,155	B2Gold Corp.	CAN	CAD	17,266,636	6.61
703,424	Newcrest Mining Ltd.	AUS	AUD	15,775,903	6.04
970,846	Barrick Gold Corp.	CAN	USD	15,310,242	5.86
715,620	AngloGold Ashanti Ltd., ADR	ZAF	USD	12,745,192	4.88
1,475,000	Centerra Gold Inc.	CAN	CAD	10,383,279	3.98
23,077,689	Perseus Mining Ltd.	AUS	AUD	9,476,640	3.63
245,000	Newmont Goldcorp Corp.	USA	USD	9,425,150	3.61
2,836,150	OceanaGold Corp.	AUS	CAD	7,752,180	2.97
2,158,500	Alacer Gold Corp.	USA	CAD	7,498,511	2.87
728,000	Pretium Resources Inc.	CAN	CAD	7,275,831	2.79
1,185,071	Alamos Gold Inc., A	CAN	CAD	7,147,976	2.74
4,574,400	Centamin PLC	EGY	GBP	6,645,793	2.54
1,058,800	Alamos Gold Inc., A	CAN	USD	6,405,740	2.45
124,935	Agnico Eagle Mines Ltd.	CAN	CAD	6,404,379	2.45
2,169,000	Continental Gold Inc.	CAN	CAD	6,276,396	2.40
579,550	Torex Gold Resources Inc.	CAN	CAD	5,955,902	2.28
1,017,640	Eldorado Gold Corp.	CAN	CAD	5,912,762	2.26
2,853,815	St. Barbara Ltd.	AUS	AUD	5,889,512	2.26
350,000	Endeavour Mining Corp.	CAN	CAD	5,705,287	2.18
451,000	Detour Gold Corp.	CAN	CAD	5,688,506	2.18
284,400	AngloGold Ashanti Ltd.	ZAF	ZAR	5,127,673	1.96
1,431,500	IAMGOLD Corp.	CAN	USD	4,838,470	1.85
1,097,500	SEMAFO Inc.	CAN	CAD	4,323,802	1.66
1,058,800	Golden Star Resources Ltd.	USA	USD	4,266,964	1.63
74,000	Agnico Eagle Mines Ltd.	CAN	USD	3,791,760	1.45
4,467,100	Guyana Goldfields Inc.	CAN	CAD	3,512,970	1.35
24,465,809	Red 5 Ltd.	AUS	AUD	3,091,280	1.18
3,405,200	Asanko Gold Inc.	CAN	CAD	2,157,905	0.83
2,292,424	Great Panther Mining Ltd.	CAN	CAD	1,960,309	0.75
700,000	Shandong Gold Mining Co. Ltd., 144A, Reg S	CHN	HKD	1,863,764	0.71
4,000,000	SolGold PLC	AUS	GBP	1,625,536	0.62
11,562,500	Lydian International Ltd.	CAN	CAD	1,280,063	0.49
376,802	Teranga Gold Corp.	CAN	CAD	1,153,637	0.44
2,206,700	Midas Gold Corp.	CAN	CAD	1,061,440	0.41
1,723,300	Lion One Metals Ltd.	CAN	CAD	921,023	0.35
1,727,000	Rubicon Minerals Corp.	CAN	CAD	870,258	0.33
4,506,500	Belo Sun Mining Corp.	CAN	CAD	808,572	0.31
11,209,588	RTG Mining Inc., IDR	AUS	AUD	653,091	0.25
60,000	Osisko Gold Royalties Ltd.	CAN	CAD	625,310	0.24
1,526,315	Dacian Gold Ltd.	AUS	AUD	567,840	0.22
118,400	TMAC Resources Inc.	CAN	CAD	560,473	0.22
2,400,000	West African Resources Ltd.	AUS	AUD	547,521	0.21
5,278,400	St. Augustine Gold and Copper Ltd.	PHL	CAD	100,752	0.04
200,000	Solomon Gold PLC	AUS	GBP	81,277	0.03
320,000	Lydian International Ltd., 144A	CAN	CAD	35,427	0.01
358,843	RTG Mining Inc.	AUS	CAD	20,548	0.01
35,000	Chalice Gold Mines Ltd.	AUS	AUD	2,948	0.00
				220,792,430	84.53

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Gold and Precious Metals Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Precious Metals & Minerals				
1,380,400	Impala Platinum Holdings Ltd.	ZAF	ZAR	6,834,221	2.62
86,800	Anglo American Platinum Ltd.	ZAF	ZAR	5,156,425	1.97
328,000	Fresnillo PLC	GBR	GBP	3,624,762	1.39
665,997	Royal Bafokeng Platinum Ltd.	ZAF	ZAR	1,635,642	0.63
349,860	Northam Platinum Ltd.	ZAF	ZAR	1,465,164	0.56
858,096	Platinum Group Metals Ltd.	ZAF	CAD	1,126,876	0.43
390,558	Platinum Group Metals Ltd.	ZAF	USD	511,631	0.20
569,380	Eastern Platinum Ltd.	CAN	CAD	113,028	0.04
				20,467,749	7.84
	Silver				
276,000	MAG Silver Corp.	CAN	CAD	2,912,250	1.11
959,125	Hochschild Mining PLC	PER	GBP	2,331,330	0.89
106,222	Pan American Silver Corp.	CAN	CAD	1,373,040	0.53
				6,616,620	2.53
	TOTAL SHARES			261,222,027	100.01
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			261,222,027	100.01
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Gold				
200,000	Midas Gold Corp., 144A	CAN	CAD	96,201	0.04
	TOTAL SHARES			96,201	0.04
	WARRANTS				
	Precious Metals & Minerals				
2,700,000	Platinum Group Metals Ltd., wts., 11/15/19	ZAF	USD	40,500	0.01
	TOTAL WARRANTS			40,500	0.01
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			136,701	0.05
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Metals & Mining				
500,000	Bluestone Resources Inc. **	CAN	CAD	367,025	0.14
7,220,799	Nautilus Minerals Inc. **	CAN	CAD	124,028	0.05
				491,053	0.19
	Gold				
1,500,000	Ascot Resources Ltd. **	CAN	CAD	759,681	0.29
6,393,420	Gascoyne Resources Ltd. **	AUS	AUD	87,513	0.03
				847,194	0.32
	TOTAL SHARES			1,338,247	0.51
	RIGHTS				
	Silver				
550,600	Pan American Silver Corp., rts., 02/20/49 **	CAN	CAD	141,221	0.05
	TOTAL RIGHTS			141,221	0.05
	WARRANTS				
	Diversified Metals & Mining				
250,000	Bluestone Resources Inc., wts., 03/19/21 **	CAN	CAD	42,507	0.02
140,000	Orla Mining Ltd., wts., 02/15/21 **	CAN	CAD	1,527	0.00
				44,034	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Gold and Precious Metals Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Gold				
1,500,000	Ascot Resources Ltd., wts., 05/21/20 **	CAN	CAD	24,764	0.01
	TOTAL WARRANTS			68,798	0.03
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,548,266	0.59
	TOTAL INVESTMENTS			262,906,994	100.65

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin High Yield Fund

(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				
	Oil, Gas & Consumable Fuels				
576,519	Goodrich Petroleum Corp.	USA	USD	7,488,982	0.46
1,103,511	Halcon Resources Corp.	USA	USD	195,101	0.01
5,262	Midstates Petroleum Co. Inc.	USA	USD	30,993	0.00
				7,715,076	0.47
	Paper & Forest Products				
77,949	Verso Corp., A	USA	USD	1,484,928	0.09
	TOTAL SHARES			9,200,004	0.56
	WARRANTS				
	Oil, Gas & Consumable Fuels				
99,135	Halcon Resources Corp., wts., 09/09/20	USA	USD	793	0.00
	TOTAL WARRANTS			793	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			9,200,797	0.56
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
196,128	Titan Energy LLC	USA	USD	7,473	0.00
	TOTAL SHARES			7,473	0.00
	WARRANTS				
	Paper & Forest Products				
8,204	Verso Corp., wts., 07/25/23	USA	USD	32,816	0.00
	TOTAL WARRANTS			32,816	0.00
	BONDS				
	Corporate Bonds				
27,600,000	CSC Holdings LLC, senior bond, 5.25%, 06/01/24	USA	USD	28,738,500	1.74
24,700,000	BWAY Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	23,897,250	1.45
21,400,000	Cheniere Corpus Christi Holdings LLC, senior secured note, first lien, 5.875%, 03/31/25	USA	USD	23,887,750	1.45
24,500,000	Vertiv Group Corp., senior note, 144A, 9.25%, 10/15/24	USA	USD	23,581,250	1.43
20,500,000	Sirius XM Radio Inc., senior bond, 144A, 6.00%, 07/15/24	USA	USD	21,145,750	1.28
20,000,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 5.70%, 01/11/25	MEX	USD	20,774,300	1.26
19,500,000	WellCare Health Plans Inc., senior note, 5.25%, 04/01/25	USA	USD	20,401,875	1.23
20,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	19,924,000	1.21
17,800,000	Hanesbrands Inc., senior note, 144A, 4.625%, 05/15/24	USA	USD	18,568,960	1.12
17,600,000	Unitymedia KabelBW GmbH, senior bond, 144A, 6.125%, 01/15/25	DEU	USD	18,436,000	1.12
17,700,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	18,098,250	1.10
17,000,000	TransDigm Inc., senior secured note, 144A, 6.25%, 03/15/26	USA	USD	17,828,750	1.08
18,400,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 7.75%, 04/15/23	USA	USD	17,664,000	1.07
17,000,000	Infor (U.S.) Inc., senior note, 6.50%, 05/15/22	USA	USD	17,362,950	1.05
16,100,000	Navient Corp., senior note, 7.25%, 09/25/23	USA	USD	17,247,125	1.04
16,500,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	17,176,500	1.04
16,600,000	Clearway Energy Operating LLC, senior bond, 5.375%, 08/15/24	USA	USD	16,973,500	1.03
15,000,000	Energy Transfer Operating LP, senior note, 5.50%, 06/01/27	USA	USD	16,787,087	1.02
19,700,000	Talen Energy Supply LLC, senior note, 6.50%, 06/01/25	USA	USD	16,597,250	1.00
15,200,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	16,017,000	0.97
15,400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 02/15/25	LUX	USD	15,996,750	0.97
15,300,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	15,797,250	0.96
15,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	15,779,475	0.96
15,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	15,274,500	0.92
14,800,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	15,133,000	0.92
15,000,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.25%, 05/15/27	USA	USD	15,075,000	0.91
14,300,000	Centene Corp., senior note, 144A, 5.375%, 06/01/26	USA	USD	15,068,625	0.91

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
14,400,000	Cheniere Energy Partners LP, senior secured note, first lien, 5.25%, 10/01/25	USA	USD	14,940,000	0.90
13,700,000	HCA Inc., senior secured note, first lien, 5.00%, 03/15/24	USA	USD	14,934,258	0.90
14,000,000	Novelis Corp., senior note, 144A, 6.25%, 08/15/24	USA	USD	14,713,440	0.89
15,000,000	NCI Building Systems Inc., senior secured note, 144A, 8.00%, 04/15/26	USA	USD	14,662,500	0.89
14,200,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 5.75%, 04/01/25	USA	USD	14,448,500	0.87
13,300,000	Vistra Operations Co. LLC, senior note, 144A, 5.625%, 02/15/27	USA	USD	14,131,250	0.86
13,050,000	Hughes Satellite Systems Corp., senior bond, 6.625%, 08/01/26	USA	USD	13,751,437	0.83
13,200,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.25%, 05/15/24	CAN	USD	13,363,878	0.81
12,500,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	13,285,000	0.80
12,400,000	Royal Bank of Scotland Group PLC, sub. note, 5.125%, 05/28/24	GBR	USD	13,091,238	0.79
12,200,000	Sprint Corp., senior note, 7.625%, 03/01/26	USA	USD	13,035,700	0.79
14,800,000	West Corp., senior note, 144A, 8.50%, 10/15/25	USA	USD	13,024,000	0.79
11,500,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.50%, 02/15/24	IRL	USD	12,390,100	0.75
12,000,000	Altice Luxembourg SA, senior note, 144A, 10.50%, 05/15/27	LUX	USD	12,306,900	0.74
11,600,000	Studio City Finance Ltd., senior note, 144A, 7.25%, 02/11/24	MAC	USD	12,098,800	0.73
11,000,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.875%, 08/15/23	USA	USD	11,905,300	0.72
10,700,000	HCA Inc., senior bond, 5.875%, 02/01/29	USA	USD	11,743,250	0.71
10,500,000	Energy Transfer Operating LP, senior note, 5.875%, 01/15/24	USA	USD	11,678,395	0.71
11,200,000	Diamondback Energy Inc., senior note, 144A, 4.75%, 11/01/24	USA	USD	11,536,000	0.70
11,200,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 6.25%, 04/01/23	USA	USD	11,480,000	0.69
11,000,000	First Data Corp., secured note, first lien, 144A, 5.00%, 01/15/24	USA	USD	11,276,375	0.68
10,800,000	DAE Funding LLC, senior note, 144A, 5.00%, 08/01/24	ARE	USD	11,272,500	0.68
10,900,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	11,158,875	0.68
11,600,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	11,078,000	0.67
10,500,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.00%, 06/01/24	USA	USD	10,867,500	0.66
10,000,000	HCA Inc., senior bond, 5.625%, 09/01/28	USA	USD	10,850,000	0.66
10,000,000	CIT Group Inc., senior bond, 5.00%, 08/15/22	USA	USD	10,600,000	0.64
11,000,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	10,450,000	0.63
10,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	10,450,000	0.63
9,500,000	International Game Technology PLC, senior secured note, first lien, 144A, 6.25%, 01/15/27	USA	USD	10,426,250	0.63
10,000,000	Steel Dynamics Inc., senior bond, 5.50%, 10/01/24	USA	USD	10,387,500	0.63
10,000,000	Taylor Morrison Communities Inc./Taylor Morrison Holdings II Inc., senior note, 144A, 5.625%, 03/01/24	USA	USD	10,375,000	0.63
10,000,000	United Rentals North America Inc., senior bond, 5.25%, 01/15/30	USA	USD	10,300,000	0.62
10,000,000	AMC Networks Inc., senior note, 5.00%, 04/01/24	USA	USD	10,287,500	0.62
9,400,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	10,246,000	0.62
10,000,000	DAE Funding LLC, senior note, 144A, 4.50%, 08/01/22	ARE	USD	10,175,000	0.62
10,000,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	10,137,500	0.61
9,805,000	Horizon Pharma USA Inc., senior note, 6.625%, 05/01/23	USA	USD	10,105,278	0.61
10,000,000	Tegna Inc., senior note, 5.125%, 07/15/20	USA	USD	10,037,500	0.61
10,000,000	CommScope Inc., senior note, 144A, 5.00%, 06/15/21	USA	USD	10,012,500	0.61
9,800,000	Post Holdings Inc., senior bond, 144A, 5.00%, 08/15/26	USA	USD	9,971,500	0.60
10,100,000	MEDNAX Inc., senior note, 144A, 6.25%, 01/15/27	USA	USD	9,961,125	0.60
10,500,000	First Quantum Minerals Ltd., senior note, 144A, 6.875%, 03/01/26	ZMB	USD	9,778,125	0.59
9,400,000	Jaguar Holding Co. II/Pharmaceutical Product Development LLC, senior note, 144A, 6.375%, 08/01/23	USA	USD	9,752,500	0.59
9,200,000	Lamb Weston Holdings Inc., senior note, 144A, 4.875%, 11/01/26	USA	USD	9,614,000	0.58
9,200,000	Lamb Weston Holdings Inc., senior note, 144A, 4.625%, 11/01/24	USA	USD	9,579,500	0.58
9,000,000	CSC Holdings LLC, senior secured note, first lien, 144A, 5.50%, 05/15/26	USA	USD	9,460,800	0.57
9,600,000	SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., senior note, 144A, 7.50%, 06/15/25	USA	USD	9,408,000	0.57
9,000,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior secured note, first lien, 144A, 5.125%, 07/15/23	USA	USD	9,191,250	0.56
13,600,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	9,180,000	0.56
9,000,000	Amkor Technology Inc., senior note, 144A, 6.625%, 09/15/27	USA	USD	8,989,650	0.54
9,100,000	Clearway Energy Operating LLC, senior bond, 5.00%, 09/15/26	USA	USD	8,895,250	0.54
9,200,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	8,889,500	0.54

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
8,200,000	MGM Growth Properties Operating Partnership LP/MGP Finance Co-Issuer Inc., senior note, 144A, 5.75%, 02/01/27	USA	USD	8,845,750	0.54
10,000,000	Chesapeake Energy Corp., senior bond, 8.00%, 06/15/27	USA	USD	8,793,800	0.53
8,500,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	8,744,375	0.53
8,400,000	Symantec Corp., senior note, 144A, 5.00%, 04/15/25	USA	USD	8,614,900	0.52
8,300,000	Crown Americas LLC/Crown Americas Capital Corp. VI, senior note, 4.75%, 02/01/26	USA	USD	8,549,000	0.52
9,400,000	CSI Compressco LP/CSI Compressco Finance Inc., senior note, 7.25%, 08/15/22	USA	USD	8,483,500	0.51
8,300,000	Tenet Healthcare Corp., senior note, 6.75%, 06/15/23	USA	USD	8,362,250	0.51
7,800,000	Avantor Inc., senior secured note, first lien, 144A, 6.00%, 10/01/24	USA	USD	8,318,700	0.50
8,300,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	8,248,125	0.50
7,700,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 08/01/24	USA	USD	7,996,142	0.48
10,363,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	7,862,926	0.48
7,300,000	Stars Group Holdings BV/Stars Group U.S. Co-Borrower LLC, senior note, 144A, 7.00%, 07/15/26	CAN	USD	7,738,000	0.47
7,300,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.25%, 08/15/22	IRL	USD	7,706,172	0.47
10,000,000	CHS/Community Health Systems Inc., senior note, 144A, 8.125%, 06/30/24	USA	USD	7,525,000	0.46
7,300,000	Netflix Inc., senior bond, 4.375%, 11/15/26	USA	USD	7,484,690	0.45
7,300,000	ARD Finance SA, secured note, PIK, 7.125%, 09/15/23 ‡	LUX	USD	7,482,500	0.45
7,200,000	Aramark Services Inc., senior bond, 144A, 5.00%, 02/01/28	USA	USD	7,425,000	0.45
6,900,000	Springleaf Finance Corp., senior note, 6.625%, 01/15/28	USA	USD	7,262,250	0.44
7,100,000	Herc Holdings Inc., senior note, 144A, 5.50%, 07/15/27	USA	USD	7,162,125	0.43
7,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	6,973,750	0.42
6,800,000	Terex Corp., senior note, 144A, 5.625%, 02/01/25	USA	USD	6,893,500	0.42
7,000,000	QEP Resources Inc., senior bond, 5.375%, 10/01/22	USA	USD	6,833,750	0.41
6,400,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	6,832,000	0.41
6,500,000	T-Mobile USA Inc., senior note, 5.125%, 04/15/25	USA	USD	6,789,445	0.41
6,600,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 07/15/24	USA	USD	6,770,148	0.41
6,400,000	CDW LLC/CDW Finance Corp., senior note, 5.00%, 09/01/25	USA	USD	6,684,000	0.40
6,000,000	CNO Financial Group Inc., senior note, 5.25%, 05/30/29	USA	USD	6,510,000	0.39
6,200,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	6,370,500	0.39
6,000,000	Sunoco LP/Sunoco Finance Corp., senior note, 144A, 6.00%, 04/15/27	USA	USD	6,315,000	0.38
5,800,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 144A, 9.25%, 02/15/24	USA	USD	6,307,500	0.38
6,000,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.25%, 06/01/26	USA	USD	6,307,440	0.38
6,100,000	H&E Equipment Services Inc., senior note, 5.625%, 09/01/25	USA	USD	6,296,725	0.38
5,900,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.50%, 05/01/26	USA	USD	6,189,395	0.37
6,000,000	CyrusOne LP/CyrusOne Finance Corp., senior note, 5.00%, 03/15/24	USA	USD	6,180,000	0.37
5,900,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	6,000,153	0.36
5,600,000	Aker BP ASA, senior note, 144A, 5.875%, 03/31/25	NOR	USD	5,927,169	0.36
5,400,000	Gray Escrow Inc., senior note, 144A, 7.00%, 05/15/27	USA	USD	5,872,500	0.36
5,600,000	Block Communications Inc., senior note, 144A, 6.875%, 02/15/25	USA	USD	5,866,000	0.36
5,500,000	OCI NV, senior note, 144A, 6.625%, 04/15/23	NLD	USD	5,761,250	0.35
5,600,000	WMG Acquisition Corp., secured note, first lien, 144A, 5.00%, 08/01/23	USA	USD	5,733,000	0.35
5,300,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	5,498,750	0.33
5,000,000	Cheniere Corpus Christi Holdings LLC, senior secured bond, first lien, 5.125%, 06/30/27	USA	USD	5,443,750	0.33
5,200,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.25%, 08/01/26	USA	USD	5,440,500	0.33
5,100,000	Netflix Inc., senior bond, 144A, 5.375%, 11/15/29	USA	USD	5,429,919	0.33
5,000,000	United Rentals North America Inc., senior bond, 5.875%, 09/15/26	USA	USD	5,343,750	0.32
5,000,000	Navient Corp., senior note, 6.50%, 06/15/22	USA	USD	5,323,700	0.32
5,000,000	Element Solutions Inc., senior note, 144A, 5.875%, 12/01/25	USA	USD	5,231,250	0.32
5,000,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	5,176,500	0.31
5,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 06/01/29	USA	USD	5,175,000	0.31
4,700,000	CIT Group Inc., senior note, 5.25%, 03/07/25	USA	USD	5,164,125	0.31
5,000,000	Post Holdings Inc., senior bond, 144A, 5.625%, 01/15/28	USA	USD	5,156,250	0.31
5,000,000	First Data Corp., secured note, second lien, 144A, 5.75%, 01/15/24	USA	USD	5,150,000	0.31
5,000,000	Virgin Media Secured Finance PLC, senior secured bond, 144A, 5.25%, 01/15/26	GBR	USD	5,118,750	0.31
5,000,000	DISH DBS Corp., senior bond, 5.875%, 07/15/22	USA	USD	5,093,750	0.31
4,600,000	Dell International LLC/EMC Corp., senior secured note, first lien, 144A, 5.45%, 06/15/23	USA	USD	4,961,044	0.30
6,790,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	4,922,750	0.30
5,000,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 04/01/23	ZMB	USD	4,887,500	0.30
5,000,000	CommScope Inc., senior bond, 144A, 5.50%, 06/15/24	USA	USD	4,756,250	0.29
4,500,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 05/15/24	AUS	USD	4,684,230	0.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
4,500,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 4.75%, 05/15/22	AUS	USD	4,657,500	0.28
4,900,000	MPH Acquisition Holdings LLC, senior note, 144A, 7.125%, 06/01/24	USA	USD	4,619,230	0.28
4,200,000	BBA U.S. Holdings Inc., senior note, 144A, 5.375%, 05/01/26	USA	USD	4,399,500	0.27
4,500,000	Party City Holdings Inc., senior note, 144A, 6.625%, 08/01/26	USA	USD	4,376,250	0.27
4,500,000	QEP Resources Inc., senior bond, 5.25%, 05/01/23	USA	USD	4,353,750	0.26
4,000,000	Cheniere Energy Partners LP, senior note, 144A, 5.625%, 10/01/26	USA	USD	4,230,000	0.26
4,000,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 08/15/26	GBR	USD	4,150,000	0.25
4,000,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior note, 144A, 7.00%, 07/15/24	USA	USD	4,143,580	0.25
4,200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	3,908,625	0.24
3,500,000	Dell International LLC/EMC Corp., senior secured bond, first lien, 144A, 6.02%, 06/15/26	USA	USD	3,862,756	0.23
5,200,000	Northwest Acquisitions ULC/Dominion Finco Inc., secured note, second lien, 144A, 7.125%, 11/01/22	CAN	USD	3,601,000	0.22
3,500,000	Catalent Pharma Solutions Inc., senior note, 144A, 5.00%, 07/15/27	USA	USD	3,569,300	0.22
3,600,000	CHS/Community Health Systems Inc., senior secured note, 5.125%, 08/01/21	USA	USD	3,532,500	0.21
3,200,000	Horizon Pharma USA Inc., senior note, 144A, 8.75%, 11/01/24	USA	USD	3,448,960	0.21
3,500,000	PetSmart Inc., senior secured note, first lien, 144A, 5.875%, 06/01/25	USA	USD	3,412,500	0.21
3,100,000	Dell International LLC/EMC Corp., senior note, 144A, 7.125%, 06/15/24	USA	USD	3,272,761	0.20
3,000,000	Dell International LLC/EMC Corp., senior note, 144A, 5.875%, 06/15/21	USA	USD	3,050,834	0.18
3,500,000	Covey Park Energy LLC/Covey Park Finance Corp., senior note, 144A, 7.50%, 05/15/25	USA	USD	2,537,500	0.15
11,366,019	Murray Energy Corp., secured note, 1.5 lien, 144A, PIK, 12.00%, 04/15/24 ‡	USA	USD	2,358,449	0.14
2,100,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 05/01/25	USA	USD	2,176,125	0.13
1,900,000	Bausch Health Cos. Inc., senior note, 144A, 5.75%, 08/15/27	USA	USD	2,001,612	0.12
1,600,000	WMG Acquisition Corp., secured note, 144A, 4.875%, 11/01/24	USA	USD	1,646,000	0.10
1,800,000	Chesapeake Energy Corp., senior note, 7.50%, 10/01/26	USA	USD	1,611,000	0.10
1,400,000	Bausch Health Cos. Inc., senior secured note, first lien, 144A, 6.50%, 03/15/22	USA	USD	1,452,500	0.09
10,000,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	531,250	0.03
				1,559,796,751	94.39
	TOTAL BONDS			1,559,796,751	94.39
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			1,559,837,040	94.39
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Oil, Gas & Consumable Fuels				
50,872	Midstates Petroleum Co. Inc., wts., 04/21/20 **	USA	USD	113	0.00
	TOTAL WARRANTS			113	0.00
	BONDS				
	Corporate Bonds				
55,500,000	Vistra Energy Corp., Escrow Account	USA	USD	138,750	0.01
1,733,089	Goss Graphic Systems Inc., senior sub. note, 12.25%, 11/19/05 ^,**	USA	USD	173	0.00
15,400,000	Midstates Petroleum Co. Inc./Midstates Petroleum Co. LLC, Escrow Account **	USA	USD	0	0.00
28,050,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
28,300,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
				138,923	0.01
	TOTAL BONDS			138,923	0.01
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			139,036	0.01
	TOTAL INVESTMENTS			1,569,176,873	94.96

‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation
^ These Bonds are currently in default

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Income Fund

(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				
	Communication Services				
388,000	Verizon Communications Inc.	USA	USD	22,166,440	1.49
15,000	Goldman Sachs International into Alphabet Inc., 7.00%, cvt. pfd., A, 144A	USA	USD	16,540,289	1.11
375,000	Royal Bank of Canada into Comcast Corp., 7.00%, cvt. pfd., A, 144A	USA	USD	14,658,066	0.99
5,000,000	Vodafone Group PLC	GBR	GBP	8,211,496	0.55
170,000	BCE Inc.	CAN	CAD	7,733,232	0.52
2,500	Royal Bank of Canada into Alphabet Inc., 6.00%, cvt. pfd., A, 144A	BEL	USD	2,746,118	0.19
				72,055,641	4.85
	Consumer Discretionary				
180,000	Daimler AG	DEU	EUR	10,011,670	0.67
225,000	General Motors Co.	USA	USD	8,669,250	0.58
70,337	Target Corp.	USA	USD	6,091,888	0.41
3,000	JP Morgan Chase Financial Co. LLC into Amazon.com Inc., 9.00%, cvt. pfd., 144A	USA	USD	5,423,546	0.37
522,241	Ford Motor Co.	USA	USD	5,342,525	0.36
				35,538,879	2.39
	Consumer Staples				
115,000	PepsiCo Inc.	USA	USD	15,079,950	1.02
70,000	The Coca-Cola Co.	USA	USD	3,564,400	0.24
				18,644,350	1.26
	Energy				
270,000	Royal Dutch Shell PLC, A, ADR	GBR	USD	17,568,900	1.18
260,000	Occidental Petroleum Corp.	USA	USD	13,072,800	0.88
103,100	Chevron Corp.	USA	USD	12,829,764	0.87
140,000	Exxon Mobil Corp.	USA	USD	10,728,200	0.72
250,000	Baker Hughes a GE Co., A	USA	USD	6,157,500	0.42
264,736	Halliburton Co.	USA	USD	6,020,097	0.41
105,000	TC Energy Corp.	CAN	USD	5,199,600	0.35
150,000	The Williams Cos. Inc.	USA	USD	4,206,000	0.28
65,000	Schlumberger Ltd.	USA	USD	2,583,100	0.17
				78,365,961	5.28
	Financials				
600,000	Wells Fargo & Co.	USA	USD	28,392,000	1.91
142,000	Morgan Stanley BV into JPMorgan Chase & Co., 6.00%, cvt. pfd., 144A	USA	USD	15,600,355	1.05
304,218	MetLife Inc.	USA	USD	15,110,508	1.02
9,000	Bank of America Corp., 7.25%, cvt. pfd., L	USA	USD	12,348,000	0.83
78,000	JPMorgan Chase & Co.	USA	USD	8,720,400	0.59
300,000	AXA SA	FRA	EUR	7,878,371	0.53
3,750,000	Barclays PLC	GBR	GBP	7,133,944	0.48
230,000	Credit Suisse AG into Bank of America Corp., 7.00%, cvt. pfd., 144A	USA	USD	6,795,046	0.46
200,000	Bank of America Corp.	USA	USD	5,800,000	0.39
75,000	Morgan Stanley	USA	USD	3,285,750	0.22
				111,064,374	7.48
	Health Care				
422,500	Pfizer Inc.	USA	USD	18,302,700	1.23
200,000	AstraZeneca PLC	GBR	GBP	16,351,876	1.10
350,000	Bristol-Myers Squibb Co.	USA	USD	15,872,500	1.07
250,000	CVS Health Corp.	USA	USD	13,622,500	0.92
70,000	Johnson & Johnson	USA	USD	9,749,600	0.66
100,000	Merck & Co. Inc.	USA	USD	8,385,000	0.57
27,600	Roche Holding AG	CHE	CHF	7,763,162	0.52
				90,047,338	6.07
	Industrials				
50,000	FedEx Corp.	USA	USD	8,209,500	0.55
40,000	3M Co.	USA	USD	6,933,600	0.47
				15,143,100	1.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Information Technology				
124,120	Apple Inc.	USA	USD	24,565,830	1.65
160,000	UBS AG London into Microsoft Corp., 6.50%, cvt. pfd., 144A	USA	USD	19,114,484	1.29
145,000	Texas Instruments Inc.	USA	USD	16,640,200	1.12
126,000	BNP Paribas Arbitrage Issuance BV into Microsoft Corp., 6.00%, cvt. pfd.	USA	USD	15,221,109	1.03
309,804	Intel Corp.	USA	USD	14,830,318	1.00
110,000	Credit Suisse AG London into Analog Devices Inc., 7.50%, cvt. pfd., 144A	USA	USD	12,075,222	0.81
75,000	Analog Devices Inc.	USA	USD	8,465,250	0.57
31,993	International Business Machines Corp.	USA	USD	4,411,835	0.30
85,000	Applied Materials Inc.	USA	USD	3,817,350	0.26
				119,141,598	8.03
	Materials				
250,000	BASF SE	DEU	EUR	18,166,864	1.22
250,000	UBS AG London into DowDuPont Inc., 6.50%, cvt. pfd., 144A	USA	USD	13,004,553	0.88
200,000	UBS AG London into Newmont Goldcorp Corp., cvt. pfd., 144A, 8.00%	USA	USD	7,462,677	0.50
85,833	Dow Inc.	USA	USD	4,232,425	0.29
1,700	Rio Tinto PLC, ADR	AUS	USD	105,978	0.01
				42,972,497	2.90
	Real Estate				
650,000	Host Hotels & Resorts Inc.	USA	USD	11,843,000	0.80
	Utilities				
460,000	The Southern Co.	USA	USD	25,428,800	1.71
289,618	Dominion Energy Inc.	USA	USD	22,393,264	1.51
80,000	Sempra Energy	USA	USD	10,995,200	0.74
100,000	Xcel Energy Inc.	USA	USD	5,949,000	0.40
				64,766,264	4.36
	TOTAL SHARES			659,583,002	44.44
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			659,583,002	44.44
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Consumer Discretionary				
10,000	Citigroup Global Markets Holdings Inc. into Amazon.com Inc., 9.00%, cvt. pfd., 144A	USA	USD	18,775,539	1.27
	Information Technology				
75,000	Morgan Stanley BV into Microchip Technology Inc., 9.00%, cvt. pfd., 144A	USA	USD	6,000,551	0.40
	TOTAL SHARES			24,776,090	1.67
	BONDS				
	Asset-Backed Securities				
4,500,000	Sprint Spectrum Co. LLC, senior secured bond, first lien, 144A, 5.152%, 09/20/29	USA	USD	4,646,250	0.31
	Corporate Bonds				
29,775,000	CHS/Community Health Systems Inc., secured note, Reg S, 11.00% to 06/22/19, 9.875% thereafter, 06/30/23	USA	USD	24,367,264	1.64
24,000,000	Tenet Healthcare Corp., senior note, 6.75%, 06/15/23	USA	USD	24,180,000	1.63
33,569,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	22,826,920	1.54
19,438,000	Chesapeake Energy Corp., senior note, 144A, 8.00%, 03/15/26	USA	USD	17,737,175	1.19
16,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	16,720,000	1.13
15,000,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	15,806,250	1.06
16,100,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	15,556,625	1.05
15,000,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 05/15/23	USA	USD	14,737,500	0.99
13,500,000	Citigroup Inc., junior sub. bond, M, 6.30% to 05/15/24, FRN thereafter, Perpetual	USA	USD	14,032,777	0.95
11,000,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	11,169,070	0.75
10,000,000	JPMorgan Chase & Co., junior sub. bond, X, 6.10% to 10/01/24, FRN thereafter, Perpetual	USA	USD	10,780,350	0.73
10,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	10,519,650	0.71
10,500,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	10,460,625	0.70
10,000,000	Citigroup Inc., junior sub. bond, 5.90% to 02/15/23, FRN thereafter, Perpetual	USA	USD	10,371,540	0.70
11,050,000	Chesapeake Energy Corp., senior note, 8.00%, 01/15/25	USA	USD	10,248,875	0.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
10,000,000	DISH DBS Corp., senior bond, 5.875%, 07/15/22	USA	USD	10,187,500	0.69
10,000,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	9,700,000	0.65
10,000,000	HighPoint Operating Corp., senior bond, 7.00%, 10/15/22	USA	USD	9,700,000	0.65
8,500,000	DuPont de Nemours Inc.senior note, 4.493%, 11/15/25	USA	USD	9,407,422	0.63
8,900,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	9,183,153	0.62
8,500,000	HSBC Holdings PLC, senior note, 4.292% to 09/12/25, FRN thereafter, 09/12/26	GBR	USD	9,041,492	0.61
9,100,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	9,009,000	0.61
9,300,000	BWAY Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	8,997,750	0.61
8,200,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	8,714,960	0.59
9,875,000	Mallinckrodt International Finance SA/Mallinckrodt CB LLC, senior note, 144A, 5.75%, 08/01/22	USA	USD	8,443,125	0.57
8,000,000	Netflix Inc., senior bond, 4.875%, 04/15/28	USA	USD	8,290,000	0.56
8,000,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 6.50%, 04/15/21	USA	USD	7,980,000	0.54
7,500,000	Par Pharmaceutical Inc., senior secured note, 144A, 7.50%, 04/01/27	USA	USD	7,387,500	0.50
8,100,000	Chesapeake Energy Corp., senior bond, 8.00%, 06/15/27	USA	USD	7,122,978	0.48
7,000,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.25%, 05/15/27	USA	USD	7,035,000	0.47
6,700,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 05/15/24	AUS	USD	6,974,298	0.47
6,600,000	Wells Fargo & Co., junior sub. bond, S, 5.90% to 06/15/24, FRN thereafter, Perpetual	USA	USD	6,909,969	0.47
5,000,000	Kinder Morgan Inc., senior bond, 7.75%, 01/15/32	USA	USD	6,850,652	0.46
6,200,000	HCA Inc., senior bond, 5.875%, 05/01/23	USA	USD	6,757,256	0.45
6,300,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	6,441,750	0.43
12,000,000	Weatherford International Ltd., senior note, 7.75%, 06/15/21 ^	USA	USD	6,390,000	0.43
6,000,000	Cigna Corp., senior secured note, 144A, 3.75%, 07/15/23	USA	USD	6,247,692	0.42
5,800,000	Bank of America Corp., junior sub. bond, U, 5.20% to 06/01/23, FRN thereafter, Perpetual	USA	USD	5,862,147	0.39
5,500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.75%, 01/15/24	USA	USD	5,636,813	0.38
5,500,000	Iron Mountain Inc., senior sub. bond, 5.75%, 08/15/24	USA	USD	5,569,520	0.37
5,500,000	BAT Capital Corp., senior note, 3.557%, 08/15/27	GBR	USD	5,478,059	0.37
5,000,000	Prudential Financial Inc., junior sub. bond, 5.70% to 09/15/28, FRN thereafter, 09/15/48	USA	USD	5,379,900	0.36
5,000,000	JPMorgan Chase & Co., junior sub. bond, 6.125% to 04/30/24, FRN thereafter, Perpetual	USA	USD	5,350,000	0.36
5,000,000	Citigroup Inc., sub. bond, 4.125%, 07/25/28	USA	USD	5,287,002	0.36
5,000,000	CVS Health Corp., senior bond, 4.30%, 03/25/28	USA	USD	5,274,148	0.36
5,000,000	Syngenta Finance NV, senior note, 144A, 4.441%, 04/24/23	CHE	USD	5,185,550	0.35
10,000,000	Weatherford International Ltd., cvt., senior note, 5.875%, 07/01/21 ^	USA	USD	5,175,000	0.35
5,000,000	Bank of America Corp., senior bond, 3.419% to 12/20/27, FRN thereafter, 12/20/28	USA	USD	5,153,207	0.35
5,000,000	Shea Homes LP/Shea Homes Funding Corp., senior note, 144A, 5.875%, 04/01/23	USA	USD	5,125,000	0.35
5,000,000	Ford Motor Co., senior note, 4.346%, 12/08/26	USA	USD	5,044,254	0.34
5,000,000	BWAY Holding Co., secured note, 144A, 5.50%, 04/15/24	USA	USD	5,021,875	0.34
5,000,000	JPMorgan Chase & Co., junior sub. bond, V, 5.00% to 07/30/19, FRN thereafter, Perpetual	USA	USD	4,990,250	0.34
5,000,000	General Motors Co., senior bond, 5.15%, 04/01/38	USA	USD	4,945,213	0.33
4,500,000	United Technologies Corp., senior note, 3.95%, 08/16/25	USA	USD	4,854,490	0.33
4,600,000	Capital One Financial Corp., senior sub. note, 4.20%, 10/29/25	USA	USD	4,833,485	0.33
5,000,000	Chesapeake Energy Corp., senior note, 4.875%, 04/15/22	USA	USD	4,750,000	0.32
4,600,000	The Goldman Sachs Group Inc., senior note, 3.272% to 09/29/24, FRN thereafter, 09/29/25	USA	USD	4,708,579	0.32
4,500,000	Allergan Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	4,668,658	0.31
4,500,000	HighPoint Operating Corp., senior note, 8.75%, 06/15/25	USA	USD	4,342,500	0.29
4,000,000	Kraft Heinz Foods Co., senior bond, 4.625%, 01/30/29	USA	USD	4,305,508	0.29
4,000,000	Bayer U.S. Finance II LLC, senior note, 144A, 4.25%, 12/15/25	DEU	USD	4,233,186	0.28
3,900,000	TransDigm Inc., senior secured note, 144A, 6.25%, 03/15/26	USA	USD	4,090,125	0.28
7,500,000	Weatherford International Ltd., senior note, 9.875%, 02/18/24 ^	USA	USD	3,956,250	0.27
4,000,000	Mylan NV, senior note, 3.95%, 06/15/26	USA	USD	3,863,600	0.26
4,000,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 7.75%, 04/15/23	USA	USD	3,840,000	0.26
3,500,000	Equinix Inc., senior bond, 5.375%, 05/15/27	USA	USD	3,760,645	0.25
3,600,000	Morgan Stanley, junior sub. bond, 5.55% to 07/15/20, FRN thereafter, Perpetual	USA	USD	3,640,428	0.24
3,400,000	Bausch Health Cos. Inc., senior note, first lien, 144A, 7.00%, 03/15/24	USA	USD	3,621,340	0.24
3,500,000	CommScope Inc., senior bond, 144A, 5.50%, 06/15/24	USA	USD	3,329,375	0.22
3,000,000	Tenet Healthcare Corp., senior note, second lien, 144A, 6.25%, 02/01/27	USA	USD	3,093,750	0.21
3,000,000	Post Holdings Inc., senior bond, 144A, 5.00%, 08/15/26	USA	USD	3,052,500	0.21
3,000,000	BAT Capital Corp., senior note, 3.222%, 08/15/24	GBR	USD	3,026,459	0.20

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
5,600,000	Weatherford International Ltd., senior note, 8.25%, 06/15/23 ^	USA	USD	2,954,000	0.20
2,500,000	Bausch Health Cos. Inc., senior note, 144A, 9.00%, 12/15/25	USA	USD	2,802,625	0.19
2,500,000	Bristol-Myers Squibb Co., senior bond, 144A, 4.25%, 10/26/49	USA	USD	2,755,804	0.19
2,500,000	Bristol-Myers Squibb Co., senior bond, 144A, 3.40%, 07/26/29	USA	USD	2,616,984	0.18
5,000,000	Weatherford International Ltd., senior bond, 4.50%, 04/15/22 ^	USA	USD	2,587,500	0.17
2,500,000	Shea Homes LP/Shea Homes Funding Corp., senior bond, 144A, 6.125%, 04/01/25	USA	USD	2,536,225	0.17
2,200,000	Bausch Health Cos. Inc., senior secured note, first lien, 144A, 6.50%, 03/15/22	USA	USD	2,282,500	0.15
2,500,000	CNX Resources Corp., senior note, 144A, 7.25%, 03/14/27	USA	USD	2,150,000	0.14
2,000,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	2,045,000	0.14
2,100,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 6.50%, 05/01/21	USA	USD	1,916,250	0.13
1,800,000	Ascent Resources Utica Holdings LLC/ARU Finance Corp., senior note, 144A, 10.00%, 04/01/22	USA	USD	1,914,570	0.13
2,000,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	1,802,500	0.12
2,000,000	Chesapeake Energy Corp., cvt., senior note, 5.50%, 09/15/26	USA	USD	1,601,357	0.11
1,500,000	CVS Health Corp., senior note, 4.10%, 03/25/25	USA	USD	1,582,251	0.11
1,700,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 6.75%, 06/15/23	USA	USD	1,500,250	0.10
2,000,000	Mallinckrodt International Finance SA/Mallinckrodt CB LLC, senior note, 144A, 5.50%, 04/15/25	USA	USD	1,350,000	0.09
2,500,000	Weatherford International Ltd., senior note, 5.125%, 09/15/20 ^	USA	USD	1,293,750	0.09
1,200,000	CVS Health Corp., senior bond, 5.05%, 03/25/48	USA	USD	1,278,242	0.09
1,000,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	1,032,500	0.07
1,000,000	Post Holdings Inc., senior bond, 144A, 5.625%, 01/15/28	USA	USD	1,031,250	0.07
				605,768,492	40.82
	Government and Municipal Bonds				
25,000,000	U.S. Treasury Note, 2.50%, 06/30/20	USA	USD	25,129,395	1.69
10,000,000	U.S. Treasury Note, 2.875%, 05/31/25	USA	USD	10,584,570	0.71
10,000,000	U.S. Treasury Note, 2.75%, 05/31/23	USA	USD	10,379,688	0.70
10,000,000	U.S. Treasury Note, 2.75%, 04/30/23	USA	USD	10,372,070	0.70
7,500,000	U.S. Treasury Bond, 3.00%, 02/15/49	USA	USD	8,226,855	0.56
				64,692,578	4.36
	Securities Maturing Within One Year				
25,000,000	U.S. Treasury Note, 2.25%, 03/31/20	USA	USD	25,042,969	1.69
24,000,000	U.S. Treasury Note, 2.50%, 05/31/20	USA	USD	24,108,281	1.62
7,500,000	Mallinckrodt International Finance SA/Mallinckrodt CB LLC, senior note, 144A, 4.875%, 04/15/20	USA	USD	7,265,625	0.49
				56,416,875	3.80
	TOTAL BONDS			731,524,195	49.29
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			756,300,285	50.96
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
100,000	Motors Liquidation Co., Escrow Account, cvt. pfd., C, 6.25% **	USA	USD	0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			1,415,883,287	95.40

^ These Bonds are currently in default

** These securities are submitted to a Fair Valuation

Schedule of Investments

As of June 30, 2019

Franklin India Fund

(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				
3,082,060	Bharat Forge Ltd.	IND	INR	20,110,497	0.99
	Automobiles				
22,014,739	Tata Motors Ltd.	IND	INR	51,899,867	2.56
133,045	Eicher Motors Ltd.	IND	INR	36,929,973	1.82
2,160,144	Mahindra & Mahindra Ltd.	IND	INR	20,531,550	1.01
17,635,576	Tata Motors Ltd., A	IND	INR	20,372,351	1.00
				129,733,741	6.39
	Banks				
3,996,635	HDFC Bank Ltd.	IND	INR	141,650,135	6.98
6,603,255	Kotak Mahindra Bank Ltd.	IND	INR	141,460,014	6.97
8,242,633	Axis Bank Ltd.	IND	INR	96,658,171	4.76
12,466,589	ICICI Bank Ltd.	IND	INR	79,030,400	3.90
				458,798,720	22.61
	Beverages				
6,297,288	United Spirits Ltd.	IND	INR	53,424,200	2.63
	Building Products				
2,373,815	Kajaria Ceramics Ltd.	IND	INR	20,031,969	0.99
	Capital Markets				
4,046,036	Motilal Oswal Financial Services Ltd.	IND	INR	40,909,267	2.02
1,180,846	Care Ratings Ltd.	IND	INR	16,144,794	0.79
				57,054,061	2.81
	Chemicals				
1,985,996	Asian Paints Ltd.	IND	INR	39,119,369	1.93
	Construction & Engineering				
3,194,185	Larsen & Toubro Ltd.	IND	INR	71,953,708	3.54
2,145,237	Voltas Ltd.	IND	INR	20,018,063	0.99
				91,971,771	4.53
	Construction Materials				
1,215,434	UltraTech Cement Ltd.	IND	INR	80,309,427	3.96
135,884	Shree Cement Ltd.	IND	INR	43,003,591	2.12
1,592,826	Grasim Industries Ltd.	IND	INR	21,116,784	1.04
				144,429,802	7.12
	Food Products				
3,922,787	Tata Global Beverages Ltd.	IND	INR	15,344,099	0.76
63,419	Nestle India Ltd.	IND	INR	10,957,001	0.54
				26,301,100	1.30
	Health Care Providers & Services				
4,395,077	Narayana Hrudayalaya Ltd., Reg S	IND	INR	15,473,603	0.76
	Hotels, Restaurants & Leisure				
14,264,522	Indian Hotels Co. Ltd.	IND	INR	32,594,278	1.61
	Household Durables				
12,712,415	Crompton Greaves Consumer Electricals Ltd.	IND	INR	42,774,188	2.11
	Household Products				
2,237,337	Hindustan Unilever Ltd.	IND	INR	58,005,274	2.86
	Insurance				
7,157,426	ICICI Prudential Life Insurance Co. Ltd., Reg S	IND	INR	40,344,215	1.99
1,214,491	ICICI Lombard General Insurance Co. Ltd., Reg S	IND	INR	19,596,548	0.97
				59,940,763	2.96
	Internet & Direct Marketing Retail				
1,368,427	MakeMyTrip Ltd.	IND	USD	33,936,990	1.67

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin India Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	IT Services				
1,153,200	Cognizant Technology Solutions Corp., A	USA	USD	73,101,348	3.60
6,638,610	Infosys Ltd.	IND	INR	70,478,064	3.47
2,158,396	Tata Consultancy Services Ltd.	IND	INR	69,719,791	3.44
675,764	eClerx Services Ltd.	IND	INR	7,514,750	0.37
				220,813,953	10.88
	Machinery				
3,562,454	Cummins India Ltd.	IND	INR	39,476,330	1.95
	Metals & Mining				
14,025,880	Hindalco Industries Ltd.	IND	INR	42,118,324	2.08
3,505,395	Tata Steel Ltd.	IND	INR	25,643,528	1.26
332,388	Tata Steel Ltd.	IND	INR	318,649	0.02
				68,080,501	3.36
	Multiline Retail				
6,791,927	Trent Ltd.	IND	INR	43,435,826	2.14
	Personal Products				
5,041,648	Godrej Consumer Products Ltd.	IND	INR	48,486,103	2.39
	Pharmaceuticals				
242,581	Dr Reddy's Laboratories Ltd.	IND	INR	8,973,034	0.44
	Professional Services				
475,730	TeamLease Services Ltd.	IND	INR	20,324,262	1.00
	Real Estate Management & Development				
5,475,853	Oberoi Realty Ltd.	IND	INR	48,254,217	2.38
	Textiles, Apparel & Luxury Goods				
1,059,476	Titan Co. Ltd.	IND	INR	20,508,812	1.01
	Thrifts & Mortgage Finance				
2,544,210	Housing Development Finance Corp. Ltd.	IND	INR	80,887,059	3.99
	Wireless Telecommunication Services				
20,659,937	Bharti Airtel Ltd.	IND	INR	103,868,995	5.12
211,996,378	Vodafone Idea Ltd.	IND	INR	37,356,867	1.84
				141,225,862	6.96
	TOTAL SHARES			2,024,166,285	99.77
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			2,024,166,285	99.77
	TOTAL INVESTMENTS			2,024,166,285	99.77

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Japan Fund

(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				
41,700	Bridgestone Corp.	JPN	JPY	176,891,400	2.14
37,400	Denso Corp.	JPN	JPY	169,534,200	2.06
				346,425,600	4.20
	Automobiles				
54,200	Toyota Motor Corp.	JPN	JPY	362,489,600	4.39
44,900	Honda Motor Co. Ltd.	JPN	JPY	125,046,500	1.52
22,900	Suzuki Motor Corp.	JPN	JPY	115,965,600	1.40
				603,501,700	7.31
	Banks				
408,400	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	209,100,800	2.53
43,300	Chuo Mitsui Trust Holdings Inc.	JPN	JPY	169,129,800	2.05
102,000	Japan Post Bank Co. Ltd.	JPN	JPY	111,588,000	1.35
				489,818,600	5.93
	Beverages				
34,400	Kirin Holdings Co. Ltd.	JPN	JPY	79,928,400	0.97
	Building Products				
15,000	Daikin Industries Ltd.	JPN	JPY	210,975,000	2.56
23,800	AGC Inc.	JPN	JPY	88,655,000	1.07
				299,630,000	3.63
	Capital Markets				
37,800	SBI Holdings Inc.	JPN	JPY	100,812,600	1.22
	Chemicals				
18,600	Shin-Etsu Chemical Co. Ltd.	JPN	JPY	186,651,000	2.26
144,700	Asahi Kasei Corp.	JPN	JPY	166,187,950	2.01
				352,838,950	4.27
	Commercial Services & Supplies				
17,900	Secom Co. Ltd.	JPN	JPY	166,004,600	2.01
	Construction & Engineering				
58,800	COMSYS Holdings Corp.	JPN	JPY	160,641,600	1.95
116,100	Shimizu Corp.	JPN	JPY	103,909,500	1.26
				264,551,100	3.21
	Construction Materials				
34,700	Taiheiyo Cement Corp.	JPN	JPY	113,122,000	1.37
	Diversified Telecommunication Services				
65,000	Nippon Telegraph & Telephone Corp.	JPN	JPY	326,105,000	3.95
	Electric Utilities				
81,800	Kansai Electric Power Co. Inc.	JPN	JPY	100,982,100	1.22
	Electrical Equipment				
16,500	Nidec Corp.	JPN	JPY	242,962,500	2.94
92,400	Mitsubishi Electric Corp.	JPN	JPY	131,115,600	1.59
22,600	Fuji Electric Co. Ltd.	JPN	JPY	83,959,000	1.02
				458,037,100	5.55
	Electronic Equipment, Instruments & Components				
26,400	Murata Manufacturing Co. Ltd.	JPN	JPY	127,776,000	1.55
75,200	Topcon Corp.	JPN	JPY	101,369,600	1.23
12,700	Kyocera Corp.	JPN	JPY	89,344,500	1.08
46,300	Anritsu Corp.	JPN	JPY	86,719,900	1.05
1,200	Keyence Corp.	JPN	JPY	79,356,000	0.96
4,400	TDK Corp.	JPN	JPY	36,696,000	0.45
				521,262,000	6.32

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Japan Fund

(Currency — JPY)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Entertainment				
25,200	Toho Co. Ltd.	JPN	JPY	115,416,000	1.40
20,800	Square Enix Holdings Co. Ltd.	JPN	JPY	71,760,000	0.87
26,300	DeNA Co. Ltd.	JPN	JPY	54,309,500	0.66
				241,485,500	2.93
	Food & Staples Retailing				
32,800	Seven & i Holdings Co. Ltd.	JPN	JPY	119,654,400	1.45
	Food Products				
34,100	Fuji Oil Holdings Inc.	JPN	JPY	110,825,000	1.34
18,700	Toyo Suisan Kaisha Ltd.	JPN	JPY	83,028,000	1.01
				193,853,000	2.35
	Gas Utilities				
48,500	Osaka Gas Co. Ltd.	JPN	JPY	91,034,500	1.10
28,600	Tokyo Gas Co. Ltd.	JPN	JPY	72,572,500	0.88
				163,607,000	1.98
	Household Durables				
23,700	Sony Corp.	JPN	JPY	133,857,600	1.62
80,300	Sekisui Chemical Co. Ltd.	JPN	JPY	129,925,400	1.58
				263,783,000	3.20
	Insurance				
32,200	Tokio Marine Holdings Inc.	JPN	JPY	173,847,800	2.11
79,200	The Dai-ichi Life Holdings Inc.	JPN	JPY	128,700,000	1.56
				302,547,800	3.67
	Interactive Media & Services				
421,900	Yahoo Japan Corp.	JPN	JPY	133,320,400	1.61
40,700	Kakaku.com Inc.	JPN	JPY	84,656,000	1.03
				217,976,400	2.64
	IT Services				
27,500	Otsuka Corp.	JPN	JPY	119,212,500	1.44
	Leisure products				
22,700	Bandai Namco Holdings Inc.	JPN	JPY	118,721,000	1.44
	Machinery				
18,600	Daifuku Co. Ltd.	JPN	JPY	112,530,000	1.36
2,300	SMC Corp.	JPN	JPY	92,391,000	1.12
				204,921,000	2.48
	Metals & Mining				
27,800	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	89,488,200	1.08
33,200	Hitachi Metals Ltd.	JPN	JPY	40,404,400	0.49
				129,892,600	1.57
	Oil, Gas & Consumable Fuels				
45,400	INPEX Corp.	JPN	JPY	44,097,020	0.53
13,400	Idemitsu Kosan Co. Ltd.	JPN	JPY	43,416,000	0.53
76,100	JXTG Holdings Inc.	JPN	JPY	40,667,840	0.49
				128,180,860	1.55
	Personal Products				
15,100	KAO Corp.	JPN	JPY	123,971,000	1.50
	Pharmaceuticals				
108,600	Astellas Pharma Inc.	JPN	JPY	166,701,000	2.02
30,800	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	117,748,400	1.43
12,800	Rohto Pharmaceutical Co. Ltd.	JPN	JPY	37,427,200	0.45
				321,876,600	3.90
	Real Estate Management & Development				
48,300	Mitsubishi Estate Co. Ltd.	JPN	JPY	96,841,500	1.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Japan Fund

(Currency — JPY)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Road & Rail				
86,800	Seibu Holdings Inc.	JPN	JPY	155,892,800	1.89
8,700	East Japan Railway Co.	JPN	JPY	87,696,000	1.06
3,600	Central Japan Railway Co.	JPN	JPY	77,688,000	0.94
				321,276,800	3.89
	Semiconductors & Semiconductor Equipment				
11,700	Rohm Co. Ltd.	JPN	JPY	84,708,000	1.03
	Specialty Retail				
159,600	Yamada Denki Co. Ltd.	JPN	JPY	76,129,200	0.92
	Technology Hardware, Storage & Peripherals				
30,500	FUJIFILM Holdings Corp.	JPN	JPY	166,621,500	2.02
19,800	NEC Corp.	JPN	JPY	83,952,000	1.02
				250,573,500	3.04
	Tobacco				
43,300	Japan Tobacco Inc.	JPN	JPY	103,032,350	1.25
	Trading Companies & Distributors				
70,800	Mitsui & Co. Ltd.	JPN	JPY	124,183,200	1.50
42,100	Mitsubishi Corp.	JPN	JPY	119,564,000	1.45
				243,747,200	2.95
	Wireless Telecommunication Services				
46,200	KDDI Corp.	JPN	JPY	126,749,700	1.54
	TOTAL SHARES			8,175,760,660	99.05
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			8,175,760,660	99.05
	TOTAL INVESTMENTS			8,175,760,660	99.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(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				
83,216	L3 Technologies Inc.	USA	USD	20,402,067	0.90
42,656	Heico Corp.	USA	USD	5,707,799	0.25
33,023	United Technologies Corp.	USA	USD	4,299,595	0.19
21,236	General Dynamics Corp.	USA	USD	3,861,130	0.17
62,027	Kratos Defence & Security Solutions Inc.	USA	USD	1,419,798	0.06
5,853	Harris Corp.	USA	USD	1,106,978	0.05
329	The Boeing Co.	USA	USD	119,759	0.01
				36,917,126	1.63
	Air Freight & Logistics				
537	United Parcel Service Inc., B	USA	USD	55,456	0.00
	Airlines				
405,057	WestJet Airlines Ltd.	CAN	CAD	9,508,192	0.42
2,291	Southwest Airlines Co.	USA	USD	116,337	0.00
				9,624,529	0.42
	Auto Components				
22,151	Lear Corp.	USA	USD	3,084,970	0.14
41,226	Freni Brembo SpA	ITA	EUR	474,875	0.02
				3,559,845	0.16
	Banks				
49,493	JPMorgan Chase & Co.	USA	USD	5,533,317	0.24
77,602	Cadence Bancorp	USA	USD	1,614,122	0.07
428,100	Barclays PLC	GBR	GBP	814,411	0.04
1,797	Citigroup Inc.	USA	USD	125,844	0.01
2,722	Hope Bancorp Inc.	USA	USD	37,509	0.00
				8,125,203	0.36
	Beverages				
575,036	Davide Campari-Milano SpA	ITA	EUR	5,633,119	0.25
1,985	Molson Coors Brewing Co., B	USA	USD	111,160	0.00
				5,744,279	0.25
	Biotechnology				
130,634	Celgene Corp.	USA	USD	12,075,807	0.53
37,644	Sarepta Therapeutics Inc.	USA	USD	5,720,006	0.25
30,584	Sage Therapeutics Inc.	USA	USD	5,599,625	0.25
60,489	BioMarin Pharmaceutical Inc.	USA	USD	5,180,883	0.23
91,945	Array BioPharma Inc.	USA	USD	4,259,812	0.19
38,186	Spark Therapeutics Inc.	USA	USD	3,909,483	0.17
31,566	Exact Sciences Corp.	USA	USD	3,726,051	0.16
22,897	Alexion Pharmaceuticals Inc.	USA	USD	2,999,049	0.13
97,661	Natera Inc.	USA	USD	2,693,490	0.12
13,508	Vertex Pharmaceuticals Inc.	USA	USD	2,477,097	0.11
171,356	Amicus Therapeutics Inc.	USA	USD	2,138,523	0.09
18,500	Mirati Therapeutics Inc.	USA	USD	1,905,500	0.08
19,531	Neurocrine Biosciences Inc.	USA	USD	1,649,002	0.07
109,287	Immunomedics Inc.	USA	USD	1,515,811	0.07
9,420	Argenx SE, ADR	NLD	USD	1,333,684	0.06
89,711	Assembly Biosciences Inc.	USA	USD	1,210,201	0.05
22,424	Agios Pharmaceuticals Inc.	USA	USD	1,118,509	0.05
7,490	Bluebird Bio Inc.	USA	USD	952,728	0.04
34,452	Apellis Pharmaceuticals Inc.	USA	USD	873,014	0.04
7,799	Madrigal Pharmaceuticals Inc.	USA	USD	817,413	0.04
8,636	Repligen Corp.	USA	USD	742,264	0.03
7,600	Blueprint Medicines Corp.	USA	USD	716,908	0.03
77,279	ProQR Therapeutics NV	NLD	USD	703,239	0.03
55,861	GlycoMimetics Inc.	USA	USD	665,863	0.03
27,717	Gossamer Bio Inc.	USA	USD	614,763	0.03
12,283	Audentes Therapeutics Inc.	USA	USD	465,034	0.02
5,167	Intercept Pharmaceuticals Inc.	USA	USD	411,138	0.02
20,133	Fate Therapeutics Inc.	USA	USD	408,700	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Biotechnology (continued)				
8,859	Turning Point Therapeutics Inc.	USA	USD	360,561	0.02
14,303	Invitae Corp.	USA	USD	336,121	0.02
5,902	AnaptysBio Inc.	USA	USD	332,991	0.01
19,649	Rubius Therapeutics Inc.	USA	USD	309,079	0.01
8,449	Zai Lab Ltd., ADR	CHN	USD	294,617	0.01
54,927	Shanghai Junshi Biosciences Co. Ltd., 144A, Reg S	CHN	HKD	210,238	0.01
238,797	Ascletis Pharma Inc.	CHN	HKD	184,638	0.01
21,704	DBV Technologies SA, ADR	FRA	USD	178,407	0.01
18,120	Viking Therapeutics Inc.	USA	USD	150,396	0.01
661	Amgen Inc.	USA	USD	121,809	0.01
1,787	Gilead Sciences Inc.	USA	USD	120,730	0.01
1,553	AbbVie Inc.	USA	USD	112,934	0.01
32,373	Innovent Biologics Inc., Reg S	CHN	HKD	109,199	0.00
6,499	Sutro Biopharma Inc.	USA	USD	73,959	0.00
10,993	Aileron Therapeutics Inc.	USA	USD	7,915	0.00
				69,787,191	3.08
	Building Products				
167,137	Builders FirstSource Inc.	USA	USD	2,817,930	0.12
	Capital Markets				
52,858	Amundi SA	FRA	EUR	3,690,436	0.16
18,230	Moody's Corp.	USA	USD	3,560,501	0.16
221,725	Anima Holding SpA, Reg S	ITA	EUR	753,345	0.03
32,553	ARYA Sciences Acquisition Corp.	USA	USD	347,992	0.02
1,477	LPL Financial Holdings Inc.	USA	USD	120,479	0.00
358	Morgan Stanley	USA	USD	15,684	0.00
				8,488,437	0.37
	Chemicals				
27,961	The Sherwin-Williams Co.	USA	USD	12,814,247	0.56
37,245	Ingevity Corp.	USA	USD	3,917,057	0.17
1,412	LyondellBasell Industries NV, A	USA	USD	121,616	0.01
				16,852,920	0.74
	Commercial Services & Supplies				
66,618	Advanced Disposal Services Inc.	USA	USD	2,125,780	0.09
11,744	Waste Management Inc.	USA	USD	1,354,905	0.06
7,899	Edenred	FRA	EUR	402,930	0.02
45,145	Atento SA	ESP	USD	112,411	0.01
				3,996,026	0.18
	Communications Equipment				
1,562	Cisco Systems Inc.	USA	USD	85,488	0.00
	Construction Materials				
41,230	Vulcan Materials Co.	USA	USD	5,661,291	0.25
59,939	Heidelberger Zement AG	DEU	EUR	4,850,026	0.21
154,767	Cemex SAB de CV, CPO, ADR	MEX	USD	656,212	0.03
				11,167,529	0.49
	Containers & Packaging				
185,377	Ball Corp.	USA	USD	12,974,536	0.57
	Distributors				
14,432	Pool Corp.	USA	USD	2,756,512	0.12
	Diversified Consumer Services				
67,378	Frontdoor Inc.	USA	USD	2,934,312	0.13
14,963	Sotheby's	USA	USD	869,799	0.04
4,371	H&R Block Inc.	USA	USD	128,070	0.00
				3,932,181	0.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Diversified Telecommunication Services				
408,889	Zayo Group Holdings Inc.	USA	USD	13,456,537	0.59
415,376	Inmarsat PLC	GBR	USD	2,888,940	0.13
373,725	Inmarsat PLC	GBR	GBP	2,584,737	0.12
2,918,000	China Tower Corp. Ltd., 144A, H	CHN	HKD	765,762	0.03
6,500	Bandwidth Inc., A	USA	USD	487,630	0.02
32,018	China Unicom (Hong Kong) Ltd., ADR	CHN	USD	348,996	0.02
35,223	ORBCOMM Inc.	USA	USD	255,367	0.01
1,372	Verizon Communications Inc.	USA	USD	78,382	0.00
				20,866,351	0.92
	Electric Utilities				
1,081,373	EDP- Energias de Portugal SA	PRT	EUR	4,109,421	0.18
2,837	FirstEnergy Corp.	USA	USD	121,452	0.01
3,916	PPL Corp.	USA	USD	121,435	0.01
5,240	PG&E Corp.	USA	USD	120,101	0.00
828	The Southern Co.	USA	USD	45,772	0.00
				4,518,181	0.20
	Electrical Equipment				
1,477	Eaton Corp. PLC	USA	USD	123,005	0.01
	Electronic Equipment, Instruments & Components				
4,256	Coherent Inc.	USA	USD	580,391	0.03
55,746	Flex Ltd.	SGP	USD	533,489	0.02
1,111	CDW Corp.	USA	USD	123,321	0.01
152	Zebra Technologies Corp., A	USA	USD	31,842	0.00
				1,269,043	0.06
	Entertainment				
36,781	The Walt Disney Co.	USA	USD	5,136,099	0.23
7,916	Spotify Technology SA	USA	USD	1,157,478	0.05
41,858	Entertainment One Ltd.	CAN	GBP	211,036	0.01
11,175	Sciplay Corp., A	USA	USD	153,209	0.01
4,042	Nexon Co. Ltd.	JPN	JPY	58,560	0.00
				6,716,382	0.30
	Equity Real Estate Investment Trusts (REITs)				
3,018	Gaming and Leisure Properties Inc.	USA	USD	117,642	0.01
3,581	Iron Mountain Inc.	USA	USD	112,085	0.01
5,121	The Geo Group Inc.	USA	USD	107,592	0.00
5,100	CoreCivic Inc.	USA	USD	105,876	0.00
621	Outfront Media Inc.	USA	USD	16,016	0.00
				459,211	0.02
	Food & Staples Retailing				
2,278	Walgreens Boots Alliance Inc.	USA	USD	124,538	0.01
	Food Products				
14	Chocoladefabriken Lindt & Spruengli AG	CHE	CHF	1,138,701	0.05
	Health Care Equipment & Supplies				
15,767	IDEXX Laboratories Inc.	USA	USD	4,341,128	0.19
6,604	Intuitive Surgical Inc.	USA	USD	3,464,128	0.15
73,851	Boston Scientific Corp.	USA	USD	3,174,116	0.14
32,959	Abbott Laboratories	USA	USD	2,771,852	0.12
17,719	DexCom Inc.	USA	USD	2,655,015	0.12
13,975	Edwards Lifesciences Corp.	USA	USD	2,581,742	0.12
5,685	Align Technology Inc.	USA	USD	1,555,985	0.07
9,902	Danaher Corp.	USA	USD	1,415,194	0.06
3,001	Teleflex Inc.	USA	USD	993,781	0.04
2,075	ABIOMED Inc.	USA	USD	540,517	0.02
10,922	Silk Road Medical Inc.	USA	USD	529,280	0.02
6,186	iRhythm Technologies Inc.	USA	USD	489,189	0.02
2,930	Insulet Corp.	USA	USD	349,783	0.02
5,671	Shockwave Medical Inc.	USA	USD	323,757	0.02
10,193	Avedro Inc.	USA	USD	200,191	0.01
				25,385,658	1.12

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Providers & Services				
26,864	WellCare Health Plans Inc.	USA	USD	7,658,120	0.34
16,069	UnitedHealth Group Inc.	USA	USD	3,920,997	0.17
8,467	Anthem Inc.	USA	USD	2,389,472	0.11
8,519	Humana Inc.	USA	USD	2,260,091	0.10
10,431	Cigna Corp.	USA	USD	1,643,404	0.07
13,323	Guardant Health Inc.	USA	USD	1,150,175	0.05
10,865	Centene Corp.	USA	USD	569,761	0.03
5,019	HealthEquity Inc.	USA	USD	328,243	0.01
194,785	Jinxin Fertility Group Ltd., 144A, Reg S	CHN	HKD	217,932	0.01
1,439	AmerisourceBergen Corp.	USA	USD	122,689	0.01
806	McKesson Corp.	USA	USD	108,318	0.00
				20,369,202	0.90
	Health Care Technology				
11,433	Medidata Solutions Inc.	USA	USD	1,034,801	0.05
17,176	Tabula Rasa Healthcare Inc.	USA	USD	857,598	0.04
7,950	Teladoc Health Inc.	USA	USD	527,960	0.02
13	Change Healthcare Inc.	USA	USD	190	0.00
				2,420,549	0.11
	Hotels, Restaurants & Leisure				
371,562	Caesars Entertainment Corp.	USA	USD	4,391,863	0.19
1,045	Darden Restaurants Inc.	USA	USD	127,208	0.01
1,449	Starbucks Corp.	USA	USD	121,470	0.01
2,051	Las Vegas Sands Corp.	USA	USD	121,194	0.00
				4,761,735	0.21
	Household Durables				
60,783	Mohawk Industries Inc.	USA	USD	8,963,669	0.40
185,995	D.R. Horton Inc.	USA	USD	8,021,964	0.35
1,310	NVR Inc.	USA	USD	4,415,028	0.19
3,753	PulteGroup Inc.	USA	USD	118,670	0.01
				21,519,331	0.95
	Independent Power and Renewable Electricity Producers				
51,374	Uniper SE	DEU	EUR	1,555,655	0.07
9,968	NRG Energy Inc.	USA	USD	350,076	0.01
				1,905,731	0.08
	Industrial Conglomerates				
31,917	Smiths Group PLC	GBR	GBP	634,341	0.03
200	Honeywell International Inc.	USA	USD	34,918	0.00
				669,259	0.03
	Insurance				
33,837	Trupanion Inc.	USA	USD	1,222,531	0.05
126,983	RSA Insurance Group PLC	GBR	GBP	930,160	0.04
2,488	MetLife Inc.	USA	USD	123,579	0.01
2,985	Fidelity National Financial Inc.	USA	USD	120,296	0.01
1,156	Prudential Financial Inc.	USA	USD	116,756	0.01
2,103	Aflac Inc.	USA	USD	115,265	0.00
1,215	Principal Financial Group Inc.	USA	USD	70,373	0.00
				2,698,960	0.12
	Interactive Media & Services				
165,745	Tencent Holdings Ltd.	CHN	HKD	7,481,302	0.33
6,324	Alphabet Inc., A	USA	USD	6,847,627	0.30
26,049	Facebook Inc., A	USA	USD	5,027,457	0.22
983	Alphabet Inc., C	USA	USD	1,062,535	0.05
23,841	Yandex NV, A	RUS	USD	905,958	0.04
152	Zillow Group Inc., C	USA	USD	7,051	0.00
				21,331,930	0.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
52,548	Alibaba Group Holding Ltd., ADR	CHN	USD	8,904,259	0.39
1,926	Amazon.com Inc.	USA	USD	3,647,131	0.16
66,801	eBay Inc.	USA	USD	2,638,640	0.12
42,315	Shutterfly Inc.	USA	USD	2,139,023	0.10
11,630	Expedia Group Inc.	USA	USD	1,547,139	0.07
12,059	Delivery Hero SE	DEU	EUR	546,983	0.02
37,757	Just Eat PLC	GBR	GBP	299,684	0.01
38,219	Trainline PLC	GBR	GBP	200,042	0.01
				19,922,901	0.88
	IT Services				
614,539	First Data Corp., A	USA	USD	16,635,571	0.73
97,128	Worldpay Inc., A	USA	USD	11,903,036	0.52
42,413	MasterCard Inc., A	USA	USD	11,219,511	0.49
78,002	PayPal Holdings Inc.	USA	USD	8,928,108	0.39
45,251	Total System Services Inc.	USA	USD	5,804,345	0.26
17,337	FleetCor Technologies Inc.	USA	USD	4,869,096	0.21
27,197	Wirecard AG	DEU	EUR	4,578,551	0.20
21,274	Global Payments Inc.	USA	USD	3,406,606	0.15
13,290	Visa Inc., A	USA	USD	2,306,480	0.10
398,081	SafeCharge International Group Ltd.	GBR	GBP	2,178,890	0.10
9,692	EPAM Systems Inc.	USA	USD	1,677,685	0.07
23,297	ExlService Holdings Inc.	USA	USD	1,540,631	0.07
5,629	VeriSign Inc.	USA	USD	1,177,362	0.05
23,393	Genpact Ltd.	USA	USD	891,039	0.04
11,729	GoDaddy Inc., A	USA	USD	822,789	0.04
19,499	StoneCo. Ltd.	BRA	USD	576,780	0.03
2,306	Automatic Data Processing Inc.	USA	USD	381,251	0.02
1,542	Leidos Holdings Inc.	USA	USD	123,129	0.01
656	Accenture PLC, A	USA	USD	121,209	0.01
932	Broadridge Financial Solutions Inc.	USA	USD	118,998	0.01
1,392	Paychex Inc.	USA	USD	114,548	0.00
1,148	Booz Allen Hamilton Holding Corp.	USA	USD	76,009	0.00
				79,451,624	3.50
	Life Sciences Tools & Services				
103,726	Gerresheimer AG	DEU	EUR	7,637,057	0.34
17,429	Illumina Inc.	USA	USD	6,416,486	0.28
39,574	IQVIA Holdings Inc.	USA	USD	6,367,457	0.28
15,875	Thermo Fisher Scientific Inc.	USA	USD	4,662,170	0.21
9,459	Eurofins Scientific SE	LUX	EUR	4,184,017	0.19
3,039	Mettler-Toledo International Inc.	USA	USD	2,552,760	0.11
119,292	Avantor Inc.	USA	USD	2,277,284	0.10
82,720	Wuxi Biologics Cayman Inc., Reg S	CHN	HKD	742,835	0.03
5,504	Pra Health Sciences Inc.	USA	USD	545,722	0.03
6,149	Adaptive Biotechnologies Corp.	USA	USD	296,997	0.01
2,945	Personalis Inc.	USA	USD	79,957	0.00
				35,762,742	1.58
	Machinery				
47,453	WABCO Holdings Inc.	USA	USD	6,292,268	0.28
46,118	Xylem Inc.	USA	USD	3,857,310	0.17
14,886	Deere & Co.	USA	USD	2,466,759	0.11
95,060	Trinity Industries Inc.	USA	USD	1,972,495	0.09
18,478	Toro Co.	USA	USD	1,236,178	0.05
35,733	Navistar International Corp.	USA	USD	1,231,002	0.05
13,019	Global Brass & Copper Holdings Inc.	USA	USD	569,321	0.02
718	Cummins Inc.	USA	USD	123,022	0.01
1,705	PACCAR Inc.	USA	USD	122,180	0.01
774	Illinois Tool Works Inc.	USA	USD	116,727	0.01
1,733	ITT Inc.	USA	USD	113,477	0.00
				18,100,739	0.80

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Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Marine				
52,195	Kirby Corp.	USA	USD	4,123,405	0.18
414,802	Star Bulk Carriers Corp.	GRC	USD	4,002,839	0.18
				8,126,244	0.36
	Media				
641,226	Tribune Media Co., A	USA	USD	29,637,466	1.31
110,334	Stroeer SE & Co. KGaA	DEU	EUR	8,286,685	0.37
223,597	Fox Corp.	USA	USD	8,192,594	0.36
45,583	Axel Springer SE	DEU	EUR	3,211,019	0.14
102,895	Liberty Global PLC, C	GBR	USD	2,729,804	0.12
526,183	ITV PLC	GBR	GBP	721,684	0.03
623,944	Postmedia Network Canada Corp.	CAN	CAD	619,394	0.03
1,534	Omnicom Group Inc.	USA	USD	125,711	0.01
2,295	Sinclair Broadcast Group Inc., A	USA	USD	123,081	0.01
1,190	Nexstar Media Group Inc., A	USA	USD	120,190	0.00
2,800	Comcast Corp., A	USA	USD	118,384	0.00
324	CBS Corp., B	USA	USD	16,168	0.00
				53,902,180	2.38
	Metals & Mining				
350,438	Teck Resources Ltd., B	CAN	CAD	8,081,100	0.36
59,298	Rio Tinto PLC, ADR	AUS	USD	3,696,637	0.16
32,002	Warrior Met Coal Inc.	USA	USD	835,892	0.04
1,688	First Majestic Silver Corp.	CAN	CAD	13,352	0.00
205	Cleveland-Cliffs Inc.	USA	USD	2,187	0.00
				12,629,168	0.56
	Multi-Utilities				
132,710	Innogy SE, Reg S	DEU	EUR	6,292,719	0.28
98,822	Innogy SE	DEU	EUR	4,230,749	0.18
				10,523,468	0.46
	Oil, Gas & Consumable Fuels				
131,718	Anadarko Petroleum Corp.	USA	USD	9,294,022	0.41
43,319	Hess Corp.	USA	USD	2,753,789	0.12
106,234	Equitrans Midstream Corp.	USA	USD	2,093,872	0.09
20,855	Marathon Petroleum Corp.	USA	USD	1,165,377	0.05
8,881	Whiting Petroleum Corp.	USA	USD	165,897	0.01
12,445	Green Plains Inc.	USA	USD	134,157	0.01
4,992	Plains GP Holdings LP, A	USA	USD	124,650	0.01
6,420	Golar LNG Ltd.	NOR	NOK	118,642	0.01
1,872	ConocoPhillips	USA	USD	114,192	0.00
1,615	Occidental Petroleum Corp.	USA	USD	81,202	0.00
11,647	EnCana Corp.	CAN	USD	59,749	0.00
82,206	Bellatrix Exploration Ltd.	CAN	CAD	55,900	0.00
638	Frontera Energy Corp.	COL	CAD	6,597	0.00
				16,168,046	0.71
	Pharmaceuticals				
43,552	Allergan PLC	USA	USD	7,291,912	0.32
37,374	Merck & Co. Inc.	USA	USD	3,133,810	0.14
23,624	Eli Lilly & Co.	USA	USD	2,617,303	0.12
58,973	AstraZeneca PLC, ADR	GBR	USD	2,434,405	0.11
46,964	Novo Nordisk AS, ADR	DNK	USD	2,397,043	0.11
12,716	Zoetis Inc.	USA	USD	1,443,139	0.06
6,749	GW Pharmaceuticals PLC, ADR	GBR	USD	1,163,460	0.05
23,728	Pfizer Inc.	USA	USD	1,027,897	0.05
77,164	resTORbio Inc.	USA	USD	787,073	0.03
20,483	Aerie Pharmaceuticals Inc.	USA	USD	605,273	0.03
136,209	Marinus Pharmaceuticals Inc.	USA	USD	565,267	0.02
178,564	Hua Medicine, Reg S	CHN	HKD	161,153	0.01
861	Johnson & Johnson	USA	USD	119,920	0.00
2,501	Bristol-Myers Squibb Co.	USA	USD	113,420	0.00
				23,861,075	1.05

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Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Professional Services				
400,669	Intertrust NV	NLD	EUR	8,278,265	0.37
44,692	TriNet Group Inc.	USA	USD	3,030,118	0.13
10,472	Equifax Inc.	USA	USD	1,416,233	0.06
8,420	TransUnion	USA	USD	618,954	0.03
10,978	Huron Consulting Group Inc.	USA	USD	553,072	0.02
207	CoStar Group Inc.	USA	USD	114,690	0.01
				14,011,332	0.62
	Road & Rail				
98,390	DSV AS	DNK	DKK	9,661,905	0.42
40,786	Norfolk Southern Corp.	USA	USD	8,129,873	0.36
105,074	CSX Corp.	USA	USD	8,129,575	0.36
33,433	Union Pacific Corp.	USA	USD	5,653,855	0.25
				31,575,208	1.39
	Semiconductors & Semiconductor Equipment				
322,229	Versum Materials Inc.	USA	USD	16,620,572	0.73
102,278	Cypress Semiconductor Corp.	USA	USD	2,274,663	0.10
17,951	Mellanox Technologies Ltd.	USA	USD	1,986,637	0.09
23,571	First Solar Inc.	USA	USD	1,548,143	0.07
17,025	QUALCOMM Inc.	USA	USD	1,295,092	0.06
40,151	Marvell Technology Group Ltd.	BMU	USD	958,404	0.04
23,953	Advanced Micro Devices Inc.	USA	USD	727,453	0.03
7,233	Skyworks Solutions Inc.	USA	USD	558,894	0.02
23,986	Lattice Semiconductor Corp.	USA	USD	349,956	0.02
402	Broadcom Inc.	USA	USD	115,720	0.01
431	Texas Instruments Inc.	USA	USD	49,462	0.00
451	NXP Semiconductors NV	NLD	USD	44,022	0.00
				26,529,018	1.17
	Software				
143,694	Red Hat Inc.	USA	USD	26,979,985	1.19
31,011	Tableau Software Inc.	USA	USD	5,148,446	0.23
16,512	Intuit Inc.	USA	USD	4,315,081	0.19
14,539	Salesforce.com Inc.	USA	USD	2,206,002	0.10
9,613	Workday Inc., A	USA	USD	1,976,241	0.09
6,970	ServiceNow Inc.	USA	USD	1,913,753	0.08
15,225	Guidewire Software Inc.	USA	USD	1,543,511	0.07
30,553	Ceridian HCM Holding Inc.	USA	USD	1,533,761	0.07
7,512	Blackbaud Inc.	USA	USD	627,252	0.03
1,585	Adobe Systems Inc.	USA	USD	467,020	0.02
2,695	HubSpot Inc.	USA	USD	459,551	0.02
3,642	Splunk Inc.	USA	USD	457,982	0.02
1,642	Microsoft Corp.	USA	USD	219,962	0.01
2,126	Oracle Corp.	USA	USD	121,118	0.00
				47,969,665	2.12
	Specialty Retail				
60,842	The Home Depot Inc.	USA	USD	12,653,311	0.56
10,878	Tractor Supply Co.	USA	USD	1,183,526	0.05
275,819	Sports Direct International PLC	GBR	GBP	967,463	0.04
354,760	Pets at Home Group PLC	GBR	GBP	842,937	0.04
366	Best Buy Co. Inc.	USA	USD	25,521	0.00
46	RH	USA	USD	5,318	0.00
				15,678,076	0.69
	Technology Hardware, Storage & Peripherals				
5,083	Apple Inc.	USA	USD	1,006,027	0.04
8,216	Hewlett Packard Enterprise Co.	USA	USD	122,829	0.01
5,898	HP Inc.	USA	USD	122,619	0.01
				1,251,475	0.06
	Textiles, Apparel & Luxury Goods				
81,909	Capri Holdings Ltd.	USA	USD	2,840,604	0.12
76,238	Tapestry Inc.	USA	USD	2,419,032	0.11
				5,259,636	0.23

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Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Tobacco				
2,432	Altria Group Inc.	USA	USD	115,155	0.00
	Trading Companies & Distributors				
184,779	Brenntag AG	DEU	EUR	9,099,959	0.40
49,828	United Rentals Inc.	USA	USD	6,608,688	0.29
114,061	Herc Holdings Inc.	USA	USD	5,227,416	0.23
1,140	Kaman Corp., A	USA	USD	72,607	0.01
				21,008,670	0.93
	Wireless Telecommunication Services				
16,671	Millicom International Cellular SA, SDR	COL	SEK	938,020	0.04
12,228	Vodafone Group PLC, ADR	GBR	USD	199,683	0.01
				1,137,703	0.05
	TOTAL SHARES			776,147,080	34.23
	WARRANTS				
	Oil, Gas & Consumable Fuels				
1,458	Halcon Resources Corp., wts., 09/09/20	USA	USD	13	0.00
	TOTAL WARRANTS			13	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			776,147,093	34.23
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
1,003,207	VOLT LXXII LLC, 2018-NPL8, A1A, 144A, FRN, 4.213%, 10/26/48 †	USA	USD	1,011,942	0.04
955,000	Nextgear Floorplan Master Owner Trust, 2017-1A, A1, 144A, FRN, 3.244%, 04/18/22 †	USA	USD	958,928	0.04
865,000	Chase Issuance Trust, 2018-A1, A1, FRN, 2.594%, 04/17/23 †	USA	USD	866,157	0.04
820,000	Volvo Financial Equipment Master Owner Trust, 2.914%, 07/17/23	USA	USD	823,901	0.04
810,000	Credit Acceptance Auto Loan Trust, 2018-2, A, 3.47%, 05/17/27	USA	USD	822,002	0.04
790,000	Flagship Credit Auto Trust, 2018-4, C, 4.11%, 10/15/24	USA	USD	819,545	0.04
760,650	Horizon Aircraft Finance I Ltd., 1, A, 144A, 4.458%, 12/15/38	USA	USD	789,154	0.04
759,278	S-Jets 2017-1 Ltd., 2017-1, A, 144A, 3.967%, 08/15/42	BMU	USD	775,489	0.03
720,000	Nextgear Floorplan Master Owner Trust, 2018-1A, A1, 144A, FRN, 3.034%, 02/15/23 †	USA	USD	722,324	0.03
720,000	Invitation Homes Trust, 2018-SFR2, E, 144A, FRN, 4.394%, 06/17/37 †	USA	USD	721,271	0.03
659,446	Adams Outdoor Advertising LP, 2018-1, A, 144A, 4.81%, 11/15/48	USA	USD	702,191	0.03
660,000	Discover Card Execution Note Trust, 2018-A3, A3, FRN, 2.624%, 12/15/23 †	USA	USD	661,419	0.03
620,000	Americredit Automobile Receivables Trust, 2018-3, D, 4.04%, 11/18/24	USA	USD	648,126	0.03
587,805	CarMax Auto Owner Trust, 2018-3, A2B, FRN, 2.594%, 10/15/21 †	USA	USD	587,523	0.03
560,000	First Investors Auto Owner Trust, 2018-2A, D, 4.28%, 01/15/25	USA	USD	584,427	0.03
577,489	OneMain Financial Issuance Trust, 2016-2A, B, 144A, 5.94%, 03/20/28	USA	USD	579,747	0.03
570,000	Capital One Multi-Asset Execution Trust, 2014-A4, A4, FRN, 2.754%, 06/15/22 †	USA	USD	570,211	0.03
555,000	Santander Drive Auto Receivables Trust, 2018-2, D, 3.88%, 02/15/24	USA	USD	568,921	0.03
570,000	Bank of America Credit Card Trust, 2017-A2, 1.84%, 01/17/23	USA	USD	568,404	0.03
535,000	Citibank Credit Card Issuance Trust, 2017-A8, A8, 1.86%, 08/08/22	USA	USD	533,567	0.02
505,000	SCF Equipment Leasing, 2018-1A, C, 144A, 4.21%, 04/20/27	USA	USD	531,849	0.02
525,544	Westlake Automobile Receivables Trust, 2018-3A, A2B, 144A, FRN, 2.744%, 01/18/22 †	USA	USD	525,430	0.02
519,929	Invitation Homes Trust, 2018-SFR1, E, FRN, 4.394%, 03/17/37 †	USA	USD	521,612	0.02
515,000	American Express Credit Account Master Trust, 2017-3, A, 1.77%, 11/15/22	USA	USD	513,278	0.02
510,000	Nextgear Floorplan Master Owner Trust, 2017-2A, A1, FRN, 3.074%, 10/17/22 †	USA	USD	511,923	0.02
510,000	Citibank Credit Card Issuance Trust, 2017-A4, A4, 2.639%, 04/07/22	USA	USD	510,456	0.02
510,000	Citibank Credit Card Issuance Trust, 2017-A3, A3, 1.92%, 04/07/22	USA	USD	508,968	0.02
494,126	Halcyon Loan Advisors Funding Ltd., 2014-2A, A1BR, 144A, 3.762%, 04/28/25	USA	USD	494,349	0.02
505,000	CSMC OA LLC, 2014-USA, E, 144A, 4.373%, 09/15/37	USA	USD	476,654	0.02
477,392	Latam Airlines 2015-1 Pass-Through Trust B, secured note, 4.50%, 08/15/25	CHL	USD	475,005	0.02
445,000	Sofi Consumer Loan Program, 2018-2, B, 3.79%, 04/26/27	USA	USD	456,011	0.02
438,548	Toyota Auto Receivables Owner Trust, 2018-A, FRN, 2.464%, 10/15/20 †	USA	USD	438,506	0.02
430,000	Drive Auto Receivables Trust, 2018-1, D, 3.81%, 05/15/24	USA	USD	437,722	0.02
424,579	CVP Cascade Ltd., 2A, A1R, 144A, FRN, 3.801%, 07/18/26 †	USA	USD	424,985	0.02
405,000	Santander Drive Auto Receivables Trust, 2018-3, D, 4.07%, 08/15/24	USA	USD	418,024	0.02
412,900	CSMC Trust, 2018-RPL2, A1, 144A, FRN, 4.03%, 08/25/62 †	USA	USD	414,906	0.02
420,000	GS Mortgage Securities Trust, 2011-GC5, D, 144A, FRN, 5.557%, 08/10/44 †	USA	USD	414,134	0.02
398,000	Taco Bell Funding LLC, 2018-1A, A2, 4.318%, 11/25/48	USA	USD	413,339	0.02

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Schedule of Investments (continued)

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Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
405,000	OneMain Financial Issuance Trust, 2015-3A, A, 3.63%, 11/20/28	USA	USD	410,357	0.02
385,000	Drive Auto Receivables Trust, 2018-5, D, 4.30%, 04/15/26	USA	USD	400,832	0.02
380,000	Santander Drive Auto Receivables Trust, 2019-2, D, 3.22%, 07/15/25	USA	USD	385,663	0.02
378,592	Ally Auto Receivables Trust, 2017-4, A3, 1.75%, 12/15/21	USA	USD	377,487	0.02
375,000	Mountain View CLO X, 2015-10A, AR, FRN, 3.417%, 10/13/27 †	CYM	USD	374,730	0.02
364,615	Toyota Auto Receivables Owner Trust, 2017-B, 1.76%, 07/15/21	USA	USD	364,037	0.02
352,337	Planet Fitness Master Issuer LLC, 2018-1A, A2I, 144A, 4.262%, 09/05/48	USA	USD	363,844	0.02
346,024	Kestrel Aircraft Funding Ltd., 2018-1A, A, 144A, 4.25%, 12/15/38	USA	USD	352,201	0.02
348,620	Ally Auto Receivables Trust, 2017-3, A3, 1.74%, 09/15/21	USA	USD	347,521	0.02
345,000	SLM Private Credit Student Loan Trust, 2003-B, A3, FRN, 5.29%, 03/15/33 †	USA	USD	345,856	0.02
345,000	Jamestown CLO VII Ltd., 2015-7A, A1R, 144A, FRN, 3.41%, 07/25/27 †	USA	USD	344,328	0.02
338,754	Citigroup Mortgage Loan Trust Inc., 2018-C, A1, 144A, FRN, 4.125%, 03/25/59 †	USA	USD	343,495	0.02
330,000	Americredit Automobile Receivables Trust, 2018-2, D, 4.01%, 07/18/24	USA	USD	342,496	0.02
410,000	Starwood Retail Property Trust, 2014-STAR, E, 144A, FRN, 6.544%, 11/15/27 †	USA	USD	339,960	0.02
340,000	Bank of America Credit Card Trust, 2017-A1, 1.95%, 08/15/22	USA	USD	339,343	0.02
325,000	Credit Acceptance Auto Loan Trust, 2018-2, C, 4.16%, 09/15/27	USA	USD	337,896	0.02
335,000	Verizon Owner Trust, 2018-1A, A1B, 144A, FRN, 2.643%, 09/20/22 †	USA	USD	334,925	0.01
325,000	Chesapeake Funding II LLC, 2018-1A, D, 144A, 3.92%, 04/15/30	USA	USD	332,841	0.01
330,000	CarMax Auto Owner Trust, 2016-1, A4, 1.88%, 06/15/21	USA	USD	329,045	0.01
310,000	Santander Drive Auto Receivables Trust, 2018-5, C, 3.81%, 12/16/24	USA	USD	316,544	0.01
310,000	Sofi Consumer Loan Program, 2018-2, A2, 144A, 3.35%, 04/26/27	USA	USD	313,183	0.01
310,824	Nissan Auto Receivables Owner Trust, 2018-B, 2.494%, 07/15/21	USA	USD	310,890	0.01
305,000	Flagship Credit Auto Trust, 2019-2, D, 144A, 3.53%, 05/15/25	USA	USD	309,488	0.01
295,000	Sofi Consumer Loan Program, 2018-4, C, 4.17%, 11/26/27	USA	USD	307,437	0.01
300,000	American Express Credit Account Master Trust, 2017-8, A, FRN, 2.514%, 05/16/22 †	USA	USD	300,099	0.01
285,000	Home Partners of America Trust, 2016-2, F, 144A, FRN, 7.094%, 10/17/33 †	USA	USD	286,128	0.01
275,583	Thunderbolt Aircraft Lease Ltd., 2017-A, B, 144A, 5.75%, 05/17/32	USA	USD	284,895	0.01
285,000	Venture XXI CLO Ltd., 2015-21A, AR, FRN, 3.477%, 07/15/27 †	CYM	USD	284,713	0.01
280,000	CSMC OA LLC, 2014-USA, D, 4.373%, 09/15/37	USA	USD	276,894	0.01
274,655	Staniford Street CLO Ltd., 2014-1A, AR, 144A, FRN, 3.59%, 06/15/25 †	USA	USD	275,002	0.01
263,439	Sprite 2017-1 Ltd., 2017-1, CL B, 144A, 5.75%, 12/15/37	CYM	USD	270,931	0.01
250,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.704%, 10/25/27 †	USA	USD	269,264	0.01
254,800	Coinstar Funding LLC, 2017-1A, A2, 144A, 5.216%, 04/25/47	USA	USD	261,114	0.01
260,000	Carlyle Global Market Strategies CLO Ltd., 2015-2A, A1R, 144A, FRN, 3.362%, 04/27/27 †	USA	USD	259,429	0.01
254,669	Sofi Professional Loan Program LLC, 2015-D, B, 3.59%, 10/26/37	USA	USD	257,426	0.01
250,000	Westlake Automobile Receivables Trust, 2018-2A, D, 144A, 4.00%, 01/16/24	USA	USD	255,637	0.01
245,000	DT Auto Owner Trust, 2018-3A, C, 144A, 3.79%, 07/15/24	USA	USD	249,994	0.01
250,000	Capital One Multi-Asset Execution Trust, 2015-A2, A2, 2.08%, 03/15/23	USA	USD	249,777	0.01
247,258	GCAT LLC, 2018-2, A1, 144A, 4.09%, 06/26/23	USA	USD	249,418	0.01
250,000	Parallel 2015-1 Ltd., 2015-1A, AR, FRN, 3.441%, 07/20/27 †	CYM	USD	249,261	0.01
192,462	Dukinfield II PLC, 2, A, Reg S, FRN, 2.034%, 12/20/52 †	GBR	GBP	246,999	0.01
239,796	Diamond Resorts Owner Trust, 2018-1, C, 144A, 4.53%, 01/21/31	USA	USD	242,941	0.01
236,555	Castlelake Aircraft Securization Trust, 2018-1, 5.30%, 06/15/43	USA	USD	240,136	0.01
210,000	American Homes 4 Rent, sub. bond, 2014-SFR2, E, 144A, 6.231%, 10/17/36	USA	USD	235,586	0.01
230,211	IndyMac Index Mortgage Loan Trust, 2004-AR6, 4A, FRN, 4.759%, 10/25/34 †	USA	USD	235,029	0.01
227,575	MAPS Ltd., 2018-1A, B, 5.193%, 05/15/43	USA	USD	232,089	0.01
220,000	California Republic Auto Receivables Trust, 2018-1, D, 4.33%, 04/15/25	USA	USD	228,909	0.01
218,350	Five Guys Holdings Inc., 2017-1A, A2, 144A, 4.60%, 07/25/47	USA	USD	226,997	0.01
200,000	American Homes 4 Rent, 2015-SFR1, E, 144A, 5.639%, 04/17/52	USA	USD	219,639	0.01
210,000	CPS Auto Receivables Trust, 2018-D, C, 144A, 3.83%, 09/15/23	USA	USD	214,997	0.01
215,000	Capital One Multi-Asset Execution Trust, 2017-A1, A1, 2.00%, 01/17/23	USA	USD	214,667	0.01
210,000	CoreVest American Finance Trust, 2017-1, D, 4.358%, 10/15/49	USA	USD	211,183	0.01
209,977	PRPM 2017-2 LLC, 2017-2A, A1, 144A, FRN, 3.47%, 09/25/22 †	USA	USD	211,180	0.01
203,390	Stanwich Mortgage Loan Trust, 2018-NPB1, A1, 144A, FRN, 4.016%, 05/16/23 †	USA	USD	204,779	0.01
199,396	VOLT LXX LLC, 2018-NPL6, A1A, 144A, FRN, 4.115%, 09/25/48 †	USA	USD	201,787	0.01
195,000	CarMax Auto Owner Trust, 2018-2, D, 3.99%, 04/15/25	USA	USD	201,171	0.01
200,000	Chase Issuance Trust, 2015-A4, A, 1.84%, 04/15/22	USA	USD	199,578	0.01
220,000	WFRBS Commercial Mortgage Trust, 2011-C3, D, 144A, FRN, 5.855%, 03/15/44 †	USA	USD	199,379	0.01
196,248	Towd Point Mortgage Trust, 2015-2, 1A13, FRN, 2.50%, 11/25/60 †	USA	USD	196,699	0.01
243,036	Structured ARM Loan Trust, 2005-14, A1, FRN, 2.714%, 07/25/35 †	USA	USD	194,971	0.01
227,508	IndyMac Index Mortgage Loan Trust, 2006-AR2, 2A1, FRN, 2.614%, 02/25/46 †	USA	USD	194,909	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
190,613	Gosforth Funding PLC, 2018-1A, A1, 144A, FRN, 2.971%, 08/25/60 †	GBR	USD	190,888	0.01
185,114	Wells Fargo Mortgage Backed Securities Trust, 2006-3, 5.50%, 03/25/36	USA	USD	188,698	0.01
183,322	Bayview Opportunity Master Fund IVB Trust, 2018-RN9, A1, 144A, 4.213%, 10/29/33	USA	USD	185,333	0.01
182,536	AIM Aviation Finance Ltd., 2015-1A, B1, 144A, FRN, 5.072%, 02/15/40 †	CYM	USD	184,719	0.01
179,376	Residential Asset Securitization Trust, 2003-A9, A2, 4.00%, 08/25/33	USA	USD	179,381	0.01
177,032	VOLT LXVIII LLC, 2018-NPL4, A1A, 144A, FRN, 4.336%, 07/27/48 †	USA	USD	178,893	0.01
171,400	Accelerated Assets LLC, 2018-1, A, 3.87%, 12/02/33	USA	USD	176,601	0.01
173,710	RMAT, 2018-NPL1, A1, 144A, 4.09%, 05/25/48	USA	USD	175,299	0.01
172,853	DT Auto Owner Trust, 2016-2A, D, 144A, 5.43%, 11/15/22	USA	USD	174,663	0.01
169,238	Ajax Mortgage Loan Trust, 2017-B, A, 144A, FRN, 3.163%, 09/25/56 †	USA	USD	170,797	0.01
170,281	Chesapeake Funding II LLC, 2017-4A, A2, 144A, FRN, 2.734%, 11/15/29 †	USA	USD	170,270	0.01
165,000	DT Auto Owner Trust, 2018-2, D, 144A, 4.15%, 03/15/24	USA	USD	169,672	0.01
166,467	Santander Drive Auto Receivables Trust, 2016-1, 3.09%, 04/15/22	USA	USD	166,616	0.01
163,934	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 4.254%, 10/25/27 †	USA	USD	165,705	0.01
167,459	American Home Mortgage Investment Trust, 2006-1, 11A1, FRN, 2.684%, 03/25/46 †	USA	USD	162,476	0.01
153,310	MASTR Alternative Loan Trust, 2004-2, 8A4, 5.50%, 03/25/34	USA	USD	160,650	0.01
169,376	RFMSI Trust, 2006-SA2, 3A1, FRN, 5.257%, 08/25/36 †	USA	USD	160,021	0.01
158,562	Motor 2017-1 PLC, 2017-1A, A1, FRN, 2.934%, 09/25/24 †	GBR	USD	158,631	0.01
155,000	Home Partners of America Trust, 2016-2, E, 144A, FRN, 6.174%, 10/17/33 †	USA	USD	155,536	0.01
152,693	VOLT LXXI LLC, 2018-NPL7, A1A, 144A, FRN, 3.967%, 09/25/48 †	USA	USD	154,242	0.01
144,637	Wingstop Funding LLC, 2018-1, A2, 4.97%, 12/05/48	USA	USD	152,192	0.01
150,000	Morgan Stanley Capital I Trust, 2011-C2, E, 144A, FRN, 5.668%, 06/15/44 †	USA	USD	148,366	0.01
145,000	GLS Auto Receivables Trust, 2018-3A, B, 144A, 3.78%, 08/15/23	USA	USD	147,788	0.01
119,416	Ludgate Funding PLC, 2008-W1X, A1, Reg S, FRN, 1.441%, 01/01/61 †	GBR	GBP	147,567	0.01
144,576	Citigroup Mortgage Loan Trust Inc., 2018-A, A1, 144A, FRN, 4.00%, 01/25/68 †	USA	USD	146,894	0.01
143,753	Honda Auto Receivables Owner Trust, 2017-3, A3, 1.79%, 09/20/21	USA	USD	143,377	0.01
140,000	SMB Private Education Loan Trust, 2017-B, A2B, 144A, FRN, 3.144%, 10/15/35 †	USA	USD	140,067	0.01
135,000	OneMain Financial Issuance Trust, 2015-3A, B, 144A, 4.16%, 11/20/28	USA	USD	138,784	0.01
137,194	Nissan Auto Receivables Owner Trust, 2017-C, A2B, FRN, 2.464%, 10/15/20 †	USA	USD	137,198	0.01
130,000	CarMax Auto Owner Trust, 2018-4, D, 4.15%, 04/15/25	USA	USD	135,521	0.01
133,238	CSMC Trust, 2018-RPL7, A1, 4.00%, 08/26/58	USA	USD	135,436	0.01
132,816	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 4.604%, 02/25/24 †	USA	USD	135,123	0.01
133,804	Oak Hill Advisors Residential Loan Trust, 2017-NPL2, A1, 144A, FRN, 3.00%, 07/25/57 †	USA	USD	134,206	0.01
130,000	Hertz Vehicle Financing II LP, 2017-2A, A, 144A, 3.29%, 10/25/23	USA	USD	132,424	0.01
125,000	WFRBS Commercial Mortgage Trust, 2012-C6, D, 144A, FRN, 5.768%, 04/15/45 †	USA	USD	130,972	0.01
130,000	Navistar Financial Dealer Note Master Owner Trust II, 2018-1, A, 144A, FRN, 3.034%, 09/25/23 †	USA	USD	130,295	0.01
125,000	Chesapeake Funding II LLC, 2018-1A, C, 3.57%, 04/15/30	USA	USD	127,663	0.01
125,000	PRPM 2018-1 LLC, 2018-1A, A2, FRN, 5.00%, 04/25/23 †	USA	USD	125,079	0.01
120,000	SLM Private Credit Student Loan Trust, 2003-A, A3, FRN, 5.28%, 06/15/32 †	USA	USD	120,304	0.01
113,850	Driven Brands Funding LLC, 2018-1A, A2, 144A, 4.739%, 04/20/48	USA	USD	119,672	0.01
115,000	PRPM 2017-2 LLC, 2017-2A, A2, 144A, FRN, 5.00%, 09/25/22 †	USA	USD	115,894	0.01
130,000	WFRBS Commercial Mortgage Trust, 2012-C7, E, 144A, FRN, 4.97%, 06/15/45 †	USA	USD	115,295	0.01
113,632	Toyota Auto Receivables Owner Trust, 2017-D, A2B, FRN, 2.444%, 08/17/20 †	USA	USD	113,623	0.01
110,188	Accelerated Assets LLC, 2018-1, B, 144A, 4.51%, 12/02/33	USA	USD	113,075	0.01
105,000	Adams Outdoor Advertising LP, 2018-1, B, 5.653%, 11/15/48	USA	USD	111,964	0.01
107,667	Alternative Loan Trust, 2003-22CB, 3A1, 6.00%, 12/25/33	USA	USD	109,443	0.01
108,117	GCAT LLC, 2018-1, A1, 144A, FRN, 3.844%, 06/25/48 †	USA	USD	108,997	0.01
105,000	Colony American Finance Ltd., 2015-1, D, 144A, 5.649%, 10/15/47	USA	USD	108,196	0.01
99,093	MASTR Alternative Loan Trust, 2004-8, 2A1, 6.00%, 09/25/34	USA	USD	107,727	0.00
115,085	MASTR ARM Trust, 2005-2, FRN, 3.611%, 03/25/35 †	USA	USD	107,081	0.00
106,026	PRPM 2017-3 LLC, 2017-3A, A1, 144A, FRN, 3.47%, 11/25/22 †	USA	USD	106,526	0.00
101,381	Wells Fargo Mortgage Backed Securities Trust, 2004-I, 2A1, FRN, 5.074%, 07/25/34 †	USA	USD	105,908	0.00
105,000	Avis Budget Car Rental LLC/Finance Inc., 2016-2A, A, 2.72%, 11/20/22	USA	USD	105,579	0.00
100,000	Morgan Stanley Capital I Trust, 2011-C2, D, 5.668%, 06/15/44	USA	USD	101,920	0.00
100,000	First Investors Auto Owner Trust, 2016-1A, D, 144A, 4.70%, 04/18/22	USA	USD	101,885	0.00
100,000	Flagship Credit Auto Trust, 2016-3, D, 3.89%, 11/15/22	USA	USD	101,523	0.00
100,000	CPS Auto Receivables Trust, 2017-D, D, 3.73%, 09/15/23	USA	USD	101,469	0.00
100,000	Chesapeake Funding II LLC, 2017-2A, D, 3.71%, 05/15/29	USA	USD	101,448	0.00
100,000	DT Auto Owner Trust, 2017-1A, D, 3.55%, 11/15/22	USA	USD	100,616	0.00
100,000	SLM Private Credit Student Loan Trust, 2003-B, A4, FRN, 5.07%, 03/15/33 †	USA	USD	100,184	0.00

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Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
100,000	Invitation Homes Trust, 2018-SFR4, D, FRN, 4.044%, 01/17/38 †	USA	USD	99,783	0.00
100,000	Discover Card Execution Note Trust, 2015-A2, A, 1.90%, 10/17/22	USA	USD	99,768	0.00
99,033	Ajax Mortgage Loan Trust, 2017-A, A, FRN, 3.47%, 04/25/57 †	USA	USD	99,422	0.00
97,130	DT Auto Owner Trust, 2016-1A, D, 144A, 4.66%, 12/15/22	USA	USD	97,912	0.00
96,701	Banc of America Funding Corp., 2007-4, 5A1, 5.50%, 11/25/34	USA	USD	97,568	0.00
93,941	GMACM Mortgage Loan Trust, 2005-AR1, 3A, FRN, 4.72%, 03/18/35 †	USA	USD	97,519	0.00
99,040	Banc of America Mortgage Trust, 2005-I, 4A1, FRN, 3.846%, 10/25/35 †	USA	USD	96,269	0.00
95,000	Westlake Automobile Receivables Trust, 2018-1A, D, 144A, 3.41%, 05/15/23	USA	USD	95,729	0.00
91,874	BMW Vehicle Owner Trust, 2018-A, A2B, FRN, 2.474%, 11/25/20 †	USA	USD	91,863	0.00
94,419	Harborview Mortgage Loan Trust, 2004-11, 2A2A, FRN, 3.03%, 01/19/35 †	USA	USD	91,850	0.00
90,005	Bayview Opportunity Master Fund IIIA Trust, 4.066%, 09/28/33	USA	USD	90,953	0.00
88,226	Grand Avenue Mortgage Loan Trust, 2017-RPL1, 3.25%, 08/25/64	USA	USD	88,345	0.00
79,930	JPMorgan Mortgage Trust, 2004-S1, 2A1, 6.00%, 09/25/34	USA	USD	85,591	0.00
80,378	Wells Fargo Mortgage Backed Securities Trust, 2005-AR2, 3A1, FRN, 5.139%, 03/25/35 †	USA	USD	83,106	0.00
76,539	Alternative Loan Trust, 2004-J10, 2CB1, 6.00%, 09/25/34	USA	USD	82,219	0.00
101,804	RFMSI Trust, 2005-SA1, 1A1, FRN, 4.991%, 03/25/35 †	USA	USD	78,345	0.00
75,000	Oxford Finance Funding Trust, 2019-1A, A2, 144A, 4.459%, 02/15/27	USA	USD	77,058	0.00
75,212	Halcyon Loan Advisors Funding Ltd., 2013-1A, 3.747%, 04/15/25	CYM	USD	75,216	0.00
73,532	Sofi Professional Loan Program LLC, 2016-A, B, 144A, 3.57%, 01/26/38	USA	USD	72,985	0.00
72,303	RCO V Mortgage LLC, 2018-1, A1, 4.00%, 05/25/23	USA	USD	72,780	0.00
70,000	WFRBS Commercial Mortgage Trust, 2011-C2, D, FRN, 5.839%, 02/15/44 †	USA	USD	71,585	0.00
63,812	Newgate Fund PLC, 2007-3X, A2B, Reg S, FRN, 0.282%, 12/15/50 †	GBR	EUR	70,549	0.00
67,343	ARM Trust, 2005-1, 3A1, FRN, 4.412%, 05/25/35 †	USA	USD	69,391	0.00
65,234	CarMax Auto Owner Trust, 2018-1, A2B, FRN, 2.544%, 05/17/21 †	USA	USD	65,223	0.00
61,871	GSR Mortgage Loan Trust, 2005-AR6, 4A5, FRN, 4.528%, 09/25/35 †	USA	USD	63,482	0.00
62,827	CarMax Auto Owner Trust, 2017-4, A2B, FRN, 2.524%, 04/15/21 †	USA	USD	62,817	0.00
59,759	BCAP LLC Trust, 2007-AA2, 22A1, 6.00%, 03/25/22	USA	USD	59,620	0.00
55,823	Deutsche Mortgage Securities Inc. Mortgage Loan Trust, 2004-4, 7AR1, FRN, 2.754%, 06/25/34 †	USA	USD	55,265	0.00
41,948	Eurosail PLC, 2007-2X, A3C, Reg S, FRN, 0.943%, 03/13/45 †	GBR	GBP	52,169	0.00
51,205	Harborview Mortgage Loan Trust, 2003-2, 1A, FRN, 3.13%, 10/19/33 †	USA	USD	50,421	0.00
50,167	Toyota Auto Receivables Owner Trust, 2017-C, FRN, 2.474%, 07/15/20 †	USA	USD	50,165	0.00
48,347	Diamond Resorts Owner Trust, 2017-1A, C, 144A, 6.07%, 10/22/29	USA	USD	49,726	0.00
48,086	Oak Hill Advisors Residential Loan Trust, 2017-NPLA, FRN, 3.00%, 06/25/57 †	USA	USD	48,117	0.00
47,770	CHL Mortgage Pass-Through Trust, 2004-HYB4, 2A1, FRN, 4.23%, 09/20/34 †	USA	USD	47,228	0.00
45,000	WFRBS Commercial Mortgage Trust, 2012-C7, C, FRN, 4.97%, 06/15/45 †	USA	USD	46,081	0.00
42,470	Alternative Loan Trust, 2003-22CB, 1A1, 5.75%, 12/25/33	USA	USD	44,379	0.00
40,765	Lehman XS Trust, 2006-2N, 1A1, FRN, 2.664%, 02/25/46 †	USA	USD	37,607	0.00
36,971	GSR Mortgage Loan Trust, 2005-AR4, 4A1, FRN, 4.633%, 07/25/35 †	USA	USD	37,083	0.00
35,000	Ascentium Equipment Receivables Trust, 2017-2A, C, 144A, 2.87%, 08/10/22	USA	USD	35,350	0.00
32,540	Alternative Loan Trust, 2004-16CB, 3A1, 5.50%, 08/25/34	USA	USD	34,205	0.00
30,884	Ludgate Funding PLC, 2007-1, A2B, Reg S, FRN, 0.00%, 01/01/61 †	GBR	EUR	33,255	0.00
32,162	Citigroup Mortgage Loan Trust Inc., 2005-3, 2A3, FRN, 4.644%, 08/25/35 †	USA	USD	32,160	0.00
31,577	Bayview Opportunity Master Fund IIB Trust, 2018-RN5, 144A, FRN, 3.819%, 04/28/33 †	USA	USD	31,754	0.00
30,348	Ford Credit Auto Owner Trust, 2017-C, A2B, FRN, 2.514%, 09/15/20 †	USA	USD	30,384	0.00
30,073	ACC Trust, 2018-1, A, 3.70%, 12/21/20	USA	USD	30,120	0.00
35,617	DSLA Mortgage Loan Trust, 2005-AR5, 2A1A, FRN, 2.72%, 09/19/45 †	USA	USD	29,354	0.00
27,212	Alternative Loan Trust, 2004-16CB, 1A1, 5.50%, 07/25/34	USA	USD	28,602	0.00
27,390	Wells Fargo Mortgage Backed Securities Trust, 2005-AR12, 2A5, FRN, 4.988%, 06/25/35 †	USA	USD	28,541	0.00
26,829	GCAT LLC, 2017-2, A1, 144A, 3.50%, 04/25/47	USA	USD	26,923	0.00
21,042	RMAC Securities PLC, 2006-NS1X, A2C, Reg S, FRN, 0.00%, 06/12/44 †	GBR	EUR	22,970	0.00
22,855	Nissan Auto Receivables Owner Trust, 2016-C, A3, FRN, 1.18%, 01/15/21 †	USA	USD	22,776	0.00
20,079	CAM Mortgage Trust, 2018-1, A1, 3.96%, 12/01/65	USA	USD	20,118	0.00
19,301	CIG Auto Receivables Trust, 2017-1A, A, 144A, 2.71%, 05/15/23	USA	USD	19,291	0.00
16,311	American Home Mortgage Investment Trust, 2004-2, 5A, FRN, 5.50%, 02/25/44 †	USA	USD	16,743	0.00
16,652	Veros Automobile Receivables Trust, 2017-1, A, 144A, 2.84%, 04/17/23	USA	USD	16,642	0.00
16,416	JPMorgan Mortgage Trust, 2005-A1, 6T1, FRN, 4.724%, 02/25/35 †	USA	USD	16,632	0.00
14,727	Credit Suisse First Boston Mortgage Securities Corp., 2003-27, 4A4, 5.75%, 11/25/33	USA	USD	15,475	0.00
13,916	Sofi Professional Loan Program LLC, 2014-B, 3.654%, 08/25/32	USA	USD	13,955	0.00
12,929	Sofi Professional Loan Program LLC, 2015-A, 3.604%, 03/25/33	USA	USD	12,961	0.00
11,387	Banc of America Mortgage Trust, 2005-A, 2A1, FRN, 4.503%, 02/25/35 †	USA	USD	11,571	0.00
8,679	Toyota Auto Receivables Owner Trust, 2016-C, A3, 1.14%, 08/17/20	USA	USD	8,664	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
7,828	Wells Fargo Mortgage Backed Securities Trust, 2004-O, A1, FRN, 4.71%, 08/25/34 †	USA	USD	8,093	0.00
7,554	IndyMac Index Mortgage Loan Trust, 2005-AR11, A3, FRN, 3.926%, 08/25/35 †	USA	USD	6,878	0.00
3,926	JPMorgan Mortgage Trust, 2006-A1, 1A2, FRN, 4.688%, 02/25/36 †	USA	USD	3,642	0.00
3,373	Wells Fargo Mortgage Backed Securities Trust, 2003-M, A1, FRN, 4.901%, 12/25/33 †	USA	USD	3,518	0.00
2,950	Structured ARM Loan Trust, 2004-12, 7A3, FRN, 4.427%, 09/25/34 †	USA	USD	3,007	0.00
				51,575,551	2.27
	Corporate Bonds				
21,632,000	Harland Clarke Holdings Corp., senior note, 144A, 9.25%, 03/01/21	USA	USD	21,145,280	0.93
20,916,000	The McClatchy Co., senior note, 144A, 9.00%, 07/15/26	USA	USD	20,497,680	0.90
22,436,852	Worldwide Media Services Group Inc., sub. note, 144A, zero cpn., 12/01/24	USA	USD	16,210,626	0.71
16,288,000	Mohegan Tribal Gaming Authority, senior note, 144A, 7.875%, 10/15/24	USA	USD	16,023,320	0.71
10,245,000	One Call Corp., senior secured note, first lien, 144A, 7.50%, 07/01/24	USA	USD	9,220,500	0.41
5,984,000	Pacific Gas and Electric Co., senior bond, 4.75%, 02/15/44	USA	USD	6,133,600	0.27
5,692,000	Postmedia Network Inc., secured note, 144A, PIK, 11.25%, 07/15/23 ‡	CAN	USD	5,976,600	0.26
4,987,000	The McClatchy Co., senior secured bond, 144A, 6.875%, 07/15/31	USA	USD	5,510,635	0.24
5,378,000	RR Donnelley & Sons Co., senior bond, 6.00%, 04/01/24	USA	USD	5,378,000	0.24
5,530,000	Harland Clarke Holdings Corp., senior secured note, first lien, 144A, 8.375%, 08/15/22	USA	USD	4,721,238	0.21
5,258,000	One Call Corp., secured note, second lien, 144A, 10.00%, 10/01/24	USA	USD	4,600,750	0.20
3,962,000	RR Donnelley & Sons Co., senior note, 6.50%, 11/15/23	USA	USD	3,938,624	0.17
3,352,000	Allscripts Healthcare Solutions Inc., cvt., senior note, 1.25%, 07/01/20	USA	USD	3,360,833	0.15
1,702,000	IIP Operating Partnership LP, senior note, cvt., 144A, 3.75%, 02/21/24	USA	USD	3,072,110	0.14
2,546,000	Pacific Gas and Electric Co., senior bond, 5.80%, 03/01/37	USA	USD	2,794,235	0.12
2,663,000	RR Donnelley & Sons Co., senior note, 7.00%, 02/15/22	USA	USD	2,702,945	0.12
2,458,476	American News Co. LLC, secured note, second lien, 144A, 8.50%, 09/01/26	USA	USD	2,544,523	0.11
1,968,000	Aurora Cannabis Inc., cvt., senior note, 144A, 5.50%, 02/28/24	CAN	USD	2,400,960	0.11
2,302,000	Canopy Growth Corp., cvt., senior note, 144A, 4.25%, 07/15/23	CAN	CAD	2,342,343	0.10
1,963,000	Nuance Communications Inc., cvt., senior bond, 1.00%, 12/15/35	USA	USD	1,852,235	0.08
983,000	Sea Ltd., cvt., senior note, 2.25%, 07/01/23	THA	USD	1,788,781	0.08
1,554,000	Liberty Media Corp., cvt., senior bond, 144A, 2.25%, 12/01/48	USA	USD	1,781,684	0.08
2,140,000	Tilray Inc., cvt., senior note, 144A, 5.00%, 10/01/23	CAN	USD	1,736,075	0.08
1,666,000	Encore Capital Group Inc., cvt., senior note, 3.25%, 03/15/22	USA	USD	1,687,658	0.07
4,018,000	Neiman Marcus Group Ltd. LLC, secured note, third lien, 144A, 8.00%, 10/25/24	USA	USD	1,667,872	0.07
1,975,000	Neiman Marcus Group Ltd. LLC, secured note, second lien, 8.00%, 04/25/24	USA	USD	1,639,250	0.07
2,020,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	1,532,675	0.07
1,510,000	Bristol-Myers Squibb Co., senior note, 144A, 2.60%, 05/16/22	USA	USD	1,532,334	0.07
1,505,000	Bank of America Corp., senior note, FRN, 2.999%, 06/25/22 †	USA	USD	1,509,733	0.07
1,505,000	Citibank NA, FRN, 3.123%, 05/20/22 †	USA	USD	1,507,449	0.07
1,232,000	Ionis Pharmaceuticals Inc., cvt., senior note, 1.00%, 11/15/21	USA	USD	1,459,990	0.06
1,192,000	KBR Inc., cvt., senior note, 144A, 2.50%, 11/01/23	USA	USD	1,387,728	0.06
1,358,000	YY Inc., cvt., senior note, 144A, 1.375%, 06/15/26	CHN	USD	1,381,776	0.06
1,235,000	CSG Systems International Inc., cvt., senior note, 4.25%, 03/15/36	USA	USD	1,372,507	0.06
1,332,000	PRA Group Inc., cvt., senior note, 3.00%, 08/01/20	USA	USD	1,325,776	0.06
1,230,000	Pluralsight Inc., cvt., senior note, 144A, 0.375%, 03/01/24	USA	USD	1,318,112	0.06
1,290,000	Intercept Pharmaceuticals Inc., cvt., senior note, 2.00%, 05/15/26	USA	USD	1,282,936	0.06
1,360,000	Redfin Corp., cvt., senior note, 1.75%, 07/15/23	USA	USD	1,264,640	0.06
822,000	Rapid7 Inc., cvt., senior note, 144A, 1.25%, 08/01/23	USA	USD	1,258,687	0.06
1,200,000	1MDB Energy Ltd., senior note, Reg S, 5.99%, 05/11/22	MYS	USD	1,256,897	0.06
1,231,000	Qudian Inc., cvt., senior note, 144A, 1.00%, 07/01/26	CHN	USD	1,256,563	0.06
1,309,000	Vishay Intertechnology Inc., cvt., senior bond, 144A, 2.25%, 06/15/25	USA	USD	1,207,553	0.05
1,449,000	Element Fleet Management Corp., cvt., sub. note, 4.25%, 06/30/24	CAN	CAD	1,194,298	0.05
1,237,000	Green Plains Inc., cvt., senior note, 144A, 4.00%, 07/01/24	USA	USD	1,178,243	0.05
1,696,000	Liberty Interactive LLC, cvt., senior note, 3.75%, 02/15/30	USA	USD	1,170,240	0.05
1,073,000	Altair Engineering Inc., cvt., senior note, 0.25%, 06/01/24	USA	USD	1,167,684	0.05
1,305,000	Polaris Intermediate Corp., senior note, 144A, PIK, 8.50%, 12/01/22 ‡	USA	USD	1,158,188	0.05
1,066,000	Pacific Gas and Electric Co., senior bond, 5.40%, 01/15/40	USA	USD	1,151,280	0.05
1,037,000	Perficient Inc., cvt., senior note, 144A, 2.375%, 09/15/23	USA	USD	1,150,453	0.05
920,000	Petrobras Global Finance BV, senior note, 8.75%, 05/23/26	BRA	USD	1,137,920	0.05
1,090,000	John Deere Capital Corp., senior note, FRN, 2.676%, 03/12/21 †	USA	USD	1,090,220	0.05
1,060,000	Broadcom Inc., senior bond, 144A, 4.75%, 04/15/29	USA	USD	1,087,150	0.05
917,000	Microchip Technology Inc., cvt., 1.625%, 02/15/27	USA	USD	1,082,610	0.05
1,528,000	Liberty Interactive LLC, cvt., senior bond, 4.00%, 11/15/29	USA	USD	1,079,150	0.05
1,050,000	Zynga Inc., cvt., senior note, 144A, 0.25%, 06/01/24	USA	USD	1,050,999	0.05
984,000	Petrobras Global Finance BV, senior bond, 6.90%, 03/19/49	BRA	USD	1,049,928	0.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
878,000	Cowen Inc., cvt., senior note, 3.00%, 12/15/22	USA	USD	1,018,281	0.04
618,000	The Medicines Co., cvt., senior note, 144A, 3.50%, 01/15/24	USA	USD	1,012,194	0.04
1,049,000	PRA Group Inc., cvt., senior note, 3.50%, 06/01/23	USA	USD	980,862	0.04
1,160,000	Bruin E&P Partners LLC, senior note, 144A, 8.875%, 08/01/23	USA	USD	980,200	0.04
773,000	Knowles Corp., cvt., senior note, 3.25%, 11/01/21	USA	USD	931,825	0.04
915,000	Nissan Motor Acceptance Corp., senior note, 144A, FRN, 2.93%, 03/15/21 †	USA	USD	912,892	0.04
905,000	CVS Health Corp., senior note, FRN, 3.173%, 03/09/21 †	USA	USD	909,289	0.04
895,000	General Dynamics Corp., senior note, FRN, 2.915%, 05/11/21 †	USA	USD	898,660	0.04
840,000	VTB Capital SA, (VTB Bank), loan participation, sub. senior note, Reg S, 6.95%, 10/17/22	RUS	USD	890,739	0.04
1,033,000	Boingo Wireless Inc., cvt., senior note, 144A, 1.00%, 10/01/23	USA	USD	886,825	0.04
765,000	PROS Holdings Inc., cvt., senior note, 144A, 1.00%, 05/15/24	USA	USD	875,244	0.04
800,000	Netflix Inc., senior bond, 144A, 5.375%, 11/15/29	USA	USD	851,752	0.04
830,000	Wyndham Worldwide Corp., 4.25%, 03/01/22	USA	USD	844,525	0.04
800,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 4.75%, 05/15/22	AUS	USD	829,520	0.04
825,000	New York Life Global Funding, secured note, FRN, 2.885%, 08/06/21 †	USA	USD	826,885	0.04
908,000	EZCORP Inc., cvt., senior note, 2.375%, 05/01/25	USA	USD	825,960	0.04
785,000	Lennar Corp., senior note, 4.75%, 11/15/22	USA	USD	824,250	0.04
800,000	Nissan Motor Acceptance Corp., senior note, 144A, 3.65%, 09/21/21	USA	USD	819,294	0.04
810,000	Sirius XM Radio Inc., 3.875%, 08/01/22	USA	USD	816,075	0.04
810,000	USAA Capital Corp., 3.00%, 07/01/20	USA	USD	816,012	0.04
790,000	Open Text Corp., senior note, 144A, 5.625%, 01/15/23	CAN	USD	815,675	0.04
795,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	809,549	0.04
805,000	U.S. Bank NA, senior note, 2.905%, 11/16/21	USA	USD	807,570	0.04
750,000	GLP Capital LP/GLP Financing II Inc., 5.375%, 11/01/23	USA	USD	806,948	0.04
800,000	Mitsubishi UFJ Financial Group Inc., senior note, FRN, 3.236%, 07/26/21 †	JPN	USD	803,453	0.04
780,000	Sabre GLBL Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	801,450	0.04
745,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	799,013	0.04
816,000	Twitter Inc., cvt., senior note, 0.25%, 06/15/24	USA	USD	798,749	0.04
795,000	HSBC Holdings PLC, senior note, FRN, 3.086%, 09/11/21 †	GBR	USD	795,885	0.04
785,000	Level 3 Financing Inc., senior note, 5.125%, 05/01/23	USA	USD	794,499	0.04
775,000	Steel Dynamics Inc., senior note, 5.25%, 04/15/23	USA	USD	789,531	0.03
767,000	Pacira Pharmaceuticals Inc., cvt., senior note, 2.375%, 04/01/22	USA	USD	787,219	0.03
755,000	Ashtead Capital Inc., second lien, 144A, 5.625%, 10/01/24	GBR	USD	784,256	0.03
768,000	Tabula Rasa Healthcare Inc., cvt., senior sub. note, 144A, 1.75%, 02/15/26	USA	USD	770,788	0.03
755,000	International Business Machines Corp., 2.85%, 05/13/22	USA	USD	767,505	0.03
730,000	Innoviva Inc., cvt., sub. note, 2.125%, 01/15/23	USA	USD	767,411	0.03
765,000	The Bank of New York Mellon, senior note, 2.802%, 12/04/20	USA	USD	765,851	0.03
650,000	Enel SpA, sub. note, 144A, FRN, 8.75%, 09/24/73 †	ITA	USD	752,375	0.03
720,000	Hyundai Capital America, senior note, 144A, 3.95%, 02/01/22	USA	USD	739,139	0.03
1,075,000	Teva Pharmaceutical Finance Netherlands III BV, senior bond, 4.10%, 10/01/46	ISR	USD	734,978	0.03
725,000	U.S. Bank NA, senior note, 3.00%, 02/04/21	USA	USD	733,860	0.03
940,000	Gulfport Energy Corp., senior note, 6.00%, 10/15/24	USA	USD	730,850	0.03
725,000	Rolls-Royce PLC, senior note, 144A, 2.375%, 10/14/20	GBR	USD	723,897	0.03
690,000	Metropolitan Life Global Funding I, secured note, 144A, 2.40%, 06/17/22	USA	USD	693,845	0.03
680,000	The Boeing Co., senior note, 2.70%, 05/01/22	USA	USD	689,820	0.03
679,000	Liberty Latin America Ltd., cvt., senior note, 2.00%, 07/15/24	CHL	USD	687,008	0.03
662,000	IAC FinanceCo 3 Inc., cvt., senior bond, 144A, 2.00%, 01/15/30	USA	USD	682,828	0.03
655,000	Aker BP ASA, senior note, 144A, 4.75%, 06/15/24	NOR	USD	676,746	0.03
625,000	Uber Technologies Inc., senior note, 144A, 7.50%, 11/01/23	USA	USD	664,063	0.03
618,000	SSR Mining Inc., cvt., senior bond, 144A, 2.50%, 04/01/39	CAN	USD	663,210	0.03
528,000	PAR Technology Corp., cvt., senior note, 144A, 4.50%, 04/15/24	USA	USD	648,741	0.03
695,000	DISH Network Corp., cvt., senior note, 2.375%, 03/15/24	USA	USD	644,623	0.03
668,000	Alder Biopharmaceuticals Inc., cvt., senior note, 2.50%, 02/01/25	USA	USD	624,163	0.03
790,000	Teekay Corp., cvt., senior note, 5.00%, 01/15/23	CAN	USD	622,619	0.03
585,000	NBM US Holdings Inc., senior note, 144A, 7.00%, 05/14/26	BRA	USD	617,321	0.03
580,000	BioMarin Pharmaceutical Inc., cvt., 0.599%, 08/01/24	USA	USD	603,563	0.03
667,000	Benefitfocus Inc., cvt., senior note, 144A, 1.25%, 12/15/23	USA	USD	596,698	0.03
612,000	Herbalife Nutrition Ltd., cvt., senior note, 2.625%, 03/15/24	USA	USD	595,199	0.03
590,000	Nissan Motor Acceptance Corp., FRN, 2.987%, 07/13/20 †	USA	USD	590,101	0.03
511,000	CONMED Corp., cvt., senior note, 144A, 2.625%, 02/01/24	USA	USD	589,993	0.03
629,000	Nutanix Inc., cvt., senior note, zero cpn., 01/15/23	USA	USD	588,857	0.03
1,007,000	Genworth Holdings Inc., junior sub. note, FRN, 4.52%, 11/15/66 †	USA	USD	584,060	0.03
513,000	Petrobras Global Finance BV, senior note, 6.25%, 03/17/24	BRA	USD	563,044	0.02

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Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
503,000	MDC-GMTN BV, senior note, Reg S, 4.50%, 11/07/28	ARE	USD	562,683	0.02
622,000	Retrophin Inc., cvt., senior note, 2.50%, 09/15/25	USA	USD	560,353	0.02
531,000	PDL BioPharma Inc., cvt., senior note, 2.75%, 12/01/21	USA	USD	560,093	0.02
855,000	Vine Oil & Gas LP/Vine Oil & Gas Finance Corp., senior note, 144A, 8.75%, 04/15/23	USA	USD	560,025	0.02
550,000	Aircastle Ltd., senior note, 4.25%, 06/15/26	USA	USD	555,513	0.02
565,000	DISH Network Corp., cvt., senior bond, 3.375%, 08/15/26	USA	USD	550,697	0.02
378,000	Cleveland-Cliffs Inc., cvt., senior note, 1.50%, 01/15/25	USA	USD	546,432	0.02
545,000	General Motors Financial Co. Inc., senior note, FRN, 3.442%, 04/09/21 †	USA	USD	544,933	0.02
520,000	The Goldman Sachs Group Inc., senior note, FRN, 3.696%, 04/26/22 †	USA	USD	524,559	0.02
485,000	Uber Technologies Inc., senior note, 144A, 8.00%, 11/01/26	USA	USD	517,796	0.02
475,000	First Majestic Silver Corp., cvt., senior note, 1.875%, 03/01/23	CAN	USD	508,250	0.02
495,000	First Data Corp., secured note, first lien, 144A, 5.00%, 01/15/24	USA	USD	507,437	0.02
412,000	OSI Systems Inc., cvt., senior note, 1.25%, 09/01/22	USA	USD	489,329	0.02
518,000	Hope Bancorp Inc., cvt., senior bond, 2.00%, 05/15/38	USA	USD	474,353	0.02
460,000	BMW U.S. Capital LLC, FRN, 3.035%, 08/13/21 †	DEU	USD	461,509	0.02
450,000	Midwest Connector Capital, 3.625%, 04/01/22	USA	USD	461,106	0.02
592,000	Element Fleet Management Corp., cvt., sub. note, 4.25%, 06/30/20	CAN	CAD	453,628	0.02
450,000	United Technologies Corp., FRN, 3.175%, 08/16/21 †	USA	USD	450,290	0.02
440,000	Wells Fargo & Co., senior note, FRN, 3.842%, 03/04/21 †	USA	USD	446,845	0.02
441,000	Western Digital Corp., senior note, 4.75%, 02/15/26	USA	USD	433,746	0.02
400,000	Synchrony Financial, senior note, 5.15%, 03/19/29	USA	USD	431,192	0.02
561,000	Hexion Inc., senior secured note, first lien, 144A, 10.375%, 02/01/22	USA	USD	430,568	0.02
1,360,000	Halcon Resources Corp., senior note, 6.75%, 02/15/25	USA	USD	414,800	0.02
400,000	Standard Chartered PLC, senior note, 144A, 4.247% to 01/20/22, FRN thereafter, 01/20/23	GBR	USD	413,176	0.02
400,000	Wells Fargo Bank NA, senior note, 3.625%, 10/22/21	USA	USD	411,304	0.02
400,000	Standard Chartered PLC, senior note, 144A, FRN, 3.742%, 01/20/23 †	GBR	USD	400,061	0.02
415,000	First Quantum Minerals Ltd., senior note, 144A, 6.875%, 03/01/26	ZMB	USD	386,469	0.02
370,000	RR Donnelley & Sons Co., senior bond, 8.875%, 04/15/21	USA	USD	382,950	0.02
365,000	Petrobras Global Finance BV, senior bond, 5.75%, 02/01/29	BRA	USD	381,389	0.02
360,000	Marsh & McLennan Cos. Inc., senior note, 3.50%, 12/29/20	USA	USD	366,047	0.02
380,000	Gran Tierra Energy International Holdings Ltd., senior note, 144A, 6.25%, 02/15/25	CAN	USD	355,300	0.02
557,000	Karyopharm Therapeutics Inc., cvt., senior note, 3.00%, 10/15/25	USA	USD	353,446	0.02
410,000	Montage Resources Corp., senior note, 8.875%, 07/15/23	USA	USD	347,475	0.02
352,000	Redwood Trust Inc., cvt., senior note, 4.75%, 08/15/23	USA	USD	344,960	0.02
369,000	RR Donnelley & Sons Co., senior bond, 6.625%, 04/15/29	USA	USD	336,713	0.01
320,000	AIA Group Ltd., senior note, 144A, FRN, 2.907%, 09/20/21 †	HKG	USD	320,010	0.01
300,000	iHeartCommunications Inc., 8.375%, 05/01/27	USA	USD	315,756	0.01
347,000	Aphria Inc., cvt., senior bond, 144A, 5.25%, 06/01/24	CAN	USD	311,433	0.01
290,000	Coventry Health Care Inc., senior bond, 5.45%, 06/15/21	USA	USD	304,137	0.01
270,000	Petrobras Global Finance BV, senior bond, 7.25%, 03/17/44	BRA	USD	302,673	0.01
300,000	AT&T Inc., senior note, FRN, 3.27%, 06/01/21 †	USA	USD	301,585	0.01
300,000	Toyota Motor Credit Corp., FRN, 2.753%, 10/09/20 †	USA	USD	300,103	0.01
365,000	CalAmp Corp., cvt., senior note, 144A, 2.00%, 08/01/25	USA	USD	296,145	0.01
300,000	Transportadora de Gas del Sur SA, senior note, 144A, 6.75%, 05/02/25	ARG	USD	291,003	0.01
280,000	Flex Ltd., senior bond, 4.875%, 06/15/29	USA	USD	285,717	0.01
280,000	Ameriprise Financial Inc., senior note, 3.00%, 03/22/22	USA	USD	285,155	0.01
260,000	JBS USA LUX SA/Food Co./Finance Inc., senior note, 144A, 6.50%, 04/15/29	USA	USD	283,075	0.01
247,000	Enphase Energy Inc., cvt., senior unsecured, 144A, 1.00%, 06/01/24	USA	USD	281,889	0.01
260,000	Millicom International Cellular SA, senior note, 144A, 6.25%, 03/25/29	COL	USD	279,659	0.01
270,000	MGM China Holdings Ltd., senior note, 144A, 5.375%, 05/15/24	HKG	USD	277,358	0.01
400,000	Vine Oil & Gas LP/Vine Oil & Gas Finance Corp., senior note, 144A, 9.75%, 04/15/23	USA	USD	261,000	0.01
243,000	Meccanica Holdings USA Inc., senior bond, 144A, 6.25%, 01/15/40	ITA	USD	238,140	0.01
235,000	Jagged Peak Energy LLC, senior note, 5.875%, 05/01/26	USA	USD	232,650	0.01
220,000	Virgin Media Secured Finance PLC, 5.25%, 01/15/21	GBR	USD	230,230	0.01
225,000	Sumitomo Mitsui Financial Group Inc., senior note, FRN, 3.551%, 01/11/22 †	JPN	USD	227,161	0.01
235,000	Mylan NV, senior bond, 5.25%, 06/15/46	USA	USD	220,043	0.01
215,000	Transocean Sentry Ltd., senior note, 144A, 5.375%, 05/15/23	USA	USD	215,806	0.01
200,000	Millicom International Cellular SA, 5.125%, 01/15/28	LUX	USD	203,500	0.01
210,000	First Quantum Minerals Ltd., senior note, 144A, 7.50%, 04/01/25	ZMB	USD	200,813	0.01
195,000	Post Holdings Inc., senior bond, 144A, 5.50%, 12/15/29	USA	USD	196,219	0.01
270,000	Nabors Industries Inc., cvt., 144A, 0.75%, 01/15/24	USA	USD	193,946	0.01
199,000	Evolent Health Inc., cvt., senior note, 2.00%, 12/01/21	USA	USD	177,390	0.01

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Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
180,000	Lonestar Resources America Inc., senior note, 144A, 11.25%, 01/01/23	USA	USD	171,900	0.01
195,000	Chesapeake Energy Corp., cvt., senior note, 5.50%, 09/15/26	USA	USD	156,132	0.01
175,000	Green Plains Inc., cvt., senior note, 4.125%, 09/01/22	USA	USD	151,325	0.01
124,000	Zillow Group Inc., cvt., senior note, 2.00%, 12/01/21	USA	USD	140,633	0.01
138,000	Ship Finance International Ltd., cvt., senior note, 5.75%, 10/15/21	NOR	USD	139,943	0.01
124,000	Coupa Software Inc., cvt., senior note, 144A, 0.125%, 06/15/25	USA	USD	133,000	0.01
123,000	Uniti Fiber Holdings Inc., cvt., senior note, 144A, 4.00%, 06/15/24	USA	USD	126,351	0.01
103,000	Carbonite Inc., cvt., senior note, 144A, 2.50%, 04/01/22	USA	USD	124,161	0.01
4,525,000	Banco Hipotecario SA, 144A, FRN, 51.25%, 11/07/22 †	ARG	ARS	98,533	0.00
100,000	Fugro NV, cvt., 4.00%, 10/26/21	NLD	EUR	98,333	0.00
100,000	Fugro NV, cvt., sub. note, Reg S, 4.50%, 11/02/24	NLD	EUR	97,506	0.00
100,000	CommScope Technologies LLC, senior bond, 144A, 5.00%, 03/15/27	USA	USD	87,500	0.00
90,000	The Greenbrier Cos. Inc., cvt., senior note, 2.875%, 02/01/24	USA	USD	87,155	0.00
3,700,000	Banco Supervielle SA, senior note, 144A, FRN, 47.667%, 08/09/20 †	ARG	ARS	86,230	0.00
85,000	Mylan Inc., senior bond, 5.20%, 04/15/48	USA	USD	78,545	0.00
70,000	Flexion Therapeutics Inc., cvt., senior note, 3.375%, 05/01/24	USA	USD	61,119	0.00
45,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	42,399	0.00
31,000	Inphi Corp., cvt., senior note, 0.75%, 09/01/21	USA	USD	34,448	0.00
35,000	SM Energy Co., cvt., senior note, 1.50%, 07/01/21	USA	USD	32,380	0.00
1,840,000	Banco Macro SA, senior note, 144A, 17.50%, 05/08/22	ARG	ARS	26,964	0.00
24,000	Q2 Holdings Inc., cvt., senior note, 144A, 0.75%, 06/01/26	USA	USD	25,933	0.00
45,000	Liberty Media Corp., cvt., senior bond, 2.25%, 09/30/46	USA	USD	24,274	0.00
2,000	Synaptics Inc., cvt., senior note, 0.50%, 06/15/22	USA	USD	1,791	0.00
				261,574,891	11.54
	Government and Municipal Bonds				
527,839,000	Government of Russia, 7.25%, 05/10/34	RUS	RUB	8,229,234	0.36
69,802,090	Government of South Africa, R186, 10.50%, 12/21/26	ZAF	ZAR	5,605,477	0.25
4,248,000	Government of Argentina, senior note, 5.625%, 01/26/22	ARG	USD	3,589,603	0.16
2,800,000	Government of Russia, senior note, Reg S, 4.50%, 04/04/22	RUS	USD	2,920,297	0.13
42,535,000	Government of South Africa, 8.75%, 01/31/44	ZAF	ZAR	2,754,276	0.12
1,765,000	Saudi Government International Bond, senior bond, Reg S, 5.25%, 01/16/50	SAU	USD	2,011,288	0.09
1,942,000	Petroleos Mexicanos, senior bond, 5.50%, 01/21/21	MEX	USD	1,968,217	0.09
1,614,000	Eskom Holdings SOC Ltd., senior note, Reg S, 8.45%, 08/10/28	ZAF	USD	1,823,973	0.08
1,888,000	Government of Turkey, senior bond, 5.75%, 05/11/47	TUR	USD	1,587,419	0.07
2,399,000	Government of Argentina, 3.38% to 03/31/29, 4.74% thereafter, 12/31/38	ARG	EUR	1,559,250	0.07
1,339,000	Government of Saudi Arabia, senior note, Reg S, 2.375%, 10/26/21	SAU	USD	1,338,384	0.06
1,435,000	Government of Argentina, senior note, Reg S, 3.875%, 01/15/22	ARG	EUR	1,337,993	0.06
1,248,000	Government of Paraguay, senior note, Reg S, 4.625%, 01/25/23	PRY	USD	1,314,157	0.06
1,586,000	Government of Argentina, senior note, 4.625%, 01/11/23	ARG	USD	1,275,953	0.06
1,240,000	Petroleos Mexicanos, senior bond, 4.875%, 01/24/22	MEX	USD	1,238,760	0.05
1,115,000	Government of Brazil, senior bond, 4.875%, 01/22/21	BRA	USD	1,159,043	0.05
1,256,000	Government of Argentina, senior note, 6.875%, 04/22/21	ARG	USD	1,105,908	0.05
942,000	Government of Bahrain, senior note, Reg S, 7.00%, 01/26/26	BHR	USD	1,019,872	0.04
932,000	Petroleos Mexicanos, senior note, 3.50%, 01/30/23	MEX	USD	886,705	0.04
809,000	Eskom Holdings SOC Ltd., senior note, Reg S, 5.75%, 01/26/21	ZAF	USD	817,786	0.04
701,000	Government of Nigeria, senior note, Reg S, 7.625%, 11/21/25	NGA	USD	767,156	0.03
30,965,000	Province of Buenos Aires, FRN, 54.501%, 04/12/25 †	ARG	ARS	666,983	0.03
600,000	Government of Russia, 5.10%, 03/28/35	RUS	USD	652,819	0.03
670,000	Province of Buenos Aires, senior note, 144A, 6.50%, 02/15/23	ARG	USD	563,477	0.02
27,380,000	Province of Buenos Aires, 144A, FRN, 48.77%, 05/31/22 †	ARG	ARS	562,369	0.02
8,340,000	Government of South Africa, 8.75%, 02/28/48	ZAF	ZAR	533,973	0.02
474,000	Government of Ecuador, senior note, Reg S, 10.75%, 03/28/22	ECU	USD	533,847	0.02
464,000	Government of Indonesia, senior note, 4.45%, 02/11/24	IDN	USD	493,399	0.02
492,000	Petroleos Mexicanos, senior note, 4.625%, 09/21/23	MEX	USD	482,160	0.02
18,803,897	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	434,324	0.02
419,000	Saudi Arabian Oil Co., senior note, Reg S, 4.25%, 04/16/39	SAU	USD	425,005	0.02
380,000	The Export-Import Bank of Korea, senior note, FRN, 2.874%, 06/25/22 †	KOR	USD	380,759	0.02
5,089,000,000	Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	IDN	IDR	380,392	0.02
350,000	Government of Turkey, senior bond, 5.625%, 03/30/21	TUR	USD	355,593	0.02
345,000	YPF Sociedad Anonima, senior note, 144A, 6.95%, 07/21/27	ARG	USD	314,278	0.01
309,000	Saudi Arabian Oil Co., senior bond, Reg S, 4.375%, 04/16/49	SAU	USD	313,855	0.01
294,000	Saudi Arabian Oil Co., senior note, Reg S, 3.50%, 04/16/29	SAU	USD	298,053	0.01
285,139	Government of Argentina, FRN, 3.38%, 12/31/38 †	ARG	EUR	181,975	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
350,000	YPF Sociedad Anonima, senior note, 144A, FRN, 48.75%, 07/07/20 †	ARG	USD	137,375	0.01
				52,021,387	2.29
	Securities Maturing Within One Year				
30,000,000	U.S. Treasury Bill, 0.00%, 08/22/19	USA	USD	29,910,332	1.32
10,000,000	U.S. Treasury Bill, 0.00%, 08/01/19	USA	USD	9,982,670	0.44
10,000,000	U.S. Treasury Bill, 0.00%, 08/29/19	USA	USD	9,965,706	0.44
7,500,000	U.S. Treasury Bill, 0.00%, 09/12/19	USA	USD	7,468,667	0.33
7,499,400	U.S. Treasury Bill, 0.00%, 11/07/19	USA	USD	7,444,378	0.33
7,000,000	U.S. Treasury Bill, 0.00%, 07/18/19	USA	USD	6,993,323	0.31
6,300,000	U.S. Treasury Bill, 0.00%, 12/05/19	USA	USD	6,244,569	0.28
3,616,000	IH Merger Sub LLC, cvt., 3.00%, 07/01/19	USA	USD	5,272,164	0.23
4,500,000	U.S. Treasury Bill, 0.00%, 08/15/19	USA	USD	4,488,398	0.20
4,400,000	U.S. Treasury Bill, 0.00%, 01/30/20	USA	USD	4,350,667	0.19
3,500,000	U.S. Treasury Bill, 0.00%, 10/10/19	USA	USD	3,479,563	0.15
3,088,000	Cemex SAB de CV, cvt., 3.72%, 03/15/20	MEX	USD	3,090,140	0.14
3,000,000	U.S. Treasury Bill, 0.00%, 05/21/20	USA	USD	2,948,560	0.13
2,699,000	Government of Turkey, senior bond, 7.00%, 06/05/20	TUR	USD	2,763,614	0.12
1,780,000	Government of South Africa, 5.50%, 03/09/20	ZAF	USD	1,810,776	0.08
67,835,847	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	1,775,275	0.08
30,194,000	JP Morgan Structured Products BV, 1.00%, 11/07/19	USA	EGP	1,696,755	0.07
43,115,312	Citigroup Global Markets Holdings Inc., zero cpn., 10/21/19	USA	UAH	1,564,595	0.07
1,904,000	Element Fleet Management Corp., cvt., sub. note, 144A, 5.125%, 06/30/19	CAN	CAD	1,455,548	0.06
1,379,000	RWT Holdings Inc., cvt., senior note, 5.625%, 11/15/19	USA	USD	1,390,838	0.06
1,362,000	Twitter Inc., cvt., senior note, 0.25%, 09/15/19	USA	USD	1,357,417	0.06
1,331,000	Arconic Inc., cvt., senior note, 1.625%, 10/15/19	USA	USD	1,347,871	0.06
22,637,631	Egypt Treasury Bill, 0.00%, 09/17/19	EGY	EGP	1,305,837	0.06
1,030,000	Electronics for Imaging Inc., cvt., senior note, 0.75%, 09/01/19	USA	USD	1,026,866	0.05
37,751,439	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	1,013,566	0.04
333,481,082	Citigroup Global Markets Holdings Inc., zero cpn., 12/03/19	USA	NGN	879,454	0.04
845,000	Sumitomo Mitsui Banking Corp., FRN, 2.938%, 01/17/20 †	JPN	USD	846,189	0.04
800,000	Government of Russia, senior note, Reg S, 5.00%, 04/29/20	RUS	USD	815,589	0.04
283,140,000	The Goldman Sachs International, zero cpn., 09/30/19	GBR	NGN	764,132	0.03
663,000	Forestar Group Inc., cvt., senior note, 3.75%, 03/01/20	USA	USD	663,919	0.03
580,000	PNC Bank National Assn., senior note, FRN, 2.88%, 05/19/20 †	USA	USD	581,991	0.03
576,000	ZAR Sovereign Capital Fund Propriety Ltd., senior note, Reg S, 3.903%, 06/24/20	ZAF	USD	579,259	0.03
550,000	Capital One Financial Corp., senior note, FRN, 3.295%, 05/12/20 †	USA	USD	552,377	0.02
550,000	Intel Corp., senior note, FRN, 2.615%, 05/11/20 †	USA	USD	550,389	0.02
525,000	General Motors Financial Co. Inc., FRN, 3.527%, 04/13/20 †	USA	USD	526,585	0.02
510,000	Daimler Finance North America LLC, FRN, 3.095%, 05/05/20 †	DEU	USD	511,183	0.02
505,000	Apple Inc., FRN, 2.605%, 05/11/20 †	USA	USD	505,343	0.02
471,019	Motel 6 Trust, 2017-M6MZ, M, FRN, 9.321%, 08/15/19 †	USA	USD	478,275	0.02
460,000	HCA Inc., senior secured note, 6.50%, 02/15/20	USA	USD	470,604	0.02
460,000	Campbell Soup Co., senior note, FRN, 2.91%, 03/16/20 †	USA	USD	460,397	0.02
7,766,000	JP Morgan Structured Products BV, zero cpn., 08/08/19	USA	EGP	451,779	0.02
18,812,270	Government of Argentina, FRN, 68.465%, 06/21/20 †	ARG	ARS	441,529	0.02
435,000	Daimler Finance North America LLC, 3.10%, 05/04/20	DEU	USD	437,367	0.02
183,000	Alimentation Couche-Tard Inc., senior note, 144A, FRN, 2.95%, 12/13/19 †	CAN	USD	183,052	0.01
174,737	EP Petroecuador via Noble Sovereign Funding I Ltd., Reg S, FRN, 7.963%, 09/24/19 †	ECU	USD	176,266	0.01
110,000	CPS Auto Receivables Trust, 2014-B, D, 144A, 4.62%, 05/15/20	USA	USD	110,005	0.01
3,530,000	Banco Hipotecario SA, senior note, 144A, FRN, 50.417%, 01/12/20 †	ARG	ARS	82,268	0.00
60,000	Whiting Petroleum Corp., cvt., senior note, 1.25%, 04/01/20	USA	USD	58,200	0.00
9,200	Nissan Auto Lease Trust, 2017-B, A2B, FRN, 2.604%, 12/16/19 †	USA	USD	9,201	0.00
1,220	Nissan Auto Receivables Owner Trust, 2017-B, FRN, 2.494%, 05/15/20 †	USA	USD	1,220	0.00
45,000	SunEdison Inc., cvt., senior note, 144A, 0.25%, 01/15/20	USA	USD	1,041	0.00
950	Santander Retail Auto Lease Trust, 2017-A, A2B, 144A, FRN, 2.653%, 03/20/20 †	USA	USD	950	0.00
				131,286,659	5.79
	TOTAL BONDS			496,458,488	21.89
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			496,458,488	21.89

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Alternative Strategies Fund

(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				
8,349	Altaba Inc.	USA	USD	579,170	0.03
	Food Products				
5,457	Bunge Ltd., 4.875%, cvt. pfd.	USA	USD	540,789	0.03
	Health Care Technology				
13,492	Change Healthcare Inc., 6.00%, cvt. pfd.	USA	USD	749,278	0.03
	Oil, Gas & Consumable Fuels				
130	Chesapeake Energy Corp., 5.75%, cvt. pfd.	USA	USD	59,150	0.00
219	El Paso Energy Capital Trust I, 4.75%, cvt. pfd.	USA	USD	11,607	0.00
				70,757	0.00
	Thrifts & Mortgage Finance				
78,075	FHLMC, 8.375%, pfd., Z	USA	USD	968,130	0.04
	TOTAL SHARES			2,908,124	0.13
	BONDS				
	Corporate Bonds				
6,046,957	Bruce Mansfield Unit 1 2007 Pass Through Trust, secured bond, 6.85%, 06/01/34 ^	USA	USD	5,639,341	0.25
1,600,000	Samarco Mineracao SA, senior bond, 144A, 4.125%, 11/01/22 ^	BRA	USD	1,232,000	0.05
205,000	Bellatrix Exploration Ltd., secured note, second lien, 8.50%, 09/11/23 **	CAN	USD	180,400	0.01
223,000	Bellatrix Exploration Ltd., senior note, PIK, 3.00%, 12/15/23 ‡,**	CAN	USD	147,180	0.01
				7,198,921	0.32
	Government and Municipal Bonds				
6,915,000	Puerto Rico Commonwealth, 2014-A, 8.00%, 07/01/35 ^	USA	USD	3,595,800	0.16
3,790,000	Puerto Rico Electric Power Authority Power Revenue, Series XX-RSA-1, 5.25%, 07/01/40 ^	USA	USD	2,984,625	0.13
2,090,000	Puerto Rico Commonwealth, 5.50%, 07/01/39 ^	USA	USD	1,227,875	0.05
1,435,000	Puerto Rico Electric Power Authority Power Revenue, Series TT-RSA-1, 5.00%, 07/01/37 ^	USA	USD	1,126,475	0.05
1,845,000	Puerto Rico Commonwealth, 5.00%, 07/01/41 ^	USA	USD	1,083,938	0.05
1,355,000	Puerto Rico Electric Power Authority Power Revenue, Series 2012A-RSA-1, 5.00%, 07/01/42 ^	USA	USD	1,063,675	0.05
1,120,000	Puerto Rico Commonwealth, 5.00%, 07/01/34 ^	USA	USD	834,400	0.04
977,095	Petroleos de Venezuela SA, senior note, Reg S, 6.00%, 10/28/22 ^	VEN	USD	146,564	0.00
35,000	Puerto Rico Electric Power Authority Power Revenue, Series WW-RSA-1, 5.25%, 07/01/33 ^	USA	USD	27,563	0.00
				12,090,915	0.53
	Securities Maturing Within One Year				
180,000	TerraVia Holdings Inc., cvt., senior sub. note, 5.00%, 10/01/19 **	USA	USD	0	0.00
	TOTAL BONDS			19,289,836	0.85
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			22,197,960	0.98
	TOTAL INVESTMENTS			1,294,803,541	57.10

† Floating Rates are indicated as at June 30, 2019
‡ Income may be received in additional securities and/or cash
^ These Bonds are currently in default
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin K2 Global Macro Opportunities Fund

(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	CCCI Treasure Ltd., senior bond, 3.50% to 04/21/20, FRN thereafter, Perpetual	CHN	USD	250,328	0.99
250,000	Dianjian Haiyu Ltd., senior note, Reg S, 3.00%, 06/20/22	CHN	USD	249,729	0.99
200,000	Bank of India, Reg S, 6.25%, 02/16/21	IND	USD	209,819	0.83
200,000	Industrial and Commercial Bank of China Ltd., sub. note, Reg S, 5.125%, 11/30/20	HKG	USD	207,039	0.82
200,000	Powerchina Real Estate Group Ltd., senior note, Reg S, 4.50%, 12/06/21	CHN	USD	205,864	0.82
200,000	HSBC Holdings PLC, junior sub. bond, 6.00% to 05/22/27, FRN thereafter, 12/31/64	GBR	USD	204,804	0.81
200,000	CNAC HK Finbridge Co. Ltd., senior note, Reg S, 4.125%, 03/14/21	CHN	USD	203,633	0.81
200,000	Axiata SPV2 Bhd., senior note, Reg S, 3.466%, 11/19/20	MYS	USD	202,445	0.80
200,000	CNAC HK Finbridge Co. Ltd., senior note, Reg S, 3.50%, 07/19/22	CHN	USD	201,384	0.80
200,000	Dianjian Haixing Ltd., senior bond, Reg S, 4.05% to 10/21/19, FRN thereafter, Perpetual	CHN	USD	200,599	0.79
200,000	CRCC Yupeng Ltd., senior bond, Reg S, 3.95% to 08/01/19, FRN thereafter, Perpetual	CHN	USD	200,016	0.79
200,000	Postal Savings Bank of China Co. Ltd., junior sub. bond, Reg S, 4.50% to 09/27/22, FRN thereafter, Perpetual	CHN	USD	198,000	0.78
200,000	Proven Glory Capital Ltd., senior note, Reg S, 4.00%, 02/21/27	CHN	USD	196,899	0.78
200,000	Westpac Banking Corp., junior sub. bond, 5.00% to 09/20/27, FRN thereafter, Perpetual	AUS	USD	193,074	0.76
200,000	Tsinghua Unic Ltd., senior note, Reg S, 5.375%, 01/31/23	CHN	USD	192,023	0.76
200,000	Abja Investment Co. Pte Ltd., senior note, Reg S, 5.45%, 01/24/28	IND	USD	191,925	0.76
200,000	GMR Hyderabad International Airport Ltd., senior secured note, first lien, Reg S, 4.25%, 10/27/27	IND	USD	182,933	0.72
32,000	Petrobras Global Finance BV, senior note, 8.75%, 05/23/26	BRA	USD	39,580	0.16
34,000	Petrobras Global Finance BV, senior bond, 6.90%, 03/19/49	BRA	USD	36,278	0.14
18,000	Petrobras Global Finance BV, senior note, 6.25%, 03/17/24	BRA	USD	19,756	0.08
				3,586,128	14.19
	Government and Municipal Bonds				
21,348,000	Government of Russia, 7.25%, 05/10/34	RUS	RUB	332,824	1.32
200,000	Saudi Government International Bond, senior bond, Reg S, 5.25%, 01/16/50	SAU	USD	227,908	0.90
2,526,750	Government of South Africa, R186, 10.50%, 12/21/26	ZAF	ZAR	202,911	0.80
202,000	Government of Argentina, senior note, 5.625%, 01/26/22	ARG	USD	170,692	0.67
100,000	Government of Brazil, senior bond, 4.875%, 01/22/21	BRA	USD	103,950	0.41
100,000	Government of Argentina, senior note, Reg S, 3.875%, 01/15/22	ARG	EUR	93,240	0.37
77,000	Petroleos Mexicanos, senior bond, 4.875%, 01/24/22	MEX	USD	76,923	0.30
100,000	Government of Argentina, 3.38% to 03/31/29, 4.74% thereafter, 12/31/38	ARG	EUR	64,996	0.26
58,000	Petroleos Mexicanos, senior note, 3.50%, 01/30/23	MEX	USD	55,181	0.22
52,000	Petroleos Mexicanos, senior bond, 5.50%, 01/21/21	MEX	USD	52,702	0.21
37,000	Government of Argentina, senior note, 4.625%, 01/11/23	ARG	USD	29,767	0.12
1,167,786	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	26,973	0.11
				1,438,067	5.69
	Securities Maturing Within One Year				
400,000	Bank of India, senior note, Reg S, 3.125%, 05/06/20	IND	USD	400,161	1.58
260,000	Bluestar Finance Holdings Ltd., senior note, Reg S, 4.375%, 06/11/20	CHN	USD	263,754	1.04
200,000	Axiata SPV1 Labuan Ltd., senior note, Reg S, 5.375%, 04/28/20	MYS	USD	205,122	0.81
200,000	Axis Bank Ltd./Dubai, senior note, Reg S, 3.25%, 05/21/20	IND	USD	200,440	0.79
200,000	ONGC Videsh Ltd., senior note, Reg S, 3.25%, 07/15/19	IND	USD	200,060	0.79
143,000	Government of Turkey, senior bond, 7.00%, 06/05/20	TUR	USD	146,423	0.58
2,500,000	JP Morgan Structured Products BV, 1.00%, 11/07/19	USA	EGP	140,488	0.56
40,000,000	The Goldman Sachs International, zero cpn., 09/30/19	GBR	NGN	107,951	0.43
100,000	Government of South Africa, 5.50%, 03/09/20	ZAF	USD	101,729	0.40
2,369,510	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	62,010	0.25
746,747	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	20,049	0.08
757,371	Government of Argentina, FRN, 68.465%, 06/21/20 †	ARG	ARS	17,776	0.07
				1,865,963	7.38
	TOTAL BONDS			6,890,158	27.26
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			6,890,158	27.26

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Global Macro Opportunities Fund

(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				
	BONDS				
	Government and Municipal Bonds				
200,000	Puerto Rico Commonwealth, 2014-A, 8.00%, 07/01/35 ^	USA	USD	104,000	0.41
140,000	Puerto Rico Commonwealth, 5.00%, 07/01/41 ^	USA	USD	82,250	0.33
110,000	Puerto Rico Commonwealth, 5.50%, 07/01/39 ^	USA	USD	64,625	0.26
42,594	Petroleos de Venezuela SA, senior note, Reg S, 6.00%, 10/28/22 ^	VEN	USD	6,389	0.02
				257,264	1.02
	TOTAL BONDS			257,264	1.02
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			257,264	1.02
	TOTAL INVESTMENTS			7,147,422	28.28

† Floating Rates are indicated as at June 30, 2019

^ These Bonds are currently in default

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin K2 Long Short Credit Fund

(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				
	Capital Markets				
3,398	Gores Holdings III Inc.	USA	USD	35,798	0.04
	Energy Equipment & Services				
449,270	Weatherford International PLC	USA	USD	22,464	0.02
	Equity Real Estate Investment Trusts (REITs)				
24,038	VICI Properties Inc.	USA	USD	529,798	0.56
	Independent Power and Renewable Electricity Producers				
25,087	Clearway Energy Inc., A	USA	USD	405,908	0.43
14,204	Clearway Energy Inc., C	USA	USD	239,479	0.25
3,291	Atlantica Yield PLC	ESP	USD	74,607	0.08
				719,994	0.76
	Media				
2,898	Liberty Global PLC, C	GBR	USD	76,884	0.08
	Specialty Retail				
4,548	At Home Group Inc.	USA	USD	30,290	0.03
	TOTAL SHARES			1,415,228	1.49
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,415,228	1.49
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
1,915,575	Motel 6 Trust, 2017-MTL6, F, 144A, FRN, 6.644%, 08/15/34 †	USA	USD	1,938,411	2.05
1,750,000	Ashford Hospitality Trust, 2018-ASHF, E, 144A, FRN, 5.494%, 04/15/35 †	USA	USD	1,769,050	1.87
1,500,000	OZLM Funding III Ltd., 2013-3A, CR, FRN, 6.842%, 01/22/29 †	CYM	USD	1,503,150	1.59
1,487,500	BX Trust, 2017-SLCT, E, 144A, FRN, 5.544%, 07/15/34 †	USA	USD	1,495,787	1.58
1,500,000	LCM XVIII LP, 2018A, DR, 144A, FRN, 5.392%, 04/20/31 †	USA	USD	1,440,645	1.52
1,188,542	Labrador Aviation Finance Ltd., 2016-1A, A1, 4.30%, 01/15/42	USA	USD	1,225,371	1.30
1,000,000	Tricon American Homes Trust, 2017-SFR2, F, 5.104%, 01/17/36	USA	USD	1,040,604	1.10
1,000,000	Tricon American Homes Trust, 2017-SFR1, F, 5.151%, 09/17/34	USA	USD	1,033,821	1.09
1,000,000	Seasoned Credit Risk Transfer Trust, 2016-1, M2, FRN, 3.75%, 09/25/55 †	USA	USD	923,426	0.98
3,746,151	FNMA, 2011-11, SA, IO, FRN, 4.046%, 11/25/41 †	USA	USD	764,691	0.81
800,000	Galaxy XXIV CLO Ltd., 2017-24A, C, FRN, 4.297%, 01/15/31 †	CYM	USD	757,938	0.80
755,000	FHLMC Structured Agency Credit Risk Debt Notes, 2018-SPI4, M2, 144A, FRN, 4.46%, 11/25/48 †	USA	USD	752,140	0.79
750,000	Zais CLO 1 Ltd., 2014-1A, CR, 144A, FRN, 6.007%, 04/15/28 †	USA	USD	725,236	0.77
700,000	FHLMC Structured Agency Credit Risk Debt Notes, 2018-SPI3, M2, FRN, 4.165%, 08/25/48 †	USA	USD	687,659	0.73
781,796	RAMP Series, 2005-SL1, A7, 8.00%, 05/25/32	USA	USD	628,678	0.66
1,054,281	MASTR Asset Backed Securities Trust, 2006-HE2, A3, FRN, 2.554%, 06/25/36 †	USA	USD	600,764	0.63
595,616	Westchester CLO Ltd., 2007-1A, E, 144A, FRN, 6.879%, 08/01/22 †	USA	USD	597,241	0.63
575,016	Sapphire Aviation Finance I Ltd., 2018-1A, B, 144A, 5.926%, 03/15/40	USA	USD	596,490	0.63
853,408	RALI Series Trust, 2006-QA5, 1A3, FRN, 2.624%, 07/25/36 †	USA	USD	546,500	0.58
500,000	Connecticut Avenue Securities Trust, 2019-R01, 2M2, 144A, FRN, 4.854%, 07/25/31 †	USA	USD	506,697	0.54
500,000	KREF Ltd., 2018-FL1, D, 144A, FRN, 4.944%, 06/15/36 †	USA	USD	505,500	0.53
500,000	Halcyon Loan Advisors Funding Ltd., 2013-2A, D, 6.379%, 08/01/25	CYM	USD	499,971	0.53
500,000	Catamaran CLO Ltd., 2015-1A, DR, FRN, 5.392%, 04/22/27 †	CYM	USD	494,468	0.52
500,000	Black Diamond CLO Ltd., 2014-1A, D, FRN, 7.888%, 10/17/26 †	CYM	USD	487,608	0.52
473,918	Bear Stearns Asset Backed Securities I Inc., FRN, 5.862%, 05/25/35 †	USA	USD	481,300	0.51
454,619	Credit Suisse First Boston Mortgage Securities Corp., FRN, 5.904%, 02/25/32 †	USA	USD	474,979	0.50
380,037	Wells Fargo Alternative Loan Trust, 2007-PA2, 6.00%, 06/25/37	USA	USD	387,493	0.41
400,958	RFMSI Trust, 2006-SA4, 2A1, FRN, 5.356%, 11/25/36 †	USA	USD	387,135	0.41
380,922	Wells Fargo Mortgage Backed Securities Trust, 2004-I, FRN, 4.929%, 07/25/34 †	USA	USD	384,902	0.41
350,000	Freddie Mac Stacr Trust, 2019-FTR1, B2, 144A, FRN, 10.754%, 01/25/48 †	USA	USD	369,394	0.39
331,688	RALI Series Trust, 2004-QA4, NB21, FRN, 4.703%, 09/25/34 †	USA	USD	334,908	0.35
352,995	Bear Stearns ARM Trust, 2004-1, 2B1, FRN, 4.634%, 04/25/34 †	USA	USD	334,248	0.35
363,412	Alternative Loan Trust, 2006-OA17, 2A1, FRN, 2.595%, 12/20/46 †	USA	USD	315,565	0.33
340,013	RALI Series Trust, 2006-QS10, A4, 5.75%, 08/25/36	USA	USD	313,393	0.33

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
363,989	Banc of America Funding Corp., 2007-1, TA1A, FRN, 2.464%, 01/25/37 †	USA	USD	308,517	0.33
309,873	RFMSI Trust, 2007-S1, A5, 6.00%, 01/25/37	USA	USD	306,317	0.32
300,000	TPG Real Estate Finance Issuer Ltd., 2018-FL2, D, 144A, 5.094%, 11/15/37	USA	USD	303,750	0.32
297,828	Impac CMB Trust, 2004-7, M4, FRN, 4.204%, 11/25/34 †	USA	USD	300,051	0.32
294,161	Washington Mutual MSC Mortgage Pass-through Certificates, 5.75%, 03/25/33	USA	USD	299,384	0.32
297,660	Alternative Loan Trust, 2007-16CB, 4A7, 6.00%, 08/25/37	USA	USD	296,241	0.31
307,031	GSR Mortgage Loan Trust, 2004-14, 2A1, FRN, 2.734%, 12/25/34 †	USA	USD	294,694	0.31
305,530	Bear Stearns ARM Trust, 2004-12, M1, FRN, 4.291%, 02/25/35 †	USA	USD	275,468	0.29
266,925	Chase Mortgage Finance Trust, 2004-S2, 5.50%, 02/25/34	USA	USD	270,739	0.29
274,472	RFMSI Trust, 2007-S6, 1A16, 6.00%, 06/25/37	USA	USD	269,914	0.29
261,021	GSR Mortgage Loan Trust, 2005-AR6, 4A2, FRN, 4.528%, 09/25/35 †	USA	USD	267,818	0.28
332,774	Structured ARM Loan Trust, FRN, 3.867%, 09/25/36 †	USA	USD	260,695	0.28
252,007	Bear Stearns ARM Trust, 2004-10, 31A1, FRN, 4.993%, 01/25/35 †	USA	USD	257,122	0.27
250,000	Seasoned Credit Risk Transfer Trust, 2017-1, FRN, 4.00%, 01/25/56 †	USA	USD	253,424	0.27
236,976	MASTR Alternative Loan Trust, 2005-3, 2A1, 6.00%, 03/25/35	USA	USD	248,439	0.26
242,199	Chase Mortgage Finance Trust, 2007-A1, FRN, 4.452%, 02/25/37 †	USA	USD	244,127	0.26
229,227	Wells Fargo Mortgage Backed Securities Trust, 2007-10, 6.00%, 07/25/37	USA	USD	232,586	0.25
276,395	First Horizon Alternative Mortgage Securities, FRN, 4.282%, 07/25/35 †	USA	USD	230,798	0.24
218,924	MASTR Asset Backed Securities Trust, 2004-OPT2, FRN, 3.379%, 09/25/34 †	USA	USD	217,133	0.23
228,784	IndyMac Index Mortgage Loan Trust, 2004-AR5, FRN, 3.264%, 08/25/34 †	USA	USD	216,117	0.23
177,098	GSR Mortgage Loan Trust, 2007-4F, 1A1, 5.00%, 07/25/37	USA	USD	212,043	0.22
210,461	Morgan Stanley Mortgage Loan Trust, 2004-1, 5.50%, 11/25/33	USA	USD	211,427	0.22
208,031	Asset-Backed Securities Corp. Home Equity Loan Trust, FRN, 5.919%, 06/15/33 †	USA	USD	207,449	0.22
270,077	IndyMac Index Mortgage Loan Trust, 2006-AR7, FRN, 3.70%, 05/25/36 †	USA	USD	200,090	0.21
201,633	IndyMac Index Mortgage Loan Trust, 2006-AR33, FRN, 4.341%, 01/25/37 †	USA	USD	193,196	0.20
181,941	IMC Home Equity Loan Trust, 1998-5, A5, FRN, 7.08%, 12/20/29 †	USA	USD	192,228	0.20
182,118	RASC Trust, 2003-KS7, MI1, FRN, 5.574%, 09/25/33 †	USA	USD	190,738	0.20
254,771	JPMorgan Mortgage Acquisition Trust, 2007-CH2, AF2, FRN, 4.686%, 01/25/37 †	USA	USD	185,552	0.20
228,232	Bear Stearns ALT-A Trust, 2005-9, 26A1, FRN, 3.994%, 11/25/35 †	USA	USD	183,565	0.19
182,730	Home Equity Loan Trust, 2004-HS3, A, FRN, 2.669%, 09/25/29 †	USA	USD	182,796	0.19
421,401	Morgan Stanley Mortgage Loan Trust, 2006-16AX, 2.574%, 11/25/36	USA	USD	175,311	0.19
200,113	GSR Mortgage Loan Trust, 2003-13, B3, FRN, 4.285%, 10/25/33 †	USA	USD	162,866	0.17
184,027	Bear Stearns ALT-A Trust, 2006-1, 21A1, FRN, 4.109%, 02/25/36 †	USA	USD	160,962	0.17
166,380	National Collegiate Student Loan Trust, 2006-1, A5, FRN, 2.754%, 03/25/33 †	USA	USD	157,329	0.17
155,572	Nomura Asset Acceptance Corp., FRN, 5.007%, 12/25/35 †	USA	USD	157,294	0.17
154,303	Wells Fargo Mortgage Backed Securities Trust, 2005-AR15, FRN, 4.666%, 09/25/35 †	USA	USD	153,808	0.16
196,117	Alternative Loan Trust, 2007-25, 1A2, 6.50%, 11/25/37	USA	USD	147,401	0.16
146,323	Banc of America Funding Corp., 2006-3, 5A9, 5.50%, 03/25/36	USA	USD	140,836	0.15
136,203	RALI Series Trust, 2005-QS13, 2A3, 5.75%, 09/25/35	USA	USD	135,919	0.14
140,503	IndyMac Index Mortgage Loan Trust, 2006-AR2, FRN, 4.048%, 09/25/36 †	USA	USD	127,261	0.13
122,146	RBSSP Resecuritization Trust, 2009-7, 15A4, 2.83%, 01/26/46	USA	USD	119,515	0.13
123,626	Provident Funding Mortgage Loan Trust, 2005-2, 2A1A, FRN, 4.549%, 10/25/35 †	USA	USD	115,620	0.12
135,562	First Horizon Alternative Mortgage Securities, FRN, 4.177%, 02/25/36 †	USA	USD	114,705	0.12
134,333	First Horizon Mortgage Pass-Through Trust, 2005-AR3, FRN, 4.518%, 08/25/35 †	USA	USD	112,620	0.12
110,000	Seasoned Credit Risk Transfer Trust, 2017-2, M1, 144A, FRN, 4.00%, 08/25/56 †	USA	USD	110,620	0.12
112,975	Banc of America Funding Corp., 2006-3, 5A5, 5.50%, 03/25/36	USA	USD	108,738	0.11
110,569	Chase Mortgage Finance Trust, 2006-A1, 3.997%, 09/25/36	USA	USD	103,820	0.11
110,746	Impac CMB Trust, 2004-8, 2A2, FRN, 3.164%, 10/25/34 †	USA	USD	101,372	0.11
109,329	Bear Stearns ALT-A Trust, 2005-3, 2A3, FRN, 4.676%, 04/25/35 †	USA	USD	101,196	0.11
100,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-SPI1, M2, 144A, FRN, 3.982%, 09/25/47 †	USA	USD	97,145	0.10
100,000	People's Choice Home Loan Securities Trust, FRN, 3.259%, 08/25/35 †	USA	USD	92,226	0.10
85,256	Washington Mutual MSC Mortgage Pass-through Certificates, 7.50%, 04/25/33	USA	USD	91,584	0.10
100,260	Merrill Lynch Mortgage Investors Trust, 2004-A1, M1, FRN, 4.789%, 02/25/34 †	USA	USD	90,962	0.10
92,287	Banc of America Mortgage Trust, 2005-H, 2A5, FRN, 4.327%, 09/25/35 †	USA	USD	90,886	0.10
107,420	Renaissance Home Equity Loan Trust, 2007-3, 4.204%, 09/25/37	USA	USD	89,015	0.09
80,002	Morgan Stanley ABS Capital I Inc., 2002-HE3, M1, FRN, 4.054%, 03/25/33 †	USA	USD	80,465	0.09
75,812	Merrill Lynch Mortgage Investors Trust, FRN, 4.635%, 09/25/32 †	USA	USD	78,022	0.08
91,892	Wells Fargo Mortgage Backed Securities Trust, 2003-I, FRN, 4.687%, 09/25/33 †	USA	USD	75,700	0.08
146,283	GSAA Home Equity Trust, 2006-6, AF4, FRN, 6.121%, 03/25/36 †	USA	USD	72,711	0.08
76,443	RALI Series Trust, 2005-QA10, A41, FRN, 5.164%, 09/25/35 †	USA	USD	69,551	0.07
69,740	Morgan Stanley Mortgage Loan Trust, 2005-3AR, FRN, 4.525%, 07/25/35 †	USA	USD	66,808	0.07
69,269	GSR Mortgage Loan Trust, 2005-AR5, 1A1, FRN, 4.789%, 10/25/35 †	USA	USD	66,130	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
84,786	Morgan Stanley Mortgage Loan Trust, 2007-14AR, FRN, 3.235%, 11/25/37 †	USA	USD	59,820	0.06
50,869	GMACM Mortgage Loan Trust, 2005-AR2, 1A, FRN, 5.50%, 05/25/35 †	USA	USD	49,650	0.05
57,069	Structured ARM Loan Trust, FRN, 4.337%, 10/25/35 †	USA	USD	49,256	0.05
53,745	Deutsche Alternative-A Securities, Inc. Mortgage Loan Trust, FRN, 3.739%, 10/25/35 †	USA	USD	47,610	0.05
34,120	Washington Mutual MSC Mortgage Pass-through Certificates, 2003-AR3, B1, FRN, 4.268%, 06/25/33 †	USA	USD	31,849	0.03
32,434	GMACM Mortgage Loan Trust, 2005-AR4,1A, FRN, 5.119%, 07/19/35 †	USA	USD	30,342	0.03
26,321	GSR Mortgage Loan Trust, 2003-1, A2, FRN, 4.30%, 03/25/33 †	USA	USD	26,724	0.03
				36,481,230	38.55
	Corporate Bonds				
1,783,500	Harland Clarke Holdings Corp., senior note, 144A, 9.25%, 03/01/21	USA	USD	1,743,371	1.84
1,573,000	K. Hovnanian Enterprises Inc., secured note, 144A, 10.00%, 07/15/22	USA	USD	1,337,050	1.41
1,348,000	The McClatchy Co., senior note, 144A, 9.00%, 07/15/26	USA	USD	1,321,040	1.40
1,816,029	Worldwide Media Services Group Inc., sub. note, 144A, zero cpn., 12/01/24	USA	USD	1,312,081	1.39
1,086,000	Intelsat Jackson Holdings SA, senior secured note, first lien, 144A, 9.50%, 09/30/22	LUX	USD	1,272,401	1.34
1,069,000	Mohegan Tribal Gaming Authority, senior note, 144A, 7.875%, 10/15/24	USA	USD	1,051,629	1.11
824,000	Staples Inc., senior secured note, 144A, 7.50%, 04/15/26	USA	USD	821,207	0.87
742,000	Sable Permian Resources Land LLC, senior secured note, first lien, 144A, 13.00%, 11/30/20	USA	USD	712,320	0.75
668,000	Carvana Co., senior note, 144A, 8.875%, 10/01/23	USA	USD	678,187	0.72
697,000	Transocean Inc., senior note, 144A, 7.50%, 01/15/26	USA	USD	667,378	0.71
582,000	The McClatchy Co., senior secured bond, 144A, 6.875%, 07/15/31	USA	USD	643,110	0.68
537,000	Gannett Co. Inc., cvt., senior note, 4.75%, 04/15/24	USA	USD	544,187	0.58
567,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	542,194	0.57
529,000	Tesla Inc., senior note, 144A, 5.30%, 08/15/25	USA	USD	466,181	0.49
434,000	Mattel Inc., senior note, 144A, 6.75%, 12/31/25	USA	USD	447,563	0.47
421,000	Frontier Communications Corp., senior secured note, first lien, 144A, 8.00%, 04/01/27	USA	USD	438,893	0.46
392,000	JBS USA LLC/Finance Inc., senior note, 144A, 6.75%, 02/15/28	USA	USD	427,280	0.45
467,000	One Call Corp., senior secured note, first lien, 144A, 7.50%, 07/01/24	USA	USD	420,300	0.44
396,000	RR Donnelley & Sons Co., senior bond, 6.00%, 04/01/24	USA	USD	396,000	0.42
434,000	One Call Corp., secured note, second lien, 144A, 10.00%, 10/01/24	USA	USD	379,750	0.40
313,000	Pacific Gas and Electric Co., senior bond, 5.80%, 03/01/37	USA	USD	343,518	0.36
349,000	Moss Creek Resources Holdings Inc., senior note, 144A, 10.50%, 05/15/27	USA	USD	335,476	0.35
387,000	Harland Clarke Holdings Corp., senior secured note, first lien, 144A, 8.375%, 08/15/22	USA	USD	330,401	0.35
324,000	Pattern Energy Group Inc., cvt., senior note, 4.00%, 07/15/20	USA	USD	328,032	0.35
327,000	RR Donnelley & Sons Co., senior note, 6.50%, 11/15/23	USA	USD	325,071	0.34
440,000	Bed Bath & Beyond Inc., senior bond, 5.165%, 08/01/44	USA	USD	314,943	0.33
299,000	iStar Inc., cvt., senior note, 3.125%, 09/15/22	USA	USD	307,552	0.33
285,000	Vantage Drilling International, senior secured note, first lien, 144A, 9.25%, 11/15/23	USA	USD	295,688	0.31
285,000	Pacific Gas and Electric Co., senior bond, 3.30%, 12/01/27	USA	USD	271,463	0.29
362,000	Project Homestake Merger Corp., senior note, 144A, 8.875%, 03/01/23	USA	USD	243,445	0.26
235,000	eG Global Finance PLC, senior secured note, first lien, 144A, 6.75%, 02/07/25	GBR	USD	233,755	0.25
216,000	Tesla Inc., cvt., senior note, 2.00%, 05/15/24	USA	USD	212,684	0.23
200,000	VTB Capital SA, (VTB Bank), loan participation, sub. senior note, Reg S, 6.95%, 10/17/22	RUS	USD	212,081	0.22
182,560	Postmedia Network Inc., secured note, 144A, PIK, 11.25%, 07/15/23 ‡	CAN	USD	191,688	0.20
188,000	Triumph Group Inc., senior note, 5.25%, 06/01/22	USA	USD	185,180	0.20
174,000	Intelsat Jackson Holdings SA, senior secured note, first lien, 144A, 8.00%, 02/15/24	LUX	USD	181,830	0.19
195,000	K. Hovnanian Enterprises Inc., senior secured note, first lien, 5.00%, 11/01/21	USA	USD	178,913	0.19
171,780	American News Co. LLC, secured note, second lien, 144A, 8.50%, 09/01/26	USA	USD	177,792	0.19
150,000	Pacific Gas and Electric Co., senior bond, 6.05%, 03/01/34	USA	USD	167,625	0.18
155,000	RR Donnelley & Sons Co., senior note, 7.00%, 02/15/22	USA	USD	157,325	0.17
137,000	eG Global Finance PLC, senior secured note, first lien, 144A, 4.375%, 02/07/25	GBR	EUR	155,627	0.16
124,000	Edison International, senior note, 5.75%, 06/15/27	USA	USD	133,340	0.14
133,000	Pacific Gas and Electric Co., senior note, 2.95%, 03/01/26	USA	USD	125,353	0.13
162,000	Mattel Inc., senior bond, 5.45%, 11/01/41	USA	USD	123,930	0.13
124,000	Pacific Gas and Electric Co., senior bond, 3.30%, 03/15/27	USA	USD	118,420	0.13
109,000	Pacific Gas and Electric Co., senior bond, 5.40%, 01/15/40	USA	USD	117,720	0.12
117,000	Digicel International Finance Ltd., first lien, 144A, 8.75%, 05/25/24	LCA	USD	111,735	0.12
91,000	Fairstone Financial Inc., senior note, 144A, 7.875%, 07/15/24	CAN	USD	92,991	0.10
75,000	Petrobras Global Finance BV, senior note, 8.75%, 05/23/26	BRA	USD	92,765	0.10
80,000	Petrobras Global Finance BV, senior bond, 6.90%, 03/19/49	BRA	USD	85,360	0.09
73,000	Pacific Gas and Electric Co., senior bond, 6.25%, 03/01/39	USA	USD	82,855	0.09
66,000	JBS USA LUX SA/Food Co./Finance Inc., senior note, 144A, 6.50%, 04/15/29	USA	USD	71,858	0.08
81,000	Beazer Homes USA Inc., senior bond, 5.875%, 10/15/27	USA	USD	70,648	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
88,000	Envision Healthcare Corp., senior note, 144A, 8.75%, 10/15/26	USA	USD	61,380	0.07
62,000	Mattel Inc., senior bond, 6.20%, 10/01/40	USA	USD	51,770	0.06
46,000	Nexstar Escrow Corp., senior note, 144A, 5.625%, 07/15/27	USA	USD	47,265	0.05
46,000	Pacific Gas and Electric Co., senior note, 144A, 4.65%, 08/01/28	USA	USD	47,150	0.05
83,317	Digicel Group One Ltd., senior secured note, first lien, Reg S, 8.25%, 12/30/22	JAM	USD	46,658	0.05
42,000	Petrobras Global Finance BV, senior note, 6.25%, 03/17/24	BRA	USD	46,097	0.05
41,000	HAT Holdings I LLC/HAT Holdings II LLC, senior note, 144A, 5.25%, 07/15/24	USA	USD	41,923	0.04
45,000	K. Hovnanian Enterprises Inc., senior secured note, first lien, 2.00%, 11/01/21	USA	USD	39,600	0.04
30,000	RR Donnelley & Sons Co., senior bond, 6.625%, 04/15/29	USA	USD	27,375	0.03
22,000	Pacific Gas and Electric Co., senior bond, 4.45%, 04/15/42	USA	USD	21,175	0.02
20,000	RR Donnelley & Sons Co., senior bond, 8.875%, 04/15/21	USA	USD	20,700	0.02
17,000	Pacific Gas and Electric Co., senior note, 144A, 4.25%, 08/01/23	USA	USD	17,128	0.02
12,000	Transocean Inc., senior note, 144A, 9.00%, 07/15/23	USA	USD	12,825	0.01
				22,480,232	23.76
	Government and Municipal Bonds				
54,951,000	Government of Russia, 7.25%, 05/10/34	RUS	RUB	856,709	0.91
6,102,485	Government of South Africa, R186, 10.50%, 12/21/26	ZAF	ZAR	490,062	0.52
400,000	Government of Argentina, senior note, 4.625%, 01/11/23	ARG	USD	321,804	0.34
317,000	Government of Argentina, senior note, 5.625%, 01/26/22	ARG	USD	267,869	0.28
200,000	Saudi Government International Bond, senior bond, Reg S, 5.25%, 01/16/50	SAU	USD	227,908	0.24
200,000	Eskom Holdings SOC Ltd., senior note, Reg S, 8.45%, 08/10/28	ZAF	USD	226,019	0.24
200,000	Government of Ecuador, senior note, Reg S, 10.75%, 03/28/22	ECU	USD	225,252	0.24
200,000	Government of Bahrain, senior note, Reg S, 7.00%, 01/26/26	BHR	USD	216,533	0.23
200,000	Government of Paraguay, senior note, Reg S, 4.625%, 01/25/23	PRY	USD	210,602	0.22
206,000	Petroleos Mexicanos, senior bond, 5.50%, 01/21/21	MEX	USD	208,781	0.22
200,000	Government of Russia, senior note, Reg S, 4.50%, 04/04/22	RUS	USD	208,593	0.22
200,000	Government of Brazil, senior bond, 4.875%, 01/22/21	BRA	USD	207,900	0.22
200,000	Eskom Holdings SOC Ltd., senior note, Reg S, 5.75%, 01/26/21	ZAF	USD	202,172	0.21
200,000	Government of Saudi Arabia, senior note, Reg S, 2.375%, 10/26/21	SAU	USD	199,908	0.21
172,000	Petroleos Mexicanos, senior bond, 4.875%, 01/24/22	MEX	USD	171,828	0.18
200,000	Government of Turkey, senior bond, 5.75%, 05/11/47	TUR	USD	168,159	0.18
247,000	Government of Argentina, 3.38% to 03/31/29, 4.74% thereafter, 12/31/38	ARG	EUR	160,540	0.17
129,000	Petroleos Mexicanos, senior note, 3.50%, 01/30/23	MEX	USD	122,731	0.13
100,000	Government of Argentina, senior note, Reg S, 3.875%, 01/15/22	ARG	EUR	93,240	0.10
2,604,029	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	60,147	0.06
				4,846,757	5.12
	Securities Maturing Within One Year				
317,000	Government of Turkey, senior bond, 7.00%, 06/05/20	TUR	USD	324,589	0.34
3,705,000	JP Morgan Structured Products BV, 1.00%, 11/07/19	USA	EGP	208,203	0.22
200,000	ZAR Sovereign Capital Fund Propriety Ltd., senior note, Reg S, 3.903%, 06/24/20	ZAF	USD	201,132	0.21
5,500,000	Citigroup Global Markets Holdings Inc., zero cpn., 10/21/19	USA	UAH	199,587	0.21
269,000	Sable Permian Resources Land LLC, secured note, second lien, 144A, 8.00%, 06/15/20	USA	USD	195,025	0.21
62,993,000	The Goldman Sachs International, zero cpn., 09/30/19	GBR	NGN	170,004	0.18
6,353,243	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	166,265	0.18
2,500,000	Egypt Treasury Bill, 0.00%, 09/17/19	EGY	EGP	144,211	0.15
100,000	Government of Russia, senior note, Reg S, 5.00%, 04/29/20	RUS	USD	101,949	0.11
100,000	Government of South Africa, 5.50%, 03/09/20	ZAF	USD	101,729	0.11
1,459,498	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	39,185	0.04
1,629,703	Government of Argentina, FRN, 68.465%, 06/21/20 †	ARG	ARS	38,250	0.04
26,316	EP Petroecuador via Noble Sovereign Funding I Ltd., Reg S, FRN, 7.963%, 09/24/19 †	ECU	USD	26,546	0.03
				1,916,675	2.03
	TOTAL BONDS			65,724,894	69.46
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			65,724,894	69.46

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin K2 Long Short Credit Fund

(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				
	Electric Utilities				
2,929	SCE Trust IV, 5.375%, pfd., J	USA	USD	71,028	0.08
1,895	SCE Trust VI, 5.00%, pfd.	USA	USD	42,619	0.04
1,660	SCE Trust II, 5.10%, pfd.	USA	USD	37,433	0.04
1,436	SCE Trust V, 5.45%, pfd., K	USA	USD	34,780	0.04
1,303	SCE Trust III, 5.75%, pfd., H	USA	USD	31,858	0.03
				217,718	0.23
	TOTAL SHARES			217,718	0.23
	RIGHTS				
	Pharmaceuticals				
26,594	Sanofi, Contingent Value rts., Escrow Account, 12/31/20	FRA	USD	13,829	0.02
	TOTAL RIGHTS			13,829	0.02
	BONDS				
	Government and Municipal Bonds				
615,000	Puerto Rico Commonwealth, 2014-A, 8.00%, 07/01/35 ^	USA	USD	319,800	0.34
270,000	Puerto Rico Commonwealth, 5.50%, 07/01/39 ^	USA	USD	158,625	0.17
215,000	Puerto Rico Commonwealth, 5.00%, 07/01/41 ^	USA	USD	126,313	0.13
86,928	Petroleos de Venezuela SA, senior note, Reg S, 6.00%, 10/28/22 ^	VEN	USD	13,039	0.01
				617,777	0.65
	TOTAL BONDS			617,777	0.65
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			849,324	0.90
	TOTAL INVESTMENTS			67,989,446	71.85

† Floating Rates are indicated as at June 30, 2019
‡ 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

Schedule of Investments

As of June 30, 2019

Franklin MENA Fund

(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				
1,946,064	Aramex PJSC	ARE	AED	2,198,703	2.30
381,364	Agility Public Warehousing Co. KSC	KWT	KWD	962,679	1.01
				3,161,382	3.31
	Banks				
2,648,516	National Bank of Kuwait SAKP	KWT	KWD	8,501,086	8.89
366,413	Al-Rajhi Bank	SAU	SAR	6,800,081	7.11
473,170	Samba Financial Group	SAU	SAR	4,466,367	4.67
1,418,128	Emirates NBD PJSC	ARE	AED	4,208,267	4.40
1,459,718	Abu Dhabi Commercial Bank PJSC	ARE	AED	3,298,439	3.45
540,000	Commercial International Bank Egypt SAE	EGY	EGP	2,360,479	2.47
2,333,146	Gulf Bank KSCP	KWT	KWD	2,337,375	2.44
130,550	National Commercial Bank	SAU	SAR	1,928,504	2.02
1,050,000	Dubai Islamic Bank PJSC	ARE	AED	1,466,453	1.53
				35,367,051	36.98
	Building Products				
2,338,373	National Central Cooling Co. PJSC	ARE	AED	1,114,072	1.16
	Capital Markets				
1,730,376	Egyptian Financial Group-Hermes Holding Co.	EGY	EGP	1,782,184	1.86
	Chemicals				
969,695	Egypt Kuwait Holding Co. SAE	EGY	USD	1,298,422	1.36
	Diversified Consumer Services				
179,962	Human Soft Holding Co. KSC	KWT	KWD	1,874,641	1.96
2,194,531	Cairo Investment & Real Estate Development Co. SAE	EGY	EGP	1,287,809	1.35
				3,162,450	3.31
	Diversified Financial Services				
2,754,172	CI Capital Holding Co. SAE	EGY	EGP	1,418,316	1.48
	Energy Equipment & Services				
117,884	ADES International Holding PLC	ARE	USD	1,650,376	1.72
1,838,898	Gulf Marine Services PLC	ARE	GBP	217,184	0.23
				1,867,560	1.95
	Food Products				
1,132,069	Mezzan Holding Co.	KWT	KWD	2,327,932	2.44
2,618,177	Arabian Food Industries Co. DOMTY	EGY	EGP	1,567,771	1.64
47,060	Saudi Dairy & Foodstuff Co.	SAU	SAR	1,425,490	1.49
2,217,378	Juhayna Food Industries	EGY	EGP	1,370,260	1.43
1,035,830	Agthia Group PJSC	ARE	AED	1,015,202	1.06
				7,706,655	8.06
	Health Care Providers & Services				
85,741	NMC Health PLC	ARE	GBP	2,616,549	2.74
71,278	Mouwasat Medical Services Co.	SAU	SAR	1,708,635	1.79
3,633,192	Cleopatra Hospital	EGY	EGP	1,361,903	1.42
				5,687,087	5.95
	Insurance				
146,087	Qatar Insurance Co. SAQ	QAT	QAR	1,399,937	1.46
364,330	Malath Cooperative Insurance Co.	SAU	SAR	998,670	1.05
				2,398,607	2.51
	Metals & Mining				
908,772	Ezz Steel Co. SAE	EGY	EGP	620,359	0.65
	Oil, Gas & Consumable Fuels				
308,252	Qatar Gas Transport Co. Ltd. (NAKILAT)	QAT	QAR	1,946,269	2.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin MENA Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Management & Development				
5,676,007	Emaar Malls Group PJSC	ARE	AED	3,136,897	3.28
315,000	Arabian Centres Co. Ltd.	SAU	SAR	2,162,827	2.26
1,669,399	Emaar Properties PJSC	ARE	AED	2,008,833	2.10
2,993,154	Talaat Moustafa Group	EGY	EGP	1,903,431	1.99
795,000	Mabanee Co. SAKC	KWT	KWD	1,854,869	1.94
900,000	Six of October Development & Investment Co.	EGY	EGP	741,018	0.78
				11,807,875	12.35
	Road & Rail				
161,540	United International Transportation Co.	SAU	SAR	1,423,592	1.49
	Specialty Retail				
129,190	United Electronics Co.	SAU	SAR	2,318,344	2.42
109,406	Saudi Co. for Hardware LLC	SAU	SAR	1,980,820	2.07
2,000,000	Abu Dhabi National Oil Co. for Distribution PJSC	ARE	AED	1,448,348	1.51
163,000	Fawaz Abdulaziz Al Hokair & Co.	SAU	SAR	1,058,763	1.11
21,000	Jarir Marketing Co.	SAU	SAR	925,046	0.97
				7,731,321	8.08
	Transportation Infrastructure				
214,616	DP World PLC	ARE	USD	3,412,394	3.57
	Wireless Telecommunication Services				
5,650,000	Global Telecom Holding SAE	EGY	EGP	1,627,335	1.70
	TOTAL SHARES			93,532,931	97.80
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			93,532,931	97.80
	TOTAL INVESTMENTS			93,532,931	97.80

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Natural Resources Fund

(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				
	Aluminium				
37,900	Alcoa Corp.	USA	USD	887,239	0.34
	Commodity Chemicals				
11,666	Dow Inc.	USA	USD	575,250	0.22
	Diversified Chemicals				
25,900	BASF SE	DEU	EUR	1,882,087	0.72
	Diversified Metals & Mining				
100,910	BHP Group PLC, ADR	GBR	USD	5,157,510	1.97
1,296,632	Glencore PLC	CHE	GBP	4,501,139	1.72
329,900	Antofagasta PLC	GBR	GBP	3,894,620	1.49
157,900	Teck Resources Ltd., B	CAN	USD	3,641,174	1.39
299,700	Freeport-McMoRan Inc.	USA	USD	3,479,517	1.33
50,600	Rio Tinto PLC, ADR	AUS	USD	3,154,404	1.20
89,700	Anglo American PLC	GBR	GBP	2,556,811	0.97
389,500	Lundin Mining Corp.	CHL	CAD	2,144,146	0.82
418,896	Sandfire Resources NL	AUS	AUD	1,967,155	0.75
175,400	First Quantum Minerals Ltd.	ZMB	CAD	1,665,948	0.63
709,400	South32 Ltd.	AUS	AUD	1,583,523	0.60
123,300	Nexa Resources SA	PER	USD	1,182,447	0.45
158,800	Hudbay Minerals Inc.	CAN	CAD	859,624	0.33
213,300	Imperial Metals Corp.	CAN	CAD	413,653	0.16
				36,201,671	13.81
	Fertilizers & Agricultural Chemicals				
34,500	Nutrien Ltd.	CAN	USD	1,844,370	0.70
22,566	Corteva Inc.	USA	USD	667,277	0.26
				2,511,647	0.96
	Gold				
166,749	Barrick Gold Corp.	CAN	USD	2,629,632	1.01
43,500	Agnico Eagle Mines Ltd.	CAN	CAD	2,229,884	0.85
362,100	Alamos Gold Inc., A	CAN	CAD	2,184,073	0.83
679,582	B2Gold Corp.	CAN	CAD	2,065,078	0.79
87,297	Newcrest Mining Ltd.	AUS	AUD	1,957,836	0.75
41,590	Newmont Goldcorp Corp.	USA	USD	1,599,967	0.61
279,934	OceanaGold Corp.	AUS	CAD	765,157	0.29
872,100	Guyana Goldfields Inc.	CAN	CAD	685,828	0.26
				14,117,455	5.39
	Integrated Oil & Gas				
58,100	Chevron Corp.	USA	USD	7,229,964	2.76
139,080	Occidental Petroleum Corp.	USA	USD	6,992,942	2.67
104,467	Royal Dutch Shell PLC, A, ADR	GBR	USD	6,797,668	2.60
184,300	Suncor Energy Inc.	CAN	CAD	5,748,162	2.19
66,300	Exxon Mobil Corp.	USA	USD	5,080,569	1.94
53,682	Total SA, B, ADR	FRA	USD	2,994,919	1.14
				34,844,224	13.30
	Oil & Gas Drilling				
240,300	Patterson-UTI Energy Inc.	USA	USD	2,765,853	1.06
59,867	Ensco Rowan PLC, A	USA	USD	510,666	0.19
817,399	Pioneer Energy Services Corp.	USA	USD	206,720	0.08
				3,483,239	1.33
	Oil & Gas Equipment & Services				
281,208	Schlumberger Ltd.	USA	USD	11,175,206	4.27
266,640	TechnipFMC PLC	GBR	USD	6,916,642	2.64
286,911	Halliburton Co.	USA	USD	6,524,356	2.49
180,148	Baker Hughes a GE Co., A	USA	USD	4,437,045	1.69
175,684	Oil States International Inc.	USA	USD	3,215,017	1.23
166,000	Select Energy Services Inc.	USA	USD	1,927,260	0.74
92,820	Oceaneering International Inc.	USA	USD	1,892,600	0.72
113,500	Liberty Oilfield Services Inc., A	USA	USD	1,836,430	0.70

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Natural Resources Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil & Gas Equipment & Services (continued)				
29,460	Dril-Quip Inc.	USA	USD	1,414,080	0.54
15,800	Schoeller-Bleckmann Oilfield Equipment AG	AUT	EUR	1,339,982	0.51
72,570	Nine Energy Service Inc.	USA	USD	1,257,638	0.48
34,600	Cactus Inc.	USA	USD	1,145,952	0.44
77,100	C&J Energy Services Inc.	USA	USD	908,238	0.35
110,363	Ranger Energy Services Inc.	USA	USD	888,422	0.34
512,680	Superior Energy Services Inc.	USA	USD	666,484	0.25
102,700	Hunting PLC	GBR	GBP	665,814	0.25
29,400	ProPetro Holding Corp.	USA	USD	608,580	0.23
				46,819,746	17.87
	Oil & Gas Exploration & Production				
88,500	Diamondback Energy Inc.	USA	USD	9,643,845	3.68
98,500	EOG Resources Inc.	USA	USD	9,176,260	3.50
84,120	Concho Resources Inc.	USA	USD	8,679,502	3.31
47,000	Pioneer Natural Resources Co.	USA	USD	7,231,420	2.76
109,200	ConocoPhillips	USA	USD	6,661,200	2.54
258,000	Noble Energy Inc.	USA	USD	5,779,200	2.21
234,800	Cabot Oil & Gas Corp., A	USA	USD	5,391,008	2.06
191,918	Canadian Natural Resources Ltd.	CAN	CAD	5,173,983	1.97
69,960	Hess Corp.	USA	USD	4,447,357	1.70
636,100	Callon Petroleum Co.	USA	USD	4,191,899	1.60
454,200	Jagged Peak Energy Inc.	USA	USD	3,756,234	1.43
1,254,700	Cairn Energy PLC	GBR	GBP	2,758,186	1.05
174,100	EQT Corp.	USA	USD	2,752,521	1.05
152,100	WPX Energy Inc.	USA	USD	1,750,671	0.67
218,540	Ring Energy Inc.	USA	USD	710,255	0.27
				78,103,541	29.80
	Oil & Gas Refining & Marketing				
71,300	Marathon Petroleum Corp.	USA	USD	3,984,244	1.52
31,905	Phillips 66	USA	USD	2,984,394	1.14
23,700	Valero Energy Corp.	USA	USD	2,028,957	0.78
23,300	HollyFrontier Corp.	USA	USD	1,078,324	0.41
				10,075,919	3.85
	Oil & Gas Storage & Transportation				
125,700	Targa Resources Corp.	USA	USD	4,934,982	1.88
146,200	The Williams Cos. Inc.	USA	USD	4,099,448	1.57
44,300	ONEOK Inc.	USA	USD	3,048,283	1.16
129,700	Kinder Morgan Inc.	USA	USD	2,708,136	1.03
49,000	TC Energy Corp.	CAN	USD	2,426,480	0.93
55,309	Enbridge Inc.	CAN	USD	1,995,549	0.76
				19,212,878	7.33
	Packaged Foods & Meats				
2,800	Beyond Meat Inc.	USA	USD	449,904	0.17
	Paper Packaging				
16,900	Packaging Corp. of America	USA	USD	1,610,908	0.61
	Pharmaceuticals				
12,000	Elanco Animal Health Inc.	USA	USD	405,600	0.15
	Specialty Chemicals				
37,500	Albemarle Corp.	USA	USD	2,640,375	1.01
11,666	DuPont de Nemours Inc.	USA	USD	875,766	0.33
				3,516,141	1.34
	Trading Companies & Distributors				
56,500	Univar Inc.	USA	USD	1,245,260	0.48
	TOTAL SHARES			255,942,709	97.67
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			255,942,709	97.67

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Natural Resources Fund

(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				
	Oil & Gas Exploration & Production				
	Diversified Metals & Mining				
1,980,698	Nautilus Minerals Inc. **	CAN	CAD	34,021	0.01
	TOTAL SHARES			34,021	0.01
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			34,021	0.01
	TOTAL INVESTMENTS			255,976,730	97.68

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin NextStep Balanced Growth Fund

(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				
42,810	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	12,382,364	8.51
1,986,270	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	10,688,119	7.35
315,765	AMUNDI MSCI EM Asia UCITS ETF, Class C USD	LUX	USD	10,181,842	7.00
61,640	iShares VII PLC - iShares Core MSCI Pacific ex Japan UCITS ETF, Class USD (Acc)	IRL	USD	9,639,880	6.63
32,850	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	6,634,386	4.56
53,760	UBS Irl ETF PLC - MSCI USA Value UCITS ETF, Class A (Dist)	USA	GBP	4,188,519	2.88
7,960	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	2,355,885	1.62
81,950	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	2,261,820	1.56
64,601	The Jupiter Global Fund - Jupiter European Opportunities, Class I EUR Accumulation	LUX	EUR	2,120,246	1.46
3,782	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	559,213	0.38
4,806	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	194,018	0.13
				61,206,292	42.08
	TOTAL INVESTMENTS FUNDS			61,206,292	42.08
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			61,206,292	42.08
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
435,526	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	13,862,796	9.53
90,983	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	11,366,536	7.81
465,580	Fidelity Funds - Asian Special Situations Fund	LUX	USD	10,559,362	7.26
879,652	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	8,796,524	6.05
470,606	FTIF Franklin Select U.S. Equity Fund, Class Y (Mdis) USD	LUX	USD	7,040,261	4.84
575,604	Eastspring Investments - Asian Local Bond Fund	LUX	USD	6,857,749	4.71
681,175	FTIF Templeton Asian Bond Fund, Class Y (Mdis) USD	LUX	USD	6,416,665	4.41
382,313	FTIF Templeton Asian Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	5,597,066	3.85
678	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	4,474,282	3.08
422,740	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	4,016,027	2.76
200,812	FTIF Franklin Mutual European Fund, Class Y (Mdis) EUR	LUX	EUR	2,383,380	1.64
3,407	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	559,660	0.38
				81,930,308	56.32
	TOTAL INVESTMENTS FUNDS			81,930,308	56.32
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			81,930,308	56.32
	TOTAL INVESTMENTS			143,136,600	98.40

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin NextStep Conservative Fund

(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				
1,470,950	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	7,915,182	19.63
22,125	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	4,468,365	11.08
8,610	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	2,490,356	6.18
5,096	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	1,508,084	3.74
10,710	UBS Irl ETF PLC - MSCI USA Value UCITS ETF, Class A (Dist)	USA	GBP	834,431	2.07
20,300	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	560,280	1.39
14,494	The Jupiter Global Fund - Jupiter European Opportunities, Class I EUR Accumulation	LUX	EUR	475,720	1.18
11,632	iShares PLC - iShares Core MSCI Emerging Markets IMI UCITS ETF, Class USD (Acc)	IRL	USD	329,186	0.82
1,197	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	177,026	0.44
2,206	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	89,056	0.22
				18,847,686	46.75
	TOTAL INVESTMENTS FUNDS			18,847,686	46.75
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			18,847,686	46.75
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
58,251	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	7,277,255	18.05
593,465	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	5,934,654	14.72
285,145	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	2,708,875	6.72
93,674	FTIF Franklin Select U.S. Equity Fund, Class Y (Mdis) USD	LUX	USD	1,401,370	3.47
131	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	861,436	2.14
15,150	Comgest Growth PLC - Comgest Growth Emerging Markets, Class I Accumulation USD	IRL	USD	619,655	1.54
47,477	FTIF Franklin Mutual European Fund, Class Y (Mdis) EUR	LUX	EUR	563,488	1.40
13,601	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	432,917	1.07
1,065	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	175,009	0.43
				19,974,659	49.54
	TOTAL INVESTMENTS FUNDS			19,974,659	49.54
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			19,974,659	49.54
	TOTAL INVESTMENTS			38,822,345	96.29

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin NextStep Dynamic Growth Fund

(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				
10,260	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	2,967,602	10.13
85,753	AMUNDI MSCI EM Asia UCITS ETF, Class C USD	LUX	USD	2,765,105	9.44
16,164	iShares VII PLC - iShares Core MSCI Pacific ex Japan UCITS ETF, Class USD (Acc)	IRL	USD	2,527,888	8.63
273,175	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	1,469,955	5.02
12,780	UBS Irl ETF PLC - MSCI USA Value UCITS ETF, Class A (Dist)	USA	GBP	995,708	3.40
4,300	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	868,428	2.97
19,425	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	536,130	1.83
14,819	The Jupiter Global Fund - Jupiter European Opportunities, Class I EUR Accumulation	LUX	EUR	486,360	1.66
1,016	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	300,786	1.03
818	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	120,921	0.41
1,208	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	48,767	0.17
				13,087,650	44.69
	TOTAL INVESTMENTS FUNDS			13,087,650	44.69
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			13,087,650	44.69
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
112,830	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	3,591,382	12.26
119,659	Fidelity Funds - Asian Special Situations Fund	LUX	USD	2,713,870	9.27
111,408	FTIF Franklin Select U.S. Equity Fund, Class Y (Mdis) USD	LUX	USD	1,666,662	5.69
100,231	FTIF Templeton Asian Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	1,467,379	5.01
11,613	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	1,450,825	4.95
115,086	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	1,150,861	3.93
156	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	1,031,700	3.52
57,924	Eastspring Investments - Asian Local Bond Fund	LUX	USD	690,111	2.36
71,648	FTIF Templeton Asian Bond Fund, Class Y (Mdis) USD	LUX	USD	674,921	2.31
46,988	FTIF Franklin Mutual European Fund, Class Y (Mdis) EUR	LUX	EUR	557,685	1.90
55,060	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	523,066	1.79
737	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	121,112	0.41
				15,639,574	53.40
	TOTAL INVESTMENTS FUNDS			15,639,574	53.40
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			15,639,574	53.40
	TOTAL INVESTMENTS			28,727,224	98.09

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin NextStep Growth Fund

(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				
19,470	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	5,631,503	19.53
26,375	UBS Irl ETF PLC - MSCI USA Value UCITS ETF, Class A (Dist)	USA	GBP	2,054,914	7.13
325,100	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	1,749,363	6.07
46,950	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	1,295,820	4.49
35,002	The Jupiter Global Fund - Jupiter European Opportunities, Class I EUR Accumulation	LUX	EUR	1,148,808	3.98
5,026	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	1,015,051	3.52
20,749	iShares PLC - iShares Core MSCI Emerging Markets IMI UCITS ETF, Class USD (Acc)	IRL	USD	587,197	2.04
2,782	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	411,308	1.43
1,181	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	349,592	1.21
4,458	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	179,969	0.62
				14,423,525	50.02
	TOTAL INVESTMENTS FUNDS			14,423,525	50.02
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			14,423,525	50.02
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
216,320	FTIF Franklin Select U.S. Equity Fund, Class Y (Mdis) USD	LUX	USD	3,236,144	11.22
302	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	1,990,831	6.91
13,505	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	1,687,227	5.85
134,437	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	1,344,374	4.66
112,018	FTIF Franklin Mutual European Fund, Class Y (Mdis) EUR	LUX	EUR	1,329,505	4.61
31,793	Comgest Growth PLC - Comgest Growth Emerging Markets, Class I Accumulation USD	IRL	USD	1,300,348	4.51
26,025	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	828,361	2.87
64,612	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	613,815	2.13
48,215	FTIF Franklin K2 Alternative Strategies Fund, Class Y (Mdis) USD	LUX	USD	567,003	1.97
41,997	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	469,530	1.63
2,479	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	407,253	1.41
				13,774,391	47.77
	TOTAL INVESTMENTS FUNDS			13,774,391	47.77
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			13,774,391	47.77
	TOTAL INVESTMENTS			28,197,916	97.79

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin NextStep Moderate Fund

(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				
41,377	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	11,967,883	15.93
1,402,150	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	7,544,969	10.05
21,350	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	4,311,846	5.74
51,250	UBS Irl ETF PLC - MSCI USA Value UCITS ETF, Class A (Dist)	USA	GBP	3,992,961	5.32
97,475	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	2,690,310	3.58
71,104	The Jupiter Global Fund - Jupiter European Opportunities, Class I EUR Accumulation	LUX	EUR	2,333,704	3.11
4,970	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	1,470,912	1.96
45,736	iShares PLC - iShares Core MSCI Emerging Markets IMI UCITS ETF, Class USD (Acc)	IRL	USD	1,294,329	1.72
5,756	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	851,038	1.13
9,877	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	398,735	0.53
				36,856,687	49.07
	TOTAL INVESTMENTS FUNDS			36,856,687	49.07
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			36,856,687	49.07
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
56,821	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	7,098,648	9.45
448,712	FTIF Franklin Select U.S. Equity Fund, Class Y (Mdis) USD	LUX	USD	6,712,726	8.93
572,218	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	5,722,175	7.62
620	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	4,091,498	5.45
230,204	FTIF Franklin Mutual European Fund, Class Y (Mdis) EUR	LUX	EUR	2,732,223	3.64
65,573	Comgest Growth PLC - Comgest Growth Emerging Markets, Class I Accumulation USD	IRL	USD	2,681,930	3.57
274,956	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	2,612,080	3.48
53,096	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	1,690,059	2.25
126,283	FTIF Franklin K2 Alternative Strategies Fund, Class Y (Mdis) USD	LUX	USD	1,485,091	1.98
87,585	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	979,205	1.30
5,129	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	842,641	1.12
				36,648,276	48.79
	TOTAL INVESTMENTS FUNDS			36,648,276	48.79
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			36,648,276	48.79
	TOTAL INVESTMENTS			73,504,963	97.86

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin NextStep Stable Growth Fund

(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				
626,950	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	3,373,618	15.56
9,775	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	1,974,159	9.10
21,481	AMUNDI MSCI EM Asia UCITS ETF, Class C USD	LUX	USD	692,655	3.19
2,304	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	681,816	3.14
3,994	iShares VII PLC - iShares Core MSCI Pacific ex Japan UCITS ETF, Class USD (Acc)	IRL	USD	624,622	2.88
2,065	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	597,280	2.76
2,590	UBS Irl ETF PLC - MSCI USA Value UCITS ETF, Class A (Dist)	USA	GBP	201,791	0.93
3,875	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	106,950	0.49
2,892	The Jupiter Global Fund - Jupiter European Opportunities, Class I EUR Accumulation	LUX	EUR	94,914	0.44
120	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	17,849	0.08
206	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	8,316	0.04
				8,373,970	38.61
	TOTAL INVESTMENTS FUNDS			8,373,970	38.61
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			8,373,970	38.61
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
26,331	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	3,289,496	15.17
261,648	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	2,616,483	12.07
128,068	Eastspring Investments - Asian Local Bond Fund	LUX	USD	1,525,798	7.04
156,613	FTIF Templeton Asian Bond Fund, Class Y (Mdis) USD	LUX	USD	1,475,298	6.80
125,730	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	1,194,437	5.51
27,622	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	879,206	4.06
29,291	Fidelity Funds - Asian Special Situations Fund	LUX	USD	664,308	3.06
24,721	FTIF Templeton Asian Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	361,922	1.67
22,517	FTIF Franklin Select U.S. Equity Fund, Class Y (Mdis) USD	LUX	USD	336,847	1.55
32	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	213,325	0.98
9,155	FTIF Franklin Mutual European Fund, Class Y (Mdis) EUR	LUX	EUR	108,654	0.50
109	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	17,949	0.08
				12,683,723	58.49
	TOTAL INVESTMENTS FUNDS			12,683,723	58.49
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			12,683,723	58.49
	TOTAL INVESTMENTS			21,057,693	97.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Select U.S. Equity Fund

(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				
	Communication Services				
9,710	Alphabet Inc., A	USA	USD	10,513,988	2.84
66,907	The Walt Disney Co.	USA	USD	9,342,894	2.53
54,021	Electronic Arts Inc.	USA	USD	5,470,166	1.48
				25,327,048	6.85
	Consumer Discretionary				
7,968	Amazon.com Inc.	USA	USD	15,088,444	4.08
49,646	Alibaba Group Holding Ltd., ADR	CHN	USD	8,412,515	2.28
94,403	NIKE Inc., B	USA	USD	7,925,132	2.14
54,793	Aptiv PLC	USA	USD	4,428,918	1.20
				35,855,009	9.70
	Consumer Staples				
35,077	Estee Lauder Cos. Inc., A	USA	USD	6,422,949	1.74
94,412	Monster Beverage Corp.	USA	USD	6,026,318	1.63
29,940	Constellation Brands Inc., A	USA	USD	5,896,384	1.59
85,732	Lamb Weston Holdings Inc.	USA	USD	5,431,979	1.47
				23,777,630	6.43
	Energy				
214,619	Cabot Oil & Gas Corp., A	USA	USD	4,927,652	1.34
35,859	Concho Resources Inc.	USA	USD	3,699,932	1.00
				8,627,584	2.34
	Financials				
18,756	BlackRock Inc.	USA	USD	8,802,191	2.38
98,658	Intercontinental Exchange Inc.	USA	USD	8,478,669	2.29
34,632	S&P Global Inc.	USA	USD	7,888,823	2.14
193,121	The Charles Schwab Corp.	USA	USD	7,761,533	2.10
				32,931,216	8.91
	Health Care				
10,917	Mettler-Toledo International Inc.	USA	USD	9,170,280	2.48
25,585	Teleflex Inc.	USA	USD	8,472,473	2.29
34,632	UnitedHealth Group Inc.	USA	USD	8,450,554	2.29
39,323	Stryker Corp.	USA	USD	8,084,022	2.19
191,409	AstraZeneca PLC, ADR	GBR	USD	7,901,364	2.14
18,746	Illumina Inc.	USA	USD	6,901,340	1.87
26,446	Waters Corp.	USA	USD	5,692,237	1.54
15,262	ABIOMED Inc.	USA	USD	3,975,598	1.07
				58,647,868	15.87
	Industrials				
65,185	Verisk Analytics Inc.	USA	USD	9,546,995	2.58
107,319	Fortive Corp.	USA	USD	8,748,645	2.37
42,372	Raytheon Co.	USA	USD	7,367,643	1.99
79,873	Republic Services Inc.	USA	USD	6,920,197	1.87
36,384	3M Co.	USA	USD	6,306,802	1.71
82,357	BWX Technologies Inc.	USA	USD	4,290,800	1.16
26,041	FedEx Corp.	USA	USD	4,275,672	1.16
				47,456,754	12.84
	Information Technology				
112,292	Microsoft Corp.	USA	USD	15,042,636	4.07
104,023	Analog Devices Inc.	USA	USD	11,741,076	3.18
41,699	Mastercard Inc., A	USA	USD	11,030,636	2.98
36,067	ServiceNow Inc.	USA	USD	9,902,916	2.68
115,811	InterXion Holding NV	NLD	USD	8,812,059	2.38
39,323	Apple Inc.	USA	USD	7,782,808	2.11
49,973	Salesforce.com Inc.	USA	USD	7,582,403	2.05
165,992	Applied Materials Inc.	USA	USD	7,454,701	2.02
61,672	Amphenol Corp., A	USA	USD	5,916,812	1.60
32,939	NVIDIA Corp.	USA	USD	5,409,572	1.46
22,992	Tyler Technologies Inc.	USA	USD	4,966,732	1.34
102,955	Cognex Corp.	USA	USD	4,939,781	1.34

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Select U.S. Equity Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Information Technology (continued)				
1,326	Adyen NV	NLD	EUR	1,022,965	0.28
				101,605,097	27.49
	Materials				
45,291	Ecolab Inc.	USA	USD	8,942,255	2.42
38,799	Albemarle Corp.	USA	USD	2,731,838	0.74
				11,674,093	3.16
	Real Estate				
37,779	SBA Communications Corp., A	USA	USD	8,494,230	2.30
	Utilities				
50,537	NextEra Energy Inc.	USA	USD	10,353,010	2.80
	TOTAL SHARES			364,749,539	98.69
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			364,749,539	98.69
	TOTAL INVESTMENTS			364,749,539	98.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Strategic Income Fund

(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				
	Media				
35,956	Clear Channel Outdoor Holdings Inc.	USA	USD	169,712	0.02
	Oil, Gas & Consumable Fuels				
113,715	Birch Permian Holdings Inc.	USA	USD	1,265,079	0.15
15,157	Riviera Resources Inc.	USA	USD	192,494	0.02
22,832	Chaparral Energy Inc., A	USA	USD	107,539	0.01
199,747	Halcon Resources Corp.	USA	USD	35,316	0.01
15,157	Roan Resources Inc.	USA	USD	26,373	0.00
1,025	Midstates Petroleum Co. Inc.	USA	USD	6,037	0.00
				1,632,838	0.19
	Paper & Forest Products				
4,301	Verso Corp., A	USA	USD	81,934	0.01
	TOTAL SHARES			1,884,484	0.22
	WARRANTS				
	Oil, Gas & Consumable Fuels				
16,320	Halcon Resources Corp., wts., 09/09/20	USA	USD	131	0.00
	TOTAL WARRANTS			131	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,884,615	0.22
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
831	Chaparral Energy Inc., A, 144A	USA	USD	3,914	0.00
	TOTAL SHARES			3,914	0.00
	WARRANTS				
	Paper & Forest Products				
452	Verso Corp., wts., 07/25/23	USA	USD	1,808	0.00
	TOTAL WARRANTS			1,808	0.00
	BONDS				
	Asset-Backed Securities				
9,969,518	FNMA, 4.50%, 05/01/48	USA	USD	10,591,695	1.26
8,768,774	FNMA, 4.00%, 10/01/47	USA	USD	9,166,825	1.09
7,981,281	GNMA II, SF, 4.50%, 05/20/49	USA	USD	8,368,482	1.00
7,658,109	FNMA, 3.50%, 06/01/49	USA	USD	7,839,924	0.94
7,241,487	FHLMC, 4.00%, 05/01/48	USA	USD	7,537,120	0.90
7,242,133	FNMA, 3.00%, 09/01/48	USA	USD	7,335,256	0.88
6,830,000	Capital One Multi-Asset Execution Trust, 2016-A2, A2, FRN, 3.024%, 02/15/24 †	USA	USD	6,886,857	0.82
5,722,325	FNMA Connecticut Avenue Securities, 2015-C03, 1M2, FRN, 7.404%, 07/25/25 †	USA	USD	6,266,940	0.75
5,893,184	FNMA, 3.50%, 11/01/47	USA	USD	6,070,558	0.72
5,768,999	FHLMC, 3.50%, 05/01/49	USA	USD	5,901,340	0.70
5,720,000	Citibank Credit Card Issuance Trust, 2017-A7, A7, FRN, 2.782%, 08/08/24 †	USA	USD	5,740,292	0.69
5,348,619	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 5.404%, 07/25/24 †	USA	USD	5,612,818	0.67
4,800,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA1, M2, FRN, 5.954%, 08/25/29 †	USA	USD	5,126,777	0.61
4,807,038	FNMA Connecticut Avenue Securities, 2015-C02, 1M2, FRN, 6.404%, 05/25/25 †	USA	USD	5,126,347	0.61
4,700,000	FNMA Connecticut Avenue Securities, 2017-C03, 1M2, FRN, 5.404%, 10/25/29 †	USA	USD	4,910,396	0.59
4,500,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN2, M3, FRN, 6.004%, 04/25/24 †	USA	USD	4,790,183	0.57
4,565,111	FHLMC, 3.50%, 08/01/48	USA	USD	4,686,385	0.56
4,700,000	Dryden 55 CLO Ltd., 2018-55A, A1, 144A, FRN, 3.617%, 04/15/31 †	USA	USD	4,676,218	0.56
4,330,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA3, M2, FRN, 4.904%, 03/25/30 †	USA	USD	4,432,233	0.53
3,900,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M3, FRN, 7.104%, 03/25/28 †	USA	USD	4,228,861	0.50
3,600,000	Octagon Investment Partners XVI Ltd., 2013-1A, DR, 144A, FRN, 5.588%, 07/17/30 †	USA	USD	3,491,676	0.42
3,500,000	ARES L CLO Ltd., 2018-50A, B, 144A, FRN, 4.478%, 01/15/32 †	USA	USD	3,485,755	0.42

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
3,220,000	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA2, M3, FRN, 7.054%, 10/25/28 †	USA	USD	3,480,659	0.42
3,090,000	FNMA Connecticut Avenue Securities, 2014-C01, M2, FRN, 6.804%, 01/25/24 †	USA	USD	3,380,129	0.40
3,169,400	Catamaran CLO Ltd., 2014-2A, BR, 144A, FRN, 5.551%, 10/18/26 †	USA	USD	3,170,699	0.38
2,753,515	FNMA Connecticut Avenue Securities, 2013-C01, M2, FRN, 7.654%, 10/25/23 †	USA	USD	3,061,085	0.37
3,000,000	Octagon Investment Partners 28 Ltd., 2016-1A, A2R, 144A, FRN, 4.031%, 10/24/30 †	USA	USD	3,006,060	0.36
3,000,000	Voya CLO Ltd., 2017-2A, B, 144A, FRN, 4.947%, 06/07/30 †	USA	USD	3,001,170	0.36
2,900,000	Antares CLO Ltd., 2018-1A, B, 144A, FRN, 4.242%, 04/20/31 †	USA	USD	2,867,984	0.34
2,570,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 7.104%, 04/25/28 †	USA	USD	2,859,821	0.34
2,620,000	Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.50%, 04/25/66 †	USA	USD	2,690,758	0.32
2,700,000	Dryden 41 Senior Loan Fund, 2015-41A, AR, 144A, FRN, 3.567%, 04/15/31 †	USA	USD	2,671,731	0.32
2,634,902	LCM XVI LP, 2016A, BR2, 144A, FRN, 4.347%, 10/15/31 †	USA	USD	2,634,270	0.31
2,407,598	FHLMC Structured Agency Credit Risk Debt Notes, 2013-DN2, M2, FRN, 6.654%, 11/25/23 †	USA	USD	2,603,847	0.31
2,350,271	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M3, FRN, 6.954%, 10/25/24 †	USA	USD	2,531,372	0.30
2,433,372	FHLMC, 3.50%, 12/01/47	USA	USD	2,508,919	0.30
2,500,000	Voya CLO Ltd., 2018-2A, A1, 144A, FRN, 3.597%, 07/15/31 †	USA	USD	2,484,775	0.30
2,500,000	Octagon Investment Partners 36 Ltd., 2018-1A, A1, 144A, FRN, 3.567%, 04/15/31 †	USA	USD	2,483,625	0.30
2,400,000	Strata CLO I Ltd., 2018-1A, B, 144A, FRN, 5.016%, 01/15/31 †	USA	USD	2,416,608	0.29
2,400,000	Carlyle GMS Finance MM CLO LLC, 2015-1A, A2R, 144A, FRN, 4.797%, 10/15/31 †	USA	USD	2,389,824	0.29
2,400,000	Betony CLO 2 Ltd., 2018-1A, A1, 144A, FRN, 3.663%, 04/30/31 †	USA	USD	2,381,952	0.28
2,310,000	FNMA Connecticut Avenue Securities, 2017-C05, 1M2, FRN, 4.604%, 01/25/30 †	USA	USD	2,334,066	0.28
2,200,000	FNMA Connecticut Avenue Securities, 2017-C01, 1M2, FRN, 5.954%, 07/25/29 †	USA	USD	2,330,812	0.28
2,188,525	FNMA Connecticut Avenue Securities, 2014-C02, 1M2, FRN, 5.004%, 05/25/24 †	USA	USD	2,263,626	0.27
2,162,228	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 6.204%, 03/25/25 †	USA	USD	2,226,406	0.27
1,972,533	FNMA Connecticut Avenue Securities, 2016-C02, 1M2, FRN, 8.404%, 09/25/28 †	USA	USD	2,182,062	0.26
2,000,000	Eleven Madison Trust 2015-11MD Mortgage Trust, 2015-11MD, A, 144A, FRN, 3.555%, 09/10/35 †	USA	USD	2,120,784	0.25
2,036,260	FNMA Connecticut Avenue Securities, 2015-C02, 2M2, FRN, 6.404%, 05/25/25 †	USA	USD	2,120,218	0.25
2,015,000	CSAIL Commercial Mortgage Trust, 2015-C1, A4, 3.505%, 04/15/50	USA	USD	2,117,320	0.25
1,992,234	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 4.604%, 02/25/24 †	USA	USD	2,026,849	0.24
2,000,000	Flagship CLO VIII Ltd., 2014-8A, DR, 144A, FRN, 5.651%, 01/16/26 †	USA	USD	1,931,640	0.23
1,680,000	FNMA Connecticut Avenue Securities, 2016-C04, 1M2, FRN, 6.654%, 01/25/29 †	USA	USD	1,805,656	0.22
1,810,000	BlueMountain CLO Ltd., 2012-2A, BR2, 144A, FRN, 3.97%, 11/20/28 †	USA	USD	1,802,108	0.22
1,689,543	FNMA Connecticut Avenue Securities, 2015-C01, 2M2, FRN, 6.954%, 02/25/25 †	USA	USD	1,779,057	0.21
1,620,000	Burnham Park CLO Ltd., 2016-1A, CR, 144A, FRN, 4.742%, 10/20/29 †	USA	USD	1,612,370	0.19
1,638,000	Dryden 38 Senior Loan Fund, 2015-38A, CR, 144A, FRN, 4.597%, 07/15/30 †	USA	USD	1,611,333	0.19
1,620,000	Burnham Park CLO Ltd., 2016-1A, BR, 144A, FRN, 4.092%, 10/20/29 †	USA	USD	1,602,148	0.19
1,600,000	Galaxy XVIII CLO Ltd., 2018-28A, A2, 144A, FRN, 3.667%, 07/15/31 †	USA	USD	1,600,352	0.19
1,600,000	Voya CLO Ltd., 2016-3A, A1R, 144A, FRN, 3.791%, 10/18/31 †	USA	USD	1,597,200	0.19
1,480,000	GS Mortgage Securities Trust, 2016-GS3, B, FRN, 3.395%, 10/10/49 †	USA	USD	1,509,451	0.18
1,430,000	CGRBS Commercial Mortgage Trust, 2013-VN05, C, 144A, FRN, 3.584%, 03/13/35 †	USA	USD	1,505,050	0.18
1,420,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA1, M2, FRN, 5.654%, 07/25/29 †	USA	USD	1,502,469	0.18
1,430,000	GS Mortgage Securities Trust, 2017-GS6, B, 3.869%, 05/10/50	USA	USD	1,500,282	0.18
1,500,000	Race Point IX CLO Ltd., 2015-9A, A1AR, 144A, FRN, 3.807%, 10/15/30 †	USA	USD	1,500,240	0.18
1,450,000	American Express Credit Account Master Trust, 2017-2, A, FRN, 2.844%, 09/16/24 †	USA	USD	1,458,254	0.17
1,444,444	LCM XVI LP, 2016A, A2R, 144A, FRN, 3.777%, 10/15/31 †	USA	USD	1,442,176	0.17
1,250,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, B, FRN, 4.361%, 09/15/48 †	USA	USD	1,354,851	0.16
1,355,555	Buttermilk Park CLO Ltd., 2018-1A, C, 144A, FRN, 4.697%, 10/15/31 †	USA	USD	1,326,614	0.16
1,370,000	LCM XVIII LP, 2018A, DR, 144A, FRN, 5.392%, 04/20/31 †	USA	USD	1,312,460	0.16
1,300,000	HPS Loan Management Ltd., 2013A-18, C, 144A, FRN, 4.747%, 10/15/30 †	USA	USD	1,276,041	0.15
1,230,000	Burnham Park CLO Ltd., 2016-1A, A, 144A, FRN, 4.022%, 10/20/29 †	USA	USD	1,236,433	0.15
1,230,000	LCM XVII LP, 2017A, BRR, 144A, FRN, 4.197%, 10/15/31 †	USA	USD	1,220,000	0.15
1,135,987	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ3, M3, FRN, 7.154%, 10/25/24 †	USA	USD	1,213,789	0.14
1,130,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, A4, 3.705%, 09/15/48	USA	USD	1,204,990	0.14
1,200,000	Galaxy XXVI CLO Ltd., 2018-26A, A, 144A, FRN, 3.723%, 11/22/31 †	USA	USD	1,197,132	0.14
1,200,000	Octagon Investment Partners XXIII Ltd., 2015-1A, DR, 144A, FRN, 5.147%, 07/15/27 †	USA	USD	1,188,564	0.14

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Schedule of Investments (continued)

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Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
1,186,282	Octagon Investment Partners 28 Ltd., 2016-1A, BR, 144A, FRN, 4.381%, 10/24/30 †	USA	USD	1,188,026	0.14
1,200,000	Dryden 42 Senior Loan Fund, 2016-42A, DR, 144A, FRN, 5.527%, 07/15/30 †	USA	USD	1,157,952	0.14
1,200,000	Dryden 58 CLO Ltd., 2018-58A, D, 144A, FRN, 5.288%, 07/17/31 †	USA	USD	1,155,576	0.14
1,185,354	BCAP LLC Trust, 2009-RR1, 2A2, 144A, FRN, 4.961%, 05/26/35 †	USA	USD	1,145,411	0.14
1,140,000	LCM XVII LP, 2017A, CRR, 144A, FRN, 4.697%, 10/15/31 †	USA	USD	1,123,196	0.13
1,100,000	BCC Middle Market CLO LLC, 2018-1A, A2, 144A, FRN, 4.742%, 10/20/30 †	USA	USD	1,083,456	0.13
992,593	FNMA Connecticut Avenue Securities, 2015-C03, 2M2, FRN, 7.404%, 07/25/25 †	USA	USD	1,062,324	0.13
990,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA2, M2, FRN, 5.854%, 10/25/29 †	USA	USD	1,059,756	0.13
1,000,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, A3, 3.441%, 09/15/48	USA	USD	1,051,239	0.13
972,007	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ2, M2, FRN, 4.604%, 09/25/24 †	USA	USD	987,723	0.12
1,000,000	BlueMountain CLO Ltd., 2018-1A, D, 144A, FRN, 5.633%, 07/30/30 †	USA	USD	974,520	0.12
1,000,000	Octagon Investment Partners 38 Ltd., 2018-1A, C, 144A, FRN, 5.542%, 07/20/30 †	USA	USD	974,240	0.12
1,000,000	BlueMountain CLO Ltd., 2014-2A, CR2, 144A, FRN, 4.792%, 10/20/30 †	USA	USD	972,810	0.12
1,000,000	Voya CLO Ltd., 2018-2A, D, 144A, FRN, 5.347%, 07/15/31 †	USA	USD	960,180	0.11
950,000	Cole Park CLO Ltd., 2015-1A, BR, 144A, FRN, 4.192%, 10/20/28 †	USA	USD	945,773	0.11
937,000	Dryden 38 Senior Loan Fund, 2015-38A, DR, 144A, FRN, 5.597%, 07/15/30 †	USA	USD	915,889	0.11
982,000	Commercial Mortgage Trust, 2006-GG7, AJ, FRN, 5.641%, 07/10/38 †	USA	USD	909,977	0.11
830,000	FNMA Connecticut Avenue Securities, 2017-C03, 2M2, FRN, 5.254%, 11/25/29 †	USA	USD	856,143	0.10
900,000	Galaxy XXVII CLO Ltd., 2018-27A, C, 144A, FRN, 5.275%, 05/16/31 †	USA	USD	847,746	0.10
840,000	Discover Card Execution Note Trust, 2017-A7, A7, FRN, 2.754%, 04/15/25 †	USA	USD	841,111	0.10
830,000	Galaxy XVIII CLO Ltd., 2018-28A, C, 144A, FRN, 4.547%, 07/15/31 †	USA	USD	801,963	0.10
799,099	Flagship CLO VIII Ltd., 2014-8A, ARR, 144A, FRN, 3.451%, 01/16/26 †	USA	USD	798,300	0.10
752,862	FNMA Connecticut Avenue Securities, 2014-C03, 2M2, FRN, 5.304%, 07/25/24 †	USA	USD	785,483	0.09
744,678	Thornburg Mortgage Securities Trust, 2005-1, A3, FRN, 4.616%, 04/25/45 †	USA	USD	764,349	0.09
750,000	Citibank Credit Card Issuance Trust, 2016-A3, A3, FRN, 2.909%, 12/07/23 †	USA	USD	755,428	0.09
750,000	Atrium XIV LLC, 14A, D, 144A, FRN, 5.551%, 08/23/30 †	USA	USD	732,300	0.09
690,000	Capital One Multi-Asset Execution Trust, 2016-A7, A7, FRN, 2.904%, 09/16/24 †	USA	USD	695,054	0.08
662,880	Galaxy XXV CLO Ltd., 2018-25A, D, 144A, FRN, 5.68%, 10/25/31 †	USA	USD	653,321	0.08
640,000	Octagon Investment Partners XXIII Ltd., 2015-1A, BR, 144A, FRN, 3.797%, 07/15/27 †	USA	USD	633,222	0.08
586,374	FNMA Connecticut Avenue Securities, 2015-C01, 1M2, FRN, 6.704%, 02/25/25 †	USA	USD	627,704	0.08
633,325	Eaton Vance CLO Ltd., 2014-1RA, D, 144A, FRN, 5.647%, 07/15/30 †	USA	USD	623,540	0.07
650,000	Voya CLO Ltd., 2014-1A, CR2, 144A, FRN, 5.401%, 04/18/31 †	USA	USD	622,063	0.07
580,693	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M3, FRN, 6.504%, 08/25/24 †	USA	USD	610,122	0.07
560,580	Dryden 70 CLO Ltd., 2018-70A, B, 144A, FRN, 4.54%, 01/16/32 †	USA	USD	560,474	0.07
520,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.704%, 10/25/27 †	USA	USD	560,070	0.07
473,415	Eaton Vance CLO Ltd., 2014-1RA, C, 144A, FRN, 4.697%, 07/15/30 †	USA	USD	466,020	0.06
425,925	Neuberger Berman CLO XXII Ltd., 2016-22A, CR, 144A, FRN, 4.788%, 10/17/30 †	USA	USD	419,127	0.05
400,000	Carlyle U.S. CLO Ltd., 2017-1A, A1A, 144A, FRN, 3.892%, 04/20/31 †	USA	USD	400,000	0.05
400,000	Dryden 64 CLO Ltd., 2018-64A, A, 144A, FRN, 3.571%, 04/18/31 †	USA	USD	396,700	0.05
391,170	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA2, M2, FRN, 4.654%, 11/25/28 †	USA	USD	395,118	0.05
352,880	FNMA, 5.00%, 08/01/40	USA	USD	383,594	0.05
400,000	AMMC CLO XI Ltd., 2012-11A, DR2, 144A, FRN, 5.433%, 04/30/31 †	USA	USD	378,732	0.05
357,335	Structured Asset Securities Corp., 2005-2XS, 2A2, FRN, 3.94%, 02/25/35 †	USA	USD	359,748	0.04
358,043	Opteum Mortgage Acceptance Corp. Trust, 2005-4, 1APT, FRN, 2.714%, 11/25/35 †	USA	USD	359,000	0.04
339,512	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M2, FRN, 5.254%, 04/25/28 †	USA	USD	346,018	0.04
335,211	MortgageIT Trust, 2004-1, A2, FRN, 3.304%, 11/25/34 †	USA	USD	337,418	0.04
328,929	MortgageIT Trust, 2005-5, A1, FRN, 2.924%, 12/25/35 †	USA	USD	326,529	0.04
272,291	FNMA, 4.50%, 05/01/41	USA	USD	290,780	0.03
300,000	Dryden 64 CLO Ltd., 2018-64A, D, 144A, FRN, 5.251%, 04/18/31 †	USA	USD	289,527	0.03
267,757	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M2, FRN, 5.054%, 03/25/28 †	USA	USD	270,059	0.03
266,932	FNMA, 2.50%, 06/01/27	USA	USD	269,260	0.03
246,655	Core Industrial Trust, 2015-CALW, A, 144A, 3.04%, 02/10/34	USA	USD	252,443	0.03
239,272	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 6.554%, 01/25/25 †	USA	USD	251,450	0.03
250,000	AMMC CLO 15 Ltd., 2014-15A, BRR, 144A, FRN, 4.397%, 01/15/32 †	USA	USD	250,268	0.03

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Schedule of Investments (continued)

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Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
229,956	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA3, M2, FRN, 3.754%, 03/25/29 †	USA	USD	231,530	0.03
223,516	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA1, M2, FRN, 5.154%, 09/25/28 †	USA	USD	225,730	0.03
199,126	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M3, FRN, 6.404%, 08/25/24 †	USA	USD	212,640	0.03
184,693	FHLMC, 5.00%, 02/01/39	USA	USD	200,705	0.02
189,759	Merrill Lynch Mortgage Investors Trust, 2005-A6, 2A3, FRN, 2.784%, 08/25/35 †	USA	USD	190,733	0.02
186,908	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA2, M2, FRN, 4.604%, 10/25/28 †	USA	USD	187,490	0.02
145,809	FNMA Connecticut Avenue Securities, 2014-C04, 2M2, FRN, 7.404%, 11/25/24 †	USA	USD	159,730	0.02
125,490	FNMA, 6.00%, 02/01/37	USA	USD	142,176	0.02
131,973	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA1, M2, FRN, 5.304%, 07/25/28 †	USA	USD	133,565	0.02
130,903	FNMA, ARM, 2.208%, 09/01/34	USA	USD	130,426	0.02
114,637	FHLMC, 5.00%, 05/01/41	USA	USD	124,701	0.02
108,625	FNMA, 2005-122, FN, FRN, 2.754%, 01/25/36 †	USA	USD	108,196	0.01
100,589	FNMA, 4.50%, 12/01/40	USA	USD	108,067	0.01
89,140	FNMA Connecticut Avenue Securities, 2014-C04, 1M1, FRN, 7.304%, 11/25/24 †	USA	USD	98,384	0.01
95,460	GSAA Home Equity Trust, 2005-5, M3, FRN, 3.349%, 02/25/35 †	USA	USD	97,217	0.01
90,393	FHLMC, 4.50%, 09/01/40	USA	USD	97,184	0.01
85,857	FNMA, 5.50%, 07/01/38	USA	USD	94,497	0.01
84,375	FHLMC, 5.50%, 09/01/35	USA	USD	90,282	0.01
79,152	FHLMC, 4.50%, 10/01/40	USA	USD	85,099	0.01
79,761	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA2, M2, FRN, 5.204%, 05/25/28 †	USA	USD	80,906	0.01
73,626	FNMA, ARM, 5.01%, 11/01/32	USA	USD	75,166	0.01
62,498	American Home Mortgage Investment Trust, 2004-3, 4A, FRN, 4.112%, 10/25/34 †	USA	USD	62,494	0.01
57,986	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R4, M1, FRN, 3.229%, 06/25/34 †	USA	USD	58,491	0.01
49,063	FNMA, 5.00%, 10/01/34	USA	USD	53,618	0.01
49,775	Wells Fargo Mortgage Backed Securities Trust, 2004-W, A9, FRN, 4.855%, 11/25/34 †	USA	USD	51,916	0.01
48,287	FNMA, 5.50%, 09/01/23	USA	USD	50,096	0.01
62,038	FNMA, 5.50%, 02/01/38	USA	USD	68,454	0.01
44,889	FNMA, 5.00%, 02/01/40	USA	USD	48,795	0.01
46,616	Argent Securities Inc. Asset-Backed Pass-Through Certificates, 2005-W2, A2C, FRN, 2.764%, 10/25/35 †	USA	USD	46,831	0.01
50,721	GE Capital Commercial Mortgage Corp. Trust, 2007-C1, AM, FRN, 5.606%, 12/10/49 †	USA	USD	45,705	0.01
45,208	CWABS Inc. Asset-Backed Certificates Trust, 2004-6, 1A2, FRN, 3.144%, 12/25/34 †	USA	USD	45,658	0.01
43,976	FNMA, 3.50%, 02/01/26	USA	USD	45,403	0.01
42,543	FHLMC, 5.00%, 03/01/28	USA	USD	45,002	0.01
30,569	Commercial Mortgage Trust, 2006-GG7, AM, FRN, 5.641%, 07/10/38 †	USA	USD	30,777	0.00
27,732	FNMA, 6.00%, 05/01/38	USA	USD	31,479	0.00
24,295	FNMA, 6.00%, 02/01/36	USA	USD	27,539	0.00
22,482	FNMA, 6.00%, 02/01/37	USA	USD	24,624	0.00
24,833	Citigroup Mortgage Loan Trust, 2013-A, A, 144A, FRN, 3.00%, 05/25/42 †	USA	USD	24,561	0.00
19,638	FHLMC, 6.00%, 08/01/37	USA	USD	22,033	0.00
19,595	FNMA, 6.00%, 05/01/36	USA	USD	21,466	0.00
20,083	FNMA, ARM, 4.769%, 02/01/34	USA	USD	21,083	0.00
18,664	GNMA, SF, 5.50%, 06/15/38	USA	USD	20,654	0.00
19,957	CWABS Inc. Asset-Backed Certificates, 2004-1, M1, FRN, 3.154%, 03/25/34 †	USA	USD	20,115	0.00
18,521	GNMA, SF, 5.00%, 05/15/34	USA	USD	20,101	0.00
14,664	FHLMC, 7.00%, 05/01/32	USA	USD	16,262	0.00
14,092	FNMA, 6.00%, 12/01/36	USA	USD	15,435	0.00
13,351	FNMA, 5.50%, 03/01/34	USA	USD	14,832	0.00
13,797	FHLMC, 5.50%, 11/01/38	USA	USD	14,724	0.00
14,197	CSMC, 2009-15R, 3A1, 144A, FRN, 5.159%, 03/26/36 †	USA	USD	14,324	0.00
13,853	FHLMC, 6.00%, 11/01/37	USA	USD	15,729	0.00
11,305	FNMA, 6.00%, 11/01/37	USA	USD	12,792	0.00
10,737	FNMA, 5.50%, 04/01/35	USA	USD	11,849	0.00
10,455	FNMA, 6.00%, 11/01/36	USA	USD	11,841	0.00
11,762	FNMA, 7.50%, 02/01/30	USA	USD	11,775	0.00
9,078	FNMA, 6.00%, 12/01/37	USA	USD	10,265	0.00

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Schedule of Investments (continued)

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Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
9,006	FNMA, 6.00%, 10/01/34	USA	USD	10,214	0.00
8,726	FHLMC, 6.00%, 01/01/38	USA	USD	9,580	0.00
9,156	GNMA, ARM, 3.75%, 09/20/29	USA	USD	9,519	0.00
8,843	FNMA, 5.50%, 04/01/36	USA	USD	9,437	0.00
8,335	FHLMC, 5.50%, 11/01/37	USA	USD	9,268	0.00
8,093	FNMA, 5.50%, 12/01/37	USA	USD	8,891	0.00
7,955	FHLMC, 5.50%, 08/01/33	USA	USD	8,705	0.00
8,185	FNMA, 4.50%, 05/01/24	USA	USD	8,449	0.00
7,866	GNMA, SF, 5.00%, 06/15/37	USA	USD	8,236	0.00
6,884	FHLMC, 6.50%, 03/01/38	USA	USD	7,947	0.00
7,664	Wells Fargo Mortgage Backed Securities Trust, 2007-3, 3A1, 5.50%, 04/25/22	USA	USD	7,824	0.00
7,610	Home Equity Mortgage Trust, 2004-4, M3, FRN, 3.379%, 12/25/34 †	USA	USD	7,629	0.00
6,837	GNMA, SF, 5.50%, 06/15/34	USA	USD	7,412	0.00
6,147	FNMA, 5.50%, 04/01/38	USA	USD	6,670	0.00
5,791	FNMA, 6.00%, 06/01/38	USA	USD	6,561	0.00
5,758	FNMA, 6.00%, 05/01/36	USA	USD	6,526	0.00
5,856	FNMA, 5.50%, 07/01/37	USA	USD	6,246	0.00
5,915	FNMA, ARM, 4.622%, 12/01/34	USA	USD	6,235	0.00
5,439	FNMA, 6.50%, 08/01/36	USA	USD	6,196	0.00
4,952	FNMA, 5.00%, 05/01/28	USA	USD	5,236	0.00
4,425	FNMA, 6.50%, 01/01/36	USA	USD	4,934	0.00
4,823	Morgan Stanley ABS Capital I Inc. Trust, 2005-WMC, M2, FRN, 3.139%, 01/25/35 †	USA	USD	4,849	0.00
4,382	FNMA, 5.50%, 06/01/37	USA	USD	4,825	0.00
4,000	FNMA, 5.00%, 02/01/27	USA	USD	4,229	0.00
3,776	GNMA, 6.50%, 09/15/32	USA	USD	4,151	0.00
3,398	FNMA, 6.50%, 10/01/37	USA	USD	3,903	0.00
3,304	FNMA, 5.50%, 06/01/38	USA	USD	3,639	0.00
2,765	FNMA, 6.50%, 11/01/36	USA	USD	3,250	0.00
2,875	GNMA, SF, 6.50%, 11/15/32	USA	USD	3,245	0.00
2,933	FNMA, 5.00%, 07/01/23	USA	USD	3,022	0.00
2,827	FNMA, ARM, 4.80%, 12/01/34	USA	USD	2,954	0.00
2,730	FNMA, 4.50%, 09/01/24	USA	USD	2,811	0.00
2,678	FHLMC, 5.50%, 03/01/23	USA	USD	2,786	0.00
2,443	FHLMC, 5.50%, 05/01/37	USA	USD	2,717	0.00
2,263	GNMA, SF, 6.00%, 03/15/33	USA	USD	2,581	0.00
2,230	FHLMC, ARM, 4.537%, 09/01/32	USA	USD	2,336	0.00
2,040	FHLMC, 5.50%, 05/01/22	USA	USD	2,095	0.00
1,816	FNMA, 4.50%, 07/01/23	USA	USD	1,854	0.00
1,622	FNMA, 5.50%, 07/01/37	USA	USD	1,797	0.00
1,697	FHLMC, 5.00%, 02/01/23	USA	USD	1,738	0.00
1,355	FNMA, 6.50%, 10/01/37	USA	USD	1,552	0.00
1,368	FHLMC, 6.00%, 02/01/39	USA	USD	1,551	0.00
1,355	Bear Stearns ALT-A Trust, 2004-13, A2, FRN, 3.284%, 11/25/34 †	USA	USD	1,356	0.00
986	FNMA, 5.50%, 11/01/36	USA	USD	1,089	0.00
1,020	FNMA, 5.00%, 12/01/23	USA	USD	1,048	0.00
1,049	Chase Funding Trust, 2003-5, 2A2, FRN, 3.004%, 07/25/33 †	USA	USD	1,032	0.00
786	GNMA, SF, 5.50%, 07/15/33	USA	USD	868	0.00
866	GNMA, ARM, 4.00%, 08/20/20	USA	USD	864	0.00
780	FNMA, 5.00%, 01/01/24	USA	USD	798	0.00
329	FNMA, 5.00%, 11/01/22	USA	USD	338	0.00
				283,931,401	33.89
	Corporate Bonds				
5,500,000	EDF SA, junior sub. note, 144A, 5.25% to 01/29/23, FRN thereafter, Perpetual	FRA	USD	5,651,277	0.67
4,400,000	Morgan Stanley, senior note, 3.875%, 01/27/26	USA	USD	4,679,304	0.56
4,000,000	Allergan Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	4,149,918	0.50
3,800,000	Bank of America Corp., senior note, 3.50%, 04/19/26	USA	USD	3,981,108	0.47
3,500,000	Netflix Inc., senior bond, 5.875%, 02/15/25	USA	USD	3,867,500	0.46
3,500,000	Avantor Inc., senior secured note, first lien, 144A, 6.00%, 10/01/24	USA	USD	3,732,750	0.45
3,500,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	3,643,500	0.43
3,500,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 08/01/24	USA	USD	3,634,610	0.43
3,400,000	Centene Corp., senior note, 144A, 5.375%, 06/01/26	USA	USD	3,582,750	0.43
3,500,000	American Tower Corp., senior bond, 3.375%, 10/15/26	USA	USD	3,562,062	0.42
3,400,000	The Goldman Sachs Group Inc., senior note, 3.75%, 02/25/26	USA	USD	3,550,499	0.42

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
3,300,000	Freeport-McMoRan Inc., senior note, 4.55%, 11/14/24	USA	USD	3,381,675	0.40
3,300,000	Novelis Corp., senior bond, 144A, 5.875%, 09/30/26	USA	USD	3,349,500	0.40
3,200,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	3,344,000	0.40
3,200,000	Walgreens Boots Alliance Inc., senior note, 3.80%, 11/18/24	USA	USD	3,329,432	0.40
3,500,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	3,325,000	0.40
3,200,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 05/01/25	USA	USD	3,316,000	0.40
3,000,000	International Game Technology PLC, senior secured bond, 144A, 6.50%, 02/15/25	USA	USD	3,296,250	0.39
3,200,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	3,292,000	0.39
3,000,000	United Rentals North America Inc., senior bond, 5.875%, 09/15/26	USA	USD	3,206,250	0.38
3,000,000	Exelon Corp., senior bond, 3.95%, 06/15/25	USA	USD	3,204,091	0.38
3,100,000	Imperial Brands Finance PLC, senior note, 144A, 3.50%, 02/11/23	GBR	USD	3,158,178	0.38
3,000,000	JPMorgan Chase & Co., sub. note, 3.875%, 09/10/24	USA	USD	3,154,556	0.38
3,000,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	3,067,500	0.37
2,900,000	Hughes Satellite Systems Corp., senior bond, 6.625%, 08/01/26	USA	USD	3,055,875	0.36
3,000,000	Terex Corp., senior note, 144A, 5.625%, 02/01/25	USA	USD	3,041,250	0.36
3,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	2,988,600	0.36
2,800,000	Hanesbrands Inc., senior bond, 144A, 4.875%, 05/15/26	USA	USD	2,918,692	0.35
3,000,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	2,820,000	0.34
3,200,000	West Corp., senior note, 144A, 8.50%, 10/15/25	USA	USD	2,816,000	0.34
2,700,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	2,683,125	0.32
2,600,000	Navient Corp., senior note, 6.125%, 03/25/24	USA	USD	2,678,000	0.32
2,500,000	Unitymedia KabelBW GmbH, senior bond, 144A, 6.125%, 01/15/25	DEU	USD	2,618,750	0.31
2,100,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	2,612,410	0.31
2,500,000	DAE Funding LLC, senior note, 144A, 5.00%, 08/01/24	ARE	USD	2,609,375	0.31
2,700,000	Vertiv Group Corp., senior note, 144A, 9.25%, 10/15/24	USA	USD	2,598,750	0.31
2,400,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.50%, 02/15/24	IRL	USD	2,585,760	0.31
2,500,000	Symantec Corp., senior note, 144A, 5.00%, 04/15/25	USA	USD	2,563,958	0.31
2,400,000	CSC Holdings LLC, senior secured note, first lien, 144A, 5.50%, 05/15/26	USA	USD	2,522,880	0.30
2,600,000	BWAY Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	2,515,500	0.30
2,400,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	2,478,000	0.30
2,400,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	2,393,460	0.29
2,200,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 5.70%, 01/11/25	MEX	USD	2,285,173	0.27
2,200,000	State Grid Overseas Investment 2016 Ltd., senior note, 144A, 3.50%, 05/04/27	CHN	USD	2,278,353	0.27
2,200,000	Clearway Energy Operating LLC, senior note, 144A, 5.75%, 10/15/25	USA	USD	2,241,250	0.27
2,200,000	The Southern Co., senior bond, 3.25%, 07/01/26	USA	USD	2,235,242	0.27
2,200,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.15%, 06/02/26	CHN	USD	2,211,979	0.26
2,300,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	2,196,500	0.26
2,100,000	Lamb Weston Holdings Inc., senior note, 144A, 4.875%, 11/01/26	USA	USD	2,194,500	0.26
2,200,000	AT&T Inc., senior note, 2.95%, 07/15/26	USA	USD	2,187,181	0.26
2,100,000	Steel Dynamics Inc., senior bond, 5.50%, 10/01/24	USA	USD	2,181,375	0.26
2,000,000	HCA Inc., senior secured note, first lien, 5.00%, 03/15/24	USA	USD	2,180,184	0.26
2,100,000	Cheniere Energy Partners LP, senior secured note, first lien, 5.25%, 10/01/25	USA	USD	2,178,750	0.26
2,100,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior note, 144A, 7.00%, 07/15/24	USA	USD	2,175,379	0.26
2,100,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.00%, 10/15/27	USA	USD	2,168,250	0.26
2,200,000	SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., senior note, 144A, 7.50%, 06/15/25	USA	USD	2,156,000	0.26
2,100,000	Capital One Financial Corp., senior note, 3.20%, 02/05/25	USA	USD	2,141,668	0.26
2,000,000	Kinder Morgan Inc., senior bond, 4.30%, 06/01/25	USA	USD	2,137,827	0.25
2,000,000	Sealed Air Corp., senior bond, 144A, 5.125%, 12/01/24	USA	USD	2,110,000	0.25
2,000,000	CNH Industrial NV, senior note, 4.50%, 08/15/23	GBR	USD	2,103,794	0.25
2,525,112	EnQuest PLC, senior note, 144A, PIK, 7.00%, 04/15/22 ‡	GBR	USD	2,059,810	0.25
2,000,000	JPMorgan Chase & Co., sub. note, 3.375%, 05/01/23	USA	USD	2,056,937	0.25
3,000,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	2,025,000	0.24
2,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	1,992,500	0.24
1,800,000	Toll Brothers Finance Corp., senior bond, 5.625%, 01/15/24	USA	USD	1,941,750	0.23
1,800,000	Fiat Chrysler Automobiles NV, senior note, 5.25%, 04/15/23	GBR	USD	1,902,663	0.23
1,900,000	DaVita Inc., senior bond, 5.00%, 05/01/25	USA	USD	1,882,900	0.22
1,800,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	1,863,540	0.22
1,900,000	HighPoint Operating Corp., senior note, 8.75%, 06/15/25	USA	USD	1,833,500	0.22
1,700,000	Israel Electric Corp. Ltd., secured bond, 144A, 4.25%, 08/14/28	ISR	USD	1,775,590	0.21
1,700,000	The Goldman Sachs Group Inc., senior note, 3.50%, 01/23/25	USA	USD	1,759,030	0.21

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,500,000	Bausch Health Cos. Inc., senior note, 144A, 4.50%, 05/15/23	USA	EUR	1,731,604	0.21
1,500,000	Cheniere Corpus Christi Holdings LLC, senior secured note, first lien, 7.00%, 06/30/24	USA	USD	1,728,900	0.21
1,700,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 5.00%, 10/15/25	CAN	USD	1,717,510	0.20
1,500,000	Citigroup Inc., sub. bond, 5.50%, 09/13/25	USA	USD	1,699,376	0.20
1,500,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	1,678,125	0.20
1,600,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 05/15/24	AUS	USD	1,665,504	0.20
1,600,000	Tennant Co., senior note, 5.625%, 05/01/25	USA	USD	1,660,000	0.20
1,700,000	Teva Pharmaceutical Finance Netherlands IV BV, senior note, Reg S, 0.50%, 07/28/22	ISR	CHF	1,639,822	0.20
1,500,000	HCA Inc., senior bond, 5.375%, 02/01/25	USA	USD	1,622,812	0.19
1,600,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	1,622,000	0.19
1,500,000	KB Home, senior note, 7.00%, 12/15/21	USA	USD	1,615,500	0.19
1,629,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	1,588,275	0.19
1,500,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.25%, 06/01/26	USA	USD	1,576,860	0.19
1,500,000	Morgan Stanley, senior bond, 3.591% to 07/22/27, FRN thereafter, 07/22/28	USA	USD	1,562,426	0.19
1,500,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.00%, 06/01/24	USA	USD	1,552,500	0.19
1,500,000	AMC Networks Inc., senior note, 5.00%, 04/01/24	USA	USD	1,543,125	0.18
1,500,000	Talen Energy Supply LLC, senior secured note, 144A, 7.25%, 05/15/27	USA	USD	1,541,250	0.18
1,500,000	Kinder Morgan Inc., senior note, 3.15%, 01/15/23	USA	USD	1,526,362	0.18
1,500,000	DaVita Inc., senior bond, 5.125%, 07/15/24	USA	USD	1,504,200	0.18
2,000,000	Digicel Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	1,500,000	0.18
1,400,000	Bayer U.S. Finance II LLC, senior bond, 144A, 4.375%, 12/15/28	DEU	USD	1,476,306	0.18
1,300,000	Fiserv Inc., senior bond, 3.85%, 06/01/25	USA	USD	1,376,300	0.16
1,300,000	Aramark Services Inc., senior bond, 144A, 5.00%, 02/01/28	USA	USD	1,340,625	0.16
1,200,000	Cheniere Corpus Christi Holdings LLC, senior secured note, first lien, 5.875%, 03/31/25	USA	USD	1,339,500	0.16
1,300,000	Crown Americas LLC/Crown Americas Capital Corp. VI, senior note, 4.75%, 02/01/26	USA	USD	1,339,000	0.16
1,200,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 144A, 9.25%, 02/15/24	USA	USD	1,305,000	0.16
1,300,000	Woodside Finance Ltd., senior bond, 144A, 3.70%, 03/15/28	AUS	USD	1,301,423	0.16
1,400,000	Akbank Turk AS, senior note, Reg S, 5.125%, 03/31/25	TUR	USD	1,296,967	0.15
1,200,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 03/15/23	AUS	USD	1,243,500	0.15
1,618,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	1,227,658	0.15
1,741,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	1,183,880	0.14
1,100,000	Stars Group Holdings BV/Stars Group U.S. Co-Borrower LLC, senior note, 144A, 7.00%, 07/15/26	CAN	USD	1,166,000	0.14
1,100,000	Aker BP ASA, senior note, 144A, 4.75%, 06/15/24	NOR	USD	1,133,000	0.14
1,100,000	Citigroup Inc., senior note, 3.20%, 10/21/26	USA	USD	1,123,358	0.13
1,000,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.625%, 03/01/25	USA	USD	1,120,191	0.13
1,200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	1,116,750	0.13
1,000,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.75%, 05/15/24	USA	USD	1,112,388	0.13
1,100,000	CNH Industrial NV, senior bond, 3.85%, 11/15/27	GBR	USD	1,106,232	0.13
900,000	Ziggo Secured Finance BV, senior secured bond, Reg S, 4.25%, 01/15/27	NLD	EUR	1,088,683	0.13
1,300,000	New Gold Inc., senior note, 144A, 6.375%, 05/15/25	CAN	USD	1,085,500	0.13
1,000,000	SABIC Capital II BV, senior note, 144A, 4.50%, 10/10/28	SAU	USD	1,073,015	0.13
1,000,000	Glencore Funding LLC, senior note, 144A, 4.625%, 04/29/24	CHE	USD	1,058,021	0.13
1,000,000	Springleaf Finance Corp., senior note, 6.625%, 01/15/28	USA	USD	1,052,500	0.13
1,000,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 6.125%, 05/05/25	MEX	USD	1,048,690	0.13
1,000,000	Citigroup Inc., sub. note, 4.05%, 07/30/22	USA	USD	1,043,461	0.12
1,000,000	Lamb Weston Holdings Inc., senior note, 144A, 4.625%, 11/01/24	USA	USD	1,041,250	0.12
1,000,000	Glencore Funding LLC, senior note, 144A, 4.125%, 05/30/23	CHE	USD	1,040,382	0.12
1,000,000	Jaguar Holding Co. II/Pharmaceutical Product Development LLC, senior note, 144A, 6.375%, 08/01/23	USA	USD	1,037,500	0.12
1,000,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	1,037,500	0.12
1,000,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	1,023,750	0.12
1,000,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	1,022,500	0.12
1,000,000	Altice Financing SA, secured bond, 144A, 7.50%, 05/15/26	LUX	USD	1,007,500	0.12
1,000,000	MEDNAX Inc., senior note, 144A, 6.25%, 01/15/27	USA	USD	986,250	0.12
900,000	ArcelorMittal, senior note, 5.50%, 03/01/21	FRA	USD	937,296	0.11
900,000	Woodside Finance Ltd., senior note, 144A, 3.70%, 09/15/26	AUS	USD	914,208	0.11
900,000	Herc Holdings Inc., senior note, 144A, 5.50%, 07/15/27	USA	USD	907,875	0.11
900,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 04/01/23	ZMB	USD	879,750	0.10
900,000	Party City Holdings Inc., senior note, 144A, 6.625%, 08/01/26	USA	USD	875,250	0.10
800,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.25%, 08/01/26	USA	USD	837,000	0.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

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Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
800,000	Bank of America Corp., senior bond, 3.248%, 10/21/27	USA	USD	819,995	0.10
800,000	Eagle Holdings Co. II LLC, senior note, 144A, PIK, 7.625%, 05/15/22 ‡	USA	USD	806,000	0.10
700,000	Turkiye Vakiflar Bankasi TAO, secured note, Reg S, 2.375%, 11/04/22	TUR	EUR	789,337	0.09
800,000	Anheuser-Busch InBev Worldwide Inc., senior bond, 3.75%, 07/15/42	BEL	USD	763,251	0.09
1,400,000	Weatherford International Ltd., senior note, 7.75%, 06/15/21 ^	USA	USD	745,500	0.09
700,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	739,081	0.09
700,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior secured note, first lien, 144A, 5.125%, 07/15/23	USA	USD	714,875	0.09
700,000	Talen Energy Supply LLC, senior note, 144A, 10.50%, 01/15/26	USA	USD	694,750	0.08
600,000	Liberty Mutual Group Inc., senior bond, Reg S, 4.569%, 02/01/29	USA	USD	659,730	0.08
600,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	640,500	0.08
600,000	The Kroger Co., senior note, 4.00%, 02/01/24	USA	USD	634,458	0.08
600,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.25%, 05/15/24	CAN	USD	607,449	0.07
500,000	Kinder Morgan Inc., senior secured bond, first lien, 144A, 5.625%, 11/15/23	USA	USD	553,791	0.07
500,000	Morgan Stanley, senior bond, 4.30%, 01/27/45	USA	USD	548,378	0.07
500,000	Edwards Lifesciences Corp., senior note, 4.30%, 06/15/28	USA	USD	540,220	0.06
500,000	Reynolds American Inc., senior note, 4.45%, 06/12/25	GBR	USD	530,327	0.06
500,000	Sealed Air Corp., senior note, 144A, 4.875%, 12/01/22	USA	USD	526,250	0.06
500,000	AT&T Inc., senior bond, 4.50%, 05/15/35	USA	USD	524,355	0.06
500,000	Tech Data Corp., senior bond, 4.95%, 02/15/27	USA	USD	523,485	0.06
500,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 02/15/25	LUX	USD	519,375	0.06
500,000	Clear Channel Worldwide Holdings Inc., senior note, 6.50%, 11/15/22	USA	USD	511,250	0.06
500,000	DAE Funding LLC, senior note, 144A, 4.50%, 08/01/22	ARE	USD	508,750	0.06
500,000	GE Capital International Funding Co., senior bond, 3.373%, 11/15/25	USA	USD	506,274	0.06
500,000	Exxon Mobil Corp., senior note, 2.222%, 03/01/21	USA	USD	501,266	0.06
400,000	Lockheed Martin Corp., senior bond, 4.70%, 05/15/46	USA	USD	487,222	0.06
476,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	ZMB	USD	486,413	0.06
700,000	Northwest Acquisitions ULC/Dominion Finco Inc., secured note, second lien, 144A, 7.125%, 11/01/22	CAN	USD	484,750	0.06
500,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	483,125	0.06
400,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.125%, 11/26/63	ITA	EUR	473,935	0.06
500,000	PetSmart Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	471,250	0.06
400,000	Alibaba Group Holding Ltd., senior bond, 4.50%, 11/28/34	CHN	USD	438,400	0.05
400,000	Dell International LLC/EMC Corp., senior note, 144A, 7.125%, 06/15/24	USA	USD	422,292	0.05
800,000	Weatherford International Ltd., senior note, 8.25%, 06/15/23 ^	USA	USD	422,000	0.05
400,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.70%, 06/10/25	CHN	USD	418,660	0.05
400,000	Amcor Finance USA Inc., senior note, Reg S, 3.625%, 04/28/26	AUS	USD	407,563	0.05
400,000	Dell International LLC/EMC Corp., senior note, 144A, 5.875%, 06/15/21	USA	USD	406,778	0.05
400,000	Royal Bank of Canada, secured note, 2.10%, 10/14/21	CAN	USD	400,203	0.05
400,000	Kookmin Bank, secured note, Reg S, 2.125%, 10/21/21	KOR	USD	398,608	0.05
400,000	Polaris Intermediate Corp., senior note, 144A, PIK, 8.50%, 12/01/22 ‡	USA	USD	355,000	0.04
300,000	Biogen Inc., senior bond, 5.20%, 09/15/45	USA	USD	337,345	0.04
300,000	Verizon Communications Inc., senior bond, 4.522%, 09/15/48	USA	USD	335,577	0.04
300,000	Wells Fargo & Co., sub. bond, 4.65%, 11/04/44	USA	USD	334,154	0.04
300,000	Juniper Networks Inc., senior bond, 5.95%, 03/15/41	USA	USD	327,286	0.04
300,000	Bausch Health Cos. Inc., senior note, first lien, 144A, 7.00%, 03/15/24	USA	USD	319,530	0.04
300,000	Sunoco Logistics Partners Operations LP, senior note, 4.25%, 04/01/24	USA	USD	314,698	0.04
300,000	The Goldman Sachs Group Inc., senior note, 3.75%, 05/22/25	USA	USD	313,868	0.04
300,000	Transurban Finance Co. Pty. Ltd., senior secured bond, 144A, 4.125%, 02/02/26	AUS	USD	313,020	0.04
300,000	MSCI Inc., senior note, 144A, 4.75%, 08/01/26	USA	USD	312,000	0.04
300,000	American Tower Corp., senior bond, 3.50%, 01/31/23	USA	USD	309,802	0.04
300,000	Maxim Integrated Products Inc., senior note, 3.375%, 03/15/23	USA	USD	306,312	0.04
300,000	State Grid Overseas Investment 2013 Ltd., senior note, 144A, 3.125%, 05/22/23	CHN	USD	305,651	0.04
300,000	Wells Fargo & Co., senior note, 2.50%, 03/04/21	USA	USD	300,684	0.04
300,000	Oceaneering International Inc., senior note, 4.65%, 11/15/24	USA	USD	295,500	0.04
300,000	PetSmart Inc., senior secured note, first lien, 144A, 5.875%, 06/01/25	USA	USD	292,500	0.03
300,000	Bunge Ltd. Finance Corp., senior note, 3.25%, 08/15/26	USA	USD	290,168	0.03
215,000	Virginia Electric & Power Co., senior bond, 6.35%, 11/30/37	USA	USD	288,362	0.03
263,100	American Airlines Pass Through Trust, first lien, 2016-2, AA, 3.20%, 12/15/29	USA	USD	265,941	0.03
250,000	Enterprise Products Operating LLC, senior bond, 4.45%, 02/15/43	USA	USD	262,660	0.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
200,000	Legrand France SA, senior bond, 8.50%, 02/15/25	FRA	USD	259,854	0.03
200,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 04/16/59	ITA	EUR	237,723	0.03
200,000	NBCUniversal Media LLC, senior bond, 4.45%, 01/15/43	USA	USD	219,581	0.03
200,000	American Tower Corp., senior bond, 4.40%, 02/15/26	USA	USD	216,212	0.03
200,000	Telefonica Emisiones SA, senior note, 4.57%, 04/27/23	ESP	USD	215,835	0.03
200,000	Bank of America Corp., senior bond, 3.875%, 08/01/25	USA	USD	214,104	0.03
200,000	Georgia Power Co., senior bond, 4.30%, 03/15/42	USA	USD	212,147	0.03
200,000	Aptiv Corp., senior bond, 4.15%, 03/15/24	USA	USD	210,566	0.02
200,000	Intesa Sanpaolo SpA, senior note, 144A, 6.50%, 02/24/21	ITA	USD	210,269	0.02
200,000	Reliance Steel & Aluminum Co., senior note, 4.50%, 04/15/23	USA	USD	210,053	0.02
200,000	Sydney Airport Finance Co. Pty. Ltd., senior secured bond, first lien, 144A, 3.90%, 03/22/23	AUS	USD	208,533	0.02
200,000	Axalta Coating Systems LLC, senior note, 144A, 4.875%, 08/15/24	USA	USD	207,000	0.02
200,000	SVB Financial Group, senior note, 3.50%, 01/29/25	USA	USD	204,083	0.02
200,000	Republic Services Inc., senior note, 2.90%, 07/01/26	USA	USD	201,152	0.02
200,000	EnLink Midstream Partners LP, senior bond, 5.05%, 04/01/45	USA	USD	168,000	0.02
150,000	Aviation Capital Group Corp., 144A, 6.75%, 04/06/21	USA	USD	160,216	0.02
100,000	Citigroup Inc., senior bond, 8.125%, 07/15/39	USA	USD	160,027	0.02
151,016	iHeartCommunications Inc., 8.375%, 05/01/27	USA	USD	158,947	0.02
150,000	MPLX LP, senior bond, 4.00%, 02/15/25	USA	USD	156,658	0.02
194,000	CHS/Community Health Systems Inc., secured note, Reg S, 8.125%, 06/30/24	USA	USD	145,985	0.02
100,000	DP World PLC, Reg S, 6.85%, 07/02/37	ARE	USD	126,045	0.01
502,139	Digicel Group Two Ltd., senior note, 144A, PIK, 9.125%, 04/01/24 ‡	BMU	USD	120,513	0.01
100,000	Sabine Pass Liquefaction LLC, senior secured bond, first lien, 5.00%, 03/15/27	USA	USD	109,689	0.01
100,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	106,280	0.01
100,000	CNH Industrial Capital LLC, senior note, 3.875%, 10/15/21	USA	USD	102,200	0.01
100,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	97,000	0.01
83,319	iHeartCommunications Inc., secured note, 6.375%, 05/01/26	USA	USD	88,839	0.01
1,600,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	80,000	0.01
100,000	Ensco Rowan PLC, senior bond, 5.75%, 10/01/44	USA	USD	58,000	0.01
100,000	Weatherford International Ltd., senior bond, 5.95%, 04/15/42 ^	USA	USD	51,250	0.01
50,000	Enable Midstream Partners LP, senior note, 3.90%, 05/15/24	USA	USD	50,676	0.01
50,000	Enable Midstream Partners LP, senior bond, 5.00%, 05/15/44	USA	USD	46,687	0.01
302,621	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	9,079	0.00
1,411,737	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	1,765	0.00
				303,313,702	36.20
	Government and Municipal Bonds				
32,000,000	U.S. Treasury Note, 3.125%, 11/15/28	USA	USD	35,085,000	4.19
21,000,000	U.S. Treasury Note, 2.875%, 08/15/28	USA	USD	22,558,594	2.69
16,113,532	U.S. Treasury Note, Index Linked, 0.125%, 07/15/24	USA	USD	16,092,150	1.92
12,500,000	U.S. Treasury Note, 2.75%, 02/15/28	USA	USD	13,285,644	1.59
6,000,000	U.S. Treasury Bond, 3.875%, 08/15/40	USA	USD	7,489,453	0.89
6,300,000	U.S. Treasury Note, 2.00%, 05/31/21	USA	USD	6,326,332	0.76
6,139,133	U.S. Treasury Note, Index Linked, 0.375%, 07/15/25	USA	USD	6,209,288	0.74
5,620,985	U.S. Treasury Note, Index Linked, 0.625%, 01/15/24	USA	USD	5,720,577	0.68
6,150,000	Puerto Rico Electric Power Authority Power Revenue, Series A-RSA-1, 6.75%, 07/01/36 ^	USA	USD	4,950,750	0.59
70,000,000,000	Government of Indonesia, senior bond, FR64, 6.125%, 05/15/28	IDN	IDR	4,585,735	0.55
3,450,000	Port Authority of New York and New Jersey Revenue, Consolidated, One Hundred Ninety-First Series, 4.823%, 06/01/45	USA	USD	3,797,242	0.45
3,600,000	U.S. Treasury Note, 3.625%, 02/15/21	USA	USD	3,703,570	0.44
3,500	Brazil Notas do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	3,270,922	0.39
2,700,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	3,058,598	0.37
2,800,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	3,004,470	0.36
3,000,000	Government of Gabon, Reg S, 6.375%, 12/12/24	GAB	USD	2,976,825	0.36
2,410,000	California State GO, Various Purpose, Refunding, 5.00%, 09/01/29	USA	USD	2,966,421	0.35
2,800,000	The Export-Import Bank of India, senior note, 144A, 3.875%, 02/01/28	IND	USD	2,881,379	0.34
2,900,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	2,865,794	0.34
7,213,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	2,832,927	0.34
2,700,000	U.S. Treasury Note, 2.375%, 05/15/27	USA	USD	2,790,123	0.33
542,000	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,771,231	0.33
43,300,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	2,633,511	0.31
2,300,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	2,545,111	0.30
3,000,000	Puerto Rico Electric Power Authority Power Revenue, Series XX-RSA-1, 5.25%, 07/01/40 ^	USA	USD	2,362,500	0.28
80,160,291	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	2,266,091	0.27

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
7,925	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	2,175,907	0.26
1,900,000	Government of Mexico, senior note, 4.15%, 03/28/27	MEX	USD	1,992,150	0.24
98,200,000	Government of the Dominican Republic, senior note, Reg S, 8.90%, 02/15/23	DOM	DOP	1,938,858	0.23
5,700	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	1,631,163	0.20
1,500,000	U.S. Treasury Note, 2.125%, 06/30/21	USA	USD	1,510,576	0.18
1,500,000	U.S. Treasury Note, 2.00%, 10/31/21	USA	USD	1,508,818	0.18
1,300,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	1,499,823	0.18
1,400,000	U.S. Treasury Note, 3.125%, 05/15/21	USA	USD	1,434,344	0.17
18,258,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	1,370,433	0.16
1,604,000	Government of Ukraine, Reg S, VRI, GDP Linked Security, zero cpn., 05/31/40	UKR	USD	1,150,766	0.14
750,000	U.S. Treasury Bond, 4.75%, 02/15/41	USA	USD	1,048,784	0.13
1,000,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	986,240	0.12
945,000	San Jose RDA Successor Agency Tax Allocation, Senior, Refunding, Series A-T, 3.25%, 08/01/29	USA	USD	976,591	0.12
823,000	Government of Ukraine, Reg S, 7.75%, 09/01/24	UKR	USD	860,035	0.10
750,000	New York City HDC Capital Fund Grant Program Revenue, New York City Housing Authority Program, Series B1, 5.00%, 07/01/33	USA	USD	827,370	0.10
690,000	Orlando Health Obligated Group, 3.777%, 10/01/28	USA	USD	735,630	0.09
650,000	U.S. Treasury Bond, 3.00%, 11/15/44	USA	USD	709,465	0.09
500,000	Port Authority of New York and New Jersey Revenue, Consolidated, Refunding, One Hundred Ninety-Second Series, 4.81%, 10/15/65	USA	USD	624,370	0.08
600,000	U.S. Treasury Note, 2.00%, 08/31/21	USA	USD	603,082	0.07
400,000	U.S. Treasury Bond, 4.375%, 05/15/40	USA	USD	532,352	0.06
6,470,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	509,861	0.06
5,381,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	453,752	0.05
423,000	Government of Ukraine, Reg S, 7.75%, 09/01/25	UKR	USD	438,220	0.05
400,000	U.S. Treasury Bond, 3.00%, 11/15/45	USA	USD	437,320	0.05
350,000	University of California Revenue, Limited Project, Refunding, Series J, 4.131%, 05/15/45	USA	USD	383,516	0.05
323,000	Government of Ukraine, Reg S, 7.75%, 09/01/23	UKR	USD	342,760	0.04
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	309,336	0.04
265,000	Providence St. Joseph Health Obligated Group, 2.746%, 10/01/26	USA	USD	264,310	0.03
2,776,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	227,582	0.03
200,000	Minnesota State GO, Various Purpose, Refunding, Series F, 4.00%, 10/01/24	USA	USD	221,568	0.03
2,126,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	169,628	0.02
165,000	U.S. Treasury Note, 2.00%, 11/30/22	USA	USD	166,460	0.02
1,278,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	95,908	0.01
80,000	U.S. Treasury Bond, 7.25%, 08/15/22	USA	USD	93,325	0.01
1,132,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	93,052	0.01
1,000,000,000	Government of Indonesia, senior bond, FR37, 12.00%, 09/15/26	IDN	IDR	89,556	0.01
1,100,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	84,862	0.01
55,000	California State GO, Various Purpose, 6.00%, 11/01/39	USA	USD	55,865	0.01
230,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	19,072	0.00
16,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	1,141	0.00
				197,604,089	23.59
	Securities Maturing Within One Year				
5,000,000	INVISTA Finance LLC, senior secured note, 144A, 4.25%, 10/15/19	USA	USD	5,053,528	0.60
3,500,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, 144A, 3.85%, 02/06/20	RUS	USD	3,520,282	0.42
900,000	U.S. Treasury Note, 3.50%, 05/15/20	USA	USD	911,566	0.11
700,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	700,087	0.09
4,800,000,000	Government of Indonesia, senior bond, FR36, 11.50%, 09/15/19	IDN	IDR	344,146	0.04
200,000	U.S. Treasury Bond, 8.125%, 08/15/19	USA	USD	201,440	0.03
100,000	Government of Lithuania, Reg S, 7.375%, 02/11/20	LTU	USD	103,077	0.01
100,000	Enogex LLC, senior bond, 144A, 6.25%, 03/15/20	USA	USD	102,266	0.01
100,000	Government of Vietnam, Reg S, 6.75%, 01/29/20	VNM	USD	102,151	0.01
8,391	Credit Suisse First Boston Mortgage Securities Corp., 2004-6, 3A1, 5.00%, 09/25/19	USA	USD	7,607	0.00
5,000	Government of Hungary, senior bond, Reg S, 3.875%, 02/24/20	HUN	EUR	5,844	0.00
751	FNMA, 5.00%, 04/01/20	USA	USD	769	0.00
700	FHLMC, 4.50%, 04/01/20	USA	USD	715	0.00
273	FHLMC, 4.50%, 03/01/20	USA	USD	279	0.00
12	FNMA, 5.50%, 09/01/19	USA	USD	12	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
9	FNMA, 5.00%, 01/01/20	USA	USD	8	0.00
				11,053,777	1.32
	TOTAL BONDS			795,902,969	95.00
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			795,908,691	95.00
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Media				
1,926	iHeartMedia Inc., A **	USA	USD	27,957	0.01
59	iHeartMedia Inc., B **	USA	USD	856	0.00
				28,813	0.01
	Specialty Retail				
18,079,489	K2016470219 South Africa Ltd., A **	ZAF	ZAR	12,833	0.00
1,799,161	K2016470219 South Africa Ltd., B **	ZAF	ZAR	1,277	0.00
				14,110	0.00
	TOTAL SHARES			42,923	0.01
	WARRANTS				
	Media				
12,750	iHeartMedia Inc., wts., A, 05/01/39 **	USA	USD	185,057	0.02
	Oil, Gas & Consumable Fuels				
9,910	Midstates Petroleum Co. Inc., wts., 04/21/20 **	USA	USD	22	0.00
	TOTAL WARRANTS			185,079	0.02
	BONDS				
	Corporate Bonds				
6,000,000	Vistra Energy Corp., Escrow Account	USA	USD	15,000	0.00
300,000	Clear Channel Communications Inc., Escrow Account **	USA	USD	0	0.00
1,100,000	iHeartCommunications Inc., Escrow Account **	USA	USD	0	0.00
3,000,000	Midstates Petroleum Co. Inc./Midstates Petroleum Co. LLC, Escrow Account **	USA	USD	0	0.00
2,200	Motors Liquidation Co., Escrow Account, cvt. pfd., C, 6.25% **	USA	USD	0	0.00
1,550,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
5,300,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
				15,000	0.00
	TOTAL BONDS			15,000	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			243,002	0.03
	TOTAL INVESTMENTS			798,036,308	95.25

† Floating Rates are indicated as at June 30, 2019
‡ Income may be received in additional securities and/or cash
^ These Bonds are currently in default
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Technology Fund

(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				
220,500	Aptiv PLC	USA	USD	17,823,015	0.59
	Capital Markets				
500,000	Diamond Eagle Acquisition Corp.	USA	USD	5,030,000	0.16
400,000	Nebula Acquisition Corp.	USA	USD	4,130,000	0.14
				9,160,000	0.30
	Communications Equipment				
263,300	ViaSat Inc.	USA	USD	21,279,906	0.70
1,200,000	Viavi Solutions Inc.	USA	USD	15,948,000	0.53
				37,227,906	1.23
	Electronic Equipment, Instruments & Components				
451,300	Amphenol Corp., A	USA	USD	43,297,722	1.43
	Entertainment				
213,100	Spotify Technology SA	USA	USD	31,159,482	1.03
	Equity Real Estate Investment Trusts (REITs)				
171,500	Crown Castle International Corp.	USA	USD	22,355,025	0.74
97,600	SBA Communications Corp., A	USA	USD	21,944,384	0.72
				44,299,409	1.46
	Health Care Equipment & Supplies				
293,800	Nevro Corp.	USA	USD	19,047,054	0.63
	Interactive Media & Services				
1,661,100	Tencent Holdings Ltd.	CHN	HKD	74,973,453	2.48
188,800	Facebook Inc., A	USA	USD	36,438,400	1.20
30,500	Alphabet Inc., C	USA	USD	32,967,755	1.09
191,900	Pinterest Inc., A	USA	USD	5,223,518	0.17
				149,603,126	4.94
	Internet & Direct Marketing Retail				
67,900	Amazon.com Inc.	USA	USD	128,577,477	4.25
659,000	Alibaba Group Holding Ltd., ADR	CHN	USD	111,667,550	3.69
				240,245,027	7.94
	IT Services				
377,700	Mastercard Inc., A	USA	USD	99,912,981	3.30
494,500	Visa Inc., A	USA	USD	85,820,475	2.84
561,700	PayPal Holdings Inc.	USA	USD	64,292,182	2.12
414,900	Twilio Inc., A	USA	USD	56,571,615	1.87
507,100	InterXion Holding NV	NLD	USD	38,585,239	1.27
433,100	GoDaddy Inc., A	USA	USD	30,381,965	1.00
93,400	Shopify Inc., A	CAN	USD	28,034,010	0.93
357,800	Square Inc., A	USA	USD	25,951,234	0.86
372,600	Amdocs Ltd.	USA	USD	23,134,734	0.76
135,000	Fidelity National Information Services Inc.	USA	USD	16,561,800	0.55
41,000	MongoDB Inc.	USA	USD	6,235,690	0.21
				475,481,925	15.71
	Professional Services				
85,800	CoStar Group Inc.	USA	USD	47,538,348	1.57
1,336,000	Upwork Inc.	USA	USD	21,482,880	0.71
				69,021,228	2.28
	Road & Rail				
211,000	Uber Technologies Inc.	USA	USD	9,786,180	0.33
101,400	Lyft Inc., A	USA	USD	6,662,994	0.22
				16,449,174	0.55

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Technology Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Semiconductors & Semiconductor Equipment				
654,300	Analog Devices Inc.	USA	USD	73,850,841	2.44
557,100	Texas Instruments Inc.	USA	USD	63,932,796	2.11
707,800	Microchip Technology Inc.	USA	USD	61,366,260	2.03
366,700	NVIDIA Corp.	USA	USD	60,223,141	1.99
1,255,900	Applied Materials Inc.	USA	USD	56,402,469	1.86
247,000	Lam Research Corp.	USA	USD	46,396,480	1.53
144,000	Broadcom Inc.	USA	USD	41,451,840	1.37
502,300	QUALCOMM Inc.	USA	USD	38,209,961	1.26
264,000	Monolithic Power Systems	USA	USD	35,845,920	1.18
289,600	KLA-Tencor Corp.	USA	USD	34,230,720	1.13
793,100	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	31,065,727	1.03
259,000	Xilinx Inc.	USA	USD	30,541,280	1.01
				573,517,435	18.94
	Software				
1,194,600	Microsoft Corp.	USA	USD	160,028,616	5.29
561,200	Workday Inc., A	USA	USD	115,371,496	3.81
740,300	Salesforce.com Inc.	USA	USD	112,325,719	3.71
400,500	ServiceNow Inc.	USA	USD	109,965,285	3.63
395,000	Synopsys Inc.	USA	USD	50,832,550	1.68
504,368	Zendesk Inc.	USA	USD	44,903,883	1.48
339,200	Atlassian Corp. PLC	USA	USD	44,380,928	1.47
135,800	Adobe Inc.	USA	USD	40,013,470	1.32
712,300	DocuSign Inc.	USA	USD	35,408,433	1.17
215,600	Autodesk Inc.	USA	USD	35,121,240	1.16
303,600	Guidewire Software Inc.	USA	USD	30,778,968	1.02
170,500	Hubspot Inc.	USA	USD	29,073,660	0.96
300,700	PTC Inc.	USA	USD	26,990,832	0.89
656,400	2U Inc.	USA	USD	24,706,896	0.82
143,600	VMware Inc., A	USA	USD	24,011,356	0.79
909,600	Nutanix Inc., A	USA	USD	23,595,024	0.78
716,300	Pluralsight Inc., A	USA	USD	21,718,216	0.72
253,700	Zscaler Inc.	USA	USD	19,443,568	0.64
133,500	Alteryx Inc.	USA	USD	14,567,520	0.48
143,300	New Relic Inc.	USA	USD	12,396,883	0.41
140,800	Elastic NV	USA	USD	10,512,128	0.35
187,000	Slack Technologies Inc.	USA	USD	7,012,500	0.23
73,100	Crowdstrike Holdings Inc., A	USA	USD	4,991,999	0.16
240,000	GTY Technology Holdings Inc.	USA	USD	1,644,000	0.05
25,300	Pagerduty Inc.	USA	USD	1,190,365	0.04
				1,000,985,535	33.06
	Technology Hardware, Storage & Peripherals				
554,100	Apple Inc.	USA	USD	109,667,472	3.62
	TOTAL SHARES			2,836,985,510	93.71
	WARRANTS				
	Software				
80,000	GTY Technology Holdings Inc., wts., 02/19/24	USA	USD	60,800	0.00
	TOTAL WARRANTS			60,800	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			2,837,046,310	93.71
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
1,000,000	GTY Technology Holdings Inc.	USA	USD	6,850,000	0.23
	TOTAL SHARES			6,850,000	0.23
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			6,850,000	0.23

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Technology Fund

(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				
	Auto Components				
1,388,889	Tula Technology Inc., E **	USA	USD	2,676,358	0.09
138,888	Tula eTechnology Inc. **	USA	USD	0	0.00
				2,676,358	0.09
	Automobiles				
919,300	Proterra Inc., pfd., 7 **	USA	USD	9,368,512	0.31
615,538	Proterra Inc., pfd., 5, 144A **	USA	USD	6,272,898	0.21
464,338	Proterra Inc., pfd., 6, 144A **	USA	USD	4,732,031	0.16
98,330	Proterra Inc. **	USA	USD	1,002,073	0.03
				21,375,514	0.71
	Diversified Financial Services				
1,818,182	Cloudflare Inc., pfd., D, 144A **	USA	USD	21,810,187	0.72
	Hotels, Restaurants & Leisure				
1,309,896	DraftKings Inc. **	USA	USD	3,447,700	0.11
	Interactive Media & Services				
503,700	Tanium Inc., pfd., G **	USA	USD	3,326,653	0.11
	Semiconductors & Semiconductor Equipment				
4,950,495	eSilicon, H **	USA	USD	5,000,000	0.16
	Software				
907,828	Sumo Logic Inc. **	USA	USD	9,999,998	0.33
	Textiles, Apparel & Luxury Goods				
298,235	Rent the Runway Inc., pfd. **	USA	USD	6,666,653	0.22
	TOTAL SHARES			74,303,063	2.45
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			74,303,063	2.45
	TOTAL INVESTMENTS			2,918,199,373	96.39

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin U.S. Dollar Short-Term Money Market Fund

(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				
25,400,000	FHLB, 0.00%, 07/10/19	USA	USD	25,386,093	6.96
23,300,000	FHLB, 0.00%, 07/12/19	USA	USD	23,284,408	6.38
20,000,000	FHLB, 0.00%, 07/17/19	USA	USD	19,980,533	5.48
17,500,000	FHLB, 0.00%, 08/09/19	USA	USD	17,458,292	4.79
16,770,000	FHLB, 0.00%, 08/14/19	USA	USD	16,724,907	4.58
15,010,000	U.S. Treasury Bill, 0.00%, 07/09/19	USA	USD	15,003,245	4.11
11,680,000	Tennessee Valley Authority Discount Notes, 0.00%, 07/03/19	USA	USD	11,678,579	3.20
11,655,000	U.S. Treasury Bill, 0.00%, 07/05/19	USA	USD	11,652,488	3.19
10,000,000	FNMA, 0.00%, 07/01/19	USA	USD	10,000,000	2.74
10,000,000	U.S. Treasury Bill, 0.00%, 07/02/19	USA	USD	9,999,464	2.74
10,000,000	FNMA, 0.00%, 07/02/19	USA	USD	9,999,392	2.74
10,000,000	FNMA, 0.00%, 07/05/19	USA	USD	9,997,567	2.74
10,000,000	U.S. Treasury Bill, 0.00%, 07/11/19	USA	USD	9,994,620	2.74
10,000,000	U.S. Treasury Bill, 0.00%, 07/23/19	USA	USD	9,987,326	2.74
10,000,000	FHLB, 0.00%, 07/23/19	USA	USD	9,986,617	2.74
10,000,000	U.S. Treasury Bill, 0.00%, 07/30/19	USA	USD	9,982,760	2.74
9,930,000	FHLB, 0.00%, 07/31/19	USA	USD	9,911,878	2.72
9,825,000	U.S. Treasury Bill, 0.00%, 07/25/19	USA	USD	9,812,277	2.69
9,180,000	FNMA, 0.00%, 07/10/19	USA	USD	9,174,974	2.51
7,000,000	FHLB, 0.00%, 07/16/19	USA	USD	6,993,612	1.92
4,155,000	FHLB, 0.00%, 07/24/19	USA	USD	4,149,186	1.14
3,960,000	FHLB, 0.00%, 07/15/19	USA	USD	3,956,627	1.08
3,700,000	FHLB, 0.00%, 07/19/19	USA	USD	3,695,949	1.01
3,500,000	FHLB, 0.00%, 07/03/19	USA	USD	3,499,574	0.96
3,326,000	FHLM, 0.00%, 08/02/19	USA	USD	3,319,496	0.91
551,000	FHLB, 0.00%, 07/01/19	USA	USD	551,000	0.15
				276,180,864	75.70
	TOTAL BONDS			276,180,864	75.70
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			276,180,864	75.70
	TOTAL INVESTMENTS			276,180,864	75.70

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin U.S. Government Fund

(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				
183,199,218	GNMA II, SF, 3.50%, 09/20/47 - 03/20/49	USA	USD	189,366,117	25.54
92,674,024	GNMA II, SF, 3.00%, 03/20/46 - 04/20/49	USA	USD	94,806,706	12.79
65,371,786	GNMA II, SF, 4.00%, 05/20/40 - 05/20/49	USA	USD	68,600,538	9.24
49,553,625	GNMA, SF, 5.00%, 07/15/33 - 08/15/40	USA	USD	54,221,317	7.31
47,470,066	GNMA, SF, 4.00%, 10/15/40 - 08/15/46	USA	USD	50,395,601	6.79
44,294,652	GNMA II, SF, 4.50%, 05/20/33 - 10/20/44	USA	USD	47,212,853	6.36
37,334,564	GNMA II, SF, 3.50%, 08/20/42 - 06/20/43	USA	USD	38,945,868	5.25
27,531,851	GNMA, SF, 4.50%, 03/15/39 - 04/15/41	USA	USD	29,703,160	4.00
19,467,170	GNMA, SF, 6.00%, 10/15/23 - 01/15/38	USA	USD	21,941,412	2.96
18,304,009	GNMA, SF, 5.50%, 12/15/28 - 11/15/39	USA	USD	20,336,918	2.74
11,892,516	GNMA II, SF, 5.00%, 10/20/32 - 02/20/41	USA	USD	12,857,359	1.73
10,790,435	GNMA II, SF, 5.50%, 05/20/34 - 01/20/36	USA	USD	11,848,523	1.60
9,120,438	GNMA II, SF, 6.00%, 06/20/34 - 07/20/39	USA	USD	10,424,211	1.40
8,647,133	GNMA, SF, 6.50%, 11/15/23 - 07/15/38	USA	USD	9,792,154	1.32
4,489,272	GNMA, 3.50%, 04/20/48	USA	USD	4,639,206	0.63
3,556,671	GNMA II, SF, 6.50%, 03/20/27 - 10/20/38	USA	USD	4,135,672	0.56
3,138,171	GNMA, SF, 7.00%, 03/15/22 - 09/15/32	USA	USD	3,394,023	0.46
2,749,816	GNMA, SF, 3.50%, 04/15/43 - 05/15/43	USA	USD	2,854,513	0.38
1,911,124	GNMA II, SF, 7.00%, 05/20/26 - 03/20/33	USA	USD	2,241,618	0.30
1,215,139	GNMA, SF, 7.50%, 03/15/22 - 08/15/33	USA	USD	1,367,037	0.18
917,763	GNMA II, SF, 7.50%, 08/20/22 - 09/20/32	USA	USD	1,073,674	0.14
792,811	GNMA, SF, 8.00%, 01/15/22 - 12/15/30	USA	USD	842,073	0.11
711,587	GNMA II, 6.00%, 03/20/34	USA	USD	776,902	0.10
404,468	GNMA II, SF, 8.00%, 06/20/22 - 07/20/31	USA	USD	457,273	0.06
392,574	GNMA II, 6.50%, 04/20/34	USA	USD	429,526	0.06
181,677	GNMA, SF, 9.00%, 01/15/25 - 03/15/25	USA	USD	200,741	0.03
94,662	GNMA II, SF, 8.50%, 11/20/21 - 05/20/29	USA	USD	107,981	0.01
87,835	GNMA, SF, 8.50%, 05/15/21 - 06/15/28	USA	USD	94,440	0.01
73,951	GNMA, 7.50%, 04/15/31	USA	USD	76,692	0.01
37,370	GNMA, 8.00%, 01/15/31	USA	USD	37,775	0.01
18,551	GNMA, SF, 9.50%, 07/15/20 - 06/15/25	USA	USD	18,607	0.00
12,677	GNMA II, 8.00%, 03/20/27	USA	USD	13,947	0.00
5,921	GNMA, 6.00%, 11/15/28	USA	USD	6,480	0.00
6,033	GNMA II, SF, 9.50%, 11/20/20 - 07/20/25	USA	USD	6,060	0.00
4,611	GNMA, SF, 10.00%, 11/15/20 - 03/15/25	USA	USD	4,628	0.00
983	GNMA I, 9.50%, 08/15/21 - 11/15/21	USA	USD	1,007	0.00
48	GNMA, SF, 10.50%, 12/15/20 - 04/15/25	USA	USD	48	0.00
2	GNMA, SF, 11.00%, 04/15/21	USA	USD	2	0.00
				683,232,662	92.08
	Government and Municipal Bonds				
6,315,000	U.S. Treasury Note, 2.375%, 05/15/27	USA	USD	6,525,788	0.88
1,800,000	U.S. Treasury Bond, 4.75%, 02/15/37	USA	USD	2,463,434	0.33
				8,989,222	1.21
	Securities Maturing Within One Year				
3,525	GNMA II, SF, 9.50%, 04/20/20	USA	USD	3,547	0.00
1,861	GNMA, SF, 7.80%, 02/15/20	USA	USD	1,863	0.00
673	GNMA, SF, 9.50%, 05/15/20	USA	USD	675	0.00
503	GNMA, SF, 8.50%, 09/15/19 - 04/15/20	USA	USD	503	0.00
406	GNMA, SF, 9.00%, 12/15/19 - 06/15/20	USA	USD	408	0.00
222	GNMA, SF, 8.00%, 02/15/20	USA	USD	222	0.00
				7,218	0.00
	TOTAL BONDS			692,229,102	93.29
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			692,229,102	93.29
	TOTAL INVESTMENTS			692,229,102	93.29

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin U.S. Low Duration Fund

(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				
	Oil, Gas & Consumable Fuels				
65,445	Halcon Resources Corp.	USA	USD	11,570	0.00
	TOTAL SHARES			11,570	0.00
	WARRANTS				
	Oil, Gas & Consumable Fuels				
5,835	Halcon Resources Corp., wts., 09/09/20	USA	USD	47	0.00
	TOTAL WARRANTS			47	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			11,617	0.00
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
7,530,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA2, M3, FRN, 6.304%, 12/25/27 †	USA	USD	7,939,786	1.14
7,350,000	American Express Credit Account Master Trust, 2017-6, A, 2.04%, 05/15/23	USA	USD	7,347,039	1.06
5,819,827	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 5.404%, 07/25/24 †	USA	USD	6,107,301	0.88
5,747,923	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 6.204%, 03/25/25 †	USA	USD	5,918,528	0.85
5,500,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ2, M3, FRN, 5.654%, 05/25/25 †	USA	USD	5,879,180	0.85
5,288,685	Towd Point Mortgage Trust, 2017-1, A1, 144A, FRN, 2.75%, 10/25/56 †	USA	USD	5,322,240	0.77
5,198,719	Core Industrial Trust, 2015-CALW, A, 144A, 3.04%, 02/10/34	USA	USD	5,320,732	0.77
4,745,728	FNMA Connecticut Avenue Securities, 2015-C01, 1M2, FRN, 6.704%, 02/25/25 †	USA	USD	5,080,228	0.73
5,000,000	Discover Card Execution Note Trust, 2015-A2, A, 1.90%, 10/17/22	USA	USD	4,988,414	0.72
4,428,047	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M3, FRN, 6.954%, 10/25/24 †	USA	USD	4,769,252	0.69
4,667,249	Towd Point Mortgage Trust, 2017-4, A1, 144A, FRN, 2.75%, 06/25/57 †	USA	USD	4,699,615	0.68
4,370,000	FNMA Connecticut Avenue Securities, 2016-C04, 1M2, FRN, 6.654%, 01/25/29 †	USA	USD	4,696,855	0.68
4,642,222	Towd Point Mortgage Trust, 2016-5, A1, 144A, FRN, 2.50%, 10/25/56 †	USA	USD	4,644,410	0.67
4,090,000	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA1, M3, FRN, 7.954%, 07/25/28 †	USA	USD	4,638,037	0.67
4,050,934	FNMA Connecticut Avenue Securities, 2013-C01, M2, FRN, 7.654%, 10/25/23 †	USA	USD	4,503,427	0.65
4,000,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M3, FRN, 7.104%, 03/25/28 †	USA	USD	4,337,293	0.62
3,943,226	FNMA Connecticut Avenue Securities, 2015-C03, 1M2, FRN, 7.404%, 07/25/25 †	USA	USD	4,318,518	0.62
4,250,000	Neuberger Berman CLO XVIII Ltd., 2014-18A, A1BR, 144A, FRN, 3.992%, 10/21/30 †	USA	USD	4,256,290	0.61
3,700,000	FNMA Connecticut Avenue Securities, 2014-C01, M2, FRN, 6.804%, 01/25/24 †	USA	USD	4,047,404	0.58
3,653,996	FNMA Connecticut Avenue Securities, 2014-C04, 1M1, FRN, 7.304%, 11/25/24 †	USA	USD	4,032,946	0.58
4,000,000	Dryden 64 CLO Ltd., 2018-64A, A, 144A, FRN, 3.571%, 04/18/31 †	USA	USD	3,967,000	0.57
3,920,000	American Express Credit Account Master Trust, 2017-1, B, 2.10%, 09/15/22	USA	USD	3,912,810	0.56
3,525,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA1, M2, FRN, 5.954%, 08/25/29 †	USA	USD	3,764,977	0.54
3,525,265	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M3, FRN, 6.404%, 08/25/24 †	USA	USD	3,764,514	0.54
3,700,000	Citibank Credit Card Issuance Trust, 2018-A1, A1, 2.49%, 01/20/23	USA	USD	3,726,004	0.54
3,700,000	Discover Card Execution Note Trust, 2017-A6, A6, 1.88%, 02/15/23	USA	USD	3,693,598	0.53
3,371,071	FNMA Connecticut Avenue Securities, 2015-C03, 2M2, FRN, 7.404%, 07/25/25 †	USA	USD	3,607,893	0.52
3,512,095	Sequoia Mortgage Trust, 2016-2, A4, 144A, FRN, 3.50%, 08/25/46 †	USA	USD	3,579,103	0.52
3,486,900	Catamaran CLO Ltd., 2014-2A, BR, 144A, FRN, 5.551%, 10/18/26 †	USA	USD	3,488,330	0.50
3,289,764	FNMA Connecticut Avenue Securities, 2015-C02, 2M2, FRN, 6.404%, 05/25/25 †	USA	USD	3,425,406	0.49
3,343,617	Towd Point Mortgage Trust, 2018-4, A1, 144A, FRN, 3.00%, 06/25/58 †	USA	USD	3,403,401	0.49
3,360,752	Invitation Homes Trust, 2018-SFR3, A, 144A, FRN, 3.394%, 07/17/37 †	USA	USD	3,357,071	0.48
3,075,027	FNMA Connecticut Avenue Securities, 2015-C02, 1M2, FRN, 6.404%, 05/25/25 †	USA	USD	3,279,287	0.47
3,125,385	Towd Point Mortgage Trust, 2018-3, A1, 144A, FRN, 3.75%, 05/25/58 †	USA	USD	3,259,419	0.47
3,094,915	FNMA Connecticut Avenue Securities, 2014-C02, 1M2, FRN, 5.004%, 05/25/24 †	USA	USD	3,201,119	0.46
3,161,000	Capital One Multi-Asset Execution Trust, 2017-A1, A1, 2.00%, 01/17/23	USA	USD	3,156,111	0.45
2,801,564	FNMA Connecticut Avenue Securities, 2015-C01, 2M2, FRN, 6.954%, 02/25/25 †	USA	USD	2,949,994	0.42
3,000,000	Atrium XIII, 2013A, C, 144A, FRN, 4.392%, 11/21/30 †	USA	USD	2,906,640	0.42
3,000,000	LCM 26 Ltd., 26A, C, 144A, FRN, 4.392%, 01/20/31 †	USA	USD	2,904,090	0.42

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
2,462,659	FNMA Connecticut Avenue Securities, 2016-C01, 2M2, FRN, 9.354%, 08/25/28 †	USA	USD	2,774,498	0.40
2,635,016	FNMA Connecticut Avenue Securities, 2014-C03, 2M2, FRN, 5.304%, 07/25/24 †	USA	USD	2,749,192	0.40
2,750,093	Towd Point Mortgage Trust, 2016-4, A1, 144A, FRN, 2.25%, 07/25/56 †	USA	USD	2,741,145	0.39
2,750,000	BlueMountain Fuji U.S. CLO II Ltd., 2017-2A, B, 144A, FRN, 4.742%, 10/20/30 †	USA	USD	2,730,805	0.39
2,510,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.704%, 10/25/27 †	USA	USD	2,703,415	0.39
2,684,000	Wells Fargo Commercial Mortgage Trust, 2016-NXS6, A2, 2.399%, 11/15/49	USA	USD	2,689,144	0.39
2,555,462	Towd Point Mortgage Trust, 2016-1, A1, 144A, FRN, 3.50%, 02/25/55 †	USA	USD	2,598,166	0.37
2,470,000	Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.50%, 04/25/66 †	USA	USD	2,536,707	0.37
2,210,469	FNMA Connecticut Avenue Securities, 2014-C04, 2M2, FRN, 7.404%, 11/25/24 †	USA	USD	2,421,507	0.35
2,383,518	Invitation Homes Trust, 2018-SFR4, A, 144A, FRN, 3.494%, 01/17/38 †	USA	USD	2,401,104	0.35
2,400,000	Madison Park Funding XXIII Ltd., 2017-23A, B, 144A, FRN, 4.282%, 07/27/30 †	USA	USD	2,395,800	0.34
2,250,000	FNMA Connecticut Avenue Securities, 2017-C01, 1M2, FRN, 5.954%, 07/25/29 †	USA	USD	2,383,785	0.34
2,373,955	Towd Point Mortgage Trust, 2017-2, A1, 144A, FRN, 2.75%, 04/25/57 †	USA	USD	2,380,721	0.34
2,165,812	Towd Point Mortgage Trust, 2018-2, A1, 144A, FRN, 3.25%, 03/25/58 †	USA	USD	2,208,873	0.32
2,144,748	Flagstar Mortgage Trust, 2018-6RR, 1A3, 144A, FRN, 4.00%, 10/25/48 †	USA	USD	2,202,675	0.32
39,422,717	GS Mortgage Securities Trust, 2017-GS5, XA, IO, FRN, 0.817%, 03/10/50 †	USA	USD	2,121,857	0.31
1,995,303	CIM Trust, 2018-INV1, A4, 144A, FRN, 4.00%, 08/25/48 †	USA	USD	2,077,559	0.30
2,055,000	Citibank Credit Card Issuance Trust, 2017-A8, A8, 1.86%, 08/08/22	USA	USD	2,049,496	0.30
1,990,000	BAMLL Commercial Mortgage Securities Trust, 2012-PARK, A, 144A, 2.959%, 12/10/30	USA	USD	2,046,656	0.29
1,820,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 7.104%, 04/25/28 †	USA	USD	2,025,243	0.29
2,067,557	Merrill Lynch Mortgage Investors Trust, 2005-A10, A, FRN, 2.614%, 02/25/36 †	USA	USD	2,020,384	0.29
2,000,000	Dryden 55 CLO Ltd., 2018-55A, A1, 144A, FRN, 3.617%, 04/15/31 †	USA	USD	1,989,880	0.29
2,000,000	Gilbert Park CLO Ltd., 2017-1A, B, 144A, FRN, 4.197%, 10/15/30 †	USA	USD	1,989,740	0.29
2,000,000	Voya CLO Ltd., 2018-2A, A1, 144A, FRN, 3.597%, 07/15/31 †	USA	USD	1,987,820	0.29
2,000,000	Octagon Investment Partners 36 Ltd., 2018-1A, A1, 144A, FRN, 3.567%, 04/15/31 †	USA	USD	1,986,900	0.29
2,000,000	Dryden 41 Senior Loan Fund, 2015-41A, AR, 144A, FRN, 3.567%, 04/15/31 †	USA	USD	1,979,060	0.28
2,000,000	AMMC CLO XI Ltd., 2012-11A, BR2, 144A, FRN, 4.183%, 04/30/31 †	USA	USD	1,978,700	0.28
2,000,000	Bain Capital Credit CLO, 2018-1A, A1, 144A, FRN, 3.552%, 04/23/31 †	USA	USD	1,975,560	0.28
2,000,000	TCI-Flatiron CLO Ltd., 2017-1A, C, 144A, FRN, 4.375%, 11/18/30 †	USA	USD	1,934,680	0.28
1,871,394	Towd Point Mortgage Trust, 2018-6, A1A, 144A, FRN, 3.75%, 03/25/58 †	USA	USD	1,930,479	0.28
2,000,000	Long Point Park CLO Ltd., 2017-1A, B, 144A, FRN, 4.288%, 01/17/30 †	USA	USD	1,924,660	0.28
2,000,000	BlueMountain Fuji U.S. CLO III Ltd., 2017-3A, C, 144A, FRN, 4.297%, 01/15/30 †	USA	USD	1,924,280	0.28
1,800,000	Carlyle Global Market Strategies CLO Ltd., 2014-4RA, A2, 144A, FRN, 4.197%, 07/15/30 †	USA	USD	1,786,482	0.26
1,610,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ2, M3, FRN, 6.154%, 09/25/24 †	USA	USD	1,756,683	0.25
1,740,000	West CLO Ltd., 2014-1A, A2R, 144A, FRN, 3.951%, 07/18/26 †	USA	USD	1,735,859	0.25
1,629,688	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M3, FRN, 6.504%, 08/25/24 †	USA	USD	1,712,277	0.25
1,700,000	Capital One Multi-Asset Execution Trust, 2017-A4, A4, 1.99%, 07/17/23	USA	USD	1,697,953	0.24
1,623,880	Octagon Investment Partners XIX Ltd., 2014-14, AR, 144A, FRN, 3.697%, 04/15/26 †	USA	USD	1,624,432	0.23
1,587,274	Mill City Mortgage Loan Trust, 2016-1, A, 144A, FRN, 2.50%, 04/25/57 †	USA	USD	1,589,669	0.23
1,503,997	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 6.554%, 01/25/25 †	USA	USD	1,580,543	0.23
1,484,811	FNMA Connecticut Avenue Securities, 2014-C02, 2M2, FRN, 5.004%, 05/25/24 †	USA	USD	1,521,465	0.22
1,489,028	Wells Fargo Mortgage Backed Securities, 2018-1, A3, 144A, FRN, 3.50%, 07/25/47 †	USA	USD	1,518,610	0.22
1,500,000	Race Point IX CLO Ltd., 2015-9A, A1AR, 144A, FRN, 3.807%, 10/15/30 †	USA	USD	1,500,240	0.22
1,500,000	Dryden 50 Senior Loan Fund, 2017-50A, A1, 144A, FRN, 3.817%, 07/15/30 †	USA	USD	1,497,105	0.22
1,500,000	Voya CLO Ltd., 2018-2A, A2, 144A, FRN, 3.847%, 07/15/31 †	USA	USD	1,490,310	0.21
26,016,801	JPMorgan Chase Commercial Mortgage Securities Trust, 2017-JP5, XA, IO, FRN, 1.246%, 03/15/50 †	USA	USD	1,488,692	0.21
1,461,823	BX Commercial Mortgage Trust, 2018-IND, A, 144A, FRN, 3.144%, 11/15/35 †	USA	USD	1,464,525	0.21
1,450,000	Dryden 50 Senior Loan Fund, 2017-50A, C, 144A, FRN, 4.847%, 07/15/30 †	USA	USD	1,450,565	0.21
1,429,506	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 4.254%, 10/25/27 †	USA	USD	1,444,950	0.21
1,394,983	Towd Point Mortgage Trust, 2017-5, A1, 144A, FRN, 3.004%, 02/25/57 †	USA	USD	1,394,441	0.20
1,330,504	Towd Point Mortgage Trust, 2018-5, A1A, 144A, FRN, 3.25%, 07/25/58 †	USA	USD	1,357,080	0.20
1,300,000	LCM XXII Ltd., 22A, A2R, 144A, FRN, 4.042%, 10/20/28 †	USA	USD	1,281,137	0.18
1,245,178	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M2, FRN, 5.054%, 03/25/28 †	USA	USD	1,255,882	0.18
1,237,500	Sprint Spectrum Co. LLC/Sprint Spectrum Co. II LLC, first lien, 144A, 3.36%, 03/20/23	USA	USD	1,240,594	0.18
1,200,000	Voya CLO Ltd., 2013-2A, A1R, 144A, FRN, 3.55%, 04/25/31 †	USA	USD	1,187,052	0.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
20,535,090	JPMDB Commercial Mortgage Securities Trust, 2017-C5, XA, IO, FRN, 1.141%, 03/15/50 †	USA	USD	1,175,104	0.17
14,185,031	Bank 2017-BNK4, XA, IO, FRN, 1.595%, 05/15/50 †	USA	USD	1,143,298	0.16
1,100,000	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R9, M3, FRN, 3.424%, 10/25/34 †	USA	USD	1,112,710	0.16
1,080,751	Mill City Mortgage Loan Trust, 2018-2, A1, 144A, FRN, 3.50%, 05/25/58 †	USA	USD	1,107,395	0.16
1,100,000	Ellington CLO III Ltd., 2018-3A, A1, 144A, FRN, 4.242%, 07/20/30 †	USA	USD	1,095,622	0.16
1,021,646	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ3, M3, FRN, 7.154%, 10/25/24 †	USA	USD	1,091,617	0.16
1,045,000	Discover Card Execution Note Trust, 2018-A4, A4, 3.11%, 01/16/24	USA	USD	1,067,276	0.15
1,021,000	Madison Park Funding XXVII Ltd., 2018-27A, A1B, 144A, FRN, 3.722%, 04/20/30 †	USA	USD	1,007,176	0.15
1,000,000	Octagon Investment Partners 28 Ltd., 2016-1A, A2R, 144A, FRN, 4.031%, 10/24/30 †	USA	USD	1,002,020	0.14
1,000,000	Carlyle U.S. CLO Ltd., 2017-3A, B, 144A, FRN, 4.942%, 07/20/29 †	USA	USD	1,000,560	0.14
1,000,000	AMMC CLO 15 Ltd., 2014-15A, ARR, 144A, FRN, 3.857%, 01/15/32 †	USA	USD	998,130	0.14
1,000,000	Octagon Investment Partners 35 Ltd., 2018-1A, A1B, 144A, FRN, 3.692%, 01/20/31 †	USA	USD	994,070	0.14
1,000,000	Octagon Investment Partners 37 Ltd., 2018-2A, A2, 144A, FRN, 4.16%, 07/25/30 †	USA	USD	994,060	0.14
1,000,000	Webster Park CLO Ltd., 2015-1A, A2R, 144A, FRN, 4.192%, 07/20/30 †	USA	USD	993,590	0.14
1,000,000	ARES CLO Ltd., 2018-48A, B, 144A, FRN, 4.172%, 07/20/30 †	USA	USD	992,850	0.14
1,000,000	Bain Capital Credit CLO, 2018-1A, A2, 144A, FRN, 3.742%, 04/23/31 †	USA	USD	992,180	0.14
1,000,000	Octagon Investment Partners XVI Ltd., 2013-1A, BR, 144A, FRN, 4.188%, 07/17/30 †	USA	USD	991,950	0.14
1,000,000	Dryden 58 CLO Ltd., 2018-58A, B, 144A, FRN, 4.088%, 07/17/31 †	USA	USD	988,740	0.14
976,784	Towd Point Mortgage Trust, 2015-3, A1A, 144A, FRN, 3.50%, 03/25/54 †	USA	USD	986,810	0.14
1,000,000	Carlyle U.S. CLO Ltd., 2017-4A, B, 144A, FRN, 4.447%, 01/15/30 †	USA	USD	976,340	0.14
1,000,000	Dryden 55 CLO Ltd., 2018-55A, C, 144A, FRN, 4.497%, 04/15/31 †	USA	USD	972,540	0.14
1,000,000	Neuberger Berman Loan Advisers CLO Ltd., 2018-27A, C, 144A, FRN, 4.297%, 01/15/30 †	USA	USD	957,680	0.14
840,000	Progress Residential Trust, 2018-SFR2, A, 144A, 3.712%, 08/17/35	USA	USD	862,507	0.12
860,714	BlueMountain CLO Ltd., 2012-2A, AR2, 144A, FRN, 3.57%, 11/20/28 †	USA	USD	857,908	0.12
808,796	American Home Mortgage Investment Trust, 2004-3, 4A, FRN, 4.112%, 10/25/34 †	USA	USD	808,742	0.12
800,000	Neuberger Berman CLO XVI-S Ltd., 2017-16SA, C, 144A, FRN, 4.197%, 01/15/28 †	USA	USD	777,832	0.11
746,067	Manufactured Housing Contract Trust Pass Through Certificates, 2001-1, IIM2, FRN, 3.833%, 04/20/32 †	USA	USD	746,350	0.11
750,000	Madison Park Funding XXXI Ltd., 2018-31A, A2A, 144A, FRN, 4.092%, 01/23/31 †	USA	USD	746,212	0.11
750,000	AMMC CLO XI Ltd., 2012-11A, A1R2, 144A, FRN, 3.593%, 04/30/31 †	USA	USD	744,307	0.11
744,094	Burnham Park CLO Ltd., 2016-1A, BR, 144A, FRN, 4.092%, 10/20/29 †	USA	USD	735,894	0.11
722,222	LCM XVI LP, 2016A, A2R, 144A, FRN, 3.777%, 10/15/31 †	USA	USD	721,088	0.10
700,000	Galaxy XXVII CLO Ltd., 2018-27A, C, 144A, FRN, 4.325%, 05/16/31 †	USA	USD	677,222	0.10
657,895	Harbor Park CLO Ltd., 1A, A2, 144A, FRN, 4.239%, 01/20/31 †	USA	USD	654,296	0.09
627,396	FNMA, 4.00%, 04/01/25	USA	USD	652,848	0.09
635,000	BlueMountain Fuji U.S. CLO I Ltd., 2017-1A, C, 144A, FRN, 4.942%, 07/20/29 †	USA	USD	632,498	0.09
678,000	Commercial Mortgage Trust, 2006-GG7, AJ, FRN, 5.641%, 07/10/38 †	USA	USD	628,273	0.09
600,000	BCC Middle Market CLO LLC, 2018-1A, A2, 144A, FRN, 4.742%, 10/20/30 †	USA	USD	590,976	0.09
560,580	Dryden 70 CLO Ltd., 2018-70A, B, 144A, FRN, 4.54%, 01/16/32 †	USA	USD	560,473	0.08
545,455	Neuberger Berman CLO XVIII Ltd., 2014-18A, A2R2, 144A, FRN, 4.292%, 10/21/30 †	USA	USD	540,611	0.08
485,108	FNMA, ARM, 4.456%, 12/01/36	USA	USD	507,774	0.07
500,000	Madison Park Funding XXIII Ltd., 2017-23A, C, 144A, FRN, 4.932%, 07/27/30 †	USA	USD	500,725	0.07
500,000	Atrium IX, 9A, AR, 144A, FRN, 3.761%, 05/28/30 †	USA	USD	500,285	0.07
500,000	LCM XXIII Ltd., 23A, A2, 144A, FRN, 4.442%, 10/20/29 †	USA	USD	500,275	0.07
500,000	ARES L CLO Ltd., 2018-50A, B, 144A, FRN, 4.478%, 01/15/32 †	USA	USD	497,965	0.07
473,046	Wells Fargo Mortgage Backed Securities Trust, 2005-AR, 1A1, FRN, 5.081%, 02/25/35 †	USA	USD	492,419	0.07
500,000	AMMC CLO 21 Ltd., 2017-21A, C, 144A, FRN, 4.676%, 11/02/30 †	USA	USD	489,630	0.07
500,000	Octagon Investment Partners 33 Ltd., 2017-1A, B, 144A, FRN, 4.442%, 01/20/31 †	USA	USD	488,840	0.07
478,136	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 4.604%, 02/25/24 †	USA	USD	486,444	0.07
439,516	AMMC CLO 15 Ltd., 2014-15A, BRR, 144A, FRN, 4.397%, 01/15/32 †	USA	USD	439,986	0.06
419,893	Wells Fargo Mortgage Backed Securities Trust, 2005-AR10, 2A3, FRN, 4.947%, 06/25/35 †	USA	USD	430,336	0.06
410,000	Dryden 49 Senior Loan Fund, 2017-49A, C, 144A, FRN, 4.951%, 07/18/30 †	USA	USD	410,160	0.06
400,000	Alinea CLO Ltd., 2018-1A, B, 144A, FRN, 4.242%, 07/20/31 †	USA	USD	396,637	0.06
356,385	Conseco Finance Securitizations Corp., 2002-2, M1, FRN, 7.424%, 03/01/33 †	USA	USD	388,312	0.06
363,467	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R4, M1, FRN, 3.229%, 06/25/34 †	USA	USD	366,632	0.05
357,517	FNMA Connecticut Avenue Securities, 2014-C01, M1, FRN, 4.004%, 01/25/24 †	USA	USD	357,965	0.05
352,421	Towd Point Mortgage Trust, 2015-3, A1B, 144A, FRN, 3.00%, 03/25/54 †	USA	USD	354,296	0.05
310,000	Madison Park Funding XXVI Ltd., 07-4A, AR, 144A, FRN, 3.782%, 07/29/30 †	USA	USD	310,273	0.05
308,021	Structured Asset Investment Loan Trust, 2004-8, M1, FRN, 3.304%, 09/25/34 †	USA	USD	306,942	0.04

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Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
300,000	Madison Park Funding XXIX Ltd., 2018-29A, B, 144A, FRN, 4.351%, 10/18/30 †	USA	USD	299,994	0.04
300,000	Voya CLO Ltd., 2016-3A, A3R, 144A, FRN, 4.351%, 10/18/31 †	USA	USD	299,931	0.04
300,000	BlueMountain CLO Ltd., 2018-3A, B, 144A, FRN, 4.35%, 10/25/30 †	USA	USD	299,583	0.04
300,000	Dryden 45 Senior Loan Fund, 2016-45A, BR, 144A, FRN, 4.297%, 10/15/30 †	USA	USD	298,644	0.04
291,727	Argent Securities Inc. Asset-Backed Pass-Through Certificates, 2005-W2, A2C, FRN, 2.764%, 10/25/35 †	USA	USD	293,070	0.04
285,726	WaMu Mortgage Pass-Through Certificates, 2005-AR8, 1A1A, FRN, 2.984%, 07/25/45 †	USA	USD	284,362	0.04
300,000	AMMC CLO XI Ltd., 2012-11A, DR2, 144A, FRN, 5.433%, 04/30/31 †	USA	USD	284,049	0.04
269,534	Newark BSL CLO 2 Ltd., 2017-1A, B, 144A, FRN, 4.93%, 07/25/30 †	USA	USD	269,653	0.04
280,914	GE Capital Commercial Mortgage Corp. Trust, 2007-C1, AM, FRN, 5.606%, 12/10/49 †	USA	USD	253,134	0.04
234,319	Voya CLO Ltd., 2017-3A, B, 144A, FRN, 4.942%, 07/20/30 †	USA	USD	233,077	0.03
180,301	FNMA, ARM, 4.248%, 03/01/36	USA	USD	186,352	0.03
176,659	FNMA, ARM, 4.376%, 11/01/35	USA	USD	182,242	0.03
164,948	FNMA, ARM, 4.662%, 02/01/33	USA	USD	171,834	0.03
161,903	FNMA, ARM, 4.685%, 09/01/34	USA	USD	170,799	0.03
160,282	Wells Fargo Mortgage Backed Securities Trust, 2005-AR3, 2A1, FRN, 4.904%, 03/25/35 †	USA	USD	165,646	0.02
162,938	FNMA, 2005-122, FN, FRN, 2.754%, 01/25/36 †	USA	USD	162,294	0.02
152,843	Commercial Mortgage Trust, 2006-GG7, AM, FRN, 5.641%, 07/10/38 †	USA	USD	153,884	0.02
147,917	FNMA, ARM, 4.314%, 08/01/33	USA	USD	153,148	0.02
144,196	FNMA, ARM, 4.472%, 11/01/39	USA	USD	151,216	0.02
147,757	FNMA, ARM, 4.515%, 07/01/35	USA	USD	150,426	0.02
132,934	Credit Suisse First Boston Mortgage Securities Corp., 2001-HE8, M1, FRN, 3.454%, 02/25/31 †	USA	USD	137,018	0.02
133,476	Merrill Lynch Mortgage Investors Trust, 2003-A, 1A, FRN, 3.144%, 03/25/28 †	USA	USD	132,835	0.02
132,661	Octagon Investment Partners 31 LLC, 2017-1A, C, 144A, FRN, 4.992%, 07/20/30 †	USA	USD	132,719	0.02
123,780	FNMA, ARM, 4.585%, 03/01/35	USA	USD	130,346	0.02
125,443	CWABS Inc. Asset-Backed Certificates, 2004-1, M1, FRN, 3.154%, 03/25/34 †	USA	USD	126,435	0.02
116,779	FNMA, ARM, 4.946%, 02/01/30	USA	USD	118,760	0.02
113,011	FNMA, ARM, 4.88%, 05/01/33	USA	USD	118,146	0.02
111,524	FNMA, ARM, 4.032%, 06/01/35	USA	USD	116,397	0.02
111,758	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA1, M2, FRN, 5.154%, 09/25/28 †	USA	USD	112,865	0.02
102,293	FNMA, ARM, 4.013%, 04/01/27	USA	USD	104,176	0.02
100,127	FNMA, ARM, 4.396%, 09/01/34	USA	USD	103,801	0.02
95,505	FNMA, ARM, 4.668%, 06/01/33	USA	USD	100,998	0.02
93,535	FNMA, ARM, 3.981%, 01/01/35	USA	USD	98,288	0.01
92,118	FNMA, ARM, 4.321%, 07/01/36	USA	USD	96,207	0.01
90,646	FNMA, ARM, 4.932%, 03/01/38	USA	USD	95,970	0.01
91,561	GSAA Home Equity Trust, 2005-6, A3, FRN, 2.774%, 06/25/35 †	USA	USD	91,839	0.01
87,543	FNMA, ARM, 4.359%, 04/01/36	USA	USD	91,115	0.01
88,444	FNMA, ARM, 5.02%, 03/01/31	USA	USD	89,122	0.01
82,609	FNMA, ARM, 4.67%, 03/01/33	USA	USD	86,261	0.01
82,413	FNMA, ARM, 4.79%, 01/01/33	USA	USD	85,437	0.01
73,752	FNMA, ARM, 4.513%, 11/01/35	USA	USD	78,082	0.01
69,658	FNMA, ARM, 4.588%, 08/01/35	USA	USD	74,025	0.01
70,190	FNMA, ARM, 4.875%, 05/01/34	USA	USD	72,286	0.01
69,069	FNMA, ARM, 4.743%, 07/01/33	USA	USD	71,834	0.01
69,764	FNMA, 2005-58, FC, FRN, 2.654%, 07/25/35 †	USA	USD	69,695	0.01
68,736	FNMA, ARM, 2.416%, 11/01/32	USA	USD	67,835	0.01
63,589	FNMA, ARM, 4.144%, 05/01/35	USA	USD	65,705	0.01
65,756	Morgan Stanley ABS Capital I Inc. Trust, 2004-HE6, A2, FRN, 3.084%, 08/25/34 †	USA	USD	65,118	0.01
62,584	FNMA, ARM, 4.519%, 05/01/24	USA	USD	64,809	0.01
61,919	FNMA, ARM, 4.495%, 09/01/33	USA	USD	64,382	0.01
59,847	FNMA, ARM, 3.759%, 04/01/32	USA	USD	60,203	0.01
56,925	FNMA, ARM, 4.26%, 12/01/34	USA	USD	59,480	0.01
54,606	FNMA, ARM, 4.549%, 07/01/33	USA	USD	57,591	0.01
51,416	FNMA, ARM, 4.708%, 08/01/32	USA	USD	52,151	0.01
50,261	FNMA, ARM, 4.888%, 02/01/35	USA	USD	51,868	0.01
50,785	FNMA, ARM, 2.416%, 10/01/32	USA	USD	50,129	0.01
47,949	FNMA, ARM, 4.70%, 04/01/47	USA	USD	49,634	0.01
46,661	FNMA, ARM, 4.46%, 03/01/35	USA	USD	48,323	0.01
44,302	FNMA, ARM, 4.675%, 02/01/33	USA	USD	45,790	0.01
43,019	FNMA, ARM, 4.896%, 02/01/37	USA	USD	45,523	0.01

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Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
43,563	FNMA, ARM, 4.495%, 02/01/25	USA	USD	44,655	0.01
42,579	FNMA, ARM, 4.27%, 11/01/35	USA	USD	43,801	0.01
39,345	FNMA, ARM, 4.538%, 07/01/31	USA	USD	40,143	0.01
37,614	FNMA, ARM, 4.543%, 12/01/35	USA	USD	39,177	0.01
37,536	FNMA, ARM, 4.759%, 04/01/36	USA	USD	38,906	0.01
36,622	FNMA, ARM, 5.03%, 02/01/38	USA	USD	38,732	0.01
36,368	FNMA, ARM, 4.485%, 05/01/36	USA	USD	38,371	0.01
35,580	FNMA, ARM, 4.685%, 06/01/34	USA	USD	37,608	0.01
34,540	FNMA, ARM, 4.508%, 07/01/35	USA	USD	36,454	0.01
34,396	FNMA, ARM, 4.393%, 10/01/35	USA	USD	35,790	0.01
33,571	FNMA, ARM, 4.781%, 02/01/36	USA	USD	35,387	0.01
31,850	FNMA, ARM, 4.524%, 10/01/34	USA	USD	33,389	0.01
31,930	FNMA, ARM, 3.904%, 09/01/40	USA	USD	31,859	0.01
31,175	FNMA, ARM, 3.24%, 03/01/39	USA	USD	31,622	0.01
31,205	FNMA, ARM, 3.704%, 08/01/42	USA	USD	31,421	0.01
30,092	FNMA, ARM, 4.639%, 08/01/37	USA	USD	31,292	0.00
29,260	FNMA, ARM, 4.724%, 02/01/30	USA	USD	31,245	0.00
29,247	FNMA, ARM, 4.18%, 07/01/33	USA	USD	30,080	0.00
28,904	FNMA, ARM, 4.55%, 02/01/44	USA	USD	29,987	0.00
28,038	FNMA, ARM, 5.033%, 03/01/38	USA	USD	28,999	0.00
26,977	FNMA, ARM, 5.236%, 03/01/36	USA	USD	28,340	0.00
25,210	FNMA, ARM, 4.518%, 09/01/33	USA	USD	25,957	0.00
23,369	FNMA, ARM, 4.26%, 02/01/33	USA	USD	24,156	0.00
22,537	FNMA, ARM, 4.385%, 11/01/36	USA	USD	23,505	0.00
23,160	FNMA, ARM, 3.566%, 12/01/37	USA	USD	23,392	0.00
22,241	FNMA, ARM, 4.65%, 02/01/31	USA	USD	23,176	0.00
22,613	FNMA, ARM, 5.019%, 10/01/25	USA	USD	22,934	0.00
21,796	FNMA, ARM, 4.945%, 02/01/35	USA	USD	22,838	0.00
20,729	FNMA, ARM, 4.962%, 04/01/33	USA	USD	21,804	0.00
19,888	FNMA, ARM, 4.635%, 10/01/33	USA	USD	20,619	0.00
19,454	FNMA, ARM, 4.604%, 07/01/37	USA	USD	20,589	0.00
19,597	FNMA, ARM, 5.023%, 02/01/33	USA	USD	19,929	0.00
18,942	FNMA, ARM, 4.206%, 08/01/31	USA	USD	19,662	0.00
18,272	FNMA, ARM, 4.574%, 12/01/31	USA	USD	18,996	0.00
17,468	FNMA, ARM, 4.426%, 07/01/35	USA	USD	18,225	0.00
17,084	FNMA, ARM, 4.373%, 10/01/32	USA	USD	17,800	0.00
16,256	FNMA, ARM, 4.955%, 02/01/36	USA	USD	17,075	0.00
15,780	FNMA, ARM, 4.473%, 04/01/37	USA	USD	16,712	0.00
18,082	Argent Securities Inc., 2004-W1, AV2, FRN, 3.044%, 03/25/34 †	USA	USD	16,641	0.00
15,934	FNMA, ARM, 4.475%, 11/01/36	USA	USD	16,592	0.00
15,256	FNMA, ARM, 4.633%, 09/01/32	USA	USD	16,093	0.00
15,586	FNMA, ARM, 4.56%, 04/01/36	USA	USD	15,993	0.00
14,139	FNMA, ARM, 4.405%, 11/01/33	USA	USD	14,944	0.00
14,192	FNMA, ARM, 4.794%, 02/01/34	USA	USD	14,876	0.00
14,663	FNMA, ARM, 4.125%, 10/01/28	USA	USD	14,732	0.00
13,579	FNMA, ARM, 5.008%, 02/01/38	USA	USD	13,760	0.00
13,585	FNMA, ARM, 4.933%, 02/01/30	USA	USD	13,657	0.00
13,405	FNMA, ARM, 4.54%, 08/01/32	USA	USD	13,649	0.00
13,080	FNMA, ARM, 4.712%, 07/01/27	USA	USD	13,458	0.00
13,272	FNMA, ARM, 4.585%, 12/01/39	USA	USD	13,353	0.00
12,148	FNMA, ARM, 4.545%, 08/01/34	USA	USD	12,696	0.00
10,893	FNMA, ARM, 4.893%, 05/01/33	USA	USD	10,971	0.00
10,459	Structured Asset Investment Loan Trust, 2003-BC2, M3, FRN, 7.279%, 04/25/33 †	USA	USD	10,564	0.00
9,424	FNMA, ARM, 4.833%, 04/01/24	USA	USD	9,614	0.00
9,343	FNMA, ARM, 3.904%, 08/01/40	USA	USD	9,290	0.00
8,822	FNMA, ARM, 4.68%, 12/01/27	USA	USD	8,908	0.00
8,252	FNMA, ARM, 4.559%, 12/01/32	USA	USD	8,524	0.00
67,680	FIRSTPLUS Home Loan Owner Trust, 1998-5, M1, FRN, 7.42%, 12/10/24 †	USA	USD	7,891	0.00
7,104	FNMA, ARM, 4.081%, 05/01/32	USA	USD	7,419	0.00
7,096	FNMA, ARM, 4.69%, 03/01/37	USA	USD	7,285	0.00
6,539	FNMA, ARM, 4.559%, 07/01/33	USA	USD	6,861	0.00
6,550	FNMA, ARM, 4.131%, 10/01/32	USA	USD	6,673	0.00
6,588	FNMA, ARM, 5.019%, 10/01/27	USA	USD	6,630	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
6,113	FNMA, ARM, 4.893%, 01/01/36	USA	USD	6,381	0.00
6,041	FNMA, ARM, 4.325%, 09/01/31	USA	USD	6,198	0.00
5,319	MASTR Alternative Loan Trust, 2003-1, 3A1, 5.00%, 06/25/23	USA	USD	5,602	0.00
5,485	FNMA, ARM, 4.497%, 11/01/32	USA	USD	5,587	0.00
5,358	FNMA, ARM, 4.883%, 01/01/35	USA	USD	5,573	0.00
5,311	FNMA, ARM, 5.00%, 05/01/27	USA	USD	5,418	0.00
5,298	MASTR Alternative Loan Trust, 2003-6, 2A1, 5.00%, 08/25/20	USA	USD	5,299	0.00
4,836	FNMA, ARM, 4.117%, 06/01/35	USA	USD	5,024	0.00
4,780	FNMA, ARM, 4.472%, 11/01/34	USA	USD	4,976	0.00
4,679	Asset-Backed Securities Corp. Home Equity Loan Trust, 2004-HE7, A4, FRN, 3.404%, 10/25/34 †	USA	USD	4,478	0.00
4,236	FNMA, ARM, 4.652%, 06/01/34	USA	USD	4,455	0.00
4,311	FNMA, ARM, 4.96%, 04/01/33	USA	USD	4,402	0.00
4,046	FNMA, ARM, 4.448%, 09/01/34	USA	USD	4,153	0.00
3,990	FNMA, ARM, 4.408%, 12/01/29	USA	USD	4,047	0.00
3,772	FNMA, ARM, 4.233%, 09/01/35	USA	USD	3,899	0.00
3,546	FNMA, ARM, 4.624%, 09/01/27	USA	USD	3,583	0.00
3,265	FNMA, ARM, 4.685%, 08/01/33	USA	USD	3,428	0.00
3,058	FNMA, ARM, 5.339%, 03/01/36	USA	USD	3,278	0.00
3,032	FNMA, ARM, 4.772%, 04/01/33	USA	USD	3,159	0.00
2,937	Countrywide Asset-Backed Certificates, 2003-BC3, A2, FRN, 3.024%, 09/25/33 †	USA	USD	2,905	0.00
2,476	FNMA, ARM, 4.579%, 05/01/36	USA	USD	2,609	0.00
2,083	FNMA, ARM, 4.546%, 02/01/34	USA	USD	2,151	0.00
2,066	FNMA, ARM, 3.723%, 04/01/37	USA	USD	2,107	0.00
1,842	FNMA, ARM, 4.185%, 06/01/33	USA	USD	1,907	0.00
1,603	FNMA, ARM, 4.621%, 06/01/36	USA	USD	1,694	0.00
1,531	Ambac LSNI LLC, senior note, first lien, 144A, FRN, 7.592%, 02/12/23 †	CYM	USD	1,559	0.00
1,348	Asset-Backed Securities Corp. Home Equity Loan Trust, 2004-HE7, A2, FRN, 3.164%, 10/25/34 †	USA	USD	1,272	0.00
1,147	FNMA, ARM, 4.833%, 03/01/35	USA	USD	1,196	0.00
1,024	FNMA, ARM, 5.005%, 10/01/32	USA	USD	1,033	0.00
787	FNMA, ARM, 4.617%, 03/01/25	USA	USD	815	0.00
395	FNMA, ARM, 4.692%, 01/01/21	USA	USD	399	0.00
				326,777,774	46.97
	Corporate Bonds				
11,100,000	The Goldman Sachs Group Inc., senior note, FRN, 3.61%, 09/15/20 †	USA	USD	11,211,084	1.61
5,100,000	The Southern Co., senior note, 2.35%, 07/01/21	USA	USD	5,096,486	0.73
4,900,000	Deutsche Bank AG, senior note, FRN, 3.83%, 08/20/20 †	DEU	USD	4,893,189	0.70
3,800,000	Bankia SA, secured bond, Reg S, 1.00%, 09/25/25	ESP	EUR	4,557,481	0.66
4,200,000	Bank of New York Mellon Corp., senior note, FRN, 3.395%, 08/17/20 †	USA	USD	4,236,640	0.61
4,100,000	Kookmin Bank, secured note, Reg S, 2.125%, 10/21/21	KOR	USD	4,085,732	0.59
4,000,000	Bank of America Corp., senior note, 3.004% to 12/20/22, FRN thereafter, 12/20/23	USA	USD	4,074,018	0.59
4,000,000	Royal Bank of Canada, secured note, 2.10%, 10/14/21	CAN	USD	4,002,030	0.58
3,100,000	Banco BPM SpA, secured note, Reg S, 0.75%, 03/31/23	ITA	EUR	3,572,764	0.51
3,500,000	Bank of China Ltd., senior note, Reg S, 2.875%, 04/20/22	CHN	USD	3,524,290	0.51
2,800,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.125%, 11/26/63	ITA	EUR	3,317,542	0.48
3,100,000	Marriott International Inc., senior note, 2.875%, 03/01/21	USA	USD	3,120,906	0.45
3,000,000	Citibank NA, senior note, 3.165% to 02/19/22, FRN thereafter, 02/19/22	USA	USD	3,038,543	0.44
3,000,000	Bank of America Corp., senior note, 2.151%, 11/09/20	USA	USD	2,990,868	0.43
2,800,000	PSEG Power LLC, senior note, 3.00%, 06/15/21	USA	USD	2,829,721	0.41
2,800,000	Anthem Inc., senior note, 2.50%, 11/21/20	USA	USD	2,805,936	0.40
2,600,000	Devon Energy Corp., senior bond, 3.25%, 05/15/22	USA	USD	2,649,231	0.38
2,500,000	Metropolitan Life Global Funding I, senior secured bond, 144A, 3.875%, 04/11/22	USA	USD	2,607,254	0.37
2,400,000	Allergan Funding SCS, senior note, 3.45%, 03/15/22	USA	USD	2,450,599	0.35
2,400,000	Celgene Corp., senior note, 2.25%, 08/15/21	USA	USD	2,391,584	0.34
2,300,000	Capital One Financial Corp., senior note, 3.05%, 03/09/22	USA	USD	2,335,953	0.34
2,300,000	Pricoa Global Funding I, secured note, 144A, 2.55%, 11/24/20	USA	USD	2,309,234	0.33
2,200,000	Dexia Credit Local SA, senior note, 144A, 2.375%, 09/20/22	FRA	USD	2,222,880	0.32
2,200,000	The Kroger Co., senior note, 2.60%, 02/01/21	USA	USD	2,204,958	0.32
2,100,000	Dollar Tree Inc., senior note, 3.70%, 05/15/23	USA	USD	2,179,695	0.31
2,000,000	Tencent Holdings Ltd., senior note, 144A, 2.985%, 01/19/23	CHN	USD	2,017,200	0.29
1,900,000	Pricoa Global Funding I, secured note, 144A, 3.45%, 09/01/23	USA	USD	1,983,555	0.28
1,900,000	Cigna Corp., senior note, 144A, 3.40%, 09/17/21	USA	USD	1,937,085	0.28

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Schedule of Investments (continued)

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Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,900,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 4.25%, 09/15/22	LUX	USD	1,921,375	0.28
1,900,000	Amazon.com Inc., senior note, 2.40%, 02/22/23	USA	USD	1,919,036	0.28
1,900,000	Citigroup Inc., senior note, 2.75%, 04/25/22	USA	USD	1,918,971	0.28
1,650,000	Imperial Brands Finance PLC, senior note, 144A, 2.95%, 07/21/20	GBR	USD	1,654,408	0.24
1,600,000	HSBC Holdings PLC, senior note, 3.40%, 03/08/21	GBR	USD	1,625,120	0.23
1,500,000	Barclays PLC, senior note, 4.61% to 02/14/22, FRN thereafter, 02/15/23	GBR	USD	1,553,790	0.22
1,500,000	Jackson National Life Global Funding, secured note, 144A, 3.30%, 02/01/22	USA	USD	1,534,823	0.22
1,500,000	Total Capital International SA, senior note, 2.75%, 06/19/21	FRA	USD	1,517,467	0.22
1,500,000	HSBC Holdings PLC, senior note, 2.95%, 05/25/21	GBR	USD	1,513,747	0.22
1,300,000	Symantec Corp., senior note, 4.20%, 09/15/20	USA	USD	1,320,506	0.19
1,195,000	Anadarko Petroleum Corp., senior note, 4.85%, 03/15/21	USA	USD	1,237,131	0.18
1,200,000	Verizon Communications Inc., senior note, 3.125%, 03/16/22	USA	USD	1,230,125	0.18
1,000,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 04/16/59	ITA	EUR	1,188,616	0.17
1,200,000	Caterpillar Financial Services Corp., senior note, 1.70%, 08/09/21	USA	USD	1,187,405	0.17
1,100,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.625%, 02/01/21	USA	USD	1,142,566	0.16
1,200,000	Yes Bank Ifsc Banking Unit Branch, senior note, Reg S, 3.75%, 02/06/23	IND	USD	1,116,972	0.16
1,000,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.25%, 08/15/22	IRL	USD	1,055,640	0.15
1,000,000	Energy Transfer Operating LP, senior note, 4.25%, 03/15/23	USA	USD	1,044,393	0.15
1,000,000	Equinix Inc., senior bond, 5.375%, 04/01/23	USA	USD	1,022,500	0.15
1,000,000	Navient Corp., senior note, 5.00%, 10/26/20	USA	USD	1,022,500	0.15
1,000,000	CNH Industrial Capital LLC, senior note, 3.875%, 10/15/21	USA	USD	1,022,000	0.15
1,000,000	DAE Funding LLC, senior note, 144A, 4.00%, 08/01/20	ARE	USD	1,007,500	0.14
1,000,000	GE Capital International Funding Co., senior note, 2.342%, 11/15/20	USA	USD	995,385	0.14
900,000	Baidu Inc., senior note, 4.375%, 05/14/24	CHN	USD	953,514	0.14
900,000	Korea East-West Power Co. Ltd., senior note, 144A, 3.875%, 07/19/23	KOR	USD	944,946	0.14
900,000	Regions Financial Corp., senior note, 3.20%, 02/08/21	USA	USD	909,869	0.13
900,000	Bunge Ltd. Finance Corp., senior note, 3.50%, 11/24/20	USA	USD	908,505	0.13
900,000	BPCE SA, senior note, 2.65%, 02/03/21	FRA	USD	905,490	0.13
900,000	Biogen Inc., senior note, 2.90%, 09/15/20	USA	USD	904,558	0.13
700,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	870,803	0.13
800,000	Metropolitan Life Global Funding I, secured note, 144A, 3.375%, 01/11/22	USA	USD	822,389	0.12
800,000	The Williams Cos. Inc., senior note, 4.125%, 11/15/20	USA	USD	814,592	0.12
800,000	ANZ New Zealand International Ltd. of London, senior note, 144A, 2.85%, 08/06/20	NZL	USD	805,182	0.12
1,016,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	770,890	0.11
700,000	Comcast Corp., senior note, 3.45%, 10/01/21	USA	USD	720,339	0.10
700,000	Credit Suisse of New York, senior note, 4.375%, 08/05/20	CHE	USD	715,509	0.10
700,000	DISH DBS Corp., senior bond, 5.875%, 07/15/22	USA	USD	713,125	0.10
700,000	DaVita Inc., senior note, 5.75%, 08/15/22	USA	USD	708,750	0.10
700,000	Citigroup Inc., senior note, 2.90%, 12/08/21	USA	USD	707,291	0.10
600,000	Turkiye Vakiflar Bankasi TAO, secured note, Reg S, 2.375%, 11/04/22	TUR	EUR	676,575	0.10
600,000	Harvest Operations Corp., senior note, 144A, 4.20%, 06/01/23	KOR	USD	636,014	0.09
600,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	617,250	0.09
800,000	CHS/Community Health Systems Inc., secured note, Reg S, 8.125%, 06/30/24	USA	USD	602,000	0.09
500,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 07/15/24	USA	USD	512,890	0.07
500,000	Calpine Corp., senior secured bond, first lien, 144A, 5.875%, 01/15/24	USA	USD	512,500	0.07
500,000	Centene Corp., senior note, 4.75%, 05/15/22	USA	USD	512,500	0.07
500,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	511,875	0.07
500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	509,150	0.07
500,000	Marsh & McLennan Cos. Inc., senior note, 3.50%, 12/29/20	USA	USD	508,398	0.07
450,000	Aker BP ASA, senior note, 144A, 4.75%, 06/15/24	NOR	USD	463,500	0.07
500,000	Akbank Turk AS, senior note, Reg S, 5.125%, 03/31/25	TUR	USD	463,203	0.07
400,000	Cigna Corp., senior secured note, 144A, 3.75%, 07/15/23	USA	USD	416,513	0.06
400,000	SF Holding Investment Ltd., senior note, Reg S, 4.125%, 07/26/23	CHN	USD	416,304	0.06
400,000	PetSmart Inc., senior note, 144A, 7.125%, 03/15/23	USA	USD	377,000	0.05
300,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.875%, 08/15/23	USA	USD	324,690	0.05
300,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	316,749	0.05
300,000	FedEx Corp., senior note, 3.40%, 01/14/22	USA	USD	307,592	0.04
300,000	Energy Transfer Operating LP, senior note, 4.15%, 10/01/20	USA	USD	305,195	0.04
200,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	199,455	0.03
100,000	Tech Data Corp., senior note, 3.70%, 02/15/22	USA	USD	101,724	0.01
1,300,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21	USA	USD	69,063	0.01

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Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
206,330	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	6,190	0.00
962,546	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	1,203	0.00
				147,941,719	21.27
	Government and Municipal Bonds				
25,000,000	U.S. Treasury Note, 3.125%, 05/15/21	USA	USD	25,613,281	3.68
14,000,000	U.S. Treasury Note, 2.125%, 01/31/21	USA	USD	14,064,258	2.02
13,000,000	U.S. Treasury Note, 2.875%, 10/31/20	USA	USD	13,170,371	1.89
12,000,000	U.S. Treasury Note, 2.00%, 10/31/21	USA	USD	12,070,547	1.74
10,000,000	U.S. Treasury Note, 2.125%, 08/15/21	USA	USD	10,075,000	1.45
8,914,963	U.S. Treasury Note, Index Linked, 0.125%, 01/15/22	USA	USD	8,860,826	1.27
7,000,000	U.S. Treasury Note, 2.00%, 08/31/21	USA	USD	7,035,957	1.01
7,004,802	U.S. Treasury Note, Index Linked, 0.125%, 04/15/21	USA	USD	6,940,781	1.00
6,207,163	U.S. Treasury Note, Index Linked, 1.25%, 07/15/20	USA	USD	6,248,256	0.90
5,000,000	U.S. Treasury Note, 1.75%, 05/15/23	USA	USD	5,002,051	0.72
2,215,000	San Jose RDA Successor Agency Tax Allocation, Senior, Refunding, Series A-T, 2.63%, 08/01/22	USA	USD	2,252,544	0.32
1,100,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	1,084,864	0.16
900,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	1,019,533	0.15
1,000,000	Government of Gabon, Reg S, 6.375%, 12/12/24	GAB	USD	992,275	0.14
1,000,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	988,205	0.14
2,500,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	981,882	0.14
900,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	965,722	0.14
870,000	Texas State GO, Transportation Commission Highway Improvement, Series A, 5.00%, 04/01/21	USA	USD	926,037	0.13
14,800,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	900,138	0.13
800,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	885,256	0.13
40,300,000	Government of the Dominican Republic, senior note, Reg S, 8.90%, 02/15/23	DOM	DOP	795,682	0.11
27,391,606	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	774,347	0.11
665,000	San Jose RDA Successor Agency Tax Allocation, Senior, Refunding, Series A-T, 2.48%, 08/01/21	USA	USD	670,845	0.10
600,000	Government of Mexico, senior note, 4.15%, 03/28/27	MEX	USD	629,100	0.09
500,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	576,855	0.08
6,250,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	455,451	0.07
100,000	U.S. Treasury Note, 2.25%, 07/31/21	USA	USD	100,980	0.02
				124,081,044	17.84
	Securities Maturing Within One Year				
16,000,000	U.S. Treasury Note, 3.625%, 02/15/20	USA	USD	16,150,937	2.32
7,200,000	Morgan Stanley, senior note, FRN, 3.722%, 01/27/20 †	USA	USD	7,240,330	1.04
4,200,000	Fiserv Inc., senior note, 2.70%, 06/01/20	USA	USD	4,208,928	0.61
4,200,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	4,200,525	0.60
4,000,000	Alibaba Group Holding Ltd., senior note, 2.50%, 11/28/19	CHN	USD	4,000,340	0.58
3,500,000	FedEx Corp., senior note, 0.50%, 04/09/20	USA	EUR	3,996,264	0.57
3,900,000	Enterprise Products Operating LLC, senior note, 2.55%, 10/15/19	USA	USD	3,899,033	0.56
3,300,000	The Export-Import Bank of China, senior note, 144A, 2.50%, 07/31/19	CHN	USD	3,300,511	0.47
3,000,000	U.S. Treasury Note, 3.625%, 08/15/19	USA	USD	3,004,999	0.43
2,700,000	Telefonica Emisiones SA, senior bond, 5.134%, 04/27/20	ESP	USD	2,756,565	0.40
2,525,000	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	2,535,756	0.37
2,300,000	Pennsylvania State GO, Refunding, Second Series, 5.00%, 01/15/20	USA	USD	2,345,931	0.34
2,200,000	ING Bank NV, senior note, 144A, FRN, 3.282%, 10/01/19 †	NLD	USD	2,204,920	0.32
1,800,000	Industrial and Commercial Bank of China Ltd., senior note, 3.231%, 11/13/19	CHN	USD	1,805,499	0.26
1,800,000	Citigroup Inc., senior note, 2.40%, 02/18/20	USA	USD	1,800,225	0.26
1,100,000	Kinder Morgan Inc., senior note, 3.05%, 12/01/19	USA	USD	1,102,062	0.16
1,000,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	1,027,500	0.15
1,000,000	U.S. Treasury Note, 1.75%, 09/30/19	USA	USD	999,004	0.14
1,000,000	U.S. Treasury Note, 1.625%, 12/31/19	USA	USD	997,637	0.14
900,000	Coca-Cola Femsa SAB de CV, senior note, 4.625%, 02/15/20	MEX	USD	912,132	0.13
900,000	Morgan Stanley, senior note, 2.80%, 06/16/20	USA	USD	904,293	0.13
700,000	Protective Life Global Funding, secured note, 144A, 2.262%, 04/08/20	USA	USD	698,916	0.10
500,000	Capital One Financial Corp., senior note, 2.50%, 05/12/20	USA	USD	500,575	0.07
160,000	Seven and Seven Ltd., senior note, 144A, FRN, 3.683%, 09/11/19 †	KOR	USD	159,941	0.02
2,827	MASTR Alternative Loan Trust, 2004-11, 2A1, FRN, 5.484%, 11/25/19 †	USA	USD	2,829	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
356	Ambac Assurance Corp., Subordinated Note, 144A, 5.10%, 06/07/20	USA	USD	504	0.00
				70,756,156	10.17
	TOTAL BONDS			669,556,693	96.25
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			669,556,693	96.25
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
12,326,925	K2016470219 South Africa Ltd., A **	ZAF	ZAR	8,750	0.00
1,226,701	K2016470219 South Africa Ltd., B **	ZAF	ZAR	870	0.00
				9,620	0.00
	TOTAL SHARES			9,620	0.00
	BONDS				
	Asset-Backed Securities				
857,149	Bayfront Infrastructure Capital Pte Ltd., 2018, A, Reg S, FRN, 4.32%, 01/11/38 †,**	SGP	USD	853,483	0.12
	TOTAL BONDS			853,483	0.12
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			863,103	0.12
	TOTAL INVESTMENTS			670,431,413	96.37

† Floating Rates are indicated as at June 30, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin U.S. Opportunities Fund

(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				
298,633	Aptiv PLC	USA	USD	24,138,505	0.58
	Banks				
87,116	SVB Financial Group	USA	USD	19,565,382	0.47
	Capital Goods				
151,032	Roper Technologies Inc.	USA	USD	55,316,980	1.32
278,721	Raytheon Co.	USA	USD	48,464,007	1.16
250,290	Honeywell International Inc.	USA	USD	43,698,131	1.05
106,054	The Boeing Co.	USA	USD	38,604,717	0.92
173,827	Rockwell Automation Inc.	USA	USD	28,478,077	0.68
1,024,888	Univar Inc.	USA	USD	22,588,532	0.54
144,524	Stanley Black & Decker Inc.	USA	USD	20,899,616	0.50
				258,050,060	6.17
	Commercial & Professional Services				
175,187	CoStar Group Inc.	USA	USD	97,064,109	2.32
495,085	Verisk Analytics Inc.	USA	USD	72,510,149	1.74
691,411	IHS Markit Ltd.	USA	USD	44,056,709	1.05
				213,630,967	5.11
	Consumer Durables & Apparel				
1,554,983	Under Armour Inc., A	USA	USD	39,418,819	0.94
839,017	Levi Strauss & Co., A	USA	USD	17,518,675	0.42
				56,937,494	1.36
	Consumer Services				
312,600	Luckin Coffee Inc., ADR	CHN	USD	6,092,574	0.15
	Diversified Financials				
290,986	MSCI Inc.	USA	USD	69,484,547	1.66
242,770	S&P Global Inc.	USA	USD	55,300,578	1.32
482,266	Intercontinental Exchange Inc.	USA	USD	41,445,940	0.99
121,936	MarketAxess Holdings Inc.	USA	USD	39,192,669	0.94
686,944	The Charles Schwab Corp.	USA	USD	27,608,280	0.66
92,100	Tradeweb Markets Inc.	USA	USD	4,034,901	0.10
				237,066,915	5.67
	Energy				
296,170	Diamondback Energy Inc.	USA	USD	32,273,645	0.77
	Food, Beverage & Tobacco				
647,692	Lamb Weston Holdings Inc.	USA	USD	41,037,765	0.98
204,138	Constellation Brands Inc., A	USA	USD	40,202,938	0.96
380,020	Monster Beverage Corp.	USA	USD	24,256,676	0.58
1,047,325	Nomad Foods Ltd.	GBR	USD	22,370,862	0.54
43,400	Beyond Meat Inc.	USA	USD	6,973,512	0.17
				134,841,753	3.23
	Health Care Equipment & Services				
334,429	UnitedHealth Group Inc.	USA	USD	81,604,020	1.95
441,272	Veeva Systems Inc.	USA	USD	71,534,604	1.71
314,414	Edwards Lifesciences Corp.	USA	USD	58,084,842	1.39
445,078	West Pharmaceutical Services Inc.	USA	USD	55,701,512	1.33
75,585	Intuitive Surgical Inc.	USA	USD	39,648,112	0.95
506,313	Nevro Corp.	USA	USD	32,824,272	0.79
100,349	IDEXX Laboratories Inc.	USA	USD	27,629,090	0.66
280,943	Guardant Health Inc.	USA	USD	24,253,809	0.58
79,349	ABIOMED Inc.	USA	USD	20,669,621	0.50
				411,949,882	9.86
	Materials				
222,578	Ingevity Corp.	USA	USD	23,408,528	0.56

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Opportunities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Media & Entertainment				
107,493	Alphabet Inc., A	USA	USD	116,393,420	2.78
408,808	Liberty Broadband Corp., C	USA	USD	42,605,970	1.02
274,873	The Walt Disney Co.	USA	USD	38,383,266	0.92
102,087	Netflix Inc.	USA	USD	37,498,597	0.90
164,076	Facebook Inc., A	USA	USD	31,666,668	0.76
266,300	Pinterest Inc., A	USA	USD	7,248,686	0.17
				273,796,607	6.55
	Pharmaceuticals, Biotechnology & Life Sciences				
122,893	Illumina Inc.	USA	USD	45,243,058	1.08
243,855	GW Pharmaceuticals PLC, ADR	GBR	USD	42,038,164	1.01
219,335	Sage Therapeutics Inc.	USA	USD	40,158,045	0.96
633,535	PTC Therapeutics Inc.	USA	USD	28,509,075	0.68
1,473,993	Heron Therapeutics Inc.	USA	USD	27,401,530	0.66
363,525	Array BioPharma Inc.	USA	USD	16,842,113	0.40
399,350	Elanco Animal Health Inc.	USA	USD	13,498,030	0.32
				213,690,015	5.11
	Real Estate				
503,192	SBA Communications Corp., A	USA	USD	113,137,689	2.71
204,517	American Tower Corp.	USA	USD	41,813,501	1.00
				154,951,190	3.71
	Retailing				
167,176	Amazon.com Inc.	USA	USD	316,569,489	7.57
118,342	Alibaba Group Holding Ltd., ADR	CHN	USD	20,053,052	0.48
				336,622,541	8.05
	Semiconductors & Semiconductor Equipment				
512,051	Xilinx Inc.	USA	USD	60,381,054	1.44
229,178	NVIDIA Corp.	USA	USD	37,637,903	0.90
253,208	Monolithic Power Systems	USA	USD	34,380,582	0.82
295,272	Analog Devices Inc.	USA	USD	33,327,351	0.80
				165,726,890	3.96
	Software & Services				
1,702,188	Microsoft Corp.	USA	USD	228,025,104	5.46
827,656	Mastercard Inc., A	USA	USD	218,939,842	5.24
1,007,582	Visa Inc., A	USA	USD	174,865,856	4.18
433,257	ServiceNow Inc.	USA	USD	118,959,375	2.85
308,130	Adobe Inc.	USA	USD	90,790,505	2.17
545,951	PayPal Holdings Inc.	USA	USD	62,489,551	1.50
379,686	Salesforce.com Inc.	USA	USD	57,609,757	1.38
618,832	Zendesk Inc.	USA	USD	55,094,613	1.32
383,304	Twilio Inc., A	USA	USD	52,263,500	1.25
612,581	InterXion Holding NV	NLD	USD	46,611,288	1.12
249,533	Autodesk Inc.	USA	USD	40,648,926	0.97
150,514	Tyler Technologies Inc.	USA	USD	32,514,034	0.78
346,188	Fiserv Inc.	USA	USD	31,558,498	0.75
317,737	PTC Inc.	USA	USD	28,520,073	0.68
220,681	Guidewire Software Inc.	USA	USD	22,372,640	0.54
349,680	Black Knight Inc.	USA	USD	21,033,252	0.50
515,628	2U Inc.	USA	USD	19,408,238	0.46
475,325	Pluralsight Inc., A	USA	USD	14,411,854	0.34
497,675	Nutanix Inc., A	USA	USD	12,909,690	0.31
309,600	Slack Technologies Inc.	USA	USD	11,610,000	0.28
42,373	Intuit Inc.	USA	USD	11,073,336	0.26
185,527	DocuSign Inc.	USA	USD	9,222,547	0.22
103,600	Crowdstrike Holdings Inc., A	USA	USD	7,074,844	0.17
				1,368,007,323	32.73
	Technology Hardware & Equipment				
506,530	Apple Inc.	USA	USD	100,252,418	2.40
	TOTAL SHARES			4,031,002,689	96.44
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			4,031,002,689	96.44

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin U.S. Opportunities Fund

(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				
	Automobiles & Components				
2,276,988	Proterra Inc., pfd., 5, 144A **	USA	USD	23,204,600	0.56
3,698,772	ClearMotion Inc., pfd., D **	USA	USD	12,294,444	0.29
904,744	Proterra Inc., pfd., 7 **	USA	USD	9,220,173	0.22
2,135,940	ClearMotion Inc., pfd., C **	USA	USD	6,710,968	0.16
280,835	Proterra Inc., pfd., 6, 144A **	USA	USD	2,861,967	0.07
				54,292,152	1.30
	Commercial & Professional Services				
507,078	Optoro Inc., pfd., E **	USA	USD	12,535,695	0.30
	Consumer Services				
988,690	Sweetgreen Inc., pfd., H **	USA	USD	14,347,793	0.34
314,373	DraftKings Inc. **	USA	USD	827,443	0.02
				15,175,236	0.36
	Diversified Financials				
1,624,998	Bill.com, pfd., H **	USA	USD	15,237,179	0.37
	Health Care Equipment & Services				
504,854	Tempus Labs Inc., pfd., F **	USA	USD	12,499,983	0.30
	Media & Entertainment				
2,719,500	Tanium Inc., pfd., G **	USA	USD	17,960,756	0.43
	Software & Services				
1,666,392	LegalZoom.com Inc. **	USA	USD	22,156,841	0.53
	TOTAL SHARES			149,857,842	3.59
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			149,857,842	3.59
	TOTAL INVESTMENTS			4,180,860,531	100.03

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin World Perspectives Fund

(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				
41,684	Xtrackers MSCI Russia Capped Index ETF, Class 1C	RUS	USD	1,412,462	0.38
270,694	Xtrackers MSCI Mexico Index UCITS ETF, Class 1C	MEX	USD	1,164,661	0.31
24,232	Multi Units Luxembourg-Lyxor MSCI South Africa UCITS ETF	ZAF	GBP	941,436	0.25
13,579	Multi Units Luxembourg-Lyxor MSCI Eastern Europe EX Russia UCITS ETF	LUX	EUR	330,821	0.09
				3,849,380	1.03
	TOTAL INVESTMENTS FUNDS			3,849,380	1.03
	SHARES				
	Aerospace & Defense				
24,453	Raytheon Co.	USA	USD	4,251,887	1.14
40,657	BWX Technologies Inc.	USA	USD	2,118,230	0.57
34,000	Avon Rubber PLC	GBR	GBP	588,952	0.16
				6,959,069	1.87
	Air Freight & Logistics				
14,872	FedEx Corp.	USA	USD	2,441,834	0.66
71,535	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	1,619,985	0.43
5,530	Hyundai Glovis Co. Ltd.	KOR	KRW	769,556	0.21
139,500	Aramex PJSC	ARE	AED	157,610	0.04
				4,988,985	1.34
	Airlines				
12,300	Japan Airlines Co. Ltd.	JPN	JPY	392,774	0.11
14,000	Azul SA	BRA	BRL	157,664	0.04
				550,438	0.15
	Auto Components				
31,366	Aptiv PLC	USA	USD	2,535,314	0.68
234,720	Dometic Group AB	SWE	SEK	2,350,258	0.63
40,177	Hella GmbH & Co. KGaA	DEU	EUR	1,985,959	0.53
160,053	Freni Brembo SpA	ITA	EUR	1,843,217	0.50
23,329	Denso Corp.	JPN	JPY	980,804	0.26
10,450	Autoliv Inc., SDR	USA	SEK	739,138	0.20
				10,434,690	2.80
	Automobiles				
29,900	Toyota Motor Corp.	JPN	JPY	1,854,676	0.50
6,378	Hyundai Motor Co.	KOR	KRW	771,795	0.21
226,014	Tata Motors Ltd.	IND	INR	532,829	0.14
440,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	486,627	0.13
				3,645,927	0.98
	Banks				
61,391	HDFC Bank Ltd.	IND	INR	2,175,841	0.58
161,182	FinecoBank Banca Fineco SpA	ITA	EUR	1,797,582	0.48
202,968	Sbanken ASA	NOR	NOK	1,731,496	0.46
60,192	Kotak Mahindra Bank Ltd.	IND	INR	1,289,479	0.35
266,218	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	1,264,177	0.34
363,510	BDO Unibank Inc.	PHL	PHP	993,391	0.27
12,375	Royal Bank of Canada	CAN	CAD	983,292	0.26
16,425	The Toronto-Dominion Bank	CAN	CAD	959,604	0.26
423,100	Bank Central Asia Tbk PT	IDN	IDR	897,712	0.24
8,550	Canadian Imperial Bank of Commerce	CAN	CAD	672,250	0.18
34,821	DBS Group Holdings Ltd.	SGP	SGD	667,987	0.18
11,306	Commonwealth Bank of Australia	AUS	AUD	656,962	0.18
81,458	ICICI Bank Ltd.	IND	INR	516,393	0.14
12,726	KB Financial Group Inc.	KOR	KRW	504,337	0.13
74,200	Kasikornbank PCL, fgn.	THA	THB	458,159	0.12
45,673	Itau Unibanco Holding SA, pfd.	BRA	BRL	430,828	0.12
39,424	Banco Bradesco SA, pfd.	BRA	BRL	387,061	0.10
63,700	Emirates NBD PJSC	ARE	AED	189,028	0.05
9,553	Al-Rajhi Bank	SAU	SAR	177,290	0.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Banks (continued)				
18,600	Samba Financial Group	SAU	SAR	175,570	0.05
				16,928,439	4.54
	Beverages				
16,564	Constellation Brands Inc., A	USA	USD	3,262,114	0.88
50,597	Monster Beverage Corp.	USA	USD	3,229,607	0.87
3,717	Kweichow Moutai Co. Ltd., A	CHN	CNY	532,639	0.14
23,200	Kirin Holdings Co. Ltd.	JPN	JPY	499,955	0.13
56,800	Ambev SA	BRA	BRL	264,348	0.07
				7,788,663	2.09
	Biotechnology				
24,259	CSL Ltd.	AUS	AUD	3,661,150	0.98
	Building Products				
9,110	Daikin Industries Ltd.	JPN	JPY	1,188,390	0.32
22,500	Aica Kogyo Co. Ltd.	JPN	JPY	751,252	0.20
				1,939,642	0.52
	Capital Markets				
10,713	BlackRock Inc.	USA	USD	5,027,611	1.35
113,662	The Charles Schwab Corp.	USA	USD	4,568,076	1.22
19,905	S&P Global Inc.	USA	USD	4,534,160	1.21
49,770	Intercontinental Exchange Inc.	USA	USD	4,277,234	1.15
67,173	Banca Generali SpA	ITA	EUR	1,933,578	0.52
28,025	Brookfield Asset Management Inc., A	CAN	CAD	1,340,535	0.36
40,000	Intermediate Capital Group PLC	GBR	GBP	701,520	0.19
64,929	Motilal Oswal Financial Services Ltd.	IND	INR	656,494	0.18
182,000	Egyptian Financial Group-Hermes Holding Co.	EGY	EGP	187,449	0.05
12,900	Banco BTG Pactual SA	BRA	BRL	170,747	0.04
				23,397,404	6.27
	Chemicals				
25,219	Ecolab Inc.	USA	USD	4,979,239	1.33
18,960	Albemarle Corp.	USA	USD	1,334,974	0.36
10,616	Lenzing AG	AUT	EUR	1,182,742	0.32
45,000	Taiyo Nippon Sanso Corp.	JPN	JPY	954,925	0.26
2,170	LG Chem Ltd.	KOR	KRW	664,914	0.18
9,912	Nutrien Ltd.	CAN	CAD	530,128	0.14
2,079	Lotte Chemical Corp.	KOR	KRW	453,738	0.12
125,000	Scapa Group PLC	GBR	GBP	294,311	0.08
242,248	China General Plastics Corp.	TWN	TWD	186,898	0.05
				10,581,869	2.84
	Commercial Services & Supplies				
39,424	Republic Services Inc.	USA	USD	3,415,695	0.92
53,532	ISS AS	DNK	DKK	1,615,140	0.43
130,000	Restore PLC	GBR	GBP	660,374	0.18
170,000	Clipper Logistics PLC	GBR	GBP	609,894	0.16
				6,301,103	1.69
	Construction & Engineering				
34,300	COMSYS Holdings Corp.	JPN	JPY	869,111	0.23
	Construction Materials				
50,000	Siam Cement PCL, fgn.	THA	THB	768,980	0.21
200,000	Ibstock PLC, Reg S	GBR	GBP	617,196	0.16
572,200	Semen Indonesia (Persero) Tbk PT	IDN	IDR	468,817	0.13
313,600	Indocement Tunggal Prakarsa Tbk PT	IDN	IDR	443,957	0.12
				2,298,950	0.62
	Containers & Packaging				
182,658	Corticeira Amorim SGPS SA	PRT	EUR	2,113,925	0.57
171,911	Amcor PLC, IDR	GBR	AUD	1,953,695	0.52
145,000	DS Smith PLC	GBR	GBP	667,517	0.18
				4,735,137	1.27

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Diversified Consumer Services				
5,030	New Oriental Education & Technology Group Inc., ADR	CHN	USD	485,798	0.13
15,600	Human Soft Holding Co. KSC	KWT	KWD	162,503	0.04
				648,301	0.17
	Diversified Financial Services				
7,300	Onex Corp.	CAN	CAD	440,257	0.12
	Diversified Telecommunication Services				
41,700	Nippon Telegraph & Telephone Corp.	JPN	JPY	1,940,354	0.52
11,400	TELUS Corp.	CAN	CAD	421,358	0.11
				2,361,712	0.63
	Electric Utilities				
27,009	NextEra Energy Inc.	USA	USD	5,533,064	1.49
94,400	Companhia Energetica de Minas Gerais	BRA	BRL	459,721	0.12
25,790	Energisa SA	BRA	BRL	309,158	0.08
				6,301,943	1.69
	Electrical Equipment				
12,626	Nidec Corp.	JPN	JPY	1,724,336	0.46
77,430	Prysmian SpA	ITA	EUR	1,597,677	0.43
15,339	Schneider Electric SE	FRA	EUR	1,390,866	0.37
				4,712,879	1.26
	Electronic Equipment, Instruments & Components				
31,933	Amphenol Corp., A	USA	USD	3,063,652	0.82
53,631	Cognex Corp.	USA	USD	2,573,215	0.69
32,052	Landis+Gyr Group AG	CHE	CHF	2,552,146	0.68
1,300	Keyence Corp.	JPN	JPY	797,338	0.21
25,600	Shimadzu Corp.	JPN	JPY	627,297	0.17
32,000	Gooch & Housego PLC	GBR	GBP	469,374	0.13
				10,083,022	2.70
	Energy Equipment & Services				
18,862	Schoeller-Bleckmann Oilfield Equipment AG	AUT	EUR	1,599,668	0.43
53,390	Tecnicas Reunidas SA	ESP	EUR	1,369,311	0.37
51,625	CES Energy Solutions Corp.	CAN	CAD	95,386	0.02
				3,064,365	0.82
	Entertainment				
34,977	The Walt Disney Co.	USA	USD	4,884,188	1.31
29,565	Electronic Arts Inc.	USA	USD	2,993,752	0.80
2,400	Nintendo Co. Ltd.	JPN	JPY	879,021	0.24
125,900	IMAX China Holding Inc.	HKG	HKD	308,459	0.08
				9,065,420	2.43
	Equity Real Estate Investment Trusts (REITs)				
20,852	SBA Communications Corp., A	USA	USD	4,688,364	1.26
9,212	Equinix Inc.	USA	USD	4,645,519	1.25
142,946	Merlin Properties Socimi SA	ESP	EUR	1,982,600	0.53
16,500	Derwent London PLC	GBR	GBP	652,932	0.17
				11,969,415	3.21
	Food & Staples Retailing				
10,400	Alimentation Couche-Tard Inc., B	CAN	CAD	654,372	0.17
207,300	CP ALL PCL, fgn.	THA	THB	580,899	0.16
12,925	Metro Inc., A	CAN	CAD	484,928	0.13
14,600	Companhia Brasileira de Distribuicao, pfd., A	BRA	BRL	359,607	0.10
37,454	Pick 'N Pay Stores Ltd.	ZAF	ZAR	183,437	0.05
				2,263,243	0.61
	Food Products				
42,577	Lamb Weston Holdings Inc.	USA	USD	2,697,679	0.72
101,326	Ebro Foods SA	ESP	EUR	2,167,922	0.58
120,783	Glanbia PLC	IRL	EUR	1,963,564	0.53
22,000	Associated British Foods PLC	GBR	GBP	688,135	0.18
182,590	Universal Robina Corp.	PHL	PHP	591,644	0.16
78,000	China Mengniu Dairy Co. Ltd.	CHN	HKD	302,029	0.08
75,485	Tata Global Beverages Ltd.	IND	INR	295,262	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food Products (continued)				
40,000	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	227,082	0.06
16,900	BRF SA	BRA	BRL	129,784	0.04
				9,063,101	2.43
	Health Care Equipment & Supplies				
14,306	Teleflex Inc.	USA	USD	4,737,432	1.27
22,562	Stryker Corp.	USA	USD	4,638,296	1.24
9,092	ABIOMED Inc.	USA	USD	2,368,375	0.64
12,100	Hoya Corp.	JPN	JPY	926,298	0.25
30,000	Smith & Nephew PLC	GBR	GBP	649,579	0.17
36,700	Olympus Corp.	JPN	JPY	407,097	0.11
				13,727,077	3.68
	Health Care Providers & Services				
19,618	UnitedHealth Group Inc.	USA	USD	4,786,988	1.29
13,797	Ramsay Health Care Ltd.	AUS	AUD	699,630	0.19
119,026	Narayana Hrudayalaya Ltd., Reg S	IND	INR	419,051	0.11
2,820	NMC Health PLC	ARE	GBP	86,058	0.02
				5,991,727	1.61
	Hotels, Restaurants & Leisure				
843,200	Minor International PCL, fgn.	THA	THB	1,126,465	0.30
16,500	Yum China Holdings Inc.	CHN	USD	762,300	0.20
85,000	GVC Holdings PLC	GBR	GBP	703,590	0.19
26,000	Compass Group PLC	GBR	GBP	623,063	0.17
140,218	Indian Hotels Co. Ltd.	IND	INR	320,397	0.09
19,328	Gourmet Master Co. Ltd.	TWN	TWD	108,251	0.03
				3,644,066	0.98
	Household Durables				
19,400	Sony Corp.	JPN	JPY	1,016,242	0.27
149,275	Crompton Greaves Consumer Electricals Ltd.	IND	INR	502,274	0.14
				1,518,516	0.41
	Household Products				
9,000	Reckitt Benckiser Group PLC	GBR	GBP	710,232	0.19
25,200	Lion Corp.	JPN	JPY	469,082	0.13
				1,179,314	0.32
	Industrial Conglomerates				
20,662	3M Co.	USA	USD	3,581,551	0.96
	Insurance				
340,600	AIA Group Ltd.	HKG	HKD	3,673,195	0.99
47,477	ASR Nederland NV	NLD	EUR	1,930,118	0.52
133,500	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	1,602,926	0.43
33,000	Prudential PLC	GBR	GBP	719,147	0.19
25,050	Manulife Financial Corp.	CAN	CAD	455,194	0.12
301,000	Cathay Financial Holding Co. Ltd.	TWN	TWD	417,813	0.11
19,896	The Dai-ichi Life Holdings Inc.	JPN	JPY	299,861	0.08
16,670	Qatar Insurance Co. SAQ	QAT	QAR	159,747	0.04
				9,258,001	2.48
	Interactive Media & Services				
5,343	Alphabet Inc., C	USA	USD	5,775,302	1.55
90,400	Tencent Holdings Ltd.	CHN	HKD	4,080,188	1.09
318,400	Yahoo Japan Corp.	JPN	JPY	933,170	0.25
5,085	Naver Corp.	KOR	KRW	501,055	0.14
				11,289,715	3.03
	Internet & Direct Marketing Retail				
4,363	Amazon.com Inc.	USA	USD	8,261,908	2.21
25,663	Alibaba Group Holding Ltd., ADR	CHN	USD	4,348,595	1.17
108,984	Takkt AG	DEU	EUR	1,585,900	0.43
26,102	Ctrip.com International Ltd., ADR	CHN	USD	963,425	0.26
2,424	Naspers Ltd., N	ZAF	ZAR	588,353	0.16
21,800	MakeMyTrip Ltd.	IND	USD	540,640	0.14

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail (continued)				
21,500	B2W Cia Digital	BRA	BRL	183,007	0.05
				16,471,828	4.42
	IT Services				
23,254	Mastercard Inc., A	USA	USD	6,151,381	1.65
68,341	Tieto OYJ	FIN	EUR	2,024,692	0.54
143,572	Atea ASA	NOR	NOK	1,951,598	0.53
11,300	Cognizant Technology Solutions Corp., A	USA	USD	716,307	0.19
4,875	CGI Inc., A	CAN	CAD	374,739	0.10
				11,218,717	3.01
	Leisure products				
111,713	Technogym SpA	ITA	EUR	1,243,339	0.33
	Life Sciences Tools & Services				
6,067	Mettler-Toledo International Inc.	USA	USD	5,096,280	1.36
10,713	Illumina Inc.	USA	USD	3,943,991	1.06
13,469	Waters Corp.	USA	USD	2,899,067	0.78
52,000	Clinigen Group PLC	GBR	GBP	664,997	0.18
				12,604,335	3.38
	Machinery				
58,863	Fortive Corp.	USA	USD	4,798,512	1.29
78,759	GEA Group AG	DEU	EUR	2,238,429	0.60
67,500	Bodycote PLC	GBR	GBP	708,489	0.19
35,000	Weir Group PLC	GBR	GBP	687,392	0.18
82,000	Techtronic Industries Co. Ltd.	HKG	HKD	627,689	0.17
796	Rational AG	DEU	EUR	547,937	0.15
21,800	MISUMI Group Inc.	JPN	JPY	546,314	0.15
20,000	Komatsu Ltd.	JPN	JPY	482,285	0.13
14,878	Interpump Group SpA	ITA	EUR	457,695	0.12
				11,094,742	2.98
	Media				
1,327	MultiChoice Group Ltd.	ZAF	ZAR	12,619	0.00
	Metals & Mining				
1,840	Korea Zinc Co. Ltd.	KOR	KRW	757,031	0.20
21,486	BHP Group Ltd.	AUS	AUD	620,779	0.17
39,700	Vale SA	BRA	BRL	535,186	0.14
14,486	Hyundai Steel Co.	KOR	KRW	523,376	0.14
130,314	Hindalco Industries Ltd.	IND	INR	391,320	0.11
4,185	Rio Tinto Ltd.	AUS	AUD	304,812	0.08
				3,132,504	0.84
	Multiline Retail				
105,291	Trent Ltd.	IND	INR	673,358	0.18
12,250	Dollarama Inc.	CAN	CAD	430,890	0.12
3,023	Lotte Shopping Co. Ltd.	KOR	KRW	419,375	0.11
				1,523,623	0.41
	Multi-Utilities				
68,000	National Grid PLC	GBR	GBP	721,768	0.19
	Oil, Gas & Consumable Fuels				
122,705	Cabot Oil & Gas Corp., A	USA	USD	2,817,307	0.76
18,195	Concho Resources Inc.	USA	USD	1,877,360	0.50
24,600	Idemitsu Kosan Co. Ltd.	JPN	JPY	739,232	0.20
100,000	BP PLC	GBR	GBP	696,695	0.19
14,375	Enbridge Inc.	CAN	CAD	519,135	0.14
262,000	CNOOC Ltd.	CHN	HKD	448,061	0.12
57,800	Petroleo Brasileiro SA, pfd.	BRA	BRL	412,148	0.11
10,850	Keyera Corp.	CAN	CAD	279,172	0.07
7,900	Canadian Natural Resources Ltd.	CAN	CAD	212,979	0.06
11,825	Tourmaline Oil Corp.	CAN	CAD	150,594	0.04
29,725	Peyto Exploration & Development Corp.	CAN	CAD	88,965	0.02
				8,241,648	2.21

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Personal Products				
17,818	Estee Lauder Cos. Inc., A	USA	USD	3,262,654	0.87
21,300	Pola Orbis Holdings Inc.	JPN	JPY	594,630	0.16
13,000	TCI Co. Ltd.	TWN	TWD	179,192	0.05
				4,036,476	1.08
	Pharmaceuticals				
58,953	Bristol-Myers Squibb Co.	USA	USD	2,673,518	0.71
44,000	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	1,560,119	0.42
9,500	AstraZeneca PLC	GBR	GBP	776,714	0.21
				5,010,351	1.34
	Professional Services				
36,301	Verisk Analytics Inc.	USA	USD	5,316,645	1.42
161,308	Applus Services SA	ESP	EUR	2,191,427	0.59
29,000	RELX PLC	GBR	GBP	703,241	0.19
81,000	RWS Holdings PLC	GBR	GBP	666,571	0.18
				8,877,884	2.38
	Real Estate Management & Development				
37,204	Mitsui Fudosan Co. Ltd.	JPN	JPY	901,461	0.24
101,731	Oberoi Realty Ltd.	IND	INR	896,472	0.24
165,000	Urban & Civic PLC	GBR	GBP	693,583	0.19
				2,491,516	0.67
	Road & Rail				
12,275	Canadian National Railway Co.	CAN	CAD	1,135,889	0.30
3,300	Canadian Pacific Railway Ltd.	CAN	CAD	777,109	0.21
2,400	Central Japan Railway Co.	JPN	JPY	480,356	0.13
				2,393,354	0.64
	Semiconductors & Semiconductor Equipment				
57,536	Analog Devices Inc.	USA	USD	6,494,088	1.74
93,495	Applied Materials Inc.	USA	USD	4,198,860	1.13
18,676	NVIDIA Corp.	USA	USD	3,067,159	0.82
181,795	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	1,402,576	0.38
14,000	Silergy Corp.	CHN	TWD	274,776	0.07
33,000	Realtek Semiconductor Corp.	TWN	TWD	243,415	0.06
18,000	Globalwafers Co. Ltd.	TWN	TWD	182,743	0.05
				15,863,617	4.25
	Software				
59,182	Microsoft Corp.	USA	USD	7,928,021	2.12
20,058	ServiceNow Inc.	USA	USD	5,507,325	1.48
28,031	Salesforce.com Inc.	USA	USD	4,253,144	1.14
12,704	Tyler Technologies Inc.	USA	USD	2,744,318	0.74
18,500	Totvs SA	BRA	BRL	211,614	0.06
				20,644,422	5.54
	Specialty Retail				
92,033	Maisons du Monde SA	FRA	EUR	2,192,997	0.59
1,600	Fast Retailing Co. Ltd.	JPN	JPY	966,500	0.26
3,962,800	ACE Hardware Indonesia Tbk PT	IDN	IDR	507,709	0.14
19,500	Petrobras Distribuidora SA	BRA	BRL	126,821	0.03
5,150	Saudi Co. for Hardware LLC	SAU	SAR	93,242	0.02
				3,887,269	1.04
	Technology Hardware, Storage & Peripherals				
20,841	Apple Inc.	USA	USD	4,124,851	1.10
47,556	Samsung Electronics Co. Ltd.	KOR	KRW	1,931,934	0.52
				6,056,785	1.62
	Textiles, Apparel & Luxury Goods				
55,849	NIKE Inc., B	USA	USD	4,688,523	1.26
341,100	Samsonite International SA	HKG	HKD	782,437	0.21
39,000	Eclat Textile Co. Ltd.	TWN	TWD	501,065	0.13
				5,972,025	1.60

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Tobacco				
18,000	British American Tobacco PLC	GBR	GBP	628,397	0.17
24,000	Imperial Brands PLC	GBR	GBP	562,882	0.15
				1,191,279	0.32
	Trading Companies & Distributors				
52,100	Mitsubishi Corp.	JPN	JPY	1,372,324	0.37
10,100	Ferguson PLC	GBR	GBP	718,284	0.19
107,000	Howden Joinery Group PLC	GBR	GBP	688,935	0.18
25,000	Bunzl PLC	GBR	GBP	659,422	0.18
				3,438,965	0.92
	Transportation Infrastructure				
9,980	DP World PLC	ARE	USD	158,682	0.04
	Wireless Telecommunication Services				
33,777	1&1 Drillisch AG	DEU	EUR	1,125,870	0.30
13,600	SoftBank Group Corp.	JPN	JPY	651,493	0.18
3,241,120	Vodafone Idea Ltd.	IND	INR	571,133	0.15
690,000	Global Telecom Holding SAE	EGY	EGP	198,737	0.05
				2,547,233	0.68
	TOTAL SHARES			364,079,183	97.62
	WARRANTS				
	Hotels, Restaurants & Leisure				
42,160	Minor International PCL, wts., 09/30/21	THA	THB	7,624	0.00
	TOTAL WARRANTS			7,624	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			367,936,187	98.65
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
281,000	Avaya Holdings Corp., Escrow Account **	USA	USD	0	0.00
176,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			367,936,187	98.65

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Mutual European Fund

(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				
2,817,683	BAE Systems PLC	GBR	GBP	15,593,067	1.81
	Auto Components				
208,121	Cie Generale des Etablissements Michelin SCA	FRA	EUR	23,215,897	2.69
2,171,599	Schaeffler AG, pfd.	DEU	EUR	14,210,944	1.65
				37,426,841	4.34
	Automobiles				
167,554	Volkswagen AG, pfd.	DEU	EUR	24,834,854	2.88
	Banks				
3,129,570	Standard Chartered PLC	GBR	GBP	24,968,240	2.89
1,954,399	ING Groep NV	NLD	EUR	19,927,052	2.31
3,682,670	AIB Group PLC	IRL	EUR	13,242,882	1.53
959,170	UniCredit SpA	ITA	EUR	10,383,975	1.20
5,340,078	Barclays PLC	GBR	GBP	8,935,993	1.04
				77,458,142	8.97
	Capital Markets				
1,374,109	Credit Suisse Group AG	CHE	CHF	14,489,034	1.68
1,301,866	Deutsche Bank AG	DEU	EUR	8,826,651	1.02
				23,315,685	2.70
	Chemicals				
310,858	BASF SE	DEU	EUR	19,870,043	2.30
	Commercial Services & Supplies				
5,836,399	G4S PLC	GBR	GBP	13,561,000	1.57
	Construction Materials				
781,807	LafargeHolcim Ltd., B	CHE	CHF	33,573,106	3.89
293,323	HeidelbergCement AG	DEU	EUR	20,872,865	2.42
				54,445,971	6.31
	Diversified Telecommunication Services				
2,313,483	Hellenic Telecommunications Organization SA	GRC	EUR	30,075,279	3.48
8,056,293	Koninklijke KPN NV	NLD	EUR	21,751,991	2.52
				51,827,270	6.00
	Electric Utilities				
2,459,474	Enel SpA	ITA	EUR	15,101,170	1.75
	Electrical Equipment				
474,944	Osram Licht AG	DEU	EUR	13,754,378	1.59
	Energy Equipment & Services				
393,148	Tenaris SA, ADR	ARG	USD	9,098,583	1.06
20,674	The Drilling Co. of 1972 AS	DNK	DKK	1,412,550	0.16
				10,511,133	1.22
	Health Care Providers & Services				
378	Fresenius SE and Co. KGaA	DEU	EUR	18,023	0.00
	Hotels, Restaurants & Leisure				
625,608	Accor SA	FRA	EUR	23,616,702	2.74
	Household Durables				
738,245	JM AB	SWE	SEK	14,930,392	1.73
1,270,964	Husqvarna AB, B	SWE	SEK	10,457,452	1.21
68,775	Neinor Homes SA, 144A	ESP	EUR	735,893	0.09
				26,123,737	3.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual European Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
3,804,786	RSA Insurance Group PLC	GBR	GBP	24,515,396	2.84
6,558,445	Direct Line Insurance Group PLC	GBR	GBP	24,308,641	2.81
534,460	ASR Nederland NV	NLD	EUR	19,112,289	2.21
520,937	NN Group NV	NLD	EUR	18,441,170	2.14
1,770,604	Lancashire Holdings Ltd.	GBR	GBP	13,617,858	1.58
				99,995,354	11.58
	Machinery				
387,930	Vossloh AG	DEU	EUR	12,530,139	1.45
1,884,885	CNH Industrial NV	GBR	EUR	16,997,893	1.97
376,846	Weir Group PLC	GBR	GBP	6,510,244	0.75
				36,038,276	4.17
	Marine				
10,337	A.P. Moeller-Maersk AS, B	DNK	DKK	11,275,474	1.31
	Media				
1,020,000	Liberty Global PLC, C	GBR	USD	23,803,140	2.76
	Oil, Gas & Consumable Fuels				
3,292,805	BP PLC	GBR	GBP	20,179,260	2.34
692,254	Royal Dutch Shell PLC, A	GBR	EUR	19,874,612	2.30
7,126,798	Cairn Energy PLC	GBR	GBP	13,780,816	1.60
6,346,490	Saras SpA	ITA	EUR	8,402,753	0.97
249,163	Royal Dutch Shell PLC, A	GBR	GBP	7,160,154	0.83
				69,397,595	8.04
	Pharmaceuticals				
1,781,136	GlaxoSmithKline PLC	GBR	GBP	31,369,097	3.64
355,902	Novartis AG	CHE	CHF	28,598,424	3.31
				59,967,521	6.95
	Semiconductors & Semiconductor Equipment				
385,711	BE Semiconductor Industries NV	NLD	EUR	8,732,497	1.01
	Software				
3,659,684	Avast PLC	GBR	GBP	12,264,455	1.42
	Specialty Retail				
215,755	Dufry AG	CHE	CHF	16,069,715	1.86
172,476	Hornbach Holding AG & Co. KGaA	DEU	EUR	8,615,176	1.00
				24,684,891	2.86
	Tobacco				
548,982	British American Tobacco PLC	GBR	GBP	16,858,397	1.95
	Trading Companies & Distributors				
2,439,547	Rexel SA	FRA	EUR	27,237,542	3.16
1,903,323	Kloeckner & Co. SE	DEU	EUR	10,020,996	1.16
				37,258,538	4.32
	Wireless Telecommunication Services				
11,497,571	Vodafone Group PLC	GBR	GBP	16,609,449	1.92
	TOTAL SHARES			824,343,603	95.50
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			824,343,603	95.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual European Fund

(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				
	Road & Rail				
16,297,820	Euro Wagon LP **	JEY	EUR	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			824,343,603	95.50

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Franklin Mutual Global Discovery Fund

(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				
947,297	BAE Systems PLC	GBR	GBP	5,959,760	0.96
	Auto Components				
176,686	Toyo Tire Corp.	JPN	JPY	2,322,056	0.37
	Automobiles				
77,378	Volkswagen AG, pfd.	DEU	EUR	13,038,496	2.10
213,250	General Motors Co.	USA	USD	8,216,522	1.32
				21,255,018	3.42
	Banks				
388,164	Citizens Financial Group Inc.	USA	USD	13,725,479	2.21
189,760	Citigroup Inc.	USA	USD	13,288,893	2.13
244,080	Wells Fargo & Co.	USA	USD	11,549,865	1.86
81,756	JPMorgan Chase & Co.	USA	USD	9,140,321	1.47
894,417	Standard Chartered PLC	GBR	GBP	8,112,347	1.30
472,534	ING Groep NV	NLD	EUR	5,477,294	0.88
174,100	First Horizon National Corp.	USA	USD	2,599,313	0.42
17,655	Barclays PLC	GBR	GBP	33,587	0.00
				63,927,099	10.27
	Biotechnology				
56,600	Celgene Corp.	USA	USD	5,232,104	0.84
	Building Products				
234,600	Johnson Controls International PLC	USA	USD	9,691,326	1.56
	Capital Markets				
512,233	Credit Suisse Group AG	CHE	CHF	6,140,291	0.99
1,518,595	Guotai Junan Securities Co. Ltd.	CHN	HKD	2,705,893	0.43
264,331	Deutsche Bank AG	DEU	EUR	2,037,422	0.33
				10,883,606	1.75
	Chemicals				
120,788	BASF SE	DEU	EUR	8,777,356	1.41
	Communications Equipment				
94,413	Cisco Systems Inc.	USA	USD	5,167,223	0.83
	Construction Materials				
139,076	LafargeHolcim Ltd., B	CHE	CHF	6,789,649	1.09
	Consumer Finance				
95,279	Capital One Financial Corp.	USA	USD	8,645,616	1.39
64,931	Ally Financial Inc.	USA	USD	2,012,212	0.32
				10,657,828	1.71
	Containers & Packaging				
146,880	International Paper Co.	USA	USD	6,362,842	1.02
	Diversified Financial Services				
146,280	Voya Financial Inc.	USA	USD	8,089,284	1.30
123,609	CIT Group Inc.	USA	USD	6,494,417	1.04
				14,583,701	2.34
	Diversified Telecommunication Services				
1,987,113	Koninklijke KPN NV	NLD	EUR	6,099,434	0.98
	Electric Utilities				
1,465,354	Enel SpA	ITA	EUR	10,228,551	1.64
	Energy Equipment & Services				
297,010	Baker Hughes a GE Co., A	USA	USD	7,315,356	1.18
	Entertainment				
148,300	The Walt Disney Co.	USA	USD	20,708,612	3.33

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual Global Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food & Staples Retailing				
115,926	Walgreens Boots Alliance Inc.	USA	USD	6,337,674	1.02
	Food Products				
161,500	The Kraft Heinz Co.	USA	USD	5,012,960	0.81
	Health Care Equipment & Supplies				
211,317	Medtronic PLC	USA	USD	20,580,163	3.31
	Health Care Providers & Services				
169,153	CVS Health Corp.	USA	USD	9,217,147	1.48
	Hotels, Restaurants & Leisure				
207,539	Accor SA	FRA	EUR	8,906,762	1.43
965,200	Sands China Ltd.	CHN	HKD	4,614,635	0.74
				13,521,397	2.17
	Independent Power and Renewable Electricity Producers				
147,300	Vistra Energy Corp.	USA	USD	3,334,872	0.54
	Industrial Conglomerates				
691,700	General Electric Co.	USA	USD	7,262,850	1.17
	Insurance				
216,777	The Hartford Financial Services Group Inc.	USA	USD	12,078,814	1.94
298,359	NN Group NV	NLD	EUR	12,007,306	1.93
203,167	American International Group Inc.	USA	USD	10,824,738	1.74
59,699	Chubb Ltd.	USA	USD	8,793,066	1.41
1,758,192	China Pacific Insurance Group Co. Ltd., H	CHN	HKD	6,875,542	1.11
564,281	RSA Insurance Group PLC	GBR	GBP	4,133,399	0.66
308,244	T&D Holdings Inc.	JPN	JPY	3,343,455	0.54
3,200	Alleghany Corp.	USA	USD	2,179,552	0.35
				60,235,872	9.68
	IT Services				
152,950	Cognizant Technology Solutions Corp., A	USA	USD	9,695,500	1.56
	Machinery				
530,622	CNH Industrial NV	GBR	EUR	5,439,997	0.87
	Media				
37,366	Charter Communications Inc., A	USA	USD	14,766,296	2.37
296,900	Liberty Global PLC, C	GBR	USD	7,876,757	1.27
160,130	DISH Network Corp., A	USA	USD	6,150,593	0.99
				28,793,646	4.63
	Metals & Mining				
8,088	Warrior Met Coal Inc.	USA	USD	211,259	0.03
	Oil, Gas & Consumable Fuels				
635,310	Kinder Morgan Inc.	USA	USD	13,265,273	2.13
311,200	Canadian Natural Resources Ltd.	CAN	CAD	8,389,747	1.35
245,719	Royal Dutch Shell PLC, A	GBR	GBP	8,027,508	1.29
242,574	Royal Dutch Shell PLC, A	GBR	EUR	7,917,364	1.27
97,500	Anadarko Petroleum Corp.	USA	USD	6,879,600	1.11
244,595	The Williams Cos. Inc.	USA	USD	6,858,444	1.10
941,287	BP PLC	GBR	GBP	6,557,895	1.05
223,600	Plains GP Holdings LP, A	USA	USD	5,583,292	0.90
967,760	JXTG Holdings Inc.	JPN	JPY	4,796,614	0.77
876,600	Crescent Point Energy Corp.	CAN	CAD	2,898,017	0.47
56,100	Occidental Petroleum Corp.	USA	USD	2,820,708	0.45
30,230	Caltex Australia Ltd.	AUS	AUD	525,194	0.09
				74,519,656	11.98

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual Global Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
229,268	Novartis AG, ADR	CHE	USD	20,934,461	3.37
786,437	GlaxoSmithKline PLC	GBR	GBP	15,746,066	2.53
84,731	Merck & Co. Inc.	USA	USD	7,104,695	1.14
57,857	Eli Lilly & Co.	USA	USD	6,409,977	1.03
				50,195,199	8.07
	Real Estate Management & Development				
1,208,696	Dolphin Capital Investors Ltd.	GRC	GBP	77,517	0.01
	Semiconductors & Semiconductor Equipment				
923,997	Renesas Electronics Corp.	JPN	JPY	4,584,849	0.74
	Software				
93,395	Check Point Software Technologies Ltd.	ISR	USD	10,797,396	1.74
358,641	Symantec Corp.	USA	USD	7,804,028	1.25
35,700	Red Hat Inc.	USA	USD	6,703,032	1.08
				25,304,456	4.07
	Specialty Retail				
44,665	Dufry AG	CHE	CHF	3,781,968	0.61
	Technology Hardware, Storage & Peripherals				
321,104	Samsung Electronics Co. Ltd.	KOR	KRW	13,044,659	2.10
143,462	Western Digital Corp.	USA	USD	6,821,618	1.09
352,320	Hewlett Packard Enterprise Co.	USA	USD	5,267,184	0.85
				25,133,461	4.04
	Tobacco				
227,460	British American Tobacco PLC	GBR	GBP	7,940,839	1.28
108,991	Altria Group Inc.	USA	USD	5,160,724	0.83
84,665	British American Tobacco PLC, ADR	GBR	USD	2,952,268	0.47
				16,053,831	2.58
	TOTAL SHARES			585,255,795	94.07
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			585,255,795	94.07
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Software				
24,191	Avaya Holdings Corp., wts., 12/15/22	USA	USD	24,191	0.00
	TOTAL WARRANTS			24,191	0.00
	BONDS				
	Corporate Bonds				
8,222,000	Frontier Communications Corp., senior note, 10.50%, 09/15/22	USA	USD	5,611,515	0.90
6,108,000	Frontier Communications Corp., senior note, 11.00%, 09/15/25	USA	USD	3,817,500	0.62
346,000	Pacific Gas and Electric Co., senior bond, 4.00%, 12/01/46 ^	USA	USD	315,725	0.05
284,000	Pacific Gas and Electric Co., senior bond, 3.75%, 08/15/42 ^	USA	USD	258,440	0.04
196,000	Pacific Gas and Electric Co., senior bond, 4.45%, 04/15/42 ^	USA	USD	188,650	0.03
170,000	Pacific Gas and Electric Co., senior bond, 3.95%, 12/01/47 ^	USA	USD	153,637	0.03
				10,345,467	1.67
	Securities Maturing Within One Year				
3,000,000	U.S. Treasury Bill, 0.00%, 07/02/19	USA	USD	2,999,839	0.48
	TOTAL BONDS			13,345,306	2.15
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			13,369,497	2.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual Global Discovery Fund

(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				
	BONDS				
	Corporate Bonds				
10,741,000	Avaya Holdings Corp., Escrow Account **	USA	USD	0	0.00
10,420,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
				0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			598,625,292	96.22

^ These Bonds are currently in default

** These securities are submitted to a Fair Valuation

Schedule of Investments

As of June 30, 2019

Franklin Mutual U.S. Value Fund

(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				
19,322	Huntington Ingalls Industries Inc.	USA	USD	4,342,426	1.10
	Auto Components				
49,092	The Goodyear Tire & Rubber Co.	USA	USD	751,108	0.19
	Automobiles				
160,993	General Motors Co.	USA	USD	6,203,060	1.57
	Banks				
104,322	JPMorgan Chase & Co.	USA	USD	11,663,200	2.94
127,580	Citigroup Inc.	USA	USD	8,934,427	2.26
184,507	Wells Fargo & Co.	USA	USD	8,730,871	2.21
246,203	Citizens Financial Group Inc.	USA	USD	8,705,738	2.20
63,700	Synovus Financial Corp.	USA	USD	2,229,500	0.56
69,100	Cadence Bancorp	USA	USD	1,437,280	0.36
21,103	Independent Bank Group Inc.	USA	USD	1,159,821	0.29
				42,860,837	10.82
	Biotechnology				
30,462	Celgene Corp.	USA	USD	2,815,907	0.71
	Building Products				
173,913	Johnson Controls International PLC	USA	USD	7,184,346	1.81
	Communications Equipment				
88,462	Cisco Systems Inc.	USA	USD	4,841,525	1.22
	Construction & Engineering				
86,333	Fluor Corp.	USA	USD	2,908,559	0.73
	Consumer Finance				
71,408	Capital One Financial Corp.	USA	USD	6,479,562	1.63
58,784	Ally Financial Inc.	USA	USD	1,821,716	0.46
				8,301,278	2.09
	Containers & Packaging				
133,855	International Paper Co.	USA	USD	5,798,599	1.46
43,424	WestRock Co.	USA	USD	1,583,673	0.40
				7,382,272	1.86
	Diversified Financial Services				
120,050	Voya Financial Inc.	USA	USD	6,638,765	1.67
99,486	CIT Group Inc.	USA	USD	5,226,994	1.32
				11,865,759	2.99
	Electrical Equipment				
156,333	Sensata Technologies Holding PLC	USA	USD	7,660,317	1.93
	Electronic Equipment, Instruments & Components				
69,755	Corning Inc.	USA	USD	2,317,959	0.58
	Energy Equipment & Services				
211,254	Baker Hughes a GE Co., A	USA	USD	5,203,186	1.31
106,487	McDermott International Inc.	USA	USD	1,028,664	0.26
				6,231,850	1.57
	Entertainment				
98,834	The Walt Disney Co.	USA	USD	13,801,180	3.48
	Equity Real Estate Investment Trusts (REITs)				
74,465	Vornado Realty Trust	USA	USD	4,773,207	1.20
	Food & Staples Retailing				
269,896	The Kroger Co.	USA	USD	5,859,442	1.48
87,346	Walgreens Boots Alliance Inc.	USA	USD	4,775,206	1.20
				10,634,648	2.68

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual U.S. Value Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food Products				
153,300	The Kraft Heinz Co.	USA	USD	4,758,432	1.20
57,016	Archer-Daniels-Midland Co.	USA	USD	2,326,253	0.59
				7,084,685	1.79
	Health Care Equipment & Supplies				
188,627	Medtronic PLC	USA	USD	18,370,384	4.64
	Health Care Providers & Services				
107,589	CVS Health Corp.	USA	USD	5,862,525	1.48
	Household Durables				
361,204	Newell Brands Inc.	USA	USD	5,569,765	1.41
83,445	Lennar Corp., A	USA	USD	4,043,745	1.02
69,374	Toll Brothers Inc.	USA	USD	2,540,476	0.64
				12,153,986	3.07
	Household Products				
63,939	Energizer Holdings Inc.	USA	USD	2,470,603	0.62
	Independent Power and Renewable Electricity Producers				
108,682	Vistra Energy Corp.	USA	USD	2,460,560	0.62
	Industrial Conglomerates				
495,283	General Electric Co.	USA	USD	5,200,471	1.31
	Insurance				
206,047	American International Group Inc.	USA	USD	10,978,184	2.77
13,503	Alleghany Corp.	USA	USD	9,197,028	2.32
136,687	The Hartford Financial Services Group Inc.	USA	USD	7,616,200	1.92
37,903	Chubb Ltd.	USA	USD	5,582,733	1.41
99,891	MetLife Inc.	USA	USD	4,961,586	1.26
26,132	Brighthouse Financial Inc.	USA	USD	958,783	0.24
				39,294,514	9.92
	IT Services				
120,565	Cognizant Technology Solutions Corp., A	USA	USD	7,642,615	1.93
	Media				
31,496	Charter Communications Inc., A	USA	USD	12,446,589	3.14
187,057	Comcast Corp., A	USA	USD	7,908,770	2.00
173,821	Discovery Inc., C	USA	USD	4,945,208	1.25
104,145	DISH Network Corp., A	USA	USD	4,000,209	1.01
236,585	Clear Channel Outdoor Holdings Inc.	USA	USD	1,116,681	0.28
				30,417,457	7.68
	Metals & Mining				
2,608	Warrior Met Coal Inc.	USA	USD	68,121	0.02
	Oil, Gas & Consumable Fuels				
420,150	Kinder Morgan Inc.	USA	USD	8,772,732	2.21
114,229	Anadarko Petroleum Corp.	USA	USD	8,059,998	2.03
231,066	The Williams Cos. Inc.	USA	USD	6,479,091	1.64
393,244	Marathon Oil Corp.	USA	USD	5,587,997	1.41
139,140	Plains GP Holdings LP, A	USA	USD	3,474,326	0.88
40,800	Occidental Petroleum Corp.	USA	USD	2,051,424	0.52
				34,425,568	8.69
	Pharmaceuticals				
56,685	Eli Lilly & Co.	USA	USD	6,280,131	1.59
71,969	Merck & Co. Inc.	USA	USD	6,034,601	1.52
				12,314,732	3.11
	Software				
344,714	Symantec Corp.	USA	USD	7,500,977	1.89
26,061	Red Hat Inc.	USA	USD	4,893,213	1.24
				12,394,190	3.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual U.S. Value Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Technology Hardware, Storage & Peripherals				
96,615	Western Digital Corp.	USA	USD	4,594,043	1.16
261,572	Hewlett Packard Enterprise Co.	USA	USD	3,910,502	0.99
				8,504,545	2.15
	Textiles, Apparel & Luxury Goods				
53,862	PVH Corp.	USA	USD	5,097,500	1.29
	Tobacco				
86,245	Altria Group Inc.	USA	USD	4,083,701	1.03
	Wireless Telecommunication Services				
76,419	T-Mobile U.S. Inc.	USA	USD	5,665,705	1.43
	TOTAL SHARES			358,388,100	90.44
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			358,388,100	90.44
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Software				
20,978	Avaya Holdings Corp., wts., 12/15/22	USA	USD	20,978	0.00
	TOTAL WARRANTS			20,978	0.00
	BONDS				
	Corporate Bonds				
4,675,000	Frontier Communications Corp., senior note, 11.00%, 09/15/25	USA	USD	2,921,875	0.74
2,904,000	Veritas U.S. Inc./Veritas Bermuda Ltd., senior note, 144A, 10.50%, 02/01/24	USA	USD	2,497,440	0.63
3,563,000	Frontier Communications Corp., senior note, 10.50%, 09/15/22	USA	USD	2,431,747	0.61
2,306,000	Banff Merger Sub Inc., senior note, 144A, 9.75%, 09/01/26	USA	USD	2,011,985	0.51
1,377,000	McDermott Technology Americas Inc., senior note, 144A, 10.625%, 05/01/24	USA	USD	1,290,938	0.33
707,000	Frontier Communications Corp., senior secured note, first lien, 144A, 8.00%, 04/01/27	USA	USD	737,048	0.19
504,000	Veritas U.S. Inc./Veritas Bermuda Ltd., senior note, 144A, 7.50%, 02/01/23	USA	USD	473,760	0.12
218,000	Pacific Gas and Electric Co., senior bond, 4.00%, 12/01/46 ^	USA	USD	198,925	0.05
150,000	Pacific Gas and Electric Co., senior bond, 3.75%, 08/15/42 ^	USA	USD	136,500	0.03
124,000	Pacific Gas and Electric Co., senior bond, 4.45%, 04/15/42 ^	USA	USD	119,350	0.03
103,000	Pacific Gas and Electric Co., senior bond, 3.95%, 12/01/47 ^	USA	USD	93,086	0.02
				12,912,654	3.26
	Securities Maturing Within One Year				
5,000,000	U.S. Treasury Bill, 0.00%, 07/02/19	USA	USD	4,999,732	1.26
5,000,000	U.S. Treasury Bill, 0.00%, 09/05/19	USA	USD	4,980,908	1.26
				9,980,640	2.52
	TOTAL BONDS			22,893,294	5.78
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			22,914,272	5.78
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Auto Components				
912,806	International Automotive Components Group Brazil LLC **	BRA	USD	23,439	0.01
	Media				
14,487	iHeartMedia Inc., A **	USA	USD	210,283	0.05
442	iHeartMedia Inc., B **	USA	USD	6,415	0.00
				216,698	0.05
	TOTAL SHARES			240,137	0.06
	WARRANTS				
	Media				
95,942	iHeartMedia Inc., wts., A, 05/01/39 **	USA	USD	1,392,533	0.35
	TOTAL WARRANTS			1,392,533	0.35

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Franklin Mutual U.S. Value Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	BONDS				
	Corporate Bonds				
9,888,000	Avaya Holdings Corp., Escrow Account **	USA	USD	0	0.00
10,382,000	Clear Channel Communications Inc., Escrow Account **	USA	USD	0	0.00
				0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,632,670	0.41
	TOTAL INVESTMENTS			382,935,042	96.63

^ These Bonds are currently in default
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Asian Bond Fund

(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				
1,914,315,000	Bank of Thailand Bond, senior note, 1.95%, 11/26/20	THA	THB	62,559,864	14.82
2,330,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	35,178,438	8.33
2,280,000,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	33,885,033	8.03
386,850,000,000	Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	IDN	IDR	28,850,499	6.83
325,620,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	25,120,736	5.95
24,072,300,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	20,754,186	4.92
1,320,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	19,422,474	4.60
18,717,000,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	17,031,267	4.04
196,622,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	16,580,130	3.93
19,200,000	Government of Singapore, senior bond, 3.25%, 09/01/20	SGP	SGD	14,452,815	3.42
157,890,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	13,092,207	3.10
150,000,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	11,258,895	2.67
12,179,000,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	10,617,007	2.52
136,574,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	9,739,269	2.31
38,760,000	Government of Malaysia, senior note, 3.659%, 10/15/20	MYS	MYR	9,430,428	2.23
59,577,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	4,753,506	1.13
20,491,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,493,222	0.35
13,856,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	944,690	0.22
42,850,000	Government of the Philippines, senior note, 3.375%, 08/20/20	PHL	PHP	825,701	0.20
8,109,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	608,541	0.14
				336,598,908	79.74
	Securities Maturing Within One Year				
1,021,390,000	Government of the Philippines, senior note, 7-56, 3.875%, 11/22/19	PHL	PHP	19,890,489	4.71
38,850,000	Government of Malaysia, senior note, 3.492%, 03/31/20	MYS	MYR	9,424,122	2.24
273,621,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	8,917,512	2.11
188,190,000	Philippine Treasury Bill, senior note, 0.00%, 02/05/20	PHL	PHP	3,589,514	0.85
63,330,000	Philippine Treasury Bill, senior note, 0.00%, 09/11/19	PHL	PHP	1,227,697	0.29
				43,049,334	10.20
	TOTAL BONDS			379,648,242	89.94
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			379,648,242	89.94
	TOTAL INVESTMENTS			379,648,242	89.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Asian Growth Fund

(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				
642,294	Hankook Tire & Technology Co. Ltd.	KOR	KRW	19,486,334	0.63
	Automobiles				
57,764,500	Brilliance China Automotive Holdings Ltd.	CHN	HKD	63,885,778	2.06
87,997,300	Astra International Tbk PT	IDN	IDR	46,404,522	1.49
				110,290,300	3.55
	Banks				
3,805,563	HDFC Bank Ltd.	IND	INR	134,878,094	4.34
4,490,500	DBS Group Holdings Ltd.	SGP	SGD	86,143,270	2.77
12,392,500	China Merchants Bank Co. Ltd., H	CHN	HKD	61,786,816	1.99
9,714,200	Kasikornbank PCL, fgn.	THA	THB	59,981,783	1.93
7,791,447	ICICI Bank Ltd.	IND	INR	49,392,915	1.59
2,172,318	Kotak Mahindra Bank Ltd.	IND	INR	46,537,069	1.50
122,825,600	Bank Rakyat Indonesia Persero Tbk PT	IDN	IDR	37,906,184	1.22
844,420	Shinhan Financial Group Co. Ltd.	KOR	KRW	32,771,326	1.06
23,402,932	MCB Bank Ltd.	PAK	PKR	24,691,976	0.79
				534,089,433	17.19
	Beverages				
291,214	Kweichow Moutai Co. Ltd., A	CHN	CNY	41,730,439	1.34
	Construction & Engineering				
1,195,231	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	44,939,710	1.45
	Construction Materials				
71,942,300	Semen Indonesia (Persero) Tbk PT	IDN	IDR	58,944,054	1.90
1,674,436	Siam Cement PCL, fgn.	THA	THB	25,752,160	0.83
14,889,100	China Resources Cement Holdings Ltd.	CHN	HKD	14,427,588	0.46
158,100	UltraTech Cement Ltd.	IND	INR	10,446,409	0.34
				109,570,211	3.53
	Diversified Consumer Services				
166,864	New Oriental Education & Technology Group Inc., ADR	CHN	USD	16,115,725	0.52
	Electronic Equipment, Instruments & Components				
2,792,800	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	28,849,799	0.93
	Food & Staples Retailing				
23,438,500	CP ALL PCL, fgn.	THA	THB	65,679,733	2.11
6,038,834	Dairy Farm International Holdings Ltd.	HKG	USD	43,177,663	1.39
				108,857,396	3.50
	Food Products				
6,972,000	China Mengniu Dairy Co. Ltd.	CHN	HKD	26,996,793	0.87
3,295,500	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	18,708,733	0.60
1,770,950	Masan Group Corp.	VNM	VND	6,307,181	0.21
				52,012,707	1.68
	Hotels, Restaurants & Leisure				
27,971,700	Minor International PCL, fgn.	THA	THB	37,368,514	1.20
	Household Durables				
4,883,885	Crompton Greaves Consumer Electricals Ltd.	IND	INR	16,433,086	0.53
8,401,402	Samson Holding Ltd.	HKG	HKD	419,417	0.01
				16,852,503	0.54
	Insurance				
14,526,800	AIA Group Ltd.	HKG	HKD	156,664,030	5.04
6,938,000	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	83,304,135	2.68
3,080,663	ICICI Prudential Life Insurance Co. Ltd., Reg S	IND	INR	17,364,752	0.56
				257,332,917	8.28
	Interactive Media & Services				
6,133,400	Tencent Holdings Ltd.	CHN	HKD	276,829,918	8.91

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Asian Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
1,733,695	Alibaba Group Holding Ltd., ADR	CHN	USD	293,774,618	9.46
733,500	Ctrip.com International Ltd., ADR	CHN	USD	27,073,485	0.87
				320,848,103	10.33
	IT Services				
10,758,211	Infosys Ltd.	IND	INR	114,213,350	3.68
	Machinery				
4,381,708	Samsung Heavy Industries Co. Ltd.	KOR	KRW	30,904,574	1.00
	Metals & Mining				
19,952,939	Hindalco Industries Ltd.	IND	INR	59,916,694	1.93
	Oil, Gas & Consumable Fuels				
61,346,200	CNOOC Ltd.	CHN	HKD	104,911,610	3.38
10,259,213	PTT Exploration and Production PCL, fgn.	THA	THB	45,128,503	1.45
9,645,723	Oil & Gas Development Co. Ltd.	PAK	PKR	7,735,500	0.25
				157,775,613	5.08
	Real Estate Management & Development				
98,791,419	Land and Houses PCL, fgn.	THA	THB	35,731,012	1.15
6,590,533	Peninsula Land Ltd.	IND	INR	554,388	0.02
				36,285,400	1.17
	Semiconductors & Semiconductor Equipment				
30,657,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	236,523,436	7.61
	Technology Hardware, Storage & Peripherals				
6,977,759	Samsung Electronics Co. Ltd.	KOR	KRW	283,467,313	9.13
1,206,000	Catcher Technology Co. Ltd.	TWN	TWD	8,662,115	0.28
				292,129,428	9.41
	Transportation Infrastructure				
35,424,643	China Merchants Port Group Co. Ltd., B	CHN	HKD	42,262,075	1.36
	Wireless Telecommunication Services				
115,174,828	Vodafone Idea Ltd.	IND	INR	20,295,492	0.65
	TOTAL SHARES			2,965,480,071	95.47
	WARRANTS				
	Hotels, Restaurants & Leisure				
1,004,540	Minor International PCL, wts., 09/30/21	THA	THB	181,662	0.00
	TOTAL WARRANTS			181,662	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			2,965,661,733	95.47
	TOTAL INVESTMENTS			2,965,661,733	95.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Asian Smaller Companies Fund

(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				
14,481,390	Aramex PJSC	ARE	AED	16,361,371	1.04
	Auto Components				
9,882,275	Apollo Tyres Ltd.	IND	INR	28,758,208	1.83
520,840	Mando Corp.	KOR	KRW	13,280,533	0.85
318,279	Hankook Tire & Technology Co. Ltd.	KOR	KRW	9,656,156	0.61
				51,694,897	3.29
	Banks				
27,512,627	Federal Bank Ltd.	IND	INR	43,254,079	2.75
11,086,485	TISCO Financial Group PCL, fgn.	THA	THB	33,776,029	2.15
11,060,700	Habib Bank Ltd.	PAK	PKR	7,596,201	0.48
8,732,501	Hatton National Bank PLC	LKA	LKR	6,629,774	0.42
4,693,500	United Bank Ltd.	PAK	PKR	4,241,054	0.27
				95,497,137	6.07
	Biotechnology				
89,173	Medy-tox Inc.	KOR	KRW	34,684,469	2.21
1,863,554	Biocon Ltd.	IND	INR	6,771,769	0.43
				41,456,238	2.64
	Building Products				
111,127,520	Dynasty Ceramic PCL, fgn.	THA	THB	7,459,195	0.47
	Capital Markets				
504,947	Noah Holdings Ltd., ADR	CHN	USD	21,485,495	1.37
6,450,000	China Everbright Ltd.	CHN	HKD	9,527,851	0.60
388,900	Tata Investment Corp. Ltd.	IND	INR	5,011,423	0.32
				36,024,769	2.29
	Chemicals				
1,331,977	Tata Chemicals Ltd.	IND	INR	12,104,667	0.77
	Construction & Engineering				
1,918,392	Dilip Buildcon Ltd.	IND	INR	13,556,729	0.86
	Construction Materials				
15,320,673	Huaxin Cement Co. Ltd., B	CHN	USD	35,513,320	2.26
21,674,100	Asia Cement China Holdings Corp.	CHN	HKD	34,791,090	2.21
1,517,954	JK Cement Ltd.	IND	INR	22,053,813	1.40
1,026,807	Dalmia Bharat Ltd.	IND	INR	15,604,637	0.99
2,040,900	Lucky Cement Ltd.	PAK	PKR	4,723,002	0.30
				112,685,862	7.16
	Consumer Finance				
7,951,332	Equitas Holdings Ltd.	IND	INR	13,844,197	0.88
	Diversified Financial Services				
1,920,947	Bajaj Holdings & Investment Ltd.	IND	INR	100,247,245	6.37
1,110,000	Hankook Technology Group Co. Ltd.	KOR	KRW	16,454,181	1.05
				116,701,426	7.42
	Electronic Equipment, Instruments & Components				
13,318,299	Redington India Ltd.	IND	INR	21,044,651	1.34
1,681,000	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	17,364,835	1.10
13,195,800	Synnex Technology International Corp.	TWN	TWD	16,612,958	1.06
39,956,200	FIT Hon Teng Ltd.	TWN	HKD	16,162,208	1.03
5,722,753	Flytech Technology Co. Ltd.	TWN	TWD	14,778,883	0.94
5,881,808	FPT Corp.	VNM	VND	11,483,470	0.73
				97,447,005	6.20
	Entertainment				
17,601,600	Major Cineplex Group PCL, fgn.	THA	THB	16,775,719	1.07
624,936	IMAX Corp.	USA	USD	12,623,707	0.80
				29,399,426	1.87

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Asian Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food & Staples Retailing				
9,165,950	Robinsons Retail Holdings Inc.	PHL	PHP	13,239,905	0.84
6,846,394	7-Eleven Malaysia Holdings Bhd.	MYS	MYR	2,468,512	0.16
				15,708,417	1.00
	Food Products				
8,376,000	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	47,551,007	3.03
5,251,920	Masan Group Corp.	VNM	VND	18,704,543	1.19
16,422,596	Uni-President China Holdings Ltd.	CHN	HKD	18,289,022	1.16
				84,544,572	5.38
	Health Care Equipment & Supplies				
759,200	Vieworks Co. Ltd.	KOR	KRW	21,130,085	1.34
785,970	I-Sens Inc.	KOR	KRW	16,508,264	1.05
877,800	St. Shine Optical Co. Ltd.	TWN	TWD	15,613,267	0.99
1,821,000	Pacific Hospital Supply Co. Ltd.	TWN	TWD	4,538,098	0.29
				57,789,714	3.67
	Household Products				
4,771,914	Eveready Industries India Ltd.	IND	INR	5,529,745	0.35
	Industrial Conglomerates				
69,839,300	DMCI Holdings Inc.	PHL	PHP	14,041,476	0.89
20,235,082	Hemas Holdings PLC	LKA	LKR	7,108,074	0.45
				21,149,550	1.34
	Insurance				
837,795	Fanhua Inc., ADR	CHN	USD	28,040,999	1.78
	Internet & Direct Marketing Retail				
910,655	Baozun Inc., ADR	CHN	USD	45,405,258	2.89
5,407,256	PChome Online Inc.	TWN	TWD	19,724,318	1.25
52,509	GS Home Shopping Inc.	KOR	KRW	7,810,949	0.50
				72,940,525	4.64
	IT Services				
13,418,600	TravelSky Technology Ltd., H	CHN	HKD	26,967,227	1.71
25,872,500	Chinasoft International Ltd.	CHN	HKD	12,717,421	0.81
				39,684,648	2.52
	Leisure products				
986,700	Merida Industry Co. Ltd.	TWN	TWD	5,844,775	0.37
	Machinery				
2,081,000	Shin Zu Shing Co. Ltd.	TWN	TWD	7,826,086	0.50
	Media				
609,763	KT Skylife Co. Ltd.	KOR	KRW	5,560,357	0.35
	Metals & Mining				
33,532,233	Hoa Phat Group JSC	VNM	VND	33,812,807	2.15
	Personal Products				
356,788	Neopharm Co. Ltd.	KOR	KRW	16,067,086	1.02
	Pharmaceuticals				
41,046,100	Luye Pharma Group Ltd.	CHN	HKD	29,738,411	1.89
2,023,180	Glenmark Pharmaceuticals Ltd.	IND	INR	13,009,091	0.83
				42,747,502	2.72
	Real Estate Management & Development				
12,469,360	Vincom Retail JSC	VNM	VND	18,084,719	1.15
	Semiconductors & Semiconductor Equipment				
72,581,470	Xinyi Solar Holdings Ltd.	CHN	HKD	35,769,751	2.28
5,915,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	33,032,959	2.10
402,010	Silicon Works Co. Ltd.	KOR	KRW	14,958,883	0.95
				83,761,593	5.33

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Asian Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Specialty Retail				
9,888,300	Luk Fook Holdings (International) Ltd.	HKG	HKD	31,011,098	1.97
39,567,900	I.T Ltd.	HKG	HKD	16,663,581	1.06
38,334,249	Sa Sa International Holdings Ltd.	HKG	HKD	10,991,688	0.70
				58,666,367	3.73
	Technology Hardware, Storage & Peripherals				
11,219,000	Primax Electronics Ltd.	TWN	TWD	19,592,869	1.25
752,064	ADLINK Technology Inc.	TWN	TWD	931,037	0.06
				20,523,906	1.31
	Textiles, Apparel & Luxury Goods				
1,289,155	Fila Korea Ltd.	KOR	KRW	85,465,269	5.43
41,992,500	Xtep International Holdings Ltd.	CHN	HKD	25,317,573	1.61
1,446,360	Vardhman Textiles Ltd.	IND	INR	22,242,898	1.41
1,517,760	Eclat Textile Co. Ltd.	TWN	TWD	19,499,919	1.24
254,150	Youngone Corp.	KOR	KRW	8,193,852	0.52
79,396	Youngone Holdings Co. Ltd.	KOR	KRW	4,172,452	0.27
				164,891,963	10.48
	Trading Companies & Distributors				
29,533,900	Hexindo Adiperkasa Tbk PT	IDN	IDR	6,397,008	0.41
	Transportation Infrastructure				
13,450,640	International Container Terminal Services Inc.	PHL	PHP	38,437,902	2.44
16,424,324	COSCO Shipping Ports Ltd.	CHN	HKD	16,209,563	1.03
				54,647,465	3.47
	TOTAL SHARES			1,488,452,723	94.63
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,488,452,723	94.63
	TOTAL INVESTMENTS			1,488,452,723	94.63

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton BRIC Fund

(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				
1,903,825	Apollo Tyres Ltd.	IND	INR	5,540,283	0.84
	Automobiles				
20,733,400	Brilliance China Automotive Holdings Ltd.	CHN	HKD	22,930,509	3.46
15,309,700	BAIC Motor Corp. Ltd., H	CHN	HKD	9,602,674	1.45
365,614	Tata Motors Ltd., A	IND	INR	422,352	0.06
				32,955,535	4.97
	Banks				
5,085,632	ICICI Bank Ltd.	IND	INR	32,239,735	4.86
2,063,061	Sberbank of Russia PJSC, ADR	RUS	USD	31,729,878	4.79
2,540,658	Banco Bradesco SA, ADR, pfd.	BRA	USD	24,949,262	3.76
2,421,150	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	22,807,233	3.44
19,140,000	China Construction Bank Corp., H	CHN	HKD	16,488,700	2.49
5,596,878	Ping An Bank Co. Ltd., A	CHN	CNY	11,231,575	1.69
3,050,639	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	10,229,640	1.54
1,474,902	China Merchants Bank Co. Ltd., A	CHN	CNY	7,728,050	1.17
				157,404,073	23.74
	Biotechnology				
3,211,728	Biocon Ltd.	IND	INR	11,670,753	1.76
	Capital Markets				
906,900	B3 SA - Brasil Bolsa Balcao	BRA	BRL	8,837,792	1.33
	Chemicals				
396,000	Tata Chemicals Ltd.	IND	INR	3,598,747	0.54
	Construction Materials				
9,244,900	China Resources Cement Holdings Ltd.	CHN	HKD	8,958,340	1.35
	Containers & Packaging				
6,660,500	CPMC Holdings Ltd.	CHN	HKD	2,591,850	0.39
	Diversified Financial Services				
377,539	Bajaj Holdings & Investment Ltd.	IND	INR	19,702,389	2.97
	Diversified Telecommunication Services				
16,802,000	China Telecom Corp. Ltd., H	CHN	HKD	8,452,457	1.28
	Electronic Equipment, Instruments & Components				
7,249,700	FIT Hon Teng Ltd.	TWN	HKD	2,932,490	0.44
266,300	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	2,750,896	0.42
				5,683,386	0.86
	Entertainment				
29,375	NetEase Inc., ADR	CHN	USD	7,513,244	1.13
	Food Products				
815,600	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	4,630,205	0.70
	Health Care Providers & Services				
1,082,800	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	2,128,967	0.32
	Hotels, Restaurants & Leisure				
596,600	Sands China Ltd.	CHN	HKD	2,852,353	0.43
	Insurance				
646,000	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	7,756,482	1.17
	Interactive Media & Services				
759,910	Tencent Holdings Ltd.	CHN	HKD	34,298,403	5.17
41,568	Baidu Inc., ADR	CHN	USD	4,878,420	0.74
61,035	Mail.Ru Group Ltd., GDR	RUS	USD	1,557,613	0.24
				40,734,436	6.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton BRIC Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
373,605	Alibaba Group Holding Ltd., ADR	CHN	USD	63,307,367	9.55
115,600	Naspers Ltd., N	ZAF	ZAR	28,058,397	4.23
383,667	PChome Online Inc.	TWN	TWD	1,399,521	0.21
				92,765,285	13.99
	IT Services				
258,784	Cognizant Technology Solutions Corp., A	USA	USD	16,404,318	2.47
25,170,000	Chinasoft International Ltd.	CHN	HKD	12,372,113	1.87
4,312,800	TravelSky Technology Ltd., H	CHN	HKD	8,667,391	1.31
665,310	Infosys Ltd.	IND	INR	7,063,189	1.06
				44,507,011	6.71
	Metals & Mining				
5,562,800	Metalurgica Gerdau SA, pfd.	BRA	BRL	10,477,282	1.58
372,284	Maharashtra Seamless Ltd.	IND	INR	2,311,184	0.35
				12,788,466	1.93
	Multiline Retail				
2,190,500	Lojas Americanas SA	BRA	BRL	7,510,611	1.13
	Oil, Gas & Consumable Fuels				
414,800	LUKOIL PJSC, ADR	RUS	USD	35,017,416	5.28
9,943,000	CNOOC Ltd.	CHN	HKD	17,004,087	2.56
435,477	Reliance Industries Ltd.	IND	INR	7,914,376	1.19
6,005,651	China Petroleum & Chemical Corp., H	CHN	HKD	4,082,104	0.62
241,800	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	3,433,560	0.52
663,387	Coal India Ltd.	IND	INR	2,441,880	0.37
				69,893,423	10.54
	Pharmaceuticals				
392,253	Glenmark Pharmaceuticals Ltd.	IND	INR	2,522,195	0.38
	Road & Rail				
612,119	Globaltrans Investment PLC, GDR, Reg S	RUS	USD	5,692,707	0.86
	Semiconductors & Semiconductor Equipment				
6,082,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	46,923,559	7.08
	Software				
701,400	Totvs SA	BRA	BRL	8,023,038	1.21
	Wireless Telecommunication Services				
1,300,141	China Mobile Ltd.	CHN	HKD	11,841,175	1.79
	TOTAL SHARES			633,478,762	95.55
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			633,478,762	95.55
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Metals & Mining				
125,000	MMC Norilsk Nickel PJSC, ADR	RUS	USD	2,838,750	0.43
	Oil, Gas & Consumable Fuels				
1,572,451	Gazprom PJSC, ADR	RUS	USD	11,519,776	1.73
	TOTAL SHARES			14,358,526	2.16
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			14,358,526	2.16
	TOTAL INVESTMENTS			647,837,288	97.71

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton China Fund

(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				
703,228	Weifu High-Technology Co. Ltd., B	CHN	HKD	1,268,343	0.30
	Automobiles				
5,848,450	Jiangling Motors Corp. Ltd., B	CHN	HKD	5,427,605	1.29
5,456,500	Dongfeng Motor Group Co. Ltd., H	CHN	HKD	4,470,165	1.06
3,391,679	Chongqing Changan Automobile Co. Ltd., B	CHN	HKD	1,324,171	0.32
				11,221,941	2.67
	Banks				
27,402,851	China Construction Bank Corp., H	CHN	HKD	23,606,969	5.62
26,965,375	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	19,674,819	4.69
2,297,144	Bank of Ningbo Co. Ltd., A	CHN	CNY	8,108,984	1.93
				51,390,772	12.24
	Beverages				
1,029,332	Yantai Changyu Pioneer Wine Co. Ltd., B	CHN	HKD	2,286,043	0.54
	Capital Markets				
2,818,000	China Everbright Ltd.	CHN	HKD	4,162,711	0.99
516,400	GF Securities Co. Ltd., H	CHN	HKD	614,089	0.15
				4,776,800	1.14
	Communications Equipment				
420,000	Hytera Communications Corp. Ltd., A	CHN	CNY	513,165	0.12
	Construction Materials				
2,606,699	Huaxin Cement Co. Ltd., B	CHN	USD	6,042,328	1.44
641,800	Anhui Conch Cement Co. Ltd., H	CHN	HKD	4,021,442	0.96
1,823,700	Asia Cement China Holdings Corp.	CHN	HKD	2,927,389	0.70
222,000	Xinyi Glass Holdings Ltd.	CHN	HKD	233,022	0.05
				13,224,181	3.15
	Electronic Equipment, Instruments & Components				
255,961	Hangzhou Hikvision Digital Technology Co. Ltd., A	CHN	CNY	1,028,049	0.25
	Entertainment				
892,067	Zhejiang Huace Film & TV Co. Ltd., A	CHN	CNY	874,295	0.21
583,300	Poly Culture Group Corp. Ltd., H	CHN	HKD	589,860	0.14
				1,464,155	0.35
	Food & Staples Retailing				
1,076,872	Dairy Farm International Holdings Ltd.	HKG	USD	7,699,635	1.83
	Food Products				
18,669,640	Uni-President China Holdings Ltd.	CHN	HKD	20,791,442	4.95
	Health Care Equipment & Supplies				
524,000	Ginko International Co. Ltd.	TWN	TWD	3,298,470	0.79
	Health Care Providers & Services				
5,942,600	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	11,684,150	2.78
1,456,000	Sinopharm Group Co. Ltd., H	CHN	HKD	5,125,350	1.22
				16,809,500	4.00
	Insurance				
2,319,600	AIA Group Ltd.	HKG	HKD	25,015,687	5.96
5,958,000	China Life Insurance Co. Ltd., H	CHN	HKD	14,673,543	3.49
408,000	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	4,898,831	1.17
				44,588,061	10.62
	Interactive Media & Services				
846,600	Tencent Holdings Ltd.	CHN	HKD	38,211,140	9.10
33,093	Baidu Inc., ADR	CHN	USD	3,883,795	0.93
				42,094,935	10.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton China Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
239,190	Alibaba Group Holding Ltd., ADR	CHN	USD	40,530,745	9.65
124,700	Ctrip.com International Ltd., ADR	CHN	USD	4,602,677	1.10
				45,133,422	10.75
	IT Services				
3,805,991	TravelSky Technology Ltd., H	CHN	HKD	7,648,862	1.82
	Marine				
5,428,000	COSCO Shipping Energy Transportation Co. Ltd., H	CHN	HKD	3,210,046	0.77
	Oil, Gas & Consumable Fuels				
28,098,400	China Petroleum & Chemical Corp., H	CHN	HKD	19,098,776	4.55
3,941,000	CNOOC Ltd.	CHN	HKD	6,739,727	1.61
11,142,000	PetroChina Co. Ltd., H	CHN	HKD	6,147,094	1.46
				31,985,597	7.62
	Paper & Forest Products				
6,644,200	Nine Dragons Paper Holdings Ltd.	CHN	HKD	5,893,935	1.40
	Pharmaceuticals				
414,159	Jiangsu Hengrui Medicine Co. Ltd., A	CHN	CNY	3,980,674	0.95
810,000	Tong Ren Tang Technologies Co. Ltd., H	CHN	HKD	965,304	0.23
				4,945,978	1.18
	Real Estate Management & Development				
1,370,000	China Overseas Land & Investment Ltd.	CHN	HKD	5,050,594	1.20
	Semiconductors & Semiconductor Equipment				
2,623,214	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	20,238,496	4.82
	Textiles, Apparel & Luxury Goods				
3,977,106	Anta Sports Products Ltd.	CHN	HKD	27,312,806	6.51
	Transportation Infrastructure				
4,249,326	COSCO Shipping Ports Ltd.	CHN	HKD	4,193,763	1.00
11,538,000	Sichuan Expressway Co. Ltd., H	CHN	HKD	3,544,632	0.84
				7,738,395	1.84
	Wireless Telecommunication Services				
1,496,000	China Mobile Ltd.	CHN	HKD	13,624,982	3.25
	TOTAL SHARES			395,238,605	94.14
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			395,238,605	94.14
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
9,549	Templeton China A Shares Fund, Class X (acc) HKD	CHN	HKD	20,168,630	4.80
	TOTAL INVESTMENTS FUNDS			20,168,630	4.80
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			20,168,630	4.80
	TOTAL INVESTMENTS			415,407,235	98.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Eastern Europe Fund

(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				
	Banks				
7,418,810	Sberbank of Russia PJSC	RUS	RUB	24,621,321	9.81
631,955	TCS Group Holding PLC, Reg S, GDR	RUS	USD	10,895,297	4.34
662,352	Nova Ljubljanska Banka dd, GDR	SVN	EUR	7,683,283	3.06
2,091,078	Moneta Money Bank AS	CZE	CZK	6,298,254	2.51
138,600	Bank Pekao SA	POL	PLN	3,650,145	1.45
85,200	Alior Bank SA	POL	PLN	999,881	0.40
				54,148,181	21.57
	Beverages				
1,040,400	Purcari Wineries PLC	MDA	RON	5,241,316	2.09
965,841	Stock Spirits Group PLC	POL	GBP	2,379,018	0.95
236,806	Coca-Cola Icetek AS	TUR	TRY	1,074,921	0.43
				8,695,255	3.47
	Chemicals				
346,486	Ciech SA	POL	PLN	3,407,589	1.36
2,319,276	Petkim Petrokimya Holding AS	TUR	TRY	1,430,480	0.57
899,230	Soda Sanayii AS	TUR	TRY	868,823	0.34
				5,706,892	2.27
	Diversified Financial Services				
1,185,162	Haci Omer Sabanci Holding AS	TUR	TRY	1,546,586	0.62
	Energy Equipment & Services				
844,002	TMK PAO, GDR, Reg S	RUS	USD	2,813,711	1.12
	Food Products				
325,714	Kernel Holding SA	UKR	PLN	3,705,857	1.48
761,198	Ulker Biskuvi Sanayi AS	TUR	TRY	2,248,004	0.89
				5,953,861	2.37
	Health Care Equipment & Supplies				
68,019	Medicalgorithmics SA	POL	PLN	448,635	0.18
	Hotels, Restaurants & Leisure				
327,212	OPAP SA	GRC	EUR	3,223,038	1.28
	Household Durables				
132,987	Amica SA	POL	PLN	3,727,874	1.49
	Interactive Media & Services				
352,766	Yandex NV, A	RUS	USD	11,791,448	4.70
130,707	Mail.Ru Group Ltd., GDR	RUS	USD	2,934,110	1.17
				14,725,558	5.87
	IT Services				
103,548	QIWI PLC, ADR	RUS	USD	1,782,499	0.71
	Metals & Mining				
51,900	MMC Norilsk Nickel PJSC	RUS	RUB	10,331,038	4.11
3,905,950	Raspadskaya OAO	RUS	RUB	7,580,513	3.02
4,206,700	Alrosa PJSC	RUS	RUB	5,035,465	2.01
214,390	Severstal PJSC	RUS	RUB	3,184,277	1.27
3,852,019	Magnitogorsk Iron & Steel Works	RUS	RUB	2,410,759	0.96
6,332,000	United Co. RUSAL PLC	RUS	HKD	2,281,482	0.91
1,902,000	Eregli Demir ve Celik Fabrikalari AS	TUR	TRY	2,273,990	0.90
27,768	Polyus Gold OJSC	RUS	RUB	2,251,448	0.90
204,030	KAZ Minerals PLC	KAZ	GBP	1,376,165	0.55
				36,725,137	14.63
	Oil, Gas & Consumable Fuels				
8,206,270	Gazprom PJSC	RUS	RUB	26,581,680	10.59
334,536	LUKOIL PJSC, ADR	RUS	USD	24,841,913	9.90
1,674,080	Tatneft PJSC, pfd., 3	RUS	RUB	14,817,248	5.90
1,664,530	Rosneft PJSC	RUS	RUB	9,598,732	3.83
346,060	Tupras-Turkiye Petrol Rafinerileri AS	TUR	TRY	6,045,782	2.41

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Eastern Europe Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels (continued)				
153,907	Motor Oil (Hellas) Corinth Refineries SA	GRC	EUR	3,462,908	1.38
				85,348,263	34.01
	Road & Rail				
316,350	Globaltrans Investment PLC, GDR, Reg S	RUS	USD	2,587,901	1.03
	Specialty Retail				
8,190,553	Detsky Mir PJSC	RUS	RUB	9,776,833	3.89
337,675	Wittchen SA	POL	PLN	1,201,105	0.48
				10,977,938	4.37
	Textiles, Apparel & Luxury Goods				
800,400	Mavi Giyim Sanayi Ve Ticaret AS, B	TUR	TRY	4,888,058	1.95
1,571,554	Aksa Akrilik Kimya Sanayii AS	TUR	TRY	2,208,383	0.88
9,525	CCC SA	POL	PLN	378,292	0.15
				7,474,733	2.98
	TOTAL SHARES			245,886,062	97.97
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			245,886,062	97.97
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Textiles, Apparel & Luxury Goods				
432,670	FF Group **	GRC	EUR	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			245,886,062	97.97

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Emerging Markets Fund

(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				
272,136	Hanon Systems	KOR	KRW	2,740,319	0.29
3,407,800	Nemak SAB de CV	MEX	MXN	1,598,856	0.17
241,600	Mahle-Metal Leve SA	BRA	BRL	1,553,682	0.16
39,400	Hankook Tire & Technology Co. Ltd.	KOR	KRW	1,195,343	0.12
640,441	Weifu High-Technology Co. Ltd., B	CHN	HKD	1,155,100	0.12
				8,243,300	0.86
	Automobiles				
30,261,345	Brilliance China Automotive Holdings Ltd.	CHN	HKD	33,468,126	3.50
21,534,400	Astra International Tbk PT	IDN	IDR	11,355,957	1.19
17,595,100	BAIC Motor Corp. Ltd., H	CHN	HKD	11,036,141	1.15
778,928	Tata Motors Ltd., A	IND	INR	899,806	0.09
				56,760,030	5.93
	Banks				
5,949,340	ICICI Bank Ltd.	IND	INR	37,715,105	3.94
1,708,663	Sberbank of Russia PJSC, ADR	RUS	USD	26,279,237	2.75
2,960,885	Banco Santander Mexico SA Institucion de Banca Multiple Grupo Financiero Santander, ADR	MEX	USD	22,650,770	2.37
2,024,647	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	19,072,175	1.99
21,726,800	China Construction Bank Corp., H	CHN	HKD	18,717,173	1.96
1,776,307	Banco Bradesco SA, ADR, pfd.	BRA	USD	17,443,335	1.82
6,113,791	Ping An Bank Co. Ltd., A	CHN	CNY	12,268,894	1.28
1,831,000	Kasikornbank PCL, fgn.	THA	THB	11,305,784	1.18
2,085,800	China Merchants Bank Co. Ltd., A	CHN	CNY	10,928,975	1.14
223,650	Intercorp Financial Services Inc.	PER	USD	10,176,075	1.06
620,700	Itau Unibanco Holding SA, pfd.	BRA	BRL	5,854,990	0.61
2,573,400	Kiatnakin Bank PCL, fgn.	THA	THB	5,827,673	0.61
7,626,000	CTBC Financial Holding Co. Ltd.	TWN	TWD	5,255,830	0.55
524,400	Banco Bradesco SA, pfd.	BRA	BRL	5,148,506	0.54
1,150,503	Moneta Money Bank AS	CZE	CZK	3,939,497	0.41
6,870,700	Equity Group Holdings PLC	KEN	KES	2,618,049	0.28
2,938,800	Habib Bank Ltd.	PAK	PKR	2,018,291	0.21
177,800	Banco BBVA Argentina SA, ADR	ARG	USD	2,012,696	0.21
608,500	BDO Unibank Inc.	PHL	PHP	1,662,893	0.18
2,700	Security Bank Corp.	PHL	PHP	8,960	0.00
				220,904,908	23.09
	Beverages				
9,895,898	Thai Beverage PCL, fgn.	THA	SGD	6,069,533	0.63
88,227	Hite Jinro Co. Ltd.	KOR	KRW	1,551,869	0.16
304,648	Nigerian Breweries PLC	NGA	NGN	53,242	0.01
				7,674,644	0.80
	Biotechnology				
1,612,022	Biocon Ltd.	IND	INR	5,857,754	0.61
	Capital Markets				
753,300	B3 SA - Brasil Bolsa Balcao	BRA	BRL	7,340,952	0.77
	Chemicals				
526,063	Tata Chemicals Ltd.	IND	INR	4,780,726	0.50
	Construction & Engineering				
160,395	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	6,030,721	0.63
	Construction Materials				
8,232,300	China Resources Cement Holdings Ltd.	CHN	HKD	7,977,127	0.83
	Distributors				
3,263,100	Dah Chong Hong Holdings Ltd.	CHN	HKD	1,090,185	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Diversified Financial Services				
156,725	Bajaj Holdings & Investment Ltd.	IND	INR	8,178,908	0.85
224,500	Hankook Technology Group Co. Ltd.	KOR	KRW	3,327,895	0.35
				11,506,803	1.20
	Electronic Equipment, Instruments & Components				
2,579,848	Hon Hai Precision Industry Co. Ltd.	TWN	TWD	6,445,872	0.68
22,400	Largan Precision Co. Ltd.	TWN	TWD	2,787,527	0.29
234,500	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	2,422,400	0.25
5,263,300	FIT Hon Teng Ltd.	TWN	HKD	2,128,995	0.22
				13,784,794	1.44
	Entertainment				
359,283	IMAX Corp.	USA	USD	7,257,516	0.76
16,032	NetEase Inc., ADR	CHN	USD	4,100,505	0.43
				11,358,021	1.19
	Food & Staples Retailing				
1,430,473	Massmart Holdings Ltd.	ZAF	ZAR	6,315,532	0.66
283,783	Dairy Farm International Holdings Ltd.	HKG	USD	2,029,048	0.21
				8,344,580	0.87
	Food Products				
6,012,500	Uni-President China Holdings Ltd.	CHN	HKD	6,695,820	0.70
1,008,400	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	5,724,742	0.60
256,611	M. Dias Branco SA	BRA	BRL	2,600,823	0.27
				15,021,385	1.57
	Hotels, Restaurants & Leisure				
8,391,800	NagaCorp Ltd.	KHM	HKD	10,323,048	1.08
997,000	Sands China Ltd.	CHN	HKD	4,766,671	0.50
1,530,000	MGM China Holdings Ltd.	CHN	HKD	2,600,872	0.27
				17,690,591	1.85
	Industrial Conglomerates				
266,408	LG Corp.	KOR	KRW	17,707,725	1.85
	Insurance				
845,238	Ping An Insurance Group Co. of China Ltd., A	CHN	CNY	10,907,051	1.14
	Interactive Media & Services				
629,100	Tencent Holdings Ltd.	CHN	HKD	28,394,316	2.97
184,077	Naver Corp.	KOR	KRW	18,138,173	1.89
314,802	Yandex NV, A	RUS	USD	11,962,476	1.25
223,628	Mail.Ru Group Ltd., GDR	RUS	USD	5,706,987	0.60
21,342	Baidu Inc., ADR	CHN	USD	2,504,697	0.26
				66,706,649	6.97
	Internet & Direct Marketing Retail				
235,738	Naspers Ltd., N	ZAF	ZAR	57,218,255	5.98
283,287	Alibaba Group Holding Ltd., ADR	CHN	USD	48,002,982	5.02
1,046,845	PChome Online Inc.	TWN	TWD	3,818,629	0.40
327,100	B2W Cia Digital	BRA	BRL	2,784,265	0.29
250,484	Interpark Holdings Corp.	KOR	KRW	522,861	0.05
				112,346,992	11.74
	IT Services				
354,169	Cognizant Technology Solutions Corp., A	USA	USD	22,450,773	2.34
944,175	Infosys Ltd.	IND	INR	10,023,729	1.05
				32,474,502	3.39
	Media				
333,780	KT Skylife Co. Ltd.	KOR	KRW	3,043,701	0.32
272,488	MultiChoice Group Ltd.	ZAF	ZAR	2,591,163	0.27
				5,634,864	0.59
	Metals & Mining				
39,228	POSCO	KOR	KRW	8,290,184	0.87
144,249	Compania de Minas Buenaventura SA, ADR	PER	USD	2,404,631	0.25
				10,694,815	1.12

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Multiline Retail				
2,038,200	Lojas Americanas SA	BRA	BRL	6,988,417	0.73
	Oil, Gas & Consumable Fuels				
201,364	LUKOIL PJSC, ADR	RUS	USD	16,999,149	1.78
6,910,600	CNOOC Ltd.	CHN	HKD	11,818,208	1.24
104,600	LUKOIL PJSC	RUS	RUB	8,776,431	0.92
1,795,710	Gazprom PJSC	RUS	RUB	6,612,657	0.69
7,651,500	China Petroleum & Chemical Corp., H	CHN	HKD	5,200,804	0.54
945,251	Coal India Ltd.	IND	INR	3,479,401	0.36
15,877	SK Innovation Co. Ltd.	KOR	KRW	2,182,000	0.23
				55,068,650	5.76
	Personal Products				
485,455	Unilever PLC	GBR	GBP	30,174,767	3.15
	Pharmaceuticals				
574,784	Richter Gedeon Nyrt	HUN	HUF	10,587,408	1.11
911,037	Glenmark Pharmaceuticals Ltd.	IND	INR	5,857,988	0.61
				16,445,396	1.72
	Semiconductors & Semiconductor Equipment				
8,314,952	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	64,151,124	6.70
98,740	SK Hynix Inc.	KOR	KRW	5,931,535	0.62
				70,082,659	7.32
	Software				
250,800	Totvs SA	BRA	BRL	2,868,802	0.30
	Technology Hardware, Storage & Peripherals				
1,732,148	Samsung Electronics Co. Ltd.	KOR	KRW	70,367,483	7.36
616,000	Catcher Technology Co. Ltd.	TWN	TWD	4,424,430	0.46
				74,791,913	7.82
	Textiles, Apparel & Luxury Goods				
180,306	Fila Korea Ltd.	KOR	KRW	11,953,490	1.25
	Transportation Infrastructure				
1,519,130	COSCO Shipping Ports Ltd.	CHN	HKD	1,499,266	0.16
	Wireless Telecommunication Services				
1,287,000	China Mobile Ltd.	CHN	HKD	11,721,491	1.23
	TOTAL SHARES			942,433,970	98.49
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			942,433,970	98.49
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
586,632	Gazprom PJSC, ADR	RUS	USD	4,297,666	0.45
	TOTAL SHARES			4,297,666	0.45
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			4,297,666	0.45
	TOTAL INVESTMENTS			946,731,636	98.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Emerging Markets Balanced Fund

(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				
	Communication Services				
49,700	Tencent Holdings Ltd.	CHN	HKD	2,243,201	1.43
19,081	Naver Corp.	KOR	KRW	1,880,161	1.20
29,419	Yandex NV, A	RUS	USD	1,117,922	0.71
104,500	China Mobile Ltd.	CHN	HKD	951,745	0.61
29,196	IMAX Corp.	USA	USD	589,759	0.37
4,568	Baidu Inc., ADR	CHN	USD	536,100	0.34
2,037	NetEase Inc., ADR	CHN	USD	521,004	0.33
17,682	Mail.Ru Group Ltd., GDR	RUS	USD	451,245	0.29
22,564	MultiChoice Group Ltd.	ZAF	ZAR	214,567	0.14
20,287	KT Skylife Co. Ltd.	KOR	KRW	184,995	0.12
25,800	Poly Culture Group Corp. Ltd., H	CHN	HKD	26,090	0.02
				8,716,789	5.56
	Consumer Discretionary				
21,240	Naspers Ltd., N	ZAF	ZAR	5,155,366	3.29
25,717	Alibaba Group Holding Ltd., ADR	CHN	USD	4,357,746	2.78
2,516,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	2,782,619	1.77
16,380	Fila Korea Ltd.	KOR	KRW	1,085,922	0.69
1,726,000	Astra International Tbk PT	IDN	IDR	910,189	0.58
1,284,700	BAIC Motor Corp. Ltd., H	CHN	HKD	805,800	0.51
556,000	NagaCorp Ltd.	KHM	HKD	683,955	0.44
118,600	Lojas Americanas SA	BRA	BRL	406,646	0.26
77,600	Sands China Ltd.	CHN	HKD	371,007	0.24
187,600	MGM China Holdings Ltd.	CHN	HKD	318,904	0.20
21,035	Hanon Systems	KOR	KRW	211,816	0.13
363,918	Nemak SAB de CV	MEX	MXN	170,742	0.11
17,900	B2W Cia Digital	BRA	BRL	152,364	0.10
31,000	PChome Online Inc.	TWN	TWD	113,080	0.07
52,500	Weifu High-Technology Co. Ltd., B	CHN	HKD	94,689	0.06
12,600	Mahle-Metal Leve SA	BRA	BRL	81,028	0.05
172,000	Dah Chong Hong Holdings Ltd.	CHN	HKD	57,464	0.04
1,885	Hankook Tire & Technology Co. Ltd.	KOR	KRW	57,188	0.04
35,574	Tata Motors Ltd., A	IND	INR	41,095	0.03
6,155	Interpark Holdings Corp.	KOR	KRW	12,848	0.01
				17,870,468	11.40
	Consumer Staples				
43,400	Unilever PLC	GBR	GBP	2,697,644	1.72
146,986	Massmart Holdings Ltd.	ZAF	ZAR	648,943	0.41
99,000	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	562,028	0.36
245,600	Uni-President China Holdings Ltd.	CHN	HKD	273,513	0.18
288,700	Thai Beverage PCL, fgn.	THA	SGD	177,071	0.11
7,890	Hite Jinro Co. Ltd.	KOR	KRW	138,781	0.09
12,900	M. Dias Branco SA	BRA	BRL	130,745	0.08
572,900	Univanich Palm Oil PCL, fgn.	THA	THB	109,204	0.07
14,800	Dairy Farm International Holdings Ltd.	HKG	USD	105,820	0.07
15,646	Nigerian Breweries PLC	NGA	NGN	2,734	0.00
				4,846,483	3.09
	Energy				
23,850	LUKOIL PJSC, ADR	RUS	USD	2,013,417	1.29
685,400	CNOOC Ltd.	CHN	HKD	1,172,141	0.75
50,900	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	722,780	0.46
214,300	United Tractors Tbk PT	IDN	IDR	427,766	0.27
619,600	China Petroleum & Chemical Corp., H	CHN	HKD	421,148	0.27
76,382	Coal India Ltd.	IND	INR	281,157	0.18
1,245	SK Innovation Co. Ltd.	KOR	KRW	171,102	0.11
4,566	Reliance Industries Ltd.	IND	INR	82,983	0.05
				5,292,494	3.38

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Financials				
477,740	ICICI Bank Ltd.	IND	INR	3,028,574	1.93
257,308	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	2,423,841	1.55
125,897	Sberbank of Russia PJSC, ADR	RUS	USD	1,936,296	1.23
241,189	Banco Santander Mexico SA Institucion de Banca Multiple Grupo Financiero Santander, ADR	MEX	USD	1,845,096	1.18
181,764	Banco Bradesco SA, ADR, pfd.	BRA	USD	1,784,922	1.14
1,773,000	China Construction Bank Corp., H	CHN	HKD	1,527,402	0.97
107,348	Tata Investment Corp. Ltd.	IND	INR	1,383,302	0.88
552,461	Ping An Bank Co. Ltd., A	CHN	CNY	1,108,655	0.71
175,500	Kasikornbank PCL, fgn.	THA	THB	1,083,651	0.69
18,123	Bajaj Holdings & Investment Ltd.	IND	INR	945,774	0.60
68,079	Ping An Insurance Group Co. of China Ltd., A	CHN	CNY	878,499	0.56
167,494	China Merchants Bank Co. Ltd., A	CHN	CNY	877,619	0.56
68,500	B3 SA - Brasil Bolsa Balcao	BRA	BRL	667,536	0.43
11,650	Intercorp Financial Services Inc.	PER	USD	530,075	0.34
211,400	Kiatnakin Bank PCL, fgn.	THA	THB	478,732	0.31
553,000	CTBC Financial Holding Co. Ltd.	TWN	TWD	381,127	0.24
99,025	Moneta Money Bank AS	CZE	CZK	339,077	0.22
15,863	Hankook Technology Group Co. Ltd.	KOR	KRW	235,147	0.15
204,000	United Bank Ltd.	PAK	PKR	184,335	0.12
14,500	Banco BBVA Argentina SA, ADR	ARG	USD	164,140	0.10
30,400	Siam Commercial Bank PCL, fgn.	THA	THB	138,182	0.09
329,800	Equity Group Holdings PLC	KEN	KES	125,669	0.08
2,705	DBS Group Holdings Ltd.	SGP	SGD	51,891	0.03
43,400	Habib Bank Ltd.	PAK	PKR	29,806	0.02
				22,149,348	14.13
	Health Care				
46,184	Richter Gedeon Nyrt	HUN	HUF	850,700	0.54
132,932	Biocon Ltd.	IND	INR	483,048	0.31
64,848	Glenmark Pharmaceuticals Ltd.	IND	INR	416,974	0.27
				1,750,722	1.12
	Industrials				
26,215	LG Corp.	KOR	KRW	1,742,470	1.11
12,653	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	475,743	0.30
170,448	COSCO Shipping Ports Ltd.	CHN	HKD	168,219	0.11
				2,386,432	1.52
	Information Technology				
156,026	Samsung Electronics Co. Ltd.	KOR	KRW	6,338,464	4.04
676,500	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	5,219,301	3.33
32,129	Cognizant Technology Solutions Corp., A	USA	USD	2,036,657	1.30
84,400	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	871,857	0.56
75,969	Infosys Ltd.	IND	INR	806,516	0.51
8,890	SK Hynix Inc.	KOR	KRW	534,042	0.34
209,904	Hon Hai Precision Industry Co. Ltd.	TWN	TWD	524,455	0.33
47,000	Catcher Technology Co. Ltd.	TWN	TWD	337,578	0.22
1,500	Largan Precision Co. Ltd.	TWN	TWD	186,665	0.12
11,800	Totvs SA	BRA	BRL	134,976	0.09
253,900	FIT Hon Teng Ltd.	TWN	HKD	102,702	0.07
				17,093,213	10.91
	Materials				
754,400	China Resources Cement Holdings Ltd.	CHN	HKD	731,016	0.47
2,756	POSCO	KOR	KRW	582,435	0.37
43,200	Tata Chemicals Ltd.	IND	INR	392,591	0.25
14,400	Siam Cement PCL, fgn.	THA	THB	221,466	0.14
12,490	Compania de Minas Buenaventura SA, ADR	PER	USD	208,208	0.13
				2,135,716	1.36
	TOTAL SHARES			82,241,665	52.47
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			82,241,665	52.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Balanced Fund

(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				
	Energy				
61,400	Gazprom PJSC, ADR	RUS	USD	449,816	0.29
	Materials				
8,600	MMC Norilsk Nickel PJSC, ADR	RUS	USD	195,306	0.12
	TOTAL SHARES			645,122	0.41
	BONDS				
	Corporate Bonds				
381,625	Digicel Group Two Ltd., senior note, Reg S, PIK, 9.125%, 04/01/24 ‡	BMU	USD	91,590	0.06
118,848	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	3,566	0.00
21,052	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	239	0.00
165,405	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	207	0.00
				95,602	0.06
	Government and Municipal Bonds				
25,984	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	7,760,873	4.95
5,997,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	1,969,276	1.26
23,045,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	1,785,121	1.14
21,545,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	1,536,402	0.98
82,449,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	1,396,648	0.89
4,263	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	1,252,278	0.80
5,550	Letra Tesouro Nacional, Strip, 01/01/22	BRA	BRL	1,238,334	0.79
240,100	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	1,227,625	0.78
52,892,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	1,205,684	0.77
77,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	1,163,923	0.74
6,620,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	1,126,631	0.72
72,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	1,092,406	0.70
64,400,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	1,008,049	0.64
4,300	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	993,979	0.63
66,100,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	972,595	0.62
55,556,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	915,351	0.58
10,600,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	795,629	0.51
4,112,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	749,281	0.48
2,160	Notas do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	655,343	0.42
2,532	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	622,292	0.40
40,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	602,941	0.38
3,200,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	579,890	0.37
34,316,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	548,911	0.35
2,700,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	478,159	0.30
330,000	Government of Senegal, senior note, Reg S, 6.25%, 07/30/24	SEN	USD	354,529	0.23
1,290	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	354,186	0.23
5,128,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	349,622	0.22
62,000	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	321,660	0.21
20,000,000	Government of India, senior bond, 8.33%, 07/09/26	IND	INR	310,921	0.20
20,000,000	Government of India, senior bond, 8.24%, 02/15/27	IND	INR	310,541	0.20
20,300,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	290,623	0.19
50,000	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	254,093	0.16
3,140,000,000	Government of Indonesia, senior bond, FR59, 7.00%, 05/15/27	IDN	IDR	219,295	0.14
14,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	213,334	0.14
664	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	190,016	0.12
1,030,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	186,997	0.12
980,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	183,021	0.12
910,000	Government of Ghana, senior note, 24.00%, 11/23/20	GHA	GHS	177,019	0.11
2,230,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	167,856	0.11
10,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	151,405	0.10
23,100	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	134,269	0.09
23,900	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	127,244	0.08
7,700,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	114,436	0.07
560,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	112,514	0.07
7,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	105,686	0.07
500,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	91,504	0.06
4,700,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	71,453	0.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
380,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	68,147	0.04
370,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	65,079	0.04
200,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	39,943	0.03
150,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	29,713	0.02
69,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	22,943	0.01
120,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	21,488	0.01
1,011,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	20,446	0.01
14,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	5,499	0.00
13,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	4,234	0.00
45,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	3,699	0.00
10,000	Government of the Philippines, senior note, 3.375%, 08/20/20	PHL	PHP	193	0.00
				36,751,229	23.45
	Securities Maturing Within One Year				
86,500,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	2,819,100	1.80
344,700	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	1,798,475	1.15
306,300	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	1,573,504	1.00
8,340,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	1,514,086	0.97
33,341,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	994,434	0.63
29,603,900	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	932,547	0.60
10,075,000	Egypt Treasury Bill, 0.00%, 07/02/19	EGY	EGP	602,711	0.39
6,200,000	Egypt Treasury Bill, 0.00%, 09/03/19	EGY	EGP	360,309	0.23
5,575,000	Egypt Treasury Bill, 0.00%, 07/09/19	EGY	EGP	333,705	0.21
5,200,000	Egypt Treasury Bill, 0.00%, 08/20/19	EGY	EGP	304,233	0.19
10,366,500	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	264,287	0.17
11,168,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	258,764	0.17
520,560	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	256,936	0.16
12,970,000	Government of the Philippines, senior note, 7-56, 3.875%, 11/22/19	PHL	PHP	252,577	0.16
414,110	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	214,608	0.14
357,830	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	178,677	0.11
2,775,000	Egypt Treasury Bill, 0.00%, 08/06/19	EGY	EGP	163,232	0.10
2,525,000	Egypt Treasury Bill, 0.00%, 09/17/19	EGY	EGP	145,609	0.09
126,667	Tanzania Government International Bond, senior note, Reg S, FRN, 8.688%, 03/09/20 †	TZA	USD	129,144	0.08
208,200	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	108,242	0.07
209,980	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	107,451	0.07
3,603,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	96,404	0.06
380,000	Ghana Treasury Note, 17.24%, 11/11/19	GHA	GHS	69,804	0.05
280,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	50,950	0.03
250,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	45,811	0.03
66,070	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	34,131	0.02
1,416,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	32,487	0.02
64,570	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	31,655	0.02
150,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	28,196	0.02
47,680	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	24,102	0.02
76,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	23,776	0.02
120,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	22,419	0.01
350,000	Egypt Treasury Bill, 0.00%, 08/13/19	EGY	EGP	20,728	0.01
1,050,000	Philippine Treasury Bill, senior note, 0.00%, 02/05/20	PHL	PHP	20,028	0.01
860,000	Philippine Treasury Bill, senior note, 0.00%, 09/11/19	PHL	PHP	16,672	0.01
390,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	12,585	0.01
10,000	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	261	0.00
				13,842,640	8.83
	TOTAL BONDS			50,689,471	32.34
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			51,334,593	32.75

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Balanced Fund

(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				
	Consumer Discretionary				
2,118,332	K2016470219 South Africa Ltd., A **	ZAF	ZAR	1,504	0.00
706,586	K2016470219 South Africa Ltd., B **	ZAF	ZAR	501	0.00
5,256	Corporacion GEO SAB de CV, B **	MEX	MXN	0	0.00
				2,005	0.00
	TOTAL SHARES			2,005	0.00
	WARRANTS				
	Consumer Discretionary				
8,223	Corporacion GEO SAB de CV, wts., 12/30/27 **	MEX	MXN	0	0.00
812,630	Edcon Holdings Ltd., wts., 02/20/49 **	ZAF	EUR	0	0.00
				0	0.00
	TOTAL WARRANTS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			2,005	0.00
	TOTAL INVESTMENTS			133,578,263	85.22

‡ Income may be received in additional securities and/or cash
† Floating Rates are indicated as at June 30, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Emerging Markets Bond Fund

(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				
2,866,666	Government of Bosnia & Herzegovina, senior bond, B, Reg S, FRN, 0.50%, 12/20/21 †	BIH	DEM	1,503,861	0.01
1,282,385	Government of Ivory Coast, Reg S, 5.75%, 12/31/32	CIV	USD	1,247,863	0.01
				2,751,724	0.02
	Corporate Bonds				
23,680,870	Digicel Group Two Ltd., senior note, Reg S, PIK, 9.125%, 04/01/24 ‡	BMU	USD	5,683,409	0.05
24,208,140	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	726,244	0.01
8,661,191	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	98,465	0.00
25,793,366	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	32,241	0.00
				6,540,359	0.06
	Government and Municipal Bonds				
3,341,222	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	997,952,606	8.91
1,993,470	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	460,806,304	4.11
14,234,500,600	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	234,530,264	2.09
755,024	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	216,064,436	1.93
2,937,663,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	209,488,568	1.87
13,734,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	207,019,882	1.85
11,207,043,400	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	189,842,162	1.69
2,721,206,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	185,529,376	1.66
724,374	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	178,030,174	1.59
10,198,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	154,151,755	1.38
476,990	Notas do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	144,718,630	1.29
410,794,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	144,052,803	1.29
25,832,000	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	134,017,986	1.20
8,496,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	128,633,999	1.15
24,789,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	125,975,712	1.12
1,788,179,000,000	Government of Indonesia, senior bond, FR59, 7.00%, 05/15/27	IDN	IDR	124,884,633	1.11
402,689	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	118,291,989	1.06
312,346,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	117,687,256	1.05
1,519,325,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	114,362,024	1.02
7,478,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	113,950,838	1.02
401,185	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	110,150,330	0.98
4,677,619,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	106,627,250	0.95
304,672,900,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	105,064,743	0.94
6,415,318,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	102,617,988	0.92
6,504,100,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	101,808,267	0.91
1,201,120,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	101,284,324	0.90
1,373,240,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	100,070,883	0.89
297,755,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	97,775,864	0.87
1,287,300,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	96,623,837	0.86
17,769,700	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	94,606,287	0.84
6,117,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	89,416,434	0.80
479,573,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	87,386,944	0.78
5,726,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	86,451,389	0.77
13,979,900	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	81,258,410	0.73
70,000,000	Government of Senegal, senior note, Reg S, 6.25%, 07/30/24	SEN	USD	75,203,100	0.67
415,550,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	74,522,732	0.66
65,400,000	Government of Ethiopia, senior note, Reg S, 6.625%, 12/11/24	ETH	USD	68,303,760	0.61
356,530,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	64,608,751	0.58
374,940,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	63,809,540	0.57
59,209,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	63,157,648	0.56
315,410,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	55,477,308	0.50
1,640,086,000	Bank of Thailand Bond, senior note, 1.95%, 11/26/20	THA	THB	53,598,053	0.48
3,249,300,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	47,810,186	0.43
2,913,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	44,196,906	0.39
120,811,100,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	37,764,463	0.34
195,100,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	35,704,917	0.32
2,453,200,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	35,121,007	0.31
1,835,700,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	27,281,910	0.24
134,760,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	27,075,716	0.24
68,200,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	22,677,298	0.20

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
116,450,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	21,747,777	0.19
115,410,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	20,952,760	0.19
3,029,500	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	15,489,748	0.14
280,000,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	14,525,185	0.13
63,568,000	Government of Ghana, 19.50%, 10/18/21	GHA	GHS	11,705,234	0.10
35,445,000,000	Titulos de Tesoreria, B, 7.00%, 06/30/32	COL	COP	11,696,354	0.10
643,400,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	9,781,453	0.09
112,440,000,000	Government of Indonesia, senior bond, FR73, 8.75%, 05/15/31	IDN	IDR	8,653,360	0.08
89,952,000,000	Government of Indonesia, senior bond, FR71, 9.00%, 03/15/29	IDN	IDR	7,045,895	0.06
37,450,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	6,632,236	0.06
74,610,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	6,157,339	0.05
64,860,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	5,378,178	0.05
26,430,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	5,278,456	0.05
66,700,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	5,256,213	0.05
63,340,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	4,906,468	0.04
61,050,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	4,709,849	0.04
19,340,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	3,830,994	0.03
46,100,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	3,678,208	0.03
11,116,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	3,620,744	0.03
18,560,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	3,323,480	0.03
20,170,000	Government of Ghana, senior note, 16.25%, 04/07/25	GHA	GHS	3,285,463	0.03
31,620,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	2,372,926	0.02
1,780,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	1,860,981	0.02
85,176,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	1,722,550	0.02
2,648,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	1,040,010	0.01
				6,642,099,503	59.27
	Securities Maturing Within One Year				
8,740,700,000	Bank of Thailand Bond, senior note, 1.49%, 08/28/19	THA	THB	284,713,564	2.54
244,000,000	FHLB, 0.00%, 07/12/19	USA	USD	243,836,723	2.18
7,714,463,237	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	230,092,765	2.05
213,475,000	FHLB, 0.00%, 07/03/19	USA	USD	213,449,027	1.90
6,658,212,600	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	209,739,183	1.87
202,000,000	FHLB, 0.00%, 07/08/19	USA	USD	201,913,982	1.80
170,000,000	FHLB, 0.00%, 07/09/19	USA	USD	169,917,266	1.52
165,434,000	FHLB, 0.00%, 07/10/19	USA	USD	165,343,425	1.48
4,797,825,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	156,364,697	1.40
149,000,000	FHLB, 0.00%, 07/01/19	USA	USD	149,000,000	1.33
274,132,360	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	142,065,938	1.27
264,959,150	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	132,303,661	1.18
112,000,000	FHLB, 0.00%, 07/11/19	USA	USD	111,931,867	1.00
195,500,270	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	101,639,495	0.91
195,354,090	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	99,966,395	0.89
99,000,000	FHLB, 0.00%, 07/05/19	USA	USD	98,975,910	0.88
192,519,530	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	95,023,178	0.85
1,352,975,000	Egypt Treasury Bill, 0.00%, 07/02/19	EGY	EGP	80,938,286	0.72
1,371,625,000	Egypt Treasury Bill, 0.00%, 09/03/19	EGY	EGP	79,711,125	0.71
86,241,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	74,598,465	0.67
14,202,600	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	72,960,654	0.65
65,000,000	FHLB, 0.00%, 07/02/19	USA	USD	64,996,046	0.58
941,075,000	Egypt Treasury Bill, 0.00%, 09/17/19	EGY	EGP	54,269,034	0.48
2,058,308,400	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	52,475,235	0.47
850,875,000	Egypt Treasury Bill, 0.00%, 08/20/19	EGY	EGP	49,781,537	0.44
1,760,280,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	40,386,161	0.36
588,950,000	Egypt Treasury Bill, 0.00%, 07/09/19	EGY	EGP	35,253,045	0.31
1,174,523,300	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	30,669,491	0.27
428,300,000	Egypt Treasury Bill, 0.00%, 08/06/19	EGY	EGP	25,193,529	0.23
134,910,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	24,781,079	0.22
944,828,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	21,891,740	0.20
42,401,080	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	20,786,882	0.19
36,121,740	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	18,660,237	0.17
669,880,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	17,923,769	0.16
16,184,445	Tanzania Government International Bond, senior note, Reg S, FRN, 8.688%, 03/09/20 †	TZA	USD	16,501,013	0.15
236,025,000	Egypt Treasury Bill, 0.00%, 08/13/19	EGY	EGP	13,977,920	0.12

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
48,850,000	Ghana Treasury Note, 17.24%, 11/11/19	GHA	GHS	8,973,466	0.08
43,170,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	7,910,644	0.07
33,900,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	6,372,332	0.06
33,850,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	6,159,516	0.06
15,135,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	4,734,764	0.04
23,063,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	4,308,767	0.04
496,400	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	2,589,971	0.02
5,060,220	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	2,557,896	0.02
59,230,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	1,911,359	0.02
8,560,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	1,554,026	0.01
20,000,000,000	Government of Indonesia, senior bond, FR36, 11.50%, 09/15/19	IDN	IDR	1,433,940	0.01
				3,650,539,005	32.58
	TOTAL BONDS			10,301,930,591	91.93
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			10,301,930,591	91.93
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Household Durables				
723,784	Corporacion GEO SAB de CV, B **	MEX	MXN	0	0.00
	Specialty Retail				
330,332,289	K2016470219 South Africa Ltd., A **	ZAF	ZAR	234,472	0.00
143,924,136	K2016470219 South Africa Ltd., B **	ZAF	ZAR	102,158	0.00
				336,630	0.00
	TOTAL SHARES			336,630	0.00
	RIGHTS				
	Government and Municipal Bonds				
1,000,000	Banco Central Del Uruguay, rts., 02/19/21	URY	USD	0	0.00
	TOTAL RIGHTS			0	0.00
	WARRANTS				
	Household Durables				
1,132,334	Corporacion GEO SAB de CV, wts., 12/30/27 **	MEX	MXN	0	0.00
	Specialty Retail				
334,236,340	Edcon Holdings Ltd., wts., 02/20/49 **	ZAF	EUR	0	0.00
	TOTAL WARRANTS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			336,630	0.00
	TOTAL INVESTMENTS			10,302,267,221	91.93

† Floating Rates are indicated as at June 30, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Emerging Markets Local Currency Bond Fund

(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				
9,490	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	2,834,463	9.32
26,300,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,916,536	6.30
80,100,000	Government of India, senior note, 7.59%, 01/11/26	IND	INR	1,198,241	3.94
3,760	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	1,104,520	3.63
5,520,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	939,427	3.09
156,600	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	800,691	2.63
148,200	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	768,871	2.53
10,270,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	732,367	2.41
1,658,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	544,449	1.79
30,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	454,216	1.49
30,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	441,420	1.45
2,400,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	425,030	1.40
70,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	357,255	1.17
18,492,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	313,246	1.03
18,620,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	306,787	1.01
1,650,000	Ghana Treasury Note, 19.50%, 10/05/20	GHA	GHS	306,029	1.01
1,000	Notas do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	303,400	1.00
1,350	Letra Tesouro Nacional, Strip, 01/01/22	BRA	BRL	301,216	0.99
1,300	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	300,505	0.99
1,150	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	282,637	0.93
950	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	271,861	0.89
2,970,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	222,926	0.73
600,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	199,507	0.66
590,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	110,186	0.36
4,693,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	106,978	0.35
6,306,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	100,869	0.33
390,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	69,836	0.23
3,700	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	19,699	0.06
				15,733,168	51.72
	Securities Maturing Within One Year				
37,040,000	Bank of Thailand Bond, senior note, 1.49%, 08/28/19	THA	THB	1,206,515	3.97
32,167,500	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	1,013,303	3.33
31,000,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	1,010,313	3.32
158,900	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	816,290	2.68
1,430,270	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	741,221	2.44
21,773,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	649,405	2.13
10,000,000	Egypt Treasury Bill, 0.00%, 09/03/19	EGY	EGP	581,144	1.91
977,930	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	488,316	1.60
6,200,000	Egypt Treasury Bill, 0.00%, 09/17/19	EGY	EGP	357,536	1.18
9,691,100	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	247,068	0.81
469,290	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	243,981	0.80
45,600	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	237,918	0.78
3,500,000	Egypt Treasury Bill, 0.00%, 07/02/19	EGY	EGP	209,379	0.69
239,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	206,735	0.68
7,550,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	202,013	0.66
401,910	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	198,373	0.65
3,300,000	Egypt Treasury Bill, 0.00%, 08/20/19	EGY	EGP	193,071	0.63
2,025,000	Egypt Treasury Bill, 0.00%, 08/13/19	EGY	EGP	119,925	0.39
1,450,000	Egypt Treasury Bill, 0.00%, 08/06/19	EGY	EGP	85,292	0.28
88,410	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	44,690	0.15
700,000	Egypt Treasury Bill, 0.00%, 07/09/19	EGY	EGP	41,900	0.14
1,360,800	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	35,534	0.12
892,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	20,668	0.07
608,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	13,949	0.05
21,970	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	11,350	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Local Currency Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
4,910	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	2,513	0.01
				8,978,402	29.51
	TOTAL BONDS			24,711,570	81.23
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			24,711,570	81.23
	TOTAL INVESTMENTS			24,711,570	81.23

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Emerging Markets Smaller Companies Fund

(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				
11,843,212	Aramex PJSC	ARE	AED	13,380,703	1.40
	Airlines				
274,332	Wizz Air Holdings PLC	HUN	GBP	11,876,544	1.24
	Auto Components				
6,018,495	Apollo Tyres Ltd.	IND	INR	17,514,300	1.84
404,065	Mando Corp.	KOR	KRW	10,302,969	1.08
162,809	Sebang Global Battery Co. Ltd.	KOR	KRW	6,015,943	0.63
9,385,800	Nemak SAB de CV	MEX	MXN	4,403,588	0.46
2,315,973	Weifu High-Technology Co. Ltd., B	CHN	HKD	4,177,091	0.44
117,885	Hankook Tire & Technology Co. Ltd.	KOR	KRW	3,576,472	0.37
21,562,400	Xinchen China Power Holdings Ltd.	CHN	HKD	993,640	0.10
				46,984,003	4.92
	Banks				
10,282,288	Federal Bank Ltd.	IND	INR	16,165,337	1.69
3,952,200	TISCO Financial Group PCL, fgn.	THA	THB	12,040,753	1.26
248,770	Intercorp Financial Services Inc.	PER	USD	11,319,035	1.19
2,651,303	Moneta Money Bank AS	CZE	CZK	9,078,465	0.95
3,066,625	Hatton National Bank PLC	LKA	LKR	2,328,203	0.24
1,259,400	United Bank Ltd.	PAK	PKR	1,137,996	0.12
940,400	Habib Bank Ltd.	PAK	PKR	645,842	0.07
				52,715,631	5.52
	Beverages				
3,514,857	Stock Spirits Group PLC	POL	GBP	9,842,442	1.03
1,408,900	Embotelladora Andina SA, pfd., A	CHL	CLP	4,450,088	0.47
				14,292,530	1.50
	Biotechnology				
35,232	Medy-tox Inc.	KOR	KRW	13,703,735	1.44
2,698,900	PharmaEssentia Corp.	TWN	TWD	10,498,336	1.10
344,535	Hans Biomed Corp.	KOR	KRW	7,400,293	0.77
				31,602,364	3.31
	Building Products				
53,406,304	Dynasty Ceramic PCL, fgn.	THA	THB	3,584,783	0.38
	Capital Markets				
229,380	Noah Holdings Ltd., ADR	CHN	USD	9,760,119	1.02
3,998,000	China Everbright Ltd.	CHN	HKD	5,905,790	0.62
				15,665,909	1.64
	Chemicals				
1,770,399	Tata Chemicals Ltd.	IND	INR	16,088,934	1.69
5,220,868	Soda Sanayii AS	TUR	TRY	5,734,642	0.60
				21,823,576	2.29
	Construction Materials				
9,832,014	Huaxin Cement Co. Ltd., B	CHN	USD	22,790,608	2.39
583,803	Dalmia Bharat Ltd.	IND	INR	8,872,197	0.93
510,451	JK Cement Ltd.	IND	INR	7,416,161	0.77
				39,078,966	4.09
	Consumer Finance				
3,541,100	Equitas Holdings Ltd.	IND	INR	6,165,469	0.65
	Diversified Consumer Services				
1,011,600	Ser Educacional SA, Reg S	BRA	BRL	6,539,610	0.69
	Diversified Financial Services				
886,166	Bajaj Holdings & Investment Ltd.	IND	INR	46,245,784	4.85
754,000	Hankook Technology Group Co. Ltd.	KOR	KRW	11,176,984	1.17
				57,422,768	6.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
28,274,600	FIT Hon Teng Ltd.	TWN	HKD	11,437,023	1.20
6,732,298	Redington India Ltd.	IND	INR	10,637,910	1.11
836,000	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	8,635,933	0.91
3,023,198	FPT Corp.	VNM	VND	5,902,403	0.62
1,899,061	Flytech Technology Co. Ltd.	TWN	TWD	4,904,283	0.51
3,252,900	Synnex Technology International Corp.	TWN	TWD	4,095,264	0.43
14,695,400	Ju Teng International Holdings Ltd.	CHN	HKD	3,536,459	0.37
				49,149,275	5.15
	Energy Equipment & Services				
794,349	TMK PAO, GDR, Reg S	RUS	USD	3,010,583	0.32
	Entertainment				
797,317	IMAX Corp.	USA	USD	16,105,804	1.69
6,652,800	Major Cineplex Group PCL, fgn.	THA	THB	6,340,645	0.66
				22,446,449	2.35
	Food & Staples Retailing				
1,862,182	Georgia Healthcare Group PLC	GEO	GBP	5,723,005	0.60
3,069,370	Robinsons Retail Holdings Inc.	PHL	PHP	4,433,601	0.46
11,834,885	7-Eleven Malaysia Holdings Bhd.	MYS	MYR	4,267,145	0.45
875,335	Massmart Holdings Ltd.	ZAF	ZAR	3,864,600	0.41
				18,288,351	1.92
	Food Products				
4,823,700	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	27,384,407	2.87
10,083,000	Uni-President China Holdings Ltd.	CHN	HKD	11,228,932	1.18
2,761,030	Masan Group Corp.	VNM	VND	9,833,319	1.03
4,045,451	Grupo Herdez SAB de CV	MEX	MXN	8,662,248	0.91
21,300,250	Century Pacific Food Inc.	PHL	PHP	6,244,969	0.65
5,015,060	Agthia Group PJSC	ARE	AED	4,915,186	0.51
493,746	Pinar Sut Mamulleri Sanayii AS	TUR	TRY	580,707	0.06
				68,849,768	7.21
	Health Care Equipment & Supplies				
550,000	St. Shine Optical Co. Ltd.	TWN	TWD	9,782,749	1.03
171,972	Vieworks Co. Ltd.	KOR	KRW	4,786,332	0.50
200,111	Interojo Co. Ltd.	KOR	KRW	4,427,923	0.46
183,085	I-Sens Inc.	KOR	KRW	3,845,459	0.40
1,022,000	Pacific Hospital Supply Co. Ltd.	TWN	TWD	2,546,917	0.27
700,800	Hartalega Holdings Bhd.	MYS	MYR	888,613	0.09
				26,277,993	2.75
	Health Care Providers & Services				
397,596	Mouwasat Medical Services Co.	SAU	SAR	9,530,939	1.00
867,930	Middle East Healthcare Co.	SAU	SAR	6,352,739	0.66
555,678	Integrated Diagnostics Holdings PLC	EGY	USD	2,750,606	0.29
				18,634,284	1.95
	Hotels, Restaurants & Leisure				
59,990	DO & CO Restaurants & Catering AG	TUR	TRY	5,790,545	0.61
	Household Durables				
103,496	Amica SA	POL	PLN	3,298,213	0.35
	Industrial Conglomerates				
26,158,300	DMCI Holdings Inc.	PHL	PHP	5,259,233	0.55
13,898,988	Hemas Holdings PLC	LKA	LKR	4,882,364	0.51
				10,141,597	1.06
	Insurance				
229,756	Fanhua Inc., ADR	CHN	USD	7,689,933	0.81
1,158,928	Wiz Solucoes e Corretagem de seguros SA	BRA	BRL	3,295,287	0.34
				10,985,220	1.15
	Interactive Media & Services				
285,398	Mail.Ru Group Ltd., GDR	RUS	USD	7,283,357	0.76

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
462,465	Baozun Inc., ADR	CHN	USD	23,058,505	2.41
2,372,092	PChome Online Inc.	TWN	TWD	8,652,798	0.91
				31,711,303	3.32
	IT Services				
21,776,000	Chinasoft International Ltd.	CHN	HKD	10,703,819	1.12
3,854,600	TravelSky Technology Ltd., H	CHN	HKD	7,746,551	0.81
				18,450,370	1.93
	Leisure products				
3,300,200	Merida Industry Co. Ltd.	TWN	TWD	19,548,928	2.05
	Machinery				
1,888,000	Shin Zu Shing Co. Ltd.	TWN	TWD	7,100,265	0.75
3,644,767	Marcopolo SA, pfd.	BRA	BRL	3,650,456	0.38
				10,750,721	1.13
	Metals & Mining				
20,784,813	Hoa Phat Group JSC	VNM	VND	20,958,726	2.20
	Paper & Forest Products				
4,233,000	Duratex SA	BRA	BRL	13,016,145	1.36
	Personal Products				
296,234	Cosmecca Korea Co. Ltd.	KOR	KRW	5,261,819	0.55
	Pharmaceuticals				
894,390	Richter Gedeon Nyrt	HUN	HUF	16,474,487	1.72
1,441,913	Glenmark Pharmaceuticals Ltd.	IND	INR	9,271,532	0.97
11,473,000	Luye Pharma Group Ltd.	CHN	HKD	8,312,331	0.87
1,879,700	TTY Biopharm Co. Ltd.	TWN	TWD	5,133,405	0.54
679,446	Egyptian International Pharmaceuticals EIPICO	EGY	EGP	3,213,739	0.34
				42,405,494	4.44
	Real Estate Management & Development				
8,991,451	Vincom Retail JSC	VNM	VND	13,040,594	1.37
	Semiconductors & Semiconductor Equipment				
3,312,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	18,496,223	1.94
29,637,392	Xinyi Solar Holdings Ltd.	CHN	HKD	14,605,961	1.53
322,979	Silicon Works Co. Ltd.	KOR	KRW	12,018,122	1.26
				45,120,306	4.73
	Specialty Retail				
4,415,200	Luk Fook Holdings (International) Ltd.	HKG	HKD	13,846,688	1.45
10,610,600	I.T Ltd.	HKG	HKD	4,468,536	0.47
				18,315,224	1.92
	Technology Hardware, Storage & Peripherals				
10,373,100	Primax Electronics Ltd.	TWN	TWD	18,115,589	1.90
4,996,360	ADLINK Technology Inc.	TWN	TWD	6,185,370	0.65
				24,300,959	2.55
	Textiles, Apparel & Luxury Goods				
342,035	Fila Korea Ltd.	KOR	KRW	22,675,406	2.38
633,680	Eclat Textile Co. Ltd.	TWN	TWD	8,141,411	0.85
505,191	Vardhman Textiles Ltd.	IND	INR	7,769,098	0.81
12,689,900	Xtep International Holdings Ltd.	CHN	HKD	7,650,830	0.80
3,589,500	JNBY Design Ltd.	CHN	HKD	6,579,705	0.69
2,335,005	Grendene SA	BRA	BRL	4,738,043	0.50
647,895	Mavi Giyim Sanayi Ve Ticaret AS, B	TUR	TRY	4,498,183	0.47
197,800	Arezzo Industria e Comercio SA	BRA	BRL	2,583,132	0.27
39,471	Youngone Holdings Co. Ltd.	KOR	KRW	2,074,297	0.22
				66,710,105	6.99
	Tobacco				
6,223,230	Eastern Co SAE	EGY	EGP	5,757,419	0.60
	Trading Companies & Distributors				
9,992,800	Hexindo Adiperkasa Tbk PT	IDN	IDR	2,164,429	0.23

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Transportation Infrastructure				
5,760,800	International Container Terminal Services Inc.	PHL	PHP	16,462,641	1.73
6,426,687	COSCO Shipping Ports Ltd.	CHN	HKD	6,342,653	0.66
				22,805,294	2.39
	Wireless Telecommunication Services				
14,678,108	Global Telecom Holding SAE	EGY	EGP	4,227,647	0.44
	TOTAL SHARES			929,833,974	97.43
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			929,833,974	97.43
	TOTAL INVESTMENTS			929,833,974	97.43

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Euroland Fund

(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				
401,440	Leonardo SpA	ITA	EUR	4,474,049	1.00
	Auto Components				
904,347	Freni Brembo SpA	ITA	EUR	9,161,035	2.06
59,024	Cie Generale des Etablissements Michelin SCA	FRA	EUR	6,584,127	1.48
143,049	Hella GmbH & Co. KGaA	DEU	EUR	6,219,771	1.39
				21,964,933	4.93
	Banks				
328,482	BNP Paribas SA	FRA	EUR	13,719,051	3.08
1,228,411	ING Groep NV	NLD	EUR	12,524,879	2.81
1,069,790	Credit Agricole SA	FRA	EUR	11,280,935	2.53
1,961,189	Bank of Ireland Group PLC	IRL	EUR	9,013,625	2.03
				46,538,490	10.45
	Biotechnology				
86,693	MorphoSys AG	DEU	EUR	7,321,224	1.64
	Building Products				
140,030	Compagnie de Saint-Gobain	FRA	EUR	4,799,528	1.08
	Capital Markets				
366,187	Flow Traders	NLD	EUR	9,403,682	2.11
	Chemicals				
168,569	LANXESS AG	DEU	EUR	8,809,416	1.98
204,925	Umicore SA	BEL	EUR	5,778,885	1.30
28,227	Lenzing AG	AUT	EUR	2,766,246	0.62
				17,354,547	3.90
	Construction Materials				
365,071	CRH PLC	IRL	EUR	10,473,887	2.35
	Diversified Telecommunication Services				
640,262	Deutsche Telekom AG	DEU	EUR	9,739,665	2.19
1,897,063	Telefonica Deutschland Holding AG	DEU	EUR	4,661,084	1.05
				14,400,749	3.24
	Electric Utilities				
45,071	Orsted AS	DNK	DKK	3,427,273	0.77
	Electrical Equipment				
547,612	Siemens Gamesa Renewable Energy SA	ESP	EUR	8,006,087	1.80
	Electronic Equipment, Instruments & Components				
318,567	Jenoptik AG	DEU	EUR	9,063,231	2.04
	Energy Equipment & Services				
205,580	Tecnicas Reunidas SA	ESP	EUR	4,637,885	1.04
	Food Products				
582,401	Ebro Foods SA	ESP	EUR	10,960,787	2.46
	Health Care Providers & Services				
112,530	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	7,769,071	1.75
	Hotels, Restaurants & Leisure				
95,588	Sodexo SA	FRA	EUR	9,826,446	2.21
	Industrial Conglomerates				
118,813	Siemens AG	DEU	EUR	12,427,840	2.79
	Insurance				
298,265	ASR Nederland NV	NLD	EUR	10,665,957	2.40
201,663	NN Group NV	NLD	EUR	7,138,870	1.60
				17,804,827	4.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Euroland Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
657,709	Takkt AG	DEU	EUR	8,418,675	1.89
	IT Services				
146,556	Atos SE	FRA	EUR	10,774,797	2.42
94,316	Capgemini SE	FRA	EUR	10,313,455	2.32
24,319	Worldline SA, Reg S	FRA	EUR	1,556,416	0.35
				22,644,668	5.09
	Life Sciences Tools & Services				
140,385	Gerresheimer AG	DEU	EUR	9,089,929	2.04
175,037	QIAGEN NV	NLD	EUR	6,247,070	1.41
				15,336,999	3.45
	Machinery				
466,501	GEA Group AG	DEU	EUR	11,662,525	2.62
	Multi-Utilities				
1,229,378	E.ON SE	DEU	EUR	11,741,789	2.64
526,834	Veolia Environnement SA	FRA	EUR	11,284,784	2.53
175,153	Innogy SE	DEU	EUR	6,594,511	1.48
				29,621,084	6.65
	Oil, Gas & Consumable Fuels				
265,666	Total SA	FRA	EUR	13,090,692	2.94
870,497	Eni SpA	ITA	EUR	12,714,479	2.86
441,182	Royal Dutch Shell PLC, A	GBR	EUR	12,666,336	2.85
619,785	Galp Energia SGPS SA, B	PRT	EUR	8,382,592	1.88
				46,854,099	10.53
	Personal Products				
602,649	Ontex Group NV	BEL	EUR	8,545,563	1.92
	Pharmaceuticals				
208,295	Bayer AG	DEU	EUR	12,693,497	2.85
127,747	Merck KGaA	DEU	EUR	11,747,614	2.64
154,673	Sanofi	FRA	EUR	11,741,228	2.64
101,685	UCB SA	BEL	EUR	7,414,870	1.66
				43,597,209	9.79
	Professional Services				
371,930	Intertrust NV	NLD	EUR	6,757,968	1.52
	Semiconductors & Semiconductor Equipment				
137,483	NXP Semiconductors NV	NLD	EUR	11,961,021	2.69
579,431	Infineon Technologies AG	DEU	EUR	9,010,152	2.02
				20,971,173	4.71
	Software				
88,659	SAP SE	DEU	EUR	10,706,461	2.41
	TOTAL SHARES			445,770,960	100.14
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			445,770,960	100.14
	TOTAL INVESTMENTS			445,770,960	100.14

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Frontier Markets Fund

(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				
10,626,781	Aramex PJSC	ARE	AED	12,006,355	1.96
545,705	Agility Public Warehousing Co. KSC	KWT	KWD	1,377,525	0.22
				13,383,880	2.18
	Banks				
13,229,663	National Bank of Kuwait SAKP	KWT	KWD	42,463,970	6.92
390,147	Bancolombia SA, ADR, pfd.	COL	USD	19,913,103	3.24
6,829,370	BDO Unibank Inc.	PHL	PHP	18,663,123	3.04
20,249,256	Brac Bank Ltd.	BGD	BDT	16,008,643	2.61
11,088,724	Metropolitan Bank & Trust Co.	PHL	PHP	15,422,049	2.51
1,085,111	Banco Davivienda SA, pfd.	COL	COP	13,671,115	2.23
13,571,878	Gulf Bank KSCP	KWT	KWD	13,596,477	2.22
218,741,286	Zenith Bank PLC	NGA	NGN	12,014,751	1.96
2,742,433	Commercial International Bank Egypt SAE	EGY	EGP	11,987,881	1.95
130,151,304	Guaranty Trust Bank PLC	NGA	NGN	11,878,545	1.94
207,523	Intercorp Financial Services Inc.	PER	USD	9,442,296	1.54
23,632,910	KCB Group Ltd.	KEN	KES	8,774,310	1.43
8,090,090	Vietnam Technological and Commercial Joint Stock Bank	VNM	VND	7,064,292	1.15
523,497	Halyk Savings Bank of Kazakhstan JSC, GDR, Reg S	KAZ	USD	6,753,111	1.10
187,562	Grupo Financiero Galicia SA, ADR	ARG	USD	6,658,451	1.08
557,981	Banco BBVA Argentina SA, ADR	ARG	USD	6,316,345	1.03
601,787	Samba Financial Group	SAU	SAR	5,680,415	0.93
6,059,235	United Bank Ltd.	PAK	PKR	5,475,134	0.89
7,145,272	Hatton National Bank PLC	LKA	LKR	5,056,343	0.82
964,778	Emirates NBD PJSC	ARE	AED	2,862,960	0.47
82,800	MCB Bank Ltd.	PAK	PKR	87,361	0.01
				239,790,675	39.07
	Beverages				
1,737,003	East African Breweries Ltd.	KEN	KES	3,360,299	0.55
	Building Products				
4,803,652	Binh Minh Plastics JSC	VNM	VND	8,780,758	1.43
	Capital Markets				
8,677,126	Egyptian Financial Group-Hermes Holding Co.	EGY	EGP	8,936,920	1.46
	Chemicals				
4,930,002	Egypt Kuwait Holding Co. SAE	EGY	USD	6,601,273	1.07
	Diversified Consumer Services				
1,723,764	Human Soft Holding Co. KSC	KWT	KWD	17,956,230	2.93
	Diversified Financial Services				
624,250	Ayala Corp.	PHL	PHP	10,893,607	1.77
	Diversified Telecommunication Services				
227,252	Sonatel	SEN	XOF	6,510,049	1.06
	Electronic Equipment, Instruments & Components				
931,560	FPT Corp.	VNM	VND	1,818,750	0.30
	Food & Staples Retailing				
484,744	InRetail Peru Corp., Reg S	PER	USD	18,914,711	3.08
14,835,360	Puregold Price Club Inc.	PHL	PHP	13,016,776	2.12
8,467,150	Robinsons Retail Holdings Inc.	PHL	PHP	12,230,511	1.99
				44,161,998	7.19
	Food Products				
17,899,123	Juhayna Food Industries	EGY	EGP	11,061,015	1.80
1,357,347	Grupo Nutresa SA	COL	COP	10,569,817	1.72
2,935,360	Masan Group Corp.	VNM	VND	10,454,189	1.71
2,896,554	Alicorp SA	PER	PEN	9,100,184	1.48
2,871,881	Mezzan Holding Co.	KWT	KWD	5,905,598	0.96
570,463	MHP SE, GDR, Reg S	UKR	USD	5,761,676	0.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Frontier Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food Products (continued)				
112,259,094	UAC of Nigeria PLC	NGA	NGN	2,055,343	0.34
				54,907,822	8.95
	Health Care Providers & Services				
278,663	Mouwasat Medical Services Co.	SAU	SAR	6,679,947	1.09
	Insurance				
1,313,638	Old Mutual Ltd.	ZAF	ZWL	1,976,748	0.32
	Marine				
1,573,536	Vietnam Container Shipping JSC	VNM	VND	2,069,465	0.34
	Metals & Mining				
14,315,447	Hoa Phat Group JSC	VNM	VND	14,435,229	2.35
	Oil, Gas & Consumable Fuels				
725,997	YPF Sociedad Anonima, D, ADR	ARG	USD	13,220,405	2.16
76,387,691	OMV Petrom SA	ROU	RON	7,260,838	1.18
				20,481,243	3.34
	Pharmaceuticals				
6,499,063	Beximco Pharmaceuticals Ltd.	BGD	BDT	6,307,156	1.03
1,677,369	Imexpharm Pharmaceutical JSC	VNM	VND	3,404,401	0.55
				9,711,557	1.58
	Real Estate Management & Development				
1,830,387	Arabian Centres Co. Ltd.	SAU	SAR	12,567,652	2.05
8,195,540	Vincom Retail JSC	VNM	VND	11,886,259	1.93
12,103,730	Emaar Malls Group PJSC	ARE	AED	6,689,237	1.09
				31,143,148	5.07
	Specialty Retail				
427,937	United Electronics Co.	SAU	SAR	7,679,428	1.25
22,024,172	Wilcon Depot Inc.	PHL	PHP	7,222,450	1.18
357,166	Saudi Co. for Hardware LLC	SAU	SAR	6,466,568	1.05
				21,368,446	3.48
	Transportation Infrastructure				
5,703,300	International Container Terminal Services Inc.	PHL	PHP	16,298,324	2.66
557,186	DP World PLC	ARE	USD	8,859,257	1.44
				25,157,581	4.10
	Wireless Telecommunication Services				
100,493,511	Global Telecom Holding SAE	EGY	EGP	28,944,538	4.72
35,571,084	Safaricom PLC	KEN	KES	9,731,220	1.58
				38,675,758	6.30
	TOTAL SHARES			588,801,383	95.93
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			588,801,383	95.93
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Beverages				
6,320,153	Delta Corp. Ltd. **	ZWE	ZWL	2,177,097	0.36
	TOTAL SHARES			2,177,097	0.36
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			2,177,097	0.36
	TOTAL INVESTMENTS			590,978,480	96.29

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Fund

(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				
6,310,983	Cobham PLC	GBR	GBP	8,539,591	0.93
1,206,114	BAE Systems PLC	GBR	GBP	7,588,064	0.83
				16,127,655	1.76
	Air Freight & Logistics				
169,900	United Parcel Service Inc., B	USA	USD	17,545,573	1.91
	Auto Components				
255,500	Sumitomo Rubber Industries Ltd.	JPN	JPY	2,952,634	0.32
	Banks				
546,171	BNP Paribas SA	FRA	EUR	25,932,495	2.83
2,554,197	Standard Chartered PLC	GBR	GBP	23,166,522	2.52
282,029	Citigroup Inc.	USA	USD	19,750,491	2.15
1,657,972	ING Groep NV	NLD	EUR	19,218,089	2.09
375,600	Wells Fargo & Co.	USA	USD	17,773,392	1.94
266,100	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	9,393,217	1.02
285,189	Hana Financial Group Inc.	KOR	KRW	9,219,206	1.01
200,000	KB Financial Group Inc., ADR	KOR	USD	7,896,000	0.86
798,300	Bangkok Bank PCL, NVDR	THA	THB	5,124,311	0.56
119,600	Bangkok Bank PCL, fgn.	THA	THB	775,510	0.09
				138,249,233	15.07
	Beverages				
908,900	Kirin Holdings Co. Ltd.	JPN	JPY	19,586,618	2.14
275,400	Suntory Beverage & Food Ltd.	JPN	JPY	11,966,695	1.30
				31,553,313	3.44
	Biotechnology				
212,040	Gilead Sciences Inc.	USA	USD	14,325,422	1.56
	Capital Markets				
175,325	Man Group PLC	GBR	GBP	346,895	0.04
	Chemicals				
179,035	Johnson Matthey PLC	GBR	GBP	7,568,997	0.82
	Construction Materials				
358,450	CRH PLC	IRL	EUR	11,691,287	1.27
269,200	Taiheiyo Cement Corp.	JPN	JPY	8,139,417	0.89
				19,830,704	2.16
	Consumer Finance				
202,020	Capital One Financial Corp.	USA	USD	18,331,295	2.00
	Diversified Telecommunication Services				
1,193,349	Deutsche Telekom AG	DEU	EUR	20,637,494	2.25
6,405,790	Singapore Telecommunications Ltd.	SGP	SGD	16,567,719	1.80
31,112,330	China Telecom Corp. Ltd., H	CHN	HKD	15,651,448	1.71
161,200	Verizon Communications Inc.	USA	USD	9,209,356	1.00
				62,066,017	6.76
	Electronic Equipment, Instruments & Components				
79,402	Landis+Gyr Group AG	CHE	CHF	6,322,398	0.69
	Energy Equipment & Services				
811,541	Tenaris SA	ITA	EUR	10,619,131	1.16
14,946	The Drilling Co. of 1972 AS	DNK	DKK	1,160,934	0.12
				11,780,065	1.28
	Food & Staples Retailing				
208,200	Walgreens Boots Alliance Inc.	USA	USD	11,382,294	1.24
511,500	The Kroger Co.	USA	USD	11,104,665	1.21
				22,486,959	2.45
	Food Products				
187,100	Kellogg Co.	USA	USD	10,022,947	1.09

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Providers & Services				
175,302	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	13,759,125	1.50
	Household Durables				
2,138,800	Panasonic Corp.	JPN	JPY	17,805,480	1.94
	Industrial Conglomerates				
1,191,500	CK Hutchison Holdings Ltd.	HKG	HKD	11,743,950	1.28
76,286	Siemens AG	DEU	EUR	9,071,513	0.99
				20,815,463	2.27
	Insurance				
865,486	Prudential PLC	GBR	GBP	18,860,966	2.06
	Interactive Media & Services				
98,980	Baidu Inc., ADR	CHN	USD	11,616,293	1.27
	Marine				
7,473	A.P. Moeller-Maersk AS, B	DNK	DKK	9,266,984	1.01
	Media				
466,160	Comcast Corp., A	USA	USD	19,709,245	2.15
1,013,750	SES SA, IDR	LUX	EUR	15,846,623	1.72
				35,555,868	3.87
	Metals & Mining				
602,200	Wheaton Precious Metals Corp.	CAN	CAD	14,561,309	1.59
459,800	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	13,727,473	1.49
				28,288,782	3.08
	Multi-Utilities				
740,177	Veolia Environnement SA	FRA	EUR	18,024,293	1.97
1,084,326	E.ON SE	DEU	EUR	11,773,671	1.28
				29,797,964	3.25
	Oil, Gas & Consumable Fuels				
3,746,019	BP PLC	GBR	GBP	26,098,310	2.84
273,700	Exxon Mobil Corp.	USA	USD	20,973,631	2.28
1,191,618	Eni SpA	ITA	EUR	19,786,616	2.16
271,421	Total SA	FRA	EUR	15,204,539	1.66
401,439	Royal Dutch Shell PLC, A	GBR	EUR	13,102,553	1.43
298,354	Royal Dutch Shell PLC, B	GBR	GBP	9,779,271	1.07
329,990	Apache Corp.	USA	USD	9,559,810	1.04
521,500	Husky Energy Inc.	CAN	CAD	4,941,260	0.54
				119,445,990	13.02
	Pharmaceuticals				
147,504	Allergan PLC	USA	USD	24,696,595	2.69
223,317	Sanofi	FRA	EUR	19,271,874	2.10
130,159	Merck KGaA	DEU	EUR	13,607,437	1.48
367,422	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	13,027,772	1.42
185,455	Bayer AG	DEU	EUR	12,848,256	1.40
37,686	Roche Holding AG	CHE	CHF	10,600,092	1.15
899,962	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	8,306,649	0.91
				102,358,675	11.15
	Real Estate Management & Development				
495,000	Mitsui Fudosan Co. Ltd.	JPN	JPY	11,993,948	1.31
48,000	Jones Lang LaSalle Inc.	USA	USD	6,753,120	0.73
				18,747,068	2.04
	Software				
253,990	Oracle Corp.	USA	USD	14,469,810	1.58
	Specialty Retail				
4,074,065	Kingfisher PLC	GBR	GBP	11,118,622	1.21
	Technology Hardware, Storage & Peripherals				
465,379	Samsung Electronics Co. Ltd.	KOR	KRW	18,905,745	2.06

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
1,806,500	China Mobile Ltd.	CHN	HKD	16,452,894	1.79
7,369,472	Vodafone Group PLC	GBR	GBP	12,102,879	1.32
				28,555,773	3.11
	TOTAL SHARES			878,878,715	95.77
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			878,878,715	95.77
	TOTAL INVESTMENTS			878,878,715	95.77

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Balanced Fund

(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				
708,437	BAE Systems PLC	GBR	GBP	4,457,012	0.54
	Air Freight & Logistics				
64,650	United Parcel Service Inc., B	USA	USD	6,676,406	0.81
	Auto Components				
31,617	Cie Generale des Etablissements Michelin SCA	FRA	EUR	4,009,529	0.48
	Banks				
203,568	Citigroup Inc.	USA	USD	14,255,867	1.72
1,543,054	Standard Chartered PLC	GBR	GBP	13,995,473	1.69
266,280	Wells Fargo & Co.	USA	USD	12,600,370	1.52
263,941	BNP Paribas SA	FRA	EUR	12,532,062	1.52
854,790	ING Groep NV	NLD	EUR	9,908,147	1.20
181,291	KB Financial Group Inc.	KOR	KRW	7,184,636	0.87
351,792	UniCredit SpA	ITA	EUR	4,329,693	0.52
490,520	HSBC Holdings PLC	GBR	HKD	4,068,751	0.49
771,836	Bank of Ireland Group PLC	IRL	EUR	4,032,814	0.49
1,477,106	Barclays PLC	GBR	GBP	2,810,024	0.34
222,479	Credit Agricole SA	FRA	EUR	2,667,097	0.32
17,226	Bangkok Bank PCL, fgn.	THA	THB	111,697	0.02
				88,496,631	10.70
	Beverages				
192,961	Suntory Beverage & Food Ltd.	JPN	JPY	8,384,551	1.01
	Biotechnology				
125,142	Gilead Sciences Inc.	USA	USD	8,454,594	1.02
32,929	Amgen Inc.	USA	USD	6,068,156	0.73
				14,522,750	1.75
	Building Products				
155,801	Compagnie de Saint-Gobain	FRA	EUR	6,070,869	0.73
	Capital Markets				
798,674	UBS Group AG	CHE	CHF	9,488,062	1.15
	Chemicals				
69,158	LyondellBasell Industries NV, A	USA	USD	5,956,579	0.72
	Communications Equipment				
276,987	CommScope Holding Co. Inc.	USA	USD	4,357,006	0.53
	Construction Materials				
330,312	CRH PLC	IRL	EUR	10,773,531	1.30
156,593	Taiheiyo Cement Corp.	JPN	JPY	4,734,680	0.57
				15,508,211	1.87
	Consumer Finance				
102,966	Capital One Financial Corp.	USA	USD	9,343,135	1.13
	Diversified Telecommunication Services				
5,355,269	Singapore Telecommunications Ltd.	SGP	SGD	13,850,687	1.68
16,016,274	China Telecom Corp. Ltd., H	CHN	HKD	8,057,187	0.97
				21,907,874	2.65
	Electrical Equipment				
96,686	Vestas Wind Systems AS	DNK	DKK	8,349,472	1.01
	Food & Staples Retailing				
103,091	Walgreens Boots Alliance Inc.	USA	USD	5,635,985	0.68
81,900	Seven & i Holdings Co. Ltd.	JPN	JPY	2,771,018	0.34
				8,407,003	1.02
	Health Care Equipment & Supplies				
59,130	Medtronic PLC	USA	USD	5,758,671	0.70

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Household Durables				
532,102	Panasonic Corp.	JPN	JPY	4,429,742	0.54
	Industrial Conglomerates				
111,460	Siemens AG	DEU	EUR	13,254,211	1.60
1,002,500	CK Hutchison Holdings Ltd.	HKG	HKD	9,881,083	1.20
				23,135,294	2.80
	Insurance				
334,805	AXA SA	FRA	EUR	8,792,393	1.06
	Interactive Media & Services				
7,270	Alphabet Inc., A	USA	USD	7,871,956	0.95
50,801	Baidu Inc., ADR	CHN	USD	5,962,005	0.72
				13,833,961	1.67
	IT Services				
78,217	Atos SE	FRA	EUR	6,537,472	0.79
	Marine				
5,569	A.P. Moeller-Maersk AS, B	DNK	DKK	6,905,906	0.83
	Media				
242,954	Comcast Corp., A	USA	USD	10,272,095	1.24
	Metals & Mining				
459,069	Wheaton Precious Metals Corp.	CAN	CAD	11,100,374	1.34
	Multi-Utilities				
539,161	Veolia Environnement SA	FRA	EUR	13,129,286	1.59
	Oil, Gas & Consumable Fuels				
2,203,981	BP PLC	GBR	GBP	15,355,015	1.86
443,109	Royal Dutch Shell PLC, B	GBR	GBP	14,523,965	1.75
506,632	Eni SpA	ITA	EUR	8,412,539	1.02
225,909	Apache Corp.	USA	USD	6,544,584	0.79
74,246	Exxon Mobil Corp.	USA	USD	5,689,471	0.69
94,859	Total SA	FRA	EUR	5,313,839	0.64
4,554,158	Kunlun Energy Co. Ltd.	CHN	HKD	3,969,946	0.48
271,734	Husky Energy Inc.	CAN	CAD	2,574,704	0.31
7,376	Royal Dutch Shell PLC, A	GBR	GBP	240,970	0.03
				62,625,033	7.57
	Pharmaceuticals				
83,355	Allergan PLC	USA	USD	13,956,128	1.69
375,425	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	13,311,536	1.61
143,770	Sanofi	FRA	EUR	12,407,104	1.50
41,253	Roche Holding AG	CHE	CHF	11,603,396	1.40
99,210	Bayer AG	DEU	EUR	6,873,233	0.83
533,416	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	4,923,430	0.59
				63,074,827	7.62
	Real Estate Management & Development				
64,056	Jones Lang LaSalle Inc.	USA	USD	9,012,039	1.09
243,500	Mitsui Fudosan Co. Ltd.	JPN	JPY	5,900,053	0.71
				14,912,092	1.80
	Semiconductors & Semiconductor Equipment				
89,981	NXP Semiconductors NV	NLD	USD	8,783,045	1.06
	Software				
241,048	Oracle Corp.	USA	USD	13,732,505	1.66
	Specialty Retail				
2,317,738	Kingfisher PLC	GBR	GBP	6,325,391	0.76
	Technology Hardware, Storage & Peripherals				
315,266	Samsung Electronics Co. Ltd.	KOR	KRW	12,807,494	1.55

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
3,105,591	Bharti Airtel Ltd.	IND	INR	15,613,533	1.89
8,230,288	Vodafone Group PLC	GBR	GBP	13,516,596	1.63
874,182	China Mobile Ltd.	CHN	HKD	7,961,707	0.96
63,884	SoftBank Group Corp.	JPN	JPY	3,060,294	0.37
				40,152,130	4.85
	TOTAL SHARES			542,242,801	65.53
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			542,242,801	65.53
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Government and Municipal Bonds				
57,670	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	15,834,016	1.91
688,200,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	10,772,351	1.30
34,410	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	10,108,117	1.22
1,667,200	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	8,649,535	1.05
1,439,200	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	7,313,811	0.88
491,700,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	7,039,377	0.85
367,900,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	5,467,677	0.66
6,188,500,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	5,335,480	0.65
5,428,400,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	4,939,495	0.60
92,000,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	4,772,561	0.58
5,290,540,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	4,612,012	0.56
11,470	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	3,282,358	0.40
215,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	3,240,809	0.39
9,323,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	3,214,984	0.39
207,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	3,128,987	0.38
505,300	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,583,585	0.31
403,900	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	2,150,373	0.26
2,004,400,000	Korea Treasury Bond, senior note, 3.00%, 09/10/24	KOR	KRW	1,857,602	0.22
94,150,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	1,594,858	0.19
269,600	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	1,567,055	0.19
101,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	1,524,902	0.18
91,823,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	1,512,893	0.18
5,200	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	1,278,010	0.15
81,000,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	1,231,423	0.15
67,086,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	1,073,093	0.13
2,762,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	1,040,680	0.13
67,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	979,385	0.12
1,040,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	904,577	0.11
51,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	750,414	0.09
1,926,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	640,418	0.08
1,208,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	423,608	0.05
1,237,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	406,202	0.05
18,591,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	375,973	0.05
994,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	310,715	0.04
1,070,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	194,973	0.02
1,070,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	193,901	0.02
360,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	67,232	0.01
360,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	65,358	0.01
				120,438,800	14.56
	Securities Maturing Within One Year				
12,122,740	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	5,983,503	0.72
5,130,000,000	Korea Treasury Bond, senior note, 1.25%, 12/10/19	KOR	KRW	4,429,424	0.54
762,700	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	3,979,393	0.48
6,940,560	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	3,465,672	0.42
6,568,930	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	3,220,380	0.39
2,401,290,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	2,082,979	0.25
2,015,000,000	Korea Monetary Stabilization Bond, senior note, 2.06%, 12/02/19	KOR	KRW	1,745,333	0.21
2,016,000,000	Korea Monetary Stabilization Bond, senior note, 1.80%, 09/09/19	KOR	KRW	1,743,319	0.21
47,258,700	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	1,488,688	0.18
1,520,000,000	Korea Monetary Stabilization Bond, senior note, 1.87%, 11/09/19	KOR	KRW	1,315,265	0.16

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,350,000,000	Korea Monetary Stabilization Bond, senior note, 0.00%, 09/17/19	KOR	KRW	1,162,986	0.14
846,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	735,206	0.09
14,844,900	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	378,461	0.05
12,035,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	322,017	0.04
330,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	285,621	0.03
257,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	222,633	0.03
302,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	94,476	0.01
1,259,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	37,551	0.00
29,000	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	757	0.00
				32,693,664	3.95
	TOTAL BONDS			153,132,464	18.51
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			153,132,464	18.51
	TOTAL INVESTMENTS			695,375,265	84.04

† Floating Rates are indicated as at June 30, 2019

Schedule of Investments

As of June 30, 2019

Templeton Global Bond Fund

(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				
795,407,720,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	693,394,294	4.55
2,219,520	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	662,923,855	4.35
1,658,919	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	474,731,133	3.11
71,269,800	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	369,752,053	2.43
407,303,000,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	351,160,558	2.30
65,692,600	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	333,840,489	2.19
344,550,300,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	313,518,618	2.06
952,328	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	279,751,305	1.84
3,639,789,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	265,239,068	1.74
17,094,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	257,666,947	1.69
944,953	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	232,242,112	1.52
2,310,430,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	178,243,667	1.17
2,258,246,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	169,981,790	1.11
590,250	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	162,060,477	1.06
9,658,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	151,176,065	0.99
9,881,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	149,183,754	0.98
1,646,800,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	138,866,245	0.91
26,924,300	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	137,663,188	0.90
7,882,350,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	129,871,056	0.85
8,513,700,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	126,529,387	0.83
1,654,103,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	124,155,813	0.81
7,795,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	118,268,069	0.78
7,915,400,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	113,320,078	0.74
6,975,100,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	102,631,591	0.67
1,800,600,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	93,407,315	0.61
247,187,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	93,136,329	0.61
394,870	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	91,277,313	0.60
468,790,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	85,422,085	0.56
468,790,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	84,952,000	0.56
4,715,255,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	79,874,252	0.52
4,910,100,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	78,540,859	0.52
975,674,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	73,219,553	0.48
80,970,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	70,426,556	0.46
4,317,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	65,255,259	0.43
4,151,400,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	63,112,720	0.41
9,978,900	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	53,127,890	0.35
8,646,500	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	50,257,930	0.33
601,537,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	47,403,401	0.31
2,898,000,000	Government of India, senior bond, 9.15%, 11/14/24	IND	INR	46,142,297	0.30
139,388,600,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	43,571,622	0.29
456,738,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	37,544,503	0.25
2,385,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	36,342,973	0.24
436,318,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	31,114,404	0.20
156,260,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	29,182,548	0.19
156,260,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	28,369,104	0.19
1,789,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	27,086,420	0.18
357,293,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	24,359,915	0.16
68,795,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	22,875,142	0.15
69,274,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	22,747,981	0.15
4,102,089	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	21,108,438	0.14
59,093,700,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	20,722,341	0.14
1,023,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	14,953,901	0.10
181,396,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	14,051,370	0.09
132,795,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	11,011,335	0.07
126,260,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	10,073,982	0.07
367,385,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	7,429,779	0.05
17,991,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	5,860,093	0.04
214,800,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	4,896,408	0.03
96,540,000	Government of the Philippines, senior note, 3.375%, 08/20/20	PHL	PHP	1,860,284	0.01
4,346,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	1,706,904	0.01
4,920,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	865,376	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
2,728,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	824,912	0.01
4,760,000,000	Government of Indonesia, senior bond, FR52, 10.50%, 08/15/30	IDN	IDR	410,517	0.00
1,220,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	245,120	0.00
1,170,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	207,202	0.00
870,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	172,335	0.00
460,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	91,869	0.00
320,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	58,563	0.00
250,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	44,767	0.00
				7,531,517,479	49.40
	Securities Maturing Within One Year				
126,133,900	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	647,966,696	4.25
485,400,000	FHLB, 0.00%, 07/12/19	USA	USD	485,075,185	3.18
383,500,000	FHLB, 0.00%, 07/03/19	USA	USD	383,453,340	2.52
336,410,000	U.S. Treasury Bill, 0.00%, 08/29/19	USA	USD	335,256,322	2.20
333,000,000	FHLB, 0.00%, 07/08/19	USA	USD	332,858,199	2.18
305,000,000	FHLB, 0.00%, 07/09/19	USA	USD	304,851,566	2.00
1,133,170	Letra Tesouro Nacional, Strip, 07/01/19	BRA	BRL	294,716,440	1.93
334,237,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	289,541,959	1.90
286,500,000	FHLB, 0.00%, 07/10/19	USA	USD	286,343,141	1.88
492,550,240	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	241,469,883	1.59
236,000,000	FHLB, 0.00%, 07/01/19	USA	USD	236,000,000	1.55
43,992,100	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	229,529,129	1.51
454,658,710	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	224,409,003	1.47
205,000,000	FHLB, 0.00%, 07/11/19	USA	USD	204,875,292	1.34
204,621,000,000	Korea Treasury Bond, senior note, 1.25%, 12/10/19	KOR	KRW	176,677,015	1.16
157,000,000	FHLB, 0.00%, 07/05/19	USA	USD	156,961,797	1.03
306,269,750	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	156,724,042	1.03
152,690,000,000	Korea Monetary Stabilization Bond, senior note, 0.00%, 09/17/19	KOR	KRW	131,537,976	0.86
146,345,930,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	126,946,562	0.83
113,000,000	FHLB, 0.00%, 07/02/19	USA	USD	112,993,126	0.74
226,187,220	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	112,943,438	0.74
3,451,434,100	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	108,723,018	0.71
117,460,000,000	Korea Monetary Stabilization Bond, senior note, 1.87%, 11/09/19	KOR	KRW	101,638,831	0.67
113,130,000,000	Korea Treasury Bond, senior note, 2.00%, 03/10/20	KOR	KRW	98,124,980	0.64
173,477,780	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	89,902,862	0.59
78,567,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	68,277,654	0.45
2,046,727,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	61,045,994	0.40
67,338,000,000	Korea Monetary Stabilization Bond, senior note, 2.06%, 12/02/19	KOR	KRW	58,326,169	0.38
67,356,000,000	Korea Monetary Stabilization Bond, senior note, 1.80%, 09/09/19	KOR	KRW	58,245,528	0.38
3,415,000,000	Government of India, senior note, 8.27%, 06/09/20	IND	INR	50,482,318	0.33
38,170,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	33,036,841	0.22
453,515,000,000	Government of Indonesia, senior bond, FR36, 11.50%, 09/15/19	IDN	IDR	32,515,665	0.21
33,017,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	28,559,705	0.19
1,080,376,100	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	27,543,487	0.18
758,923,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	20,306,264	0.13
636,390,400	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	16,617,609	0.11
28,833,580	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	14,895,225	0.10
30,528,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	9,550,239	0.06
10,967,000,000	Korea Treasury Bond, senior note, 2.75%, 09/10/19	KOR	KRW	9,501,554	0.06
17,672,240	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	8,933,160	0.06
56,450,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	1,295,134	0.01
21,275,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	686,547	0.01
3,530,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	663,550	0.01
4,685,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	108,552	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
340,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	62,453	0.00
				6,370,173,450	41.79
	TOTAL BONDS			13,901,690,929	91.19
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			13,901,690,929	91.19
	TOTAL INVESTMENTS			13,901,690,929	91.19

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Bond (Euro) Fund

(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				
52,084	Government of Bosnia & Herzegovina, senior bond, B, Reg S, FRN, 0.50%, 12/20/21 †	BIH	DEM	24,034	0.01
	Government and Municipal Bonds				
95,230	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	24,606,859	8.76
18,800,000,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	15,047,534	5.35
213,400,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	14,089,500	5.01
16,663,400,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	12,637,134	4.50
37,788	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	9,927,852	3.53
1,875,600	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	8,559,376	3.05
27,480,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	8,476,393	3.02
1,742,100	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	7,787,400	2.77
28,760	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	7,239,494	2.58
8,674,100,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	6,651,380	2.37
80,000,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	5,933,936	2.11
395,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	5,438,633	1.94
379,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	5,025,173	1.79
105,000,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	4,791,260	1.70
277,163,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	4,016,879	1.43
282,100,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	3,552,499	1.26
55,368,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	3,473,074	1.24
211,200,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	2,760,983	0.98
8,273,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	2,274,764	0.81
458,900	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,063,898	0.73
133,330,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	1,986,673	0.71
134,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	1,781,702	0.63
9,210,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	1,476,211	0.53
9,210,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	1,468,087	0.52
307,900	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	1,441,937	0.51
100,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	1,340,383	0.48
98,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	1,301,498	0.46
17,973,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	1,299,561	0.46
92,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	1,227,824	0.44
5,770	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	1,173,225	0.42
75,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	998,848	0.36
195,300	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	998,535	0.36
72,200,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	934,468	0.33
66,500,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	889,285	0.32
37,803,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	531,898	0.19
2,195	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	530,118	0.19
3,070,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	504,325	0.18
3,070,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	490,267	0.17
7,618,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	488,314	0.17
28,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	360,026	0.13
380,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	290,732	0.10
3,990,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	280,031	0.10
13,146,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	233,854	0.08
2,092,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	125,461	0.04
5,710,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	114,492	0.04
96,000,000	Korea Treasury Bond, senior note, 3.00%, 09/10/24	KOR	KRW	78,259	0.03
673,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	45,857	0.02
42,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	12,132	0.00
50,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	8,837	0.00
50,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	8,784	0.00
50,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	8,712	0.00
				176,784,357	62.90
	Securities Maturing Within One Year				
33,000,000	U.S. Treasury Bill, 0.00%, 10/10/19	USA	USD	28,858,083	10.27
2,181,600	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	9,858,091	3.51
16,666,820	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	7,597,649	2.70
12,962,250	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	5,627,714	2.00
12,705,920	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	5,479,178	1.95

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Bond (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
9,310,060	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	4,257,596	1.52
823,400	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	3,778,947	1.34
8,266,680	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	3,720,998	1.32
7,255,590	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	3,186,856	1.13
83,787,300	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	2,321,651	0.83
1,680,000,000	Korea Monetary Stabilization Bond, senior note, 0.00%, 09/17/19	KOR	KRW	1,273,053	0.45
41,230,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	1,081,701	0.39
35,729,900	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	801,258	0.29
1,159,790	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	527,017	0.19
620,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	473,944	0.17
550,000,000	Korea Monetary Stabilization Bond, senior note, 1.87%, 11/09/19	KOR	KRW	418,629	0.15
17,204,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	404,910	0.14
420,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	319,759	0.11
13,376,400	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	307,242	0.11
379,000,000	Korea Treasury Bond, senior note, 1.25%, 12/10/19	KOR	KRW	287,850	0.10
616,500	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	274,122	0.10
139,000,000	Korea Monetary Stabilization Bond, senior note, 2.06%, 12/02/19	KOR	KRW	105,905	0.04
139,000,000	Korea Monetary Stabilization Bond, senior note, 1.80%, 09/09/19	KOR	KRW	105,730	0.04
126,480,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	96,507	0.03
93,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	70,866	0.03
1,110,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	22,401	0.01
415,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	11,780	0.00
50,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	8,267	0.00
61,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	1,243	0.00
				81,278,947	28.92
	TOTAL BONDS			258,087,338	91.83
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			258,087,338	91.83
	TOTAL INVESTMENTS			258,087,338	91.83

† Floating Rates are indicated as at June 30, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Climate Change Fund

(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				
139,300	United Parcel Service Inc., B	USA	USD	12,653,834	2.04
	Auto Components				
117,065	Cie Generale des Etablissements Michelin SCA	FRA	EUR	13,058,601	2.11
	Banks				
1,633,374	Standard Chartered PLC	GBR	GBP	13,031,335	2.10
305,098	BNP Paribas SA	FRA	EUR	12,742,418	2.06
1,161,758	ING Groep NV	NLD	EUR	11,845,285	1.91
1,405,200	HSBC Holdings PLC	GBR	HKD	10,252,727	1.66
122,880	Citigroup Inc.	USA	USD	7,569,412	1.22
				55,441,177	8.95
	Beverages				
187,400	Suntory Beverage & Food Ltd.	JPN	JPY	7,162,699	1.16
	Building Products				
368,200	Resideo Technologies Inc.	USA	USD	7,099,392	1.14
176,905	Compagnie de Saint-Gobain	FRA	EUR	6,063,419	0.98
				13,162,811	2.12
	Capital Markets				
403,807	UBS Group AG	CHE	CHF	4,219,672	0.68
	Chemicals				
437,695	Johnson Matthey PLC	GBR	GBP	16,276,791	2.62
226,200	Albemarle Corp.	USA	USD	14,009,537	2.26
341,546	Umicore SA	BEL	EUR	9,631,597	1.55
208,078	Novozymes AS	DNK	DKK	8,532,940	1.38
65,625	Lenzing AG	AUT	EUR	6,431,250	1.04
201,399	Recticel SA	BEL	EUR	1,597,094	0.26
				56,479,209	9.11
	Communications Equipment				
3,935,661	Sterlite Technologies Ltd.	IND	INR	8,814,163	1.42
	Construction & Engineering				
937,465	Arcadis NV	NLD	EUR	15,655,665	2.53
	Containers & Packaging				
932,742	Billerudkorsnas AB	SWE	SEK	10,916,341	1.76
	Diversified Telecommunication Services				
5,912,982	Singapore Telecommunications Ltd.	SGP	SGD	13,452,202	2.17
	Electric Utilities				
220,440	Orsted AS	DNK	DKK	16,762,622	2.71
	Electrical Equipment				
1,227,032	Siemens Gamesa Renewable Energy SA	ESP	EUR	17,939,208	2.90
684,312	Signify NV	NLD	EUR	17,792,112	2.87
968,837	Prysmian SpA	ITA	EUR	17,584,391	2.84
226,710	Vestas Wind Systems AS	DNK	DKK	17,221,180	2.78
345,174	ABB Ltd.	CHE	CHF	6,091,431	0.98
				76,628,322	12.37
	Electronic Equipment, Instruments & Components				
227,279	Landis+Gyr Group AG	CHE	CHF	15,918,661	2.57
	Equity Real Estate Investment Trusts (REITs)				
90,900	Simon Property Group Inc.	USA	USD	12,774,055	2.06

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Climate Change Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food Products				
267,800	Kellogg Co.	USA	USD	12,619,119	2.04
1,542,535	Scandi Standard AB	SWE	SEK	9,351,641	1.51
717,345	Kaveri Seed Co. Ltd.	IND	INR	4,219,741	0.68
				26,190,501	4.23
	Hotels, Restaurants & Leisure				
78,486	Sodexo SA	FRA	EUR	8,068,361	1.30
	Household Durables				
1,956,600	Panasonic Corp.	JPN	JPY	14,327,895	2.31
102,500	Rinnai Corp.	JPN	JPY	5,728,118	0.93
				20,056,013	3.24
	Household Products				
63,800	The Procter & Gamble Co.	USA	USD	6,153,556	0.99
	Independent Power and Renewable Electricity Producers				
787,922	Azure Power Global Ltd.	IND	USD	7,311,938	1.18
18,808,240	NHPC Ltd.	IND	INR	5,950,623	0.96
				13,262,561	2.14
	Industrial Conglomerates				
154,476	Siemens AG	DEU	EUR	16,158,190	2.61
	Interactive Media & Services				
5,820	Alphabet Inc., A	USA	USD	5,543,296	0.89
	Leisure products				
873,500	Giant Manufacturing Co. Ltd.	TWN	TWD	6,027,159	0.97
	Metals & Mining				
410,800	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	10,788,198	1.74
	Multi-Utilities				
735,330	Veolia Environnement SA	FRA	EUR	15,750,768	2.54
1,602,927	E.ON SE	DEU	EUR	15,309,556	2.47
				31,060,324	5.01
	Oil, Gas & Consumable Fuels				
662,100	Pinnacle Renewable Energy Inc.	CAN	CAD	4,322,134	0.70
	Pharmaceuticals				
177,868	Sanofi	FRA	EUR	13,501,960	2.18
413,491	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	12,896,381	2.08
615,800	Astellas Pharma Inc.	JPN	JPY	7,711,619	1.24
808,761	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	6,566,270	1.06
				40,676,230	6.56
	Semiconductors & Semiconductor Equipment				
396,500	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	13,661,349	2.21
626,413	Infineon Technologies AG	DEU	EUR	9,740,722	1.57
				23,402,071	3.78
	Software				
268,540	Oracle Corp.	USA	USD	13,457,117	2.17
	Specialty Retail				
4,689,517	Kingfisher PLC	GBR	GBP	11,257,655	1.82
	Technology Hardware, Storage & Peripherals				
387,604	Samsung Electronics Co. Ltd.	KOR	KRW	13,850,712	2.24
18,930	Apple Inc.	USA	USD	3,295,620	0.53
				17,146,332	2.77
	Textiles, Apparel & Luxury Goods				
584,600	Asics Corp.	JPN	JPY	5,565,794	0.90

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Climate Change Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
6,969,348	Vodafone Group PLC	GBR	GBP	10,067,955	1.62
766,000	China Mobile Ltd.	CHN	HKD	6,136,630	0.99
				16,204,585	2.61
	TOTAL SHARES			608,440,111	98.19
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			608,440,111	98.19
	TOTAL INVESTMENTS			608,440,111	98.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Currency Fund

(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				
5,192,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	389,634	4.44
	Securities Maturing Within One Year				
630,000	U.S. Treasury Bill, 0.00%, 08/29/19	USA	USD	627,839	7.16
1,236,680	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	610,397	6.96
17,400,000	Government of Thailand, senior bond, 5.50%, 08/13/19	THA	THB	569,534	6.50
2,045	Letra Tesouro Nacional, Strip, 10/01/19	BRA	BRL	523,643	5.97
500,000	U.S. Treasury Bill, 0.00%, 10/31/19	USA	USD	496,598	5.67
14,293,200	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	450,248	5.14
6,250,000,000	Government of Indonesia, senior bond, FR36, 11.50%, 09/15/19	IDN	IDR	448,106	5.11
1,700	Brazil Letras do Tesouro Nacional, Strip, 04/01/20	BRA	BRL	423,488	4.83
1,345,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	420,764	4.80
601,890	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	311,922	3.56
1,040	Letra Tesouro Nacional, Strip, 07/01/19	BRA	BRL	270,485	3.09
1,000	Letra Tesouro Nacional, Strip, 01/01/20	BRA	BRL	252,494	2.88
250,000	U.S. Treasury Bill, 0.00%, 10/10/19	USA	USD	248,540	2.84
331,520	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	162,526	1.85
292,970	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	152,313	1.74
281,830	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	140,728	1.61
243,380	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	124,542	1.42
1,915,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	51,239	0.58
89,120	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	45,049	0.51
80,000	Mexico Treasury Bill, 0.00%, 10/24/19	MEX	MXN	40,611	0.46
908,700	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	23,167	0.26
18,900	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	9,764	0.11
				6,403,997	73.05
	TOTAL BONDS			6,793,631	77.49
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			6,793,631	77.49
	TOTAL INVESTMENTS			6,793,631	77.49

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Equity Income Fund

(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				
190,984	BAE Systems PLC	GBR	GBP	1,201,544	1.25
	Air Freight & Logistics				
17,859	United Parcel Service Inc., B	USA	USD	1,844,299	1.92
	Banks				
47,129	Citigroup Inc.	USA	USD	3,300,444	3.44
52,304	BNP Paribas SA	FRA	EUR	2,483,422	2.59
37,787	Wells Fargo & Co.	USA	USD	1,788,081	1.87
147,322	Credit Agricole SA	FRA	EUR	1,766,108	1.84
124,050	UniCredit SpA	ITA	EUR	1,526,750	1.59
175,606	HSBC Holdings PLC	GBR	GBP	1,464,958	1.53
144,690	Standard Chartered PLC	GBR	GBP	1,312,336	1.37
11,702	JPMorgan Chase & Co.	USA	USD	1,308,284	1.36
35,972	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	1,269,796	1.32
103,437	ING Groep NV	NLD	EUR	1,198,972	1.25
622,641	Barclays PLC	GBR	GBP	1,184,503	1.24
29,135	KB Financial Group Inc.	KOR	KRW	1,154,632	1.20
186,840	Bank of Ireland Group PLC	IRL	EUR	976,232	1.02
149,789	Bangkok Bank PCL, fgn.	THA	THB	971,261	1.01
				21,705,779	22.63
	Biotechnology				
23,286	Gilead Sciences Inc.	USA	USD	1,573,202	1.64
8,492	Amgen Inc.	USA	USD	1,564,906	1.63
				3,138,108	3.27
	Building Products				
52,342	Compagnie de Saint-Gobain	FRA	EUR	2,039,534	2.13
	Capital Markets				
138,914	UBS Group AG	CHE	CHF	1,650,266	1.72
16,730	Amundi SA	FRA	EUR	1,167,797	1.22
577,012	Man Group PLC	GBR	GBP	1,141,666	1.19
33,950	Flow Traders	NLD	EUR	991,147	1.03
				4,950,876	5.16
	Chemicals				
17,813	LyondellBasell Industries NV, A	USA	USD	1,534,234	1.60
618,298	PTT Global Chemical PCL, fgn.	THA	THB	1,289,380	1.34
				2,823,614	2.94
	Construction Materials				
65,231	CRH PLC	IRL	EUR	2,127,589	2.22
	Diversified Telecommunication Services				
1,077,821	Singapore Telecommunications Ltd.	SGP	SGD	2,787,640	2.91
432,154	Telefonica Deutschland Holding AG	DEU	EUR	1,207,110	1.26
16,292	Verizon Communications Inc.	USA	USD	930,762	0.97
				4,925,512	5.14
	Electronic Equipment, Instruments & Components				
37,379	Knowles Corp.	USA	USD	684,410	0.71
	Health Care Equipment & Supplies				
3,434	Alcon Inc.	CHE	CHF	211,994	0.22
	Household Durables				
149,155	Panasonic Corp.	JPN	JPY	1,241,713	1.30
	Industrial Conglomerates				
20,610	Siemens AG	DEU	EUR	2,450,828	2.55
98,000	CK Hutchison Holdings Ltd.	HKG	HKD	965,931	1.01
				3,416,759	3.56
	Insurance				
82,505	AXA SA	FRA	EUR	2,166,683	2.26

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Equity Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Media				
1,339,269	Sky Network Television Ltd.	NZL	NZD	1,061,354	1.11
50,488	SES SA, IDR	LUX	EUR	789,213	0.82
				1,850,567	1.93
	Multi-Utilities				
115,734	Veolia Environnement SA	FRA	EUR	2,818,277	2.94
	Oil, Gas & Consumable Fuels				
109,868	Royal Dutch Shell PLC, A	GBR	EUR	3,585,978	3.74
503,293	BP PLC	GBR	GBP	3,506,415	3.66
58,476	Total SA	FRA	EUR	3,275,725	3.41
185,419	Eni SpA	ITA	EUR	3,078,851	3.21
13,143	Exxon Mobil Corp.	USA	USD	1,007,148	1.05
721,737	Kunlun Energy Co. Ltd.	CHN	HKD	629,152	0.66
				15,083,269	15.73
	Pharmaceuticals				
9,705	Roche Holding AG	CHE	CHF	2,729,764	2.85
30,579	Sanofi	FRA	EUR	2,638,915	2.75
62,825	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	2,227,601	2.32
9,962	Allergan PLC	USA	USD	1,667,938	1.74
17,173	Novartis AG	CHE	CHF	1,568,776	1.64
105,432	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	973,138	1.01
				11,806,132	12.31
	Semiconductors & Semiconductor Equipment				
45,433	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	1,779,611	1.86
	Specialty Retail				
615,983	Kingfisher PLC	GBR	GBP	1,681,093	1.75
	Wireless Telecommunication Services				
1,290,267	Vodafone Group PLC	GBR	GBP	2,119,004	2.21
211,378	China Mobile Ltd.	CHN	HKD	1,925,148	2.01
10,534	SoftBank Group Corp.	JPN	JPY	504,620	0.52
				4,548,772	4.74
	TOTAL SHARES			92,046,135	95.97
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			92,046,135	95.97
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Semiconductors & Semiconductor Equipment				
43,530	Credit Suisse AG/London into CommScope Holding Co. Inc., 4.00%, cvt. pfd., 144A	USA	USD	698,026	0.73
	TOTAL SHARES			698,026	0.73
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			698,026	0.73
	TOTAL INVESTMENTS			92,744,161	96.70

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global High Yield Fund

(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				
	Oil, Gas & Consumable Fuels				
16,149	Goodrich Petroleum Corp.	USA	USD	209,776	0.15
16,245	Birch Permian Holdings Inc.	USA	USD	180,726	0.14
32,703	Halcon Resources Corp.	USA	USD	5,782	0.00
170	Midstates Petroleum Co. Inc.	USA	USD	1,001	0.00
				397,285	0.29
	Paper & Forest Products				
1,942	Verso Corp., A	USA	USD	36,995	0.03
	TOTAL SHARES			434,280	0.32
	WARRANTS				
	Oil, Gas & Consumable Fuels				
2,912	Halcon Resources Corp., wts., 09/09/20	USA	USD	23	0.00
	TOTAL WARRANTS			23	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			434,303	0.32
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Paper & Forest Products				
204	Verso Corp., wts., 07/25/23	USA	USD	816	0.00
	TOTAL WARRANTS			816	0.00
	BONDS				
	Corporate Bonds				
1,500,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	1,635,000	1.20
1,000,000	Bausch Health Americas Inc., senior note, 144A, 9.25%, 04/01/26	USA	USD	1,121,300	0.82
1,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 06/01/29	USA	USD	1,035,000	0.76
800,000	United Rentals North America Inc., senior bond, 5.875%, 09/15/26	USA	USD	855,000	0.63
800,000	Centene Corp., senior note, 144A, 5.375%, 06/01/26	USA	USD	843,000	0.62
800,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	843,000	0.62
800,000	CSC Holdings LLC, senior secured note, first lien, 144A, 5.50%, 05/15/26	USA	USD	840,960	0.62
800,000	Archrock Partners LP/Archrock Partners Finance Corp., senior note, 144A, 6.875%, 04/01/27	USA	USD	840,080	0.62
800,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 07/15/26	USA	USD	832,000	0.61
800,000	Tennant Co., senior note, 5.625%, 05/01/25	USA	USD	830,000	0.61
800,000	Tempo Acquisition LLC/Tempo Acquisition Finance Corp., senior note, 144A, 6.75%, 06/01/25	USA	USD	828,000	0.61
800,000	Adient U.S. LLC, senior secured note, 144A, 7.00%, 05/15/26	USA	USD	824,000	0.61
800,000	CommScope Inc., senior secured note, first lien, 144A, 6.00%, 03/01/26	USA	USD	824,000	0.61
800,000	Symantec Corp., senior note, 144A, 5.00%, 04/15/25	USA	USD	820,467	0.60
800,000	Allison Transmission Inc., senior note, 144A, 5.00%, 10/01/24	USA	USD	819,000	0.60
800,000	Infor (U.S.) Inc., senior note, 6.50%, 05/15/22	USA	USD	817,080	0.60
800,000	Tullow Oil PLC, senior note, 144A, 7.00%, 03/01/25	GHA	USD	807,688	0.59
800,000	The Manitowoc Co. Inc., secured note, second lien, 144A, 9.00%, 04/01/26	USA	USD	802,000	0.59
800,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	796,960	0.59
800,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	792,000	0.58
800,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	776,000	0.57
800,000	BWAY Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	774,000	0.57
800,000	HighPoint Operating Corp., senior note, 8.75%, 06/15/25	USA	USD	772,000	0.57
800,000	Vertiv Group Corp., senior note, 144A, 9.25%, 10/15/24	USA	USD	770,000	0.57
700,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 144A, 9.25%, 02/15/24	USA	USD	761,250	0.56
700,000	Vistra Operations Co. LLC, senior note, 144A, 5.625%, 02/15/27	USA	USD	743,750	0.55
700,000	TransDigm Inc., senior secured note, 144A, 6.25%, 03/15/26	USA	USD	734,125	0.54
700,000	Element Solutions Inc., senior note, 144A, 5.875%, 12/01/25	USA	USD	732,375	0.54
700,000	WellCare Health Plans Inc., senior note, 5.25%, 04/01/25	USA	USD	732,375	0.54
700,000	Hanesbrands Inc., senior note, 144A, 4.625%, 05/15/24	USA	USD	730,240	0.54
700,000	Catalent Pharma Solutions Inc., senior note, 144A, 4.875%, 01/15/26	USA	USD	714,000	0.52
700,000	Terex Corp., senior note, 144A, 5.625%, 02/01/25	USA	USD	709,625	0.52
727,000	Blackboard Inc., secured note, Reg S, 9.75%, 10/15/21	USA	USD	705,190	0.52

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
700,000	MEDNAX Inc., senior note, 144A, 6.25%, 01/15/27	USA	USD	690,375	0.51
700,000	Ashton Woods USA LLC/Ashton Woods Finance Co., senior note, 144A, 6.75%, 08/01/25	USA	USD	665,875	0.49
600,000	St. Marys Cement Inc., senior bond, 144A, 5.75%, 01/28/27	BRA	USD	656,304	0.48
600,000	HCA Inc., senior bond, 5.875%, 05/01/23	USA	USD	653,928	0.48
600,000	Boyne USA Inc., secured note, second lien, 144A, 7.25%, 05/01/25	USA	USD	652,500	0.48
600,000	Aker BP ASA, senior note, 144A, 5.875%, 03/31/25	NOR	USD	635,054	0.47
600,000	Stevens Holding Co. Inc., senior note, 144A, 6.125%, 10/01/26	USA	USD	634,500	0.47
600,000	Multi-Color Corp., senior note, 144A, 4.875%, 11/01/25	USA	USD	632,250	0.46
600,000	Novelis Corp., senior note, 144A, 6.25%, 08/15/24	USA	USD	630,576	0.46
700,000	Chesapeake Energy Corp., senior note, 7.50%, 10/01/26	USA	USD	626,500	0.46
600,000	Cheniere Energy Partners LP, senior secured note, first lien, 5.25%, 10/01/25	USA	USD	622,500	0.46
600,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 08/15/26	GBR	USD	622,500	0.46
600,000	FirstCash Inc., senior note, 144A, 5.375%, 06/01/24	USA	USD	619,500	0.45
600,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	619,089	0.45
600,000	AMC Networks Inc., senior note, 5.00%, 04/01/24	USA	USD	617,250	0.45
700,000	West Corp., senior note, 144A, 8.50%, 10/15/25	USA	USD	616,000	0.45
600,000	Aircastle Ltd., senior note, 4.125%, 05/01/24	USA	USD	614,658	0.45
600,000	Eagle Holdings Co. II LLC, senior note, 144A, PIK, 7.625%, 05/15/22 ‡	USA	USD	604,500	0.44
600,000	Petra Diamonds U.S. Treasury PLC, secured note, second lien, 144A, 7.25%, 05/01/22	ZAF	USD	593,727	0.44
700,000	Talen Energy Supply LLC, senior note, 6.50%, 06/01/25	USA	USD	589,750	0.43
600,000	SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., senior note, 144A, 7.50%, 06/15/25	USA	USD	588,000	0.43
600,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 7.75%, 04/15/23	USA	USD	576,000	0.42
688,666	EnQuest PLC, senior note, 144A, PIK, 7.00%, 04/15/22 ‡	GBR	USD	561,766	0.41
500,000	Cheniere Corpus Christi Holdings LLC, senior secured note, first lien, 5.875%, 03/31/25	USA	USD	558,125	0.41
500,000	Qorvo Inc., senior note, 5.50%, 07/15/26	USA	USD	530,400	0.39
500,000	Hughes Satellite Systems Corp., senior bond, 6.625%, 08/01/26	USA	USD	526,875	0.39
500,000	Lamb Weston Holdings Inc., senior note, 144A, 4.875%, 11/01/26	USA	USD	522,500	0.38
500,000	T-Mobile USA Inc., senior note, 5.125%, 04/15/25	USA	USD	522,265	0.38
500,000	Harsco Corp., senior note, 144A, 5.75%, 07/31/27	USA	USD	521,930	0.38
500,000	Studio City Finance Ltd., senior note, 144A, 7.25%, 02/11/24	MAC	USD	521,500	0.38
500,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 08/01/24	USA	USD	519,230	0.38
500,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	516,250	0.38
500,000	EnLink Midstream LLC, senior bond, 5.375%, 06/01/29	USA	USD	513,750	0.38
500,000	Nexstar Escrow Corp., senior note, 144A, 5.625%, 07/15/27	USA	USD	513,750	0.38
500,000	Altice Luxembourg SA, senior note, 144A, 10.50%, 05/15/27	LUX	USD	512,787	0.38
500,000	Ascend Learning LLC, senior note, 144A, 6.875%, 08/01/25	USA	USD	511,250	0.38
500,000	Clearway Energy Operating LLC, senior bond, 5.375%, 08/15/24	USA	USD	511,250	0.38
500,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 5.75%, 04/01/25	USA	USD	508,750	0.37
500,000	Post Holdings Inc., senior bond, 144A, 5.00%, 08/15/26	USA	USD	508,750	0.37
500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	508,487	0.37
500,000	Callon Petroleum Co., senior note, 6.375%, 07/01/26	USA	USD	505,625	0.37
500,000	Five Point Operating Co. LP/Five Point Capital Corp., senior note, 144A, 7.875%, 11/15/25	USA	USD	503,760	0.37
500,000	Eldorado Gold Corp., secured note, second lien, 144A, 9.50%, 06/01/24	CAN	USD	502,500	0.37
500,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	498,125	0.37
500,000	Oceaneering International Inc., senior note, 6.00%, 02/01/28	USA	USD	497,104	0.36
400,000	Netflix Inc., senior bond, 5.875%, 02/15/25	USA	USD	442,000	0.32
500,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 6.75%, 06/15/23	USA	USD	441,250	0.32
400,000	DKT Finance ApS, senior secured note, first lien, 144A, 9.375%, 06/17/23	DNK	USD	434,972	0.32
400,000	CNO Financial Group Inc., senior note, 5.25%, 05/30/29	USA	USD	434,000	0.32
400,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.875%, 08/15/23	USA	USD	432,920	0.32
400,000	Avantor Inc., senior secured note, first lien, 144A, 6.00%, 10/01/24	USA	USD	426,600	0.31
400,000	CSC Holdings LLC, senior bond, 144A, 5.50%, 04/15/27	USA	USD	421,000	0.31
400,000	Sunoco LP/Sunoco Finance Corp., senior note, 144A, 6.00%, 04/15/27	USA	USD	421,000	0.31
400,000	Prestige Brands Inc., senior note, 144A, 6.375%, 03/01/24	USA	USD	420,500	0.31
400,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 6.375%, 03/01/24	USA	USD	419,500	0.31
400,000	DAE Funding LLC, senior note, 144A, 5.00%, 08/01/24	ARE	USD	417,500	0.31
400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 02/15/25	LUX	USD	415,500	0.31
400,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	414,120	0.30
400,000	Diamondback Energy Inc., senior note, 144A, 4.75%, 11/01/24	USA	USD	412,000	0.30

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
400,000	Calpine Corp., senior secured bond, first lien, 144A, 5.875%, 01/15/24	USA	USD	410,000	0.30
400,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	409,500	0.30
400,000	New Enterprise Stone & Lime Co., senior note, 144A, 6.25%, 03/15/26	USA	USD	407,000	0.30
400,000	Amkor Technology Inc., senior note, 144A, 6.625%, 09/15/27	USA	USD	399,540	0.29
400,000	Neon Holdings Inc., senior note, 144A, 10.125%, 04/01/26	USA	USD	395,000	0.29
400,000	NCI Building Systems Inc., senior secured note, 144A, 8.00%, 04/15/26	USA	USD	391,000	0.29
400,000	Rain CII Carbon LLC/CII Carbon Corp., senior note, second lien, 144A, 7.25%, 04/01/25	USA	USD	372,000	0.27
491,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	355,975	0.26
523,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	355,640	0.26
400,000	New Gold Inc., senior note, 144A, 6.375%, 05/15/25	CAN	USD	334,000	0.25
300,000	HCA Inc., senior bond, 5.875%, 02/01/29	USA	USD	329,250	0.24
300,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.50%, 02/15/24	IRL	USD	323,220	0.24
300,000	Avolon Holdings Funding Ltd., senior note, 144A, 5.25%, 05/15/24	IRL	USD	320,520	0.24
300,000	Stars Group Holdings BV/Stars Group U.S. Co-Borrower LLC, senior note, 144A, 7.00%, 07/15/26	CAN	USD	318,000	0.23
300,000	Springleaf Finance Corp., senior note, 6.625%, 01/15/28	USA	USD	315,750	0.23
300,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.25%, 06/01/26	USA	USD	315,372	0.23
300,000	T-Mobile USA Inc., senior note, 6.00%, 04/15/24	USA	USD	313,500	0.23
300,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	312,300	0.23
300,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 5.70%, 01/11/25	MEX	USD	311,614	0.23
300,000	Jaguar Holding Co. II/Pharmaceutical Product Development LLC, senior note, 144A, 6.375%, 08/01/23	USA	USD	311,250	0.23
300,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 03/15/23	AUS	USD	310,875	0.23
300,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.00%, 06/01/24	USA	USD	310,500	0.23
300,000	Aramark Services Inc., senior bond, 144A, 5.00%, 02/01/28	USA	USD	309,375	0.23
300,000	Tenet Healthcare Corp., senior note, second lien, 144A, 6.25%, 02/01/27	USA	USD	309,375	0.23
300,000	Crown Americas LLC/Crown Americas Capital Corp. VI, senior note, 4.75%, 02/01/26	USA	USD	309,000	0.23
300,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 07/15/24	USA	USD	307,734	0.23
300,000	ARD Finance SA, secured note, PIK, 7.125%, 09/15/23 ‡	LUX	USD	307,500	0.23
300,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 6.25%, 04/01/23	USA	USD	307,500	0.23
300,000	DAE Funding LLC, senior note, 144A, 4.50%, 08/01/22	ARE	USD	305,250	0.22
300,000	Novelis Corp., senior bond, 144A, 5.875%, 09/30/26	USA	USD	304,500	0.22
400,000	Digicel Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	300,000	0.22
300,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	298,125	0.22
285,000	Horizon Pharma USA Inc., senior note, 6.625%, 05/01/23	USA	USD	293,728	0.22
300,000	Clearway Energy Operating LLC, senior bond, 5.00%, 09/15/26	USA	USD	293,250	0.22
300,000	Party City Holdings Inc., senior note, 144A, 6.625%, 08/01/26	USA	USD	291,750	0.21
300,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	289,875	0.21
316,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	239,765	0.18
200,000	Gray Escrow Inc., senior note, 144A, 7.00%, 05/15/27	USA	USD	217,500	0.16
200,000	Navient Corp., senior note, 7.25%, 09/25/23	USA	USD	214,250	0.16
200,000	Navient Corp., senior note, 6.50%, 06/15/22	USA	USD	212,948	0.16
200,000	Netflix Inc., senior bond, 144A, 5.375%, 11/15/29	USA	USD	212,938	0.16
200,000	Cheniere Energy Partners LP, senior note, 144A, 5.625%, 10/01/26	USA	USD	211,500	0.16
200,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.25%, 08/01/26	USA	USD	209,250	0.15
200,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	207,500	0.15
200,000	HAT Holdings I LLC/HAT Holdings II LLC, senior note, 144A, 5.25%, 07/15/24	USA	USD	204,500	0.15
200,000	Navient Corp., senior note, 5.00%, 10/26/20	USA	USD	204,500	0.15
200,000	Altice Luxembourg SA, senior secured note, 144A, 7.75%, 05/15/22	LUX	USD	204,250	0.15
200,000	Jeld-Wen Inc., senior note, 144A, 4.625%, 12/15/25	USA	USD	197,000	0.14
200,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 04/01/23	ZMB	USD	195,500	0.14
200,000	PetSmart Inc., senior secured note, first lien, 144A, 5.875%, 06/01/25	USA	USD	195,000	0.14
200,000	Jeld-Wen Inc., senior bond, 144A, 4.875%, 12/15/27	USA	USD	194,500	0.14
200,000	Blackboard Inc., secured note, second lien, 144A, 9.75%, 10/15/21	USA	USD	194,000	0.14
200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	186,125	0.14
300,000	Weatherford International Ltd., senior note, 8.25%, 06/15/23 ^	USA	USD	158,250	0.12
200,000	Northwest Acquisitions ULC/Dominion Finco Inc., secured note, second lien, 144A, 7.125%, 11/01/22	CAN	USD	138,500	0.10
200,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	135,000	0.10
100,000	Horizon Pharma USA Inc., senior note, 144A, 8.75%, 11/01/24	USA	USD	107,780	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
200,000	Weatherford International Ltd., senior note, 7.75%, 06/15/21 ^	USA	USD	106,500	0.08
100,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	106,280	0.08
100,000	Dell International LLC/EMC Corp., senior note, 144A, 7.125%, 06/15/24	USA	USD	105,573	0.08
100,000	Block Communications Inc., senior note, 144A, 6.875%, 02/15/25	USA	USD	104,750	0.08
200,000	Weatherford International Ltd., senior note, 5.125%, 09/15/20 ^	USA	USD	103,500	0.08
100,000	Dell International LLC/EMC Corp., senior note, 144A, 5.875%, 06/15/21	USA	USD	101,694	0.07
100,000	The Chemours Co., senior note, 5.375%, 05/15/27	USA	USD	95,750	0.07
100,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	95,000	0.07
100,000	MPH Acquisition Holdings LLC, senior note, 144A, 7.125%, 06/01/24	USA	USD	94,270	0.07
378,867	Murray Energy Corp., secured note, 1.5 lien, 144A, PIK, 12.00%, 04/15/24 ‡	USA	USD	78,615	0.06
100,000	Weatherford International Ltd., senior bond, 4.50%, 04/15/22 ^	USA	USD	51,750	0.04
195,000	Digicel Group Two Ltd., senior note, 144A, 8.25%, 09/30/22	BMU	USD	49,319	0.04
57,000	CHS/Community Health Systems Inc., senior note, 144A, 8.125%, 06/30/24	USA	USD	42,893	0.03
500,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23	USA	USD	25,000	0.02
25,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	15,500	0.01
137,553	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	4,127	0.00
641,698	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	802	0.00
				76,143,039	55.96
	Government and Municipal Bonds				
365,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	5,510,785	4.05
67,000,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	5,043,197	3.71
15,107	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	4,512,143	3.32
15,312	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	3,763,247	2.77
7,150	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	1,963,121	1.44
94,218,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	1,507,090	1.11
5,014	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	1,434,851	1.05
82,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	1,236,030	0.91
76,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	1,148,807	0.84
43,969,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	1,002,282	0.74
5,034,000	Government of Ghana, 19.50%, 10/18/21	GHA	GHS	926,947	0.68
2,418,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	911,066	0.67
4,610,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	835,403	0.61
4,320,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	787,183	0.58
2,246,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	737,534	0.54
41,954,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	691,242	0.51
38,318,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	649,089	0.48
1,838,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	633,824	0.47
7,200,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	590,270	0.43
1,740,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	578,570	0.42
6,150,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	490,694	0.36
2,430,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	435,784	0.32
5,280,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	416,084	0.31
4,400,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	361,686	0.27
1,550	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	358,295	0.26
24,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	350,825	0.26
1,000	Notas do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	303,400	0.22
1,540,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	287,605	0.21
1,580,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	286,850	0.21
12,912,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	261,125	0.19
1,020,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	204,936	0.15
32,000	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	166,018	0.12
1,810,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	149,374	0.11
860,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	146,360	0.11
9,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	136,265	0.10
24,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	123,489	0.09
367	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	107,808	0.08
6,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	93,918	0.07
900,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	75,892	0.06
900,000,000	Government of Indonesia, FR45, 9.75%, 05/15/37	IDN	IDR	73,956	0.05
963,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	68,673	0.05
320,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	63,909	0.05
790,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	60,946	0.04
3,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	45,714	0.03

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Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
240,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	43,922	0.03
109,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	35,504	0.03
394,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	26,863	0.02
321,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	23,392	0.02
130,000	Government of Ghana, senior note, 16.25%, 04/07/25	GHA	GHS	21,175	0.02
100,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	19,809	0.01
3,000	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	15,339	0.01
27,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	10,604	0.01
127,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	9,531	0.01
50,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	8,953	0.01
50,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	8,855	0.01
17,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	5,141	0.00
50,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	3,873	0.00
200	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	1,065	0.00
				39,766,313	29.23
	Securities Maturing Within One Year				
412,600	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	2,119,581	1.56
30,152,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	899,318	0.66
13,075,000	Egypt Treasury Bill, 0.00%, 09/03/19	EGY	EGP	759,845	0.56
3,190,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	585,958	0.43
14,040,900	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	442,300	0.32
6,700,000	Egypt Treasury Bill, 0.00%, 08/20/19	EGY	EGP	391,992	0.29
1,870,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	340,275	0.25
4,950,000	Egypt Treasury Bill, 0.00%, 07/02/19	EGY	EGP	296,121	0.22
11,568,600	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	294,934	0.22
4,900,000	Egypt Treasury Bill, 0.00%, 09/17/19	EGY	EGP	282,569	0.21
8,803,500	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	229,879	0.17
300,000	Ferrellgas Partners LP/Ferrellgas Partners Finance Corp., senior note, 8.625%, 06/15/20	USA	USD	224,250	0.16
9,443,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	218,795	0.16
367,240	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	190,926	0.14
3,150,000	Egypt Treasury Bill, 0.00%, 08/13/19	EGY	EGP	186,550	0.14
1,675,000	Egypt Treasury Bill, 0.00%, 08/06/19	EGY	EGP	98,527	0.07
470,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	85,326	0.06
160,230	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	79,086	0.06
1,250,000	Egypt Treasury Bill, 0.00%, 07/09/19	EGY	EGP	74,822	0.05
2,374,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	63,520	0.05
2,343,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	53,756	0.04
240,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	45,114	0.03
139,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	43,484	0.03
49,980	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	24,957	0.02
120,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	21,989	0.02
4,200	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	21,914	0.02
100,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	18,683	0.01
50,000	Ghana Treasury Note, 17.24%, 11/11/19	GHA	GHS	9,185	0.01
14,850	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	7,507	0.00
137,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	4,421	0.00
1,930	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	1,000	0.00
				8,116,584	5.96
	TOTAL BONDS			124,025,936	91.15
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			124,026,752	91.15
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
8,217,950	K2016470219 South Africa Ltd., A **	ZAF	ZAR	5,833	0.01
817,800	K2016470219 South Africa Ltd., B **	ZAF	ZAR	580	0.00
				6,413	0.01
	TOTAL SHARES			6,413	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	WARRANTS				
	Oil, Gas & Consumable Fuels				
1,651	Midstates Petroleum Co. Inc., wts., 04/21/20 **	USA	USD	4	0.00
	TOTAL WARRANTS			4	0.00
	BONDS				
	Corporate Bonds				
1,000,000	Vistra Energy Corp., Escrow Account	USA	USD	2,500	0.00
500,000	Midstates Petroleum Co. Inc./Midstates Petroleum Co. LLC, Escrow Account **	USA	USD	0	0.00
700,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
1,300,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
				2,500	0.00
	TOTAL BONDS			2,500	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			8,917	0.01
	TOTAL INVESTMENTS			124,469,972	91.48

‡ Income may be received in additional securities and/or cash
^ These Bonds are currently in default
† Floating Rates are indicated as at June 30, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Income Fund

(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				
3,680,275	Cobham PLC	GBR	GBP	4,979,897	0.72
	Air Freight & Logistics				
108,100	United Parcel Service Inc., B	USA	USD	11,163,487	1.60
	Banks				
1,440,372	ING Groep NV	NLD	EUR	16,695,817	2.40
301,580	BNP Paribas SA	FRA	EUR	14,319,182	2.06
1,469,609	Standard Chartered PLC	GBR	GBP	13,329,328	1.92
231,200	Wells Fargo & Co.	USA	USD	10,940,384	1.57
111,911	Citigroup Inc.	USA	USD	7,837,127	1.13
164,800	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	5,817,370	0.84
175,531	Hana Financial Group Inc.	KOR	KRW	5,674,330	0.81
140,629	KB Financial Group Inc., ADR	KOR	USD	5,552,033	0.80
799,300	Bangkok Bank PCL, fgn.	THA	THB	5,182,818	0.74
				85,348,389	12.27
	Beverages				
510,000	Kirin Holdings Co. Ltd.	JPN	JPY	10,990,401	1.58
156,600	Suntory Beverage & Food Ltd.	JPN	JPY	6,804,591	0.98
				17,794,992	2.56
	Biotechnology				
107,160	Gilead Sciences Inc.	USA	USD	7,239,730	1.04
	Capital Markets				
192,476	Flow Traders	NLD	EUR	5,619,204	0.81
52,233	Man Group PLC	GBR	GBP	103,347	0.01
				5,722,551	0.82
	Diversified Telecommunication Services				
655,546	Deutsche Telekom AG	DEU	EUR	11,336,857	1.63
4,121,703	Singapore Telecommunications Ltd.	SGP	SGD	10,660,233	1.53
15,926,000	China Telecom Corp. Ltd., H	CHN	HKD	8,011,774	1.15
130,200	Verizon Communications Inc.	USA	USD	7,438,326	1.07
				37,447,190	5.38
	Electronic Equipment, Instruments & Components				
60,335	Landis+Gyr Group AG	CHE	CHF	4,804,185	0.69
	Energy Equipment & Services				
360,542	Tenaris SA	ITA	EUR	4,717,744	0.68
6,390	The Drilling Co. of 1972 AS	DNK	DKK	496,345	0.07
				5,214,089	0.75
	Food & Staples Retailing				
146,400	Walgreens Boots Alliance Inc.	USA	USD	8,003,688	1.15
237,300	The Kroger Co.	USA	USD	5,151,783	0.74
				13,155,471	1.89
	Food Products				
120,700	Kellogg Co.	USA	USD	6,465,899	0.93
108,000	Ezaki Glico Co. Ltd.	JPN	JPY	4,808,013	0.69
				11,273,912	1.62
	Household Durables				
1,222,500	Panasonic Corp.	JPN	JPY	10,177,295	1.46
	Industrial Conglomerates				
1,123,952	CK Hutchison Holdings Ltd.	HKG	HKD	11,078,167	1.59
42,813	Siemens AG	DEU	EUR	5,091,087	0.73
				16,169,254	2.32
	Insurance				
242,865	Prudential PLC	GBR	GBP	5,292,597	0.76
	Interactive Media & Services				
49,600	Baidu Inc., ADR	CHN	USD	5,821,056	0.84

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Marine				
3,195	A.P. Moeller-Maersk AS, B	DNK	DKK	3,961,998	0.57
	Media				
209,300	Comcast Corp., A	USA	USD	8,849,204	1.27
564,972	SES SA, IDR	LUX	EUR	8,831,466	1.27
				17,680,670	2.54
	Metals & Mining				
193,200	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	5,768,047	0.83
	Multi-Utilities				
481,663	Veolia Environnement SA	FRA	EUR	11,729,133	1.69
963,871	E.ON SE	DEU	EUR	10,465,764	1.50
				22,194,897	3.19
	Oil, Gas & Consumable Fuels				
2,294,815	BP PLC	GBR	GBP	15,987,851	2.30
482,295	Royal Dutch Shell PLC, B	GBR	GBP	15,808,380	2.27
929,763	Eni SpA	ITA	EUR	15,438,558	2.22
116,600	Exxon Mobil Corp.	USA	USD	8,935,058	1.28
431,000	Husky Energy Inc.	CAN	CAD	4,083,764	0.59
				60,253,611	8.66
	Pharmaceuticals				
167,953	Sanofi	FRA	EUR	14,494,056	2.08
83,082	Allergan PLC	USA	USD	13,910,419	2.00
149,295	Bayer AG	DEU	EUR	10,343,104	1.49
243,600	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	8,637,385	1.24
73,088	Merck KGaA	DEU	EUR	7,640,965	1.10
25,380	Roche Holding AG	CHE	CHF	7,138,734	1.02
547,447	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	5,052,936	0.73
				67,217,599	9.66
	Real Estate Management & Development				
416,000	Swire Pacific Ltd., A	HKG	HKD	5,112,037	0.74
	Semiconductors & Semiconductor Equipment				
48,200	NXP Semiconductors NV	NLD	USD	4,704,802	0.68
	Software				
142,430	Oracle Corp.	USA	USD	8,114,237	1.17
	Specialty Retail				
2,663,098	Kingfisher PLC	GBR	GBP	7,267,921	1.05
	Technology Hardware, Storage & Peripherals				
231,928	Samsung Electronics Co. Ltd.	KOR	KRW	9,421,937	1.35
	Wireless Telecommunication Services				
1,205,000	China Mobile Ltd.	CHN	HKD	10,974,668	1.58
5,700,131	Vodafone Group PLC	GBR	GBP	9,361,321	1.34
				20,335,989	2.92
	TOTAL SHARES			473,637,840	68.08
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			473,637,840	68.08
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
336,927	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	3,830	0.00
72,624	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	2,179	0.00
175,798	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	220	0.00
				6,229	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
70,245	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	19,286,638	2.77
948,400,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	14,845,245	2.13
677,600,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	9,700,797	1.39
31,854	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	9,357,278	1.35
119,282,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	8,692,330	1.25
507,000,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	7,534,961	1.08
17,060	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	4,882,043	0.70
62,079,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	4,672,786	0.67
914,600	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	4,647,868	0.67
4,349,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	4,639,035	0.67
836,300	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	4,338,775	0.62
233,554,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	3,956,297	0.57
223,026,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	3,674,618	0.53
15,660,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	2,837,834	0.41
33,965,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	2,549,389	0.37
466,300	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,384,179	0.34
12,500,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	2,277,728	0.33
2,569,100,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	2,239,605	0.32
10,780,000	Government of Ghana, senior note, 24.00%, 11/23/20	GHA	GHS	2,096,988	0.30
22,747,000,000	Government of Indonesia, senior bond, FR71, 9.00%, 03/15/29	IDN	IDR	1,781,761	0.26
7,630	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	1,763,735	0.25
111,700,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	1,698,148	0.24
4,558,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	1,598,350	0.23
3,448,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	1,189,023	0.17
70,200,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	1,032,922	0.15
4,310,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	804,920	0.12
4,240,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	769,775	0.11
9,362,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	769,569	0.11
36,100,000	Government of the Philippines, senior note, 3.375%, 08/20/20	PHL	PHP	695,631	0.10
1,762,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	663,895	0.10
3,540,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	634,847	0.09
31,348,000	Government of Argentina, FRN, 52.006%, 04/03/22 †	ARG	ARS	633,964	0.09
3,090,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	620,837	0.09
2,500	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	614,428	0.09
659,500,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	568,595	0.08
2,370,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	433,730	0.06
1,215,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	398,978	0.06
5,295,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	397,364	0.06
60,000	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	319,441	0.05
3,655,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	260,643	0.04
676,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	211,312	0.03
2,816,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	191,992	0.03
10,649,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	170,339	0.03
28,700	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	166,819	0.02
476,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	155,044	0.02
466,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	154,950	0.02
270,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	53,923	0.01
25,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	26,137	0.00
56,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	21,994	0.00
483,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	11,010	0.00
36,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	10,886	0.00
50,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	9,904	0.00
50,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	8,855	0.00
				133,458,115	19.18
	Securities Maturing Within One Year				
1,341,600	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	6,891,978	0.99
13,528,650	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	6,632,342	0.95
667,200	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	3,481,121	0.50
5,387,120	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	2,756,692	0.40
5,336,200	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	2,633,825	0.38
79,448,100	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	2,502,681	0.36
2,860,000,000	Korea Monetary Stabilization Bond, senior note, 0.00%, 09/17/19	KOR	KRW	2,463,807	0.35
65,440,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	1,951,823	0.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,226,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	1,060,490	0.15
2,030,560	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	1,052,314	0.15
1,869,910	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	933,714	0.13
760,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	660,468	0.10
710,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	614,518	0.09
19,692,000	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	502,035	0.07
17,097,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	457,459	0.07
256,180	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	129,497	0.02
331,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	103,549	0.02
460,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	84,496	0.01
116,880	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	60,379	0.01
60,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	11,278	0.00
70,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	1,606	0.00
27,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	871	0.00
35,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	811	0.00
				34,987,754	5.03
	TOTAL BONDS			168,452,098	24.21
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			168,452,098	24.21
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
2,251,354	K2016470219 South Africa Ltd., A **	ZAF	ZAR	1,598	0.00
431,767	K2016470219 South Africa Ltd., B **	ZAF	ZAR	306	0.00
				1,904	0.00
	TOTAL SHARES			1,904	0.00
	WARRANTS				
	Specialty Retail				
13,002,143	Edcon Holdings Ltd., wts., 02/20/49 **	ZAF	EUR	0	0.00
	TOTAL WARRANTS			0	0.00
	BONDS				
	Corporate Bonds				
400,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,904	0.00
	TOTAL INVESTMENTS			642,091,842	92.29

‡ Income may be received in additional securities and/or cash
† Floating Rates are indicated as at June 30, 2019
** These securities are submitted to a Fair Valuation

Schedule of Investments

As of June 30, 2019

Templeton Global Smaller Companies Fund

(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				
19,717	SPDR Russel 2000 U.S. Small Cap UCITS ETF	USA	USD	839,550	0.80
	TOTAL INVESTMENTS FUNDS			839,550	0.80
	SHARES				
	Air Freight & Logistics				
437,694	PostNL NV	NLD	EUR	758,082	0.73
	Auto Components				
150,549	Dometic Group AB	SWE	SEK	1,507,452	1.44
9,130	LCI Industries	USA	USD	821,700	0.79
41,341	Freni Brembo SpA	ITA	EUR	476,095	0.46
				2,805,247	2.69
	Automobiles				
17,130	Winnebago Industries Inc.	USA	USD	662,074	0.64
	Banks				
124,890	Huntington Bancshares Inc.	USA	USD	1,725,980	1.66
151,849	BNK Financial Group Inc.	KOR	KRW	983,066	0.94
252,866	DCB Bank Ltd.	IND	INR	869,536	0.84
35,500	Canadian Western Bank	CAN	CAD	809,609	0.78
112,948	DGB Financial Group Inc.	KOR	KRW	795,656	0.76
9,240	Texas Capital Bancshares Inc.	USA	USD	567,059	0.54
				5,750,906	5.52
	Building Products				
15,880	Simpson Manufacturing Co. Inc.	USA	USD	1,055,385	1.01
91,900	Bunka Shutter Co. Ltd.	JPN	JPY	696,367	0.67
12,760	Patrick Industries Inc.	USA	USD	627,664	0.60
				2,379,416	2.28
	Capital Markets				
65,986	AllianceBernstein Holding LP	USA	USD	1,961,104	1.88
56,009	Janus Henderson Group PLC	GBR	USD	1,198,592	1.15
252,700	Canaccord Genuity Group Inc.	CAN	CAD	1,157,625	1.11
562,434	Man Group PLC	GBR	GBP	1,112,822	1.07
1,002,300	Value Partners Group Ltd.	HKG	HKD	668,444	0.64
18,748	Flow Traders	NLD	EUR	547,335	0.53
				6,645,922	6.38
	Chemicals				
97,140	Ferro Corp.	USA	USD	1,534,812	1.47
45,000	Nihon Parkerizing Co. Ltd.	JPN	JPY	498,331	0.48
211,389	Agrofresh Solutions Inc.	USA	USD	319,197	0.31
				2,352,340	2.26
	Commercial Services & Supplies				
2,900	BrightView Holdings Inc.	USA	USD	54,259	0.05
	Communications Equipment				
28,900	CommScope Holding Co. Inc.	USA	USD	454,597	0.44
	Construction & Engineering				
51,270	Arcadis NV	NLD	EUR	973,381	0.93
68,062	Tutor Perini Corp.	USA	USD	944,020	0.91
13,900	Badger Daylighting Ltd.	CAN	CAD	507,076	0.49
				2,424,477	2.33
	Containers & Packaging				
50,638	Huhtamaki OYJ	FIN	EUR	2,081,652	2.00
43,644	Billerudkorsnas AB	SWE	SEK	580,689	0.56
8,800	Crown Holdings Inc.	USA	USD	537,680	0.51
				3,200,021	3.07
	Diversified Consumer Services				
134,400	OneSpaWorld Holdings Ltd.	BHS	USD	2,083,200	2.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electrical Equipment				
476,289	Johnson Electric Holdings Ltd.	HKG	HKD	1,016,942	0.97
44,900	Idec Corp.	JPN	JPY	841,198	0.81
				1,858,140	1.78
	Electronic Equipment, Instruments & Components				
92,660	Knowles Corp.	USA	USD	1,696,605	1.63
468,000	Tripod Technology Corp.	TWN	TWD	1,661,825	1.59
34,668	Jenoptik AG	DEU	EUR	1,121,280	1.08
63,894	Oxford Instruments PLC	GBR	GBP	1,046,734	1.00
8,142	Landis+Gyr Group AG	CHE	CHF	648,308	0.62
				6,174,752	5.92
	Energy Equipment & Services				
37,600	Shawcor Ltd.	CAN	CAD	525,926	0.50
	Equity Real Estate Investment Trusts (REITs)				
16,700	STORE Capital Corp.	USA	USD	554,273	0.53
	Food & Staples Retailing				
32,600	The North West Co. Inc.	CAN	CAD	743,970	0.71
47,030	SpartanNash Co.	USA	USD	548,840	0.53
				1,292,810	1.24
	Food Products				
41,100	Freshpet Inc.	USA	USD	1,870,461	1.80
612,500	Camil Alimentos SA	BRA	BRL	1,144,055	1.10
19,300	Ezaki Glico Co. Ltd.	JPN	JPY	859,210	0.82
79,100	M. Dias Branco SA	BRA	BRL	801,700	0.77
204,996	Cloetta AB, B	SWE	SEK	666,697	0.64
				5,342,123	5.13
	Household Durables				
67,600	Sonos Inc.	USA	USD	766,584	0.74
51,100	Zojirushi Corp.	JPN	JPY	544,555	0.52
12,899	Bellway PLC	GBR	GBP	456,213	0.44
33,445	Bovis Homes Group PLC	GBR	GBP	438,751	0.42
				2,206,103	2.12
	Insurance				
73,530	United Insurance Holdings Corp.	USA	USD	1,048,538	1.01
	Internet & Direct Marketing Retail				
7,328	zooplus AG	DEU	EUR	998,034	0.96
39,400	Duluth Holdings Inc.	USA	USD	535,446	0.51
				1,533,480	1.47
	Leisure products				
82,603	The Thule Group AB, Reg S	SWE	SEK	2,040,634	1.96
166,455	Technogym SpA	ITA	EUR	1,852,604	1.78
161,000	Giant Manufacturing Co. Ltd.	TWN	TWD	1,262,929	1.21
143,000	Merida Industry Co. Ltd.	TWN	TWD	847,069	0.81
				6,003,236	5.76
	Life Sciences Tools & Services				
20,957	Gerresheimer AG	DEU	EUR	1,542,667	1.48
4,034	Tecan Group AG	CHE	CHF	1,046,043	1.00
				2,588,710	2.48
	Machinery				
265,500	Techtronic Industries Co. Ltd.	HKG	HKD	2,032,334	1.95
20,130	Alamo Group Inc.	USA	USD	2,011,591	1.93
56,969	Interpump Group SpA	ITA	EUR	1,752,547	1.68
42,140	Hillenbrand Inc.	USA	USD	1,667,480	1.60
52,310	Trimas Corp.	USA	USD	1,620,041	1.55
3,959	Bucher Industries AG	CHE	CHF	1,363,928	1.31
27,679	Construcciones y Auxiliar de Ferrocarriles SA	ESP	EUR	1,268,115	1.22
18,210	Hyster-Yale Materials Handling Inc.	USA	USD	1,006,285	0.96
1,209	Rational AG	DEU	EUR	832,230	0.80
361,000	Haitian International Holdings Ltd.	CHN	HKD	749,527	0.72

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Machinery (continued)				
32,900	Morita Holdings Corp.	JPN	JPY	575,185	0.55
14,060	Aalberts NV	NLD	EUR	552,571	0.53
52,000	Tadano Ltd.	JPN	JPY	541,606	0.52
13,310	Nilfisk Holding AS	DNK	DKK	371,783	0.36
				16,345,223	15.68
	Metals & Mining				
37,600	Dowa Holdings Co. Ltd.	JPN	JPY	1,204,860	1.16
	Oil, Gas & Consumable Fuels				
305,000	Gran Tierra Energy Inc.	COL	CAD	477,381	0.46
	Personal Products				
12,622	Kobayashi Pharmaceutical Co. Ltd.	JPN	JPY	902,575	0.87
24,000	Ontex Group NV	BEL	EUR	386,893	0.37
				1,289,468	1.24
	Pharmaceuticals				
61,100	Tsumura & Co.	JPN	JPY	1,702,889	1.63
	Professional Services				
11,500	MEITEC Corp.	JPN	JPY	589,826	0.57
9,500	TechnoPro Holdings Inc.	JPN	JPY	503,988	0.48
12,200	en-japan Inc.	JPN	JPY	474,671	0.46
				1,568,485	1.51
	Real Estate Management & Development				
10,340	Jones Lang LaSalle Inc.	USA	USD	1,454,735	1.40
58,480	Grand City Properties SA	DEU	EUR	1,336,308	1.28
				2,791,043	2.68
	Road & Rail				
94,700	Mullen Group Ltd.	CAN	CAD	686,887	0.66
	Semiconductors & Semiconductor Equipment				
1,774,000	King Yuan Electronics Co. Ltd.	TWN	TWD	1,534,741	1.47
	Specialty Retail				
52,713	Matas AS	DNK	DKK	571,623	0.55
162,500	IDOM Inc.	JPN	JPY	435,564	0.42
22,740	Hibbett Sports Inc.	USA	USD	413,868	0.39
99,225	XXL ASA	NOR	NOK	331,847	0.32
				1,752,902	1.68
	Technology Hardware, Storage & Peripherals				
561,580	Chicony Electronics Co. Ltd.	TWN	TWD	1,385,006	1.33
26,630	Logitech International SA	CHE	USD	1,058,809	1.01
				2,443,815	2.34
	Textiles, Apparel & Luxury Goods				
19,220	Columbia Sportswear Co.	USA	USD	1,925,075	1.85
100,200	Asics Corp.	JPN	JPY	1,084,524	1.04
203,725	Alpargatas SA, pfd.	BRA	BRL	1,081,693	1.04
18,092	CCC SA	POL	PLN	816,869	0.78
719,721	Welspun India Ltd.	IND	INR	599,159	0.57
12,419	Tod's SpA	ITA	EUR	579,707	0.56
13,100	Canada Goose Holdings Inc.	CAN	CAD	506,997	0.49
				6,594,024	6.33
	Trading Companies & Distributors				
337,983	SIG PLC	GBR	GBP	556,700	0.53
	TOTAL SHARES			97,647,050	93.70
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			98,486,600	94.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Smaller Companies Fund

(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				
	Metals & Mining				
896,000	Sakari Resources Ltd. **	IDN	SGD	463,477	0.45
	TOTAL SHARES			463,477	0.45
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			463,477	0.45
	TOTAL INVESTMENTS			98,950,077	94.95

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Global Total Return Fund

(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				
	Diversified Telecommunication Services				
679	Centaur Funding Corp., pfd., 144A, 9.08%, 04/21/20	CYM	USD	716,345	0.01
	TOTAL SHARES			716,345	0.01
	BONDS				
	Asset-Backed Securities				
742,100	Government of Ivory Coast, Reg S, 5.75%, 12/31/32	CIV	USD	722,123	0.01
	Corporate Bonds				
10,637,228	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	319,117	0.00
47,647,396	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	59,559	0.00
4,083,789	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	46,426	0.00
				425,102	0.00
	Government and Municipal Bonds				
843,134,630,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	735,000,084	4.27
35,753,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	538,923,972	3.13
1,655,540	Notas do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	494,474,913	2.88
1,658,218	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	407,542,015	2.37
1,359,720	Notas do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	373,328,034	2.17
71,588,200	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	371,403,931	2.16
70,432,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	357,926,973	2.08
1,210,186	Notas do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	346,317,675	2.01
4,438,261,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	333,132,764	1.94
4,422,642,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	332,899,340	1.94
4,487,967,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	327,047,580	1.90
1,040,844	Notas do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	305,753,340	1.78
14,163,407,100	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	233,358,914	1.36
15,432,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	233,268,277	1.36
11,670,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	176,194,151	1.02
10,792,600,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	168,935,887	0.98
10,724,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	162,707,732	0.95
2,303,079,000,000	Government of Indonesia, senior bond, FR59, 7.00%, 05/15/27	IDN	IDR	160,844,734	0.94
186,187,000,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	160,523,077	0.93
9,130,654,900	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	154,669,096	0.90
9,057,600,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	133,273,487	0.78
8,635,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	131,581,370	0.77
24,650,800	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	126,038,846	0.73
8,040,400,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	119,495,270	0.69
321,198,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	110,763,332	0.64
20,775,800	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	110,610,831	0.64
7,283,000,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	104,266,383	0.61
572,580,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	103,760,354	0.60
112,805,900,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	102,646,116	0.60
550,964,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	100,395,686	0.58
6,275,278,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	100,377,940	0.58
6,477,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	98,065,256	0.57
16,280,700	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	94,631,850	0.55
242,266,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	91,282,171	0.53
77,010,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	82,145,797	0.48
951,650,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	80,247,791	0.47
4,046,200,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	61,513,390	0.36
773,830,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	59,698,973	0.35
212,180	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	49,047,079	0.29
231,430,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	46,498,464	0.27
2,898,000,000	Government of India, senior bond, 9.15%, 11/14/24	IND	INR	46,142,297	0.27
521,916,000,000	Government of Indonesia, senior bond, FR71, 9.00%, 03/15/29	IDN	IDR	40,881,419	0.24
113,925,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	37,410,338	0.22
39,650,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	34,487,007	0.20
2,217,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	32,407,428	0.19
96,525,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	32,095,692	0.19
164,170,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	29,805,169	0.17
158,840,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	29,664,379	0.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Total Return Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
91,446,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	28,585,197	0.17
157,160,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	28,184,316	0.16
310,220,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	25,601,526	0.15
490,784,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	25,459,744	0.15
349,652,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	24,934,139	0.14
117,410,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	23,448,485	0.14
273,500,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	22,422,077	0.13
253,817,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	20,864,113	0.12
104,540,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	19,131,686	0.11
244,640,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	18,950,402	0.11
220,584,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	17,382,857	0.10
713,553,000	Argentina Treasury Bill, Strip, 07/31/20	ARG	ARS	16,265,582	0.09
225,837,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	15,397,363	0.09
43,631,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	14,211,646	0.08
160,863,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	12,071,980	0.07
2,281,428	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	11,739,721	0.07
46,550,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	7,922,158	0.05
76,180,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	6,316,830	0.04
10,539,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	4,139,223	0.02
40,850,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	3,259,323	0.02
44,881,000,000	Government of Indonesia, senior bond, FR64, 6.125%, 05/15/28	IDN	IDR	2,940,177	0.02
6,616,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	2,000,594	0.01
10,090,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	1,806,784	0.01
83,270,000	Government of the Philippines, senior note, 3.375%, 08/20/20	PHL	PHP	1,604,577	0.01
7,230,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	1,432,166	0.01
418,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	437,017	0.00
1,340,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	237,308	0.00
				8,920,233,595	51.88
	Securities Maturing Within One Year				
2,567,920	Letra Tesouro Nacional, Strip, 07/01/19	BRA	BRL	667,868,228	3.88
101,774,800	Government of Mexico, senior note, M, 5.00%, 12/11/19	MEX	MXN	522,830,745	3.04
488,000,000	FHLB, 0.00%, 07/12/19	USA	USD	487,673,445	2.84
421,500,000	FHLB, 0.00%, 07/03/19	USA	USD	421,448,716	2.45
365,000,000	FHLB, 0.00%, 07/08/19	USA	USD	364,844,572	2.12
11,358,709,300	Argentina Treasury Bill, 0.00%, 09/30/19	ARG	ARS	357,808,701	2.08
383,922,340,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	333,030,247	1.94
325,000,000	FHLB, 0.00%, 07/09/19	USA	USD	324,841,832	1.89
623,071,330	Mexico Treasury Bill, 0.00%, 07/18/19	MEX	MXN	322,899,541	1.88
295,900,000	FHLB, 0.00%, 07/10/19	USA	USD	295,737,995	1.72
265,000,000	FHLB, 0.00%, 07/01/19	USA	USD	265,000,000	1.54
454,046,880	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	222,593,835	1.29
443,522,400	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	218,912,378	1.27
208,000,000	FHLB, 0.00%, 07/11/19	USA	USD	207,873,467	1.21
390,629,750	Mexico Treasury Bill, 0.00%, 09/12/19	MEX	MXN	199,892,655	1.16
373,709,930	Mexico Treasury Bill, 0.00%, 07/04/19	MEX	MXN	194,289,699	1.13
36,316,300	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	189,480,582	1.10
181,300,000	FHLB, 0.00%, 07/05/19	USA	USD	181,255,884	1.05
205,361,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	177,899,593	1.03
5,665,349,000	Argentina Treasury Bill, 0.00%, 10/31/19	ARG	ARS	168,975,569	0.98
272,357,310	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	135,997,829	0.79
122,000,000	FHLB, 0.00%, 07/02/19	USA	USD	121,992,579	0.71
100,496,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	86,929,040	0.51
84,390,000,000	Korea Monetary Stabilization Bond, senior note, 0.00%, 09/17/19	KOR	KRW	72,699,521	0.42
70,400,000,000	Korea Treasury Bond, senior note, 2.00%, 03/10/20	KOR	KRW	61,062,482	0.36
3,415,000,000	Government of India, senior note, 8.27%, 06/09/20	IND	INR	50,482,318	0.29
1,955,319,300	Argentina Treasury Bill, 0.00%, 07/19/19	ARG	ARS	49,849,595	0.29
57,520,000,000	Korea Monetary Stabilization Bond, senior note, 1.87%, 11/09/19	KOR	KRW	49,772,395	0.29
41,036,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	35,661,815	0.21
40,404,000,000	Korea Treasury Bond, senior note, 1.25%, 12/10/19	KOR	KRW	34,886,244	0.20
152,000,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	27,920,273	0.16
49,460,220	Mexico Treasury Bill, 0.00%, 08/01/19	MEX	MXN	25,550,803	0.15
966,005,100	Argentina Treasury Bill, 0.00%, 07/31/19	ARG	ARS	25,224,603	0.15
63,003,000,000	Titulos de Tesoreria, senior note, B, 7.00%, 09/11/19	COL	COP	19,709,569	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Global Total Return Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
101,730,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	18,511,300	0.11
21,100,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	18,262,440	0.11
16,891,000,000	Korea Treasury Bond, senior note, 2.75%, 09/10/19	KOR	KRW	14,633,971	0.09
504,129,000	Argentina Treasury Bill, Strip, 04/30/20	ARG	ARS	13,488,821	0.08
18,668,650	Mexico Treasury Bill, 0.00%, 11/07/19	MEX	MXN	9,436,836	0.06
39,220,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	7,186,830	0.04
36,340,000	Ghana Treasury Note, 17.24%, 11/11/19	GHA	GHS	6,675,451	0.04
31,760,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	5,970,067	0.04
27,701,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	5,175,266	0.03
25,680,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	4,662,079	0.03
63,998,000,000	Government of Indonesia, senior bond, FR36, 11.50%, 09/15/19	IDN	IDR	4,588,465	0.03
177,300,000	Government of Argentina, FRN, 42.819%, 06/21/20 †	ARG	ARS	4,067,800	0.02
66,855,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	2,157,418	0.01
31,253,000	Argentina Treasury Bill, 0.00%, 02/28/20	ARG	ARS	724,135	0.00
				7,038,437,629	40.93
	TOTAL BONDS			15,959,818,449	92.82
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			15,960,534,794	92.83
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
610,224,365	K2016470219 South Africa Ltd., A **	ZAF	ZAR	433,141	0.00
63,241,285	K2016470219 South Africa Ltd., B **	ZAF	ZAR	44,889	0.00
				478,030	0.00
	TOTAL SHARES			478,030	0.00
	WARRANTS				
	Specialty Retail				
157,594,096	Edcon Holdings Ltd., wts., 02/20/49 **	ZAF	EUR	0	0.00
	TOTAL WARRANTS			0	0.00
	BONDS				
	Corporate Bonds				
15,000,000	NewPage Corp., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			478,030	0.00
	TOTAL INVESTMENTS			15,961,012,824	92.83

‡ Income may be received in additional securities and/or cash
† Floating Rates are indicated as at June 30, 2019
** These securities are submitted to a Fair Valuation

Schedule of Investments

As of June 30, 2019

Templeton Growth (Euro) Fund

(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				
1,083,450	United Parcel Service Inc., B	USA	USD	98,419,212	1.44
	Banks				
2,615,430	Citigroup Inc.	USA	USD	161,110,580	2.36
3,515,862	BNP Paribas SA	FRA	EUR	146,839,976	2.15
17,380,759	Standard Chartered PLC	GBR	GBP	138,666,643	2.03
12,231,498	ING Groep NV	NLD	EUR	124,712,354	1.82
2,628,440	KB Financial Group Inc., ADR	KOR	USD	91,279,246	1.33
2,823,270	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	87,663,477	1.28
2,045,265	Wells Fargo & Co.	USA	USD	85,131,671	1.25
10,833,979	HSBC Holdings PLC	GBR	HKD	79,047,702	1.16
7,161,536	Credit Agricole SA	FRA	EUR	75,518,397	1.10
12,116,600	Bangkok Bank PCL, fgn.	THA	THB	69,108,869	1.01
5,279,521	Bank of Ireland Group PLC	IRL	EUR	24,264,678	0.35
3,862,500	Bangkok Bank PCL, NVDR	THA	THB	21,808,945	0.32
				1,105,152,538	16.16
	Beverages				
1,532,000	Suntory Beverage & Food Ltd.	JPN	JPY	58,555,253	0.86
943,500	Kirin Holdings Co. Ltd.	JPN	JPY	17,884,717	0.26
				76,439,970	1.12
	Biotechnology				
1,737,820	Gilead Sciences Inc.	USA	USD	103,274,064	1.51
	Building Products				
1,258,372	Compagnie de Saint-Gobain	FRA	EUR	43,130,700	0.63
	Capital Markets				
7,199,717	UBS Group AG	CHE	CHF	75,235,053	1.10
12,224,000	Value Partners Group Ltd.	HKG	HKD	7,170,961	0.10
				82,406,014	1.20
	Chemicals				
450,301	Akzo Nobel NV	NLD	EUR	37,212,875	0.54
	Communications Equipment				
2,895,500	CommScope Holding Co. Inc.	USA	USD	40,063,522	0.59
	Construction Materials				
1,288,700	Taiheiyo Cement Corp.	JPN	JPY	34,274,168	0.50
	Consumer Finance				
1,179,160	Capital One Financial Corp.	USA	USD	94,117,059	1.38
	Diversified Telecommunication Services				
69,560,800	Singapore Telecommunications Ltd.	SGP	SGD	158,252,799	2.32
180,415,135	China Telecom Corp. Ltd., H	CHN	HKD	79,834,713	1.17
8,937,915	Telefonica SA	ESP	EUR	64,540,684	0.94
640,200	Verizon Communications Inc.	USA	USD	32,171,902	0.47
				334,800,098	4.90
	Electrical Equipment				
497,596	Vestas Wind Systems AS	DNK	DKK	37,798,026	0.55
	Energy Equipment & Services				
120,966	The Drilling Co. of 1972 AS	DNK	DKK	8,264,996	0.12
	Food & Staples Retailing				
2,593,865	Walgreens Boots Alliance Inc.	USA	USD	124,736,420	1.83
5,654,100	The Kroger Co.	USA	USD	107,974,237	1.58
2,143,400	Seven & i Holdings Co. Ltd.	JPN	JPY	63,790,433	0.93
				296,501,090	4.34
	Food Products				
3,421,300	Kellogg Co.	USA	USD	161,216,555	2.36

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Growth (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
57,207	Alcon Inc.	CHE	CHF	3,106,485	0.05
	Health Care Providers & Services				
1,065,810	AmerisourceBergen Corp.	USA	USD	79,932,234	1.17
1,310,360	Cardinal Health Inc.	USA	USD	54,288,566	0.79
				134,220,800	1.96
	Household Durables				
12,386,600	Panasonic Corp.	JPN	JPY	90,705,256	1.33
	Industrial Conglomerates				
1,022,776	Siemens AG	DEU	EUR	106,982,369	1.56
11,345,500	CK Hutchison Holdings Ltd.	HKG	HKD	98,365,005	1.44
				205,347,374	3.00
	Insurance				
46,586,000	China Life Insurance Co. Ltd., H	CHN	HKD	100,922,207	1.48
15,637,428	Aegon NV	NLD	EUR	68,460,660	1.00
				169,382,867	2.48
	Interactive Media & Services				
577,520	Baidu Inc., ADR	CHN	USD	59,618,900	0.87
54,210	Alphabet Inc., A	USA	USD	51,632,659	0.76
				111,251,559	1.63
	Leisure products				
5,804,199	Mattel Inc.	USA	USD	57,232,767	0.84
	Machinery				
2,232,674	Navistar International Corp.	USA	USD	67,656,788	0.99
	Marine				
60,483	A.P. Moeller-Maersk AS, B	DNK	DKK	65,974,119	0.96
	Media				
9,709,617	SES SA, IDR	LUX	EUR	133,507,234	1.95
2,803,825	Comcast Corp., A	USA	USD	104,275,604	1.53
				237,782,838	3.48
	Metals & Mining				
4,263,970	Wheaton Precious Metals Corp.	CAN	CAD	90,692,344	1.33
	Multiline Retail				
73,622,800	Matahari Department Store Tbk PT	IDN	IDR	15,814,772	0.23
	Multi-Utilities				
5,698,716	Veolia Environnement SA	FRA	EUR	122,066,497	1.78
7,996,319	E.ON SE	DEU	EUR	76,372,843	1.12
				198,439,340	2.90
	Oil, Gas & Consumable Fuels				
5,385,232	Royal Dutch Shell PLC, B	GBR	GBP	155,265,813	2.27
23,714,017	BP PLC	GBR	GBP	145,326,344	2.12
1,569,600	Exxon Mobil Corp.	USA	USD	105,799,752	1.55
6,825,075	Eni SpA	ITA	EUR	99,687,045	1.46
3,347,500	Apache Corp.	USA	USD	85,303,316	1.25
83,935,000	Kunlun Energy Co. Ltd.	CHN	HKD	64,360,063	0.94
4,433,100	Husky Energy Inc.	CAN	CAD	36,947,728	0.54
				692,690,061	10.13
	Personal Products				
5,871,202	Coty Inc., A	USA	USD	69,203,595	1.01
	Pharmaceuticals				
1,238,437	Allergan PLC	USA	USD	182,391,263	2.67
575,020	Roche Holding AG	CHE	CHF	142,268,702	2.08
4,479,640	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	139,715,602	2.04
1,779,592	Sanofi	FRA	EUR	135,088,829	1.98
2,089,543	Bayer AG	DEU	EUR	127,336,750	1.86
736,428	Merck KGaA	DEU	EUR	67,721,919	0.99

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Growth (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals (continued)				
7,015,170	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	56,955,640	0.83
286,037	Novartis AG	CHE	CHF	22,984,438	0.34
238,003	Perrigo Co. PLC	USA	USD	9,969,392	0.15
				884,432,535	12.94
	Real Estate Management & Development				
3,539,400	Mitsui Fudosan Co. Ltd.	JPN	JPY	75,436,832	1.10
601,300	CK Asset Holdings Ltd.	HKG	HKD	4,140,129	0.06
				79,576,961	1.16
	Software				
3,139,290	Oracle Corp.	USA	USD	157,316,578	2.30
	Specialty Retail				
37,137,801	Kingfisher PLC	GBR	GBP	89,153,012	1.30
	Technology Hardware, Storage & Peripherals				
4,178,100	Samsung Electronics Co. Ltd.	KOR	KRW	149,300,986	2.18
2,754,000	Catcher Technology Co. Ltd.	TWN	TWD	17,399,525	0.26
				166,700,511	2.44
	Wireless Telecommunication Services				
23,949,900	Bharti Airtel Ltd.	IND	INR	105,914,998	1.55
65,881,835	Vodafone Group PLC	GBR	GBP	95,173,228	1.39
9,493,000	China Mobile Ltd.	CHN	HKD	76,050,949	1.11
				277,139,175	4.05
	TOTAL SHARES			6,416,890,624	93.85
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			6,416,890,624	93.85
	TOTAL INVESTMENTS			6,416,890,624	93.85

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Latin America Fund

(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				
8,017,471	Nemak SAB de CV	MEX	MXN	3,761,601	0.38
	Banks				
24,973,886	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	83,744,378	8.36
7,274,592	Banco Bradesco SA, ADR, pfd.	BRA	USD	71,436,493	7.13
10,211,868	Grupo Financiero Banorte SAB de CV	MEX	MXN	59,280,617	5.92
4,688,175	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	44,162,609	4.41
859,337	Intercorp Financial Services Inc.	PER	USD	39,099,834	3.91
152,764	Credicorp Ltd.	PER	USD	34,969,207	3.49
				332,693,138	33.22
	Beverages				
8,576,747	Ambev SA	BRA	BRL	39,916,234	3.99
1,034,681	Cia Cervecerias Unidas SA, ADR	CHL	USD	29,229,738	2.92
7,143,429	Embotelladora Andina SA, pfd., A	CHL	CLP	22,562,914	2.25
				91,708,886	9.16
	Capital Markets				
6,821,900	B3 SA - Brasil Bolsa Balcao	BRA	BRL	66,479,806	6.64
23,876,874	Bolsa Mexicana de Valores SAB de CV	MEX	MXN	45,033,580	4.50
				111,513,386	11.14
	Chemicals				
215,588	Sociedad Quimica y Minera de Chile SA, ADR, pfd., B	CHL	USD	6,706,943	0.67
	Diversified Consumer Services				
1,708,100	Ser Educacional SA, Reg S	BRA	BRL	11,042,218	1.10
	Electric Utilities				
1,269,800	CPFL Energia SA	BRA	BRL	10,052,033	1.00
	Energy Equipment & Services				
672,539	Tenaris SA, ADR	ARG	USD	17,694,501	1.77
	Food & Staples Retailing				
13,419,223	Wal-Mart de Mexico SAB de CV, V	MEX	MXN	36,608,871	3.66
1,333,100	Atacadao Distribuicao Comercio e Industria Ltd.	BRA	BRL	7,629,604	0.76
				44,238,475	4.42
	Food Products				
2,887,600	BRF SA	BRA	BRL	22,175,326	2.22
	Household Products				
11,664,298	Kimberly-Clark de Mexico SAB de CV, A	MEX	MXN	21,653,530	2.16
	Metals & Mining				
3,050,100	Vale SA	BRA	BRL	41,117,633	4.11
14,954,000	Grupo Mexico SAB de CV, B	MEX	MXN	39,806,939	3.97
561,581	Ternium SA, ADR	ARG	USD	12,596,262	1.26
				93,520,834	9.34
	Multiline Retail				
12,650,480	Lojas Americanas SA	BRA	BRL	43,374,955	4.33
	Oil, Gas & Consumable Fuels				
8,920,700	Petroleo Brasileiro SA, pfd.	BRA	BRL	63,609,882	6.35
	Paper & Forest Products				
6,657,000	Duratex SA	BRA	BRL	20,469,756	2.04
	Pharmaceuticals				
771,632	Hypera SA	BRA	BRL	6,020,095	0.60
	Real Estate Management & Development				
856,879	Iguatemi Empresa de Shopping Centers SA	BRA	BRL	10,242,869	1.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Latin America Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Road & Rail				
5,780,000	Rumo SA	BRA	BRL	31,170,499	3.11
2,884,820	Localiza Rent a Car SA	BRA	BRL	30,754,403	3.07
				61,924,902	6.18
	Software				
1,833,050	Totvs SA	BRA	BRL	20,967,536	2.09
	TOTAL SHARES			993,370,866	99.19
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			993,370,866	99.19
	TOTAL INVESTMENTS			993,370,866	99.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of June 30, 2019

Templeton Thailand Fund

(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				
1,835,800	Kasikornbank PCL, fgn.	THA	THB	11,335,422	6.47
1,012,100	Bangkok Bank PCL, fgn.	THA	THB	6,562,656	3.74
961,900	Bangkok Bank PCL, NVDR	THA	THB	6,174,464	3.52
280,400	Siam Commercial Bank PCL, fgn.	THA	THB	1,274,545	0.73
				25,347,087	14.46
	Beverages				
20,118,800	Thai Beverage PCL, fgn.	THA	SGD	12,339,630	7.04
6,855,800	Osotspa PCL, fgn.	THA	THB	7,762,758	4.43
				20,102,388	11.47
	Building Products				
3,373,260	Dynasty Ceramic PCL, fgn.	THA	THB	226,423	0.13
	Chemicals				
1,641,800	PTT Global Chemical PCL, fgn.	THA	THB	3,423,760	1.95
	Construction & Engineering				
4,301,600	Sino-Thai Engineering & Construction PCL, fgn.	THA	THB	3,784,399	2.16
	Construction Materials				
393,300	Siam Cement PCL, fgn.	THA	THB	6,048,798	3.45
	Consumer Finance				
544,500	AEON Thana Sinsap Thailand PCL, fgn.	THA	THB	3,920,968	2.24
	Entertainment				
5,062,500	Major Cineplex Group PCL, fgn.	THA	THB	4,824,963	2.75
	Food & Staples Retailing				
6,092,000	CP ALL PCL, fgn.	THA	THB	17,071,098	9.74
	Health Care Providers & Services				
5,205,800	Bangkok Dusit Medical Services PCL, fgn.	THA	THB	4,410,257	2.52
572,782	Bumrungrad Hospital PCL, fgn.	THA	THB	3,154,127	1.80
				7,564,384	4.32
	Hotels, Restaurants & Leisure				
6,030,400	Minor International PCL, fgn.	THA	THB	8,056,253	4.60
1,133,900	MK Restaurants Group PCL, fgn.	THA	THB	2,724,833	1.55
362,700	Central Plaza Hotel PCL, fgn.	THA	THB	419,545	0.24
				11,200,631	6.39
	Independent Power and Renewable Electricity Producers				
50,600	Gulf Energy Development PCL, fgn.	THA	THB	202,796	0.11
	Media				
16,349,700	VGI Global Media PCL, fgn.	THA	THB	4,794,634	2.73
	Oil, Gas & Consumable Fuels				
6,308,300	PTT PCL, fgn.	THA	THB	10,020,516	5.72
781,152	PTT Exploration and Production PCL, fgn.	THA	THB	3,436,152	1.96
				13,456,668	7.68
	Real Estate Management & Development				
19,004,895	Land and Houses PCL, fgn.	THA	THB	6,873,716	3.92
1,646,100	Central Pattana PCL, fgn.	THA	THB	4,022,727	2.30
17,462,300	Nirvana Daii PCL, fgn.	THA	THB	1,650,071	0.94
46,858,600	Country Group Development PCL, fgn.	THA	THB	1,633,714	0.93
12,604,984	Quality Houses PCL, fgn.	THA	THB	1,273,231	0.73
				15,453,459	8.82
	Specialty Retail				
898,300	Home Product Center PCL, fgn.	THA	THB	512,227	0.29
	Trading Companies & Distributors				
7,496,000	Gratitude Infinite PCL, fgn.	THA	THB	825,561	0.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of June 30, 2019

Templeton Thailand Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Transportation Infrastructure				
3,312,700	Airports of Thailand PCL, fgn.	THA	THB	7,933,641	4.53
	Wireless Telecommunication Services				
548,700	Advanced Info Service PCL, fgn.	THA	THB	3,897,576	2.23
1,553,400	Intouch Holdings PCL, fgn.	THA	THB	3,176,144	1.81
				7,073,720	4.04
	TOTAL SHARES			153,767,605	87.73
	WARRANTS				
	Hotels, Restaurants & Leisure				
301,520	Minor International PCL, wts., 09/30/21	THA	THB	54,527	0.03
	Media				
3,269,940	VGI Global Media PCL, fgn., wts., 09/10/22	THA	THB	95,893	0.06
	TOTAL WARRANTS			150,420	0.09
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			153,918,025	87.82
	TOTAL INVESTMENTS			153,918,025	87.82

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	Limit	Regulatory VaR limit utilisation Lowest	Highest	Average	Reference portfolio	Model type	Confidence period	Holding period	Observation period	Leverage*
Franklin Brazil Opportunities Fund	Relative VaR	200% (or 2.0X)	26.57%	94.38%	49.63%	MSCI Brazil Index (10%) and J.P.Morgan EMBI Brazil Plus Index (90%)	Monte Carlo Simulation (MSCI Risk Manager)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	177.06%
Franklin Diversified Balanced Fund	Absolute VaR	20% (or 0.2X)	2.16%	4.88%	3.66%	N/A	Monte Carlo Simulation (MSCI Barra)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	70.82%
Franklin Diversified Conservative Fund	Absolute VaR	20% (or 0.2X)	1.20%	2.91%	1.97%	N/A	Monte Carlo Simulation (MSCI Barra)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	37.29%
Franklin Diversified Dynamic Fund	Absolute VaR	20% (or 0.2X)	3.32%	6.95%	5.30%	N/A	Monte Carlo Simulation (MSCI Barra)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	95.52%
Franklin Flexible Alpha Bond Fund	Absolute VaR	20% (or 0.2X)	0.44%	0.93%	0.66%	N/A	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	110.20%
Franklin Global Aggregate Bond Fund	Relative VaR	200% (or 2.0X)	100%	143.99%	122.21%	Bloomberg Barclays Global Aggregate Index (100%)	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	20.27%
Franklin Global Multi-Asset Income Fund	Relative VaR	200% (or 2.0X)	51.37%	122.10%	88.79%	Bloomberg Barclays Multiverse EUR Hedged (55%), the MSCI All Country World Index (40%) and the Bloomberg Commodity Total Return Index (5%)	Monte Carlo Simulation (MSCI Barra)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	88.31%
Franklin K2 Alternative Strategies Fund	Absolute VaR	20% (or 0.2X)	1.33%	9.35%	2.86%	N/A	Monte Carlo Simulation (Hedgemark)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	184.54%
Franklin K2 Global Macro Opportunities Fund	Absolute VaR	20% (or 0.2X)	1.84%	13.24%	3.78%	N/A	Monte Carlo Simulation (Hedgemark)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	770.96%
Franklin K2 Long Short Credit Fund	Absolute VaR	20% (or 0.2X)	0.67%	4.15%	1.86%	N/A	Monte Carlo Simulation (Hedgemark)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	51.20%
Franklin Strategic Income Fund	Relative VaR	200% (or 2.0X)	49.51%	68.75%	55.93%	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 (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	34.71%
Franklin U.S. Low Duration Fund	Relative VaR	200% (or 2.0X)	75.71%	125%	95.70%	Bloomberg Barclays US Government/ Credit 1-3Y Index.	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	53.04%

Additional Information - Unaudited (continued)

Calculation Method of the Risk Exposure (continued)

Global exposure using the VaR approach (continued)

Fund	Market Risk	Limit	Regulatory VaR limit utilisation Lowest	Highest	Average	Reference portfolio	Model type	Confidence period	Holding period	Observation period	Leverage*
Templeton Asian Bond Fund	Relative VaR	200% (or 2.0X)	59.10%	87.20%	74.92%	JPMorgan Government Bond Index-Emerging Markets Broad Diversified Asia Index (100%)	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	110.31%
Templeton Emerging Markets Bond Fund	Relative VaR	200% (or 2.0X)	91.54%	132.62%	108.69%	J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (50%) and J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (50%).	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	92.83%
Templeton Emerging Markets Local Currency Bond Fund	Relative VaR	200% (or 2.0X)	88.76%	111.34%	100.35%	JP Morgan GBI-EM Global Diversified Index (100%)	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	4.05%
Templeton Global Bond Fund	Relative VaR	200% (or 2.0X)	85.23%	125.64%	106.31%	J.P. Morgan Government Bond Index Broad (JGBI Broad) (50%), J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (25%) and J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (25%).	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	157.93%
Templeton Global Currency Fund	Relative VaR	200% (or 2.0X)	64.78%	101.94%	79.17%	J.P. Morgan 3 Month Global Cash Index (50%) and the J.P. Morgan Emerging Markets Currency Index (50%)	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	81.86%
Templeton Global High Yield Fund	Relative VaR	200% (or 2.0X)	83.85%	106.42%	92.09%	J.P. Morgan Global High Yield Index (50%), J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (25%) and J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (25%).	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	49.71%
Templeton Global Income Fund	Relative VaR	200% (or 2.0X)	101.84%	150.26%	129.76%	MSCI All Country World Index (50%), the Bloomberg Barclays Multiverse Index (25%), the Bloomberg Barclays Global High-Yield Index (12.5%), the J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (6.25%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (6.25%).	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	76.98%

Additional Information - Unaudited (continued)

Calculation Method of the Risk Exposure (continued)

Global exposure using the VaR approach (continued)

Fund	Market Risk	Limit	Regulatory VaR limit utilisation			Reference portfolio	Model type	Confidence period	Holding period	Observation period	Leverage*
			Lowest	Highest	Average						
Templeton Global Total Return Fund	Relative VaR	200% (or 2.0X)	120.33%	173.52%	150.13%	Bloomberg Barclays Multiverse Index (50%), the Bloomberg Barclays Global High-Yield Index (25%), the J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (12.5%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (12.5%)	Monte Carlo Simulation (Bloomberg PORT)	99th Percentile	20-Day	1 Jul 2018 to 30 Jun 2019	157.64%

*The level of leverage calculation method used is the sum of notional approach in line with CSSF Circular 11/512

Additional Information - Unaudited (continued)

Calculation Method of the Risk Exposure (continued)

Global exposure using the commitment approach

Franklin Asia Credit Fund
Franklin Biotechnology Discovery Fund
Franklin Emerging Markets Debt Opportunities Hard Currency Fund[1]
Franklin Euro Government Bond Fund
Franklin Euro High Yield Fund
Franklin Euro Short Duration Bond Fund
Franklin Euro Short-Term Money Market Fund
Franklin European Corporate Bond Fund
Franklin European Dividend Fund
Franklin European Growth Fund
Franklin European Income Fund
Franklin European Small-Mid Cap Fund[2]
Franklin European Total Return Fund
Franklin GCC Bond Fund
Franklin Global Aggregate Investment Grade Bond Fund[5]
Franklin Global Convertible Securities Fund
Franklin Global Corporate Investment Grade Bond Fund[1]
Franklin Global Fundamental Strategies Fund
Franklin Global Listed Infrastructure Fund
Franklin Global Real Estate Fund
Franklin Global Small-Mid Cap Fund[2]
Franklin Gold and Precious Metals Fund
Franklin High Yield Fund
Franklin Income Fund
Franklin India Fund
Franklin Japan Fund
Franklin MENA Fund
Franklin Natural Resources Fund
Franklin NextStep Balanced Growth Fund
Franklin NextStep Conservative Fund
Franklin NextStep Dynamic Growth Fund
Franklin NextStep Growth Fund
Franklin NextStep Moderate Fund
Franklin NextStep Stable Growth Fund
Franklin Select U.S. Equity Fund[3]
Franklin Technology Fund
Franklin U.S. Dollar Short-Term Money Market Fund[4]
Franklin U.S. Government Fund
Franklin U.S. Opportunities Fund
Franklin World Perspectives Fund
Franklin Mutual European Fund
Franklin Mutual Global Discovery Fund
Franklin Mutual U.S. Value Fund
Templeton Africa Fund[5]
Templeton Asian Growth Fund
Templeton Asian Smaller Companies Fund
Templeton BRIC Fund
Templeton China Fund
Templeton Eastern Europe Fund
Templeton Emerging Markets Fund
Templeton Emerging Markets Balanced Fund
Templeton Emerging Markets Smaller Companies Fund
Templeton Euroland Fund
Templeton European Fund[5]
Templeton Frontier Markets Fund
Templeton Global Fund
Templeton Global Balanced Fund
Templeton Global Bond (Euro) Fund
Templeton Global Climate Change Fund
Templeton Global Equity Income Fund
Templeton Global Smaller Companies Fund
Templeton Growth (Euro) Fund
Templeton Latin America Fund
Templeton Thailand Fund

[1]This Fund was launched during the year
[2]This Fund had its name changed effective on May 17, 2019 (refer to Note 1)
[3]This Fund had its name changed effective on August 1, 2018 (refer to Note 1)
[4]This Fund had its name changed effective on January 28, 2019 (refer to Note 1)
[5]This Fund was closed/merged during the year

Additional Information - Unaudited (continued)

Securities Financing Transactions (SFTs) and Total Return Swaps (TRS)

The Company engages in Securities Financing Transactions (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions) through its exposure on securities lending transactions and total return swap contracts during the year, in accordance with Article 13 of Regulation. Information on securities lending transactions and total return swaps are detailed below.

Global data

		Securities lending			
Fund	Fund currency	Market value of securities on loan	in % of lendable securities' market value	Gross Volume of TRS[1]	Total Securities Lending and TRS in % of net assets
Franklin Biotechnology Discovery Fund	USD	143,237,032	7.77		7.70
Franklin Diversified Balanced Fund	EUR			47,064	0.02
Franklin Diversified Conservative Fund	EUR			52,514	0.02
Franklin Diversified Dynamic Fund	EUR			22,533	0.02
Franklin European Dividend Fund	EUR	991,069	0.94		0.91
Franklin European Growth Fund	EUR	11,577,987	4.51		4.48
Franklin Flexible Alpha Bond Fund	USD			689,932	0.15
Franklin Global Multi-Asset Income Fund	EUR			62,542	0.03
Franklin K2 Alternative Strategies Fund	USD			50,233,163	2.22
Franklin K2 Global Macro Opportunities Fund	USD			10,656	0.04
Franklin K2 Long Short Credit Fund	USD			105,873	0.11
Franklin Natural Resources Fund	USD	433,836	0.17		0.17
Franklin Select U.S. Equity Fund	USD	255,936	0.07		0.07
Franklin Strategic Income Fund	USD			892,194	0.11
Franklin Technology Fund	USD	33,537,569	1.15		1.11
Franklin U.S. Low Duration Fund	USD			313,868	0.05
Franklin U.S. Opportunities Fund	USD	22,228,246	0.53		0.53
Templeton Asian Smaller Companies Fund	USD	51,204,503	3.44		3.26
Templeton Emerging Markets Smaller Companies Fund	USD	18,866,593	2.03		1.98
Templeton Global Fund	USD	6,006,206	0.68		0.65
Templeton Global Smaller Companies Fund	USD	310,509	0.31		0.30

[1] absolute value of the unrealised gains/(losses)

Concentration data

Securities Lending, ten largest collateral issuers

Fund	Fund currency	Issuer	Collateral value in Fund currency
Franklin Biotechnology Discovery Fund	USD	Government of Australia	64,396,380
		Government of Belgium	71,774,424
		Government of France	6,868,588
		Government of Germany	729,858
		Government of Norway	1,183,530
		Government of Switzerland	1,462
		Government of the Netherlands	17
		United Kingdom Treasury	1,515,750
Franklin European Dividend Fund	EUR	Government of Austria	525,591
		Government of Belgium	212,682
		Government of Finland	514
		United Kingdom Treasury	447,783
Franklin European Growth Fund	EUR	Government of Austria	41,378
		Government of Belgium	1,519,003
		Government of Finland	383,747
		Government of France	429,187
		Government of Germany	183,209
		United Kingdom Treasury	11,150,724
Franklin Natural Resources Fund	USD	United Kingdom Treasury	462,263
Franklin Select U.S. Equity Fund	USD	Government of Belgium	266,854
Franklin Technology Fund	USD	Government of Australia	3,667,028
		Government of Belgium	28,307,061
		Government of France	2,933,237
Franklin U.S. Opportunities Fund	USD	Government of Belgium	10,068,801
		Government of Denmark	30
		Government of France	13,414,662

Additional Information - Unaudited (continued)

Concentration data (continued)

Securities Lending, ten largest collateral issuers (continued)

Fund	Fund currency	Issuer	Collateral value in Fund currency
Templeton Asian Smaller Companies Fund	USD	Government of Austria	2,626,714
		Government of Belgium	5,678,172
		Government of Finland	1,426,052
		Government of France	3,621,376
		Government of Germany	11,261,569
		United Kingdom Treasury	29,204,041
Templeton Emerging Markets Smaller Companies Fund	USD	Government of Austria	1,620,672
		Government of Belgium	2,363,726
		Government of Finland	534,555
		Government of France	1,398,472
		Government of Germany	4,438,535
		United Kingdom Treasury	9,472,726
Templeton Global Fund	USD	Government of France	6,207,927
Templeton Global Smaller Companies Fund	USD	Government of Belgium	220,013
		Government of Finland	55,582
		Government of France	57,081

When less than 10 issuers are disclosed, less than 10 issuers are available.

Total return swaps, ten largest collateral issuers

Fund	Fund currency	Issuer	Collateral value in Fund currency
Franklin Strategic Income Fund	USD	U.S. Treasury	276,495
Franklin U.S. Low Duration Fund	USD	U.S. Treasury	214,456

When less than 10 issuers are disclosed, less than 10 issuers are available.

The above table does not inlude the collateral received in Cash.

Securities Lending, ten largest counterparties

All securities lending counterparties are disclosed in Note 14.

Total return swaps, ten largest counterparties

Fund	Fund currency	Counterparty	Gross Volume of TRS[1] in Fund currency
Franklin Diversified Balanced Fund	EUR	Societe Generale	47,064
Franklin Diversified Conservative Fund	EUR	JPMorgan	4,135
		Societe Generale	48,379
Franklin Diversified Dynamic Fund	EUR	Societe Generale	22,533
Franklin Flexible Alpha Bond Fund	USD	Citigroup	147,575
		Credit Suisse	15,513
		Goldman Sachs	44,253
		JPMorgan	457,389
		Morgan Stanley	25,202
Franklin Global Multi-Asset Income Fund	EUR	JPMorgan	18,407
		Societe Generale	44,135
Franklin K2 Alternative Strategies Fund	USD	Bank of America	78,008
		Deutsche Bank	21,789,412
		Goldman Sachs	469,968
		JPMorgan	6,175,063
		Morgan Stanley	21,720,712
Franklin K2 Global Macro Opportunities Fund	USD	Bank of America	2,311
		Deutsche Bank	8,345
Franklin K2 Long Short Credit Fund	USD	Bank of America	7,632
		Citigroup	2,357
		Deutsche Bank	19,498
		Goldman Sachs	6,903
		JPMorgan	54,010
		Morgan Stanley	15,473

Additional Information - Unaudited (continued)

Concentration data (continued)

Total return swaps, ten largest counterparties (continued)

Fund	Fund currency	Counterparty	Gross Volume of TRS[1] in Fund currency
Franklin Strategic Income Fund	USD	Credit Suisse	108,593
		Goldman Sachs	567,757
		JPMorgan	35,232
		Morgan Stanley	180,612
Franklin U.S. Low Duration Fund	USD	Credit Suisse	47,574
		Goldman Sachs	158,114
		JPMorgan	30,055
		Morgan Stanley	78,125

[1] absolute value of the unrealised gains/(losses)

When less than 10 counterparties are disclosed, less than 10 counterparties are available.

Aggregate transaction data

Securities lending, type and quality of collateral

Fund	Fund currency	Type of collateral	Maturity	Collateral currency	Collateral valuein Fund currency
Franklin Biotechnology Discovery Fund	USD	Sovereign	three months to one year	EUR	75
			above one year	AUD	64,396,380
				CHF	1,462
				EUR	79,372,812
				GBP	1,515,750
				NOK	1,183,530
Franklin European Dividend Fund	EUR	Sovereign	three months to one year	GBP	4,395
			above one year	EUR	738,787
				GBP	443,388
Franklin European Growth Fund	EUR	Sovereign	three months to one year	EUR	64,988
				GBP	256,394
			above one year	EUR	2,491,536
				GBP	10,894,330
Franklin Natural Resources Fund	USD	Sovereign	above one year	GBP	462,263
Franklin Select U.S. Equity Fund	USD	Sovereign	above one year	EUR	266,854
Franklin Technology Fund	USD	Sovereign	above one year	AUD	3,667,028
				EUR	31,240,298
Franklin U.S. Opportunities Fund	USD	Sovereign	three months to one year	EUR	2,525,607
			above one year	DKK	30
				EUR	20,957,856
Templeton Asian Smaller Companies Fund	USD	Sovereign	three months to one year	EUR	1,628,836
				GBP	340,574
			above one year	EUR	22,985,047
				GBP	28,863,467
Templeton Emerging Markets Smaller Companies Fund	USD	Sovereign	three months to one year	EUR	638,979
				GBP	79,534
			above one year	EUR	9,716,981
				GBP	9,393,192
Templeton Global Fund	USD	Sovereign	above one year	EUR	6,207,927
Templeton Global Smaller Companies Fund	USD	Sovereign	three months to one year	EUR	5933
			above one year	EUR	326,743

Collaterals received by the Funds in respect of securities lending as at the reporting date are in the form of debt securities having investment grade credit rating.

Additional Information - Unaudited (continued)

Aggregate transaction data (continued)

Securities lending, maturity tenor and country of incorporation

Fund	Fund currency	Maturity	Country of incorporation of the Counterparty	Market value of securities on loan in Fund currency
Franklin Biotechnology Discovery Fund	USD	open maturity	Germany	133,061,299
			Switzerland	1,760,200
			United Kingdom	1,495,000
			United States of America	6,920,533
Franklin European Dividend Fund	EUR	open maturity	Switzerland	156,800
			United States of America	834,269
Franklin European Growth Fund	EUR	open maturity	Switzerland	9,247,120
			United States of America	2,330,867
Franklin Natural Resources Fund	USD	open maturity	United Kingdom	433,836
Franklin Select U.S. Equity Fund	USD	open maturity	Germany	255,936
Franklin Technology Fund	USD	open maturity	Germany	27,209,696
			United Kingdom	2,812,388
			United States of America	3,515,485
Franklin U.S. Opportunities Fund	USD	open maturity	Germany	9,829,445
			Switzerland	2,426,505
			United States of America	9,972,296
Templeton Asian Smaller Companies Fund	USD	open maturity	Switzerland	13,766,013
			United States of America	37,438,490
Templeton Emerging Markets Smaller Companies Fund	USD	open maturity	Switzerland	3,214,754
			United States of America	15,651,839
Templeton Global Fund	USD	open maturity	United States of America	6,006,206
Templeton Global Smaller Companies Fund	USD	open maturity	United States of America	310,509

All Funds engaged in securities lending utilise bi-lateral settlement and clearing with their respective counterparty.

Total return swaps, type of collateral and maturity tenor

Fund	Fund currency	Type of collateral	Maturity	Collateral currency	Collateral value in Fund currency
Franklin Flexible Alpha Bond Fund	USD	Cash	open maturity	EUR	100,043
				USD	840,000
Franklin K2 Alternative Strategies Fund	USD	Cash	open maturity	USD	3,120,000
Franklin K2 Global Macro Opportunities Fund	USD	Cash	open maturity	USD	80,000
Franklin K2 Long Short Credit Fund	USD	Cash	open maturity	USD	170,000
Franklin Strategic Income Fund	USD	Cash	open maturity	EUR	312,634
				USD	1,300,000
		Sovereign	above one year	USD	276,495
Franklin U.S. Low Duration Fund	USD	Cash	open maturity	USD	680,000
		Sovereign	above one year	USD	214,456

Collateral amounts disclosed above include collateral received on OTC derivatives other than total return swaps. OTC derivative transactions entered into by each of the Funds under and ISDA master agreement are netted together for collateral purposes. Therefore, collateral disclosures provided above are in respect of all OTC derivative transactions and not just total return swaps.

Total return swaps, maturity tenor and country of incorporation

Fund	Fund currency	Maturity	Country of incorporation of the Counterparty	Gross Volume of TRS [1] in Fund curency
Franklin Diversified Balanced Fund	EUR	three months to one year	France	47,064
Franklin Diversified Conservative Fund	EUR	three months to one year	France	48,379
			United States of America	4,135
Franklin Diversified Dynamic Fund	EUR	three months to one year	France	22,533
Franklin Flexible Alpha Bond Fund	USD	one to three months	United States of America	604,088
		three months to one year	Switzerland	15,513
			United States of America	70,331
Franklin Global Multi-Asset Income Fund	EUR	three months to one year	France	44,135
			United States of America	18,407

Additional Information - Unaudited (continued)

Aggregate transaction data (continued)

Total return swaps, maturity tenor and country of incorporation (continued)

Fund	Fund currency	Maturity	Country of incorporation of the Counterparty	Gross Volume of TRS [1] in Fund curency
Franklin K2 Alternative Strategies Fund	USD	one day to one week	Germany	27,257
		one week to one month	United States of America	347,383
		one to three months	Germany	163,324
			United States of America	4,724,365
		three months to one year	Germany	21,575,782
			United States of America	14,306,265
		above one year	Germany	23,049
			United States of America	9,065,738
Franklin K2 Global Macro Opportunities Fund	USD	one to three months	Germany	7,396
		three months to one year	United States of America	2,311
		above one year	Germany	949
Franklin K2 Long Short Credit Fund	USD	one to three months	Germany	17,257
			United States of America	36,278
		three months to one year	United States of America	50,097
		above one year	Germany	2,241
Franklin Strategic Income Fund	USD	three months to one year	Switzerland	108,593
			United States of America	783,601
Franklin U.S. Low Duration Fund	USD	one to three months	United States of America	37,369
		three months to one year	Switzerland	47,574
			United States of America	228,925

[1] absolute value of the unrealised gains/(losses)

All Funds engaged in total return swap contracts utilise bi-lateral settlement and clearing with their respective counterparty.

Data on reuse of collateral

Collaterals received in relation to Securities lending and Total Return Swaps cannot be sold, re-invested or pledged.

Safekeeping of collateral

All the collateral received in relation to Securities Lending is in custody at Goldman Sachs or JPMorgan Bank Luxembourg S.A.

All the collateral received in relation to Total Return Swaps is in custody at JPMorgan Bank Luxembourg S.A.

Data on return

The total income earned from the securities lending programme is detailed in Note 14.

The return from total return swap contracts is accrued to the Funds.

Additional Information - Unaudited (continued)

Collateral

The following table reports the collateral held as at June 30, 2019 to reduce counterparty exposure on OTC derivatives.

Fund	Counterparty	Cash held as collateral		Sovereign Bonds held as collateral	
Franklin Euro High Yield Fund	Deutsche Bank	EUR	290,000		-
	Morgan Stanley	EUR	605,000		-
Franklin Flexible Alpha Bond Fund	Bank of America	EUR	88,000		-
	Credit Suisse	USD	60,000		-
	Deutsche Bank	USD	130,000		-
	JPMorgan	USD	390,000		-
	UBS	USD	260,000		-
Franklin GCC Bond Fund	Morgan Stanley	USD	340,000		-
Franklin Global Convertible Securities Fund	Bank of America	USD	380,000		-
	Barclays		-	USD	376,400
	BNP Paribas	EUR	264,000		-
	Citigroup	USD	580,000		-
	Goldman Sachs	USD	240,000		-
	HSBC		-	USD	357,572
	JPMorgan	USD	770,000		-
	Morgan Stanley	USD	730,000		-
Franklin Global Fundamental Strategies Fund	Citigroup	USD	550,000		-
	Credit Suisse	USD	290,000		-
	HSBC		-	USD	1,201,445
	JPMorgan	USD	350,000		-
	The Bank of New York Mellon		-	USD	140,778
	UBS	USD	40,000		-
Franklin Gold and Precious Metals Fund	Morgan Stanley	USD	56,000		-
Franklin Income Fund	Bank of America		-	USD	143,089
	Goldman Sachs	USD	120,000		-
Franklin K2 Alternative Strategies Fund	Bank of America	USD	2,710,000		-
	Goldman Sachs	USD	410,000		-
Franklin K2 Global Macro Opportunities Fund	Deutsche Bank	USD	80,000		-
Franklin K2 Long Short Credit Fund	Deutsche Bank	USD	150,000		-
	Goldman Sachs	USD	20,000		-
Franklin MENA Fund	Morgan Stanley	USD	78,000		-
Franklin Select U.S. Equity Fund	Morgan Stanley	USD	20,000		-
Franklin Strategic Income Fund	Bank of America	EUR	275,000		-
	Credit Suisse	USD	150,000		-
	Deutsche Bank	USD	110,000		-
	Goldman Sachs	USD	720,000		-
	HSBC		-	USD	276,495
	Morgan Stanley	USD	320,000		-
Franklin U.S. Low Duration Fund	Bank of America		-	USD	214,456
	Deutsche Bank	USD	120,000		-
	Goldman Sachs	USD	260,000		-
	Morgan Stanley	USD	300,000		-
Franklin U.S. Opportunities Fund	Bank of America	USD	470,000		-
	Barclays	USD	1,110,000		-
	BNP Paribas	EUR	958,000		-
	Citigroup	USD	720,000		-
	Goldman Sachs	USD	390,000		-
	HSBC		-	USD	970,849
	JPMorgan	USD	730,000		-
	Morgan Stanley	USD	670,000		-
	UBS	USD	300,000		-
Franklin Mutual Global Discovery Fund	Bank of America	EUR	298,903		-
Franklin Mutual U.S. Value Fund	Morgan Stanley	USD	67,000		-
Templeton Asian Bond Fund	Bank of America		-	USD	114,185
	JPMorgan	USD	1,460,000		-
Templeton Asian Growth Fund	Bank of America	EUR	106,000		-
	Goldman Sachs	USD	130,000		-
	The Bank of New York Mellon	USD	110,000		-

Additional Information - Unaudited (continued)

Collateral (continued)

The following table reports the collateral held as at June 30, 2019 to reduce counterparty exposure on OTC derivatives.

Fund	Counterparty	Cash held as collateral		Sovereign Bonds held as collateral	
Templeton Emerging Markets Bond Fund	Barclays		-	USD	670,463
	Citigroup	USD	5,140,000		-
	Goldman Sachs	USD	1,690,000		-
	HSBC		-	USD	975,007
	JPMorgan	USD	5,250,000		-
	Morgan Stanley	USD	1,890,000		-
	Toronto–Dominion Bank	USD	320,000		-
Templeton Global Balanced Fund	HSBC		-	USD	214,868
	Morgan Stanley	USD	10,000		-
Templeton Global Bond Fund	Credit Suisse	USD	2,990,000		-
	HSBC		-	USD	10,197,258
	Morgan Stanley	USD	6,570,000		-
	The Bank of New York Mellon	USD	1,150,000		-
	Toronto–Dominion Bank		-	USD	1,069,301
Templeton Global Bond (Euro) Fund	Barclays		-	USD	416,488
	BNP Paribas	EUR	277,000		-
Templeton Global Income Fund	Citigroup	USD	260,000		-
	JPMorgan	USD	260,000		-
Templeton Global Total Return Fund	Barclays	USD	860,000		-
	Credit Suisse	USD	3,970,000		-
	Morgan Stanley	USD	5,030,000		-
	The Bank of New York Mellon	USD	1,720,000		-
	Toronto–Dominion Bank		-	USD	1,353,934
Templeton Latin America Fund	Bank of America	EUR	124,000		-
	Citigroup	USD	280,000		-

Additional Information - Unaudited (continued)

Remuneration

Franklin Templeton International Services S.à r.l. ("FTIS"), as UCITS licensed management company (the "Management Company") has a remuneration policy (the "Policy") in place which applies to all UCITS funds (each a "UCITS" and together the "UCITS") under its management. The Policy has been designed to discourage excessive risk taking, integrating in its performance management systems risk criteria specific to the business units it covers. The policy has a governance structure aimed at preventing internal conflicts of interest.

There are defined procedures in place for the creation, update, review and approval of the Policy as well as for communication and implementation of the Policy. Senior Management, Human Resources, Compliance and other functions are all involved in this process and the Policy is approved by SeniorManagement and the Board of Directors of theManagement Company.

Fixed remuneration is defined as base salary plus other benefits which may include pension contributions, life assurance premiums or private medical insurance premiums. Levels of fixed remuneration are set with reference to job complexity, level of responsibility, performance and market benchmarking data. These levels are reviewed on a regular basis.

Variable remuneration is defined as annual bonuses, long term awards in the form of performance share grants or sales bonus payments. Levels of variable remuneration are set with reference to overall corporate and business unit performance as well as individual performance.

The full Policy is available at the registered office of the Management Company. Quantitative information relevant to the Franklin Templeton Investment Funds is outlined below.

Total amount of fixed remuneration paid by FTIS and its delegates during the year ended September 30, 2018*,**	€10,749,125
Total amount of variable remuneration paid by FTIS and its delegates during the year ended September 30, 2018	€ 3,939,861
Number of staff of FTIS and in its delegates as at September 30, 2018	167.9
Total amount of compensation paid by FTIS and its delegates to Senior managers during the year ended September 30, 2018*,**	€ 3,772,980
Total amount paid by FTIS and its delegates to other members of staff who have a material impact on the profile of UCITS during year ended September 30, 2018*,**	€ -

**The total amount of compensation paid by FTIS has been allocated to each UCITS based on their pro rata share of the average month end total net assets of FTIS for the year ended September 30, 2018.*

*** The total amount of compensation paid by the FTIS delegates has been allocated to each UCITS based on their pro rata share of the average month end total net assets of the FTIS delegates for the year ended September 30, 2018.*

Franklin Templeton Office Directory

Further information regarding Franklin Templeton Investment Funds is available from the following Franklin Templeton offices:

EUROPE

Belgium

Franklin Templeton International Services S.à 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

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20, rue de la Paix
F-75002 Paris, France
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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 International Services S.à r.l., Italian branch
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 International Services S.à r.l.
Nederlands bijkantoor
World Trade Center Amsterdam
H-Toren, 5e verdieping
Zuidplein 36
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

Templeton Asset Management (Poland) TFI S.A.
Rondo 1, 29th Floor
Rondo ONZ 1
Warsaw 00-124, Poland
Tel: +48 22 337 13 50 Fax: +48 22 337 13 70
www.franklintempleton.pl

Romania

Franklin Templeton Investment Management UK – Bucharest Branch
Premium Point, 7th-8th Floor, Buzesti Street 78-80,
1st District, Bucharest 011017, Romania
CDS Line: + 40 21 200 96 28, Overseas: + 40 21 200 96 00
Fax Number: + 40 21 200 96 31/32
E-mail: BucharestCDS@franklintempleton.de
www.franklintempleton.ro

Spain and Portugal

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Tel: +34 91 426 3600 Fax: +34 91 577 1857
www.franklintempleton.com.es
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Sweden

Franklin Templeton Investment Management Limited
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SE-111 48 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
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United Kingdom

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United Arab Emirates

Franklin Templeton Investments (ME) Limited
Gate Building East Wing, 2nd Floor
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ASIA

Hong Kong

Franklin Templeton Investment (Asia) Limited
17/F Chater House, No. 8 Connaught Road Central
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Tel: 852 2877 7733 Fax: 852 2877 5401
www.franklintempleton.com.hk

Singapore

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7 Temasek Boulevard
#38-03 Suntec Tower One
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www.franklintempleton.com.sg

Franklin Templeton Office Directory (continued)

ASIA (continued)

Taiwan

Franklin Templeton Securities Investment Consulting (SINOAM) Inc.*
8th Floor, #87, Sec. 4
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Taipei, Taiwan, R.O.C.
Tel: 886 2 2781 0088 Fax: 886 2 2781 7788
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** Master agent appointed in Taiwan for FTIF to be offered and sold to the public in Taiwan.*

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

Please note that the websites mentioned above are directed at residents within the country stated on these websites. (Please refer to the website disclaimers).

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