

This letter is important and requires your immediate attention.

**If you are in doubt as to the action you should take,
please consult your legal, financial or professional advisers.**

Hong Kong, 24 October 2023

Dear Investor,

Franklin Templeton Investment Funds (the “Fund”)

This notice is intended for (i) investors who are registered with the Hong Kong Representative and (ii) investors who hold shares of the Fund via duly authorized Hong Kong intermediaries.

Unless otherwise specified herein, capitalized terms used in this letter shall have the meanings assigned to such terms in the Explanatory Memorandum of the Fund dated April 2023, as may be amended from time to time (the “**Explanatory Memorandum**”).

Annual General Meeting

We would like to inform you about the Fund’s Annual General Meeting (the “**Meeting**”) which will take place on 30 November 2023. It is an important event, and you get a chance to vote on items listed on the agenda. Full details of the Meeting are provided below.

We would also like to take the opportunity to provide you with some important information in relation to the Fund.

Change to the definition of “Valuation Day”

The Board of Directors has decided to amend the definition of “Valuation Day” with effect from 1 January 2024 (the “**Effective Date**”). The purpose of this change is to guarantee an alignment between Valuation Days and dealing days, and to avoid possible challenges in meeting subscription and redemption requests when the invested markets may be closed. The Board of Directors therefore expects this change to ease investors’ operativity in the sub-funds of the Fund (each a “**Sub-Fund**”, collectively the “**Sub-Funds**”).

With effect from the Effective Date, the definition of “Valuation Day” will be amended as follows:

Table 1 – For Sub-Funds with Base Currency in USD[@], the revised definition of “Valuation Day” will be linked to the New York Stock Exchange

| Sub-Funds | Current definition (prior to the Effective Date) | Revised definition (on or after the Effective Date) |
|--|--|---|
| 1. Franklin Biotechnology Discovery Fund | any day on which the New York Stock Exchange is open or any full day on which banks in Luxembourg are open for normal business (other than during a suspension of normal dealing). With respect to the | a day on which the New York Stock Exchange is open for normal business (other than during a suspension of normal dealing), further information on the applicable Valuation Days for the |
| 2. Franklin Global Convertible Securities Fund | Templeton China A-Shares Fund, | Sub-Fund can be found on the |
| 3. Franklin Global Growth Fund | the Management Company may also | website: |
| 4. Franklin Global Income Fund | take into account whether relevant | |
| 5. Franklin Global Real Estate Fund | | |

[@] This table excludes the definition of “Valuation Day” applicable to the Templeton China A-Shares Fund and Templeton China Fund. For details, please refer to Table 3 below.

| Sub-Funds | Current definition (prior to the Effective Date) | Revised definition (on or after the Effective Date) |
|---|---|--|
| 6. Franklin Gold and Precious Metals Fund | local stock exchanges and/or Regulated Markets which are the principal market(s) for a significant portion of the investments attributable to the Templeton China A-Shares Fund are closed for trading, and may elect to treat such closures as non-Valuation Days for the Sub-Fund. Further information on the applicable Valuation Days for the Sub-Fund can be found on the website: https://www.franklintempleton.lu *# | https://www.franklintempleton.lu *# |
| 7. Franklin High Yield Fund | | |
| 8. Franklin Income Fund | | |
| 9. Franklin India Fund | | |
| 10. Franklin Innovation Fund | | |
| 11. Franklin MENA Fund | | |
| 12. Franklin Mutual Global Discovery Fund | | |
| 13. Franklin Mutual U.S. Value Fund | | |
| 14. Franklin Natural Resources Fund | | |
| 15. Franklin NextStep Balanced Growth Fund | | |
| 16. Franklin NextStep Dynamic Growth Fund | | |
| 17. Franklin NextStep Stable Growth Fund | | |
| 18. Franklin Strategic Income Fund | | |
| 19. Franklin Technology Fund | | |
| 20. Franklin U.S. Dollar Short-Term Money Market Fund | | |
| 21. Franklin U.S. Government Fund | | |
| 22. Franklin U.S. Opportunities Fund | | |
| 23. Templeton Asian Bond Fund | | |
| 24. Templeton Asian Growth Fund | | |
| 25. Templeton Asian Smaller Companies Fund | | |
| 26. Templeton BRIC Fund | | |
| 27. Templeton Emerging Markets Bond Fund | | |
| 28. Templeton Emerging Markets Dynamic Income Fund | | |
| 29. Templeton Emerging Markets Fund | | |
| 30. Templeton Emerging Markets Smaller Companies Fund | | |
| 31. Templeton Frontier Markets Fund | | |
| 32. Templeton Global Balanced Fund | | |
| 33. Templeton Global Bond Fund | | |
| 34. Templeton Global Equity Income Fund | | |
| 35. Templeton Global Fund | | |
| 36. Templeton Global High Yield Fund | | |
| 37. Templeton Global Income Fund | | |
| 38. Templeton Global Smaller Companies Fund | | |
| 39. Templeton Global Total Return Fund | | |
| 40. Templeton Latin America Fund | | |

* The website has not been reviewed by the Securities and Futures Commission of Hong Kong.

Investors should note that this website may contain information on the Sub-Funds and/or share classes that are not authorized for public distribution in Hong Kong as at the date of publication of the Explanatory Memorandum, and which are not available to Hong Kong investors.

Table 2 – For Sub-Funds with Base Currency in EUR, the revised definition of “Valuation Day” will be linked to the retail banks in the United Kingdom

| Sub-Funds | Current definition (prior to the Effective Date) | Revised definition (on or after the Effective Date) |
|--|---|--|
| 1. Franklin Euro Government Bond Fund | any day on which the New York Stock Exchange is open or any full day on which banks in Luxembourg are open for normal business (other than during a suspension of normal dealing). With respect to the Templeton China A-Shares Fund, the Management Company may also take into account whether relevant local stock exchanges and/or Regulated Markets which are the principal market(s) for a significant portion of the investments attributable to the Templeton China A-Shares Fund are closed for trading, and may elect to treat such closures as non-Valuation Days for the Sub-Fund. Further information on the applicable Valuation Days for the Sub-Fund can be found on the website: https://www.franklintempleton.lu ** | a day on which the retail banks in the United Kingdom are open for normal business (other than during a suspension of normal dealing), further information on the applicable Valuation Days for the Sub-Fund can be found on the website: https://www.franklintempleton.lu ** |
| 2. Franklin Euro High Yield Fund | | |
| 3. Franklin Mutual European Fund | | |
| 4. Templeton Eastern Europe Fund | | |
| 5. Templeton Euroland Fund | | |
| 6. Templeton European Small-Mid Cap Fund | | |
| 7. Templeton Global Climate Change Fund | | |

Table 3 – For Sub-Funds with Base Currency in USD but with a significant exposure to the relevant local stock exchanges, the revised definition of “Valuation Day” will be linked to the New York Stock Exchange as well as the relevant exchanges

| Sub-Funds | Current definition (prior to the Effective Date) | Revised definition (on or after the Effective Date) |
|----------------------------------|---|---|
| 1. Templeton China A-Shares Fund | any day on which the New York Stock Exchange is open or any full day on which banks in Luxembourg are open for normal business (other than during a suspension of normal dealing). With respect to the Templeton China A-Shares Fund, the Management Company may also take into account whether relevant local stock exchanges and/or Regulated Markets which are the principal market(s) for a significant portion of the investments attributable to the Templeton China A-Shares Fund are closed for trading, and may elect to treat such closures as non-Valuation Days for the Sub-Fund. Further information on the applicable Valuation Days for the Sub-Fund can be found on the website: https://www.franklintempleton.lu ** | a day on which the Shanghai Stock Exchange, the Hong Kong Stock Exchange and the New York Stock Exchange are open for normal business (other than during a suspension of normal dealing), further information on the applicable Valuation Days for the Sub-Fund can be found on the website: https://www.franklintempleton.lu ** |
| 2. Templeton China Fund | | |

As a result of the above change, the Sub-Funds will have more non-Valuation Days. The list of non-Valuation Days will be available on <https://www.franklintempleton.lu>^{**}. Pursuant to the section headed “DEALINGS IN THE FUNDS” in the Explanatory Memorandum, dealings in the Sub-Funds (including but not limited to issue, switch, redemption and transfer of shares in the Sub-Funds) would usually take place on a Valuation Day. On this basis, the reduction in the number of Valuation Day due to the change to the definition of “Valuation Day” will in turn result in a reduction in the number of dealing days during which the shares of the Sub-Funds may be subscribed for, redeemed and/or switched.

Rest assured, the above change will not result in any change in the features (which may include but not limited to investment objective and policy) and risks applicable to the Sub-Funds, and the above change will not give rise to any change in the fee level or cost in managing the Sub-Funds. Save as disclosed above, there will be no other change to the operation and/or the manner in which the Sub-Funds are being managed. For the avoidance of doubt, the above change will not affect the dealing procedures. There is no material effect on the investors, and the change will not materially prejudice the rights or interests of the investors. In addition, any costs and/or expenses that will be incurred in connection with the above change (other than the cost of publishing the shareholder notice dated 24 August 2023) will be borne by the Management Company.

The Explanatory Memorandum will be updated to reflect the above change in due course. An updated version of the Explanatory Memorandum will be available for download from the Hong Kong Representative’s website at <https://www.franklintempleton.com.hk>^{*}, and it will also be made available at the office of the Hong Kong Representative in due course.

Audited Annual Report

Audited annual report including the financial statements of the Fund for the accounting year ended 30 June 2023 will be available on the website of the Hong Kong Representative at <https://www.franklintempleton.com.hk>^{*} no later than 31 October 2023 and is available in English only. You may also obtain a hard copy of the audited annual report free of charge at the office of the Hong Kong Representative from 31 October 2023 onwards.

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The Management Company and the Board of Directors accept full responsibility for the accuracy of the information contained herein as at the date of its publication and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement misleading.

If you have any questions, please do not hesitate to contact your investment consultant or call our appointed Transfer Agent and Dealing Hotline at +852 2805 0033 / Investor Hotline at +852 2805 0111 or contact the Hong Kong Representative. If you are not a duly authorized intermediary for the Hong Kong market, please be advised that you are not required to forward this letter to your end clients.

Thank you for your continued support of Franklin Templeton Investment Funds.

Yours faithfully,

Franklin Templeton Investments (Asia) Limited

富蘭克林鄧普頓投資(亞洲)有限公司

As Hong Kong Representative of the Fund

Basic information about the Meeting



Who can come to the Meeting?

Any registered holder who owns shares in the Fund can come to the Meeting or alternatively vote by proxy.



When is the Meeting?

30 November 2023
2:30 p.m.
(Luxembourg time)



Where is the Meeting?

The Meeting is at the Fund's registered office:
8A rue Albert Borschette,
L-1246, Luxembourg.

Did you know?

E-Documents: If you are a shareholder registered with the Hong Kong Representative, you can register with our online platform to view and download e-Documents at your convenience. It is safe, secure, and enables quick access to all e-Documents relating to your portfolios.

Email Instructions: If you are a shareholder registered with the Hong Kong Representative, you can register and send your instructions to us via email (email address: cdshk@franklintempleton.com). If you are interested in registering with us for these services, please contact our appointed Transfer Agent and Dealing Hotline at +852 2805 0033 during the office hours (i.e. from 9:00 a.m. to 6:00 p.m. on Monday to Friday and is closed on Saturdays, Sundays and public holidays).

Meeting Agenda

- Presentation of the Report of the Board of Directors;
- Presentation of the Report of the Auditors;
- Approval of the Financial Statements of the Fund for the accounting year ended 30 June 2023;
- Discharge of the Board of Directors for the accounting year ended 30 June 2023;
- Re-appointment of the following seven (7) directors: Anouk Agnes, Gregory E. Johnson, Mark G. Holowesko, Joseph LaRocque, William Lockwood, Jed A. Plafker and Craig Tyle;
- Approval to increase the number of directors of the Fund from seven (7) to eight (8);
- Appointment of Virginie Lagrange as additional independent director of the Fund;
- Re-election of PricewaterhouseCoopers Société Coopérative as Auditors;
- Approval of the payment of dividends for the accounting year ended 30 June 2023;
- Consideration of such other business as may properly come before the Meeting.

How to make your voice heard during the Meeting

| | |
|---------------------------------|--|
| How do I vote in person? | <p>Shareholders should be present at the registered office of the Fund at 2:00 p.m. on 30 November 2023 (Luxembourg time).</p> <p>In the case where the Chairperson of the Meeting needs to move it to another place other than the registered office, shareholders present will be notified of the new venue. The Meeting will thus start at 3:30 p.m. (Luxembourg time).</p> |
| How do I vote remotely? | <p>Just fill in the proxy form included with this letter and send it to us. You will need to:</p> <ul style="list-style-type: none"> • Name a person to vote on your behalf (That can be the Chairperson or anyone else who will be there) • Complete and show how you want to vote on the topics listed here with this invitation. • Send it to: Franklin Templeton Investments (Asia) Limited 17/F Charter House, 8 Connaught Road Central, Hong Kong or submit a scanned copy of the proxy to the following email address: cdshk@franklintempleton.com • Make sure we get the proxy details before 5:00 p.m. on 16 November 2023 (Hong Kong time). |

No quorum is required for resolution of the items of the agenda and the decisions will be taken by the simple majority of vote expressed by the shareholders represented at the Meeting.

Where to find out more about the Fund**Where can I get more detailed information about the Fund and the changes that affected it over the last financial year?**

The best source of information about the Fund over the financial year that ended on 30 June 2023 is the Audited Annual Report. It includes:

- A report from the Board of Directors
- An overview of activities that independent auditors have checked for accuracy
- Financial statements (including details about the Fund's performance and net assets).

How do I find the Audited Annual Report?

We do not mail out copies of the Audited Annual Report to shareholders anymore. The easiest way to see the Audited Annual Report is on our website at
<https://www.franklintempleton.com.hk>.*

Can I get a printed copy of the Audited Annual Report?

If you want a printed copy, we will be happy to get one to you upon request.

Are there any other sources of information?

If you want to know more about the Fund's plans and how the Management Company manages investments, take a look at the Explanatory Memorandum and Product Key Facts Statements. You can find these on our website at:

<https://www.franklintempleton.com.hk>.*

You can also get printed copies free of charge, upon request, from our office at 17/F Charter House, 8 Connaught Road Central, Hong Kong.