

Luxembourg, 26 February 2024

SFDR reclassification of two sub-funds of Franklin Templeton Investment Funds

Dear Shareholder,

We would like to inform you that the board of directors of Franklin Templeton Investment Funds (the “**Company**”) has decided, in light of investors’ demand, to have the below listed sub-funds (the “**Funds**”) reclassified from Article 6 to Article 8 under the Sustainable Finance Disclosure Regulation (“**SFDR**”) and to create their SFDR related disclosures, in order to better reflect the Environmental, Social and Governance (ESG) considerations that have already been part of the investment process with binding commitments to sustainability that are objective and data-driven, while maintaining its focus on value investing:

- Franklin Mutual European Fund
- Franklin Mutual Global Discovery Fund

As a consequence of the above, please note that the following changes will be made to the Prospectus:

- (i) the SFDR precontractual disclosures for the Funds will be added to Appendix G of the Prospectus;
- (ii) the Investor Profile sub-section of the Funds will be updated to state that the Funds may appeal to investors looking to invest in funds compliant with Article 8 of the SFDR;
- (iii) “Sustainability risk” will be added to the list of risks which are particularly relevant for the Funds, under section “Risk Considerations”; and
- (iv) the following paragraph will be added to the Funds’ investment policies to make reference to the Funds’ SFDR precontractual disclosures:

“The Investment Manager also considers Environmental, Social and Governance (ESG) factors as an integral component of its fundamental investment research and decision process. The Environmental and/or Social characteristics (within the meaning of Article 8 SFDR) promoted by the Fund are detailed in the Appendix G.”

In addition, the investment policies of the Funds will be further amended to **remove** the following paragraph from their investment policies:

“Since the Investment Manager considers that Environmental, Social and Governance (ESG) factors can have a material impact on a company’s current and future corporate value, ESG considerations will be an integral component of its fundamental bottom-up research. The research team routinely evaluate material ESG issues in accordance with an internally established framework. For the avoidance of doubt, the Investment Manager does not apply binding ESG criteria nor explicit ESG exclusions.”

(continued)

Impact

While the portfolio's composition and investment universe will be modestly impacted by the changes detailed above, ESG considerations were already part of the investment research and process of the Funds. Therefore the changes detailed above will have no material impact on the investment philosophy, process, overall risk profile or SRI, or the fees charged.

The changes detailed above will become effective as from 27 March 2024 and will be reflected in an updated version of the Prospectus, a copy of which will be available online or at the registered office of the Company. Upon request of a shareholder, a draft KID and a draft of the SFDR precontractual disclosures of the Funds are available at the registered office of the Company.

All other features of the Funds remain the same.

What you need to do

You do not need to do anything if you are satisfied with the changes. You also have the option to switch your shares into other funds of the Company provided that such funds are available for distribution in your country. You may also request a redemption of your investment. Should you wish to proceed with either option, please refer to the latest Prospectus terms. Such requests of switch or redemption will be executed free of charge, provided that they are received at the latest by 27 March 2024.

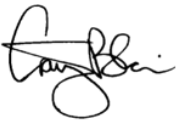
Please note that "free of any redemption charge" does not apply to the contingent deferred sales charge ("**CDSC**") for all classes subject to such CDSC, due to the nature of such fee. Accordingly, should you decide to redeem any shares subject to a CDSC, such redemption will be subject to the applicable CDSC as more fully disclosed in the Prospectus.

Need more information?

Your dedicated Client Service Team will be happy to help with any general questions about Franklin Templeton. Just call your local Client Service Team, visit our website at www.franklintempleton.lu or if you need advice about your investment please speak to a financial adviser.

We thank you for choosing to trust Franklin Templeton with your investments.

Best regards,



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