



Dear shareholder,

In response to investor appetite for higher income, the following funds in the Franklin Templeton Investment Funds range will charge ongoing expenses to capital rather than their income accounts with effect from 1st June 2015.

Full List of Impacted Franklin Templeton Investment Funds (SICAV) Funds:

Franklin Asia Credit Fund
Franklin European Corporate Bond Fund
Franklin Euro Government Bond Fund
Franklin Euro High Yield Fund
Franklin European Total Return Fund
Franklin Global Corporate High Yield Fund Yield
Franklin Global High Income Bond Fund
Franklin High Yield Fund
Franklin Strategic Income Fund
Templeton Asian Bond Fund
Templeton Emerging Markets Bond Fund
Templeton Global Balanced Fund
Templeton Global Bond Fund
Templeton Global High Yield Fund
Templeton Global Total Return Fund

We believe that this change will assist investors in their increasing demands for income. No amendments have been made to the investment processes of the funds as a result of the charges being taken from capital.

Kind regards,