

For the source and calculation basis of Fund information, please refer to the \*Explanatory Notes section.

### Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	82 Millions
Fund Inception Date	29.04.2011
Number of Issuers	121
Benchmark	Blended 50% MSCI Emerging Markets + 50% JP Morgan EMBI Global Index
Morningstar Category™*	Global Emerging Markets Allocation
Distribution Yield* – A (Qdis) USD	3.44%

### Summary of Investment Objective

The Fund's investment objective is to maximise, consistent with prudent investment management, a combination of capital appreciation and income. The Fund seeks to achieve its objective by investing principally in a diversified portfolio of equity and debt securities by issuers located, incorporated or have their principal business activities in developing or Emerging Market countries. The Fund will typically invest at least 25% of its assets in Emerging Market equity securities and at least 25% of its assets in debt securities.

### Fund Management\*

Chetan Sehgal, CFA: Singapore  
Michael Hasenstab, PhD: United States  
Laura Burakreis: United States  
Carlos Hardenberg: United Kingdom

### Ratings - A (Qdis) USD

Overall Morningstar Rating™\*: ★★★★★

### Asset Allocation\*

	%
Equity	51.07
Local EM Govt Bonds	35.33
Cash & Cash Equivalents	11.22
Sovereign Bonds and Agencies	1.60
Corporate Bonds	0.79

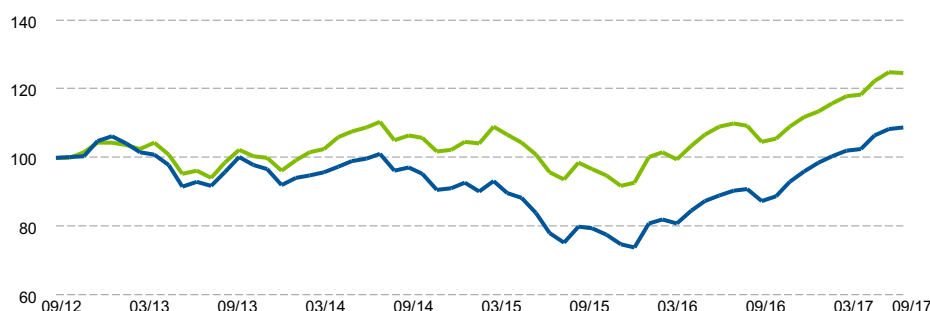
### Risk Considerations

- The Fund invests in emerging market securities which are exposed to higher risk of economic, political and regulatory changes that may pose additional risk to the Fund.
- The Fund may invest up to 100% of their total net assets in structured products, mortgage- and asset-backed securities and derivatives (such as credit default swaps, forwards and options), and is subject to significant liquidity and counterparty default risks.
- The Fund may invest in defaulted debt securities on which the issuers are not currently making interest payment, and as a result may be subject to liquidity and counterparty default risks.
- The Fund may invest in non-investment grade debt securities, and as a result may be subject to liquidity and counterparty default risks.
- The Fund's value may be affected by exchange control regulations and changes in exchange rates.
- The Fund may at its discretion pay dividend out of the capital of the Fund.
- Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment.
- Any distributions involving payment of dividends out of the Fund's capital or payment of dividends effectively out of the Fund's capital (as the case may be) may result in an immediate reduction of the net asset value per share.
- This investment involves risks which may result in loss of part or entire amount of your investment.
- Before you decide to invest, you should make sure the intermediary has explained to you that the Fund is suitable to you.
- Investors should not only base on this marketing material alone to make investment decisions.

### Performance\*

#### Performance over 5 Years in Share Class Currency (%)

■ Templeton Emerging Markets Balanced Fund A (Qdis) USD ■ Blended 50% MSCI Emerging Markets + 50% JP Morgan EMBI Global Index



#### Performance in Share Class Currency (%)

	Cumulative					
	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	Since Incept
A (Qdis) USD	6.27	22.49	20.38	13.27	8.90	1.77
Benchmark in USD	5.20	18.12	13.25	18.68	24.67	29.33

#### Calendar Year Performance in Share Class Currency (%)

	2016	2015	2014	2013	2012
A (Qdis) USD	14.71	-14.55	-6.23	-7.81	14.54
Benchmark in USD	11.17	-6.81	1.90	-4.32	18.93

#### Top Ten Equity Holdings (% of Total)

Issuer Name	
SAMSUNG ELECTRONICS CO LTD	4.55
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	2.85
NASPERS LTD	2.74
BRILLIANCE CHINA AUTOMOTIVE HOLDINGS LTD	2.66
ALIBABA GROUP HOLDING LTD	1.89
TENCENT HOLDINGS LTD	1.56
UNILEVER PLC	1.52
ICICI BANK LTD	1.39
BANCO BRADESCO SA	1.12
SK HYNIX INC	1.03

#### Fund Measures

Price to Earnings (12-mo Trailing)	14.48x
Price to Book	1.92x
Price to Cash Flow	7.91x
Average Credit Quality*	BB-
Average Duration	2.54 Years
Average Weighted Maturity	5.48 Years
Yield to Maturity	12.06%
Standard Deviation (5 Yrs)	11.10%

### Share Class Information

Share Class	Incept Date	NAV	TER (%)	Fees				Dividends		Fund Identifiers
				Max. Sales Charge (%)	Mgmt. Fee (%)	Max. Maint. Charge (%)	Max. Serv. Charge (%)	Last Paid Date	Last Paid Amount	ISIN
A (Qdis) USD	29.04.2011	USD 8.73	2.11	5.00	1.30	0.50	N/A	17.07.2017	0.0750	LU0608807946
A (acc) USD	29.04.2011	USD 10.18	2.11	5.00	1.30	0.50	N/A	N/A	N/A	LU0608807433

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## Composition of Fund\*

■ Templeton Emerging Markets Balanced Fund

■ Equity Benchmark: MSCI Emerging Markets Index ■ Fixed Income Benchmark: JP Morgan EMBI Global Index

Geographic		% of Total	Sector—Equity		% of Equity
China		11.75	Information Technology		32.91 / 27.59
South Korea		9.59	Consumer Discretionary		21.45 / 10.29
Brazil		8.46	Financials		19.72 / 23.40
India		6.70	Consumer Staples		6.87 / 6.48
Argentina		5.44	Materials		5.92 / 7.22
Taiwan		5.25	Energy		5.55 / 6.79
South Africa		5.23	Health Care		2.75 / 2.28
Colombia		5.13	Industrials		2.33 / 5.40
Ghana		3.53	Telecommunication Services		1.62 / 5.09
Other		20.71	Other		0.90 / 5.45
Cash & Cash Equivalents		18.21			
Market Capitalisation Breakdown in USD		% of Equity	Sector—Fixed Income		% of Fixed Income
<2.0 Billion		8.26	Local Curr. Govt/Agency Bonds: Non-Investment Grade		54.09 / 0.00
2.0-5.0 Billion		13.52	Local Curr. Govt/Agency Bonds: Investment Grade		38.02 / 0.00
5.0-10.0 Billion		8.17	Non-Local Curr. Sovereign Bonds: Non-Investment Grade		6.20 / 38.91
10.0-25.0 Billion		15.90	Corporate Bonds: Non-Investment Grade		1.39 / 0.00
25.0-50.0 Billion		12.04	Non-Local Curr. Sovereign Bonds: Investment Grade		0.00 / 61.09
>50.0 Billion		41.61	Derivatives		-0.07 / 0.00
N/A		0.51	Cash & Cash Equivalents		0.37 / 0.00
Currency—Fixed Income		% of Fixed Income			
U.S. Dollar		25.32 / 100.00			
Egyptian Pound		18.17 / 0.00			
Mexican Peso		15.33 / 0.00			
Argentine Peso		14.20 / 0.00			
Colombian Peso		13.39 / 0.00			
Brazilian Real		12.50 / 0.00			
Indian Rupee		10.56 / 0.00			
Japanese Yen		-10.99 / 0.00			
EURO		-12.94 / 0.00			
Other		14.46 / 0.00			

## Portfolio Data Derivatives Disclosures

Asset allocation figures shown reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors. Fund Measures figures shown for Average Duration, Average Weighted Maturity and Yield to Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets). Composition of Fund - Geographic, Currency-Fixed Income and Sector-Fixed Income portfolio weights reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors.

## Important Information

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## \*Explanatory Notes

**Performance:** Performance information is based on the stated share class only, in Fund Currency, NAV to NAV, taking into account of dividend reinvestments and capital gain or loss.

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**Distribution Yield:** The Distribution Yield refers to annualized yield. The Distribution Yield is based on the most recent month's distribution and shown as an annualized percentage as of the date shown. It does not include any preliminary charge and investors may be subject to tax on distributions. Information is historical and may not reflect current or future distributions. The formula for calculating Distribution Yield of the stated share class:  $(nr/p) \times 100$ . r = last dividend paid; p = month end NAV; n = distribution frequency. n = 12 for monthly distribution; n = 4 for quarterly distribution; n = 1 for yearly distribution.

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**Top 10 Holdings:** These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top holdings list.

**Average Credit Quality:** The average credit quality (ACQ) rating may change over time. The portfolio itself has not been rated by an independent rating agency. The letter rating, which may be based on bond ratings from different agencies, is provided to indicate the average credit rating of the portfolio's underlying bonds and generally ranges from AAA (highest) to D (lowest). The ACQ is determined by assigning a sequential integer to all credit ratings AAA to D, taking a simple, asset-weighted average of debt holdings by market value and rounding to the nearest rating. The risk of default increases as a bond's rating decreases, so the ACQ provided is not a statistical measurement of the portfolio's default risk because a simple, weighted average does not measure the increasing level of risk from lower rated bonds. The ACQ is provided for informational purposes only. Derivative positions and unrated securities are not reflected in the ACQ.

**Asset Allocation/Composition of Fund:** Due to rounding, the sum of portfolio may not equal 100%.