

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)	1.21 billion
Fund Inception Date	18.10.2007
Number of Issuers	139
Benchmark	MSCI Emerging Markets Small Cap Index
Morningstar Category™*	Global Emerging Markets Small/Mid-Cap Equity

Summary of Investment Objective

The Fund aims to achieve long-term capital appreciation by investing primarily in equity securities and depository receipts of small-cap companies registered or performing a substantial part of their business in emerging markets or holding a substantial part of their participations in small-cap companies registered in emerging markets. Emerging markets small cap companies are those having a market capitalisation at the time of initial purchase within the range of the market capitalisations of companies included in the MSCI Emerging Markets Small Cap Index (Index).

Fund Management*

Chetan Sehgal, CFA: Singapore

Ratings - A (acc) USD

Overall Morningstar Rating™*: ★★★★★

Asset Allocation*

	%
Equity	97.35
Cash & Cash Equivalents	2.65

Offering Documents



Awards in the Past Year

Fund Selector Asia Awards Hong Kong 2018
Global Emerging Markets Equity, Platinum Award ⁴

* Source: Fund Selector Asia, fund performance as of 30/06/2017. Awarded Funds refer to the awards for specific fund categories. Visit www.franklintempleton.com.hk (Awards and Recognition page) for more details.

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 (acc) USD	18.10.2007	USD 12.75	2.48	5.00	1.60	0.50	N/A	N/A	N/A	LU0300738514
A (acc) EUR	18.10.2007	EUR 15.09	2.48	5.00	1.60	0.50	N/A	N/A	N/A	LU0300743431

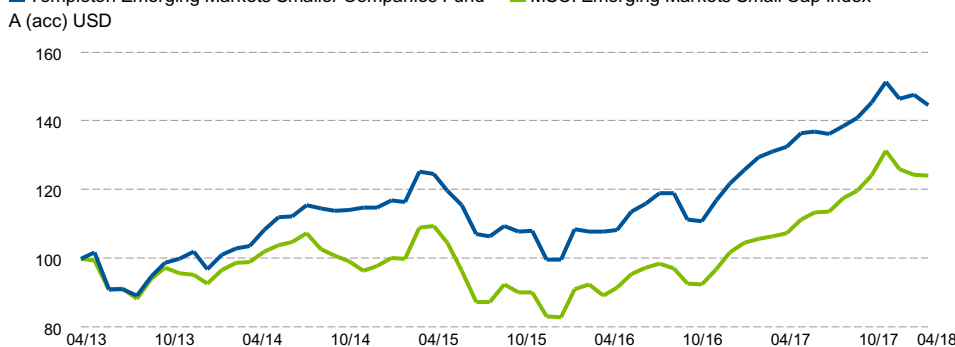
Risk Considerations

- 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 invests primarily in small and mid-sized companies, and as a result may be subject to lower liquidity and more volatility than funds investing wholly in larger companies.
- 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.
- 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 Smaller Companies Fund ■ MSCI Emerging Markets Small Cap Index



Performance in Share Class Currency (%)

	Cumulative						
	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (acc) USD	-4.42	-0.47	11.65	15.49	44.72	44.72	27.50
Benchmark in USD	-5.39	0.11	17.51	13.91	24.29	49.88	28.69

Calendar Year Performance in Share Class Currency (%)

	2017	2016	2015	2014	2013
A (acc) USD	30.98	2.73	-5.84	12.46	8.18
Benchmark in USD	34.22	2.56	-6.57	1.34	1.35

Top Ten Holdings (% of Total)

Issuer Name	% of Total
BAJAJ HOLDINGS & INVESTMENT LTD	3.28
APOLLO TYRES LTD	2.95
BAOZUN INC	2.66
HOA PHAT GROUP JSC	2.34
FEDERAL BANK LTD	2.20
FILA KOREA LTD	2.00
MEDY-TOX INC	1.83
BALKRISHNA INDUSTRIES LTD	1.75
IMAX CORP	1.72
LUYE PHARMA GROUP LTD	1.69

Fund Measures

Price to Earnings (12-mo Trailing)	16.75x
Price to Book	1.99x
Price to Cash Flow	11.07x
Dividend Yield	1.85%
Standard Deviation (5 Yrs)	12.11%

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Composition of Fund*

■ Templeton Emerging Markets Smaller Companies Fund ■ MSCI Emerging Markets Small Cap Index

Geographic	% of Total	Sector	% of Total
India	18.39 / 14.09	Consumer Discretionary	21.52 / 17.03
China	15.71 / 20.51	Information Technology	18.01 / 15.83
South Korea	11.85 / 17.25	Health Care	14.60 / 9.47
Taiwan	11.07 / 16.92	Financials	14.24 / 8.94
Vietnam	5.90 / 0.00	Consumer Staples	9.49 / 7.08
Turkey	3.27 / 1.18	Industrials	8.24 / 14.23
Thailand	2.55 / 3.63	Materials	7.98 / 11.64
United States	2.52 / 0.00	Real Estate	2.13 / 8.84
Brazil	2.51 / 5.42	Energy	0.63 / 2.25
Others	23.58 / 21.01	Others	0.51 / 4.70
Cash & Cash Equivalents	2.65 / 0.00	Cash & Cash Equivalents	2.65 / 0.00

Market Capitalisation Breakdown in USD	% of Equity
<1.0 Billion	23.34
1.0-2.0 Billion	23.09
2.0-5.0 Billion	45.27
5.0-10.0 Billion	4.22
>10.0 Billion	2.10
N/A	1.98

Important Information

Unless stated otherwise, all information is as of the publishing date of this document. Source: Franklin Templeton Investments.

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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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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.

Dividend Yield: Reported as a weighted average to reflect the proportion of the portfolio each stock holding represents. This is the ratio of a stock's dividend per share to the month end market price.

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