



FRANKLIN TEMPLETON
INVESTMENTS

FRANKLIN NATURAL RESOURCES FUND

A SUB-FUND OF LUXEMBOURG-DOMICILED SICAV

August 31, 2012

INVESTMENT OBJECTIVE

The Fund aims to provide investors with capital appreciation and current income. To achieve this goal, the Fund invests in US dollar- and other currency-denominated securities in the natural resources sector in established and emerging markets.

FUND MANAGER AND LOCATION

Frederick Fromm, San Mateo, California

Steve Land, San Mateo, California

Matthew Adams, San Mateo, California

FUND DATA¹

Base Currency of Fund: US Dollar

Portfolio Size: \$339.55 million

Date of Launch: July 12, 2007

Purchase of Shares:

Min Initial Investment \$5,000.00

Min Subsequent Investment \$1,000.00

Primary Fund Benchmark/Index:

S&P North American Natural Resources Sector Index

Morningstar™ Workstation Category:

Sector Equity Energy

Dividend Frequency: Accumulating

Investment Management Fee (% p.a.):²

1.00%

FUND AWARDS AND RATINGS

Morningstar™ Overall Rating:⁴ ★★★★★

Morningstar™ Style Box:⁴

STYLE

Value Blend Growth

SIZE

Large

Medium

Small

☒ **Current**

ASSET ALLOCATION¹

EQUITY	FIXED INCOME	CASH	# OF ISSUES
96.00%	0.00%	4.00%	106

PERFORMANCE IN SHARE CLASS CURRENCY AS OF AUGUST 31, 2012

	1-MO	3-MO	6-MO	1-YR	3-YR*	5-YR*	10-YR*	SINCE LAUNCH	SINCE LAUNCH*
A(Ydis)USD	2.46	6.57	-17.12	-14.87	6.80	-1.25	-	-12.40	-2.54
A(acc)USD	2.46	6.57	-17.12	-14.87	6.80	-1.25	-	-12.40	-2.54
B(acc)USD	2.39	6.26	-17.64	-15.96	-	-	-	-1.50	-0.65
C(acc)USD	2.38	6.39	-17.32	-15.35	6.16	-	-	-18.40	-4.39
A(acc)EUR	0.14	4.66	-12.22	-2.79	11.56	0.35	-	-4.00	-0.79
N(acc)EUR	0.15	4.53	-12.66	-3.60	10.71	-0.44	-	-7.85	-1.58

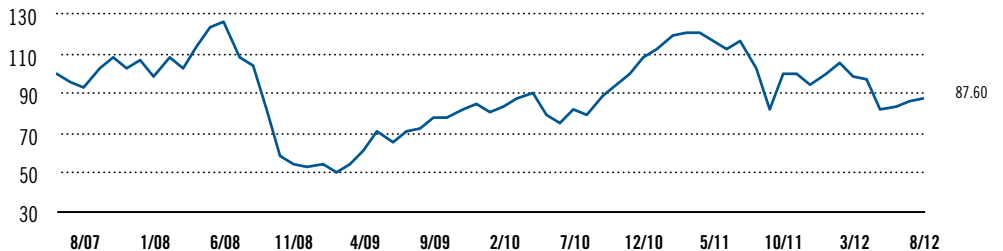
*Annualized Performance

CALENDAR YEAR PERFORMANCE AS OF AUGUST 31, 2012

	NAV	YTD	2011	2010	2009	2008	2007	2006	2005	2004
A(Ydis)USD	\$8.76	-7.40	-12.73	28.74	58.87	-50.70	-	-	-	-
A(acc)USD	\$8.76	-7.40	-12.65	28.62	58.87	-50.70	-	-	-	-
B(acc)USD	\$9.85	-8.20	-13.88	-	-	-	-	-	-	-
C(acc)USD	\$8.16	-7.80	-13.15	27.85	58.13	-	-	-	-	-
A(acc)EUR	€6.97	-4.78	-9.74	37.69	55.00	-48.44	-	-	-	-
N(acc)EUR	€6.69	-5.24	-10.41	36.57	53.87	-48.84	-	-	-	-

TOTAL PERFORMANCE IN US DOLLAR AS OF AUGUST 31, 2012

*Since inception at NAV with an initial 100 USD investment and all dividends reinvested.



■ Franklin Natural Resources Fund - A(acc)USD

PORTFOLIO COMPOSITION (% OF TOTAL)¹

TOP 10 ISSUERS³

SECURITY NAME	%
SCHLUMBERGER LTD	4.31
OCCIDENTAL PETROLEUM CORP	3.90
CHEVRON CORPORATION	3.83
HALLIBURTON CO	3.74
ANADARKO PETROLEUM CORP	3.56
DEVON ENERGY CORP	2.87
EXXON MOBIL CORP	2.59
CAMERON INTERNATIONAL CORP	2.46
NOBLE ENERGY INC	2.07
APACHE CORP	1.95

FUND CHARACTERISTICS

STATISTICS	
Price to Earnings Ratio	12.29x
Price to Book Value Ratio	1.49x
Price to Cash Flow Ratio	6.44x
3 Yrs Annualized Std Deviation - Fund	27.26%

Client Services

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Canada (877) 389-0076

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COUNTRY BREAKDOWN¹

COUNTRY BREAKDOWN	%
United States	70.77
Canada	9.59
United Kingdom	6.98
Australia	3.67
Brazil	1.84
France	1.75
South Africa	0.75
China	0.38
Hong Kong	0.27
Cash/Cash Equivalent	4.00

CURRENCY BREAKDOWN¹

CURRENCY BREAKDOWN	%
US Dollar	88.19
Canadian Dollar	5.17
Australian Dollar	3.09
British Pound	2.47
Hong Kong Dollar	0.77
Brazilian Real	0.30

INDUSTRY BREAKDOWN¹

INDUSTRY BREAKDOWN	%
Energy	74.27
Materials	19.89
Capital Goods	1.15
Food Beverage & Tobacco	0.56
Utilities	0.13
Cash/Cash Equivalent	4.00

FUND IDENTIFIERS

SHARE CLASS*	INCEPTION DATE	CUSIP	BLOOMBERG	ISIN
A(Ydis)USD	07/12/2007	L4058Y618	FTNRAYDLX	LU0300736492
A(acc)USD	07/12/2007	L4058Y600	FTNRACULX	LU0300736062
B(acc)USD	05/05/2010	L4058V531	FTNRBAULX	LU0496371369
C(acc)USD	02/21/2008	L40592682	FNTRCAULX	LU0343523568
A(acc)EUR	07/12/2007	L4058Y592	FNTRACELX	LU0300741732
N(acc)EUR	07/12/2007	L4058Y634	FNTRNAELX	LU0300742037

* (Mdis) - monthly distribution; (Qdis) - quarterly distribution; (Ydis) - yearly distribution; (acc) - accumulation

WHAT ARE THE RISKS

By focusing on the natural resources sector, some funds carry much greater risks of adverse developments than a fund that invests in a wider variety of industries. Other risk considerations of investing in this fund include credit, equity, emerging market, foreign currency, and small and mid-size company risks. Please consult the Prospectus for a full discussion of these risks.

DISCLAIMERS

1. Portfolio Composition and Asset Allocation data as of July 31, 2012 (Negative currency positions, if any, may occur due to hedging, unsettled payables, and derivatives holdings).

2. Investment Management Fee is a monthly fee equivalent to a percentage of the Fund's adjusted daily net assets received by the Investment Manager for each Class of Shares, except for the I shares classes. For a full description of all fees and charges that an investor may incur, including the initial sales charges and maintenance and company charges attributable to a class of shares of the Fund, please consult the current Prospectus of FTIF.

3. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in a top 10 holdings list.

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