



FRANKLIN TEMPLETON  
INVESTMENTS

# TEMPLETON EMERGING MARKETS BALANCED FUND

A SUB-FUND OF LUXEMBOURG-DOMICILED SICAV

29 February 2012

## FUND MANAGER AND LOCATION

**Mark Mobius**, Singapore  
**Michael Hasenstab**, California, United States

## FUND DATA

**Base Currency of Fund:** US dollar  
**Fund Size:** \$43.15 million  
**Date of Fund Launch:** 29 April 2011  
**Fund Index:** 50% MSCI Emerging Markets + 50% JP Morgan EMBI Global  
**Morningstar™ Workstation Category:**  
Global Emerging Markets Allocation

## LAST DIVIDEND PAID

Share Class	Date Paid	Amount
A(Qdis)GBP	16/01/2012	£0.0240
A(Qdis)GBP-H1	16/01/2012	£0.0230
A(Qdis)USD	16/01/2012	\$0.0230
A(Ydis)EUR	08/07/2011	€0.0160
A(Ydis)EUR-H1	08/07/2011	€0.0160

## YIELD

Share Class	Distribution Yield <sup>5</sup>
A(Qdis)GBP	0.94%
A(Qdis)GBP-H1	0.95%
A(Qdis)USD	0.94%
A(Ydis)EUR	0.15%
A(Ydis)EUR-H1	0.16%

## NET ASSET VALUE AS AT 29 FEBRUARY 2012

A(acc)EUR	€10.94
A(acc)EUR-H1	€9.81
A(acc)USD	\$9.84
A(Qdis)GBP	£10.24
A(Qdis)GBP-H1	£9.72
A(Qdis)USD	\$9.74
A(Ydis)EUR	€10.92
A(Ydis)EUR-H1	€9.79

## EUSD STATUS

**Redemption:** In Scope  
**Distribution:** In Scope

## CHARGES<sup>7</sup>

	Initial Charge	Annual Charge	TER A(Qdis)USD
All A Classes	5.00%	1.80%	2.05%

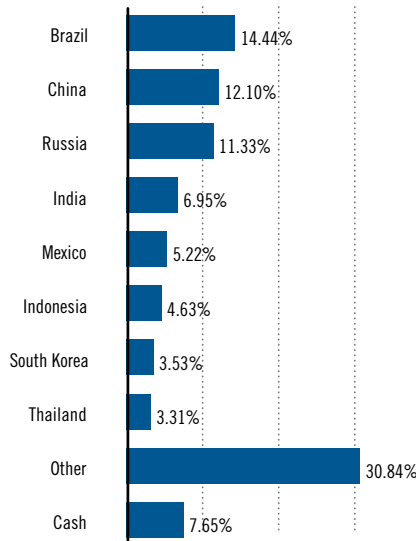
## INVESTMENT OBJECTIVE

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 securities, fixed and floating rate debt securities, including low-rated debt securities, and debt obligations issued by government, government-related issuers and corporate entities which are 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 but the proportion of its assets allocated to each may vary over time depending on the Investment Managers' view of the relative attractiveness of each asset class.

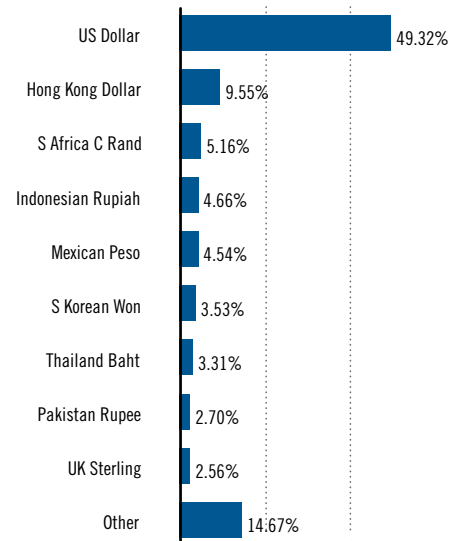
## INVESTOR PROFILE

- Seeking a combination of capital appreciation and income by investing in Emerging Markets.
- Planning to hold their investment for the medium to long term.

## COUNTRY BREAKDOWN (29 FEBRUARY 2012)<sup>1</sup>



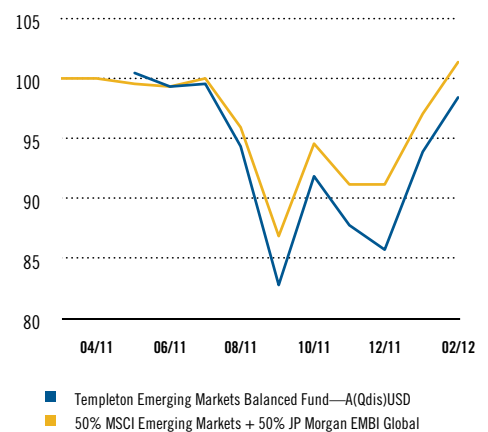
## CURRENCY BREAKDOWN (29 FEBRUARY 2012)<sup>2</sup>



## TOP 10 HOLDINGS (29 FEBRUARY 2012)<sup>8</sup>

SECURITY NAME	%
Vale SA, ADR, pfd., A	5.05
Gazprom, ADR	5.00
OAO TMK, GDR	2.88
United Bank Ltd.	2.70
CNOOC Ltd.	2.65
Tata Steel Ltd., GDR	2.65
Impala Platinum Holdings Ltd.	2.64
PetroChina Co. Ltd., H	2.59
Antofagasta PLC	2.56
Inner Mongolia Yitai Coal Co. Ltd., B	2.54

## TOTAL PERFORMANCE SINCE LAUNCH (US DOLLAR)<sup>3, 4</sup>



## CUMULATIVE PERFORMANCE AS AT 29 FEBRUARY 2012 % (DIV. RE-INVESTED)<sup>3, 6</sup>

FUND CURRENCY	YTD	1-MO	3-MO	6-MO	1-YR	3-YR	5-YR	10-YR	SINCE LAUNCH	3-YR VOL.
A(Qdis)USD	14.89	4.84	12.12	4.35	N/A	N/A	N/A	N/A	-1.66	N/A
Index	11.34	4.48	11.33	5.86	7.48	98.55	49.41	263.27	1.47	15.60
Morningstar™ Sector Average	12.67	4.82	10.29	0.32	N/A	N/A	N/A	N/A	-8.80	17.96

GBP CURRENCY	YTD	1-MO	3-MO	6-MO	1-YR	3-YR	5-YR	10-YR	SINCE LAUNCH	3-YR VOL.
A(Qdis)GBP	12.20	3.96	10.63	6.52	N/A	N/A	N/A	N/A	3.38	N/A
A(Qdis)GBP-H1	14.66	4.74	11.89	3.73	N/A	N/A	N/A	N/A	-1.82	N/A

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FUND CHARACTERISTICS (29 FEBRUARY 2012)<sup>9</sup>

STATISTIC	FUND
Average Duration	3.69 Yrs
Average Weighted Maturity	4.83 Yrs
Average Credit Quality	BB+
Number of Issues	76

ASSET BREAKDOWN (29 FEBRUARY 2012)

	%
Equity	64.69%
Fixed Income	27.67%
Cash <sup>1</sup>	7.65%

SHARE CLASS IDENTIFIERS

SHARE CLASS	LAUNCH DATE	SEDOL	ISIN	MEX ID	BLOOMBERG ID
A(acc)EUR	29 April 2011	B40ZYS8	LU0608807516	TVEMAK	TEMBAAELX
A(acc)EUR-H1	29 April 2011	B4R5R04	LU0608807789	TVEMAE	TEMEAH1LX
A(acc)USD	29 April 2011	B4MS6T0	LU0608807433	TVEMAR	TEMBAAULX
A(Qdis)GBP	29 April 2011	B4X72B0	LU0608808324	TVEMAN	TEMNAQGLX
A(Qdis)GBP-H1	29 April 2011	B45DPT5	LU0608808753	TVEMAD	TEMNAGHLX
A(Qdis)USD	29 April 2011	B3ZGBH7	LU0608807946	TVEMAB	TEMAQDULX
A(Ydis)EUR	29 April 2011	B4RL003	LU0608808167	TVEMAA	TEMAYDELX
A(Ydis)EUR-H1	29 April 2011	B67HVJ1	LU0608808241	TVEMAL	TEMAYH1LX
I(acc)EUR	29 April 2011	B4QJ4T5	LU0608810064	TVEMGT	TEMNIAELX
I(acc)EUR-H1	29 April 2011	B42VM46	LU0608810221	TVEMGS	TEMIEH1LX
I(acc)USD	29 April 2011	B4V82K4	LU0608809728	TVEMGE	TEMNIAULX
I(Ydis)EUR-H1	29 April 2011	B4XB041	LU0608810577	TVEMGB	TEMIYH1LX
Z(acc)USD	29 April 2011	B418N89	LU0608811112	TVEMGC	TEBAZULX

IMPORTANT INFORMATION

1. Cash allocation may include treasury bills and other government instruments with maturity of less than 12 months.
2. Due to hedging, the numbers may total more than 100%.
3. Performance data may represent blended share class performance e.g. hybrid created from an A(Ydis) share class that was converted to A(acc). Performance details provided are in base currency, include reinvested dividends and are net of management fees. Sales charges and other commissions, taxes and other relevant costs to be paid by an investor are not included in the calculations. **Past performance is no guarantee of future performance.** When investing in a fund denominated in a foreign currency, your performance may be affected by currency fluctuations. Performance figures above are for A(Ydis) shares, except where only A(acc) shares are available, then A(acc) performance is shown.
4. Chart Performance figures are rebased to 100 at beginning of time period.
5. The Distribution Yield reflects the amounts that may be expected to be distributed over the next 12 months as a percentage of the mid-market unit price of the fund as at the date shown. It does not include any preliminary charge and investors may be subject to tax on distributions.
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7. Total charges consists of the yearly management and maintenance fees only.
8. 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.
9. Source: Franklin Templeton. 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.
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