



Balanced
LU0098860793
30 September 2018

Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	1.66 billion
Fund Inception Date	01.07.1999
Number of Issuers	116
Benchmark	Custom 50% S&P 500 + 50% Bloomberg Barclays U.S. Aggregate Index
Investment Style	Balanced
Morningstar Category™	USD Moderate Allocation

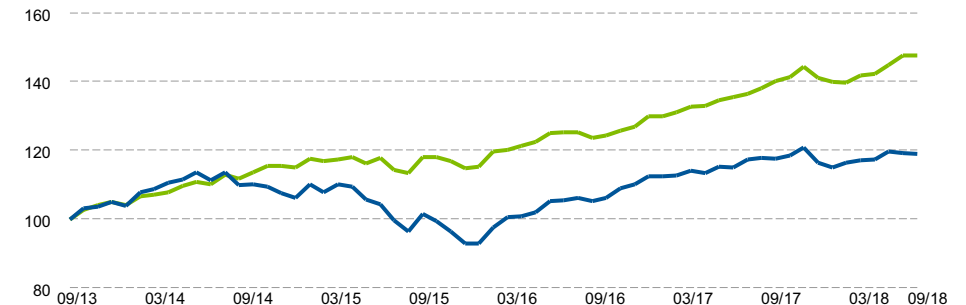
The Fund aims to maximise income while maintaining prospects for capital appreciation by investing primarily in equity securities and long and short-term debt securities. The Fund may invest up to 25% of its net assets in non-U.S. securities.

Edward D. Perks, CFA: United States
Matt Quinlan: United States
Todd Brighton, CFA: United States
Richard Hsu, CFA: United States

Overall Morningstar Rating™: ★★★★★

	%
Fixed Income	48.14
Equity	40.12
Convertibles	8.99
Cash & Cash Equivalents	2.75

■ Franklin Income Fund A (Mdis) USD



	Cumulative						Annualised			
	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (Mdis) USD	0.42	1.40	23.57	19.10	85.09	178.02	7.31	3.56	6.35	5.46
I (acc) USD	1.05	2.22	26.56	24.00	100.74	120.62	8.17	4.40	7.22	5.78
N (acc) USD	0.09	0.88	21.72	16.17	76.04	151.25	6.77	3.04	5.82	4.90
Benchmark in USD	4.49	8.13	30.31	47.46	118.10	187.92	9.23	8.08	8.11	5.65

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
A (Mdis) USD	8.70	13.00	-10.23	2.27	11.39	11.36	1.78	11.72	34.42	-30.00
I (acc) USD	9.59	13.89	-9.52	3.09	12.34	12.24	2.56	12.49	35.83	-29.49
N (acc) USD	8.17	12.37	-10.67	1.74	10.86	10.85	1.26	11.07	33.93	-30.43
Benchmark in USD	12.41	7.46	1.31	9.84	14.12	10.13	5.28	11.29	16.34	-17.96

Past performance is not an indicator or a guarantee of future performance. The value of shares in the fund and income received from it can go down as well as up, and investors may not get back the full amount invested. All performance data shown is in the currency stated, include reinvested dividends and are net of management fees. Sales charges and other commissions, taxes and other relevant costs paid by the investor are not included in the calculations. Performance may also be affected by currency fluctuations. Up to date performance figures can be found at www.franklintempleton.lu. References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

Issuer Name	
UNITED STATES TREASURY NOTE/BOND	6.88
COMMUNITY HEALTH SYSTEMS INC	3.93
JPMORGAN CHASE & CO	3.14
CHESAPEAKE ENERGY CORP	2.87
WELLS FARGO & CO	2.63
TENET HEALTHCARE CORP	2.47
SPRINT CORP	2.46
WEATHERFORD INTERNATIONAL PLC	2.31
BANK OF AMERICA CORP	1.88
DOMINION RESOURCES INC	1.85

Price to Earnings (12-mo Trailing)	16.84x
Price to Book	2.19x
Price to Cash Flow	8.76x
Average Credit Quality	BB
Average Duration	3.42 Years
Average Weighted Maturity	4.34 Years
Yield to Maturity	6.62%
Standard Deviation (5 Yrs)	7.39%

				Fees	Dividends			Fund Identifiers		
Share Class	Incept Date	NAV	TER (%)	Max. Annual Charge (%)	Frequency	Last Paid Date	Last Paid Amount	Bloomberg ID	ISIN	Fund number
A (Mdis) USD	01.07.1999	USD 11.59	1.68	1.35	Mth	17.09.2018	0.0450	TEMFIAI LX	LU0098860793	0839
I (acc) USD	31.08.2004	USD 22.06	0.87	0.60	N/A	N/A	N/A	TEMFIAI LX	LU0195951883	0700
N (acc) USD	01.07.1999	USD 22.92	2.18	1.85	N/A	N/A	N/A	TEMFIXI LX	LU0098864514	0850

Composition of Fund

Sector—Equity	% of Total	Market Capitalisation Breakdown in USD	% of Equity
Financials	6.67	<2.0 Billion	0.19
Energy	6.58	2.0-5.0 Billion	1.43
Utilities	5.97	10.0-25.0 Billion	7.12
Health Care	5.52	25.0-50.0 Billion	19.69
Information Technology	5.45	>50.0 Billion	54.71
Consumer Discretionary	4.72	N/A	16.86
Consumer Staples	4.13		
Materials	3.64		
Industrials	3.16		
Others	3.27		
Sector—Fixed Income	% of Total		
Corporate	40.95		
Government/Agency	7.20		
Cash & Cash Equivalents	2.75		

Important Information

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Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted.

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Top Ten 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.

Fund Measures: 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.

Share Class Information: The Fund does not charge performance fees nor advisory fees.

For more information on the TER(%), please refer to the latest annual or semi-annual report.

CDSC (Contingent Deferred Sales Charge): If investors redeem an A share class investment within 18 months of investing, they will be charged the CDSC as set out in the prospectus.