



FRANKLIN TEMPLETON  
INVESTMENTS

# TEMPLETON GLOBAL TOTAL RETURN FUND

A SUB-FUND OF LUXEMBOURG-DOMICILED SICAV

August 31, 2012

## INVESTMENT OBJECTIVE

The Fund aims to maximize total investment return consisting of a combination of interest income, capital appreciation, and currency gains by investing principally in a portfolio of fixed and/or floating rate debt securities and debt obligations issued by government and government-related issuers or corporate entities worldwide. The fixed and/or floating-rate debt securities and debt obligations in which the Fund may invest include investment grade and non-investment grade securities. On an ancillary basis, the Fund may gain exposure to debt market indexes by investing in index-based financial derivatives and credit default swaps.

## FUND MANAGER AND LOCATION

**Michael Hasenstab**, San Mateo, California

**Sonal Desai**, San Mateo, California

## FUND DATA<sup>1</sup>

**Base Currency of Fund: US Dollar**

**Portfolio Size: \$24,461.06 million**

**Date of Launch: August 29, 2003**

**Purchase of Shares:**

Min Initial Investment \$5,000.00

Min Subsequent Investment \$1,000.00

**Primary Fund Benchmark/Index:**

Barclays Multiverse Index

**Morningstar™ Workstation Category:**

Global Bond

**Dividend Frequency:** Monthly

**Investment Management Fee (% p.a.):<sup>2</sup>**

0.75%

Share Class	Date Paid	Amount
A(Mdis)USD	07/16/12	\$0.05
B(Mdis)USD	07/16/12	\$0.03
C(Mdis)USD	07/16/12	\$0.04
A(Mdis)EUR	07/16/12	€0.04
A(Ydis)EUR	07/09/12	€0.56

## FUND AWARDS AND RATINGS

**S&P Capital IQ Grading:**<sup>4</sup> Gold/V5

**Morningstar™ Overall Rating:**<sup>5</sup> ★★★★★

**Morningstar™ Style Box:**<sup>5</sup>

DURATION			QUALITY	
Short	Int	Long		
			High	
			Medium	
×			Low	☒ Current

## Client Services

Global (727) 299-5042

U.S. (800) 239-3894

Email: stpcds@templeton.com

## Offshore Sales Support Team

U.S. (800) 233-9796

Canada (877) 389-0076

Web www.templetonoffshore.com

## Address

100 Fountain Parkway  
PO Box 33030  
St. Petersburg, Florida 33716

## ASSET ALLOCATION<sup>1</sup>

EQUITY	FIXED INCOME	CASH & CASH EQUIVALENTS	# OF ISSUES
-	94.79%	5.21%	445

## 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(Mdis)USD	0.83	8.88	1.31	3.46	11.43	11.66	-	162.49	11.31
A(acc)USD	0.77	8.89	1.28	3.43	11.41	11.63	-	162.22	11.30
B(Mdis)USD	0.65	8.44	0.50	1.85	9.77	10.01	-	129.91	9.68
B(acc)USD	0.70	8.49	0.53	1.91	9.79	10.01	-	130.02	9.69
C(Mdis)USD	0.70	8.66	0.84	2.63	10.65	10.93	-	104.60	11.02
N(acc)USD	0.74	8.65	0.90	2.71	10.63	10.86	-	146.20	10.52
A(Mdis)EUR	-1.47	6.92	7.23	18.09	16.37	13.42	-	98.91	10.86
A(Ydis)EUR	-1.42	6.90	7.22	18.15	16.43	13.44	-	83.41	12.53
A(acc)EUR	-1.42	6.99	7.21	18.15	16.39	13.43	-	96.33	11.90
N(acc)EUR	-1.51	6.77	6.83	17.28	15.58	12.64	-	88.18	11.12

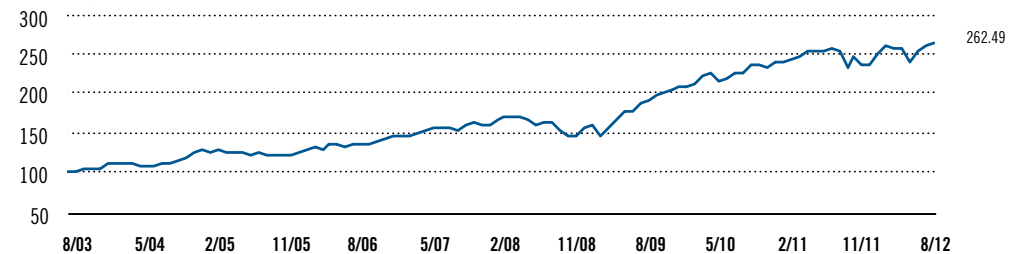
\*Annualized Performance

## CALENDAR YEAR PERFORMANCE AS OF AUGUST 31, 2012

	NAV	YTD	2011	2010	2009	2008	2007	2006	2005	2004
A(Mdis)USD	\$17.32	10.79	-1.10	15.45	33.47	-2.75	10.26	16.93	-2.47	15.14
A(acc)USD	\$26.22	10.73	-1.08	15.43	33.46	-2.75	10.29	16.86	-2.52	15.22
B(Mdis)USD	\$17.25	9.59	-2.54	13.78	31.52	-4.16	8.69	15.18	-3.88	13.49
B(acc)USD	\$23.00	9.63	-2.55	13.80	31.57	-4.20	8.69	15.18	-3.85	13.47
C(Mdis)USD	\$15.41	10.19	-1.82	14.72	32.66	-3.21	9.66	16.20	-	-
N(acc)USD	\$24.62	10.20	-1.76	14.62	32.53	-3.42	9.47	16.07	-3.10	14.25
A(Mdis)EUR	€13.81	13.90	2.22	23.53	30.44	1.42	-0.21	4.66	-	-
A(Ydis)EUR	€13.90	13.88	2.26	23.65	30.41	1.46	-	-	-	-
A(acc)EUR	€20.83	13.89	2.29	23.48	30.45	1.46	-0.28	-	-	-
N(acc)EUR	€19.55	13.40	1.53	22.60	29.56	0.75	-1.03	-	-	-

## TOTAL PERFORMANCE IN US DOLLAR AS OF AUGUST 31, 2012

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



■ Templeton Global Total Return Fund - A(Mdis)USD

## PORTFOLIO COMPOSITION (% OF TOTAL)<sup>1</sup>

### TEN LARGEST HOLDINGS<sup>3</sup>

SECURITY NAME	%
Korea Treasury Bond, senior bond, 3.00%, 12/10/13	3.39
Government of Sweden, 5.50%, 10/08/12	2.71
Korea Treasury Bond, senior bond, 4.25%, 12/10/12	2.65
Government of Uruguay, senior note, Index Linked, 4.375%, 12/15/28	2.40
Government of Iceland, Reg S, 4.875%, 6/16/16	1.99
Government of Ireland, senior bond, 5.40%, 3/13/25	1.95
Government of Ireland, 5.00%, 10/18/20	1.59
Government of Hungary, D, 6.75%, 8/22/14	1.50
Government of Romania, senior note, Reg S, 5.25%, 6/17/16	1.42
Government of Mexico, 9.00%, 6/20/13	1.16

### FIXED INCOME CHARACTERISTICS

STATISTICS	
Average Duration	2.73 Yrs
Weighted Avg Yield to Maturity	6.73%
Average Weighted Maturity	4.10 Yrs
3 Yrs Annualized Std Deviation - Fund	10.75%

SHARE CLASS	YIELD
A(Mdis)USD	3.48
B(Mdis)USD	2.10
C(Mdis)USD	2.82
A(Mdis)EUR	3.33
A(Ydis)EUR	4.01

COUNTRY BREAKDOWN<sup>1</sup>

COUNTRY BREAKDOWN	%
South Korea	10.95
United States	8.88
Hungary	7.84
Irish Republic	7.65
Malaysia	6.27
Poland	5.14
Uruguay	4.81
Cash & Cash Equivalents	4.81
Sweden	4.32
Other	39.32

CURRENCY BREAKDOWN<sup>1</sup>

CURRENCY BREAKDOWN	%
US Dollar	32.28
S Korean Won	15.34
Malaysian Ringgit	11.97
Swedish Krona	11.57
Poland Zloty	10.17
Australian Dollar	8.85
Singapore Dollar	8.44
Japanese Yen	-9.74
Euro	-31.59
Other	42.72

FUND IDENTIFIERS

SHARE CLASS*	INCEPTION DATE	CUSIP	BLOOMBERG	ISIN
A(Mdis)USD	08/29/2003	L4058T130	TGTRFADLX	LU0170475585
A(acc)USD	08/29/2003	L4058T106	TGTRFAALX	LU0170475312
B(Mdis)USD	08/29/2003	L4058W554	TGTRFBDLX	LU0170477284
B(acc)USD	08/29/2003	L4058T114	TGTRFBALX	LU0170477102
C(Mdis)USD	10/25/2005	L4058Y246	TGTRCDILX	LU0229943799
N(acc)USD	08/29/2003	L4058T122	TGTRFBXLX	LU0170477797
A(Mdis)EUR	12/29/2005	L4058W844	TGTRADDLX	LU0234926953
A(Ydis)EUR	07/12/2007	L4059A700	TGTAYDSLX	LU0300745725
A(acc)EUR	09/01/2006	L4059A171	TGTAACELX	LU0260870661
N(acc)EUR	09/01/2006	L4059A189	TGTNAEULX	LU0260870745

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

WHAT ARE THE RISKS

The Fund invests primarily in fixed and floating rate debt securities and debt obligations of governments, government-related or corporate issuers worldwide. Investing in derivative securities such as financial futures and option contracts involves special risks. International securities risks include currency fluctuations and economic uncertainties. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the Fund adjust to a rise in interest rates, the Fund's share price may decline. Investments in emerging market countries are subject to a higher degree of risk. The Fund may be subject to a variety of risks in addition to those described herein. 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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