



FRANKLIN TEMPLETON
INVESTMENTS

TEMPLETON GLOBAL EQUITY INCOME FUND

A SUB-FUND OF LUXEMBOURG-DOMICILED SICAV

August 31, 2012

INVESTMENT OBJECTIVE

The Fund aims to provide a combination of current income and long-term capital appreciation by investing, under normal market conditions, in a diversified portfolio of equity securities worldwide.

FUND MANAGER AND LOCATION

Peter Wilmshurst, Melbourne, Australia

FUND DATA¹

Base Currency of Fund: US Dollar

Portfolio Size: \$69.33 million

Date of Launch: May 27, 2005

Purchase of Shares:

Min Initial Investment \$5,000.00

Min Subsequent Investment \$1,000.00

Primary Fund Benchmark/Index:

MSCI All Country World Index

Morningstar™ Workstation Category:

Global Large-Cap Value Equity

Dividend Frequency:

Quarterly

Investment Management Fee (% p.a.):²

1.00%

Share Class	Date Paid	Amount
A(Qdis)USD	07/16/12	\$0.10
B(Qdis)USD	07/16/12	\$0.07

FUND AWARDS AND RATINGS

Morningstar™ Overall Rating:⁴ ★★

Morningstar™ Style Box:⁴

STYLE

Value Blend Growth

SIZE	Value	Blend	Growth
Large	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Medium	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Small	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Current

ASSET ALLOCATION¹

EQUITY	FIXED INCOME	CASH	# OF ISSUES
98.23%	0.00%	1.77%	66

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(Qdis)USD	4.18	14.18	-0.88	3.71	1.75	-6.39	-	2.58	0.35
A(acc)USD	4.17	14.27	-0.78	3.85	1.78	-6.40	-	2.50	0.34
B(Qdis)USD	4.06	13.91	-1.37	2.61	0.54	-7.53	-	-6.20	-0.88
A(acc)EUR	1.89	12.27	5.13	18.63	6.31	-4.90	-	2.50	0.34

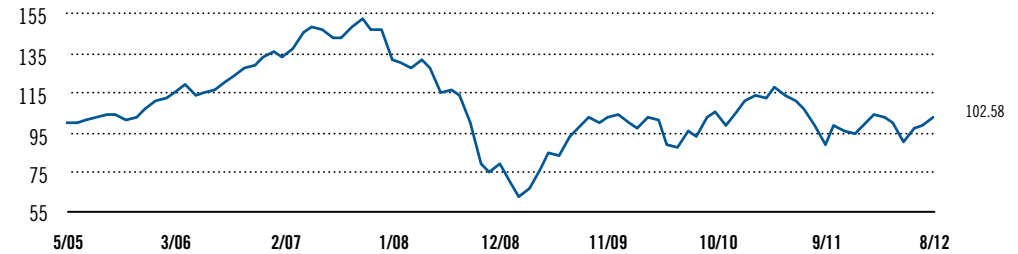
*Annualized Performance

CALENDAR YEAR PERFORMANCE AS OF AUGUST 31, 2012

	NAV	YTD	2011	2010	2009	2008	2007	2006	2005	2004
A(Qdis)USD	\$8.47	8.11	-10.21	0.78	31.51	-45.66	9.96	25.22	-	-
A(acc)USD	\$10.25	8.12	-10.14	0.77	31.37	-45.67	9.97	25.26	-	-
B(Qdis)USD	\$8.45	7.30	-11.18	-0.60	29.96	-46.39	8.62	23.73	-	-
A(acc)EUR	€10.25	11.29	-7.16	7.83	28.31	-43.27	-0.55	12.28	-	-

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 Equity Income Fund - A(Qdis)USD

PORTFOLIO COMPOSITION (% OF TOTAL)¹

TOP 10 ISSUERS³

SECURITY NAME	%
SANOFI	4.01
PFIZER INC	4.01
SINGAPORE TELECOMMUNICATIONS LTD	3.82
MICROSOFT CORP	3.38
VODAFONE GROUP PLC	3.37
TOTAL SA	3.19
ENI SPA	2.97
GLAXOSMITHKLINE PLC	2.87
ROYAL DUTCH SHELL	2.84
MERCK & CO INC	2.51

FUND CHARACTERISTICS

STATISTICS

Price to Earnings Ratio	11.91x
Price to Book Value Ratio	1.20x
Price to Cash Flow Ratio	4.78x
3 Yrs Annualized Std Deviation - Fund	20.18%

SHARE CLASS

SHARE CLASS	YIELD
A(Qdis)USD	4.82
B(Qdis)USD	3.25

Client Services

Global (727) 299-5042

U.S. (800) 239-3894

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Canada (877) 389-0076

Web www.templetonoffshore.com

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St. Petersburg, Florida 33716

COUNTRY BREAKDOWN¹

COUNTRY BREAKDOWN	%
United States	21.76
United Kingdom	19.84
France	14.91
Germany	6.43
Switzerland	5.33
Italy	4.93
Singapore	4.55
Japan	4.02
Other	16.46
Cash/Cash Equivalent	1.77

INDUSTRY BREAKDOWN¹

INDUSTRY BREAKDOWN	%
Telecommunication Services	19.16
Pharmaceuticals & Biotechnology	16.22
Energy	14.96
Banks	6.83
Insurance	6.31
Capital Goods	5.48
Software & Services	5.36
Diversified Financials	4.91
Other	18.98
Cash/Cash Equivalent	1.77

CURRENCY BREAKDOWN¹

CURRENCY BREAKDOWN	%
Euro	37.31
US Dollar	25.31
British Pound	17.00
Swiss Franc	5.33
Singapore Dollar	4.55
Japanese Yen	4.02
Norwegian Krone	3.18
Hong Kong Dollar	1.51
Australian Dollar	1.45
Taiwan Dollar	0.32

FUND IDENTIFIERS

SHARE CLASS*	INCEPTION DATE	CUSIP	BLOOMBERG	ISIN
A(Qdis)USD	05/27/2005	L4058X198	TGEIADILX	LU0211328371
A(acc)USD	05/27/2005	L4058X180	TGEIAACLX	LU0211327993
B(Qdis)USD	05/27/2005	L4058X248	TGEIBDILX	LU0211330435
A(acc)EUR	05/27/2005	L4058X206	TGEIAAELX	LU0211332647

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

WHAT ARE THE RISKS

The Fund invests primarily in stocks the investment manager believes offer attractive dividends yields. International securities risks include currency fluctuations and economic uncertainties. 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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