UNAUDITED SEMI-ANNUAL REPORT

FRANKLIN TEMPLETON INVESTMENT FUNDS

Société d'investissement à capital variable

December 31, 2019

R.C.S. B35177

FRANKLIN TEMPLETON INVESTMENT FUNDS

société d'investissement à capital variable

UNAUDITED SEMI-ANNUAL REPORT

For the period ended December 31, 2019

This report shall not constitute an offer or a solicitation of an offer to buy shares of Franklin Templeton Investment Funds (the "Company"). Subscriptions are to be made on the basis of the current Explanatory Memorandum and its addendum as the case may be, where available and the relevant Product Key Facts Statements, a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report.

Contents

General Information . . . 4
The Board of Directors . . . 5
Report of the Investment Managers . . . 6
Fund Performance . . . 8
Statement of Net Assets . . . 10
Statement of Operations and Changes in Net Assets . . . 26
Statistical Information . . . 42
Notes to the Financial Statements . . . 61
Schedule of Investments . . . 189
Franklin Biotechnology Discovery Fund . . . 189
^ Franklin Diversified Balanced Fund . . . 191
^ Franklin Diversified Conservative Fund . . . 203
^ Franklin Diversified Dynamic Fund . . . 215
^ Franklin Emerging Markets Debt Opportunities Hard Currency Fund . . . 227
Franklin Euro Government Bond Fund . . . 229
Franklin Euro High Yield Fund . . . 230
^ Franklin Euro Short Duration Bond Fund . . . 234
^ Franklin Euro Short-Term Money Market Fund . . . 236
^ Franklin European Corporate Bond Fund . . . 237
Franklin European Dividend Fund . . . 239
^ Franklin European Growth Fund . . . 241
^ Franklin European Income Fund . . . 243
Franklin European Small-Mid Cap Fund . . . 245
^ Franklin European Total Return Fund . . . 247
^ Franklin Flexible Alpha Bond Fund . . . 249
^ Franklin GCC Bond Fund . . . 254
^ Franklin Global Aggregate Bond Fund . . . 256
Franklin Global Convertible Securities Fund . . . 258
^ Franklin Global Corporate Investment Grade Bond Fund . . . 260
^ Franklin Global Fundamental Strategies Fund . . . 262
Franklin Global Listed Infrastructure Fund . . . 269
^ Franklin Global Multi-Asset Income Fund . . . 271
Franklin Global Real Estate Fund . . . 276
^ Franklin Global Small-Mid Cap Fund . . . 278
Franklin Gold And Precious Metals Fund . . . 280
Franklin High Yield Fund . . . 283
Franklin Income Fund . . . 288
Franklin India Fund . . . 293
Franklin Innovation Fund . . . 295
^ Franklin Japan Fund . . . 299
^ Franklin K2 Alternative Strategies Fund . . . 301
^ Franklin K2 Long Short Credit Fund . . . 320
Franklin MENA Fund . . . 325
Franklin Natural Resources Fund . . . 327
Franklin Nextstep Balanced Growth Fund . . . 330
^ Franklin Nextstep Conservative Fund . . . 331
Franklin Nextstep Dynamic Growth Fund . . . 332
^ Franklin Nextstep Growth Fund . . . 333
^ Franklin Nextstep Moderate Fund . . . 334
Franklin Nextstep Stable Growth Fund . . . 335
Franklin Select U.S. Equity Fund . . . 336
Franklin Strategic Income Fund . . . 338
Franklin Technology Fund . . . 350
Franklin U.S. Dollar Short-Term Money Market Fund . . . 353
Franklin U.S. Government Fund . . . 355
^ Franklin U.S. Low Duration Fund . . . 356
Franklin U.S. Opportunities Fund . . . 365
Franklin World Perspectives Fund . . . 368
Franklin Mutual European Fund . . . 375
Franklin Mutual Global Discovery Fund . . . 378
Franklin Mutual U.S. Value Fund . . . 382
Templeton Asian Bond Fund . . . 385
Templeton Asian Growth Fund . . . 386
Templeton Asian Smaller Companies Fund . . . 388
Templeton BRIC Fund . . . 391
Templeton China Fund . . . 393
Templeton Eastern Europe Fund . . . 395
Templeton Emerging Markets Fund . . . 397
Templeton Emerging Markets Bond Fund . . . 400
Templeton Emerging Markets Dynamic Income Fund . . . 403
^ Templeton Emerging Markets Local Currency Bond Fund . . . 408
Templeton Emerging Markets Smaller Companies Fund . . . 410
Templeton Euroland Fund . . . 414
Templeton Frontier Markets Fund . . . 416
Templeton Global Fund . . . 418
Templeton Global Balanced Fund . . . 421
Templeton Global Bond Fund . . . 425
^ Templeton Global Bond (Euro) Fund . . . 428
Templeton Global Climate Change Fund . . . 430
Templeton Global Equity Income Fund . . . 432
Templeton Global High Yield Fund . . . 434
Templeton Global Income Fund . . . 440
Templeton Global Smaller Companies Fund . . . 444
Templeton Global Total Return Fund . . . 448
^ Templeton Growth (Euro) Fund . . . 451
Templeton Latin America Fund . . . 454
Additional Information . . . 456
Franklin Templeton Office Directory . . . 466

All the Funds marked with "^" above are not authorized for public distribution in Hong Kong as of 31 December 2019 and are not available to Hong Kong investors.
Franklin Innovation Fund has been authorized for public distribution in Hong Kong on 20 December 2019 and is available to Hong Kong investors with effect from 31 January 2020.

société d'investissement à capital variable
8A, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg
(Registered with the registre de commerce et des sociétés, Luxembourg, under number B 35 177)

General Information

As at December 31, 2019

BOARD OF DIRECTORS:

Chairman

Gregory E. Johnson
Chairman
FRANKLIN RESOURCES, INC.
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

Directors

Jed A. Plafker
President and Executive Managing Director
FRANKLIN TEMPLETON INVESTMENTS
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

Mark G. Holowesko
President
HOLOWESKO PARTNERS LTD
Shipston House
PO. Box N-7776, West Bay Street, Lyford Cay,
Nassau, Bahamas

James J. K. Hung
President and Chief Executive Officer
ASIA SECURITIES GLOBAL LTD
2704, Block B, Parkway Court,
No. 4 Parkway Road
Hong Kong

William C. P. Lockwood
Independent Director
Poste restante, Avenue du Général de Gaulle
F-57570 Cattenom, France

MANAGEMENT COMPANY:
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

REGISTERED OFFICE:
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

PRINCIPAL DISTRIBUTOR:
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

DEPOSITARY AND LISTING AGENT
J.P. Morgan Bank LUXEMBOURG S.A.
European Bank and Business Centre
6C Route de Trèves, L-2633 Senningerberg
Grand Duchy of Luxembourg

AUDITOR:
PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator, L-2182 Luxembourg
Grand Duchy of Luxembourg

LEGAL ADVISERS:
ELVINGER HOSS PRUSSEN, Société anonyme
2, place Winston Churchill, L-1340 Luxembourg
Grand Duchy of Luxembourg

The Board of Directors

THE BOARD

Chairman
Gregory E. Johnson
Gregory Johnson (58) was appointed to the Board on November 28, 2003. He is Chairman of Franklin Resources, Inc. and serves on the Board of Directors. He is also President of Templeton Worldwide, Inc., Chief Executive Officer and President of Templeton International, Inc. and serves as a Director for a number of subsidiaries of Franklin Resources, Inc. He is a member of a number of Franklin Templeton's International Fund Boards. Mr. Johnson joined Franklin in 1986 after working as a senior accountant for Coopers & Lybrand. He has served as President and Chairman of the Board for Franklin Templeton Distributors, Inc., President of Franklin Investment Advisory, LLC, President of FT Trust Company, Vice President of Franklin Advisers, Inc., co-portfolio manager of Franklin Income Fund and Franklin Utilities Fund and as an investment analyst.

Directors
Mark G. Holowesko
Mark Holowesko (59) was appointed to the Board on November 30, 1994. Mark Holowesko is the founding Partner and Chief Executive Officer of Holowesko Partners Ltd (HPL). Mark launched the firm in the fall of 2000, under the name of Templeton Capital Advisors, to serve the needs of institutional and high-net-worth investors. Subsequently renamed Holowesko Partners, under Mark's leadership HPL has enjoyed steady and consistent growth and now stands as one of the premier global equity hedge firms in the industry.

Mark's investment career began in 1985 when he joined Templeton Global Advisors as a research analyst. By 1987, he had assumed the day-to-day management of all portfolios previously managed by Sir John Templeton, including the Templeton Growth Fund and the Templeton Foreign Fund. In 1989, Mark became the Director of Research of the Templeton Global Equity Funds and later, in 1996, assumed the role of Chief Investment Officer.

Mark served as a member of the Executive Committee of Templeton, Galbraith & Hansberger from 1987 to 1992 and as a member of the Executive Committee of Franklin Resources from 1992 to 2000. Mark was Director, President & Head of Investments of Templeton Global Advisors Ltd. from 1992 to 2000.

Currently, Mark is Chairman of the Investment Committee of First Trust Bank, an offshore entity responsible for managing the assets of two of Sir John Templeton's Foundations.

James J. K. Hung
James Hung (73) was appointed to the Board on November 29, 2002. He is the Chairman and Chief Executive Officer ("CEO") of Xinya Investment Group, China, a real estate development and investment group in Mainland China, Hong Kong and Taiwan. He is also a Director and major shareholder of Security Bank in the Philippines and the Director of Franklin Templeton Fund Management Company in Shanghai, a joint venture of Franklin Templeton and the Sealand Securities Company, China. His previous experience includes working for Asia Securities Inc. (Taiwan) as the Chairman and CEO. He has also previously been the Director of Yi-Min Fund Management Co., (China), H&Q Venture Capital Inc. (Taiwan), Taiwan Index Fund Inc. (Luxembourg) and Vietnam Fund Inc. (Guernsey).

Jed A. Plafker
Mr. Plafker (49) was appointed to the Board of Franklin Templeton Investment Funds on April 13, 2017. He is currently serving as the president of Franklin Templeton International. In this capacity, he is responsible for the international sales and marketing function. He also serves as a director of various Franklin Templeton corporate and investment entities as well as the ICI Global Steering Committee. Mr. Plafker joined Franklin Templeton in 1994, as an attorney in Franklin Templeton's corporate legal department. In January 1998, Mr. Plafker joined the international legal team as a vice president covering legal issues around the world. In May 2000, he moved to Franklin Templeton's Hong Kong office to become chief legal counsel, Asia, where he had responsibility for all legal issues effecting Franklin Templeton's Asia business, products and people.

In April 2001, Mr. Plafker took on the role of country head in Hong Kong where he ran the sales and marketing operations for Hong Kong while continuing in his role as chief legal counsel for Asia. In July 2002, he became managing director of Franklin Templeton Alternative Strategies. In January 2003, Mr. Plafker relocated to London to become one of five managing directors of Franklin Templeton's International Retail Group where he was responsible for overseeing the sales and marketing of all Franklin Templeton products in Africa, Middle East and parts of Europe including the UK, Spain, Switzerland and various Nordic countries. In June 2005, Mr. Plafker relocated to Franklin Templeton′s headquarters in the United States.

Mr. Plafker earned a B.A. in economics and business from Lafayette College in Easton, Pennsylvania and a Juris Doctorate from the University of Miami in Coral Gables, Florida.

William C. P. Lockwood
William Lockwood (63) was appointed to the Board of Franklin Templeton Investment Funds on December 1, 2014. He joined Franklin Templeton in 1992 and served as General Manager of the Franklin Templeton Luxembourg subsidiary and Franklin Templeton Investment Funds until December 2005. From December 2005 until January 2014, he was Conducting Officer of Franklin Templeton Investment Funds and of Franklin Templeton International Services S.à r.l. subsequently. The Conducting Officer role was a management, oversight and governance role under the EU UCITS legislation reporting directly to the Board of Franklin Templeton Investment Funds. Mr Lockwood has been working in the financial services industry in Luxembourg since 1982. He is a Scottish Chartered Accountant and a Member of the Chartered Institute for Securities & Investment, London. He has served as a director and international vice chairman of the Luxembourg Fund Industry Association (ALFI) and as a council member of the Institute of Chartered Accountants of Scotland.

Report of the Investment Managers

Six months to December 31, 2019

Global stock markets were volatile for much of the six-month reporting period ended 31 December 2019. The US-China trade dispute continued dominating investor attention. Equities were buoyed as key central banks in developed and emerging markets cut interest rates or indicated a readiness to do so if needed to sustain economic growth. Late in the reporting period, support came from signs of easing US-China trade tensions, including news of a "phase one" deal, as well as greater clarity on Brexit and hopes for continued accommodative policies by major central banks.

In Europe, trade concerns, ongoing Brexit uncertainty and uninspiring economic data affected outlooks. Sentiment improved in September with an interest-rate cut from the US Federal Reserve (Fed) and an announcement of extensive new stimulus measures from the European Central Bank. Later in the period, European stock markets welcomed the news of US-China trade détente. Moreover, Prime Minister Boris Johnson's Conservative Party won a decisive victory in the United Kingdom's (UK's) general election in December, which appeared to remove much of the uncertainty around a potentially disorderly exit by the UK from the European Union that has weighed on sentiment for the past three years.

US equities experienced a midsummer selloff and heightened investor anxiety in the first half of the review period. Gauges of US equity market volatility swung to the highest level of the year in August, when an inversion of the US Treasury yield curve flashed what many saw as a recession signal. In an about-face from raising interest rates in 2018, the Fed reduced the federal funds target rate three times—in July, September and October—taking the top end of its range from 2.5% down to 1.75% (though still up from the range of 0% to 0.25% at the beginning of the decade). In December, the Fed announced it would have to see a significant pickup in inflation to consider raising rates. The core personal consumption expenditures price index consistently ran below the Fed's 2% annual inflation target during the period, registering at 1.6% in November.

With the notable exception of precious metals, prices across the global commodities complex reacted negatively during the summer to softening macroeconomic indicators, mounting geopolitical risks, rising stock-market volatility, and deteriorating commodity supply-and-demand fundamentals. For most commodities, the selloff was exacerbated by US currency strength, as during the summer quarter, the trade-weighted value of the US dollar climbed to its highest level in more than two years. The fourth quarter of 2019 provided a more supportive environment for commodities as investors' fears about decelerating US and global economic growth diminished. Later in the period, weakness in the dollar also helped lift prices for oil, gold and many other commodities—though for the six-month review period and 2019 overall the dollar was roughly flat versus major currencies. Sturdier signs of improved US-China trade relations also provided a strong boost in December, when both sides agreed to sign a phase-one trade agreement.

The slowdown in global trade that has been the dominant economic theme this past year may have been showing signs of stabilisation more recently, and investors have been prepared to look favourably on the signs of progress in US-China trade negotiations. We have been observing the evolving situation with interest but remain unconvinced on its near-term impact on growth. Continued modest growth likely reflects the impact of deleveraging that has been felt globally initially in certain economies (Japan, exacerbated by adverse demographics) and, most significantly, specific sectors (US households). China's deleveraging is likely to perpetuate this dynamic moving forward. We continue to see only a moderate risk of a US recession in 2020, and we expect continued global growth and moderate inflation over the long term. With relatively few imbalances, and ongoing central bank stimulus measures, the global economy is less likely to see extreme swings in output. However, we continue to view the balance of risks to global growth as being skewed to the downside, even as the worst fears of slowdown may have eased.

THE INVESTMENT MANAGERS
January, 2020

The information stated in this report represents historical data and is not an indication of future results.

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Fund Performance

Percentage change to December 31, 2019

	Reference Share Class	Launch Date of Fund	6 Months %	1 Year %	3 Years %	5 Years %	10 Years %	Since Launch %
Franklin Biotechnology Discovery Fund	A (acc) USD	03 Apr 00	8.5	33.5	30.7	12.6	307.4	253.6
^ Franklin Diversified Balanced Fund	A (acc) EUR	23 Mar 15	3.0	8.0	(1.3)	-	-	32.0
^ Franklin Diversified Conservative Fund	A (acc) EUR	23 Mar 15	0.5	4.5	(3.1)	-	-	31.3
^ Franklin Diversified Dynamic Fund	A (acc) EUR	23 Mar 15	4.3	10.3	(2.6)	-	-	29.5
^ Franklin Emerging Markets Debt Opportunities Hard Currency Fund	I (acc) USD	18 Jan 19	3.3	-	-	-	-	10.8
Franklin Euro Government Bond Fund	A (Ydis) EUR	08 Jan 99	1.5	7.0	5.6	7.5	36.5	82.0
Franklin Euro High Yield Fund	A (Ydis) EUR	17 Apr 00	2.3	8.4	9.4	17.2	74.7	102.1
^ Franklin Euro Short Duration Bond Fund	A (acc) EUR	21 Feb 14	0.3	0.9	(0.6)	0.2	-	1.9
^ Franklin Euro Short-Term Money Market Fund	A (acc) EUR	23 Oct 09	(0.3)	(0.6)	(1.8)	(2.4)	(1.2)	(1.1)
^ Franklin European Corporate Bond Fund	A (acc) EUR	30 Apr 10	1.0	5.8	5.9	9.2	-	37.9
Franklin European Dividend Fund	A (acc) EUR	29 Jul 11	8.0	20.9	14.8	28.1	-	82.6
^ Franklin European Growth Fund	A (acc) EUR	29 Dec 00	5.8	16.3	3.6	15.1	94.5	62.4
^ Franklin European Income Fund	A (acc) EUR	17 Nov 14	6.1	16.5	10.4	20.8	-	22.8
Franklin European Small-Mid Cap Fund	A (acc) EUR	03 Dec 01	10.5	23.0	18.9	34.6	127.2	304.2
^ Franklin European Total Return Fund	A (acc) EUR	29 Aug 03	1.6	6.1	4.6	9.9	49.2	58.7
^ Franklin Flexible Alpha Bond Fund	A (acc) USD	18 Mar 16	1.0	5.0	4.6	-	-	5.7
^ Franklin GCC Bond Fund	A (acc) USD	30 Aug 13	6.1	16.3	23.7	32.0	-	49.3
^ Franklin Global Aggregate Bond Fund	A (acc) USD	29 Oct 10	1.8	8.8	9.8	3.5	-	11.4
Franklin Global Convertible Securities Fund	A (acc) USD	24 Feb 12	2.6	19.5	39.4	42.7	-	64.4
^ Franklin Global Corporate Investment Grade Bond Fund	S (Ydis) USD	23 Jan 19	1.1	-	-	-	-	7.1
^ Franklin Global Fundamental Strategies Fund	A (acc) USD	25 Oct 07	4.0	11.8	10.6	11.4	55.7	45.7
Franklin Global Listed Infrastructure Fund	A (acc) USD	26 Apr 13	6.5	28.8	40.8	37.0	-	61.1
^ Franklin Global Multi-Asset Income Fund	A (acc) EUR	26 Apr 13	2.6	9.5	(3.9)	2.7	-	13.1
Franklin Global Real Estate Fund	A (acc) USD	29 Dec 05	5.6	21.1	22.3	20.8	98.2	39.5
^ Franklin Global Small-Mid Cap Fund	A (acc) USD	15 Apr 02	3.9	15.0	10.3	14.1	72.5	223.5
Franklin Gold and Precious Metals Fund	A (acc) USD	30 Apr 10	22.8	49.2	20.9	44.9	-	(45.1)
Franklin High Yield Fund	A (Mdis) USD	01 Mar 96	3.7	13.7	15.5	19.5	67.1	209.4
Franklin Income Fund	A (Mdis) USD	01 Jul 99	3.1	13.9	14.8	16.4	67.9	192.3
Franklin India Fund	A (acc) USD	25 Oct 05	(0.3)	7.4	25.4	20.8	73.3	283.9
Franklin Innovation Fund	A (acc) USD	08 Nov 19	-	-	-	-	-	6.6
^ Franklin Japan Fund	A (acc) JPY	01 Sep 00	8.1	8.9	4.3	10.1	76.2	(12.6)
^ Franklin K2 Alternative Strategies Fund	A (acc) USD	15 Sep 14	0.3	6.3	8.9	11.6	-	15.1
^ Franklin K2 Long Short Credit Fund	A (acc) USD	02 Dec 16	1.3	4.8	7.3	-	-	8.7
Franklin MENA Fund	A (acc) USD	16 Jun 08	(0.1)	11.5	28.7	8.3	71.1	(28.3)
Franklin Natural Resources Fund	A (acc) USD	12 Jul 07	(2.5)	8.1	(19.0)	(23.3)	(30.6)	(41.6)
Franklin NextStep Balanced Growth Fund	A (acc) USD	05 Feb 16	4.0	14.4	19.9	-	-	30.8
^ Franklin NextStep Conservative Fund	A (acc) USD	05 Feb 16	2.7	10.2	12.6	-	-	19.0
Franklin NextStep Dynamic Growth Fund	A (acc) USD	05 Feb 16	4.5	16.4	22.7	-	-	36.1
^ Franklin NextStep Growth Fund	A (acc) USD	05 Feb 16	6.5	19.3	23.3	-	-	36.7
^ Franklin NextStep Moderate Fund	A (acc) USD	05 Feb 16	5.3	16.6	20.2	-	-	32.1
Franklin NextStep Stable Growth Fund	A (acc) USD	05 Feb 16	2.3	9.1	12.7	-	-	18.1
Franklin Select U.S. Equity Fund	A (acc) USD	01 Jul 99	9.6	31.3	35.9	37.6	128.1	229.2
Franklin Strategic Income Fund	A (acc) USD	12 Jul 07	1.7	9.3	9.9	11.1	43.9	63.1
^ Franklin Systematic Style Premia Fund	S (acc) USD	13 Dec 19	-	-	-	-	-	0.0
Franklin Technology Fund	A (acc) USD	03 Apr 00	8.2	38.0	95.9	124.9	307.5	140.0
Franklin U.S. Dollar Short-Term Money Market Fund	A (Mdis) USD	01 Jun 94	0.9	2.0	4.2	4.2	3.1	64.9
Franklin U.S. Government Fund	A (Mdis) USD	28 Feb 91	1.2	4.9	4.8	5.3	21.4	182.1

Fund Performance (continued)

Percentage change to December 31, 2019

	Reference Share Class	Launch Date of Fund	6 Months %	1 Year %	3 Years %	5 Years %	10 Years %	Since Launch %
^ Franklin U.S. Low Duration Fund	A (Mdis) USD	29 Aug 03	1.0	4.2	4.8	6.4	13.6	31.0
Franklin U.S. Opportunities Fund	A (acc) USD	03 Apr 00	5.4	32.1	64.6	68.4	215.9	93.0
Franklin World Perspectives Fund	A (acc) USD	14 Oct 08	7.7	24.9	30.1	32.9	103.0	153.1
Franklin Mutual European Fund	A (acc) EUR	03 Apr 00*	9.5	20.5	9.8	15.8	72.5	132.7
Franklin Mutual Global Discovery Fund	A (acc) USD	25 Oct 05	7.7	22.8	17.9	21.0	72.7	111.4
Franklin Mutual U.S. Value Fund	A (acc) USD	07 Jul 97	7.6	21.8	16.1	26.7	111.3	279.7
Templeton Asian Bond Fund	A (acc) USD	25 Oct 05	(0.1)	1.1	5.2	(2.2)	18.8	79.5
Templeton Asian Growth Fund	A (Ydis) USD	30 Jun 91	7.5	21.9	25.9	10.1	40.0	311.6
Templeton Asian Smaller Companies Fund	A (acc) USD	14 Oct 08	(6.1)	3.2	20.8	17.7	118.5	353.5
Templeton BRIC Fund	A (acc) USD	25 Oct 05	12.4	28.0	59.5	53.2	16.8	109.2
Templeton China Fund	A (acc) USD	01 Sep 94	6.1	17.5	44.9	34.5	37.8	235.3
Templeton Eastern Europe Fund	A (acc) EUR	10 Nov 97	12.3	36.7	26.6	59.8	8.6	218.7
Templeton Emerging Markets Fund	A (Ydis) USD	28 Feb 91	10.2	25.2	43.3	34.3	32.3	323.5
Templeton Emerging Markets Bond Fund	A (Qdis) USD	05 Jul 91	(3.9)	0.2	4.1	8.0	34.9	760.0
Templeton Emerging Markets Dynamic Income Fund	A (acc) USD	29 Apr 11	3.9	13.5	27.2	24.8	-	5.7
^ Templeton Emerging Markets Local Currency Bond Fund	A (acc) USD	20 Feb 18	(1.0)	3.6	-	-	-	(4.9)
Templeton Emerging Markets Smaller Companies Fund	A (acc) USD	18 Oct 07	(3.2)	4.6	16.1	12.3	61.2	13.5
Templeton Euroland Fund	A (acc) EUR	08 Jan 99	7.5	20.4	8.8	38.9	95.4	142.6
Templeton Frontier Markets Fund	A (acc) USD	14 Oct 08	(2.2)	6.8	4.6	(3.2)	23.4	79.6
Templeton Global Fund	A (Ydis) USD	28 Feb 91	5.1	12.4	11.6	9.9	61.4	356.8
Templeton Global Balanced Fund	A (Qdis) USD	01 Jun 94	5.2	13.9	17.6	14.6	54.7	268.1
Templeton Global Bond Fund	A (Mdis) USD	28 Feb 91	(2.0)	1.0	4.8	3.4	33.3	461.4
^ Templeton Global Bond (Euro) Fund	A (acc) EUR	29 Aug 03	(3.8)	(4.8)	(7.8)	(3.4)	17.8	46.2
Templeton Global Climate Change Fund	A (Ydis) EUR	26 Apr 91	11.1	25.3	14.3	27.2	113.9	420.6
Templeton Global Equity Income Fund	A (acc) USD	27 May 05	7.7	17.0	20.8	17.3	46.8	53.7
Templeton Global High Yield Fund	A (acc) USD	27 Sep 07	(0.3)	7.2	8.1	13.2	47.5	59.3
Templeton Global Income Fund	A (acc) USD	27 May 05	1.5	6.7	7.0	6.8	47.1	98.0
Templeton Global Smaller Companies Fund	A (Ydis) USD	08 Jul 91	7.7	20.9	22.3	25.7	60.1	385.2
Templeton Global Total Return Fund	A (acc) USD	29 Aug 03	(3.1)	(0.2)	2.7	2.6	44.9	200.5
^ Templeton Growth (Euro) Fund	A (acc) EUR	09 Aug 00	7.8	15.9	4.7	18.7	110.5	79.7
Templeton Latin America Fund†	A (Ydis) USD	28 Feb 91	6.4	22.3	38.5	22.7	(15.4)	646.9

All the Funds marked with "^" above are not authorized for public distribution in Hong Kong as of 31 December 2019 and are not available to Hong Kong investors.
Franklin Innovation Fund has been authorized for public distribution in Hong Kong on 20 December 2019 and is available to Hong Kong investors with effect from 31 January 2020.

The Fund Performance disclosed in this table is the performance of the reference share class in base currency of the Fund.

Where Class A distribution "A (dis)" Shares are disclosed, the performance is calculated with all the income reinvested (total return). Information on other share classes is available on request.

* The launch date is for the Fund, however the reference share class launched at a later date.

† Fund performance prior to September 1996 excluded from calculation because a different portfolio allocation strategy was in use.

Information on other share classes is available on request. This report shall not constitute an offer or a solicitation of an offer to buy shares. Subscriptions are to be made on the basis of the current prospectus, where available the relevant Key Investor Information Documents ("KIIDs"), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report. The price of shares and income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is no guarantee of future performance. Currency fluctuations may affect the value of investments.

Data source: Performance – Franklin Templeton

Statement of Net Assets

As at December 31, 2019

	Total (USD)	Franklin Biotechnology Discovery Fund (USD)	Franklin Diversified Balanced Fund (EUR)	Franklin Diversified Conservative Fund (EUR)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	82,518,225,268	1,642,275,890	204,827,433	207,989,078
Cash at Bank and at Brokers	3,355,388,449	15,778,431	6,141,807	5,790,265
Time deposits (note 4)	1,410,815,774	-	-	-
Amounts receivable on sale of investments	2,366,757,685	-	-	-
Amounts receivable on subscriptions	185,149,272	8,201,088	293,294	63,183
Interest and dividends receivable, net	643,047,498	38,237	1,107,909	2,200,820
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	21,908,110	78,799	170,241	179,289
Unrealised profit on financial future contracts (notes 2(d), 6)	2,001,835	-	321,536	521,603
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	234,885	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	88,658	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	415,945	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	5,904,712	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	1,011,729	-	-	-
Option contracts at market value (notes 2(j), 12)	5,470,762	-	337,909	141,770
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	59,744,165	-	-	-
Other receivables	26,981,206	-	56,539	21,933
TOTAL ASSETS	90,603,145,953	1,666,372,445	213,256,668	216,907,941
LIABILITIES				
Amounts payable on purchases of investments	117,471,326	361	223,129	173,169
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	59,784,356	-	-	-
Amounts payable on redemptions	285,681,258	22,501,687	184,117	133,276
Investment management fees payable (note 15)	67,147,522	1,389,837	128,281	128,688
Performance fees payable (note 16)	1,231	-	-	-
Bank overdraft	3,816,621	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	332,560,496	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	9,226,960	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	527,284,178	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	117,000	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	410,861	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	390,934	-	94,601	103,465
Credit default swap contracts at market value (notes 2(i), 11)	8,061,910	-	-	-
Option contracts at market value (notes 2(j), 12)	56,368,907	-	-	-
Taxes and expenses payable	144,279,767	1,467,151	204,537	203,923
TOTAL LIABILITIES	1,612,603,327	25,359,036	834,665	742,521
TOTAL NET ASSETS	88,990,542,626	1,641,013,409	212,422,003	216,165,420
THREE YEAR ASSET SUMMARY				
June 30, 2019	95,680,253,087	1,860,565,864	236,947,703	242,857,191
June 30, 2018	101,982,609,080	2,185,214,017	272,770,646	355,924,700
June 30, 2017	106,341,225,772	2,408,642,311	212,716,472	305,343,335

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Franklin Diversified Dynamic Fund (EUR)	Franklin Emerging Markets Debt Opportunities Hard Currency Fund (USD)	Franklin Euro Government Bond Fund (EUR)	Franklin Euro High Yield Fund (EUR)	Franklin Euro Short Duration Bond Fund (EUR)	Franklin Euro Short-Term Money Market Fund (EUR)	Franklin European Corporate Bond Fund (EUR)
120,160,624	93,060,072	69,186,126	462,979,305	103,034,988	68,026,612	70,756,013
13,516,368	511,276	549,944	52,399,565	4,487,739	3,879,690	1,851,717
-	-	-	-	-	-	-
-	3,135,000	61	707	399	-	-
333,619	-	1,700	1,865,363	69,947	21,152	40,629
374,505	1,353,604	551,795	6,199,616	548,860	26,664	551,548
71,249	-	-	-	-	-	-
32,218	-	99,469	-	49,741	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
251,602	-	-	-	-	-	-
-	-	-	-	-	-	-
43,736	3,175	4,069	-	4,316	19,885	3,748
134,783,921	98,063,127	70,393,164	523,444,556	108,195,990	71,974,003	73,203,655
80,638	-	-	-	-	-	-
-	-	-	-	-	-	-
157,306	-	12,672	444,068	3,898	23,065	7,231
90,370	46,884	19,307	338,395	19,039	14,853	26,090
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	28,458	-	607,661	148,154	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
45,292	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
178,921	26,221	60,237	512,043	54,053	93,748	62,922
552,527	101,563	92,216	1,902,167	225,144	131,666	96,243
134,231,394	97,961,564	70,300,948	521,542,389	107,970,846	71,842,337	73,107,412
126,972,651	25,880,132	72,027,914	524,191,398	113,725,403	80,269,014	74,253,805
137,509,455	-	48,996,905	589,123,493	137,112,468	102,289,569	73,905,855
86,613,579	-	90,465,722	727,071,302	79,066,843	118,230,964	104,153,323

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Franklin European Dividend Fund (EUR)	Franklin European Growth Fund (EUR)	Franklin European Income Fund (EUR)	Franklin European Small-Mid Cap Fund (EUR)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	124,320,100	219,156,849	19,904,230	228,337,485
Cash at Bank and at Brokers	8,580,408	12,265,332	2,079,449	9,033,232
Time deposits (note 4)	-	-	-	-
Amounts receivable on sale of investments	-	978,345	-	292,413
Amounts receivable on subscriptions	330,609	26,936	16,689	15,772
Interest and dividends receivable, net	366,734	281,694	104,664	182,910
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	46,003	-	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	214,979	1,052,601	21,878	1,732,930
TOTAL ASSETS	133,858,833	233,761,757	22,126,910	239,594,742
LIABILITIES				
Amounts payable on purchases of investments	-	149	-	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	442,995	1,676,505	170	294,821
Investment management fees payable (note 15)	101,330	195,567	15,020	175,483
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	84,492	2,284	4,647
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	104,146	286,558	30,777	235,154
TOTAL LIABILITIES	648,471	2,243,271	48,251	710,105
TOTAL NET ASSETS	133,210,362	231,518,486	22,078,659	238,884,637
THREE YEAR ASSET SUMMARY				
June 30, 2019	109,013,296	258,371,865	20,461,204	292,201,138
June 30, 2018	107,567,674	397,812,910	21,094,704	435,473,434
June 30, 2017	152,193,195	736,996,088	17,654,854	512,480,130

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Franklin European Total Return Fund (EUR)	Franklin Flexible Alpha Bond Fund (USD)	Franklin GCC Bond Fund (USD)	Franklin Global Aggregate Bond Fund (USD)	Franklin Global Convertible Securities Fund (USD)	Franklin Global Corporate Investment Grade Bond Fund (USD)	Franklin Global Fundamental Strategies Fund (USD)
264,399,528	413,725,351	166,473,459	19,326,203	971,643,554	8,305,247	1,638,819,499
19,816,735	19,524,056	280,924	1,089,028	4,131,137	244,665	59,526,108
-	-	24,000,000	-	-	-	-
129	38,828,122	1,000	-	24,423,860	-	153,085,025
261,590	1,123	525,062	176,564	1,498,108	-	691,347
1,822,539	3,091,512	1,867,845	149,565	2,096,816	74,763	9,627,916
53,647	565,995	354,481	-	2,498,432	-	-
274,801	52,384	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	392,227	-	-	-	-	-
-	553,083	621,804	-	-	-	-
-	-	-	-	-	-	-
-	292,968	-	-	-	-	-
-	27,287,254	-	-	-	-	-
8,119	6,935	-	11,789	4,210	1,075	966,536
286,637,088	504,321,010	194,124,575	20,753,149	1,006,296,117	8,625,750	1,862,716,431
-	4,355,438	1,975,333	283	6,339,028	40,992	1,719,874
-	27,327,950	-	-	-	-	-
57,216	2,121	205,123	90,848	2,465,385	-	1,770,324
92,699	3,597	92,513	9,649	572,321	2,893	1,528,528
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	49,860	-	-	5,715,782
-	-	-	-	-	-	-
-	886,822	-	-	-	-	8,171,448
-	117,000	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,108,950	-	-	-	-	-
-	-	-	-	-	-	1,182,071
321,808	77,007	74,274	37,259	540,247	11,677	2,178,316
471,723	33,878,885	2,347,243	187,899	9,916,981	55,562	22,266,343
286,165,365	470,442,125	191,777,332	20,565,250	996,379,136	8,570,188	1,840,450,088
264,720,681	446,904,647	142,692,665	20,375,411	718,472,195	8,469,157	1,855,546,616
472,606,884	629,426,052	86,795,362	91,187,076	206,962,616	-	1,953,764,526
550,100,840	341,435,113	56,209,469	89,242,077	109,204,730	-	2,050,664,897

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Franklin Global Listed Infrastructure Fund (USD)	Franklin Global Multi-Asset Income Fund (EUR)	Franklin Global Real Estate Fund (USD)	Franklin Global Small-Mid Cap Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	45,026,663	194,262,943	189,389,157	72,279,552
Cash at Bank and at Brokers	30,796	10,846,698	362,281	460,605
Time deposits (note 4)	2,100,000	-	2,000,000	2,000,000
Amounts receivable on sale of investments	893,368	737	68,001	85
Amounts receivable on subscriptions	-	201,323	782,893	20,924
Interest and dividends receivable, net	84,890	1,085,940	547,395	12,078
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	5,776	22,859	104,914	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	283,597	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	197,364	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	14,628	139,019	18,786	289,393
TOTAL ASSETS	48,156,121	207,040,480	193,273,427	75,062,637
LIABILITIES				
Amounts payable on purchases of investments	311	158,661	-	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	227,450	378,746	251,068	489,163
Investment management fees payable (note 15)	26,841	141,903	119,222	61,796
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	105,239	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	46,651	199,046	200,030	96,203
TOTAL LIABILITIES	301,253	983,595	570,320	647,162
TOTAL NET ASSETS	47,854,868	206,056,885	192,703,107	74,415,475
THREE YEAR ASSET SUMMARY				
June 30, 2019	57,872,093	226,353,806	153,977,624	81,494,479
June 30, 2018	80,953,870	322,054,366	203,221,322	111,463,910
June 30, 2017	69,873,407	339,752,720	251,611,501	163,701,065

[1]This Fund was launched on November 8, 2019

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Franklin Gold and Precious Metals Fund (USD)	Franklin High Yield Fund (USD)	Franklin Income Fund (USD)	Franklin India Fund (USD)	Franklin Innovation Fund[1] (USD)	Franklin Japan Fund (JPY)	Franklin K2 Alternative Strategies Fund (USD)
317,241,136	1,489,502,138	1,373,037,303	1,703,907,193	3,238,150	6,569,523,930	1,324,342,280
1,034,690	-	14,870,077	4,910,136	105,650	116,438,424	265,176,116
-	-	-	-	-	-	706,417,400
6,341,104	42,095,297	106,975,000	4,337,950	68	-	5,367,516
1,477,077	533,081	4,254,637	1,508,981	53	16,637,767	2,521,549
2,592	23,308,850	9,499,738	-	811	5,490,817	4,578,875
147,756	275,779	811,925	442,762	-	-	7,714,766
-	-	-	-	-	-	-
-	-	-	-	-	-	234,885
-	-	-	-	-	-	29,407
-	-	-	-	-	-	-
-	-	-	-	-	-	640,953
-	-	-	-	-	-	1,011,729
-	-	3,474,520	-	-	-	649,206
-	-	-	-	-	-	-
-	-	428,143	-	1,104	13,633	2,073,577
326,244,355	1,555,715,145	1,513,351,343	1,715,107,022	3,345,836	6,708,104,571	2,320,758,259
13,895	-	-	-	1,320	388,933	2,110,223
-	-	-	-	-	-	-
4,674,723	3,078,138	5,026,733	4,062,200	-	290,467,151	3,067,229
252,273	1,044,444	1,058,306	1,357,916	2,318	5,524,890	3,466,255
-	-	-	-	-	-	1,135
-	1,415,939	-	-	-	-	-
-	-	-	-	-	1,407,790	-
-	-	-	-	-	-	8,938,373
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
280,655	1,975,156	1,722,750	11,993,392	3,928	18,611,829	1,627,432
5,221,546	7,513,677	7,807,789	17,413,508	7,566	316,400,593	19,210,647
321,022,809	1,548,201,468	1,505,543,554	1,697,693,514	3,338,270	6,391,703,978	2,301,547,612
261,214,638	1,652,458,522	1,484,053,660	2,028,893,667	-	8,254,241,227	2,267,524,070
216,042,075	1,935,878,158	1,669,750,494	3,306,103,248	-	26,937,411,320	2,410,932,627
250,181,745	2,466,883,234	2,200,863,666	4,279,578,096	-	32,561,977,383	1,320,092,754

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Franklin K2 Long Short Credit Fund (USD)	Franklin MENA Fund (USD)	Franklin Natural Resources Fund (USD)	Franklin NextStep Balanced Growth Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	61,517,465	81,012,511	274,174,727	104,669,608
Cash at Bank and at Brokers	3,501,627	967,361	-	84,350
Time deposits (note 4)	25,706,800	1,000,000	-	1,400,000
Amounts receivable on sale of investments	217,010	187,193	839,155	1,716,487
Amounts receivable on subscriptions	24,769	146,181	8,103,293	129
Interest and dividends receivable, net	471,180	24,223	433,803	896
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	60,965	47,251	243,530	34,862
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	3,054	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	27,970	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	12,639	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	332,714	5,166	15,570	-
TOTAL ASSETS	91,876,193	83,389,886	283,810,078	107,906,332
LIABILITIES				
Amounts payable on purchases of investments	3,152	856,049	1,311	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	-	260,210	4,364,082	1,674,434
Investment management fees payable (note 15)	152,973	101,525	221,872	78,288
Performance fees payable (note 16)	96	-	-	-
Bank overdraft	-	-	835,612	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	4,552	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	97,390	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	425,816	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	189,671	150,181	313,297	91,593
TOTAL LIABILITIES	873,650	1,367,965	5,736,174	1,844,315
TOTAL NET ASSETS	91,002,543	82,021,921	278,073,904	106,062,017
THREE YEAR ASSET SUMMARY				
June 30, 2019	94,625,799	95,640,245	262,052,905	145,456,860
June 30, 2018	97,806,969	138,386,723	351,976,498	257,583,066
June 30, 2017	73,961,073	86,705,941	357,146,962	141,120,021

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Franklin NextStep Conservative Fund (USD)	Franklin NextStep Dynamic Growth Fund (USD)	Franklin NextStep Growth Fund (USD)	Franklin NextStep Moderate Fund (USD)	Franklin NextStep Stable Growth Fund (USD)	Franklin Select U.S. Equity Fund (USD)	Franklin Strategic Income Fund (USD)
40,428,499	20,205,930	21,557,179	64,418,831	14,759,652	345,083,007	791,384,374
79,011	23,159	89,781	47,245	32,688	1,019,831	13,075,180
1,200,000	500,000	200,000	1,300,000	400,000	-	-
1,125	889	190,974	4,300	47,387	6,265,110	74,482,290
175,167	128	13,683	139,002	990	458,244	3,137,242
-	226	-	-	55	153,156	6,466,377
248,927	14,436	34,992	305,006	12,612	61,579	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	23,718
-	-	-	-	-	-	2,740,172
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	18,539,238
3,923	761	3,563	7,231	2,127	-	112,009
42,136,652	20,745,529	22,090,172	66,221,615	15,255,511	353,040,927	909,960,600
63,552	98,391	-	-	-	-	579,977
-	-	-	-	-	-	18,542,843
16,000	22,579	42,944	164,009	23,698	559,009	1,949,873
25,716	15,045	17,681	48,145	10,291	292,777	529,587
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	743,468
-	-	-	-	-	-	284,035
-	-	-	-	-	-	61,992
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	5,375,343
-	-	-	-	-	-	-
39,507	31,176	31,084	63,082	21,763	435,432	1,036,078
144,775	167,191	91,709	275,236	55,752	1,287,218	29,103,196
41,991,877	20,578,338	21,998,463	65,946,379	15,199,759	351,753,709	880,857,404
40,318,440	29,287,204	28,836,074	75,111,324	21,687,486	369,594,156	837,841,999
37,825,419	60,806,068	26,984,353	75,584,143	22,169,010	419,996,049	965,025,829
22,235,224	31,624,652	14,170,474	39,419,097	19,876,634	461,625,826	1,123,520,954

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Franklin Systematic Style Premia Fund[2] (USD)	Franklin Technology Fund (USD)	Franklin U.S. Dollar Short-Term Money Market Fund (USD)	Franklin U.S. Government Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	-	3,397,440,885	574,647,570	854,580,447
Cash at Bank and at Brokers	14,998	75,896,941	239,905	3,856,503
Time deposits (note 4)	-	-	-	-
Amounts receivable on sale of investments	-	127,845	108,915,000	71,480,000
Amounts receivable on subscriptions	-	13,483,347	2,457,751	6,395,758
Interest and dividends receivable, net	-	1,256,852	298,533	2,542,883
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	305,347	-	101,325
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	-	148,362	175,161	3,922
TOTAL ASSETS	14,998	3,488,659,579	686,733,920	938,960,838
LIABILITIES				
Amounts payable on purchases of investments	-	746,845	-	47,619,245
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	-	13,369,972	3,118,090	7,795,096
Investment management fees payable (note 15)	-	2,780,486	170,994	451,988
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	-	2,487,126	375,756	821,508
TOTAL LIABILITIES	-	19,384,429	3,664,840	56,687,837
TOTAL NET ASSETS	14,998	3,469,275,150	683,069,080	882,273,001
THREE YEAR ASSET SUMMARY				
June 30, 2019	-	3,027,602,809	364,844,946	742,053,537
June 30, 2018	-	2,624,600,522	332,606,406	625,792,030
June 30, 2017	-	1,229,456,650	310,691,013	855,045,873

[2]This Fund was launched on December 13, 2019

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Franklin U.S. Low Duration Fund (USD)	Franklin U.S. Opportunities Fund (USD)	Franklin World Perspectives Fund (USD)	Franklin Mutual European Fund (EUR)	Franklin Mutual Global Discovery Fund (USD)	Franklin Mutual U.S. Value Fund (USD)	Templeton Asian Bond Fund (USD)
635,841,200	4,261,076,633	334,702,193	778,402,820	586,944,560	381,521,990	327,080,949
5,990,333	37,035,762	3,601,751	36,675,292	2,015,815	4,997,429	22,161,936
-	-	10,000,000	-	-	-	-
22,269,371	13,217,576	938,199	25,128,412	21,592,527	28,400,414	22,690,788
403,613	32,201,667	293,831	283,432	155,181	185,012	417,682
3,474,542	779,155	264,396	1,223,954	1,522,245	1,005,674	3,852,332
375,366	3,969,456	-	-	614,806	36,712	-
174,235	-	-	-	-	-	-
-	-	-	-	-	-	-
56,197	-	-	-	-	-	-
-	-	-	-	-	-	-
1,320,730	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
13,917,673	-	-	-	-	-	-
69,230	82,185	216,432	2,010,638	401,676	62,009	256,485
683,892,490	4,348,362,434	350,016,802	843,724,548	613,246,810	416,209,240	376,460,172
123,445	2,587	893,377	633	1,245,053	8,382,120	513,303
13,913,563	-	-	-	-	-	-
683,052	28,929,370	894,109	1,849,589	581,996	1,885,664	779,189
279,075	3,312,421	272,185	673,607	478,782	315,838	219,443
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	177,478	-	-	4,697,693
-	-	-	-	-	-	-
-	-	-	-	-	-	5,958,766
-	-	-	-	-	-	-
410,861	-	-	-	-	-	-
-	-	-	-	-	-	-
1,151,801	-	-	-	-	-	-
-	-	-	-	-	-	80,394
533,246	3,458,030	498,134	1,811,568	725,953	958,164	1,556,052
17,095,043	35,702,408	2,557,805	4,512,875	3,031,784	11,541,786	13,804,840
666,797,447	4,312,660,026	347,458,997	839,211,673	610,215,026	404,667,454	362,655,332
695,608,038	4,179,614,479	372,981,098	863,209,765	622,130,840	396,269,840	422,138,162
749,695,138	3,881,876,880	422,637,403	1,193,519,552	761,194,397	490,623,618	547,874,433
1,184,520,738	2,937,414,397	312,784,198	1,613,768,701	980,850,083	750,634,285	673,256,171

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Templeton Asian Growth Fund (USD)	Templeton Asian Smaller Companies Fund (USD)	Templeton BRIC Fund (USD)	Templeton China Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	3,093,223,402	1,288,474,225	665,154,599	423,268,767
Cash at Bank and at Brokers	462,016	675,448	737,596	230,052
Time deposits (note 4)	63,000,000	75,000,000	8,000,000	14,000,000
Amounts receivable on sale of investments	198,831	7,543,965	432	488,638
Amounts receivable on subscriptions	3,097,602	2,195,852	3,120,709	1,461,508
Interest and dividends receivable, net	5,036,829	1,711,817	2,354,701	-
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	1,080,474	7,942	113,621	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	-	22,681	-	176
TOTAL ASSETS	3,166,099,154	1,375,631,930	679,481,658	439,449,141
LIABILITIES				
Amounts payable on purchases of investments	-	-	-	370,918
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	16,057,327	2,902,396	4,742,671	5,909,486
Investment management fees payable (note 15)	3,436,722	1,234,712	890,697	558,170
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Taxes and expenses payable	6,586,528	2,716,641	1,924,429	685,005
TOTAL LIABILITIES	26,080,577	6,853,749	7,557,797	7,523,579
TOTAL NET ASSETS	3,140,018,577	1,368,778,181	671,923,861	431,925,562
THREE YEAR ASSET SUMMARY				
June 30, 2019	3,106,304,411	1,572,936,875	663,008,023	419,859,106
June 30, 2018	3,795,392,747	1,665,977,311	766,634,429	519,042,458
June 30, 2017	4,944,781,465	1,577,382,433	761,260,242	525,402,818

[3]This Fund had its name changed effective on September 2, 2019 (refer to Note 1)

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Templeton Eastern Europe Fund (EUR)	Templeton Emerging Markets Fund (USD)	Templeton Emerging Markets Bond Fund (USD)	Templeton Emerging Markets Dynamic Income Fund[3] (USD)	Templeton Emerging Markets Local Currency Bond Fund (USD)	Templeton Emerging Markets Smaller Companies Fund (USD)	Templeton Euroland Fund (EUR)
251,360,087	933,635,279	8,775,003,397	137,395,796	19,232,852	745,948,122	386,826,280
-	109,610	407,899,203	2,825,801	1,213,789	3,654,341	18,534,462
-	2,000,000	-	-	-	-	-
1,456,873	2,040,299	572,152,100	15,360,818	6,946,556	24,239,048	141,252
545,163	2,132,509	35,088,559	514,852	-	1,122,650	182,923
1,499,622	4,015,731	166,012,139	1,694,034	409,390	1,271,049	29,179
-	74,440	-	-	-	36,798	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
454,379	126,715	1,829,779	17,250	6,723	222,629	1,403,699
255,316,124	944,134,583	9,957,985,177	157,808,551	27,809,310	776,494,637	407,117,795
-	12	3,587,574	8,453	-	-	163
-	-	-	-	-	-	-
1,193,100	3,394,308	30,707,762	269,587	-	1,595,063	458,542
325,185	868,727	7,799,778	163,041	18,252	757,464	313,542
-	-	-	-	-	-	-
1,395,577	-	-	-	-	-	-
-	-	70,387,764	212,841	22,719	-	5,104
-	-	-	-	-	-	-
-	-	69,459,399	138,307	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	11,420,397	69,359	-	-	-
615,102	1,400,218	15,761,960	186,069	35,168	1,506,576	456,106
3,528,964	5,663,265	209,124,634	1,047,657	76,139	3,859,103	1,233,457
251,787,160	938,471,318	9,748,860,543	156,760,894	27,733,171	772,635,534	405,884,338
250,983,426	956,882,871	11,206,328,042	156,744,669	30,423,384	954,384,663	445,138,581
250,196,311	970,862,932	9,908,350,175	132,161,280	19,328,901	1,060,586,206	699,571,319
310,573,410	768,743,294	6,296,345,122	64,654,834	-	778,914,351	465,137,539

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Templeton Frontier Markets Fund (USD)	Templeton Global Fund (USD)	Templeton Global Balanced Fund (USD)	Templeton Global Bond Fund (USD)
ASSETS				
Investment in securities at market value (notes 2(b), 3)	525,403,106	802,922,453	690,416,919	12,697,382,504
Cash at Bank and at Brokers	6,595,383	26,301,819	115,320,848	638,941,143
Time deposits (note 4)	5,000,000	12,000,000	-	-
Amounts receivable on sale of investments	288,800	116,571	317,982	355,752,592
Amounts receivable on subscriptions	728,357	507,384	929,091	18,550,150
Interest and dividends receivable, net	614,302	1,644,527	3,686,837	151,573,270
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	391,987	-	-	-
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-	-	-
Other receivables	-	509,404	165,373	1,079,634
TOTAL ASSETS	539,021,935	844,002,158	810,837,050	13,863,279,293
LIABILITIES				
Amounts payable on purchases of investments	1,029,849	1,925,131	166,325	13,228,885
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-	-	-
Amounts payable on redemptions	476,289	1,056,141	1,913,629	38,568,125
Investment management fees payable (note 15)	624,225	670,786	532,000	7,871,541
Performance fees payable (note 16)	-	-	-	-
Bank overdraft	-	-	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-	1,937,554	127,027,733
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-	-	191,584,917
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-	-	-
Option contracts at market value (notes 2(j), 12)	-	-	-	26,059,163
Taxes and expenses payable	3,922,473	1,110,048	1,074,178	28,289,367
TOTAL LIABILITIES	6,052,836	4,762,106	5,623,686	432,629,731
TOTAL NET ASSETS	532,969,099	839,240,052	805,213,364	13,430,649,562
THREE YEAR ASSET SUMMARY				
June 30, 2019	613,761,575	917,693,099	827,408,541	15,245,568,826
June 30, 2018	668,087,891	1,151,854,028	915,673,862	15,504,808,485
June 30, 2017	882,514,750	1,259,094,531	953,322,447	18,426,706,919

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

Templeton Global Bond (Euro) Fund (EUR)	Templeton Global Climate Change Fund (EUR)	Templeton Global Equity Income Fund (USD)	Templeton Global High Yield Fund (USD)	Templeton Global Income Fund (USD)	Templeton Global Smaller Companies Fund (USD)	Templeton Global Total Return Fund (USD)
146,697,802	641,874,818	95,280,312	121,038,315	461,659,729	103,842,564	12,925,902,382
31,631,714	40,018,017	662,785	3,529,455	44,168,126	56,697	820,121,013
-	-	4,000,000	-	-	5,000,000	-
421,800	-	207	9,765,649	81,391,824	213	497,296,937
2,318,389	209,538	66,177	358,596	438,131	111,111	12,946,031
2,261,904	1,009,856	227,405	2,290,796	3,716,859	175,878	174,588,119
-	-	617	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
67,919	548,528	46,194	5,166	409,253	92,068	2,199,816
183,399,528	683,660,757	100,283,697	136,987,977	591,783,922	109,278,531	14,433,054,298
249,816	139,713	157,591	29,366	246,804	-	17,611,735
-	-	-	-	-	-	-
1,511,284	313,706	205,805	153,309	1,030,685	190,373	36,644,935
97,539	565,982	83,461	95,374	406,605	91,071	8,375,386
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,119,073	1,767	-	464,612	2,446,053	-	114,158,247
-	-	-	-	-	-	-
3,399,212	-	-	692,324	2,416,165	-	244,004,602
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	41,550	361,149	-	17,154,824
430,582	718,838	380,102	204,025	774,588	245,296	24,269,611
8,807,506	1,740,006	826,959	1,680,560	7,682,049	526,740	462,219,340
174,592,022	681,920,751	99,456,738	135,307,417	584,101,873	108,751,791	13,970,834,958
281,068,534	619,656,369	95,913,330	136,065,127	695,724,886	104,214,829	17,194,336,645
311,170,103	644,131,608	141,000,794	145,646,981	912,320,444	122,143,577	17,571,329,650
325,525,488	693,378,176	150,633,469	180,421,557	1,137,684,998	120,018,892	20,185,056,502

The accompanying notes form an integral part of these financial statements

Statement of Net Assets (continued)

As at December 31, 2019

	Templeton Growth (Euro) Fund (EUR)	Templeton Latin America Fund (USD)
ASSETS		
Investment in securities at market value (notes 2(b), 3)	6,468,286,345	937,469,448
Cash at Bank and at Brokers	361,411,710	865,649
Time deposits (note 4)	390,201,588	7,000,000
Amounts receivable on sale of investments	504,188	1,282,891
Amounts receivable on subscriptions	1,893,992	1,176,463
Interest and dividends receivable, net	12,240,312	5,330,904
Unrealised profit on forward foreign exchange contracts (notes 2(c), 5)	-	124,404
Unrealised profit on financial future contracts (notes 2(d), 6)	-	-
Unrealised profit on interest rate swap contracts (notes 2(e), 7)	-	-
Unrealised profit on inflation swap contracts (notes 2(f), 8)	-	-
Unrealised profit on cross currency swap contracts (notes 2(g), 9)	-	-
Unrealised profit on total return swap contracts (notes 2(h), 10)	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-
Option contracts at market value (notes 2(j), 12)	-	-
Investment in mortgage dollar rolls at market value (notes 2(l), 13)	-	-
Other receivables	5,147,434	444
TOTAL ASSETS	7,239,685,569	953,250,203
LIABILITIES		
Amounts payable on purchases of investments	239,825	-
Amounts payable on purchases of mortgage dollar rolls (note 2(l), 13)	-	-
Amounts payable on redemptions	4,463,720	6,906,514
Investment management fees payable (note 15)	6,093,509	1,090,954
Performance fees payable (note 16)	-	-
Bank overdraft	-	-
Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)	-	-
Unrealised loss on financial future contracts (notes 2(d), 6)	-	-
Unrealised loss on interest rate swap contracts (notes 2(e), 7)	-	-
Unrealised loss on inflation swap contracts (notes 2(f), 8)	-	-
Unrealised loss on cross currency swap contracts (notes 2(g), 9)	-	-
Unrealised loss on total return swap contracts (notes 2(h), 10)	-	-
Credit default swap contracts at market value (notes 2(i), 11)	-	-
Option contracts at market value (notes 2(j), 12)	-	-
Taxes and expenses payable	7,033,764	1,593,809
TOTAL LIABILITIES	17,830,818	9,591,277
TOTAL NET ASSETS	7,221,854,751	943,658,926
THREE YEAR ASSET SUMMARY		
June 30, 2019	6,837,379,144	1,001,448,498
June 30, 2018	7,362,059,685	991,907,089
June 30, 2017	7,584,398,180	1,199,770,938

The accompanying notes form an integral part of these financial statements

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Statement of Operations and Changes in Net Assets

For the period ended December 31, 2019

	Total (USD)	Franklin Asia Credit Fund[1] (USD)	Franklin Biotechnology Discovery Fund (USD)	Franklin Brazil Opportunities Fund[2] (USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	95,680,253,087	8,447,778	1,860,565,864	23,074,253
Currency translation adjustment	(184,475,499)	-	-	-
	95,495,777,588	8,447,778	1,860,565,864	23,074,253
INCOME				
Dividends (net of withholding taxes) (note 2(m))	326,313,631	-	2,512,522	1,679
Interest on bonds (net of withholding taxes) (note 2(m))	1,596,277,584	18,705	143,973	96,385
Bank interest	15,948,037	155	443,437	232
Securities lending (notes 2(n), 14)	3,938,342	-	970,138	-
Net interest income on swaps	2,464,331	-	-	-
Sundry income	49,061,401	269	1,542	750
TOTAL INCOME	1,994,003,326	19,129	4,071,612	99,046
EXPENSES				
Investment management fees (note 15)	407,973,763	3,455	8,458,720	10,803
Performance fees (note 16)	1,231	-	-	-
Administration and transfer agency fees	103,986,022	1,139	2,009,640	3,368
Directors fees	78,822	-	1,521	-
Subscription tax (note 19)	20,067,841	808	410,152	2,845
Custodian fees	13,897,781	60	35,414	600
Audit fees	620,059	5,338	8,019	5,848
Printing and publishing expenses	5,143,715	46	98,769	154
Bank charges	4,541,585	-	4,344	-
Net interest expenses on swaps	11,245,075	-	-	-
Maintenance and service charges (note 20)	197,570,228	1,069	4,679,736	8,274
Other charges	13,519,452	2,893	248,073	455
TOTAL EXPENSES	778,645,574	14,808	15,954,388	32,347
Expenses reimbursement (note 21)	(7,955,470)	(7,920)	(4,457)	-
NET EXPENSES	770,690,104	6,888	15,949,931	32,347
NET PROFIT/(LOSS) FROM INVESTMENTS	1,223,313,222	12,241	(11,878,319)	66,699
Net realised profit/(loss) on sale of investments	(257,668,996)	207,414	100,114,859	1,471,882
Net realised profit/(loss) on forward foreign exchange contracts	206,852,511	25,636	(313,027)	17,711
Net realised profit/(loss) on financial future contracts	38,896,274	-	-	(1,796,309)
Net realised profit/(loss) on interest rate swap contracts	(1,076,316,479)	-	-	-
Net realised profit/(loss) on total return swap contracts	2,003,211	-	-	-
Net realised profit/(loss) on credit default swap contracts	(6,331,629)	-	-	-
Net realised profit/(loss) on option contracts	(60,518,031)	-	-	9,714
Net realised profit/(loss) on mortgage dollar rolls	(133,416)	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(127,877,413)	59	(1,755)	55,701
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	(57,780,746)	245,350	87,921,758	(174,602)
Change in net unrealised appreciation/(depreciation) on:				
Investments	479,808,664	(199,299)	58,971,715	(976,492)
Forward foreign exchange contracts	(237,918,326)	(42,473)	(54,659)	(78,398)
Financial future contracts	(9,957,707)	-	-	1,349,932
Interest rate swap contracts	621,904,182	-	-	-
Inflation swap contracts	182,758	-	-	-
Cross currency swap contracts	(430,348)	-	-	-
Total return swap contracts	3,445,892	-	-	-
Credit default swap contracts	3,233,754	-	-	-
Option contracts	(120,317,085)	-	-	(6,862)
Mortgage dollar rolls	(22,397)	-	-	-
Foreign exchange transactions	334,740	(8,555)	705	(42,847)
Capital gains tax	1,801,963	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	684,285,344	(4,977)	146,839,519	70,731
MOVEMENT OF CAPITAL				
Issue of shares	14,058,393,746	13,755	474,520,974	293,950
Redemption of shares	(19,017,620,213)	(8,427,518)	(840,912,948)	(23,027,015)
Equalisation (note 24)	(22,553,938)	(458)	-	(13,523)
	(4,981,780,405)	(8,414,221)	(366,391,974)	(22,746,588)
Dividends paid/accumulated	(2,207,739,901)	(28,580)	-	(398,396)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(7,189,520,306)	(8,442,801)	(366,391,974)	(23,144,984)
NET ASSETS AT THE END OF THE PERIOD	88,990,542,626	-	1,641,013,409	-
Portfolio Turnover Ratio (note 25)		N/A	(35.22)%	N/A

[1]This Fund was closed on July 22, 2019

[2]This Fund was closed on July 25, 2019

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Franklin Diversified Balanced Fund (EUR)	Franklin Diversified Conservative Fund (EUR)	Franklin Diversified Dynamic Fund (EUR)	Franklin Emerging Markets Debt Opportunities Hard Currency Fund (USD)	Franklin Euro Government Bond Fund (EUR)	Franklin Euro High Yield Fund (EUR)	Franklin Euro Short Duration Bond Fund (EUR)
236,947,703	242,857,191	126,972,651	25,880,132	72,027,914	524,191,398	113,725,403
-	-	-	-	-	-	-
236,947,703	242,857,191	126,972,651	25,880,132	72,027,914	524,191,398	113,725,403
1,197,986	472,041	901,839	-	-	-	-
485,477	858,028	117,836	1,238,287	395,021	10,092,640	307,885
4,284	5,046	4,542	3,902	-	5,130	679
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	25,199	-	1,337	-	-	26
1,687,747	1,360,314	1,024,217	1,243,526	395,021	10,097,770	308,590
803,039	806,768	522,296	157,969	117,086	2,011,304	115,212
-	-	-	-	-	-	-
254,474	262,545	145,311	52,804	83,352	589,725	94,775
200	203	109	23	61	446	95
33,566	42,106	23,149	2,778	10,098	115,791	12,342
10,446	11,084	5,395	-	4,075	21,911	6,619
6,078	6,263	6,162	5,679	4,081	6,153	5,423
13,085	13,296	7,109	1,452	4,037	29,046	6,229
36,646	47,588	39,786	-	5,288	115,300	11,352
101,619	92,046	48,651	-	-	-	-
257,653	405,722	226,926	-	68,936	1,154,017	69,194
47,479	35,260	31,272	3,498	9,742	70,150	19,517
1,564,285	1,722,881	1,056,166	224,203	306,756	4,113,843	340,758
-	(28,280)	-	(14,137)	(34,595)	(419)	(39,616)
1,564,285	1,694,601	1,056,166	210,066	272,161	4,113,424	301,142
123,462	(334,287)	(31,949)	1,033,460	122,860	5,984,346	7,448
1,271,944	1,909,606	(753,432)	28,523	1,213,380	3,797,713	695,835
(205,771)	(254,501)	(24,946)	30,328	-	57,781	284,895
617,985	465,617	506,386	-	(85,878)	-	75,675
-	-	-	-	-	-	-
-	(2,979)	-	-	-	-	-
-	-	-	-	-	-	-
(1,294,102)	(467,434)	(1,124,532)	-	-	-	-
-	-	-	-	-	-	-
(51,010)	(74,292)	(53,077)	(1,233)	-	32,859	(8,027)
462,508	1,241,730	(1,481,550)	1,091,078	1,250,362	9,872,699	1,055,826
6,813,500	(249,996)	7,270,227	889,227	(344,475)	3,974,637	(166,966)
20,595	12,589	1,196	(31,441)	-	(1,489,604)	161,388
245,359	639,064	(84,083)	-	189,452	-	49,741
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(47,537)	(59,221)	(22,759)	-	-	-	-
-	-	-	-	-	-	-
(198,293)	(118,342)	(112,540)	-	-	-	-
-	-	-	-	-	-	-
1,937	1,381	710	510	-	18,199	1,090
(217)	(36)	(217)	-	-	-	-
7,297,852	1,467,169	5,570,984	1,949,374	1,095,339	12,375,931	1,101,079
13,074,146	15,847,459	11,403,415	73,788,099	16,126,729	57,297,646	20,778,937
(36,161,590)	(37,357,573)	(4,334,323)	(4,315,806)	(18,221,084)	(57,809,953)	(27,199,921)
(235,681)	(372,807)	20,793	1,284,503	(6,914)	989	1,910
(23,323,125)	(21,882,921)	7,089,885	70,756,796	(2,101,269)	(511,318)	(6,419,074)
(8,500,427)	(6,276,019)	(5,402,126)	(624,738)	(721,036)	(14,513,622)	(436,562)
(31,823,552)	(28,158,940)	1,687,759	70,132,058	(2,822,305)	(15,024,940)	(6,855,636)
212,422,003	216,165,420	134,231,394	97,961,564	70,300,948	521,542,389	107,970,846
223.36%	144.53%	281.60%	(17.38)%	25.52%	109.78%	63.08%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Franklin Euro Short-Term Money Market Fund (EUR)	Franklin European Corporate Bond Fund (EUR)	Franklin European Dividend Fund (EUR)	Franklin European Growth Fund (EUR)
NET ASSETS AT THE BEGINNING OF THE PERIOD	80,269,014	74,253,805	109,013,296	258,371,865
Currency translation adjustment	-	-	-	-
	80,269,014	74,253,805	109,013,296	258,371,865
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	-	1,440,911	2,068,668
Interest on bonds (net of withholding taxes) (note 2(m))	(120,496)	543,406	-	-
Bank interest	-	-	1,910	2,606
Securities lending (notes 2(n), 14)	-	-	3,601	27,760
Net interest income on swaps	-	-	-	-
Sundry income	-	-	274	2,314
TOTAL INCOME	(120,496)	543,406	1,446,696	2,101,348
EXPENSES				
Investment management fees (note 15)	94,119	154,084	548,059	1,171,236
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	54,470	82,777	138,070	276,735
Directors fees	68	62	94	211
Subscription tax (note 19)	3,983	11,565	22,830	59,132
Custodian fees	2,823	3,442	5,597	13,859
Audit fees	4,096	4,511	5,594	4,935
Printing and publishing expenses	4,452	4,048	6,186	13,733
Bank charges	14,909	5,104	12,302	7,756
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	33,021	121,872	274,556	800,193
Other charges	15,171	9,773	14,956	33,195
TOTAL EXPENSES	227,112	397,238	1,028,244	2,380,985
Expenses reimbursement (note 21)	(126,831)	(34,006)	(16,846)	(1,236)
NET EXPENSES	100,281	363,232	1,011,398	2,379,749
NET PROFIT/(LOSS) FROM INVESTMENTS	(220,777)	180,174	435,298	(278,401)
Net realised profit/(loss) on sale of investments	(4,274)	850,669	1,422,761	4,593,594
Net realised profit/(loss) on forward foreign exchange contracts	-	-	18,265	400,658
Net realised profit/(loss) on financial future contracts	-	(15,885)	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	-	-	2,999	(100,605)
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	(225,051)	1,014,958	1,879,323	4,615,246
Change in net unrealised appreciation/(depreciation) on:				
Investments	(27,468)	(382,406)	7,704,431	8,187,396
Forward foreign exchange contracts	-	-	17,805	64,148
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	-	-	11,237	20,596
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	(252,519)	632,552	9,612,796	12,887,386
MOVEMENT OF CAPITAL				
Issue of shares	13,433,489	17,247,787	41,083,054	12,464,064
Redemption of shares	(21,607,647)	(17,867,712)	(22,537,964)	(51,483,028)
Equalisation (note 24)	-	6,759	79,778	(19,494)
	(8,174,158)	(613,166)	18,624,868	(39,038,458)
Dividends paid/accumulated	-	(1,165,779)	(4,040,598)	(702,307)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(8,174,158)	(1,778,945)	14,584,270	(39,740,765)
NET ASSETS AT THE END OF THE PERIOD	71,842,337	73,107,412	133,210,362	231,518,486
Portfolio Turnover Ratio (note 25)	N/A	32.08%	(16.09)%	68.56%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Franklin European Income Fund (EUR)	Franklin European Small-Mid Cap Fund (EUR)	Franklin European Total Return Fund (EUR)	Franklin Flexible Alpha Bond Fund (USD)	Franklin GCC Bond Fund (USD)	Franklin Global Aggregate Bond Fund (USD)	Franklin Global Convertible Securities Fund (USD)
20,461,204	292,201,138	264,720,681	446,904,647	142,692,665	20,375,411	718,472,195
-	-	-	-	-	-	-
20,461,204	292,201,138	264,720,681	446,904,647	142,692,665	20,375,411	718,472,195
75,027	2,622,173	-	74,958	-	-	3,494,449
102,112	-	1,633,697	7,500,637	3,962,264	298,830	4,060,746
-	14,570	9,219	149,079	147,956	2,430	80,148
-	-	-	-	-	-	-
-	-	-	374,863	-	-	-
329	8,473	-	20,868	-	-	511
177,468	2,645,216	1,642,916	8,120,405	4,110,220	301,260	7,635,854
84,752	1,139,743	529,567	22,475	474,367	58,018	3,089,385
-	-	-	-	-	-	-
24,415	296,333	306,200	11,875	163,911	25,447	1,016,536
18	240	220	377	132	19	649
4,942	45,140	57,592	22,394	21,375	3,940	149,908
1,327	14,715	17,943	11,134	8,910	931	19,710
5,792	5,748	4,956	7,729	5,370	6,086	7,098
1,137	15,670	14,369	24,560	8,682	1,226	42,408
2,173	21,785	56,986	35,825	1,382	-	2,788
-	-	-	-	58,255	-	-
76,189	426,141	671,584	5,172	112,815	35,307	1,762,360
2,751	37,858	37,223	59,453	21,010	2,988	102,538
203,496	2,003,373	1,696,640	200,994	876,209	133,962	6,193,380
(1,491)	(21)	(110,756)	(6,236)	-	(14,518)	(9,948)
202,005	2,003,352	1,585,884	194,758	876,209	119,444	6,183,432
(24,537)	641,864	57,032	7,925,647	3,234,011	181,816	1,452,422
173,773	(3,756,582)	7,511,455	(50,138,466)	3,290,607	197,836	9,939,006
24,026	12,715	(914)	10,655,454	(953,979)	98,744	(4,629,529)
-	-	(679,880)	47,853,248	-	-	-
-	-	-	-	-	-	-
-	-	-	195,121	-	-	-
-	-	-	(177,360)	-	-	-
-	-	-	(331,539)	-	-	-
-	-	-	(12,088)	-	-	-
900	(39,201)	11,812	51,233	32,051	(2,952)	11,975
174,162	(3,141,204)	6,899,505	16,021,250	5,602,690	475,444	6,773,874
1,065,130	27,024,537	(3,840,647)	541,056	3,055,207	1,632	17,644,176
380	31	(14,924)	(11,646)	(344,326)	(124,514)	(1,178,859)
-	-	729,859	573,421	-	-	-
-	-	-	53,514	-	-	-
-	-	-	76,338	-	-	-
-	-	-	(21,502)	-	-	-
-	-	-	(136,849)	621,804	-	-
-	-	-	572,619	-	-	-
-	-	-	174,197	-	-	-
-	-	-	(30,061)	-	-	-
930	54,608	(1,612)	(465)	(59)	1,198	(34,697)
-	-	-	134	-	-	-
1,240,602	23,937,972	3,772,181	17,812,006	8,935,316	353,760	23,204,494
3,196,271	17,378,489	70,824,482	21,363,541	94,307,596	4,755,833	388,348,432
(2,461,906)	(89,249,688)	(51,464,473)	(2,802,463)	(50,445,877)	(4,570,627)	(131,776,598)
1,270	(166,455)	10,737	77,656	138,438	1,850	192,512
735,635	(72,037,654)	19,370,746	18,638,734	44,000,157	187,056	256,764,346
(358,782)	(5,216,819)	(1,698,243)	(12,913,262)	(3,850,806)	(350,977)	(2,061,899)
376,853	(77,254,473)	17,672,503	5,725,472	40,149,351	(163,921)	254,702,447
22,078,659	238,884,637	286,165,365	470,442,125	191,777,332	20,565,250	996,379,136
(14.98)%	29.97%	52.50%	137.24%	45.61%	43.32%	1.77%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Franklin Global Corporate Investment Grade Bond Fund (USD)	Franklin Global Fundamental Strategies Fund (USD)	Franklin Global Listed Infrastructure Fund (USD)	Franklin Global Multi-Asset Income Fund (EUR)
NET ASSETS AT THE BEGINNING OF THE PERIOD	8,469,157	1,855,546,616	57,872,093	226,353,806
Currency translation adjustment	-	-	-	-
	8,469,157	1,855,546,616	57,872,093	226,353,806
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	12,457,239	564,393	1,333,402
Interest on bonds (net of withholding taxes) (note 2(m))	132,726	16,144,001	-	671,029
Bank interest	446	290,907	15,444	6,934
Securities lending (notes 2(n), 14)	-	31,974	574	-
Net interest income on swaps	-	-	-	-
Sundry income	-	1,342,508	26	3,038
TOTAL INCOME	133,172	30,266,629	580,437	2,014,403
EXPENSES				
Investment management fees (note 15)	16,977	8,968,048	208,644	879,513
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	9,248	2,110,746	54,043	250,714
Directors fees	-	1,542	51	191
Subscription tax (note 19)	2,112	444,850	11,477	47,656
Custodian fees	296	152,289	2,939	9,826
Audit fees	4,051	7,796	5,910	6,607
Printing and publishing expenses	464	100,311	6,949	12,452
Bank charges	-	62,097	-	17,135
Net interest expenses on swaps	-	106,092	-	51,811
Maintenance and service charges (note 20)	-	4,823,170	127,879	683,645
Other charges	1,127	244,303	8,262	30,095
TOTAL EXPENSES	34,275	17,021,244	426,154	1,989,645
Expenses reimbursement (note 21)	(8,809)	(27,520)	(9,086)	(22,723)
NET EXPENSES	25,466	16,993,724	417,068	1,966,922
NET PROFIT/(LOSS) FROM INVESTMENTS	107,706	13,272,905	163,369	47,481
Net realised profit/(loss) on sale of investments	38,818	(1,513,129)	2,812,536	4,420,234
Net realised profit/(loss) on forward foreign exchange contracts	-	6,471,313	19,891	122,909
Net realised profit/(loss) on financial future contracts	-	-	-	358,771
Net realised profit/(loss) on interest rate swap contracts	-	(8,736,762)	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	(24,135)
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	(241,174)	-	(1,040,542)
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(1,558)	154,939	(9,583)	102,489
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	144,966	9,408,092	2,986,213	3,987,207
Change in net unrealised appreciation/(depreciation) on:				
Investments	70,768	62,125,784	630,427	2,289,303
Forward foreign exchange contracts	-	(6,368,731)	6,090	177,368
Financial future contracts	-	-	-	276,890
Interest rate swap contracts	-	2,575,250	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	(79,511)
Credit default swap contracts	-	-	-	-
Option contracts	-	(2,530,169)	-	(261,092)
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	497	(368,235)	2,184	4,298
Capital gains tax	-	(38,165)	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	216,231	64,803,826	3,624,914	6,394,463
MOVEMENT OF CAPITAL				
Issue of shares	-	92,552,484	14,300,090	15,850,680
Redemption of shares	-	(133,470,593)	(26,614,479)	(34,363,261)
Equalisation (note 24)	-	(509,124)	(116,091)	(202,904)
	-	(41,427,233)	(12,430,480)	(18,715,485)
Dividends paid/accumulated	(115,200)	(38,473,121)	(1,211,659)	(7,975,899)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(115,200)	(79,900,354)	(13,642,139)	(26,691,384)
NET ASSETS AT THE END OF THE PERIOD	8,570,188	1,840,450,088	47,854,868	206,056,885
Portfolio Turnover Ratio (note 25)	15.71%	30.05%	20.18%	280.22%

[3]This Fund was launched on November 8, 2019

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Franklin Global Real Estate Fund (USD)	Franklin Global Small-Mid Cap Fund (USD)	Franklin Gold and Precious Metals Fund (USD)	Franklin High Yield Fund (USD)	Franklin Income Fund (USD)	Franklin India Fund (USD)	Franklin Innovation Fund[3] (USD)
153,977,624	81,494,479	261,214,638	1,652,458,522	1,484,053,660	2,028,893,667	-
-	-	-	-	-	-	-
153,977,624	81,494,479	261,214,638	1,652,458,522	1,484,053,660	2,028,893,667	-
1,923,325	343,510	734,908	1,497	12,060,760	10,078,451	1,466
-	-	50,322	44,264,515	21,435,193	-	20
20,640	20,068	10,276	95,095	94,617	101,264	134
-	-	-	-	-	-	-
-	-	-	-	-	-	-
9,975	2,207	-	50,275	372,211	-	-
1,953,940	365,785	795,506	44,411,382	33,962,781	10,179,715	1,620
701,160	375,940	1,465,908	6,345,916	6,191,772	8,274,112	3,418
-	-	-	-	-	-	-
185,107	94,917	355,138	1,861,902	1,761,540	2,081,495	838
141	67	235	1,386	1,253	1,631	-
33,462	19,216	67,926	400,502	357,373	378,012	-
5,748	1,714	12,848	32,563	32,710	577,291	12
6,760	5,083	5,478	8,087	7,803	8,108	1,952
9,175	4,367	15,409	90,355	81,536	106,136	27
-	3,748	585	-	533	10,725	-
-	-	-	-	-	-	-
460,265	219,306	944,868	4,027,989	4,954,058	3,716,135	1,642
22,268	12,917	37,037	218,476	197,315	256,965	78
1,424,086	737,275	2,905,432	12,987,176	13,585,893	15,410,610	7,967
(82)	(25)	-	(1,050)	(6,668)	(7,090)	(1,932)
1,424,004	737,250	2,905,432	12,986,126	13,579,225	15,403,520	6,035
529,936	(371,465)	(2,109,926)	31,425,256	20,383,556	(5,223,805)	(4,415)
2,531,170	(3,620,036)	8,789,632	11,993,725	24,552,961	(33,167,765)	(1,228)
(290,665)	-	(389,557)	(278,203)	(1,460,078)	(1,092,164)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	4,563,277	-	-
-	-	-	-	-	-	-
(13,996)	(98,561)	27,068	(82)	(7,636)	(516,580)	(245)
2,756,445	(4,090,062)	6,317,217	43,140,696	48,032,080	(40,000,314)	(5,888)
6,780,642	6,718,420	53,088,020	12,863,768	5,284,608	25,347,114	171,656
(139,524)	-	(99,353)	64,912	(567,484)	(153,529)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	(11,321,133)	-	-
-	-	-	-	-	-	-
(4,508)	55,078	(2,902)	(17)	(913)	(18,707)	-
-	-	-	-	-	-	-
9,393,055	2,683,436	59,302,982	56,069,359	41,427,158	(14,825,436)	165,768
56,290,842	4,871,324	162,181,675	66,068,361	291,226,323	174,398,835	3,172,502
(24,719,659)	(14,303,310)	(161,676,486)	(181,472,022)	(268,392,341)	(490,773,461)	-
58,937	(823)	-	(449,017)	40,897	-	-
31,630,120	(9,432,809)	505,189	(115,852,678)	22,874,879	(316,374,626)	3,172,502
(2,297,692)	(329,631)	-	(44,473,735)	(42,812,143)	(91)	-
29,332,428	(9,762,440)	505,189	(160,326,413)	(19,937,264)	(316,374,717)	3,172,502
192,703,107	74,415,475	321,022,809	1,548,201,468	1,505,543,554	1,697,693,514	3,338,270
6.72%	26.69%	(142.03)%	38.52%	16.19%	(0.87)%	(1.95)%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Franklin Japan Fund (JPY)	Franklin K2 Alternative Strategies Fund (USD)	Franklin K2 Global Macro Opportunities Fund[4] (USD)	Franklin K2 Long Short Credit Fund (USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	8,254,241,227	2,267,524,070	25,269,182	94,625,799
Currency translation adjustment	-	-	-	-
	8,254,241,227	2,267,524,070	25,269,182	94,625,799
INCOME				
Dividends (net of withholding taxes) (note 2(m))	66,775,040	2,284,321	-	27,567
Interest on bonds (net of withholding taxes) (note 2(m))	-	19,292,969	126,814	2,316,214
Bank interest	-	-	-	-
Securities lending (notes 2(n), 14)	-	-	-	-
Net interest income on swaps	-	-	-	-
Sundry income	-	268,407	32,319	-
TOTAL INCOME	66,775,040	21,845,697	159,133	2,343,781
EXPENSES				
Investment management fees (note 15)	34,901,076	20,854,910	125,599	953,820
Performance fees (note 16)	-	1,135	-	96
Administration and transfer agency fees	9,754,085	2,574,598	14,122	108,845
Directors fees	6,495	1,971	-	83
Subscription tax (note 19)	1,795,439	360,920	4,749	18,505
Custodian fees	242,084	465,897	35,893	70,352
Audit fees	560,877	23,241	19,375	18,151
Printing and publishing expenses	426,213	126,914	605	5,352
Bank charges	-	-	-	-
Net interest expenses on swaps	-	220,731	1,961	204,651
Maintenance and service charges (note 20)	22,481,706	2,769,613	23,164	177,621
Other charges	1,023,770	621,416	3,620	24,906
TOTAL EXPENSES	71,191,745	28,021,346	229,088	1,582,382
Expenses reimbursement (note 21)	(198,310)	(2,172,867)	(36,157)	(156,089)
NET EXPENSES	70,993,435	25,848,479	192,931	1,426,293
NET PROFIT/(LOSS) FROM INVESTMENTS	(4,218,395)	(4,002,782)	(33,798)	917,488
Net realised profit/(loss) on sale of investments	102,189,853	35,264,910	109,186	(68,399)
Net realised profit/(loss) on forward foreign exchange contracts	4,402,491	(30,778,805)	(306,554)	(756,782)
Net realised profit/(loss) on financial future contracts	-	(9,018,108)	701,553	(5,610)
Net realised profit/(loss) on interest rate swap contracts	-	(1,104,178)	(30,197)	(93,793)
Net realised profit/(loss) on total return swap contracts	-	(338,179)	(84,717)	(44,735)
Net realised profit/(loss) on credit default swap contracts	-	160,960	5,795	(19,166)
Net realised profit/(loss) on option contracts	-	(3,112,308)	-	(54,911)
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(2,252,890)	306,979	(6,642)	(16,527)
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	100,121,059	(12,621,511)	354,626	(142,435)
Change in net unrealised appreciation/(depreciation) on:				
Investments	444,852,425	3,027,658	(94,604)	620,812
Forward foreign exchange contracts	(779,027)	215,372	8,450	(76,516)
Financial future contracts	-	(12,676,863)	(157,657)	(6,572)
Interest rate swap contracts	-	632,217	13,468	40,438
Inflation swap contracts	-	29,407	-	3,054
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	287,800	(5,718)	58,429
Credit default swap contracts	-	(408,685)	(7,355)	42,178
Option contracts	-	986,949	-	5,350
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	764,697	238,175	(13,946)	2,205
Capital gains tax	-	-	-	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	544,959,154	(20,289,481)	97,264	546,943
MOVEMENT OF CAPITAL				
Issue of shares	4,901,014,504	577,723,389	54,536	14,480,166
Redemption of shares	(7,301,319,502)	(524,300,094)	(25,420,982)	(18,613,344)
Equalisation (note 24)	(651,215)	913,203	-	164,069
	(2,400,956,213)	54,336,498	(25,366,446)	(3,969,109)
Dividends paid/accumulated	(6,540,190)	(23,475)	-	(201,090)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(2,407,496,403)	54,313,023	(25,366,446)	(4,170,199)
NET ASSETS AT THE END OF THE PERIOD	6,391,703,978	2,301,547,612	-	91,002,543
Portfolio Turnover Ratio (note 25)	212.40%	27.25%	N/A	8.25%

[4]This Fund was closed on September 30, 2019

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Franklin MENA Fund (USD)	Franklin Natural Resources Fund (USD)	Franklin NextStep Balanced Growth Fund (USD)	Franklin NextStep Conservative Fund (USD)	Franklin NextStep Dynamic Growth Fund (USD)	Franklin NextStep Growth Fund (USD)	Franklin NextStep Moderate Fund (USD)
95,640,245	262,052,905	145,456,860	40,318,440	29,287,204	28,836,074	75,111,324
-	-	-	-	-	-	-
95,640,245	262,052,905	145,456,860	40,318,440	29,287,204	28,836,074	75,111,324
573,890	2,785,503	623,424	281,649	98,397	133,049	383,643
-	27,348	-	-	-	-	-
5,968	6,801	19,622	10,856	3,850	4,129	13,029
-	67,200	-	-	-	-	-
-	-	-	-	-	-	-
-	260,536	28,750	4,974	6,982	2,957	8,105
579,858	3,147,388	671,796	297,479	109,229	140,135	404,777
631,680	1,236,114	522,105	148,125	103,156	119,149	294,350
-	-	-	-	-	-	-
132,148	312,354	134,053	50,208	26,841	29,373	85,242
81	210	117	34	24	23	60
17,337	61,666	13,403	4,510	2,839	3,316	8,418
113,286	5,842	16,191	8,623	12,204	10,171	12,051
6,043	6,177	6,079	6,002	5,982	5,991	6,027
5,259	13,643	7,590	2,185	1,509	1,532	3,906
3,810	-	-	-	254	469	91
-	-	-	-	-	-	-
197,151	890,162	245,697	82,593	60,680	69,988	174,773
12,710	33,965	18,350	5,279	3,646	3,681	9,436
1,119,505	2,560,133	963,585	307,559	217,135	243,693	594,354
(30,379)	-	-	(28,573)	(12,982)	(25,069)	(52,167)
1,089,126	2,560,133	963,585	278,986	204,153	218,624	542,187
(509,268)	587,255	(291,789)	18,493	(94,924)	(78,489)	(137,410)
2,822,704	(14,573,160)	4,061,484	630,760	792,836	1,348,133	2,624,124
(280,240)	(280,893)	(41,440)	(241,261)	(5,009)	28,659	(655,651)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(34,789)	(13,195)	(44,690)	(11,281)	(10,235)	(24,431)	(51,896)
1,998,407	(14,279,993)	3,683,565	396,711	682,668	1,273,872	1,779,167
(2,492,189)	9,313,642	502,668	427,875	208,050	140,528	876,199
(14,157)	(141,681)	38,984	(159,038)	580	(43,418)	35,198
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
785	2,067	(10)	(46)	-	(26)	48
-	-	-	-	-	-	-
(507,154)	(5,105,965)	4,225,207	665,502	891,298	1,370,956	2,690,612
18,619,733	133,338,805	4,486,511	10,778,827	1,336,478	1,859,262	9,236,417
(30,809,496)	(112,096,241)	(46,189,796)	(9,181,908)	(10,637,069)	(9,815,981)	(20,255,217)
(2,339)	(9,722)	(120,465)	8,448	(22,208)	(5,067)	(16,650)
(12,192,102)	21,232,842	(41,823,750)	1,605,367	(9,322,799)	(7,961,786)	(11,035,450)
(919,068)	(105,878)	(1,796,300)	(597,432)	(277,365)	(246,781)	(820,107)
(13,111,170)	21,126,964	(43,620,050)	1,007,935	(9,600,164)	(8,208,567)	(11,855,557)
82,021,921	278,073,904	106,062,017	41,991,877	20,578,338	21,998,463	65,946,379
80.83%	(108.84)%	118.06%	74.61%	116.15%	113.02%	97.17%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Franklin NextStep Stable Growth Fund (USD)	Franklin Select U.S. Equity Fund (USD)	Franklin Strategic Income Fund (USD)	Franklin Systematic Style Premia Fund[5] (USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	21,687,486	369,594,156	837,841,999	-
Currency translation adjustment	-	-	-	-
	21,687,486	369,594,156	837,841,999	-
INCOME				
Dividends (net of withholding taxes) (note 2(m))	134,270	1,251,179	186,853	-
Interest on bonds (net of withholding taxes) (note 2(m))	-	44,015	16,701,632	-
Bank interest	4,755	8,315	136,676	-
Securities lending (notes 2(n), 14)	-	27	-	-
Net interest income on swaps	-	-	2,074,437	-
Sundry income	3,786	7,027	30,253	-
TOTAL INCOME	142,811	1,310,563	19,129,851	-
EXPENSES				
Investment management fees (note 15)	73,455	1,677,919	3,046,848	-
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	20,293	397,979	968,644	-
Directors fees	18	308	723	-
Subscription tax (note 19)	1,797	84,058	197,955	-
Custodian fees	7,208	7,312	22,770	-
Audit fees	5,875	6,388	7,355	-
Printing and publishing expenses	1,132	20,080	47,042	-
Bank charges	-	209	16,852	-
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	27,546	1,048,054	2,557,285	-
Other charges	2,732	50,457	106,463	-
TOTAL EXPENSES	140,056	3,292,764	6,971,937	-
Expenses reimbursement (note 21)	(14,253)	(2,821)	(717,807)	-
NET EXPENSES	125,803	3,289,943	6,254,130	-
NET PROFIT/(LOSS) FROM INVESTMENTS	17,008	(1,979,380)	12,875,721	-
Net realised profit/(loss) on sale of investments	351,356	1,550,622	5,464,229	-
Net realised profit/(loss) on forward foreign exchange contracts	(17,183)	(186,597)	(2,766,879)	-
Net realised profit/(loss) on financial future contracts	-	-	(114,919)	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	1,968,939	-
Net realised profit/(loss) on credit default swap contracts	-	-	(5,629,229)	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	(33,289)	-
Net realised profit/(loss) on foreign exchange transactions	(2,163)	2,870	18,808	-
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	349,018	(612,485)	11,783,381	-
Change in net unrealised appreciation/(depreciation) on:				
Investments	(19,139)	33,277,069	(3,745,023)	-
Forward foreign exchange contracts	8,213	(66,670)	(3,594,453)	-
Financial future contracts	-	-	(604,461)	-
Interest rate swap contracts	-	-	(61,992)	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	11,880	-
Total return swap contracts	-	-	1,847,978	-
Credit default swap contracts	-	-	2,892,394	-
Option contracts	-	-	-	-
Mortgage dollar rolls	-	-	(2,024)	-
Foreign exchange transactions	-	(179)	8,323	-
Capital gains tax	-	-	(13,546)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	338,092	32,597,735	8,522,457	-
MOVEMENT OF CAPITAL				
Issue of shares	381,291	33,941,310	227,180,350	14,998
Redemption of shares	(6,838,780)	(84,288,921)	(171,983,904)	-
Equalisation (note 24)	(25,038)	(14,865)	99,781	-
	(6,482,527)	(50,362,476)	55,296,227	14,998
Dividends paid/accumulated	(343,292)	(75,706)	(20,803,279)	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(6,825,819)	(50,438,182)	34,492,948	14,998
NET ASSETS AT THE END OF THE PERIOD	15,199,759	351,753,709	880,857,404	14,998
Portfolio Turnover Ratio (note 25)	118.93%	(31.49)%	134.99%	N/A

[5]This Fund was launched on December 13, 2019

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Franklin Technology Fund (USD)	Franklin U.S. Dollar Short-Term Money Market Fund (USD)	Franklin U.S. Government Fund (USD)	Franklin U.S. Low Duration Fund (USD)	Franklin U.S. Opportunities Fund (USD)	Franklin World Perspectives Fund (USD)	Franklin Mutual European Fund (EUR)
3,027,602,809	364,844,946	742,053,537	695,608,038	4,179,614,479	372,981,098	863,209,765
-	-	-	-	-	-	-
3,027,602,809	364,844,946	742,053,537	695,608,038	4,179,614,479	372,981,098	863,209,765
6,653,647	-	-	123,632	7,760,194	1,973,857	8,154,173
216,115	4,974,133	11,985,569	11,245,268	26,476	-	207,216
282,129	2,961	85,250	57,768	208,249	41,283	11,973
494,711	-	-	-	1,353,663	3,591	50,541
-	-	-	-	-	-	-
217	-	-	20,650	677	111,999	802
7,646,819	4,977,094	12,070,819	11,447,318	9,349,259	2,130,730	8,424,705
15,412,406	759,081	2,479,582	1,693,070	19,047,529	1,581,652	3,925,749
-	-	-	-	-	-	-
3,633,379	334,451	944,934	648,407	4,657,832	469,037	966,301
2,589	350	658	591	3,484	296	717
697,810	22,426	174,928	121,811	853,809	69,573	180,791
67,395	7,835	15,878	14,920	84,667	21,356	57,484
8,963	5,383	6,781	6,602	10,868	5,312	6,886
168,888	22,601	42,832	38,484	227,224	19,342	46,812
-	-	125	26,325	18,613	-	79,996
-	-	-	104,446	-	-	-
8,395,048	784,141	1,346,155	965,741	9,916,851	926,064	1,931,312
408,462	60,126	103,768	93,019	552,777	47,259	113,051
28,794,940	1,996,394	5,115,641	3,713,416	35,373,654	3,139,891	7,309,099
(279,078)	(810,688)	(46,195)	(298,751)	(575,317)	(3,125)	(11,368)
28,515,862	1,185,706	5,069,446	3,414,665	34,798,337	3,136,766	7,297,731
(20,869,043)	3,791,388	7,001,373	8,032,653	(25,449,078)	(1,006,036)	1,126,974
49,204,239	-	1,674,240	697,422	59,763,308	(2,162,178)	11,505,011
(600,913)	-	(217,273)	(2,498,639)	(6,671,779)	-	818,827
-	-	-	(117,309)	-	-	-
-	-	-	5,113	-	-	-
-	-	-	337,189	-	-	-
-	-	-	(672,629)	-	-	-
-	-	-	-	-	-	-
-	-	(92,891)	4,852	-	-	-
(148,400)	-	1,700	(17,468)	45,218	(56,991)	(330,087)
27,585,883	3,791,388	8,367,149	5,771,184	27,687,669	(3,225,205)	13,120,725
236,788,487	34,186	949,477	(1,129,930)	191,082,485	28,034,973	63,506,569
(6,167)	-	41,950	(971,563)	(2,125,772)	-	180,902
-	-	-	(730,310)	-	-	-
-	-	-	-	-	-	-
-	-	-	73,959	-	-	-
-	-	-	(420,726)	-	-	-
-	-	-	1,006,862	-	-	-
-	-	-	142,603	-	-	-
-	-	-	-	-	-	-
-	-	5,578	4,110	-	-	-
2,334	-	(197)	6,706	2,937	12,226	36,872
-	-	-	93	-	-	-
264,370,537	3,825,574	9,363,957	3,752,988	216,647,319	24,821,994	76,845,068
967,415,151	662,998,088	393,076,230	101,044,729	804,705,840	20,810,127	61,585,370
(790,113,326)	(345,284,592)	(250,354,527)	(125,096,398)	(888,242,637)	(70,698,777)	(148,202,444)
-	292,661	355,139	(48,540)	5,739	(3,706)	(221,464)
177,301,825	318,006,157	143,076,842	(24,100,209)	(83,531,058)	(49,892,356)	(86,838,538)
(21)	(3,607,597)	(12,221,335)	(8,463,370)	(70,714)	(451,739)	(14,004,622)
177,301,804	314,398,560	130,855,507	(32,563,579)	(83,601,772)	(50,344,095)	(100,843,160)
3,469,275,150	683,069,080	882,273,001	666,797,447	4,312,660,026	347,458,997	839,211,673
(52.37)%	N/A	(6.27)%	27.47%	(38.16)%	15.91%	4.87%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Franklin Mutual Global Discovery Fund (USD)	Franklin Mutual U.S. Value Fund (USD)	Templeton Asian Bond Fund (USD)	Templeton Asian Growth Fund (USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	622,130,840	396,269,840	422,138,162	3,106,304,411
Currency translation adjustment	-	-	-	-
	622,130,840	396,269,840	422,138,162	3,106,304,411
INCOME				
Dividends (net of withholding taxes) (note 2(m))	6,010,233	3,333,223	-	27,630,777
Interest on bonds (net of withholding taxes) (note 2(m))	1,144,920	1,103,951	7,292,658	-
Bank interest	5,060	2,302	98,334	811,763
Securities lending (notes 2(n), 14)	31,321	-	-	196
Net interest income on swaps	-	-	-	-
Sundry income	439,664	52,555	205,194	-
TOTAL INCOME	7,631,198	4,492,031	7,596,186	28,442,736
EXPENSES				
Investment management fees (note 15)	2,830,781	1,814,395	1,379,416	19,416,297
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	716,890	457,582	435,309	3,406,842
Directors fees	519	328	343	2,540
Subscription tax (note 19)	128,506	84,534	90,967	695,960
Custodian fees	19,681	7,575	71,289	629,355
Audit fees	7,254	6,948	7,478	10,569
Printing and publishing expenses	33,775	21,329	22,462	165,752
Bank charges	3,019	700	43,680	288
Net interest expenses on swaps	-	-	154,122	-
Maintenance and service charges (note 20)	1,540,164	1,046,362	638,643	7,249,093
Other charges	82,651	51,642	54,219	429,385
TOTAL EXPENSES	5,363,240	3,491,395	2,897,928	32,006,081
Expenses reimbursement (note 21)	(781)	(925)	(1,079)	(2,699)
NET EXPENSES	5,362,459	3,490,470	2,896,849	32,003,382
NET PROFIT/(LOSS) FROM INVESTMENTS	2,268,739	1,001,561	4,699,337	(3,560,646)
Net realised profit/(loss) on sale of investments	10,057,035	10,910,750	(15,165,195)	3,972,577
Net realised profit/(loss) on forward foreign exchange contracts	(2,998,931)	(188,500)	3,367,970	(4,592,818)
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	(16,624,748)	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	98,961	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(1,443)	54,088	(178,651)	(521,661)
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	9,325,400	11,777,899	(23,802,326)	(4,702,548)
Change in net unrealised appreciation/(depreciation) on:				
Investments	32,262,754	15,820,288	17,244,665	215,751,055
Forward foreign exchange contracts	296,836	(3,700)	(4,534,024)	(89,343)
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	9,199,922	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	(212,622)	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	(2,465)	5,443	(12,018)	118,402
Capital gains tax	-	-	66,023	-
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	41,882,525	27,599,930	(2,050,380)	211,077,566
MOVEMENT OF CAPITAL				
Issue of shares	25,122,977	39,689,849	36,930,648	283,563,122
Redemption of shares	(74,122,011)	(57,504,455)	(85,430,899)	(458,457,032)
Equalisation (note 24)	(101,419)	33,350	(150,014)	(98,486)
	(49,100,453)	(17,781,256)	(48,650,265)	(174,992,396)
Dividends paid/accumulated	(4,697,886)	(1,421,060)	(8,782,185)	(2,371,004)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(53,798,339)	(19,202,316)	(57,432,450)	(177,363,400)
NET ASSETS AT THE END OF THE PERIOD	610,215,026	404,667,454	362,655,332	3,140,018,577
Portfolio Turnover Ratio (note 25)	9.03%	11.98%	28.60%	28.88%

[6]This Fund had its name changed effective on September 2, 2019 (refer to Note 1)

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Templeton Asian Smaller Companies Fund (USD)	Templeton BRIC Fund (USD)	Templeton China Fund (USD)	Templeton Eastern Europe Fund (EUR)	Templeton Emerging Markets Fund (USD)	Templeton Emerging Markets Bond Fund (USD)	Templeton Emerging Markets Dynamic Income Fund[6] (USD)
1,572,936,875	663,008,023	419,859,106	250,983,426	956,882,871	11,206,328,042	156,744,669
-	-	-	-	-	-	-
1,572,936,875	663,008,023	419,859,106	250,983,426	956,882,871	11,206,328,042	156,744,669
17,203,280	11,635,932	3,695,159	8,013,519	15,323,242	-	1,478,226
-	-	-	-	-	483,724,958	2,899,158
623,027	124,988	91,097	-	94,270	1,139,250	29,219
536,527	7,815	-	-	515	-	-
-	-	-	-	-	-	963
25	6,589,753	-	137	3,036,424	1,733,951	192,463
18,362,859	18,358,488	3,786,256	8,013,656	18,454,451	486,598,159	4,600,029
7,708,052	5,106,521	3,204,762	1,870,344	5,102,247	49,644,193	952,690
-	-	-	-	-	-	-
1,682,160	783,824	482,837	313,428	1,091,235	12,622,910	184,415
1,249	541	344	208	788	9,067	128
245,548	159,328	98,501	57,885	170,224	2,404,004	34,484
368,986	105,364	54,101	82,933	171,307	2,696,183	29,134
7,173	6,562	6,480	5,440	7,799	17,618	6,944
81,793	35,344	22,480	13,545	51,422	592,000	8,364
1,852	1,148	796	32,752	1,137	437,564	1,715
-	-	-	-	-	500,006	-
1,912,483	1,713,331	1,070,286	596,432	1,818,828	32,090,961	460,177
240,358	199,342	54,231	61,007	189,692	1,428,158	29,570
12,249,654	8,111,305	4,994,818	3,033,974	8,604,679	102,442,664	1,707,621
(224,638)	-	(2,955)	(2,413)	(312,768)	(830,298)	(58,214)
12,025,016	8,111,305	4,991,863	3,031,561	8,291,911	101,612,366	1,649,407
6,337,843	10,247,183	(1,205,607)	4,982,095	10,162,540	384,985,793	2,950,622
(17,811,832)	28,549,713	8,604,534	3,124,563	28,857,187	(80,517,470)	806,829
(43,763)	(345,202)	-	-	(531,199)	35,034,675	(513,038)
-	-	-	-	-	-	-
-	-	-	-	-	(31,645,560)	(215,148)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	(7,480,334)	(45,472)
-	-	-	-	-	-	-
(468,511)	86,355	(3,300)	76,700	27,623	(50,525,107)	(25,099)
(11,986,263)	38,538,049	7,395,627	8,183,358	38,516,151	249,851,997	2,958,694
(86,596,661)	35,418,588	16,920,330	20,453,712	50,441,101	(719,174,944)	2,124,003
(2,188)	(16,701)	-	-	(38,980)	(65,515,957)	(585,098)
-	-	-	-	-	-	-
-	-	-	-	-	1,915,630	90,479
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	(19,329,165)	(117,445)
-	-	-	-	-	-	-
92,754	5,338	(2,434)	(63,041)	16,348	(539,144)	(110,817)
-	-	-	-	1,182,207	(51,113)	68,787
(98,492,358)	73,945,274	24,313,523	28,574,029	90,116,827	(552,842,696)	4,428,603
371,679,579	55,353,624	92,899,324	19,888,827	158,711,436	1,588,332,391	34,819,180
(467,018,262)	(120,144,283)	(103,914,136)	(46,986,306)	(262,173,278)	(1,962,511,276)	(29,694,331)
(893,594)	(228,701)	(44,663)	(42,854)	(920,348)	(2,522,799)	(74,566)
(96,232,277)	(65,019,360)	(11,059,475)	(27,140,333)	(104,382,190)	(376,701,684)	5,050,283
(9,434,059)	(10,076)	(1,187,592)	(629,962)	(4,146,190)	(527,923,119)	(9,462,661)
(105,666,336)	(65,029,436)	(12,247,067)	(27,770,295)	(108,528,380)	(904,624,803)	(4,412,378)
1,368,778,181	671,923,861	431,925,562	251,787,160	938,471,318	9,748,860,543	156,760,894
(66.53)%	(9.28)%	(15.55)%	27.70%	(39.45)%	(47.94)%	(27.56)%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Templeton Emerging Markets Local Currency Bond Fund (USD)	Templeton Emerging Markets Smaller Companies Fund (USD)	Templeton Euroland Fund (EUR)	Templeton Frontier Markets Fund (USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	30,423,384	954,384,663	445,138,581	613,761,575
Currency translation adjustment	-	-	-	-
	30,423,384	954,384,663	445,138,581	613,761,575
INCOME				
Dividends (net of withholding taxes) (note 2(m))	-	10,030,139	2,196,326	2,805,081
Interest on bonds (net of withholding taxes) (note 2(m))	1,318,193	204,917	-	-
Bank interest	8,726	52,370	1,512	167,680
Securities lending (notes 2(n), 14)	-	281,569	18,228	-
Net interest income on swaps	-	-	-	-
Sundry income	-	-	593	308
TOTAL INCOME	1,326,919	10,568,995	2,216,659	2,973,069
EXPENSES				
Investment management fees (note 15)	116,105	5,019,615	1,863,377	3,938,493
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	34,930	911,043	486,688	700,151
Directors fees	27	782	375	486
Subscription tax (note 19)	2,740	116,488	80,905	107,297
Custodian fees	7,172	370,599	23,381	523,142
Audit fees	7,456	7,314	5,811	6,847
Printing and publishing expenses	1,692	50,877	24,413	32,090
Bank charges	-	-	14,247	309
Net interest expenses on swaps	-	-	-	-
Maintenance and service charges (note 20)	13,885	740,789	843,141	1,030,119
Other charges	4,080	161,087	59,198	86,581
TOTAL EXPENSES	188,087	7,378,594	3,401,536	6,425,515
Expenses reimbursement (note 21)	(24,010)	(16,948)	(90,696)	-
NET EXPENSES	164,077	7,361,646	3,310,840	6,425,515
NET PROFIT/(LOSS) FROM INVESTMENTS	1,162,842	3,207,349	(1,094,181)	(3,452,446)
Net realised profit/(loss) on sale of investments	(382,513)	(1,096,929)	5,550,676	(16,477,081)
Net realised profit/(loss) on forward foreign exchange contracts	(14,354)	(166,794)	15,246	(2,247,049)
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	-	-	-	-
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	-	-	-	-
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(119,117)	(71,281)	(16,074)	(1,757,839)
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	646,858	1,872,345	4,455,667	(23,934,415)
Change in net unrealised appreciation/(depreciation) on:				
Investments	(1,172,206)	(34,367,400)	24,275,626	5,595,340
Forward foreign exchange contracts	(134,044)	(25,257)	1,134	(114,643)
Financial future contracts	-	-	-	-
Interest rate swap contracts	-	-	-	-
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	-	-	-	-
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	(1,589)	7,748	8,308	1,394,402
Capital gains tax	(4,156)	-	-	1,284,453
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	(665,137)	(32,512,564)	28,740,735	(15,774,863)
MOVEMENT OF CAPITAL				
Issue of shares	7,352,937	122,378,516	95,650,989	39,807,503
Redemption of shares	(6,078,840)	(265,058,658)	(155,923,137)	(97,053,229)
Equalisation (note 24)	(212,297)	(478,203)	(73,846)	431
	1,061,800	(143,158,345)	(60,345,994)	(57,245,295)
Dividends paid/accumulated	(3,086,876)	(6,078,220)	(7,648,984)	(7,772,318)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(2,025,076)	(149,236,565)	(67,994,978)	(65,017,613)
NET ASSETS AT THE END OF THE PERIOD	27,733,171	772,635,534	405,884,338	532,969,099
Portfolio Turnover Ratio (note 25)	(64.02)%	(54.55)%	(14.63)%	72.08%

[7]This Fund was closed on October 3, 2019

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Templeton Global Fund (USD)	Templeton Global Balanced Fund (USD)	Templeton Global Bond Fund (USD)	Templeton Global Bond (Euro) Fund (EUR)	Templeton Global Climate Change Fund (EUR)	Templeton Global Currency Fund[7] (USD)	Templeton Global Equity Income Fund (USD)
917,693,099	827,408,541	15,245,568,826	281,068,534	619,656,369	8,766,604	95,913,330
-	-	-	-	-	-	-
917,693,099	827,408,541	15,245,568,826	281,068,534	619,656,369	8,766,604	95,913,330
9,152,814	5,467,388	-	-	4,688,643	-	1,198,229
-	5,385,367	376,638,397	7,224,183	-	112,406	-
352,319	303,334	2,274,850	115,514	3,738	1,793	29,920
5,765	-	-	-	-	-	-
-	-	-	-	-	-	-
1,480,985	1,397,618	6,583,246	127,910	604,580	11	805,135
10,991,883	12,553,707	385,496,493	7,467,607	5,296,961	114,210	2,033,284
3,992,220	3,124,171	49,629,583	692,933	3,171,557	14,404	464,140
-	-	-	-	-	-	-
984,869	981,585	15,849,340	238,264	761,456	4,753	117,514
737	681	12,518	205	527	-	78
190,821	194,675	3,112,534	51,605	155,481	1,703	23,241
42,750	66,385	2,560,581	57,353	41,096	769	4,440
6,879	7,139	22,694	4,662	5,087	4,360	5,550
47,891	44,415	816,113	13,609	34,343	-	5,095
1,942	434	1,147,792	30,591	53,597	-	160
-	-	5,081,008	38,303	-	-	-
1,902,321	1,952,919	22,739,793	369,263	1,592,906	8,332	243,149
115,881	107,475	1,975,048	32,345	83,122	2,578	237,781
7,286,311	6,479,879	102,947,004	1,529,133	5,899,172	36,899	1,101,148
(71,365)	(23,902)	(163,281)	(39,216)	-	(7,874)	(94,854)
7,214,946	6,455,977	102,783,723	1,489,917	5,899,172	29,025	1,006,294
3,776,937	6,097,730	282,712,770	5,977,690	(602,211)	85,185	1,026,990
(25,791,018)	(4,171,944)	(182,937,854)	1,225,575	(2,432,741)	(552,451)	(4,024,975)
-	414,598	91,053,142	(6,344,457)	1,856	62,506	(589)
-	-	-	-	-	-	-
-	-	(567,899,737)	(5,250,058)	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(9,064,783)	-	-	-	10,605
-	-	-	-	-	-	-
(52,861)	(185,070)	(19,768,566)	(91,177)	13,614	(6,251)	(4,722)
(22,066,942)	2,155,314	(405,905,028)	(4,482,427)	(3,019,482)	(411,011)	(2,992,691)
62,181,954	38,814,520	(262,519,056)	(5,342,109)	70,875,175	67,991	9,697,907
-	(1,760,546)	(65,694,338)	(2,167,509)	(27)	(37,694)	(360)
-	-	-	-	-	-	-
-	-	368,958,008	1,034,220	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(54,557,932)	-	-	-	-
-	-	-	-	-	-	-
67,677	(162,845)	209,980	(35,632)	24,299	10,487	3,900
-	4,268	(748,348)	33,932	-	-	-
40,182,689	39,050,711	(420,256,714)	(10,959,525)	67,879,965	(370,227)	6,708,756
42,936,883	47,817,661	1,764,835,971	28,046,419	23,403,523	579,326	12,157,886
(150,726,161)	(90,959,130)	(2,633,741,658)	(108,063,670)	(22,949,416)	(8,416,114)	(13,116,846)
(206,607)	(302,929)	(5,174,903)	(976,833)	17,906	(9,936)	(334)
(107,995,885)	(43,444,398)	(874,080,590)	(80,994,084)	472,013	(7,846,724)	(959,294)
(10,639,851)	(17,801,490)	(520,581,960)	(14,522,903)	(6,087,596)	(549,653)	(2,206,054)
(118,635,736)	(61,245,888)	(1,394,662,550)	(95,516,987)	(5,615,583)	(8,396,377)	(3,165,348)
839,240,052	805,213,364	13,430,649,562	174,592,022	681,920,751	-	99,456,738
33.82%	14.28%	(6.94)%	(48.07)%	77.09%	N/A	1.01%

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

	Templeton Global High Yield Fund (USD)	Templeton Global Income Fund (USD)	Templeton Global Smaller Companies Fund (USD)	Templeton Global Total Return Fund (USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	136,065,127	695,724,886	104,214,829	17,194,336,645
Currency translation adjustment	-	-	-	-
	136,065,127	695,724,886	104,214,829	17,194,336,645
INCOME				
Dividends (net of withholding taxes) (note 2(m))	48	4,911,637	858,278	30,827
Interest on bonds (net of withholding taxes) (note 2(m))	5,128,144	7,574,693	-	512,193,816
Bank interest	9,637	118,171	52,052	3,281,733
Securities lending (notes 2(n), 14)	-	-	22,392	-
Net interest income on swaps	-	14,068	-	-
Sundry income	21,662	151,781	7,970	6,261,864
TOTAL INCOME	5,159,491	12,770,350	940,692	521,768,240
EXPENSES				
Investment management fees (note 15)	568,029	2,572,242	518,728	55,414,932
Performance fees (note 16)	-	-	-	-
Administration and transfer agency fees	157,664	718,023	127,902	17,260,985
Directors fees	113	560	87	13,993
Subscription tax (note 19)	33,025	151,683	25,698	3,590,245
Custodian fees	18,197	63,063	7,600	3,121,307
Audit fees	6,010	6,951	4,619	24,537
Printing and publishing expenses	7,397	36,527	5,669	913,248
Bank charges	3,688	34,120	-	1,467,869
Net interest expenses on swaps	17,534	-	-	4,423,465
Maintenance and service charges (note 20)	374,829	1,857,192	270,749	26,017,899
Other charges	17,869	89,285	91,314	2,204,460
TOTAL EXPENSES	1,204,355	5,529,646	1,052,366	114,452,940
Expenses reimbursement (note 21)	-	(9,249)	-	(89,516)
NET EXPENSES	1,204,355	5,520,397	1,052,366	114,363,424
NET PROFIT/(LOSS) FROM INVESTMENTS	3,955,136	7,249,953	(111,674)	407,404,816
Net realised profit/(loss) on sale of investments	91,359	(35,391,315)	(6,802,461)	(308,124,530)
Net realised profit/(loss) on forward foreign exchange contracts	626,909	4,235,358	-	128,562,422
Net realised profit/(loss) on financial future contracts	-	-	-	-
Net realised profit/(loss) on interest rate swap contracts	(643,748)	(4,445,678)	-	(438,994,365)
Net realised profit/(loss) on total return swap contracts	-	-	-	-
Net realised profit/(loss) on credit default swap contracts	-	-	-	-
Net realised profit/(loss) on option contracts	(16,116)	(77,826)	-	(40,372,628)
Net realised profit/(loss) on mortgage dollar rolls	-	-	-	-
Net realised profit/(loss) on foreign exchange transactions	(231,893)	(202,594)	(8,235)	(46,939,600)
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	3,781,647	(28,632,102)	(6,922,370)	(298,463,885)
Change in net unrealised appreciation/(depreciation) on:				
Investments	(3,978,872)	35,109,460	14,786,458	(514,075,210)
Forward foreign exchange contracts	(594,510)	(1,718,197)	-	(77,793,815)
Financial future contracts	-	-	-	-
Interest rate swap contracts	407,880	1,620,910	-	235,298,632
Inflation swap contracts	-	-	-	-
Cross currency swap contracts	-	-	-	-
Total return swap contracts	-	-	-	-
Credit default swap contracts	-	-	-	-
Option contracts	(75,989)	(762,917)	-	(31,795,247)
Mortgage dollar rolls	-	-	-	-
Foreign exchange transactions	(2,434)	(235,160)	(551)	(668,162)
Capital gains tax	(5,359)	34,244	-	(15,085)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	(467,637)	5,416,238	7,863,537	(687,512,772)
MOVEMENT OF CAPITAL				
Issue of shares	23,154,425	47,966,916	6,062,197	2,444,830,820
Redemption of shares	(18,205,185)	(143,303,072)	(9,386,661)	(4,326,473,671)
Equalisation (note 24)	18,042	(801,919)	-	(9,756,959)
	4,967,282	(96,138,075)	(3,324,464)	(1,891,399,810)
Dividends paid/accumulated	(5,257,355)	(20,901,176)	(2,111)	(644,589,105)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	(290,073)	(117,039,251)	(3,326,575)	(2,535,988,915)
NET ASSETS AT THE END OF THE PERIOD	135,307,417	584,101,873	108,751,791	13,970,834,958
Portfolio Turnover Ratio (note 25)	(2.66)%	33.85%	20.52%	(37.95)%

[8]This Fund was merged into Templeton Asian Growth Fund on December 13, 2019

The accompanying notes form an integral part of these financial statements

Statement of Operations and Changes in Net Assets (continued)

For the period ended December 31, 2019

Templeton Growth (Euro) Fund (EUR)	Templeton Latin America Fund (USD)	Templeton Thailand Fund[8] (USD)
6,837,379,144	1,001,448,498	175,275,198
-	-	-
6,837,379,144	1,001,448,498	175,275,198
73,199,742	14,855,196	1,272,830
-	-	-
3,086,646	100,582	135,722
16,116	-	-
-	-	-
14,230,159	684,624	-
90,532,663	15,640,402	1,408,552
34,796,825	6,412,276	1,107,231
-	-	-
8,228,280	1,132,674	171,477
5,794	813	129
1,721,790	227,920	41,312
371,310	176,481	29,833
11,251	6,805	4,554
377,375	52,896	8,527
468,521	368	-
-	-	-
17,463,034	2,283,546	374,814
921,023	169,057	20,262
64,365,203	10,462,836	1,758,139
-	(7,489)	(417)
64,365,203	10,455,347	1,757,722
26,167,460	5,185,055	(349,170)
48,775,860	10,845,763	8,699,155
-	(848,402)	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
(5,606,069)	294,264	9,598
69,337,251	15,476,680	8,359,583
455,618,111	43,682,291	(21,478,193)
-	(170,904)	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
142,456	40,598	(1,584)
-	-	-
525,097,818	59,028,665	(13,120,194)
142,098,338	59,487,067	19,596,833
(216,527,039)	(164,508,656)	(181,551,851)
(265,897)	(146,771)	(8,565)
(74,694,598)	(105,168,360)	(161,963,583)
(65,927,613)	(11,649,877)	(191,421)
(140,622,211)	(116,818,237)	(162,155,004)
7,221,854,751	943,658,926	-
39.83%	5.38%	N/A

The accompanying notes form an integral part of these financial statements

Statistical Information

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Asia Credit Fund – USD[Ω]					
A (acc) USD	-	-	-	11.53	10.63
A (Mdis) AUD-H1 (hedged)	-	-	-	9.92	9.63
A (Mdis) SGD-H1 (hedged)	-	-	-	9.50	9.25
A (Mdis) USD	-	-	-	9.61	9.28
I (acc) USD	-	-	-	11.83	10.84
Y (Mdis) USD	-	-	-	10.34	9.86
Franklin Biotechnology Discovery Fund – USD					
A (acc) CHF-H1 (hedged)	1.82%	117,487.156	15.86	14.86	15.41
A (acc) EUR-H1 (hedged)	1.81%	56,292.077	11.21	10.51	10.83
A (acc) HKD	1.82%	813,876.315	22.96	21.22	21.27
A (acc) SGD	1.82%	794,999.225	34.65	32.14	32.28
A (acc) USD	1.82%	36,297,113.341	35.36	32.60	32.52
B (acc) USD	3.13%	292,348.888	27.47	25.49	25.76
C (acc) USD	2.40%	354,727.965	41.42	38.30	38.43
F (acc) USD	2.82%	1,609,313.755	11.67	10.81	10.89
I (acc) EUR-H1 (hedged)	0.97%	131,127.197	22.26	20.78	21.27
I (acc) USD	0.97%	2,414,258.349	54.14	49.70	49.16
N (acc) USD	2.57%	4,050,924.086	30.25	28.00	28.14
W (acc) USD	1.02%	1,583,550.033	16.96	15.57	15.41
Z (acc) GBP	1.32%	95,132.175	35.29	33.85	32.31
Z (acc) USD	1.32%	215,066.195	12.91	11.87	11.79
Franklin Brazil Opportunities Fund – USD[Ω]					
A (acc) EUR-H1 (hedged)	-	-	-	10.57	9.72
A (acc) USD	-	-	-	11.52	10.28
A (Qdis) HKD	-	-	-	7.77	7.53
A (Qdis) USD	-	-	-	7.68	7.42
I (acc) USD	-	-	-	12.19	10.79
N (acc) EUR-H1 (hedged)	-	-	-	10.24	9.46
N (acc) USD	-	-	-	11.13	9.99
N (Qdis) USD	-	-	-	7.52	7.30
Franklin Diversified Balanced Fund – EUR					
A (acc) CZK-H1 (hedged)	1.57%	786,231.360	101.10	97.07	100.58
A (acc) EUR	1.57%	4,688,661.580	13.20	12.81	13.45
A (acc) SGD-H1 (hedged)	1.57%	13,959.561	10.52	10.09	10.37
A (Qdis) EUR	1.57%	300,790.862	8.06	7.95	8.72
A (Ydis) EUR	1.57%	3,529,953.089	11.50	11.56	12.55
G (acc) EUR	2.27%	128,078.569	9.45	9.20	9.74
I (acc) EUR	0.83%	6,908,848.939	14.21	13.73	14.31
I (acc) USD-H1 (hedged)	0.81%	10,001.985	11.01	10.49	10.61
I (Qdis) EUR	0.84%	447.828	8.34	8.19	8.92
I (Ydis) EUR	0.81%	294.722	13.25	13.27	14.28
N (acc) EUR	2.37%	335,796.971	12.04	11.73	12.42
N (Ydis) EUR	2.37%	92,067.637	7.98	8.05	8.81
W (Ydis) EUR	0.87%	1,817.033	8.79	8.80	9.48
Franklin Diversified Conservative Fund – EUR					
A (acc) CZK-H1 (hedged)	1.43%	1,008,091.942	97.80	96.31	97.21
A (acc) EUR	1.43%	3,257,027.239	13.13	13.06	13.37
A (acc) SGD-H1 (hedged)	1.43%	13,902.714	10.24	10.07	10.09
A (Qdis) EUR	1.44%	278,488.261	8.54	8.58	9.11
A (Qdis) USD-H1 (hedged)	1.43%	9,888.936	9.70	9.61	9.87
A (Ydis) EUR	1.43%	4,634,795.587	12.05	12.23	12.74
G (acc) EUR	2.23%	126,722.173	9.35	9.34	9.63
I (acc) EUR	0.71%	5,307,811.366	13.97	13.85	14.07
I (acc) USD-H1 (hedged)	0.71%	46,500.000	10.71	10.46	10.30
I (Qdis) EUR	0.71%	447.828	8.80	8.81	9.28
I (Ydis) EUR	0.71%	37,995.816	12.86	13.01	13.45
N (acc) EUR	2.33%	2,314,989.513	11.80	11.80	12.18
N (acc) USD-H1 (hedged)	2.32%	11,049.317	10.20	10.04	10.06
N (Ydis) EUR	2.33%	879,631.385	8.47	8.63	9.07
W (Ydis) EUR	0.75%	2,091.947	9.32	9.43	9.76
Franklin Diversified Dynamic Fund – EUR					
A (acc) CZK-H1 (hedged)	1.72%	814,705.274	100.35	95.44	100.96
A (acc) EUR	1.72%	5,907,493.607	12.95	12.42	13.32
A (acc) NOK-H1 (hedged)	1.72%	137,661.199	9.76	9.28	9.83
A (acc) SEK-H1 (hedged)	1.72%	97,752.236	9.21	8.83	9.48
A (acc) SGD-H1 (hedged)	1.72%	14,807.015	10.40	9.87	10.36
A (Ydis) EUR	1.73%	713,070.196	11.30	11.35	12.77
I (acc) EUR	0.88%	3,147,482.048	14.08	13.45	14.30
I (acc) USD-H1 (hedged)	0.86%	10,026.678	10.92	10.29	10.61
I (Ydis) EUR	0.89%	343.506	14.11	13.49	14.34
N (acc) EUR	2.47%	147,259.901	11.67	11.24	12.14
W (Ydis) EUR	0.92%	2,731.931	8.28	8.28	9.24

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Emerging Markets Debt Opportunities Hard Currency Fund – USD					
I (acc) USD	0.84%	7,518,471.090	11.08	10.73	-
I (Ydis) EUR-H1 (hedged)	0.86%	21,997.360	10.51	10.58	-
I (Ydis) USD	0.86%	650,000.000	10.81	10.73	-
S (acc) EUR-H1 (hedged)*	0.60%	9,072.352	10.14	-	-
W (Ydis) EUR-H1 (hedged)	0.91%	21,997.360	10.50	10.58	-
W (Ydis) USD	0.91%	650,000.000	10.80	10.73	-
Y (acc) USD	0.06%	500.000	10.77	10.38	-
Franklin Euro Government Bond Fund – EUR					
A (Ydis) EUR	0.80%	1,813,789.622	11.59	11.53	10.99
I (acc) EUR	0.50%	2,136,444.887	16.71	16.44	15.49
I (Qdis) EUR	0.50%	92,717.479	11.43	11.32	10.77
N (acc) EUR	1.35%	876,554.231	14.29	14.12	13.42
Franklin Euro High Yield Fund – EUR					
A (acc) EUR	1.52%	2,700,655.891	20.02	19.55	18.79
A (Mdis) EUR	1.52%	40,981,324.323	6.03	6.00	6.00
A (Mdis) USD	1.52%	1,947,823.177	8.55	8.64	8.87
A (Mdis) USD-H1 (hedged)	1.52%	1,207,804.383	10.46	10.27	9.94
A (Ydis) EUR	1.52%	6,593,880.758	6.12	6.22	6.23
B (Mdis) EUR	2.93%	222,746.258	10.53	10.56	10.71
B (Mdis) USD	2.93%	661,264.298	8.42	8.56	8.92
I (acc) EUR	0.87%	3,378,753.572	22.28	21.70	20.71
I (Ydis) EUR	0.86%	26,000.000	9.53	9.64	9.59
N (acc) EUR	2.12%	3,885,985.023	17.82	17.46	16.87
W (acc) EUR	0.90%	152,695.723	12.74	12.41	11.85
Franklin Euro Short Duration Bond Fund – EUR					
A (acc) EUR	0.75%	1,825,295.813	10.19	10.16	10.16
A (Ydis) EUR	0.75%	77,051.305	9.99	10.00	10.04
I (acc) EUR	0.45%	5,169,921.131	10.39	10.35	10.32
N (acc) EUR	1.30%	1,211,238.345	9.87	9.87	9.92
W (acc) EUR	0.50%	439.961	10.32	10.30	10.29
Y (Mdis) EUR	0.06%	661.112	10.09	10.06	10.03
Y (Mdis) USD-H1 (hedged)	0.06%	2,432,992.959	10.55	10.36	10.00
Franklin Euro Short-Term Money Market Fund – EUR					
A (acc) EUR	0.22%	62,982.773	988.54	991.79	997.77
I (acc) EUR	0.22%	9,666.667	991.15	994.40	1,000.40
Franklin European Corporate Bond Fund – EUR					
A (acc) EUR	1.00%	1,000,582.182	13.79	13.66	13.11
A (Ydis) EUR	1.00%	511,161.024	11.43	11.51	11.23
I (acc) EUR	0.60%	2,446,104.753	14.45	14.29	13.65
I (Ydis) EUR	0.60%	387.931	11.63	11.69	11.36
N (acc) EUR	1.70%	888,969.003	12.74	12.67	12.24
N (Ydis) EUR	1.70%	547,989.935	11.02	11.14	10.94
W (acc) EUR	0.65%	705.148	11.59	11.45	10.95
Y (Mdis) EUR	0.05%	68,943.990	10.74	10.67	10.31
Franklin European Dividend Fund – EUR					
A (acc) EUR	1.83%	1,283,062.537	18.26	16.90	16.89
A (Mdis) SGD-H1 (hedged)	1.83%	13,058.961	11.10	10.42	10.65
A (Mdis) USD	1.84%	130,689.406	8.72	8.37	9.00
A (Mdis) USD-H1 (hedged)	1.83%	15,632.946	10.68	9.96	10.10
A (Ydis) EUR	1.84%	4,201,679.894	12.87	12.38	12.91
I (acc) EUR	0.85%	1,659,424.332	19.67	18.11	17.93
I (Qdis) EUR	0.98%	572,265.924	11.19	10.55	-
N (acc) EUR	2.58%	555,603.096	17.14	15.92	16.04
N (acc) PLN-H1 (hedged)	2.58%	1,852,839.834	13.22	12.16	12.01
W (Qdis) CHF-H1 (hedged)	1.02%	9,923.320	11.16	10.53	-
Y (Mdis) EUR	0.06%	441.840	9.69	9.09	9.34
Franklin European Growth Fund – EUR					
A (acc) EUR	1.83%	8,215,014.274	16.24	15.35	16.20
A (acc) NOK-H1 (hedged)	1.83%	581,394.341	11.57	10.85	11.30
A (acc) SGD-H1 (hedged)	1.83%	221,647.624	14.40	13.48	13.94
A (acc) USD	1.83%	912,558.995	11.61	11.12	12.06
A (acc) USD-H1 (hedged)	1.83%	1,059,688.926	12.54	11.68	11.93
A (Ydis) GBP	1.83%	41,415.740	17.54	17.58	18.41
I (acc) EUR	0.97%	334,043.574	32.96	31.01	32.45
N (acc) EUR	2.58%	4,071,485.562	14.04	13.32	14.17
N (acc) USD	2.58%	473,143.676	11.02	10.60	11.59
W (acc) EUR	1.04%	23,807.524	12.28	11.56	12.10
Franklin European Income Fund – EUR					
A (acc) EUR	1.70%	137,030.420	12.28	11.57	11.29
A (Mdis) EUR	1.70%	696,476.047	10.65	10.22	10.27
A (Mdis) SGD-H1 (hedged)	1.70%	52,310.759	11.39	10.81	10.63
A (Mdis) USD	1.70%	18,445.283	9.59	9.32	9.63

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin European Income Fund – EUR (continued)					
I (acc) EUR	0.90%	5,108.015	12.80	12.01	11.62
I (Mdis) EUR	0.90%	23,347.349	11.11	10.61	10.58
N (acc) EUR	2.20%	330,310.189	11.98	11.31	11.09
N (Mdis) EUR	2.20%	749,285.074	10.38	9.97	10.07
N (Mdis) USD-H1 (hedged)	2.20%	15,077.168	9.99	9.46	9.27
W (acc) EUR	0.95%	8,386.370	12.70	11.93	11.55
W (Mdis) EUR	0.95%	3,668.217	11.02	10.53	10.51
Z (acc) EUR	1.19%	3,669.399	12.60	11.85	11.50
Z (Mdis) EUR	1.19%	3,652.610	10.94	10.46	10.46
Franklin European Small-Mid Cap Fund – EUR					
A (acc) EUR	1.83%	2,860,480.504	40.42	36.57	40.03
A (acc) USD	1.83%	562,100.064	45.34	41.59	46.79
A (acc) USD-H1 (hedged)	1.83%	9,988.874	10.30	9.17	-
C (acc) USD-H1 (hedged)	2.41%	24,325.792	10.22	9.12	-
I (acc) EUR	0.98%	1,710,856.884	49.75	44.82	48.65
I (acc) USD	1.07%	2,506.712	55.35	50.57	56.56
I (acc) USD-H1 (hedged)	0.96%	10,235.799	13.18	11.68	12.29
N (acc) EUR	2.58%	361,790.043	36.56	33.20	36.62
N (acc) USD-H1 (hedged)	2.58%	9,988.874	10.19	9.11	-
W (acc) EUR	1.04%	88,271.453	17.58	15.84	17.20
X (acc) EUR	0.15%	388.991	14.81	13.29	14.32
Y (Mdis) EUR	0.07%	435.983	10.31	9.36	10.35
Franklin European Total Return Fund – EUR					
A (acc) EUR	0.95%	4,551,256.646	15.87	15.62	14.98
A (acc) NOK-H1 (hedged)	0.95%	147,691.683	12.87	12.53	11.83
A (acc) SEK-H1 (hedged)	0.95%	75,224.606	11.88	11.68	11.18
A (Mdis) EUR	0.95%	6,225,407.574	10.30	10.20	9.93
A (Mdis) USD	0.95%	103,568.745	11.57	11.61	11.63
I (acc) EUR	0.55%	3,271,731.349	15.70	15.43	14.73
N (acc) EUR	1.65%	3,625,010.629	14.15	13.98	13.50
N (acc) PLN-H1 (hedged)	1.65%	2,986,875.193	11.16	10.91	10.33
N (Mdis) EUR	1.65%	3,064,086.066	11.29	11.22	11.01
W (acc) EUR	0.60%	283,085.021	11.82	11.62	11.10
Franklin Flexible Alpha Bond Fund – USD					
A (acc) EUR	1.39%	13,509.564	10.64	10.40	9.89
A (acc) EUR-H1 (hedged)	1.39%	19,981.801	9.65	9.70	9.78
A (acc) USD	1.39%	1,599.472	10.57	10.47	10.24
A (Qdis) EUR-H1 (hedged)	1.39%	11,085.154	9.18	9.35	9.64
I (acc) EUR	0.54%	666,918.846	10.91	10.62	10.05
I (acc) EUR-H1 (hedged)	0.54%	64,750.000	9.89	9.90	9.93
I (acc) GBP-H1 (hedged)	0.54%	6,945.849	10.34	10.29	10.20
I (acc) NOK-H1 (hedged)	0.55%	86,610.315	10.27	10.17	10.04
I (acc) SEK-H1 (hedged)	0.55%	90,688.807	9.91	9.90	9.90
I (acc) USD	0.61%	492.126	10.82	10.67	10.39
I (Ydis) GBP-H1 (hedged)	0.54%	6,945.477	9.71	9.94	10.05
I (Ydis) USD	0.55%	430.291	10.20	10.33	10.25
N (acc) EUR	1.99%	27,203.254	10.38	10.17	9.75
N (acc) EUR-H1 (hedged)	1.99%	12,935.446	9.39	9.47	9.64
N (Qdis) EUR-H1 (hedged)	1.99%	15,366.001	9.24	9.41	9.64
N (Qdis) USD	1.99%	21,507.362	10.16	10.19	10.12
W (acc) USD	0.64%	500.000	10.52	10.38	10.11
Y (acc) GBP-H1 (hedged)	0.06%	22,623,651.646	10.36	10.28	10.12
Y (Mdis) USD	0.06%	15,030,060.120	9.94	9.96	9.96
Franklin GCC Bond Fund – USD					
A (acc) USD	1.37%	2,618,332.299	14.93	14.07	12.57
A (Mdis) USD	1.37%	5,264,983.078	11.33	10.94	10.36
B (acc) USD	2.86%	437.445	13.55	12.87	11.68
I (acc) EUR-H1 (hedged)	0.83%	1,598,679.481	11.07	10.56	9.68
I (acc) USD	0.83%	2,055,172.885	15.49	14.56	12.94
I (Mdis) USD*	0.83%	500.000	10.06	-	-
W (Mdis) USD	0.87%	929,171.564	10.66	10.27	9.68
Y (Ydis) EUR-H1 (hedged)	0.06%	2,614,667.956	10.72	10.32	-
Franklin Global Aggregate Bond Fund – USD					
A (acc) EUR	1.25%	233,313.566	13.90	13.46	12.29
A (acc) EUR-H1 (hedged)	1.25%	31,200.055	9.92	9.89	9.58
A (acc) USD	1.25%	186,437.151	11.14	10.94	10.27
A (Mdis) EUR	1.25%	208,650.825	12.36	12.07	11.25
A (Mdis) USD	1.25%	55,033.501	9.96	9.87	9.45
I (acc) EUR	0.56%	32,149.334	14.74	14.23	12.91
I (acc) EUR-H1 (hedged)	0.56%	7,874.089	10.24	10.17	9.77
I (acc) USD	0.56%	473,789.906	11.88	11.63	10.84
N (acc) EUR	1.95%	252,503.308	13.05	12.68	11.67
N (acc) EUR-H1 (hedged)	1.95%	36,389.162	9.35	9.35	9.12

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Global Aggregate Bond Fund – USD (continued)					
N (acc) USD	1.95%	2,285.045	10.50	10.34	9.77
W (acc) EUR	0.60%	48,250.000	12.94	12.49	11.33
Y (Mdis) USD	0.09%	487.811	10.44	10.35	9.91
Z (Mdis) USD	0.95%	500.000	9.81	9.72	9.30
Franklin Global Convertible Securities Fund – USD					
A (acc) CHF-H1 (hedged)	1.56%	451,020.273	14.27	14.13	13.16
A (acc) EUR	1.56%	5,504,186.904	19.72	18.95	16.54
A (acc) EUR-H1 (hedged)	1.57%	4,635,476.651	14.69	14.52	13.47
A (acc) HKD	1.54%	5,958.344	16.54	16.13	14.54
A (acc) USD	1.56%	9,124,467.476	16.44	16.02	14.37
A (Ydis) EUR	1.56%	1,858,341.562	19.16	18.42	16.08
A (Ydis) EUR-H1 (hedged)	1.57%	1,088,781.263	14.31	14.15	13.12
C (acc) USD	2.14%	1,664,839.081	10.88	10.63	-
G (acc) EUR*	2.14%	457.855	10.22	-	-
I (acc) EUR	0.86%	1,608,881.303	20.85	19.97	17.31
I (acc) EUR-H1 (hedged)	0.86%	11,697,285.610	13.02	12.83	11.81
I (acc) USD	0.86%	8,854,716.754	17.39	16.88	15.04
N (acc) EUR	2.31%	3,919,774.703	18.60	17.94	15.78
N (acc) USD	2.31%	2,640,048.203	15.49	15.15	13.70
W (acc) CHF-H1 (hedged)	0.91%	3,449,743.797	11.68	11.53	10.65
W (acc) EUR-H1 (hedged)	0.91%	488,034.011	11.77	11.60	10.67
W (acc) USD	0.91%	2,591,074.877	12.74	12.37	11.03
Franklin Global Corporate Investment Grade Bond Fund – USD					
S (Ydis) USD	0.60%	800,000.000	10.71	10.59	-
Franklin Global Fundamental Strategies Fund – USD					
A (acc) EUR	1.83%	39,240,120.286	13.00	12.34	12.03
A (acc) EUR-H1 (hedged)	1.84%	10,858,033.305	8.96	8.76	9.05
A (acc) USD	1.84%	7,064,617.200	14.57	14.01	14.04
A (Ydis) EUR	1.83%	72,502,186.332	11.16	10.82	10.74
I (acc) EUR	0.85%	2,411,578.647	14.44	13.63	13.17
N (acc) EUR	2.58%	1,102,941.510	13.23	12.61	12.38
N (acc) EUR-H1 (hedged)	2.59%	3,663,814.480	7.83	7.68	8.00
N (acc) PLN-H1 (hedged)	2.59%	1,468,065.538	16.04	15.57	15.89
N (acc) USD	2.58%	437,335.552	11.36	10.97	11.07
N (Ydis) EUR	2.58%	3,220,036.385	13.35	12.90	12.79
W (acc) EUR	0.90%	100,452.522	10.25	9.69	9.36
W (acc) EUR-H1 (hedged)	0.90%	9,952.572	10.00	9.72	9.97
W (acc) USD	0.90%	721.822	10.85	10.39	10.32
W (Ydis) EUR	0.90%	17,136.525	9.63	9.37	9.29
Franklin Global Listed Infrastructure Fund – USD					
A (acc) EUR	1.85%	542,201.970	18.72	17.35	15.16
A (acc) USD	1.85%	617,084.389	16.11	15.13	13.59
A (Qdis) USD	1.85%	132,322.694	13.42	12.77	11.81
A (Ydis) EUR	1.85%	70,577.171	15.80	15.02	13.52
I (acc) EUR[Ω]	-	-	-	18.28	15.84
I (acc) GBP-H1 (hedged)	0.98%	36,000.000	16.35	15.41	13.95
I (acc) USD[Ω]	-	-	-	15.96	14.19
N (acc) EUR	2.60%	267,004.639	17.80	16.56	14.58
W (acc) GBP	1.05%	1,200.300	19.81	19.33	16.56
W (acc) USD	1.03%	500.000	12.21	11.42	10.17
W (Qdis) GBP	1.05%	2,613.692	16.51	16.32	14.40
Y (Mdis) USD	0.09%	1,244,340.958	13.90	13.08	11.87
Franklin Global Multi-Asset Income Fund – EUR					
A (acc) EUR	1.68%	1,563,150.463	11.31	11.02	11.42
A (acc) USD-H1 (hedged)	1.68%	405,226.088	10.41	9.99	10.02
A (Mdis) EUR	1.68%	280,233.574	7.97	7.97	8.69
A (Mdis) SGD-H1 (hedged)	1.68%	19,870.453	8.11	8.01	8.56
A (Mdis) USD-H1 (hedged)	1.68%	1,097,521.236	8.30	8.17	8.64
A (Qdis) EUR	1.68%	5,892,828.352	8.48	8.48	9.25
A (Ydis) EUR	1.68%	767,374.413	8.60	8.83	9.64
C (acc) USD-H1 (hedged)	2.25%	33,873.746	10.02	9.65	9.74
G (Qdis) EUR	2.28%	1,534,587.788	8.15	8.17	8.97
I (acc) EUR	0.75%	2,648,251.180	11.94	11.58	11.89
I (Mdis) USD-H1 (hedged)	0.75%	18,085.472	8.62	8.45	8.85
I (Qdis) EUR	0.75%	452.156	8.91	8.87	9.60
N (acc) EUR	2.18%	3,477,910.606	10.95	10.69	11.13
N (acc) USD-H1 (hedged)	2.17%	115,706.808	10.38	9.99	10.07
N (Mdis) USD-H1 (hedged)	2.17%	1,077,243.053	8.10	7.99	8.50
N (Qdis) EUR	2.18%	2,654,298.754	7.43	7.44	8.17
N (Ydis) EUR	2.18%	467,275.735	7.52	7.74	8.50
W (Mdis) USD-H1 (hedged)	0.80%	258,437.861	9.18	9.00	9.44
W (Ydis) EUR	0.80%	58,238.313	8.54	8.73	9.45
Z (Mdis) USD-H1 (hedged)	1.05%	33,944.362	8.49	8.34	8.76

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Global Real Estate Fund – USD					
A (acc) EUR-H1 (hedged)	1.86%	531,825.963	16.67	16.02	15.50
A (acc) USD	1.85%	4,107,796.685	13.95	13.21	12.40
A (Qdis) USD	1.85%	1,415,803.487	10.56	10.13	9.78
A (Ydis) EUR-H1 (hedged)	1.86%	112,970.486	13.77	13.58	13.52
B (Qdis) USD	3.16%	357,999.796	9.58	9.25	9.05
C (Qdis) USD	2.43%	1,461,857.058	10.15	9.76	9.48
I (acc) CAD	0.95%	626.375	12.29	11.68	10.91
I (acc) USD	0.98%	1,252,227.146	15.78	14.88	13.85
N (acc) EUR-H1 (hedged)	2.61%	236,689.291	15.53	14.98	14.61
N (acc) USD	2.60%	1,484,307.839	12.56	11.94	11.29
W (acc) USD	1.06%	51,096.568	11.77	11.11	10.34
W (Qdis) USD	1.05%	81,012.305	11.80	11.28	10.79
Y (Mdis) USD	0.06%	3,830,413.995	11.44	10.87	10.30
Z (acc) USD	1.35%	204,358.380	12.64	11.94	11.16
Franklin Global Small-Mid Cap Fund – USD					
A (acc) USD	1.86%	1,938,639.838	32.35	31.13	33.44
B (acc) USD	3.17%	11,622.717	25.58	24.78	26.98
I (acc) USD	1.03%	86,523.682	18.53	17.75	18.92
N (acc) USD	2.61%	316,208.390	28.08	27.12	29.36
W (acc) USD	1.06%	84,191.430	10.88	10.43	11.12
X (acc) USD	0.15%	500.000	11.61	11.08	11.71
Franklin Gold and Precious Metals Fund – USD					
A (acc) CHF-H1 (hedged)	1.83%	514,977.176	3.81	3.16	2.96
A (acc) EUR	1.83%	7,422,257.053	6.52	5.23	4.56
A (acc) EUR-H1 (hedged)	1.84%	3,502,788.733	4.54	3.76	3.50
A (acc) HKD	1.82%	9,097,996.747	5.52	4.50	4.05
A (acc) SGD	1.82%	5,034,716.692	5.40	4.41	3.98
A (acc) USD	1.83%	20,676,939.234	5.49	4.47	4.01
A (Ydis) EUR	1.83%	5,386,416.536	6.52	5.23	4.57
I (acc) USD	0.97%	1,169,794.490	5.98	4.85	4.31
N (acc) EUR	2.58%	6,184,384.044	6.06	4.88	4.29
N (acc) USD	2.58%	3,570,241.142	5.10	4.16	3.76
Franklin High Yield Fund – USD					
A (acc) EUR	1.52%	265,640.190	11.41	10.85	9.94
A (acc) USD	1.52%	4,892,861.521	19.64	18.93	17.82
A (Mdis) AUD-H1 (hedged)	1.53%	1,151,215.171	8.90	8.88	8.91
A (Mdis) SGD-H1 (hedged)	1.52%	1,897,495.552	7.41	7.37	7.42
A (Mdis) USD	1.52%	207,707,300.936	5.97	5.92	5.91
B (Mdis) USD	2.93%	11,358,197.366	5.63	5.62	5.69
C (acc) USD	2.20%	847,875.420	24.70	23.89	22.65
F (Mdis) USD	2.52%	2,249,068.742	9.41	9.38	9.46
I (acc) EUR-H1 (hedged)	0.88%	12,109.257	13.30	12.98	12.53
I (acc) USD	0.88%	531,224.177	20.87	20.06	18.76
I (Mdis) USD	0.89%	872,191.495	9.66	9.54	9.46
N (acc) EUR	2.12%	518,292.965	11.26	10.74	9.90
N (acc) USD	2.12%	1,567,762.108	20.02	19.36	18.34
N (Mdis) USD	2.12%	1,937,152.449	8.11	8.07	8.10
W (Mdis) USD	0.92%	499,971.516	9.80	9.69	9.62
Y (Mdis) USD	0.05%	117,106.498	9.56	9.41	9.26
Z (Mdis) USD	1.12%	611,784.518	8.97	8.88	8.83
Franklin Income Fund – USD					
A (acc) USD	1.68%	4,240,064.891	11.68	11.33	10.94
A (Mdis) AUD-H1 (hedged)	1.68%	1,044,223.064	9.14	9.22	9.44
A (Mdis) EUR-H1 (hedged)	1.68%	2,162,922.776	8.22	8.33	8.76
A (Mdis) HKD	1.65%	1,517,255.901	10.23	10.24	-
A (Mdis) SGD-H1 (hedged)	1.68%	1,955,971.791	7.99	8.01	8.23
A (Mdis) USD	1.68%	74,261,486.646	11.35	11.34	11.55
A (Mdis) ZAR-H1 (hedged)	1.68%	162,253.510	108.89	106.51	104.01
B (Mdis) USD	2.98%	3,606,503.720	10.22	10.28	10.60
C (acc) USD	2.26%	3,525,802.684	25.68	24.98	24.27
C (Mdis) USD	2.26%	4,840,146.071	14.21	14.24	14.59
F (Mdis) USD	2.67%	5,842,744.009	9.57	9.61	9.88
G (acc) EUR*	2.25%	457.855	9.97	-	-
I (acc) EUR	0.86%	293,198.267	12.86	12.24	11.41
I (acc) USD	0.88%	1,553,355.286	23.43	22.63	21.68
I (Ydis) EUR-H1 (hedged)	0.86%	1,558,088.153	8.63	8.95	9.34
N (acc) EUR-H1 (hedged)	2.18%	433,697.174	10.03	9.90	9.91
N (acc) USD	2.18%	7,168,624.612	23.94	23.28	22.60
N (Mdis) EUR	2.13%	453.233	9.67	9.55	9.51
N (Mdis) EUR-H1 (hedged)	2.18%	3,867,099.696	8.04	8.17	8.63
N (Mdis) USD	2.18%	1,053,090.438	8.67	8.68	8.88
W (acc) USD	0.93%	795,467.563	11.36	10.97	10.52
W (Mdis) USD	0.93%	533,305.025	10.13	10.08	10.19

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Income Fund – USD (continued)					
Z (acc) USD	1.18%	929,521.938	17.73	17.15	16.48
Z (Mdis) USD	1.17%	1,173,037.263	10.50	10.46	10.60
Franklin India Fund – USD					
A (acc) EUR	1.88%	8,173,800.588	41.41	40.98	39.40
A (acc) EUR-H1 (hedged)	1.88%	1,163,888.637	10.90	11.11	11.34
A (acc) HKD	1.88%	900,234.314	17.72	17.82	17.68
A (acc) SEK	1.88%	7,613,757.909	22.02	21.91	20.87
A (acc) SGD	1.88%	1,414,151.344	14.05	14.18	14.11
A (acc) USD	1.88%	15,836,952.781	38.40	38.52	38.06
A (Ydis) EUR	1.88%	447,417.435	61.07	60.44	58.11
A (Ydis) GBP	1.88%	122,552.855	51.70	54.09	51.40
AS (acc) SGD	1.75%	290,632.159	11.79	11.89	11.81
B (acc) USD	3.19%	172,807.325	31.95	32.27	32.31
C (acc) USD	2.46%	182,141.244	35.34	35.56	35.34
I (acc) EUR	1.03%	1,033,849.832	46.97	46.28	44.12
I (acc) USD	1.03%	7,141,317.437	43.60	43.55	42.67
I (Ydis) EUR	1.15%	4,452.722	46.07	45.43	43.35
N (acc) EUR	2.63%	1,869,984.902	37.38	37.13	35.97
N (acc) PLN-H1 (hedged)	2.64%	2,195,323.505	17.96	18.19	18.30
N (acc) USD	2.63%	1,535,424.164	34.53	34.77	34.62
S (acc) USD	0.78%	231,499.000	20.47	20.42	19.97
W (acc) EUR	1.08%	285,640.488	23.00	22.67	21.63
W (acc) EUR-H1 (hedged)	1.09%	1,721,763.201	8.45	8.58	8.69
W (acc) GBP	1.08%	1,559,511.471	24.24	25.26	23.81
W (acc) USD	1.08%	836,510.912	20.52	20.50	20.10
X (acc) USD	0.25%	500.000	19.51	19.41	18.87
Y (Mdis) USD	0.11%	500.000	14.53	14.54	14.23
Z (acc) GBP	1.38%	15,237.701	23.75	24.78	23.43
Z (acc) USD	1.38%	223,370.146	15.81	15.82	15.56
Franklin Innovation Fund – USD*					
A (acc) USD	1.80%	51,804.935	10.66	-	-
A (Ydis) EUR	1.80%	58,982.208	10.48	-	-
C (acc) USD	2.38%	50,000.000	10.26	-	-
I (acc) USD	0.85%	50,000.000	10.67	-	-
N (acc) USD	2.55%	50,000.000	10.26	-	-
W (acc) USD	0.90%	50,000.000	10.67	-	-
Franklin Japan Fund – JPY					
A (acc) EUR	1.88%	877,244.024	7.15	6.58	7.44
A (acc) JPY	1.88%	1,793,609.513	873.54	808.35	963.94
A (acc) USD	1.89%	2,161,781.184	8.04	7.49	8.71
A (acc) USD-H1 (hedged)	1.86%	195,893.822	10.02	9.17	10.65
C (acc) USD	2.46%	218,773.048	8.69	8.13	9.49
I (acc) EUR	0.93%	264,611.735	11.54	10.57	11.84
I (acc) USD	0.93%	25,025.951	10.73	9.96	11.46
N (acc) EUR	2.62%	1,043,643.248	6.16	5.69	6.47
N (acc) USD	2.63%	451,283.097	10.57	9.90	11.58
W (acc) EUR	0.97%	25,845.260	15.63	14.32	16.03
Franklin K2 Alternative Strategies Fund – USD					
A (acc) CHF-H1 (hedged)	2.75%	447,360.792	9.67	9.80	9.94
A (acc) CZK-H1 (hedged)	2.75%	2,935,003.132	99.65	99.91	99.16
A (acc) EUR	2.75%	513,124.824	10.56	10.39	-
A (acc) EUR-H1 (hedged)	2.75%	21,039,440.107	10.48	10.61	10.68
A (acc) NOK-H1 (hedged)	2.75%	182,703.096	10.81	10.82	10.73
A (acc) SEK-H1 (hedged)	2.75%	199,854.906	10.11	10.22	10.27
A (acc) SGD-H1 (hedged)	2.75%	167,614.783	11.44	11.44	11.27
A (acc) USD	2.75%	23,349,746.104	11.51	11.48	11.22
A (Ydis) EUR	2.75%	1,753,463.025	13.28	13.07	12.43
A (Ydis) EUR-H1 (hedged)	2.75%	3,253,441.469	9.81	9.93	10.02
A (Ydis) USD	2.75%	1,664,545.634	11.51	11.48	11.22
A PF (acc) EUR-H1 (hedged)	2.10%	887,901.457	10.10	10.19	-
A PF (Ydis) EUR-H1 (hedged)	2.10%	97,531.818	10.11	10.20	-
C (acc) USD	3.33%	847,262.826	10.49	10.50	10.32
G (acc) EUR-H1 (hedged)	3.35%	351,176.397	9.72	9.87	10.00
I (acc) CHF-H1 (hedged)	1.90%	9,808,399.882	10.06	10.16	10.20
I (acc) EUR-H1 (hedged)	1.90%	35,416,499.305	10.97	11.05	11.04
I (acc) GBP-H1 (hedged)	1.90%	1,035,009.287	11.53	11.54	11.40
I (acc) JPY	1.90%	658.471	1,219.91	1,202.10	1,195.94
I (acc) JPY-H1 (hedged)	1.90%	11,915.621	1,104.31	1,111.95	1,107.05
I (acc) USD	1.90%	18,529,246.864	12.04	11.96	11.58
I (acc) USD-H4 (BRL) (hedged)	1.90%	497,513.096	9.77	10.02	-
I PF (acc) EUR-H1 (hedged)	1.45%	13,502,116.636	10.15	10.21	-
I PF (Ydis) EUR-H1 (hedged)	1.45%	8,833.142	10.15	10.23	-
N (acc) EUR-H1 (hedged)	3.50%	5,825,476.480	10.07	10.24	10.40

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin K2 Alternative Strategies Fund – USD (continued)					
N (acc) HUF-H1 (hedged)	3.50%	5,853,953.386	98.37	99.51	100.47
N (acc) PLN-H1 (hedged)	3.50%	2,608,615.500	10.48	10.53	10.49
N (acc) USD	3.50%	7,149,490.874	11.07	11.08	10.91
N (Ydis) EUR-H1 (hedged)	3.50%	11,919.124	9.78	9.93	10.09
S (acc) CHF-H1 (hedged)	1.75%	3,159,387.139	10.03	10.12	10.15
S (acc) EUR-H1 (hedged)	1.75%	14,999,379.188	10.12	10.19	10.17
S (acc) GBP-H1 (hedged)	1.75%	6,348,291.673	10.45	10.45	10.30
S (acc) SGD-H1 (hedged)	1.75%	13,887.987	10.71	10.66	10.39
S (acc) USD	1.75%	6,560,439.117	10.92	10.84	10.49
W (acc) CHF-H1 (hedged)	1.95%	70,362.000	10.00	10.10	10.12
W (acc) EUR	1.95%	1,027,252.305	13.81	13.53	12.77
W (acc) EUR-H1 (hedged)	1.95%	6,049,971.984	10.05	10.13	10.14
W (acc) GBP-H1 (hedged)	1.95%	547,811.260	11.47	11.49	11.34
W (acc) USD	1.95%	6,142,708.272	11.50	11.42	11.07
W (Ydis) EUR-H1 (hedged)	1.95%	190,549.889	9.67	9.79	9.80
Y (acc) CAD-H1 (hedged)	0.12%	1,740,910.257	12.08	11.92	11.45
Y (Mdis) USD	0.12%	145,625.627	11.83	11.76	11.44
Z (acc) GBP-H1 (hedged)	2.25%	11,253.750	11.35	11.38	11.27
Z (acc) USD	2.25%	1,602,024.786	11.82	11.76	11.44
Franklin K2 Global Macro Opportunities Fund – USD$^{\Omega}$					
A (acc) EUR-H1 (hedged)	-	-	-	9.19	9.15
A (acc) SGD	-	-	-	9.58	9.33
A (acc) USD	-	-	-	9.79	9.47
A (Mdis) USD	-	-	-	9.79	9.47
A (Ydis) EUR	-	-	-	9.59	9.03
A (Ydis) USD	-	-	-	9.79	9.47
I (acc) EUR-H1 (hedged)	-	-	-	9.42	9.30
I (acc) GBP-H1 (hedged)	-	-	-	9.65	9.41
I (acc) JPY	-	-	-	104.80	103.20
I (acc) JPY-H1 (hedged)	-	-	-	95.08	93.63
I (acc) USD	-	-	-	10.01	9.60
N (acc) EUR-H1 (hedged)	-	-	-	9.02	9.05
N (acc) USD	-	-	-	9.60	9.35
W (acc) EUR	-	-	-	9.78	9.14
W (acc) GBP-H1 (hedged)	-	-	-	9.63	9.39
W (acc) USD	-	-	-	10.19	9.77
Z (acc) USD	-	-	-	9.92	9.55
Franklin K2 Long Short Credit Fund – USD					
A (acc) EUR-H1 (hedged)	2.75%	217,304.066	9.99	10.00	10.04
A (acc) SGD	2.75%	511,614.000	10.28	10.21	10.01
A (acc) USD	2.75%	3,153,220.276	10.87	10.73	10.45
A (Mdis) USD	2.75%	412,288.618	10.40	10.36	10.28
A (Ydis) EUR	2.75%	358,165.050	9.97	9.89	9.51
A (Ydis) USD	2.75%	427,970.314	10.48	10.55	10.41
A PF (acc) EUR-H1 (hedged)	2.10%	8,846.818	10.08	10.07	-
I (acc) EUR-H1 (hedged)	1.90%	1,116,196.652	10.25	10.23	10.19
I (acc) GBP-H1 (hedged)	1.90%	39,795.590	10.64	10.55	10.37
I (acc) USD	1.90%	593,086.217	11.15	10.96	10.58
I PF (acc) EUR-H1 (hedged)	1.45%	8,846.818	10.13	10.09	-
N (acc) EUR-H1 (hedged)	3.50%	156,077.638	9.75	9.81	9.92
N (acc) USD	3.50%	467,108.057	10.62	10.52	10.32
W (acc) EUR-H1 (hedged)	1.95%	178,274.830	10.22	10.20	10.15
W (acc) GBP-H1 (hedged)	1.95%	38,508.108	10.63	10.54	10.36
W (acc) USD	1.95%	169,675.781	10.80	10.62	10.26
Z (acc) USD	2.25%	572,329.724	11.03	10.87	10.53
Franklin MENA Fund – USD					
A (acc) EUR	2.65%	2,044,984.110	6.35	6.27	5.88
A (acc) EUR-H1 (hedged)	2.66%	558,749.679	3.91	3.97	3.94
A (acc) USD	2.66%	3,929,754.943	7.17	7.18	6.92
A (Ydis) USD	2.66%	56,171.195	7.50	7.57	7.34
B (acc) USD	3.96%	285,864.612	6.15	6.20	6.05
I (acc) EUR	1.37%	218,827.786	7.26	7.14	6.61
I (acc) USD	1.37%	2,772,842.498	8.14	8.10	7.71
N (acc) EUR-H1 (hedged)	3.16%	1,491,750.984	3.69	3.76	3.75
N (acc) USD	3.15%	593,225.234	6.76	6.79	6.57
W (acc) EUR	1.41%	6,192.954	12.75	12.52	11.59
W (Qdis) USD	1.41%	500.000	13.20	13.27	12.86
X (acc) USD	0.30%	361.795	19.98	19.78	18.61
Franklin Natural Resources Fund – USD					
A (acc) EUR	1.85%	3,825,647.050	5.22	5.28	6.41
A (acc) USD	1.84%	29,377,010.476	5.84	5.99	7.48
A (Ydis) EUR-H1 (hedged)	1.85%	352,596.466	4.42	4.61	5.97
A (Ydis) USD	1.85%	315,668.037	5.84	5.99	7.48

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Natural Resources Fund – USD (continued)					
B (acc) USD	3.16%	644,687.608	5.97	6.16	7.79
C (acc) USD	2.42%	691,965.966	5.21	5.36	6.73
F (acc) USD	2.85%	2,013,795.117	8.46	8.73	11.00
I (acc) EUR	1.00%	106,295.736	5.83	5.87	7.07
I (acc) USD	0.98%	730,952.122	6.52	6.66	8.24
N (acc) EUR	2.59%	5,752,017.121	4.74	4.81	5.89
N (acc) PLN-H1 (hedged)	2.60%	12,522,744.384	6.06	6.28	8.03
Franklin NextStep Balanced Growth Fund – USD					
A (acc) HKD	1.56%	204,310.205	13.09	12.62	12.29
A (acc) RMB-H1 (hedged)	1.57%	157,795.324	10.52	10.11	9.76
A (acc) SGD-H1 (hedged)	1.56%	137,184.838	12.74	12.30	12.04
A (acc) USD	1.56%	6,785,047.145	13.08	12.58	12.20
A (Mdis) HKD	1.56%	99,444.558	12.48	12.10	11.96
A (Mdis) SGD-H1 (hedged)	1.56%	201,829.000	12.18	11.83	11.73
A (Mdis) USD	1.56%	1,076,128.719	12.48	12.07	11.87
Franklin NextStep Conservative Fund – USD					
A (acc) PLN-H1 (hedged)	1.37%	5,071,402.609	11.68	11.42	10.99
A (acc) USD	1.37%	254,077.225	11.90	11.59	11.04
A (Mdis) USD	1.37%	59,120.548	11.17	10.96	10.64
C (acc) USD	2.15%	569,722.131	10.55	10.31	-
N (acc) USD	2.25%	455,252.538	11.51	11.25	10.81
W (Mdis) EUR-H1 (hedged)	0.78%	433,386.546	9.93	9.86	9.82
W (Mdis) GBP-H1 (hedged)	0.78%	205,411.591	10.88	10.74	10.56
W (Mdis) USD	0.78%	334,747.069	10.90	10.67	10.29
Franklin NextStep Dynamic Growth Fund – USD					
A (acc) HKD	1.68%	29,974.061	13.60	13.04	12.80
A (acc) RMB-H1 (hedged)	1.68%	64,363.000	10.43	9.95	9.69
A (acc) SGD-H1 (hedged)	1.68%	105,660.958	13.20	12.69	12.52
A (acc) USD	1.68%	1,133,205.011	13.61	13.02	12.72
A (Mdis) HKD	1.68%	6,695.586	13.19	12.71	12.61
A (Mdis) SGD-H1 (hedged)	1.68%	55,250.223	12.74	12.30	12.26
A (Mdis) USD	1.68%	261,633.818	13.11	12.60	12.44
Franklin NextStep Growth Fund – USD					
A (acc) PLN-H1 (hedged)	1.73%	282,502.562	13.38	12.63	12.31
A (acc) USD	1.73%	851,204.648	13.67	12.84	12.39
A (Mdis) USD	1.73%	120,738.544	13.14	12.42	12.12
C (acc) USD	2.31%	10,632.217	10.64	10.04	-
N (acc) USD	2.53%	361,925.397	13.25	12.50	12.15
W (Mdis) EUR-H1 (hedged)	0.89%	6,862.581	11.49	10.98	10.98
W (Mdis) GBP-H1 (hedged)	0.89%	117,435.369	12.85	12.22	12.07
W (Mdis) USD	0.89%	61,921.593	12.66	11.91	11.52
Franklin NextStep Moderate Fund – USD					
A (acc) PLN-H1 (hedged)	1.58%	5,565,688.450	12.97	12.38	12.00
A (acc) USD	1.58%	681,214.635	13.21	12.54	12.04
A (Mdis) USD	1.58%	227,299.137	12.60	12.04	11.71
C (acc) USD	2.26%	530,565.531	10.64	10.14	-
N (acc) USD	2.38%	1,162,184.245	12.80	12.20	11.81
W (Mdis) EUR-H1 (hedged)	0.83%	388,693.198	11.10	10.73	10.69
W (Mdis) GBP-H1 (hedged)	0.83%	231,562.352	12.35	11.89	11.69
W (Mdis) USD	0.83%	486,449.699	12.16	11.58	11.18
Franklin NextStep Stable Growth Fund – USD					
A (acc) HKD	1.37%	102,031.084	11.81	11.58	11.13
A (acc) SGD-H1 (hedged)	1.37%	40,106.925	11.54	11.33	10.92
A (acc) USD	1.37%	735,543.185	11.81	11.55	11.05
A (Mdis) HKD	1.37%	670,913.939	11.01	10.89	10.70
A (Mdis) SGD-H1 (hedged)	1.37%	107,046.837	10.76	10.65	10.50
A (Mdis) USD	1.37%	382,374.821	11.02	10.87	10.62
Franklin Select U.S. Equity Fund – USD					
A (acc) EUR	1.82%	309,887.636	29.35	26.42	24.00
A (acc) EUR-H1 (hedged)	1.83%	273,864.389	21.13	19.57	18.89
A (acc) HKD	1.83%	1,117,724.660	21.65	19.81	18.58
A (acc) USD	1.83%	7,425,639.718	32.92	30.04	28.05
B (acc) USD	3.13%	71,250.649	25.14	23.09	21.85
C (acc) USD	2.40%	1,167,866.157	27.72	25.37	23.83
I (acc) EUR	0.96%	16,509.366	23.33	20.91	18.84
I (acc) EUR-H1 (hedged)	0.96%	21,978.870	15.69	14.47	13.79
I (acc) USD	0.96%	193,144.375	28.21	25.63	23.73
N (acc) EUR	2.57%	373,354.354	25.13	22.71	20.79
N (acc) EUR-H1 (hedged)	2.57%	112,580.787	13.89	12.92	12.56
N (acc) USD	2.57%	894,805.607	28.22	25.85	24.32
W (acc) EUR	1.00%	16,241.799	21.05	18.87	17.01
W (acc) USD	1.00%	646,241.337	12.40	11.27	-

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Select U.S. Equity Fund – USD (continued)					
Y (Mdis) USD[62]	-	-	-	14.96	13.84
Z (acc) USD	1.33%	86,439.174	13.12	11.94	11.10
Franklin Strategic Income Fund – USD					
A (acc) EUR	1.35%	2,857,387.273	14.56	14.13	12.93
A (acc) EUR-H1 (hedged)	1.35%	1,305,313.667	11.63	11.61	11.26
A (acc) USD	1.35%	11,351,277.078	16.30	16.03	15.08
A (Mdis) AUD-H1 (hedged)	1.35%	286,732.810	9.29	9.42	9.41
A (Mdis) EUR	1.35%	5,665,240.766	8.73	8.68	8.39
A (Mdis) EUR-H1 (hedged)	1.35%	13,035,629.811	7.86	8.04	8.24
A (Mdis) SGD-H1 (hedged)	1.35%	40,978.796	8.73	8.82	8.83
A (Mdis) USD	1.35%	14,131,425.783	9.79	9.87	9.80
A (Qdis) PLN-H1 (hedged)	1.35%	1,040,492.948	10.08	10.15	-
B (Mdis) USD	2.88%	240,973.962	9.11	9.25	9.33
C (acc) USD	1.95%	3,485,385.132	10.61	10.47	9.91
C (Mdis) USD	1.95%	7,202,939.559	9.52	9.62	9.61
F (Mdis) USD*	2.35%	455,002.315	9.98	-	-
I (acc) EUR-H1 (hedged)	0.83%	755,674.182	11.67	11.63	11.23
I (acc) USD	0.83%	527,229.276	17.38	17.05	15.95
I (Ydis) USD	0.80%	37,657.750	9.11	9.43	9.23
N (acc) EUR-H1 (hedged)	2.08%	1,094,317.125	10.96	10.98	10.74
N (acc) USD	2.07%	7,811,697.419	12.31	12.16	11.52
N (Mdis) EUR-H1 (hedged)	2.08%	2,566,242.707	7.65	7.86	8.11
W (acc) EUR	0.88%	194,113.455	10.33	10.00	9.11
W (acc) USD	0.88%	938,865.708	10.92	10.72	10.03
W (Mdis) USD	0.88%	619,163.950	9.73	9.79	9.67
Y (Mdis) USD	0.06%	2,740,302.908	9.85	9.86	9.67
Z (acc) USD	1.07%	664,428.533	14.59	14.33	13.45
Franklin Systematic Style Premia Fund – USD*					
S (acc) USD	0.95%	500.000	10.00	-	-
Y (acc) USD	0.00%	500.000	10.00	-	-
Y (Mdis) USD	0.00%	500.000	10.00	-	-
Franklin Technology Fund – USD					
A (acc) EUR	1.81%	26,685,257.365	21.45	19.56	16.63
A (acc) EUR-H1 (hedged)	1.82%	1,600,436.169	13.17	12.36	11.16
A (acc) HKD	1.82%	1,355,157.387	31.47	29.17	25.61
A (acc) SGD-H1 (hedged)	1.81%	1,458,113.900	13.15	12.21	10.80
A (acc) USD	1.81%	74,594,674.847	24.00	22.18	19.39
B (acc) USD	3.12%	197,032.757	18.53	17.24	15.27
C (acc) USD	2.39%	2,240,819.604	46.25	42.88	37.70
F (acc) USD*	2.79%	364,625.448	11.05	-	-
G (acc) EUR*	2.39%	457.855	10.56	-	-
I (acc) EUR	0.85%	3,370,939.836	40.40	36.66	30.90
I (acc) USD	0.85%	5,967,646.453	33.68	30.98	26.83
I (Ydis) EUR	0.96%	1,761,736.731	13.34	12.11	-
N (acc) EUR	2.56%	10,214,642.089	17.86	16.34	14.01
N (acc) PLN-H1 (hedged)	2.57%	404,084.755	10.80	10.09	-
N (acc) USD	2.56%	8,203,351.556	20.00	18.56	16.34
W (acc) EUR	0.90%	750,064.982	35.62	32.33	27.26
W (acc) EUR-H1 (hedged)	0.90%	493,640.314	12.86	12.02	10.80
W (acc) USD	0.90%	2,747,245.279	28.53	26.25	22.75
X (acc) USD	0.15%	202.758	29.71	27.23	23.39
Z (acc) USD	1.20%	494,016.652	34.95	32.20	27.99
Franklin U.S. Dollar Short-Term Money Market Fund – USD					
A (acc) USD	0.25%	25,465,374.199	12.04	11.94	11.71
A (Mdis) USD	0.25%	10,196,481.280	9.80	9.80	9.80
AX (acc) USD*	0.65%	13,524,682.288	10.04	-	-
B (Mdis) USD	1.33%	96,985.511	9.00	8.98	8.90
C (acc) USD	1.24%	3,289,825.804	9.96	9.92	9.83
F (Mdis) USD	1.25%	928,123.228	9.99	10.00	10.00
N (acc) USD	1.15%	5,467,806.972	10.54	10.50	10.39
W (acc) USD	0.20%	3,852,544.122	10.43	10.34	10.14
Franklin U.S. Government Fund – USD					
A (acc) EUR-H1 (hedged)	1.26%	447,042.792	9.48	9.50	9.35
A (acc) HKD	1.26%	424,844.184	11.89	11.78	11.30
A (acc) USD	1.26%	13,584,719.206	11.52	11.39	10.88
A (Mdis) HKD	1.26%	402,277.587	9.52	9.57	9.53
A (Mdis) USD	1.27%	43,578,224.329	8.95	8.98	8.87
AX (acc) USD	1.46%	1,677,172.681	16.08	15.91	15.23
B (acc) USD	2.53%	33,506.331	12.47	12.40	12.00
B (Mdis) USD	2.52%	232,253.575	8.82	8.90	8.89
C (acc) USD	2.04%	3,045,156.677	13.75	13.64	13.13
F (Mdis) USD*	2.24%	569,104.682	9.91	-	-
I (acc) EUR-H1 (hedged)	0.60%	641,569.988	10.34	10.33	10.11

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin U.S. Government Fund – USD (continued)					
I (acc) USD	0.60%	3,416,594.084	14.80	14.57	13.83
I (Mdis) JPY-H1 (hedged)	0.60%	32,241.865	845.29	857.27	867.26
I (Mdis) USD	0.60%	5,455,261.300	9.52	9.52	9.34
N (acc) USD	1.96%	4,209,960.509	14.48	14.36	13.82
N (Mdis) USD	1.96%	1,369,140.504	8.89	8.95	8.90
W (acc) USD	0.70%	3,731,375.643	11.12	10.95	10.41
W (Mdis) USD	0.70%	2,513,162.426	9.37	9.38	9.21
X (acc) USD	0.15%	500.000	11.64	11.44	10.81
Z (acc) USD	0.96%	315,261.737	12.30	12.14	11.56
Z (Mdis) USD	0.95%	39,272.139	9.48	9.49	9.35
Franklin U.S. Low Duration Fund – USD					
A (acc) EUR	1.15%	976,458.572	11.23	10.97	10.35
A (acc) EUR-H1 (hedged)	1.15%	223,090.638	9.67	9.71	9.72
A (acc) USD	1.15%	9,143,739.783	11.21	11.10	10.77
A (Mdis) USD	1.15%	19,419,458.905	9.83	9.84	9.75
AX (acc) USD	1.35%	1,858,788.718	12.68	12.57	12.22
B (Mdis) USD	2.41%	646,235.730	9.58	9.55	9.38
C (acc) USD	2.04%	653,810.943	10.17	10.12	9.90
C (Mdis) USD	2.04%	2,710,807.670	9.88	9.84	9.63
I (acc) EUR-H1 (hedged)	0.59%	8,942,525.872	10.36	10.38	10.33
I (acc) USD	0.59%	1,842,064.201	13.83	13.65	13.17
N (Mdis) USD	1.85%	3,364,198.518	9.84	9.86	9.74
W (acc) USD	0.67%	1,890,761.212	10.52	10.39	10.03
W (Qdis) USD	0.67%	23,722.444	9.98	10.02	9.93
Y (Mdis) USD	0.05%	11,109,890.607	9.98	10.00	9.91
Z (acc) USD	0.85%	186,856.395	10.72	10.60	10.25
Franklin U.S. Opportunities Fund – USD					
A (acc) CHF-H1 (hedged)	1.81%	148,079.989	25.98	25.06	23.61
A (acc) EUR	1.81%	11,908,751.586	17.45	16.33	14.43
A (acc) EUR-H1 (hedged)	1.82%	14,848,160.505	12.42	11.97	11.25
A (acc) HKD	1.82%	3,673,244.246	26.50	25.20	22.98
A (acc) NOK-H1 (hedged)	1.81%	2,212,718.526	18.61	17.76	16.48
A (acc) RMB-H1 (hedged)	1.81%	29,225.151	190.56	180.22	163.07
A (acc) SEK-H1 (hedged)	1.82%	1,950,831.728	24.89	23.98	22.48
A (acc) SGD	1.82%	4,478,823.357	23.39	22.32	20.41
A (acc) SGD-H1 (hedged)	1.81%	2,117,576.028	29.40	28.01	25.69
A (acc) USD	1.81%	97,159,033.858	19.55	18.55	16.84
A (Ydis) EUR	1.81%	2,194,958.466	17.77	16.63	14.69
A (Ydis) GBP	1.82%	686,562.743	14.74	14.59	12.74
AS (acc) SGD	1.71%	5,269,782.973	15.64	14.92	13.62
B (acc) USD	3.12%	671,333.104	15.09	14.41	13.26
C (acc) USD	2.39%	5,855,324.064	31.08	29.57	27.01
F (acc) USD	2.81%	1,527,115.242	14.49	13.82	12.67
I (acc) EUR	0.85%	4,558,133.567	45.40	42.28	37.02
I (acc) EUR-H1 (hedged)	0.85%	3,997,514.768	31.97	30.66	28.54
I (acc) USD	0.85%	8,999,678.893	50.92	48.07	43.26
N (acc) EUR	2.56%	2,607,174.878	34.38	32.30	28.75
N (acc) EUR-H1 (hedged)	2.57%	593,283.596	22.01	21.28	20.14
N (acc) PLN-H1 (hedged)	2.57%	5,868,073.206	33.76	32.33	30.01
N (acc) USD	2.56%	6,025,927.493	38.61	36.77	33.65
S (acc) EUR*	0.75%	446.369	10.62	-	-
S (acc) EUR-H1 (hedged)*	0.75%	8,927.376	10.52	-	-
S (acc) USD	0.75%	500.000	13.42	12.67	11.39
W (acc) EUR	0.90%	790,266.416	25.15	23.43	20.52
W (acc) EUR-H1 (hedged)	0.90%	2,051,520.679	14.12	13.53	12.60
W (acc) USD	0.90%	4,429,007.558	27.81	26.26	23.64
X (acc) USD	0.15%	500.000	20.71	19.49	17.41
X (Ydis) USD	0.25%	1,639,398.901	28.37	26.76	23.99
Y (Mdis) USD	0.05%	27,922.481	16.28	15.34	13.75
Z (acc) USD	1.20%	903,365.327	34.17	32.32	29.18
Franklin World Perspectives Fund – USD					
A (acc) EUR	1.89%	4,044,740.708	30.80	28.20	27.16
A (acc) USD	1.89%	2,244,053.298	25.31	23.49	23.26
I (acc) EUR	0.98%	1,845,077.137	34.00	30.99	29.58
I (acc) USD	0.96%	95,811.518	27.96	25.81	25.32
N (acc) EUR	2.64%	2,681,954.627	11.33	10.41	10.10
N (acc) USD	2.64%	1,788,502.305	23.27	21.68	21.62
W (acc) GBP	1.00%	5,050.934	23.56	22.70	21.42
Z (acc) USD	1.27%	150,417.575	13.85	12.81	12.61
Franklin Mutual European Fund – EUR					
A (acc) CZK-H1 (hedged)	1.82%	2,495,591.792	161.21	145.88	146.61
A (acc) EUR	1.84%	14,218,310.228	26.11	23.85	24.31
A (acc) RMB-H1 (hedged)	1.82%	6,435.005	142.72	128.32	126.17

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Franklin Mutual European Fund – EUR (continued)					
A (acc) SEK	1.84%	4,897,311.876	17.70	16.25	16.41
A (acc) USD	1.84%	5,690,938.836	29.27	27.11	28.39
A (acc) USD-H1 (hedged)	1.82%	1,507,844.857	12.48	11.23	11.06
A (Ydis) EUR	1.84%	900,011.168	21.57	20.01	20.67
A (Ydis) GBP	1.85%	54,880.140	18.41	18.05	18.43
B (acc) USD	3.15%	108,892.840	22.71	21.17	22.46
B (Ydis) EUR	3.15%	6,711.231	20.00	18.39	18.99
C (acc) EUR	2.42%	2,518.348	23.07	21.13	21.66
C (acc) USD	2.42%	314,233.382	25.86	24.02	25.31
I (acc) EUR	0.96%	5,486,408.683	24.92	22.66	22.89
I (Ydis) EUR	0.96%	3,900.000	18.86	17.57	18.15
N (acc) EUR	2.57%	2,942,935.581	21.12	19.37	19.88
N (acc) USD	2.59%	331,669.360	23.57	21.91	23.12
N (acc) USD-H1 (hedged)	2.56%	259,707.095	12.41	11.21	11.12
W (acc) EUR	1.00%	317,665.102	14.75	13.42	13.56
W (acc) USD	1.00%	157,312.522	10.57	9.75	10.13
W (acc) USD-H1 (hedged)	1.00%	26,526.406	11.34	10.18	9.95
W (Ydis) EUR	1.00%	27,467.523	11.54	10.75	11.10
X (acc) EUR	0.15%	362.897	13.15	11.91	11.94
Y (Mdis) EUR	0.07%	408.374	11.39	10.44	10.83
Z (acc) EUR	1.34%	18,521.876	16.36	14.91	15.12
Z (acc) USD	1.35%	1,763,612.066	15.12	13.96	14.55
Z (acc) USD-H1 (hedged)	1.33%	725,014.446	13.21	11.86	11.63
Franklin Mutual Global Discovery Fund – USD					
A (acc) EUR	1.83%	6,134,308.098	22.81	20.89	20.03
A (acc) EUR-H2 (hedged)	1.84%	1,151,183.889	14.50	13.63	13.61
A (acc) USD	1.83%	7,149,481.290	21.14	19.63	19.35
A (Ydis) EUR	1.83%	1,127,968.949	30.49	28.13	27.25
A (Ydis) GBP	1.83%	77,487.115	26.03	25.38	24.30
B (acc) USD	3.14%	50,223.361	17.59	16.44	16.41
C (acc) USD	2.41%	1,009,785.113	19.46	18.12	17.96
I (acc) EUR	0.97%	279,687.628	25.83	23.56	22.39
I (acc) EUR-H2 (hedged)	0.97%	2,583,910.154	21.11	19.77	19.56
I (acc) USD	0.98%	2,159,790.806	23.94	22.13	21.62
N (acc) EUR	2.58%	2,097,157.194	20.46	18.82	18.18
N (acc) EUR-H2 (hedged)	2.59%	927,750.390	13.44	12.68	12.76
N (acc) USD	2.58%	1,085,912.452	19.00	17.71	17.58
W (acc) EUR	1.03%	86,007.735	15.51	14.15	13.46
W (acc) EUR-H1 (hedged)	1.03%	776,729.065	9.51	8.92	9.03
W (acc) USD	1.03%	189,787.402	11.11	10.28	10.05
Z (acc) USD	1.34%	326,101.737	18.58	17.21	16.88
Franklin Mutual U.S. Value Fund – USD					
A (acc) EUR	1.83%	233,653.728	80.14	73.48	68.92
A (acc) EUR-H1 (hedged)	1.84%	48,258.429	55.96	52.79	52.47
A (acc) SGD	1.83%	274,941.911	14.42	13.49	13.09
A (acc) USD	1.83%	2,142,507.446	89.76	83.43	80.43
A (Ydis) USD	1.83%	74,530.420	84.64	78.86	76.27
B (acc) USD	3.14%	20,381.235	38.47	35.99	35.15
C (acc) USD	2.41%	967,073.510	24.82	23.14	22.44
I (acc) EUR	0.96%	724,802.615	22.94	20.94	19.48
I (acc) EUR-H1 (hedged)	0.99%	6,010.151	16.03	15.06	14.85
I (acc) USD	0.97%	2,184,776.500	25.74	23.82	22.77
N (acc) EUR	2.56%	554,173.850	38.46	35.39	33.44
N (acc) EUR-H1 (hedged)	2.59%	119,759.642	27.10	25.66	25.71
N (acc) USD	2.58%	726,270.422	43.15	40.26	39.10
W (acc) USD	1.03%	1,043,430.530	11.78	10.91	10.43
Z (acc) USD	1.33%	364,661.347	22.24	20.62	19.78
Templeton Asian Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.41%	818,919.857	9.57	9.74	9.74
A (acc) EUR	1.41%	2,227,810.472	19.36	19.12	17.99
A (acc) EUR-H1 (hedged)	1.42%	1,297,093.874	11.58	11.78	11.74
A (acc) USD	1.41%	6,532,797.310	17.95	17.97	17.38
A (Mdis) AUD-H1 (hedged)	1.41%	135,644.809	7.69	7.93	8.17
A (Mdis) EUR	1.41%	1,950,008.249	9.34	9.44	9.39
A (Mdis) SGD	1.41%	98,970.548	7.89	8.13	8.37
A (Mdis) SGD-H1 (hedged)	1.41%	3,943,438.666	7.39	7.59	7.83
A (Mdis) USD	1.41%	4,927,914.757	10.45	10.70	10.95
B (Mdis) USD	2.92%	70,505.835	9.74	10.04	10.43
C (Mdis) USD	2.19%	418,362.389	10.06	10.35	10.67
I (acc) CHF-H1 (hedged)	0.86%	777,000.000	10.11	10.27	10.22
I (acc) EUR	0.86%	410,763.973	17.28	17.02	15.93
I (acc) EUR-H1 (hedged)	0.89%	36,272.433	11.11	11.28	11.14
I (acc) USD	0.86%	497,767.342	19.40	19.37	18.63

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share December 31, 2019	June 30, 2019	June 30, 2018
Templeton Asian Bond Fund – USD (continued)					
I (Mdis) EUR	0.86%	225,831.451	9.96	10.04	9.94
I (Ydis) EUR-H1 (hedged)	0.84%	11,095.444	7.19	7.72	8.12
N (acc) EUR	2.11%	514,116.089	17.53	17.37	16.46
N (acc) USD	2.11%	624,320.493	16.25	16.33	15.90
N (Mdis) USD	2.11%	857,163.432	10.11	10.39	10.71
W (acc) EUR	0.89%	15,426.781	9.90	9.75	9.13
W (acc) EUR-H1 (hedged)	0.90%	136,853.621	9.88	10.02	9.94
W (Mdis) USD	0.90%	129,884.845	7.96	8.13	8.28
Y (Mdis) USD	0.08%	966,803.708	9.26	9.42	9.51
Z (acc) USD	1.11%	239,877.423	12.06	12.06	11.62
Templeton Asian Growth Fund – USD					
A (acc) CHF-H1 (hedged)	2.21%	668,584.224	12.09	11.41	12.00
A (acc) CZK-H1 (hedged)	2.21%	1,686,143.718	108.75	101.78	105.00
A (acc) EUR	2.20%	8,381,030.748	34.20	31.37	30.88
A (acc) EUR-H1 (hedged)	2.22%	2,518,270.966	23.60	22.31	23.36
A (acc) HKD	2.21%	22,392,845.350	11.54	10.76	10.93
A (acc) RMB-H1 (hedged)	2.21%	89,555.374	143.87	133.84	135.26
A (acc) SGD	2.25%	6,545,534.849	9.81	9.18	9.35
A (acc) SGD-H1 (hedged)	2.20%	73,833.897	12.79	11.97	12.24
A (acc) USD	2.24%	27,409,295.149	38.42	35.73	36.14
A (Ydis) EUR	2.21%	2,707,280.838	31.13	28.56	28.19
A (Ydis) GBP	2.21%	270,426.275	26.36	25.57	24.95
A (Ydis) USD	2.21%	27,604,080.270	34.89	32.45	32.92
B (acc) USD	3.54%	277,232.361	15.31	14.34	14.69
C (acc) USD	2.79%	845,514.666	31.78	29.64	30.16
F (acc) USD*	3.22%	194,690.941	11.12	-	-
I (acc) CHF-H1 (hedged)	1.23%	87,430.000	10.76	10.11	10.53
I (acc) EUR	1.19%	1,209,549.126	36.61	33.41	32.55
I (acc) EUR-H1 (hedged)	1.23%	73,345.538	21.87	20.58	21.31
I (acc) USD	1.21%	4,198,338.756	41.04	37.98	38.03
I (Ydis) EUR-H2 (hedged)	1.19%	5,053,341.584	6.25	5.91	6.31
N (acc) EUR	2.70%	874,454.582	45.76	42.09	41.63
N (acc) EUR-H1 (hedged)	2.72%	716,813.264	31.45	29.80	31.36
N (acc) HUF	2.71%	1,400,595.592	169.57	152.30	153.46
N (acc) PLN-H1 (hedged)	2.72%	3,056,662.236	14.76	13.86	14.29
N (acc) USD	2.74%	2,147,586.067	51.31	47.84	48.63
W (acc) EUR	1.25%	340,303.156	13.39	12.23	11.92
W (acc) EUR-H1 (hedged)	1.25%	20,057.273	10.50	9.87	10.22
W (acc) GBP	1.25%	72,687.763	15.79	15.24	14.68
W (acc) USD	1.25%	1,797,476.504	13.43	12.43	12.45
W (Ydis) EUR	1.22%	42,417.546	13.68	12.58	12.43
Y (Mdis) USD	0.08%	828,020.481	11.32	10.55	10.64
Z (acc) USD	1.71%	218,143.309	15.21	14.11	14.20
Z (Ydis) EUR-H1 (hedged)	1.72%	28,768.790	11.38	10.75	11.29
Z (Ydis) USD	1.71%	62,212.985	10.98	10.19	10.35
Templeton Asian Smaller Companies Fund – USD					
A (acc) EUR	2.24%	4,263,372.469	55.19	57.95	56.48
A (acc) SGD	2.24%	120,976.796	41.71	44.67	45.04
A (acc) USD	2.24%	4,963,918.287	45.35	48.28	48.35
A (Ydis) USD	2.24%	1,973,706.953	44.44	47.30	47.38
B (acc) USD	3.55%	31,273.870	40.64	43.55	44.20
F (acc) USD	3.23%	2,063,091.808	10.06	10.77	10.89
I (acc) EUR	1.18%	2,037,740.173	61.98	64.73	62.44
I (acc) USD	1.18%	5,985,263.996	50.95	53.95	53.47
I (Ydis) USD	1.18%	959,651.002	10.57	11.30	11.24
N (acc) EUR	2.74%	1,317,976.649	20.73	21.82	21.37
N (acc) USD	2.74%	1,080,225.787	16.37	17.47	17.58
S (acc) USD*	0.90%	9,176,694.308	10.25	-	-
W (acc) EUR	1.22%	2,311,768.182	17.24	18.01	17.37
W (acc) USD	1.22%	3,054,196.619	14.09	14.92	14.79
W (Ydis) EUR-H1 (hedged)	1.22%	155,121.000	8.14	8.86	9.07
W (Ydis) USD	1.22%	4,660,667.671	9.31	9.96	9.89
X (Ydis) USD	0.32%	2,678,751.875	12.93	13.90	13.83
Y (Mdis) USD	0.10%	371.747	13.72	14.64	14.66
Templeton BRIC Fund – USD					
A (acc) EUR	2.46%	3,671,566.619	22.57	19.82	18.58
A (acc) EUR-H1 (hedged)	2.47%	912,078.891	12.36	11.18	11.15
A (acc) HKD	2.46%	131,530.005	11.46	10.23	9.89
A (acc) USD	2.46%	24,817,884.522	20.92	18.62	17.94
B (acc) USD	3.77%	39,484.833	17.43	15.62	15.24
C (acc) USD	3.04%	394,285.658	19.25	17.19	16.66
I (acc) USD	1.46%	26,142.071	24.34	21.56	20.55

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share December 31, 2019	June 30, 2019	June 30, 2018
Templeton BRIC Fund – USD (continued)					
N (acc) EUR	2.95%	1,140,183.725	21.03	18.52	17.44
N (acc) USD	2.97%	574,754.385	19.49	17.39	16.84
Templeton China Fund – USD					
A (acc) HKD	2.45%	381,913.673	13.99	13.22	13.76
A (acc) SGD	2.45%	762,126.707	10.19	9.66	10.08
A (acc) USD	2.45%	11,456,049.404	30.77	28.99	30.04
A (Ydis) EUR	2.44%	524,152.146	26.41	24.63	24.84
A (Ydis) GBP	2.45%	37,115.102	22.28	21.90	21.82
B (acc) USD	3.75%	216,921.649	12.67	12.01	12.61
C (acc) USD	3.03%	285,264.484	21.20	20.04	20.88
F (acc) USD*	3.45%	438,788.481	10.99	-	-
I (acc) USD	1.36%	228,913.987	38.90	36.46	37.38
I (Ydis) GBP	1.36%	3,320.587	14.26	13.94	13.76
N (acc) USD	2.94%	702,975.795	29.56	27.92	29.08
W (acc) EUR	1.40%	26,794.092	16.26	15.04	15.01
W (acc) GBP	1.40%	45,350.877	18.12	17.71	17.47
W (acc) USD	1.40%	379,506.693	13.96	13.09	13.42
W (Ydis) EUR	1.40%	87,738.939	14.91	13.97	14.13
X (acc) HKD	0.28%	2,253,792.850	14.88	13.91	14.16
Z (acc) USD	1.94%	29,530.730	12.83	12.06	12.43
Templeton Eastern Europe Fund – EUR					
A (acc) EUR	2.52%	6,503,861.437	27.39	24.38	22.35
A (acc) USD	2.52%	1,602,803.772	30.71	27.70	26.11
A (Ydis) EUR	2.52%	56,478.617	27.09	24.10	22.10
B (acc) USD	3.82%	141,890.958	6.48	5.89	5.62
B (Ydis) EUR	3.79%	8,008.835	5.78	5.18	4.81
I (acc) EUR	1.40%	474,002.049	20.97	18.55	16.82
N (acc) EUR	3.01%	472,573.585	24.69	22.03	20.30
W (acc) EUR	1.52%	186,550.441	13.07	11.58	10.51
X (acc) EUR	0.30%	287,058.409	11.51	10.13	9.08
Templeton Emerging Markets Fund – USD					
A (acc) EUR-H1 (hedged)	2.00%	1,077,326.714	10.13	9.35	9.43
A (acc) HKD	2.00%	163,046.964	13.19	12.01	11.76
A (acc) SGD	2.00%	1,912,536.418	9.50	8.68	8.52
A (acc) USD	2.00%	6,310,594.914	45.41	41.23	40.19
A (Ydis) USD	2.00%	5,152,345.397	43.38	39.38	38.37
B (acc) USD	3.31%	26,610.369	20.25	18.51	18.29
C (acc) USD	2.58%	566,919.672	37.38	34.04	33.38
G (acc) EUR*	2.58%	457.855	10.96	-	-
I (acc) EUR-H1 (hedged)	1.15%	112,518.695	10.98	10.08	10.10
I (acc) USD	1.15%	7,940,199.674	31.39	28.38	27.43
N (acc) EUR	2.50%	957,716.690	21.22	19.05	18.16
N (acc) USD	2.50%	3,289,515.063	23.77	21.64	21.20
S (acc) USD*	0.80%	500.000	10.77	-	-
W (acc) USD	1.25%	747,062.220	13.67	12.37	11.97
W (Ydis) EUR-H1 (hedged)	1.25%	27,381.480	9.00	8.36	8.41
Y (Mdis) USD*	0.08%	597,585.105	10.83	-	-
Z (acc) USD	1.50%	944,926.495	12.77	11.56	11.22
Templeton Emerging Markets Bond Fund – USD**					
A (acc) CHF-H1 (hedged)	1.89%	299,020.462	11.14	11.87	11.69
A (acc) EUR-H1 (hedged)	1.89%	2,052,964.984	10.07	10.72	10.52
A (acc) NOK-H1 (hedged)	1.90%	438,107.579	11.99	12.68	12.27
A (acc) SEK-H1 (hedged)	1.85%	8,095,402.254	11.08	11.79	11.57
A (acc) USD	1.89%	14,731,373.268	13.38	14.01	13.35
A (Bdis) CZK-H1 (hedged)*	1.84%	74,550.247	102.64	-	-
A (Mdis) AUD-H1 (hedged)	1.89%	95,504,290.923	5.97	6.61	7.06
A (Mdis) HKD	1.89%	249,916,712.364	6.25	6.88	7.33
A (Mdis) SGD-H1 (hedged)	1.89%	6,419,544.122	5.54	6.11	6.54
A (Mdis) USD	1.89%	645,334,451.918	6.84	7.51	7.97
A (Mdis) ZAR-H1 (hedged)	1.88%	6,130,831.285	82.66	89.27	91.10
A (Qdis) EUR	1.89%	33,252,788.572	10.64	11.58	11.96
A (Qdis) GBP	1.89%	2,316,960.049	7.76	8.93	9.11
A (Qdis) USD	1.89%	70,096,050.634	11.86	13.08	13.88
A (Ydis) EUR-H1 (hedged)	1.90%	9,511,955.594	5.44	6.48	7.10
B (Mdis) USD	3.19%	9,121,396.997	6.44	7.11	7.65
B (Qdis) USD	3.20%	1,520,349.217	10.11	11.23	12.08
C (acc) USD	2.47%	2,094,858.799	27.31	28.69	27.48
F (Mdis) USD	2.88%	213,859,287.686	7.17	7.91	8.48
G (Mdis) EUR*	2.46%	457.855	9.87	-	-
I (acc) CHF-H1 (hedged)	0.90%	63,300.000	10.57	11.20	10.93
I (acc) EUR-H1 (hedged)	0.90%	9,207,597.747	12.28	13.00	12.63
I (acc) SEK-H1 (hedged)	0.90%	183,704,189.000	9.66	10.23	9.93
I (acc) USD	0.90%	23,950,820.028	26.63	27.76	26.19

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Templeton Emerging Markets Bond Fund – USD** (continued)					
I (Qdis) GBP-H1 (hedged)	0.90%	4,913,430.924	6.14	6.82	7.30
I (Qdis) USD	0.90%	16,648,016.560	9.67	10.61	11.16
I (Ydis) EUR-H1 (hedged)	0.90%	3,588,345.429	5.66	6.71	7.28
N (acc) USD	2.39%	2,139,335.771	33.20	34.87	33.37
N (Mdis) USD	2.38%	11,172,540.704	6.16	6.78	7.23
N (Qdis) PLN-H1 (hedged)	2.39%	16,583,019.477	6.77	7.55	8.14
S (acc) USD	0.78%	500.000	11.29	11.77	11.10
W (acc) EUR-H1 (hedged)	0.95%	106,430.323	9.62	10.19	9.91
W (acc) USD	0.95%	1,070,075.223	10.76	11.22	10.58
W (Qdis) EUR	0.95%	1,171,823.997	7.72	8.36	8.56
W (Qdis) GBP	0.95%	138,441.771	7.20	8.24	8.33
W (Qdis) GBP-H1 (hedged)	0.95%	2,522,517.014	6.36	7.06	7.56
W (Qdis) USD	0.95%	4,186,929.258	5.95	6.53	6.87
W (Ydis) EUR-H1 (hedged)	0.95%	74,838.712	7.49	8.88	9.06
Y (acc) USD	0.10%	500.000	9.42	9.78	9.15
Y (Mdis) USD	0.10%	3,843,171.755	7.77	8.46	8.82
Z (acc) USD	1.25%	707,240.691	13.83	14.44	13.67
Z (Mdis) USD	1.25%	822,198.756	6.09	6.67	7.04
Templeton Emerging Markets Dynamic Income Fund – USD					
A (acc) EUR	2.11%	2,287,605.381	13.96	13.25	12.41
A (acc) EUR-H1 (hedged)	2.11%	1,053,470.367	9.42	9.20	9.15
A (acc) USD	2.11%	1,375,736.757	10.57	10.17	9.79
A (Mdis) HKD	2.11%	232,425.654	8.90	8.89	9.15
A (Mdis) SGD-H1 (hedged)	2.11%	16,987.201	9.11	9.12	9.42
A (Mdis) USD	2.11%	12,578.329	8.96	8.93	9.15
A (Qdis) USD	2.11%	1,570,245.665	7.99	7.97	8.16
A (Ydis) EUR	2.11%	1,658,003.803	10.59	10.81	10.63
A (Ydis) EUR-H1 (hedged)	2.11%	583,463.863	7.07	7.43	7.77
C (acc) USD	2.76%	894,667.284	10.09	9.74	9.44
F (Mdis) USD*	3.10%	500.000	10.72	-	-
G (acc) EUR-H1 (hedged)*	2.71%	9,157.090	10.70	-	-
I (acc) EUR	1.22%	714,364.333	15.03	14.21	13.19
I (acc) EUR-H1 (hedged)	1.20%	8,141.334	9.58	9.32	9.19
N (acc) EUR-H1 (hedged)	2.55%	1,668,280.371	9.04	8.86	8.85
N (acc) USD	2.55%	1,800,848.400	10.17	9.81	9.49
X (acc) USD	0.30%	16,734.801	12.32	11.76	11.11
Z (acc) USD	1.69%	112,031.939	10.87	10.44	10.00
Templeton Emerging Markets Local Currency Bond Fund – USD**					
A (acc) USD	1.80%	101,055.626	9.46	9.61	9.06
A (Mdis) EUR-H1 (hedged)	1.80%	16,163.684	7.41	7.98	8.67
A (Ydis) EUR	1.80%	73,624.477	8.93	10.01	9.56
C (acc) USD	2.38%	90,000.000	9.36	9.53	9.04
I (acc) EUR	0.90%	284,906.498	10.58	10.55	9.59
I (acc) EUR-H1 (hedged)	0.90%	9,650.154	9.07	9.32	8.98
I (acc) NOK-H1 (hedged)	0.90%	81,430.000	10.25	10.45	9.93
I (acc) SEK-H1 (hedged)	0.90%	4,818,873.500	9.09	9.34	9.00
I (acc) USD	0.90%	1,217,895.267	9.61	9.72	9.09
I (Qdis) USD	0.90%	90,000.000	8.08	8.59	8.98
I (Ydis) EUR	0.90%	73,465.207	9.08	10.13	9.59
I (Ydis) EUR-H1 (hedged)	0.90%	8,106.684	7.75	8.93	8.98
N (acc) USD	2.30%	96,746.098	9.37	9.54	9.04
N (Qdis) EUR-H1 (hedged)	2.30%	9,258.994	7.41	8.07	8.84
W (acc) EUR-H1 (hedged)	0.95%	8,106.684	9.06	9.31	8.98
W (acc) GBP-H1 (hedged)	0.95%	7,147.707	9.26	9.46	9.01
W (acc) USD	0.95%	151,250.000	9.61	9.72	9.08
W (Qdis) EUR-H1 (hedged)	0.95%	8,106.684	7.59	8.21	8.88
W (Qdis) GBP-H1 (hedged)	0.95%	7,147.707	7.76	8.35	8.90
W (Qdis) USD	0.95%	90,000.000	8.08	8.58	8.98
Y (acc) SEK-H1 (hedged)	0.11%	80,999.500	9.24	9.44	9.03
Templeton Emerging Markets Smaller Companies Fund – USD					
A (acc) EUR	2.52%	5,421,401.297	14.47	14.75	14.69
A (acc) EUR-H1 (hedged)	2.50%	470,539.455	8.74	9.18	9.71
A (acc) USD	2.52%	7,961,040.822	11.35	11.73	12.01
A (Ydis) GBP	2.52%	208,408.809	16.77	18.07	17.80
A (Ydis) USD	2.52%	1,408,004.794	10.86	11.23	11.50
C (acc) USD	3.10%	763,953.065	11.76	12.19	12.55
I (acc) EUR	1.46%	14,212,230.945	16.50	16.73	16.49
I (acc) USD	1.46%	10,518,686.320	12.94	13.30	13.47
N (acc) USD	3.02%	2,442,439.062	10.68	11.07	11.39
W (acc) EUR	1.51%	1,995,138.840	9.73	9.87	9.73
W (acc) GBP	1.52%	1,463,464.271	19.95	21.39	20.85
W (acc) USD	1.52%	1,587,737.981	13.82	14.21	14.41
W (Ydis) EUR-H1 (hedged)	1.51%	8,050.882	7.99	8.41	8.84

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Templeton Emerging Markets Smaller Companies Fund – USD (continued)					
Y (Mdis) USD	0.13%	482,591.124	10.81	11.18	11.41
Y (Ydis) JPY	0.09%	5,502,961.608	947.63	980.36	1,020.92
Templeton Euroland Fund – EUR					
A (acc) EUR	1.84%	7,218,588.635	24.11	22.43	23.58
A (acc) SGD	1.84%	720,966.678	9.49	9.01	-
A (acc) USD	1.84%	1,702,898.820	9.64	9.10	-
A (acc) USD-H1 (hedged)	1.84%	30,393.303	10.61	9.73	9.90
A (Ydis) EUR	1.84%	1,961,233.314	19.58	18.49	19.58
A (Ydis) USD	1.84%	3,883,744.511	9.50	9.10	-
B (acc) USD	3.15%	32,856.426	10.22	9.71	10.63
B (Ydis) EUR	3.15%	21,328.376	8.69	8.14	8.67
C (acc) USD-H1 (hedged)	2.41%	9,988.875	10.40	9.56	-
I (acc) EUR	0.85%	2,377,615.032	23.18	21.47	22.36
N (acc) EUR	2.59%	2,417,495.848	13.79	12.88	13.64
N (acc) USD-H1 (hedged)	2.58%	9,988.875	10.37	9.54	-
S (acc) EUR*	0.75%	3,277,248.305	11.43	-	-
W (acc) EUR	0.90%	889,699.655	10.55	9.77	10.18
W (acc) USD	0.90%	497.570	10.85	10.19	-
W (acc) USD-H1 (hedged)	0.90%	9,951.400	11.00	10.04	-
X (acc) EUR	0.15%	322,822.745	15.55	14.35	14.84
Templeton Frontier Markets Fund – USD					
A (acc) EUR	2.63%	5,021,345.574	21.85	22.05	21.83
A (acc) EUR-H1 (hedged)	2.64%	2,080,280.315	9.76	10.15	10.65
A (acc) SGD	2.62%	97,700.480	16.53	17.01	17.42
A (acc) USD	2.62%	5,070,235.615	17.96	18.37	18.69
A (Ydis) GBP	2.62%	150,582.941	21.21	22.84	22.50
A (Ydis) USD	2.62%	757,010.996	16.05	16.57	17.00
B (acc) USD	3.89%	1,709.484	14.68	15.12	15.57
C (acc) USD	3.20%	30,302.264	15.91	16.33	16.71
I (acc) EUR	1.54%	4,330,237.236	24.66	24.75	24.23
I (acc) USD	1.54%	2,828,570.961	20.26	20.62	20.75
I (Ydis) GBP	1.57%	85,402.877	21.45	23.21	22.92
N (acc) EUR	3.12%	906,373.580	20.66	20.91	20.80
N (acc) EUR-H1 (hedged)	3.13%	2,410,310.840	14.52	15.13	15.96
N (acc) PLN-H1 (hedged)	3.13%	1,083,659.922	11.39	11.76	12.15
W (acc) EUR	1.63%	769,115.050	12.45	12.50	12.25
W (acc) GBP	1.63%	666,756.193	15.39	16.34	15.83
W (acc) USD	1.63%	760,657.143	13.59	13.83	13.93
X (acc) USD	0.30%	500.000	13.85	14.00	13.93
Z (acc) GBP	2.13%	11,581.417	14.95	15.91	15.48
Z (Ydis) EUR-H1 (hedged)	2.15%	14,765.082	8.87	9.32	9.84
Templeton Global Fund – USD					
A (acc) HKD	1.83%	445,468.871	16.97	16.18	17.56
A (acc) SGD	1.83%	1,467,819.532	10.51	10.05	10.94
A (acc) USD	1.83%	3,456,438.979	41.57	39.54	42.72
A (Ydis) USD	1.83%	14,646,387.239	36.51	35.09	38.03
AS (acc) SGD	1.73%	2,092,238.703	10.85	10.37	11.27
B (acc) USD	3.14%	83,862.914	23.34	22.35	24.47
C (acc) USD	2.41%	329,492.040	23.15	22.08	24.00
I (acc) USD	0.85%	3,736,902.790	24.83	23.51	25.16
N (acc) USD	2.58%	704,130.449	26.00	24.82	27.02
W (Ydis) USD	0.90%	43,908.019	11.63	11.22	12.15
X (Ydis) USD	0.26%	874,421.037	10.13	9.81	10.64
Z (acc) USD	1.20%	130,426.718	11.23	10.65	11.44
Templeton Global Balanced Fund – USD					
A (acc) EUR	1.65%	1,635,397.882	28.23	26.47	25.86
A (acc) EUR-H1 (hedged)	1.66%	385,168.867	19.48	18.80	19.48
A (acc) SGD	1.65%	1,460,209.191	12.10	11.57	11.70
A (acc) USD	1.65%	4,612,101.347	31.65	30.08	30.20
A (Qdis) USD	1.65%	9,295,254.668	22.77	22.12	23.00
AS (acc) SGD	1.55%	30,076,399.484	11.49	10.98	11.09
B (acc) USD	2.96%	237,487.680	18.93	18.11	18.42
C (Qdis) USD	2.23%	918,924.558	13.04	12.70	13.28
F (Qdis) USD*	2.59%	74,417.007	10.91	-	-
I (Ydis) USD	0.84%	1,683,466.191	13.05	12.80	13.17
N (acc) EUR	2.15%	2,232,547.583	19.51	18.34	18.01
N (acc) EUR-H1 (hedged)	2.16%	707,845.199	9.94	9.62	10.03
W (acc) EUR	0.88%	6,150.000	10.76	10.05	9.74
W (acc) GBP-H1 (hedged)	0.88%	45,095.182	10.59	10.18	10.34
W (acc) USD	0.88%	1,057,118.672	11.96	11.32	11.28
X (Ydis) USD	0.27%	322,416.651	10.21	9.99	10.22
Z (acc) USD	1.15%	419,855.460	11.10	10.53	10.52

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Templeton Global Bond Fund – USD					
A (acc) CHF-H1 (hedged)	1.40%	3,157,783.096	11.95	12.40	12.07
A (acc) CZK-H1 (hedged)	1.40%	22,430,787.660	106.94	109.71	104.92
A (acc) EUR	1.40%	38,484,775.705	26.78	26.95	24.70
A (acc) EUR-H1 (hedged)	1.40%	29,871,564.270	19.90	20.62	20.03
A (acc) HKD	1.39%	1,959,705.069	13.36	13.66	12.93
A (acc) NOK-H1 (hedged)	1.40%	2,085,164.869	13.68	14.05	13.43
A (acc) SEK-H1 (hedged)	1.41%	4,254,316.835	12.47	12.91	12.53
A (acc) USD	1.40%	42,101,657.043	30.03	30.64	28.86
A (Mdis) AUD-H1 (hedged)	1.40%	6,981,417.658	9.43	9.99	10.16
A (Mdis) CAD-H1 (hedged)	1.40%	491,061.172	8.44	8.91	9.10
A (Mdis) EUR	1.40%	35,102,732.540	14.51	15.04	14.81
A (Mdis) EUR-H1 (hedged)	1.40%	28,882,148.910	9.60	10.25	10.69
A (Mdis) GBP	1.40%	1,925,872.205	12.30	13.49	13.12
A (Mdis) GBP-H1 (hedged)	1.40%	3,101,553.862	7.99	8.49	8.75
A (Mdis) HKD	1.40%	57,181,238.658	8.86	9.34	9.48
A (Mdis) RMB-H1 (hedged)	1.40%	74,394.010	95.44	100.16	100.68
A (Mdis) SGD	1.40%	9,125,829.084	9.47	10.01	10.20
A (Mdis) SGD-H1 (hedged)	1.40%	15,419,282.659	9.90	10.44	10.65
A (Mdis) USD	1.40%	158,309,623.622	16.26	17.09	17.29
A (Ydis) CHF-H1 (hedged)	1.40%	1,110,635.659	7.72	8.62	9.02
A (Ydis) EUR	1.40%	57,528,463.945	14.85	16.07	15.79
A (Ydis) EUR-H1 (hedged)	1.40%	55,305,984.600	7.69	8.59	8.96
AX (acc) USD	1.60%	7,219,691.898	22.47	22.95	21.67
B (Mdis) USD	2.90%	933,738.543	15.79	16.73	17.19
C (acc) USD	2.18%	2,107,497.068	9.78	10.02	9.51
C (Mdis) USD	2.18%	16,980,902.288	12.03	12.70	12.95
F (Mdis) USD	2.39%	13,777,887.421	8.29	8.76	8.95
I (acc) CHF-H1 (hedged)	0.85%	8,819,614.652	11.87	12.29	11.90
I (acc) EUR	0.84%	10,004,252.596	22.62	22.70	20.70
I (acc) EUR-H1 (hedged)	0.85%	11,384,269.432	17.11	17.68	17.06
I (acc) NOK-H1 (hedged)	0.86%	143,925,514.662	10.66	10.91	10.37
I (acc) USD	0.85%	32,420,158.943	25.52	25.97	24.34
I (Mdis) EUR	0.85%	1,574,824.851	12.44	12.87	12.60
I (Mdis) GBP	0.85%	4,042,598.933	11.77	12.87	12.46
I (Mdis) GBP-H1 (hedged)	0.85%	9,177,744.484	9.02	9.54	9.77
I (Mdis) JPY	0.85%	4,247,825.679	1,092.54	1,136.49	1,174.01
I (Mdis) JPY-H1 (hedged)	0.84%	5,724,231.038	788.58	837.99	865.77
I (Ydis) EUR	0.86%	1,960,724.180	13.33	14.39	14.06
I (Ydis) EUR-H1 (hedged)	0.85%	26,319,827.998	7.97	8.87	9.20
N (acc) EUR	2.09%	7,204,302.746	25.30	25.56	23.59
N (acc) EUR-H1 (hedged)	2.10%	13,059,494.322	18.87	19.63	19.19
N (acc) HUF	2.09%	3,746,884.979	159.34	157.16	147.79
N (acc) PLN-H1 (hedged)	2.10%	5,765,939.774	14.15	14.55	13.95
N (acc) USD	2.10%	9,678,376.563	28.37	29.05	27.56
N (Mdis) EUR-H1 (hedged)	2.10%	23,014,310.803	10.84	11.62	12.21
N (Mdis) USD	2.10%	7,596,605.447	8.43	8.89	9.06
N (Ydis) EUR-H1 (hedged)	2.10%	7,078,781.181	7.50	8.40	8.84
S (acc) EUR-H1 (hedged)*	0.54%	13,003,118.247	9.73	-	-
S (acc) USD	0.54%	25,251.121	11.11	11.28	10.56
S (Mdis) EUR	0.54%	4,559.360	8.49	8.77	8.58
W (acc) CHF-H1 (hedged)	0.90%	1,636,540.431	9.62	9.96	9.64
W (acc) EUR	0.90%	1,804,961.842	12.62	12.67	11.56
W (acc) EUR-H1 (hedged)	0.90%	10,214,719.756	11.14	11.51	11.11
W (acc) USD	0.90%	12,670,887.113	12.19	12.40	11.63
W (Mdis) EUR	0.90%	1,048,942.876	9.64	9.97	9.77
W (Mdis) GBP	0.90%	2,988,328.813	10.30	11.26	10.90
W (Mdis) GBP-H1 (hedged)	0.90%	2,504,761.449	8.51	9.01	9.23
W (Mdis) USD	0.90%	9,442,068.514	7.79	8.17	8.22
W (Ydis) CHF-H1 (hedged)	0.90%	224,966.187	8.85	9.85	9.77
W (Ydis) EUR	0.89%	1,904,250.519	9.83	10.61	10.37
W (Ydis) EUR-H1 (hedged)	0.91%	1,886,136.295	7.20	8.02	8.31
X (acc) EUR	0.15%	379.158	13.83	13.82	12.52
X (acc) EUR-H1 (hedged)	0.15%	16,481,794.491	10.78	11.10	10.64
X (acc) USD	0.29%	1,527,184.936	10.93	11.09	10.33
Y (acc) CAD	0.08%	1,007,161.489	11.50	11.76	10.97
Y (Mdis) USD	0.08%	500.000	9.66	10.09	10.06
Z (acc) EUR	1.10%	169,552.146	15.46	15.53	14.20
Z (acc) USD	1.10%	13,660,682.944	13.45	13.71	12.87
Z (Mdis) GBP-H1 (hedged)	1.09%	9,700.617	8.47	8.98	9.21
Z (Mdis) USD	1.10%	3,996,351.381	8.35	8.76	8.84
Z (Ydis) EUR-H1 (hedged)	1.10%	286,527.064	7.84	8.73	9.08

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Templeton Global Bond (Euro) Fund – EUR					
A (acc) EUR	1.44%	4,416,284.414	14.62	15.20	15.52
A (acc) USD	1.43%	88,446.356	9.29	9.79	10.27
A (Ydis) EUR	1.43%	4,697,736.306	8.24	9.02	9.63
I (acc) EUR	0.75%	941,992.154	15.30	15.85	16.09
N (acc) EUR	2.13%	2,654,918.627	13.04	13.60	13.99
N (Ydis) EUR	2.10%	1,895.049	7.98	8.71	9.29
W (acc) EUR	0.80%	445,895.489	10.16	10.53	10.69
X (acc) EUR	0.15%	1,804,503.000	9.45	9.76	9.84
Templeton Global Climate Change Fund – EUR					
A (acc) EUR	1.83%	1,419,337.919	24.41	21.97	21.76
A (acc) USD-H1 (hedged)	1.83%	22,308.840	11.96	10.61	10.18
A (Ydis) EUR	1.83%	28,955,008.082	21.60	19.63	19.59
B (acc) USD	3.13%	894.454	11.70	10.75	11.08
I (acc) EUR	0.98%	575,153.696	24.64	22.07	21.68
N (acc) EUR	2.58%	335,443.476	19.50	17.61	17.58
W (acc) EUR	1.03%	58,907.250	15.40	13.80	13.56
Z (acc) EUR	1.33%	5,779.555	13.97	12.54	12.36
Templeton Global Currency Fund – USD$^{\Omega}$					
A (acc) EUR	-	-	-	10.54	9.55
A (acc) EUR-H1 (hedged)	-	-	-	9.98	9.57
A (acc) USD	-	-	-	10.70	9.96
I (acc) EUR	-	-	-	10.71	9.64
I (acc) EUR-H1 (hedged)	-	-	-	10.14	9.67
I (acc) USD	-	-	-	10.86	10.05
N (acc) EUR	-	-	-	10.35	9.43
N (acc) EUR-H1 (hedged)	-	-	-	9.80	9.47
N (acc) USD	-	-	-	10.50	9.84
W (acc) EUR	-	-	-	10.67	9.62
W (acc) EUR-H1 (hedged)	-	-	-	10.12	9.66
W (acc) USD	-	-	-	10.45	9.68
Templeton Global Equity Income Fund – USD					
A (acc) EUR	1.60%	444,550.950	17.24	15.80	16.27
A (acc) USD	1.60%	1,234,084.055	15.37	14.27	15.11
A (Mdis) RMB-H1 (hedged)	1.80%	7,180.287	103.12	98.06	108.20
A (Mdis) SGD	1.87%	3,042,464.744	6.13	5.87	6.56
A (Mdis) USD	1.60%	4,626,673.166	9.51	9.05	10.00
AS (Mdis) SGD	1.75%	1,571,216.377	9.67	9.26	10.32
B (Qdis) USD	2.91%	259,982.357	8.69	8.33	9.34
N (Mdis) USD	2.57%	41,601.294	8.60	8.22	9.17
Y (Mdis) USD	0.08%	500.000	12.25	11.29	12.25
Templeton Global High Yield Fund – USD					
A (acc) EUR	1.70%	941,621.491	14.21	14.06	12.90
A (acc) USD	1.70%	477,457.589	15.93	15.98	15.06
A (Mdis) EUR	1.70%	8,978,009.790	6.66	6.85	6.81
A (Mdis) USD	1.70%	3,351,278.236	7.45	7.78	7.95
F (Mdis) USD*	2.69%	323,667.973	10.12	-	-
I (acc) EUR	0.91%	110,574.193	15.62	15.39	13.99
N (acc) EUR	2.20%	1,034,369.362	13.34	13.23	12.19
Templeton Global Income Fund – USD					
A (acc) EUR	1.69%	6,768,182.290	22.21	21.58	21.67
A (acc) EUR-H1 (hedged)	1.66%	497,926.449	9.85	9.84	10.48
A (acc) USD	1.69%	5,391,293.653	19.80	19.50	20.13
A (Mdis) SGD-H1 (hedged)	1.66%	14,769.752	8.38	8.49	9.32
A (Qdis) EUR-H1 (hedged)	1.66%	556,959.950	7.92	8.18	9.18
A (Qdis) HKD	1.69%	3,212,103.253	10.62	10.83	11.80
A (Qdis) USD	1.69%	5,784,390.841	12.25	12.46	13.51
B (Qdis) USD	3.00%	315,736.807	11.46	11.73	12.90
C (acc) USD	2.27%	93,450.539	10.01	9.89	10.26
C (Qdis) USD	2.27%	2,282,904.303	11.88	12.11	13.22
I (acc) EUR-H1 (hedged)	0.88%	556,333.977	10.31	10.27	10.86
I (acc) USD	0.89%	2,191,457.384	21.94	21.52	22.04
N (acc) EUR-H1 (hedged)	2.20%	301,478.231	9.36	9.38	10.04
N (acc) USD	2.19%	5,980,582.320	18.42	18.18	18.86
N (Qdis) EUR-H1 (hedged)	2.20%	1,675,496.973	7.73	8.01	9.02
S (acc) USD	0.68%	500.000	11.29	11.07	11.32
W (acc) EUR	0.91%	23,164.855	9.81	9.50	9.47
W (acc) USD	0.91%	147,151.023	10.38	10.18	10.43
Z (acc) USD	1.05%	446,023.647	16.05	15.75	16.16
Templeton Global Smaller Companies Fund – USD					
A (acc) USD	1.86%	853,831.508	44.88	41.68	44.77
A (Ydis) USD	1.86%	1,580,087.003	42.36	39.34	42.26
B (acc) USD	3.17%	5,729.797	11.15	10.42	11.34

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Templeton Global Smaller Companies Fund – USD (continued)					
I (acc) USD	1.08%	11,402.611	21.12	19.53	20.83
N (acc) USD	2.61%	110,674.097	28.83	26.88	29.09
Templeton Global Total Return Fund – USD					
A (acc) CHF-H1 (hedged)	1.40%	4,158,274.640	13.30	13.96	13.64
A (acc) EUR	1.40%	21,036,286.779	26.78	27.26	25.09
A (acc) EUR-H1 (hedged)	1.40%	28,939,432.350	19.78	20.72	20.21
A (acc) HKD	1.40%	7,731,397.469	14.49	14.99	14.24
A (acc) NOK-H1 (hedged)	1.41%	1,339,216.712	10.45	10.86	10.43
A (acc) PLN-H1 (hedged)	1.40%	2,782,987.737	87.61	90.82	86.86
A (acc) SEK-H1 (hedged)	1.40%	8,375,446.389	11.96	12.53	12.22
A (acc) USD	1.40%	55,502,237.469	30.05	31.01	29.33
A (Mdis) AUD-H1 (hedged)	1.41%	39,339,190.116	8.70	9.40	9.80
A (Mdis) EUR	1.40%	43,494,519.041	11.43	12.06	12.16
A (Mdis) EUR-H1 (hedged)	1.40%	66,550,900.004	7.52	8.18	8.73
A (Mdis) GBP	1.40%	3,377,693.938	9.68	10.80	10.77
A (Mdis) GBP-H1 (hedged)	1.40%	18,531,094.779	6.04	6.53	6.89
A (Mdis) HKD	1.40%	823,294,811.419	8.40	9.01	9.38
A (Mdis) RMB-H1 (hedged)	1.40%	2,918,936.690	87.91	93.88	96.67
A (Mdis) SGD	1.40%	28,983,450.155	8.73	9.40	9.80
A (Mdis) SGD-H1 (hedged)	1.40%	63,304,676.248	8.23	8.85	9.24
A (Mdis) USD	1.40%	216,569,999.271	12.77	13.67	14.16
A (Ydis) CHF-H1 (hedged)	1.41%	1,863,561.993	7.12	8.21	8.73
A (Ydis) EUR	1.40%	36,571,900.933	11.69	13.06	13.04
A (Ydis) EUR-H1 (hedged)	1.41%	30,569,834.399	7.27	8.39	8.89
B (acc) USD	2.91%	207,692.033	23.59	24.53	23.55
B (Mdis) USD	2.91%	1,588,958.743	11.87	12.80	13.46
C (acc) USD	2.18%	920,023.677	9.55	9.89	9.43
C (Mdis) USD	2.18%	14,678,416.329	10.97	11.78	12.30
F (Mdis) USD*	2.37%	46,623.299	10.05	-	-
I (acc) CHF-H1 (hedged)	0.86%	1,612,844.399	12.13	12.70	12.34
I (acc) EUR	0.85%	7,181,848.589	26.04	26.43	24.19
I (acc) EUR-H1 (hedged)	0.86%	11,665,341.503	18.58	19.42	18.83
I (acc) NOK-H1 (hedged)	0.84%	227,946.344	10.51	10.90	10.41
I (acc) USD	0.86%	25,416,926.901	29.17	30.01	28.23
I (acc) USD-H4 (BRL) (hedged)	0.84%	2,482,228.709	8.74	9.38	8.56
I (Mdis) EUR	0.86%	1,262,137.833	11.47	12.08	12.11
I (Mdis) GBP	0.90%	42,335.947	11.55	12.85	12.74
I (Mdis) GBP-H1 (hedged)	0.85%	1,865,793.239	8.79	9.46	9.94
I (Mdis) JPY	0.85%	23,683,289.205	1,016.99	1,076.47	1,138.77
I (Mdis) JPY-H1 (hedged)	0.85%	11,998,636.027	699.77	756.23	800.47
I (Mdis) USD*	0.85%	5,062,972.508	10.10	-	-
I (Qdis) USD	0.85%	4,425,996.780	8.41	9.01	9.28
I (Ydis) EUR	0.86%	836,368.560	11.97	13.35	13.24
I (Ydis) EUR-H1 (hedged)	0.86%	17,516,408.976	7.49	8.62	9.08
N (acc) EUR	2.10%	11,271,614.275	23.88	24.39	22.61
N (acc) EUR-H1 (hedged)	2.10%	19,696,521.136	17.54	18.45	18.10
N (acc) HUF	2.10%	5,744,345.479	169.53	169.10	159.63
N (acc) USD	2.10%	12,709,582.570	26.81	27.76	26.44
N (Mdis) EUR-H1 (hedged)	2.11%	46,579,358.064	8.63	9.42	10.13
N (Mdis) USD	2.10%	1,678,293.367	6.51	6.98	7.29
N (Ydis) EUR-H1 (hedged)	2.11%	6,784,767.448	7.06	8.18	8.74
S (acc) CHF-H1 (hedged)	0.54%	771,267.399	9.69	10.12	-
S (acc) EUR	0.54%	57,459.345	9.83	9.96	-
S (acc) EUR-H1 (hedged)	0.54%	142,580.857	10.10	10.53	10.17
S (acc) USD	0.54%	567,882.211	11.02	11.32	10.64
S (Mdis) EUR	0.54%	257,172.350	9.45	9.93	-
S (Mdis) GBP	0.54%	35,880.847	9.12	10.14	-
S (Mdis) GBP-H1 (hedged)	0.54%	1,031,126.411	9.39	10.11	-
S (Mdis) USD	0.54%	1,896,009.334	9.49	10.11	-
S (Ydis) USD	0.54%	2,267,847.734	7.32	8.26	8.41
W (acc) CHF-H1 (hedged)	0.92%	832,115.307	9.42	9.87	9.59
W (acc) EUR	0.90%	2,090,956.203	12.95	13.15	12.04
W (acc) EUR-H1 (hedged)	0.91%	3,879,562.197	11.38	11.89	11.53
W (acc) GBP-H1 (hedged)	0.90%	218,165.708	10.16	10.56	10.10
W (acc) PLN-H1 (hedged)	0.90%	3,999.888	96.40	99.77	94.70
W (acc) USD	0.90%	6,820,175.844	12.47	12.84	12.08
W (Mdis) EUR	0.90%	9,145,033.573	8.78	9.24	9.27
W (Mdis) GBP	0.91%	1,188,417.448	9.48	10.55	10.46
W (Mdis) GBP-H1 (hedged)	0.91%	972,394.524	6.76	7.28	7.64
W (Mdis) USD	0.91%	11,611,963.760	7.06	7.53	7.76
W (Ydis) CHF-H1 (hedged)	0.89%	18,963.000	8.33	9.58	9.58
W (Ydis) EUR	0.90%	955,709.712	8.86	9.87	9.80
W (Ydis) EUR-H1 (hedged)	0.90%	110,378.535	8.21	9.44	9.51
X (acc) USD	0.29%	8,883,448.893	10.01	10.27	9.60

Statistical Information (continued)

	Total Expense Ratio December 31, 2019 (See Note 26)	Shares Outstanding December 31, 2019	Net Asset Value per Share		
			December 31, 2019	June 30, 2019	June 30, 2018
Templeton Global Total Return Fund – USD (continued)					
X (Ydis) USD	0.29%	312,052.713	8.27	9.32	9.44
Y (Mdis) USD	0.09%	1,586,998.234	8.94	9.50	9.71
Z (acc) USD	1.08%	11,371,506.799	14.56	15.00	14.14
Z (Mdis) GBP-H1 (hedged)	1.10%	522,633.987	7.75	8.36	8.80
Z (Mdis) USD	1.10%	2,892,237.409	7.77	8.30	8.57
Z (Ydis) EUR-H1 (hedged)	1.11%	1,144,999.534	7.34	8.46	8.93
Templeton Growth (Euro) Fund – EUR					
A (acc) EUR	1.83%	371,351,907.576	17.97	16.67	17.45
A (acc) USD	1.83%	13,118,410.382	20.17	18.97	20.41
A (Ydis) EUR	1.83%	14,013,212.394	17.90	16.77	17.66
A (Ydis) USD	1.83%	1,327,221.641	20.03	19.02	20.59
B (Ydis) EUR	3.13%	8,485.281	11.79	11.02	11.68
I (acc) EUR	0.98%	692,748.376	20.99	19.39	20.14
I (Ydis) EUR	0.96%	3,400.000	16.83	15.85	16.69
I (Ydis) USD	0.96%	38,713.131	19.01	18.14	19.61
N (acc) EUR	2.58%	1,572,588.913	15.45	14.39	15.18
W (acc) EUR	1.01%	1,545.286	10.31	9.53	9.89
W (acc) USD	1.01%	3,056.694	10.90	10.22	10.90
W (Ydis) EUR	1.01%	868.779	9.91	9.33	9.82
Templeton Latin America Fund – USD					
A (acc) EUR	2.27%	1,144,699.569	9.81	9.09	7.29
A (acc) SGD	2.27%	1,742,926.350	7.76	7.33	6.08
A (acc) USD	2.27%	1,621,625.404	70.72	66.43	54.71
A (Ydis) EUR	2.27%	215,910.949	54.83	51.39	41.63
A (Ydis) GBP	2.27%	19,614.588	46.63	46.21	37.00
A (Ydis) USD	2.27%	11,518,899.939	61.41	58.36	48.58
B (acc) USD	3.58%	58,649.316	12.17	11.50	9.60
C (acc) USD	2.84%	180,987.130	13.39	12.62	10.45
I (acc) USD	1.27%	477,184.328	23.47	21.93	17.88
I (Ydis) EUR-H2 (hedged)	1.27%	3,673,122.532	8.57	8.24	7.34
N (acc) PLN-H1 (hedged)	2.77%	2,615,969.482	8.43	8.00	6.69
N (acc) USD	2.76%	661,669.815	35.75	33.66	27.87
W (acc) GBP	1.31%	94,148.581	11.82	11.52	9.04
W (Ydis) USD	1.31%	417,605.412	8.99	8.58	7.15
X (acc) USD	0.25%	500.000	11.60	10.78	8.71
Z (acc) GBP	1.76%	3,629.669	11.53	11.26	8.88
Templeton Thailand Fund – USD[Ω]					
A (acc) SGD	-	-	-	24.57	21.29
A (acc) USD	-	-	-	32.28	27.78
B (acc) USD	-	-	-	29.51	25.73
N (acc) USD	-	-	-	39.54	34.20
W (acc) USD	-	-	-	17.13	14.60

[Ω]This Fund / share class was closed during the period

[*]This Fund / share class was launched during the period

[**]Net Asset Value per Share as at December 31, 2019 is different from that published due to a security pricing error.

Notes to the Financial Statements

For the period ended December 31, 2019

Note 1 — The Company

Franklin Templeton Investment Funds ("FTIF" or the "Company") is a collective investment undertaking pursuant to Part I of the amended Luxembourg law of December 17, 2010 on undertakings for collective investment and qualifies as a société d'investissement à capital variable. The Company was incorporated in Luxembourg on November 6, 1990, for an undetermined period. At the date of this report, it offers shares in 78 sub-funds of the Company (the "Funds"). The Board of Directors of the Company may authorise the creation of additional Funds in future with different investment objectives.

The Company aims to provide investors with a choice of Funds investing in a wide range of transferable securities and other eligible assets on a worldwide basis and featuring a diverse array of investment objectives, including capital growth and income. The overall objective of the Company is to seek to minimise investment exposure through diversification and to provide Shareholders with the benefit of a portfolio managed by Franklin Templeton Investments, according to its successful time-tested investment selection methods.

Fund closures

The Franklin Asia Credit Fund closed on July 22, 2019.

The Franklin Brazil Opportunities Fund closed on July 25, 2019.

The Franklin K2 Global Macro Opportunities Fund closed on September 30, 2019.

The Templeton Global Currency Fund closed on October 3, 2019.

As at December 31, 2019, the liquidation of the above Funds was not complete. There were remaining cash at bank balances to cover outstanding liabilities.

Fund	Currency	Cash at bank
Franklin Asia Credit Fund	USD	13,404
Franklin Brazil Opportunities Fund	USD	30,252
Franklin K2 Global Macro Opportunities Fund	USD	80,573
Templeton Global Currency Fund	USD	12,207

As of February 15, 2020, the above cash balances are still open. The cash accounts will be closed as soon as all invoices are paid.

Fund launches

The Franklin Innovation Fund launched on November 8, 2019.

The Franklin Systematic Style Premia Fund launched on December 13, 2019.

Fund name changes

The Templeton Emerging Markets Balanced Fund is renamed Templeton Emerging Markets Dynamic Income Fund from September 2, 2019.

Fund mergers

On December 13, 2019, Templeton Thailand Fund was merged into Templeton Asian Growth Fund. The conversions of Shares were based on the following ratios:

- For 1 Templeton Thailand Fund - Class A (acc) USD, the Shareholder received 0.78579131 Shares of Templeton Asian Growth Fund - Class A (acc) USD;
- For 1 Templeton Thailand Fund - Class A (acc) SGD, the Shareholder received 2.32777559 Shares of Templeton Asian Growth Fund - Class A (acc) SGD;
- For 1 Templeton Thailand Fund - Class B (acc) USD, the Shareholder received 1.78974976 Shares of Templeton Asian Growth Fund - Class B (acc) USD;
- For 1 Templeton Thailand Fund - Class N (acc) USD, the Shareholder received 0.71879021 Shares of Templeton Asian Growth Fund - Class N (acc) USD;
- For 1 Templeton Thailand Fund - Class W (acc) USD, the Shareholder received 1.19874846 Shares of Templeton Asian Growth Fund - Class W (acc) USD.

Note 2 — Significant accounting policies

(a) General

The financial statements are prepared in accordance with the regulations of the Grand Duchy of Luxembourg relating to investment funds under the going concern basis of accounting except for Franklin Global Listed Infrastructure Fund. As indicated in Note 30, this Fund was liquidated within 12 months following December 31, 2019. As such, the financial statements for this Fund have been prepared on a non-going concern basis. The application of the non-going concern basis of accounting has not lead to material adjustments to the Fund's published net asset value.

(b) Investment in securities

Securities which are listed on a stock exchange or traded on any other organised market are valued at the last available price on such exchange or market which is normally the principal market for each security, and those securities dealt in on an over-the-counter market are valued in a manner as near as possible to that for quoted securities.

Securities not listed on any stock exchange nor traded on any organised market are valued at the last available price, or if such price is not representative of their fair value, they are valued prudently and in good faith on the basis of their reasonably foreseeable sales prices.

The Company has procedures to determine the fair value of individual securities and other assets for which market prices are not readily available or which may not be reliably priced. In such circumstances, the price of such investment shall be adjusted in accordance with the procedures adopted, as determined by or under the direction of the Board of Directors.

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 2 — Significant accounting policies (continued)

(b) Investment in securities (continued)

During the accounting period under review, gains and losses on investment securities sold were computed on the average cost basis for all Funds with the exception of the Franklin High Yield Fund, the Franklin Income Fund, the Franklin U.S. Government Fund, the Templeton Asian Bond Fund and the Templeton BRIC Fund which were computed on the first-in, first-out basis.

During the accounting period under review, discounts and premiums were amortised to income over the period to maturity.

For mortgage-backed and other similar holdings with scheduled debt paydowns, the Funds record accruals, based on their historical experience, for anticipated paydowns. Such accruals are recorded as a reduction or increase to the related holdings as disclosed on the Schedule of Investments and are included in the related unrealised appreciation/depreciation on investments shown on the "Statement of Operations and Changes in Net Assets".

Money market instruments are valued at market value.

(c) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at the forward rate applicable at the "Statement of Net Assets" date for the remaining period, until maturity. Gains or losses resulting from forward foreign exchange contracts are recognised in the "Statement of Operations and Changes in Net Assets".

(d) Financial future contracts

The Company may enter into financial future contracts to gain exposure to market changes. A financial future contract is an agreement between two parties to buy or sell a security for a set price on a future date. Required initial margin deposits of cash or securities are maintained by a broker in a segregated account. Subsequent payments, known as variation margin, are made or received by the Company depending on the fluctuations in the value of the underlying securities. Such variation margin is accounted for as unrealised gains or losses until the contract is closed, at which time the gains or losses are reclassified to realised gains or losses. Realised and unrealised gains and losses are included in the "Statement of Operations and Changes in Net Assets".

(e) Interest rate swap contracts

Interest rate swap contracts are used to hedge the risk of changes in interest rates and are agreements between two parties to exchange cash flows based on a notional principal amount. The net interest received or paid on interest rate swap contract agreements is accrued daily as interest income/expense.

Interest rate swap contracts are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of interest rate swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

(f) Inflation swap contracts

An inflation swap contract is a bilateral agreement used to transfer inflation risk from one party to another through an exchange of cash flows.

Inflation swap contracts are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of inflation swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

(g) Cross currency swap contracts

A cross currency swap is an agreement between two parties to exchange interest payments and principals denominated in two different currencies. Cross currency swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets".

When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of cross currency swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

(h) Total return swap contracts

A total return swap is an agreement in which one party makes payments based on a set rate, either fixed or variable, while the other party makes payments based on the return of an underlying asset, which includes both the income it generates and any capital gains.

Total return swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets".

When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of total return swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 2 — Significant accounting policies (continued)

(i) Credit default swap contracts

A credit default swap contract is a credit derivative transaction in which two parties enter into an agreement, whereby one party pays the other a fixed periodic payment for the specified life of the agreement. The other party makes no payments unless a credit event, relating to a predetermined reference asset, occurs. If such an event occurs, the party will then make a payment to the first party, and the swap will terminate. The value of the underlying securities shall be taken into account for the calculation of the investment and borrowing powers applicable to individual users.

Credit default swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". Any payment received or paid to initiate a contract is recorded as a liability or asset in the "Statement of Net Assets". When the swap contract is terminated early, the Fund records a realised gain or loss for any payments received or paid.

The risks of credit default swap contracts include unfavourable changes in interest rates, an illiquid secondary market and the possible inability of the counterparty to fulfil its obligations under the agreement, which may be in excess of the amount reflected in the "Statement of Net Assets".

(j) Option contracts

Options are contracts entitling the holder to purchase or sell a specified number of shares or units of a particular security at a specified price at any time until the contract-stated expiration date. Options purchased are recorded as investments; options written (sold) are recorded as liabilities. When the exercise of an option results in a cash settlement, the difference between the premium (original option value) and the settlement proceeds is accounted for as a realised gain or loss. When securities are acquired or delivered upon exercise of an option, the acquisition cost or sale proceeds are adjusted by the amount of the premium. When an option is closed, the difference between the premium and the cost to close the position is accounted for as a realised gain or loss. When an option expires, the premium is accounted for as a realised gain for options written or as a realised loss for options purchased.

The risks include price movements in the underlying securities, the possibility there may be an illiquid options market, or the inability of the counterparties to fulfil their obligations under the contract.

The Company writes options on securities, futures and interest rate swaps ("swaptions"). These options are settled in cash and subject the Company to unlimited risk of loss. The Company, however, is not subject to credit risk on written options as the counterparty has already performed its obligation by paying the premium at the inception of the contract.

The market values are recorded under "Option Contracts at Market Value" in the "Statement of Net Assets".

(k) Foreign exchange transactions

Transactions expressed in currencies other than each Fund's currency are translated into each Fund's currency at the exchange rates applicable on the transaction dates.

Assets and liabilities designated in currencies other than each Fund's currency are translated into each Fund's currency at the appropriate exchange rates ruling at the period-end. Gains and losses on foreign exchange transactions are recognised in the "Statement of Operations and Changes in Net Assets" in determining the results for the accounting period.

The reference currency of the Company as reflected in the financial statements is U.S. dollar. The principal exchange rates applied as at December 31, 2019, are as follows:

AUD	1.4252120	EUR	0.8917027	NOK	8.7775000
CAD	1.2986000	GBP	0.7550304	PLN	3.7931000
CHF	0.9676500	HKD	7.7923000	SEK	9.3662000
CNH	6.9620000	HUF	295.0300000	SGD	1.3452000
CZK	22.6765000	JPY	108.6750000	ZAR	14.0047000

The list of the currency abbreviations is available in note 29.

(l) Mortgage dollar rolls

In a mortgage dollar roll, a Fund sells mortgage-backed securities for delivery in the current month and simultaneously contracts to repurchase substantially similar (name, type, coupon, and maturity) securities on a specified future date. During the period between the sale and repurchase, the Fund foregoes principal and interest paid on the mortgage-backed securities. The Fund is compensated by the difference between the current sales price and the lower forward price for the future purchase, as well as by the interest earned on the cash proceeds of the initial sale.

Mortgage dollar rolls are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets".

The difference between the current sales price and the lower forward price is treated as realised gain.

The market values are recorded under "Investment in mortgage dollar rolls at market value" or under "Open Short Positions on mortgage dollar rolls" in the "Statement of Net Assets".

(m) Income

Dividends are credited to income on their ex-dividend date. Interest income is accrued on a daily basis and includes the amortisation of premiums and accretion of discounts, where applicable.

(n) Securities lending

Unless otherwise provided in the relevant Fund's investment policy, a Fund may utilise up to 50% of its assets for securities lending transactions. The volume of the securities lending transactions of each Fund shall be kept at an appropriate level or each Fund shall be entitled to request the return of the securities lent in a manner that enables it, at all times, to meet its redemption obligations and that these transactions

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 2 — Significant accounting policies (continued)

(n) Securities lending (continued)

do not jeopardise the management of each Fund's assets in accordance with its investment policy. The counterparties to securities lending transactions must have a minimum credit rating of A- or better, as rated by Standard & Poor's, Moody's or Fitch, at the time of the transactions. Loans will be secured continuously by collateral which must at least equal the value of the securities lent. Securities lending income is disclosed under the caption "Securities lending" in the "Statement of Operations and Changes in Net Assets". Any transaction expenses in connection with the loans are charged to the concerned Fund.

(o) Formation expenses

Formation expenses associated with the launch of the new Funds are expensed as incurred.

(p) Swing pricing

A Fund may suffer dilution of the net asset value per share due to investors buying or selling shares in a Fund at a price that does not reflect dealing and other costs that arise when security trades are undertaken by the Investment Manager to accommodate cash inflows or outflows.

In order to counter this impact, a swing pricing mechanism may be adopted to protect the interests of Shareholders of the Fund. If on any valuation date, the aggregate net capital activity of a Fund exceeds a pre-determined threshold, as determined and reviewed for each Fund on a periodic basis, the net asset value per share will be adjusted upwards or downwards to reflect net capital inflows or net capital outflows respectively.

The net capital inflows and net capital outflows will be determined based on the latest available information at the time of calculation of the net asset value per share. The swing pricing mechanism may be applied across all Funds. The extent of the price adjustment is set to reflect dealing and other costs. Such adjustment may vary from Fund to Fund and will not exceed 2% of the original net asset value per share.

In the case of a swing pricing event on the last day of the annual/semi-annual period, the net assets as disclosed in the "Statement of Net Assets", exclude the swing pricing adjustment, however, the net asset value per share as at year/semi-annual period end, as disclosed in the Statistical Information, would include the swing pricing adjustment.

During the period ended December 31, 2019, swing pricing adjustments affected the net asset value per share of the following Funds:

- Franklin Emerging Markets Debt Opportunities Hard Currency Fund
- Franklin Euro Government Bond Fund
- Franklin Euro Short Duration Bond Fund
- Franklin European Corporate Bond Fund
- Franklin European Small-Mid Cap Fund
- Franklin Japan Fund
- Franklin MENA Fund
- Franklin NextStep Growth Fund
- Franklin World Perspectives Fund
- Templeton Emerging Markets Local Currency Bond Fund
- Templeton Global Bond (Euro) Fund
- Templeton Global Equity Income Fund
- Templeton Thailand Fund

Note 3 — Cross Funds investments

Some Funds may invest into units of UCITS and other open and closed end UCIs which may include other Funds of Franklin Templeton Investment Funds. As at December 31, 2019, the following Funds held shares issued by another Fund of the Company.

	Currency	Investment in securities at market value as per Statement of Net Assets	Market value of Cross Funds investments	Investment in securities at market value after deduction of Cross Funds investments
Franklin Diversified Balanced Fund	EUR	204,827,433	1,691,244	203,136,189
Franklin Diversified Conservative Fund	EUR	207,989,078	1,684,257	206,304,821
Franklin Diversified Dynamic Fund	EUR	120,160,624	1,288,359	118,872,265
Franklin European Income Fund	EUR	19,904,230	590,490	19,313,740
Franklin NextStep Balanced Growth Fund	USD	104,669,608	17,815,705	86,853,903
Franklin NextStep Conservative Fund	USD	40,428,499	9,389,040	31,039,459
Franklin NextStep Dynamic Growth Fund	USD	20,205,930	2,625,172	17,580,758
Franklin NextStep Growth Fund	USD	21,557,179	2,672,815	18,884,364
Franklin NextStep Moderate Fund	USD	64,418,831	10,329,707	54,089,124
Franklin NextStep Stable Growth Fund	USD	14,759,652	3,936,711	10,822,941
Templeton Emerging Markets Dynamic Income Fund	USD	137,395,796	8,540,323	128,855,473

The total combined net assets at period-end without Cross Funds investments would amount to USD 88,929,340,662

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 4 — Time deposits ("TDs")

As at December 31, 2019, the Company had the following cash on time deposits:

Fund Counterparty		Value of TDs in Fund currency
Franklin GCC Bond Fund		
National Australia Bank	USD	12,000,000
Royal Bank of Canada	USD	12,000,000
		24,000,000
Franklin Global Listed Infrastructure Fund		
National Australia Bank	USD	1,000,000
Royal Bank of Canada	USD	1,100,000
		2,100,000
Franklin Global Real Estate Fund		
Royal Bank of Canada	USD	2,000,000
Franklin Global Small-Mid Cap Fund		
Royal Bank of Canada	USD	2,000,000
Franklin K2 Alternative Strategies Fund		
National Australia Bank	USD	353,208,700
Royal Bank of Canada	USD	353,208,700
		706,417,400
Franklin K2 Long Short Credit Fund		
National Australia Bank	USD	12,853,400
Royal Bank of Canada	USD	12,853,400
		25,706,800
Franklin MENA Fund		
Royal Bank of Canada	USD	1,000,000
Franklin NextStep Balanced Growth Fund		
National Australia Bank	USD	700,000
Royal Bank of Canada	USD	700,000
		1,400,000
Franklin NextStep Conservative Fund		
National Australia Bank	USD	600,000
Royal Bank of Canada	USD	600,000
		1,200,000
Franklin NextStep Dynamic Growth Fund		
National Australia Bank	USD	200,000
Royal Bank of Canada	USD	300,000
		500,000
Franklin NextStep Growth Fund		
National Australia Bank	USD	100,000
Royal Bank of Canada	USD	100,000
		200,000
Franklin NextStep Moderate Fund		
National Australia Bank	USD	600,000
Royal Bank of Canada	USD	700,000
		1,300,000

Fund Counterparty		Value of TDs in Fund currency
Franklin NextStep Stable Growth Fund		
National Australia Bank	USD	200,000
Royal Bank of Canada	USD	200,000
		400,000
Franklin World Perspectives Fund		
National Bank of Canada	USD	10,000,000
Templeton Asian Growth Fund		
National Australia Bank	USD	13,000,000
National Bank of Canada	USD	30,000,000
Royal Bank of Canada	USD	20,000,000
		63,000,000
Templeton Asian Smaller Companies Fund		
National Australia Bank	USD	4,000,000
National Bank of Canada	USD	62,000,000
Royal Bank of Canada	USD	9,000,000
		75,000,000
Templeton BRIC Fund		
Royal Bank of Canada	USD	8,000,000
Templeton China Fund		
Royal Bank of Canada	USD	14,000,000
Templeton Emerging Markets Fund		
Royal Bank of Canada	USD	2,000,000
Templeton Frontier Markets Fund		
Royal Bank of Canada	USD	5,000,000
Templeton Global Fund		
Royal Bank of Canada	USD	12,000,000
Templeton Global Equity Income Fund		
Royal Bank of Canada	USD	4,000,000
Templeton Global Smaller Companies Fund		
Royal Bank of Canada	USD	5,000,000
Templeton Growth (Euro) Fund		
Credit Agricole CIB US	EUR	113,246,243
Royal Bank of Canada	EUR	178,340,540
Standard Chartered	EUR	98,614,805
		390,201,588
Templeton Latin America Fund		
National Australia Bank	USD	4,000,000
Royal Bank of Canada	USD	3,000,000
		7,000,000

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Biotechnology Discovery Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	1,971,487	USD	2,000,439	10-Jan-20	38,440
EUR	8,324,752	USD	9,259,606	10-Jan-20	82,175
USD	76,183	CHF	75,324	10-Jan-20	(1,715)
USD	5,220,371	EUR	4,687,772	10-Jan-20	(40,101)
					78,799

The above contracts were open with the following counterparties:	
Bank of America	5,323
Barclays	8,324
BNP Paribas	6,941
Citigroup	6,091
Credit Suisse	3,400
Goldman Sachs	5,672
HSBC	8,471
JPMorgan	5,564
Morgan Stanley	6,501
The Bank of New York Mellon	4,141
Toronto–Dominion Bank	8,561
UBS	9,810
	78,799

Franklin Diversified Balanced Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	79,487,283	EUR	3,116,297	20-Jan-20	5,409
SGD	145,169	EUR	96,063	20-Jan-20	57
USD	109,648	EUR	98,316	21-Jan-20	(674)
					4,792
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	6,605,772	USD	7,381,000	25-Feb-20	47,091
EUR	3,732,794	USD	4,160,000	26-Feb-20	36,483
EUR	4,232,449	USD	4,717,000	27-Feb-20	41,477
EUR	4,200,911	USD	4,683,000	28-Feb-20	40,398
					165,449
					170,241

The above contracts were open with the following counterparties:	
Bank of America	639
Barclays	4
BNP Paribas	367
Citigroup	458
Goldman Sachs	106
HSBC	623
JPMorgan	1,024
Morgan Stanley	166,909
The Bank of New York Mellon	41
UBS	70
	170,241

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Conservative Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	97,969,629	EUR	3,841,074	20-Jan-20	6,487
SGD	142,689	EUR	94,422	20-Jan-20	55
USD	704,502	EUR	631,965	21-Jan-20	(4,603)
					1,939
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	6,441,098	USD	7,197,000	25-Feb-20	45,917
EUR	7,175,010	USD	7,996,000	26-Feb-20	70,275
EUR	3,136,786	USD	3,496,000	27-Feb-20	30,652
EUR	3,155,110	USD	3,517,000	28-Feb-20	30,506
					177,350
					179,289

The above contracts were open with the following counterparties:	
Bank of America	883
Barclays	(298)
BNP Paribas	71
Citigroup	(1,859)
Goldman Sachs	145
HSBC	839
JPMorgan	949
Morgan Stanley	178,980
UBS	(421)
	179,289

Franklin Diversified Dynamic Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	82,678,520	EUR	3,239,007	10-Jan-20	10,085
NOK	1,355,680	EUR	133,580	10-Jan-20	4,061
SEK	903,169	EUR	85,855	10-Jan-20	118
SGD	152,321	EUR	100,754	10-Jan-20	157
USD	110,381	EUR	99,254	10-Jan-20	(891)
					13,530
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	4,209,043	USD	4,703,000	25-Feb-20	30,005
EUR	529,432	USD	590,000	26-Feb-20	5,196
EUR	2,304,141	USD	2,568,000	27-Feb-20	22,518
					57,719
					71,249

The above contracts were open with the following counterparties:	
Bank of America	1,165
Barclays	1,595
BNP Paribas	375
Citigroup	1,409
Goldman Sachs	1,930
HSBC	1,319
JPMorgan	2,978
Morgan Stanley	59,771
Toronto–Dominion Bank	309
UBS	398
	71,249

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Emerging Markets Debt Opportunities Hard Currency Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	550,282	USD	611,984	10-Jan-20	5,525
Forward foreign exchange contracts used for efficient portfolio management:					
USD	2,317,958	EUR	2,089,000	03-Mar-20	(33,983)
					(28,458)

The above contracts were open with the following counterparties:	
Barclays	90
BNP Paribas	104
Citigroup	(33,983)
Morgan Stanley	950
UBS	4,381
	(28,458)

Franklin Euro High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	12,621,242	EUR	11,321,463	21-Jan-20	(82,229)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	17,479,830	GBP	15,531,150	14-Jan-20	(853,851)
GBP	1,300,000	EUR	1,504,720	14-Jan-20	29,860
EUR	27,761,766	USD	30,920,000	03-Mar-20	298,559
					(525,432)
					(607,661)

The above contracts were open with the following counterparties:	
Bank of America	(2,558)
Barclays	(3,102)
BNP Paribas	(14,109)
Citigroup	(5,306)
Deutsche Bank	298,559
Goldman Sachs	(10,874)
HSBC	(10,624)
JPMorgan	(16,547)
Morgan Stanley	(832,168)
UBS	(10,932)
	(607,661)

Franklin Euro Short Duration Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	25,441,244	EUR	22,792,333	21-Jan-20	(136,867)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	3,258,849	GBP	2,775,000	03-Mar-20	(11,287)
					(148,154)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Euro Short Duration Bond Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	(122,323)
Citigroup	(19,626)
JPMorgan	(708)
Toronto–Dominion Bank	(5,497)
	(148,154)

Franklin European Dividend Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CHF	110,319	EUR	100,887	15-Jan-20	785
EUR	4,989	USD	5,549	15-Jan-20	46
PLN	24,677,413	EUR	5,750,242	15-Jan-20	45,781
SGD	144,388	EUR	95,331	15-Jan-20	302
USD	173,476	EUR	155,449	15-Jan-20	(911)
					46,003

The above contracts were open with the following counterparties:	
Bank of America	4,693
Barclays	3,379
BNP Paribas	3,453
Citigroup	5,090
Deutsche Bank	3,632
Goldman Sachs	4,630
HSBC	3,189
JPMorgan	6,285
Morgan Stanley	3,653
Toronto–Dominion Bank	3,926
UBS	4,073
	46,003

Franklin European Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
NOK	6,797,163	EUR	669,512	10-Jan-20	20,598
SGD	3,173,305	EUR	2,099,280	10-Jan-20	3,045
USD	13,470,908	EUR	12,112,469	10-Jan-20	(108,135)
					(84,492)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin European Growth Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	(8,086)
Barclays	(12,500)
BNP Paribas	(9,286)
Citigroup	(10,462)
Credit Suisse	(8,499)
Goldman Sachs	(8,285)
HSBC	(14,496)
JPMorgan	(7,235)
Morgan Stanley	(596)
The Bank of New York Mellon	705
Toronto–Dominion Bank	1,914
UBS	(7,666)
	(84,492)

Franklin European Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
SGD	598,049	EUR	394,872	15-Jan-20	1,227
USD	149,935	EUR	134,329	15-Jan-20	(761)
					466
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	137,119	CHF	150,000	03-Mar-20	(1,179)
EUR	603,863	PLN	2,600,000	03-Mar-20	(5,058)
GBP	165,000	EUR	193,808	03-Mar-20	632
SEK	4,400,000	EUR	415,664	03-Mar-20	2,855
					(2,750)
					(2,284)

The above contracts were open with the following counterparties:	
Bank of America	(81)
Barclays	(2,862)
BNP Paribas	158
Citigroup	176
Deutsche Bank	(11)
Goldman Sachs	(33)
HSBC	(47)
JPMorgan	7
Morgan Stanley	130
Toronto–Dominion Bank	137
UBS	142
	(2,284)

Franklin European Small-Mid Cap Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	583,165	EUR	524,323	10-Jan-20	(4,647)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin European Small-Mid Cap Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	(73)
Barclays	(336)
BNP Paribas	(223)
Citigroup	(1,797)
Goldman Sachs	(754)
HSBC	(198)
JPMorgan	(509)
Morgan Stanley	(335)
Toronto–Dominion Bank	(203)
UBS	(219)
	(4,647)

Franklin European Total Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
EUR	269,772	PLN	1,153,724	15-Jan-20	(1,205)
EUR	3,998	SEK	41,712	15-Jan-20	27
NOK	1,925,634	EUR	189,663	15-Jan-20	5,786
PLN	34,849,906	EUR	8,119,481	15-Jan-20	65,773
SEK	927,693	EUR	88,763	15-Jan-20	(462)
					69,919
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	1,761,540	GBP	1,500,000	03-Mar-20	(6,101)
EUR	8,135,802	HUF	2,699,108,130	03-Mar-20	(15,584)
EUR	16,339,564	DKK	122,000,000	11-Mar-20	5,413
					(16,272)
					53,647

The above contracts were open with the following counterparties:	
Bank of America	9,771
Barclays	1,897
BNP Paribas	6,911
Citigroup	5,891
Deutsche Bank	(42)
Goldman Sachs	8,997
HSBC	11,796
JPMorgan	(1,239)
Morgan Stanley	9,282
Toronto–Dominion Bank	217
UBS	166
	53,647

Franklin Flexible Alpha Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	1,193,212	USD	1,332,123	15-Jan-20	7,292
GBP	232,878,416	USD	307,138,252	15-Jan-20	1,435,024
NOK	875,309	USD	96,234	15-Jan-20	3,495
SEK	883,925	USD	94,428	15-Jan-20	16
USD	4,010	EUR	3,598	15-Jan-20	(29)
					1,445,798

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
AUD	2,900,000	USD	1,999,007	09-Jan-20	36,253
USD	8,273,539	AUD	12,261,000	09-Jan-20	(331,399)
USD	988,537	AUD	1,450,000	28-Jan-20	(29,594)
JPY	732,000,000	USD	6,928,693	29-Jan-20	(181,946)
CAD	500,000	USD	377,916	30-Jan-20	7,176
MXN	18,820,000	USD	931,614	30-Jan-20	58,318
NOK	20,100,000	USD	2,229,410	30-Jan-20	60,856
USD	828,831	CAD	1,100,000	30-Jan-20	(18,371)
USD	3,297,615	DKK	21,878,111	30-Jan-20	7,276
USD	10,144,818	EUR	8,989,276	30-Jan-20	44,368
USD	956,641	MXN	18,820,000	30-Jan-20	(33,291)
USD	278,493	EUR	250,000	10-Feb-20	(2,597)
IDR	10,337,000,000	USD	723,728	18-Feb-20	20,620
USD	12,041,115	CNH	86,250,000	24-Feb-20	(332,622)
JPY	350,000,000	USD	3,240,815	13-Mar-20	(6,759)
NOK	29,100,000	USD	3,249,581	16-Mar-20	66,466
SEK	21,300,000	USD	2,173,148	16-Mar-20	109,326
USD	3,781,094	CAD	5,000,000	16-Mar-20	(70,231)
USD	310,969	CHF	302,550	16-Mar-20	(3,396)
USD	22,350,985	EUR	20,010,873	16-Mar-20	(197,664)
USD	2,239,418	SEK	21,300,000	16-Mar-20	(43,056)
USD	2,046,973	NZD	3,100,000	19-Mar-20	(41,564)
USD	857,361	KRW	1,000,000,000	25-Mar-20	(10,030)
TRY	2,400,000	USD	380,560	15-Apr-20	12,058
					(879,803)
					565,995

The above contracts were open with the following counterparties:	
Bank of America	108,686
Barclays	71,244
BNP Paribas	253
Citigroup	96,339
Deutsche Bank	(57,538)
Goldman Sachs	2,032
HSBC	284
JPMorgan	154,000
Morgan Stanley	190,668
UBS	27
	565,995

Franklin GCC Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	45,186,203	USD	50,387,901	21-Jan-20	354,481

The above contracts were open with the following counterparties:	
Bank of America	36,517
Barclays	25,532
Citigroup	13,696
Goldman Sachs	674
JPMorgan	45,551
Morgan Stanley	156,078
Toronto–Dominion Bank	76,433
	354,481

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Aggregate Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	815,104	USD	908,720	21-Jan-20	6,613
USD	97,281	EUR	86,918	21-Jan-20	(325)
					6,288
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	558,749	PLN	2,400,000	14-Jan-20	(5,587)
GBP	640,000	USD	796,499	14-Jan-20	51,502
JPY	80,500,000	EUR	685,912	14-Jan-20	(28,580)
JPY	215,000,000	USD	2,028,455	14-Jan-20	(48,511)
NOK	9,350,000	EUR	924,705	14-Jan-20	27,351
USD	761,445	AUD	1,125,000	14-Jan-20	(28,198)
USD	1,433,831	EUR	1,295,000	14-Jan-20	(19,752)
USD	925,249	JPY	100,000,000	14-Jan-20	4,345
USD	256,607	HUF	78,000,000	11-Mar-20	(8,718)
					(56,148)
					(49,860)

The above contracts were open with the following counterparties:	
Bank of America	550
Barclays	(36,589)
BNP Paribas	(5,310)
Citigroup	(12,965)
Credit Suisse	620
Deutsche Bank	589
Goldman Sachs	503
HSBC	390
JPMorgan	417
Morgan Stanley	1,209
The Bank of New York Mellon	192
Toronto–Dominion Bank	15
UBS	519
	(49,860)

Franklin Global Convertible Securities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	46,435,217	USD	47,457,192	21-Jan-20	603,851
EUR	239,556,984	USD	267,118,775	21-Jan-20	1,894,581
					2,498,432

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Convertible Securities Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	292,095
Barclays	246,744
BNP Paribas	276,790
Citigroup	299,478
Credit Suisse	22,290
Deutsche Bank	12,135
Goldman Sachs	165,218
HSBC	289,779
JPMorgan	485,018
Morgan Stanley	342,095
The Bank of New York Mellon	2,530
Toronto–Dominion Bank	24,171
UBS	40,089
	2,498,432

Franklin Global Fundamental Strategies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	123,732,774	USD	137,973,958	21-Jan-20	973,229
PLN	23,604,067	USD	6,150,182	21-Jan-20	73,174
					1,046,403
Forward foreign exchange contracts used for efficient portfolio management:					
NOK	11,487,000	USD	1,258,312	03-Jan-20	50,394
USD	1,250,054	NOK	11,487,000	03-Jan-20	(58,651)
USD	2,204,251	INR	158,055,800	07-Jan-20	(10,139)
USD	609,575	INR	44,467,000	13-Jan-20	(13,253)
JPY	231,049,318	AUD	3,150,000	14-Jan-20	(83,257)
USD	6,028,442	AUD	8,604,500	15-Jan-20	(11,254)
USD	4,530,438	INR	331,764,000	16-Jan-20	(115,817)
EUR	213,000	USD	237,244	17-Jan-20	1,886
USD	236,666	EUR	213,000	17-Jan-20	(2,463)
USD	11,739,212	KRW	14,095,598,362	17-Jan-20	(458,443)
EUR	2,567,005	USD	2,856,589	23-Jan-20	26,430
USD	2,923,356	EUR	2,567,005	23-Jan-20	40,338
USD	8,150,406	KRW	9,524,827,196	28-Jan-20	(93,728)
USD	2,735,263	KRW	3,207,642,330	29-Jan-20	(41,141)
USD	6,352,660	KRW	7,434,518,442	30-Jan-20	(82,481)
EUR	6,354,400	USD	7,102,281	03-Feb-20	39,318
USD	7,181,997	EUR	6,354,400	03-Feb-20	40,398
USD	5,391,006	INR	387,044,417	03-Feb-20	(23,768)
USD	3,173,659	BRL	13,065,000	04-Feb-20	(74,416)
USD	4,754,740	INR	342,202,556	05-Feb-20	(31,645)
USD	4,716,075	INR	337,316,200	06-Feb-20	(1,448)
CHF	3,668,864	EUR	3,338,973	10-Feb-20	48,446
USD	3,074,756	KRW	3,710,000,000	10-Feb-20	(137,301)
CHF	3,600,636	EUR	3,277,954	12-Feb-20	46,399
EUR	7,552,182	USD	8,445,756	12-Feb-20	46,626
USD	8,413,939	EUR	7,552,182	12-Feb-20	(78,444)
USD	2,897,654	KRW	3,372,000,000	12-Feb-20	(21,895)
SEK	43,704,000	EUR	4,093,745	13-Feb-20	72,490
USD	1,232,163	INR	89,198,736	14-Feb-20	(14,230)
USD	3,194,800	INR	231,607,000	18-Feb-20	(40,078)
USD	2,930,590	KRW	3,411,500,000	21-Feb-20	(23,738)
EUR	486,000	USD	542,607	24-Feb-20	4,294
USD	545,462	EUR	486,000	24-Feb-20	(1,439)
NOK	28,154,000	USD	3,144,047	26-Feb-20	64,130

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	2,261,197	KRW	2,716,715,340	26-Feb-20	(91,710)
USD	3,063,881	NOK	28,154,000	26-Feb-20	(144,297)
USD	2,606,093	INR	192,473,000	27-Feb-20	(79,552)
EUR	1,222,520	USD	1,367,944	28-Feb-20	8,102
USD	1,373,800	EUR	1,222,520	28-Feb-20	(2,246)
USD	3,137,964	INR	231,144,000	28-Feb-20	(86,919)
USD	2,669,809	KRW	3,207,642,330	28-Feb-20	(108,404)
USD	3,967,051	BRL	16,381,700	03-Mar-20	(98,800)
USD	6,521,230	INR	480,869,000	03-Mar-20	(184,375)
JPY	758,076,470	USD	7,149,256	06-Mar-20	(147,392)
USD	3,085,752	KRW	3,710,000,000	06-Mar-20	(128,746)
EUR	3,521,225	USD	3,929,722	09-Mar-20	36,261
USD	3,923,877	EUR	3,521,225	09-Mar-20	(42,107)
USD	7,262,238	KRW	8,434,000,000	09-Mar-20	(46,593)
EUR	782,714	USD	875,032	10-Mar-20	6,602
USD	872,178	EUR	782,714	10-Mar-20	(9,456)
JPY	388,698,990	AUD	5,240,000	12-Mar-20	(91,766)
JPY	90,707,610	AUD	1,220,000	13-Mar-20	(19,407)
SEK	43,704,000	EUR	4,092,211	13-Mar-20	72,277
USD	944,230	KRW	1,111,500,000	20-Mar-20	(19,597)
EUR	1,129,532	USD	1,262,150	23-Mar-20	11,207
JPY	2,162,288,420	USD	20,343,694	23-Mar-20	(352,043)
NOK	22,994,000	USD	2,571,834	23-Mar-20	48,429
USD	1,265,957	EUR	1,129,532	23-Mar-20	(7,401)
USD	2,521,383	NOK	22,994,000	23-Mar-20	(98,881)
JPY	226,545,740	USD	2,150,674	24-Mar-20	(55,999)
NOK	17,296,000	USD	1,923,466	24-Mar-20	47,488
USD	1,882,230	NOK	17,296,000	24-Mar-20	(88,724)
EUR	2,139,430	USD	2,390,045	25-Mar-20	22,117
USD	2,381,635	EUR	2,139,430	25-Mar-20	(30,527)
EUR	1,714,775	USD	1,916,261	31-Mar-20	17,859
USD	1,900,564	EUR	1,714,775	31-Mar-20	(33,557)
EUR	4,303,442	USD	4,810,907	08-Apr-20	45,425
USD	4,785,482	EUR	4,303,442	08-Apr-20	(70,848)
USD	1,191,985	MXN	23,939,000	08-Apr-20	(54,656)
EUR	313,226	USD	350,288	09-Apr-20	3,202
USD	206,390	AUD	303,550	09-Apr-20	(7,119)
USD	348,495	EUR	313,226	09-Apr-20	(4,995)
USD	7,315,743	KRW	8,720,000,000	10-Apr-20	(252,296)
EUR	4,527,000	USD	5,064,031	14-Apr-20	46,485
USD	2,777,145	AUD	4,099,500	14-Apr-20	(106,638)
USD	16,909,261	EUR	15,215,738	14-Apr-20	(267,740)
EUR	326,564	USD	365,435	15-Apr-20	3,245
SEK	43,704,000	EUR	4,020,940	15-Apr-20	150,399
USD	8,321,125	AUD	12,258,393	15-Apr-20	(302,192)
USD	2,271,286	EUR	2,035,245	15-Apr-20	(26,438)
JPY	1,395,380,080	USD	12,997,873	21-Apr-20	(75,478)
EUR	1,129,808	USD	1,264,887	23-Apr-20	11,263
USD	1,275,666	EUR	1,129,808	23-Apr-20	(485)
EUR	327,630	USD	367,296	24-Apr-20	2,795
USD	5,625,586	AUD	8,160,000	24-Apr-20	(115,757)
USD	940,252	EUR	834,500	24-Apr-20	(2,399)
USD	3,504,787	EUR	3,113,137	27-Apr-20	(12,468)
EUR	112,306	USD	125,780	29-Apr-20	1,121
USD	15,162,468	EUR	13,502,403	29-Apr-20	(94,587)
USD	839,393	INR	60,856,000	29-Apr-20	(3,142)
USD	15,239,678	EUR	13,568,974	30-Apr-20	(93,554)
USD	6,033,782	EUR	5,352,300	04-May-20	(15,938)
USD	3,574,856	BRL	14,818,100	05-May-20	(91,992)
CHF	3,668,864	EUR	3,341,802	08-May-20	48,418
USD	7,771,300	EUR	6,928,763	08-May-20	(62,251)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
CHF	3,600,636	EUR	3,280,762	12-May-20	46,398
USD	5,334,590	AUD	7,740,553	12-May-20	(113,700)
SEK	43,704,000	EUR	4,105,628	13-May-20	52,758
USD	8,699,642	AUD	12,651,053	14-May-20	(205,345)
USD	14,925,225	EUR	13,380,933	14-May-20	(208,704)
USD	1,929,286	KRW	2,229,000,000	15-May-20	(7,048)
USD	1,703,789	INR	125,467,000	18-May-20	(29,291)
USD	376,666	AUD	551,000	20-May-20	(11,228)
USD	21,232,768	EUR	18,966,347	20-May-20	(226,326)
USD	1,959,324	AUD	2,859,000	21-May-20	(53,403)
USD	5,135,714	EUR	4,583,053	21-May-20	(50,014)
USD	7,707,296	AUD	11,266,000	22-May-20	(224,100)
USD	4,731,466	EUR	4,228,053	22-May-20	(52,877)
USD	1,411,033	EUR	1,261,428	26-May-20	(16,718)
USD	206,687	AUD	303,550	27-May-20	(7,038)
USD	1,688,970	EUR	1,514,500	27-May-20	(25,328)
USD	1,972,626	EUR	1,767,311	29-May-20	(28,084)
JPY	323,011,650	USD	2,997,398	04-Jun-20	1,375
USD	289,495	EUR	258,327	04-Jun-20	(3,057)
USD	1,888,487	EUR	1,684,869	05-Jun-20	(19,727)
JPY	1,094,102,000	USD	10,316,539	08-Jun-20	(156,833)
JPY	679,735,530	AUD	9,210,000	12-Jun-20	(173,456)
SEK	87,408,000	EUR	8,251,673	15-Jun-20	54,892
USD	300,207	EUR	258,327	15-Jun-20	7,454
USD	4,037,575	MXN	82,086,000	17-Jun-20	(193,585)
JPY	889,432,000	USD	8,203,200	18-Jun-20	60,618
JPY	873,806,500	USD	8,162,932	22-Jun-20	(42,460)
JPY	1,104,098,260	USD	10,545,438	24-Jun-20	(283,660)
EUR	5,764,077	USD	6,497,095	23-Jul-20	50,641
USD	7,787,848	AUD	11,266,000	23-Jul-20	(153,973)
USD	13,777,988	EUR	12,134,077	23-Jul-20	(5,786)
CHF	3,668,864	EUR	3,344,452	10-Aug-20	48,463
CHF	3,600,636	EUR	3,283,454	12-Aug-20	46,261
JPY	1,714,949,880	USD	16,236,234	08-Sep-20	(228,467)
USD	1,191,985	MXN	24,563,000	08-Oct-20	(53,786)
USD	893,999	MXN	18,449,000	09-Oct-20	(41,559)
USD	8,194,626	EUR	7,292,279	13-Oct-20	(131,695)
USD	2,974,630	MXN	61,510,000	13-Oct-20	(142,875)
USD	4,394,287	MXN	90,539,000	15-Oct-20	(193,246)
USD	1,391,311	EUR	1,229,742	16-Oct-20	(13,072)
USD	4,060,698	MXN	82,902,000	16-Oct-20	(139,303)
USD	910,980	EUR	802,000	29-Oct-20	(5,666)
CHF	3,668,864	EUR	3,347,015	09-Nov-20	48,529
CHF	3,600,636	EUR	3,285,851	12-Nov-20	46,493
					(6,762,185)
					(5,715,782)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	(234,722)
Barclays	67,740
BNP Paribas	(209,533)
Citigroup	(1,908,766)
Credit Suisse	95,364
Deutsche Bank	(33,185)
Goldman Sachs	260,692
HSBC	(1,390,138)
JPMorgan	(2,456,586)
Morgan Stanley	73,798
Standard Chartered	(384,974)
The Bank of New York Mellon	65,314
Toronto–Dominion Bank	2,377
UBS	336,837
	(5,715,782)

Franklin Global Listed Infrastructure Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
GBP	587,964	USD	773,185	10-Jan-20	5,776

The above contracts were open with the following counterparties:	
Bank of America	1,063
Barclays	1,229
BNP Paribas	108
Citigroup	157
Credit Suisse	212
Goldman Sachs	86
HSBC	362
JPMorgan	681
Morgan Stanley	1,562
Toronto–Dominion Bank	235
UBS	81
	5,776

Franklin Global Multi-Asset Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
SGD	161,162	EUR	106,670	20-Jan-20	41
EUR	130,868	USD	146,643	21-Jan-20	283
USD	26,691,796	EUR	23,938,474	21-Jan-20	(169,390)
					(169,066)
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	5,617,726	USD	6,277,000	25-Feb-20	40,047
EUR	5,834,337	USD	6,502,000	26-Feb-20	57,074
EUR	5,885,615	USD	6,560,000	27-Feb-20	57,169
EUR	3,879,201	USD	4,324,000	28-Feb-20	37,635
					191,925
					22,859

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Multi-Asset Income Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) EUR
Bank of America	(22,590)
Barclays	(6,555)
BNP Paribas	(10,346)
Citigroup	(29,638)
Credit Suisse	(2,565)
Deutsche Bank	(8,536)
Goldman Sachs	(12,531)
HSBC	(6,882)
JPMorgan	(34,606)
Morgan Stanley	164,348
Toronto–Dominion Bank	(4,285)
UBS	(2,955)
	22,859

Franklin Global Real Estate Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	14,005,820	USD	15,623,087	21-Jan-20	104,914

The above contracts were open with the following counterparties:	
Bank of America	9,851
Barclays	9,528
BNP Paribas	12,593
Citigroup	5,817
Credit Suisse	4,685
Deutsche Bank	1,905
Goldman Sachs	8,047
HSBC	12,283
JPMorgan	14,289
Morgan Stanley	11,227
The Bank of New York Mellon	2,654
Toronto–Dominion Bank	2,252
UBS	9,783
	104,914

Franklin Gold and Precious Metals Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	1,895,278	USD	1,936,930	21-Jan-20	24,706
EUR	15,367,288	USD	17,133,830	21-Jan-20	123,050
					147,756

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Gold and Precious Metals Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	11,542
Barclays	12,097
BNP Paribas	13,018
Citigroup	17,897
Credit Suisse	6,973
Deutsche Bank	3,410
Goldman Sachs	8,900
HSBC	12,054
JPMorgan	13,940
Morgan Stanley	17,670
The Bank of New York Mellon	4,850
Toronto–Dominion Bank	11,071
UBS	14,334
	147,756

Franklin High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	10,257,924	USD	7,033,874	10-Jan-20	165,464
EUR	160,613	USD	178,588	10-Jan-20	1,645
SGD	14,042,667	USD	10,331,239	10-Jan-20	108,670
					275,779

The above contracts were open with the following counterparties:	
Bank of America	19,340
Barclays	35,156
BNP Paribas	9,502
Citigroup	22,343
Credit Suisse	12,941
Goldman Sachs	23,475
HSBC	33,733
JPMorgan	40,967
Morgan Stanley	40,792
UBS	37,530
	275,779

Franklin Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	9,409,482	USD	6,454,682	21-Jan-20	151,075
EUR	66,636,477	USD	74,291,728	21-Jan-20	538,495
SGD	15,546,646	USD	11,470,266	21-Jan-20	88,752
USD	28,920	ZAR	410,060	21-Jan-20	(276)
ZAR	18,130,045	USD	1,256,956	21-Jan-20	33,879
					811,925

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Income Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	80,023
Barclays	37,276
BNP Paribas	177,703
Citigroup	97,957
Credit Suisse	10,624
Goldman Sachs	72,352
HSBC	83,553
JPMorgan	100,944
Morgan Stanley	94,385
Toronto–Dominion Bank	5,849
UBS	51,259
	811,925

Franklin India Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	27,874,030	USD	30,998,825	10-Jan-20	280,561
PLN	39,673,663	USD	10,292,741	10-Jan-20	167,054
USD	799,403	EUR	716,698	10-Jan-20	(4,853)
					442,762

The above contracts were open with the following counterparties:	
Bank of America	61,432
Barclays	55,963
BNP Paribas	48,685
Citigroup	55,377
Credit Suisse	17,757
Goldman Sachs	45,618
HSBC	30,871
JPMorgan	40,149
Morgan Stanley	55,509
The Bank of New York Mellon	1,101
Toronto–Dominion Bank	6,374
UBS	23,926
	442,762

Franklin Japan Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) JPY
Forward foreign exchange contracts used for share class hedging:					
USD	1,977,863	JPY	216,096,618	21-Jan-20	(1,407,790)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Japan Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) JPY
Bank of America	(109,251)
Barclays	(83,489)
BNP Paribas	(30,168)
Citigroup	(241,794)
Credit Suisse	(122,792)
Deutsche Bank	(95,989)
Goldman Sachs	(154,503)
HSBC	(176,006)
JPMorgan	(166,755)
Morgan Stanley	(147,343)
Toronto–Dominion Bank	(79,700)
	(1,407,790)

Franklin K2 Alternative Strategies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
BRL	18,972,900	USD	4,500,000	03-Jan-20	216,459
USD	4,670,827	BRL	18,972,900	03-Jan-20	(45,632)
CAD	20,735,326	USD	15,744,457	15-Jan-20	224,792
CHF	136,049,121	USD	138,878,413	15-Jan-20	1,819,335
CZK	292,058,971	USD	12,780,218	15-Jan-20	103,032
EUR	1,185,761,113	USD	1,323,386,212	15-Jan-20	7,693,525
GBP	85,046,409	USD	112,142,547	15-Jan-20	549,711
HUF	573,088,195	USD	1,941,232	15-Jan-20	2,214
JPY	13,112,316	USD	121,046	15-Jan-20	(285)
NOK	1,956,738	USD	215,102	15-Jan-20	7,792
PLN	30,136,892	USD	7,837,541	15-Jan-20	106,170
SEK	1,985,263	USD	212,014	15-Jan-20	75
SGD	2,077,181	USD	1,530,932	15-Jan-20	13,605
USD	1,428,239	CHF	1,396,706	15-Jan-20	(16,190)
USD	132,606,120	EUR	119,032,339	15-Jan-20	(1,013,995)
USD	706,656	PLN	2,706,539	15-Jan-20	(6,754)
BRL	19,117,485	USD	4,700,000	04-Feb-20	47,834
					9,701,688
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	18,893,193	USD	4,448,702	03-Jan-20	247,943
USD	4,645,486	BRL	18,893,193	03-Jan-20	(51,158)
CLP	262,457,450	USD	330,000	06-Jan-20	19,057
USD	348,582	CLP	262,457,448	06-Jan-20	(475)
HUF	225,255,000	USD	750,760	15-Jan-20	13,121
NOK	12,860,000	USD	1,410,823	15-Jan-20	54,078
TRY	8,454,658	USD	1,455,940	15-Jan-20	(39,338)
USD	1,422,720	TRY	8,454,658	15-Jan-20	6,119
CLP	262,457,448	USD	348,804	17-Jan-20	309
EUR	1,140,625	USD	1,268,171	17-Jan-20	12,407
HKD	3,816,728	USD	489,336	17-Jan-20	380
USD	6,778,733	CHF	6,644,371	17-Jan-20	(93,677)
USD	1,380,000	CLP	1,056,528,000	17-Jan-20	(25,361)
USD	55,235,005	EUR	49,502,337	17-Jan-20	(341,183)
USD	6,524,862	GBP	4,951,337	17-Jan-20	(36,387)
USD	4,728,115	HKD	36,933,120	17-Jan-20	(10,694)
USD	778,579	KRW	906,409,230	21-Jan-20	(5,540)
AUD	2,160,000	USD	1,486,130	22-Jan-20	30,393
USD	1,529,691	THB	46,355,000	22-Jan-20	(18,604)
GBP	20,926,873	USD	27,449,535	23-Jan-20	286,614
HUF	244,133,613	USD	827,066	23-Jan-20	1,177

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
MXN	565,767,183	USD	29,765,291	23-Jan-20	65,315
NOK	92,154,349	USD	10,226,449	23-Jan-20	271,350
SEK	17,675,595	USD	1,889,251	23-Jan-20	(202)
TRY	12,325,409	USD	2,076,870	23-Jan-20	(16,064)
USD	2,716,736	AUD	3,940,354	23-Jan-20	(49,835)
USD	6,195,113	CAD	8,150,444	23-Jan-20	(82,170)
USD	16,694,826	CHF	16,337,090	23-Jan-20	(210,397)
USD	5,953,458	EUR	5,325,892	23-Jan-20	(28,232)
USD	822,803	ILS	2,868,994	23-Jan-20	(8,822)
USD	13,872,235	JPY	1,515,683,483	23-Jan-20	(93,174)
USD	6,729,937	NZD	10,235,270	23-Jan-20	(162,478)
USD	818,193	THB	24,736,431	23-Jan-20	(8,045)
BRL	3,030,000	USD	756,838	30-Jan-20	(4,211)
GBP	160,000	USD	206,865	31-Jan-20	5,247
JPY	190,650,000	USD	1,749,957	31-Jan-20	7,462
USD	6,561,219	EUR	5,907,000	31-Jan-20	(76,564)
USD	631,867	GBP	490,000	31-Jan-20	(17,726)
USD	1,849,997	JPY	200,000,000	31-Jan-20	6,389
USD	2,163,304	ZAR	32,005,000	31-Jan-20	(113,045)
BRL	10,014,320	USD	2,370,000	03-Feb-20	117,174
USD	3,265,849	BRL	12,746,877	03-Feb-20	100,012
USD	6,900,000	ZAR	100,991,850	03-Feb-20	(280,099)
BRL	18,893,193	USD	4,639,782	04-Feb-20	52,349
USD	2,964,154	TWD	91,331,503	04-Feb-20	(87,418)
USD	2,203,788	INR	157,970,850	10-Feb-20	(753)
USD	3,891,456	CAD	5,112,000	12-Feb-20	(45,960)
USD	6,498,080	KRW	7,560,612,095	18-Feb-20	(46,794)
USD	3,025,796	SGD	4,120,000	18-Feb-20	(38,681)
USD	306,546	EUR	275,000	21-Feb-20	(2,870)
USD	4,720,297	TWD	142,515,204	25-Feb-20	(45,887)
CHF	133,906	USD	137,160	28-Feb-20	1,748
DKK	3,283,098	USD	489,683	28-Feb-20	5,047
EUR	1,429,090	USD	1,593,369	28-Feb-20	15,249
USD	392,787	AUD	568,622	28-Feb-20	(6,797)
USD	1,717,053	CAD	2,259,100	28-Feb-20	(23,031)
USD	8,846,031	DKK	59,413,349	28-Feb-20	(106,958)
USD	7,172,296	EUR	6,440,166	28-Feb-20	(76,907)
USD	689,176	GBP	527,412	28-Feb-20	(10,522)
USD	442,444	JPY	48,195,312	28-Feb-20	(2,528)
USD	5,999,444	SEK	56,320,106	28-Feb-20	(29,834)
CLP	792,809,522	USD	1,019,327	10-Mar-20	35,807
COP	5,665,380,000	USD	1,638,842	10-Mar-20	79,501
MYR	6,170,000	USD	1,482,389	16-Mar-20	23,521
AUD	13,429,000	USD	9,346,964	18-Mar-20	94,394
CAD	13,599,000	USD	10,351,940	18-Mar-20	123,294
CHF	6,090,000	USD	6,283,715	18-Mar-20	42,662
CNH	25,399,096	USD	3,594,551	18-Mar-20	47,824
EUR	6,254,961	USD	6,995,821	18-Mar-20	53,519
GBP	13,728,256	USD	18,079,455	18-Mar-20	142,712
HKD	19,008,000	USD	2,428,845	18-Mar-20	9,024
IDR	22,305,302,750	USD	1,562,981	18-Mar-20	32,540
JPY	501,898,000	USD	4,635,366	18-Mar-20	3,650
MXN	95,907,519	USD	4,921,343	18-Mar-20	94,674
NZD	12,668,000	USD	8,421,105	18-Mar-20	116,271
PLN	5,269,113	USD	1,366,944	18-Mar-20	22,154
RUB	25,965,569	USD	410,024	18-Mar-20	4,545
USD	15,384,646	AUD	22,281,000	18-Mar-20	(280,178)
USD	13,093,172	CAD	17,255,000	18-Mar-20	(198,258)
USD	12,790,459	CHF	12,478,483	18-Mar-20	(172,365)
USD	46,114,641	EUR	41,159,518	18-Mar-20	(272,135)
USD	10,009,723	GBP	7,483,256	18-Mar-20	76,842

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	7,340,678	IDR	104,758,816,630	18-Mar-20	(152,825)
USD	7,051,198	JPY	761,341,000	18-Mar-20	14,164
USD	378,713	MXN	7,268,000	18-Mar-20	(1,407)
USD	6,082,170	NZD	9,213,000	18-Mar-20	(126,769)
USD	1,363,060	PLN	5,269,113	18-Mar-20	(26,038)
USD	6,264,058	RUB	405,484,987	18-Mar-20	(209,956)
USD	9,734,510	ZAR	143,821,789	18-Mar-20	(432,687)
CAD	2,188,000	USD	1,668,402	20-Mar-20	17,012
EUR	1,370,000	USD	1,534,235	20-Mar-20	9,957
GBP	360,000	USD	472,917	20-Mar-20	4,955
USD	7,694,196	CAD	10,079,000	20-Mar-20	(69,645)
USD	8,861,005	EUR	7,922,000	20-Mar-20	(68,256)
USD	3,990,741	GBP	3,041,000	20-Mar-20	(45,944)
					(1,986,922)
					7,714,766

The above contracts were open with the following counterparties:

Bank of America	2,370,561
Barclays	(77,140)
BNP Paribas	60,331
Citigroup	726
Deutsche Bank	467,858
Goldman Sachs	1,161,029
HSBC	166,754
JPMorgan	1,435,282
Morgan Stanley	2,009,919
UBS	119,446
	7,714,766

Franklin K2 Long Short Credit Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	20,106,640	USD	22,444,153	15-Jan-20	126,616
GBP	829,540	USD	1,093,639	15-Jan-20	5,559
USD	3,209,230	EUR	2,872,436	15-Jan-20	(15,232)
					116,943
Forward foreign exchange contracts used for efficient portfolio management:					
BRL	1,933,489	USD	455,271	03-Jan-20	25,374
USD	475,409	BRL	1,933,489	03-Jan-20	(5,235)
TRY	877,683	USD	151,142	15-Jan-20	(4,084)
USD	147,693	TRY	877,683	15-Jan-20	635
USD	879,780	EUR	790,000	31-Jan-20	(7,955)
BRL	1,933,489	USD	474,825	04-Feb-20	5,357
CNH	2,636,802	USD	373,168	18-Mar-20	4,965
IDR	2,060,219,423	USD	144,364	18-Mar-20	3,006
MXN	3,144,047	USD	158,094	18-Mar-20	6,341
PLN	547,264	USD	141,974	18-Mar-20	2,301
RUB	2,697,260	USD	42,593	18-Mar-20	472
USD	143,314	EUR	128,527	18-Mar-20	(1,536)
USD	722,786	IDR	10,314,883,291	18-Mar-20	(15,048)
USD	141,571	PLN	547,264	18-Mar-20	(2,704)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	707,544	RUB	45,800,761	18-Mar-20	(23,715)
USD	995,825	ZAR	14,711,171	18-Mar-20	(44,152)
					(55,978)
					60,965

The above contracts were open with the following counterparties:

Bank of America	23,760
Barclays	3,519
BNP Paribas	9,161
Citigroup	2,664
Goldman Sachs	3,503
HSBC	1,935
JPMorgan	(11,778)
Morgan Stanley	26,751
Toronto–Dominion Bank	165
UBS	1,285
	60,965

Franklin MENA Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	7,637,586	USD	8,526,164	15-Jan-20	47,251

The above contracts were open with the following counterparties:

Bank of America	5,581
Barclays	5,907
BNP Paribas	2,530
Citigroup	5,090
Goldman Sachs	4,536
HSBC	5,548
JPMorgan	5,149
Morgan Stanley	2,958
The Bank of New York Mellon	549
Toronto–Dominion Bank	5,111
UBS	4,292
	47,251

Franklin Natural Resources Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	1,554,625	USD	1,733,324	21-Jan-20	12,461
PLN	76,498,530	USD	19,938,233	21-Jan-20	231,069
					243,530

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Natural Resources Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	20,161
Barclays	21,636
BNP Paribas	19,384
Citigroup	20,878
Credit Suisse	15,665
Deutsche Bank	17,759
Goldman Sachs	15,685
HSBC	23,276
JPMorgan	26,373
Morgan Stanley	22,460
The Bank of New York Mellon	986
Toronto–Dominion Bank	17,886
UBS	21,381
	243,530

Franklin NextStep Balanced Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	1,661,936	USD	236,254	10-Jan-20	2,414
SGD	4,161,498	USD	3,061,383	10-Jan-20	32,448
					34,862

The above contracts were open with the following counterparties:	
Bank of America	3,836
Barclays	2,876
BNP Paribas	1,136
Citigroup	4,868
Goldman Sachs	3,924
HSBC	3,704
JPMorgan	4,941
Morgan Stanley	4,949
Toronto–Dominion Bank	1,658
UBS	2,970
	34,862

Franklin NextStep Conservative Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	4,277,565	USD	4,770,310	21-Jan-20	33,231
GBP	2,219,543	USD	2,909,221	21-Jan-20	32,287
PLN	58,900,118	USD	15,345,965	21-Jan-20	183,409
					248,927

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin NextStep Conservative Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	36,024
Barclays	2,497
BNP Paribas	10,017
Citigroup	40,055
Deutsche Bank	4,442
Goldman Sachs	14,129
HSBC	18,249
JPMorgan	63,425
Morgan Stanley	54,625
Toronto–Dominion Bank	4,725
UBS	739
	248,927

Franklin NextStep Dynamic Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	672,209	USD	95,451	15-Jan-20	1,075
SGD	2,073,879	USD	1,528,507	15-Jan-20	13,361
					14,436

The above contracts were open with the following counterparties:	
Bank of America	2,184
Barclays	1,248
BNP Paribas	1,384
Citigroup	1,196
Deutsche Bank	60
Goldman Sachs	1,216
HSBC	1,681
JPMorgan	1,810
Morgan Stanley	1,782
Toronto–Dominion Bank	390
UBS	1,485
	14,436

Franklin NextStep Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	78,524	USD	87,569	21-Jan-20	613
GBP	1,504,733	USD	1,971,484	21-Jan-20	22,702
PLN	3,755,535	USD	978,491	21-Jan-20	11,677
					34,992

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin NextStep Growth Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	4,661
Barclays	703
BNP Paribas	5,494
Citigroup	5,910
Credit Suisse	237
Deutsche Bank	1,323
Goldman Sachs	3,420
HSBC	2,839
JPMorgan	2,542
Morgan Stanley	5,290
Toronto–Dominion Bank	1,096
UBS	1,477
	34,992

Franklin NextStep Moderate Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	4,287,216	USD	4,786,065	15-Jan-20	26,462
GBP	2,853,663	USD	3,761,215	15-Jan-20	20,004
PLN	71,504,786	USD	18,593,732	15-Jan-20	258,540
					305,006

The above contracts were open with the following counterparties:	
Bank of America	51,275
Barclays	17,433
BNP Paribas	39,533
Citigroup	40,751
Deutsche Bank	5,315
Goldman Sachs	13,814
HSBC	21,599
JPMorgan	52,649
Morgan Stanley	54,350
Toronto–Dominion Bank	7,258
UBS	1,029
	305,006

Franklin NextStep Stable Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
SGD	1,616,482	USD	1,189,098	10-Jan-20	12,662
USD	7,000	SGD	9,483	10-Jan-20	(50)
					12,612

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin NextStep Stable Growth Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	2,326
BNP Paribas	884
Citigroup	1,338
Credit Suisse	146
Goldman Sachs	2,513
HSBC	1,629
JPMorgan	1,744
Morgan Stanley	1,902
UBS	130
	12,612

Franklin Select U.S. Equity Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	7,718,521	USD	8,606,025	21-Jan-20	61,579

The above contracts were open with the following counterparties:	
Bank of America	5,141
Barclays	5,019
BNP Paribas	8,600
Citigroup	8,487
Credit Suisse	3,312
Deutsche Bank	1,091
Goldman Sachs	4,586
HSBC	6,522
JPMorgan	6,914
Morgan Stanley	6,329
The Bank of New York Mellon	175
Toronto–Dominion Bank	1,260
UBS	4,143
	61,579

Franklin Strategic Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	2,717,370	USD	1,864,181	21-Jan-20	43,498
EUR	157,811,262	USD	175,972,691	21-Jan-20	1,243,338
PLN	10,520,801	USD	2,740,398	21-Jan-20	33,474
SGD	355,933	USD	262,596	21-Jan-20	2,043
USD	46,087	AUD	66,870	21-Jan-20	(858)
USD	292,189	EUR	262,330	21-Jan-20	(2,398)
					1,319,097
Forward foreign exchange contracts used for efficient portfolio management:					
AUD	4,100,000	USD	2,826,182	09-Jan-20	51,254
USD	3,913,753	AUD	5,800,000	09-Jan-20	(156,766)
CAD	900,000	USD	684,241	21-Jan-20	8,891
USD	5,363,245	CAD	7,000,000	21-Jan-20	(27,780)
USD	8,198,118	AUD	11,850,000	28-Jan-20	(122,473)
JPY	2,906,700,000	USD	27,544,627	29-Jan-20	(753,962)
CAD	500,000	USD	377,839	30-Jan-20	7,253
EUR	400,000	USD	444,663	30-Jan-20	4,781
NOK	52,170,000	USD	5,796,497	30-Jan-20	147,942
USD	3,541,370	CAD	4,700,000	30-Jan-20	(78,492)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	20,761,793	EUR	18,412,982	30-Jan-20	72,763
USD	1,849,621	AUD	2,700,000	11-Feb-20	(46,834)
USD	24,999,137	CNH	179,150,000	24-Feb-20	(702,369)
USD	4,325,159	BRL	18,200,000	04-Mar-20	(191,781)
USD	2,778,175	KRW	3,300,000,000	04-Mar-20	(80,752)
USD	2,452,011	IDR	35,000,000,000	05-Mar-20	(64,165)
JPY	1,075,200,000	USD	10,050,820	13-Mar-20	(115,800)
NOK	79,000,000	USD	8,808,787	16-Mar-20	193,540
SEK	54,000,000	USD	5,509,389	16-Mar-20	277,164
USD	3,003,289	CAD	3,950,000	16-Mar-20	(39,257)
USD	1,593,134	CHF	1,550,000	16-Mar-20	(17,397)
USD	30,397,581	EUR	27,235,107	16-Mar-20	(291,477)
USD	5,677,398	SEK	54,000,000	16-Mar-20	(109,156)
USD	3,961,883	NZD	6,000,000	19-Mar-20	(80,447)
TRY	10,500,000	USD	1,664,949	15-Apr-20	52,755
					(2,062,565)
					(743,468)

The above contracts were open with the following counterparties:

Bank of America	124,167
Barclays	67,778
BNP Paribas	43,248
Citigroup	206,505
Credit Suisse	38,914
Deutsche Bank	(13,948)
Goldman Sachs	169,306
HSBC	203,022
JPMorgan	(1,817,162)
Morgan Stanley	168,513
The Bank of New York Mellon	12,081
UBS	54,108
	(743,468)

Franklin Technology Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	21,020,210	USD	23,461,441	15-Jan-20	134,365
EUR	6,304,666	USD	7,030,439	21-Jan-20	49,460
PLN	4,372,919	USD	1,138,974	21-Jan-20	13,973
SGD	19,266,642	USD	14,217,310	21-Jan-20	107,549
					305,347

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Technology Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	45,356
Barclays	31,051
BNP Paribas	34,214
Citigroup	22,968
Credit Suisse	5,483
Deutsche Bank	55
Goldman Sachs	24,482
HSBC	35,745
JPMorgan	30,722
Morgan Stanley	37,669
Toronto–Dominion Bank	26,141
UBS	11,461
	305,347

Franklin U.S. Government Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	10,861,967	USD	12,086,893	10-Jan-20	102,075
JPY	27,327,044	USD	252,348	10-Jan-20	(750)
					101,325

The above contracts were open with the following counterparties:	
Bank of America	10,228
Barclays	10,585
BNP Paribas	2,438
Citigroup	19,043
Credit Suisse	3,817
Goldman Sachs	2,235
HSBC	18,945
JPMorgan	14,686
Morgan Stanley	11,735
UBS	7,613
	101,325

Franklin U.S. Low Duration Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	94,516,712	USD	105,112,911	10-Jan-20	950,853
USD	52,365	EUR	46,908	10-Jan-20	(274)
					950,579
Forward foreign exchange contracts used for efficient portfolio management:					
USD	1,700,458	AUD	2,520,000	09-Jan-20	(68,112)
USD	620,393	AUD	910,000	28-Jan-20	(18,573)
JPY	552,500,000	USD	5,233,716	29-Jan-20	(141,398)
EUR	16,350,000	USD	18,193,489	30-Jan-20	177,551
NOK	16,690,000	USD	1,852,586	30-Jan-20	49,134
USD	8,502,322	CAD	11,188,343	30-Jan-20	(114,755)
USD	2,921,927	DKK	19,385,600	30-Jan-20	6,446
USD	24,850,238	EUR	22,148,563	30-Jan-20	(36,131)
USD	14,322,411	CNH	102,810,000	24-Feb-20	(427,083)
JPY	232,000,000	USD	2,182,841	13-Mar-20	(39,124)
CAD	9,470,577	USD	7,195,940	16-Mar-20	98,912

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin U.S. Low Duration Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
NOK	18,100,000	USD	2,021,217	16-Mar-20	41,341
SEK	13,100,000	USD	1,336,537	16-Mar-20	67,238
USD	1,819,190	CAD	2,390,000	16-Mar-20	(21,743)
USD	20,732,982	EUR	18,504,303	16-Mar-20	(118,032)
USD	1,377,295	SEK	13,100,000	16-Mar-20	(26,480)
USD	727,074	KRW	865,000,000	25-Mar-20	(23,219)
TRY	2,130,000	USD	337,747	15-Apr-20	10,702
MXN	11,700,000	USD	595,056	16-Jun-20	8,113
					(575,213)
					375,366

The above contracts were open with the following counterparties:

Bank of America	199,695
Barclays	3,597
BNP Paribas	72,560
Citigroup	177,332
Deutsche Bank	(78,291)
Goldman Sachs	182,115
HSBC	49,132
JPMorgan	(363,491)
Morgan Stanley	78,519
UBS	54,198
	375,366

Franklin U.S. Opportunities Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	3,862,959	USD	3,948,328	21-Jan-20	49,885
CNH	6,121,914	USD	874,044	21-Jan-20	4,915
EUR	354,087,851	USD	394,801,398	21-Jan-20	2,825,754
NOK	41,014,356	USD	4,545,749	21-Jan-20	127,377
PLN	199,218,709	USD	51,922,253	21-Jan-20	602,967
SEK	48,742,012	USD	5,199,812	21-Jan-20	9,699
SGD	61,943,559	USD	45,706,050	21-Jan-20	349,345
USD	71,948	CNH	504,497	21-Jan-20	(486)
					3,969,456

The above contracts were open with the following counterparties:

Bank of America	363,512
Barclays	275,278
BNP Paribas	487,976
Citigroup	361,434
Credit Suisse	43,754
Deutsche Bank	39,599
Goldman Sachs	352,183
HSBC	324,082
JPMorgan	599,597
Morgan Stanley	672,330
The Bank of New York Mellon	39,411
Toronto–Dominion Bank	118,887
UBS	291,413
	3,969,456

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Mutual European Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
CZK	403,425,364	EUR	15,818,329	20-Jan-20	25,398
CNH	916,007	EUR	117,283	21-Jan-20	(169)
USD	32,535,345	EUR	29,175,482	21-Jan-20	(202,707)
					(177,478)

The above contracts were open with the following counterparties:	
Bank of America	(19,602)
Barclays	(21,035)
BNP Paribas	(16,931)
Citigroup	(31,035)
Credit Suisse	(5,817)
Deutsche Bank	(5,870)
Goldman Sachs	(16,645)
HSBC	(16,266)
JPMorgan	(11,053)
Morgan Stanley	(15,166)
The Bank of New York Mellon	(5,283)
Toronto–Dominion Bank	(1,652)
UBS	(11,123)
	(177,478)

Franklin Mutual Global Discovery Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	10,111,606	GBP	8,635,800	27-Jan-20	(87,540)
EUR	58,881,136	USD	65,444,402	27-Jan-20	702,346
					614,806

The above contracts were open with the following counterparties:	
Bank of America	539,302
Barclays	15,110
BNP Paribas	19,323
Citigroup	648
Goldman Sachs	3,451
JPMorgan	17,681
Morgan Stanley	16,467
Toronto–Dominion Bank	2,824
	614,806

Franklin Mutual U.S. Value Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	5,950,652	USD	6,643,070	15-Jan-20	36,712

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Mutual U.S. Value Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	3,852
Barclays	4,029
BNP Paribas	3,260
Citigroup	3,444
Goldman Sachs	2,027
HSBC	4,063
JPMorgan	4,233
Morgan Stanley	3,403
The Bank of New York Mellon	1,515
Toronto–Dominion Bank	4,069
UBS	2,817
	36,712

Templeton Asian Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	1,041,762	USD	714,436	21-Jan-20	16,917
CHF	15,661,340	USD	16,010,362	21-Jan-20	199,325
EUR	16,874,064	USD	18,815,059	21-Jan-20	133,870
SGD	29,864,610	USD	22,035,162	21-Jan-20	169,349
USD	448,075	SGD	607,488	21-Jan-20	(3,596)
					515,865
Forward foreign exchange contracts used for efficient portfolio management:					
USD	6,187,086	KRW	7,388,000,000	08-Jan-20	(204,990)
USD	635,416	INR	46,352,000	13-Jan-20	(13,815)
USD	5,098,901	AUD	7,277,750	15-Jan-20	(9,519)
USD	1,458,887	KRW	1,707,335,782	30-Jan-20	(18,942)
USD	1,931,475	INR	140,003,000	05-Feb-20	(26,745)
USD	2,317,595	INR	166,128,700	06-Feb-20	(5,791)
USD	10,583,458	KRW	12,770,000,000	10-Feb-20	(472,598)
INR	283,000,000	USD	3,961,366	14-Feb-20	(6,947)
USD	3,909,272	INR	283,000,000	14-Feb-20	(45,148)
USD	1,379,405	INR	100,000,000	18-Feb-20	(17,304)
USD	2,293,431	INR	166,176,280	20-Feb-20	(27,062)
JPY	809,781,660	USD	7,636,876	06-Mar-20	(157,444)
USD	18,144,390	KRW	21,815,000,000	06-Mar-20	(757,032)
USD	9,389,073	KRW	10,904,000,000	09-Mar-20	(60,238)
USD	623,988	INR	45,566,720	16-Mar-20	(10,337)
USD	25,170,999	INR	1,840,000,000	18-Mar-20	(436,483)
JPY	1,427,773,600	USD	13,433,078	23-Mar-20	(232,457)
JPY	149,589,650	USD	1,420,104	24-Mar-20	(36,977)
USD	4,930,203	AUD	7,277,750	14-Apr-20	(189,312)
USD	9,343,980	AUD	13,764,279	15-Apr-20	(338,671)
JPY	921,378,210	USD	8,582,577	21-Apr-20	(49,838)
USD	38,606,960	AUD	56,000,000	24-Apr-20	(794,409)
USD	9,470,278	AUD	13,741,485	12-May-20	(201,847)
USD	4,446,404	AUD	6,463,735	14-May-20	(103,374)
USD	23,203,745	INR	1,710,000,000	20-May-20	(410,854)
JPY	345,042,910	USD	3,201,838	04-Jun-20	1,468
JPY	1,168,726,070	USD	11,020,186	08-Jun-20	(167,529)
JPY	587,298,000	USD	5,416,629	18-Jun-20	40,026
JPY	576,980,190	USD	5,390,038	22-Jun-20	(28,037)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
JPY	729,043,350	USD	6,963,222	24-Jun-20	(187,303)
JPY	1,831,919,360	USD	17,343,640	08-Sep-20	(244,049)
					(5,213,558)
					(4,697,693)

The above contracts were open with the following counterparties:

Bank of America	60,477
Barclays	63,612
BNP Paribas	(998,365)
Citigroup	(305,840)
Credit Suisse	38,708
Deutsche Bank	(1,229,630)
Goldman Sachs	(22,344)
HSBC	(726,748)
JPMorgan	(1,686,519)
Morgan Stanley	44,747
The Bank of New York Mellon	13,305
Toronto–Dominion Bank	1,167
UBS	49,737
	(4,697,693)

Templeton Asian Growth Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	9,027,172	USD	9,214,810	15-Jan-20	124,347
CNH	12,867,492	USD	1,827,531	15-Jan-20	20,158
CZK	184,483,386	USD	8,071,171	15-Jan-20	64,381
EUR	84,193,883	USD	93,987,926	15-Jan-20	522,189
PLN	46,451,692	USD	12,083,156	15-Jan-20	163,857
SGD	935,074	USD	689,271	15-Jan-20	5,929
USD	685,805	EUR	615,301	15-Jan-20	(4,888)
USD	381,462	PLN	1,468,660	15-Jan-20	(5,751)
EUR	4,904,358	INR	391,154,000	27-Jan-20	34,150
EUR	2,221,881	THB	74,819,400	27-Jan-20	(18,720)
EUR	4,944,985	USD	5,494,600	27-Jan-20	60,569
INR	8,271,000	EUR	103,452	27-Jan-20	(440)
EUR	3,613,523	KRW	4,696,677,000	28-Jan-20	(5,496)
EUR	9,631,820	HKD	83,397,700	29-Jan-20	122,597
EUR	3,374,859	TWD	113,226,500	30-Jan-20	(1,790)
TWD	2,513,200	EUR	75,494	30-Jan-20	(618)
					1,080,474

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Growth Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	112,714
Barclays	89,981
BNP Paribas	81,578
Citigroup	249,680
Credit Suisse	6,836
Deutsche Bank	16,757
Goldman Sachs	72,432
HSBC	94,293
JPMorgan	62,739
Morgan Stanley	83,867
The Bank of New York Mellon	60,358
Toronto–Dominion Bank	82,139
UBS	67,100
	1,080,474

Templeton Asian Smaller Companies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	1,258,588	USD	1,404,860	15-Jan-20	7,942

The above contracts were open with the following counterparties:	
Bank of America	477
Barclays	560
BNP Paribas	22
Citigroup	280
Credit Suisse	68
Goldman Sachs	221
HSBC	4,420
JPMorgan	293
Morgan Stanley	1,435
Toronto–Dominion Bank	166
	7,942

Templeton BRIC Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	11,490,638	USD	12,778,845	10-Jan-20	115,597
USD	262,028	EUR	235,263	10-Jan-20	(1,976)
					113,621

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton BRIC Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	14,243
Barclays	13,815
BNP Paribas	13,439
Citigroup	12,637
Credit Suisse	429
Goldman Sachs	6,628
HSBC	13,627
JPMorgan	15,977
Morgan Stanley	11,729
The Bank of New York Mellon	705
UBS	10,392
	113,621

Templeton Emerging Markets Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	12,705,240	USD	14,184,307	15-Jan-20	77,700
USD	438,232	EUR	393,301	15-Jan-20	(3,260)
					74,440

The above contracts were open with the following counterparties:	
Bank of America	8,203
Barclays	8,432
BNP Paribas	9,410
Citigroup	9,585
Credit Suisse	1,030
Goldman Sachs	4,676
HSBC	4,835
JPMorgan	11,199
Morgan Stanley	6,496
The Bank of New York Mellon	857
Toronto–Dominion Bank	5,587
UBS	4,130
	74,440

Templeton Emerging Markets Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
AUD	560,642,985	USD	386,552,303	15-Jan-20	6,975,842
CHF	3,915,606	USD	3,997,293	15-Jan-20	53,639
CZK	7,544,207	USD	330,186	15-Jan-20	2,506
EUR	205,835,734	USD	229,777,209	15-Jan-20	1,279,473
GBP	45,761,025	USD	60,328,346	15-Jan-20	306,852
NOK	5,216,712	USD	573,918	15-Jan-20	20,453
PLN	112,168,260	USD	29,170,670	15-Jan-20	402,548
SEK	1,821,924,483	USD	194,607,328	15-Jan-20	60,066
SGD	36,971,231	USD	27,247,377	15-Jan-20	239,656
USD	1,377,051	EUR	1,232,731	15-Jan-20	(6,726)
USD	440,803	GBP	329,959	15-Jan-20	3,594
USD	936,147	SGD	1,268,327	15-Jan-20	(6,817)
ZAR	504,224,947	USD	34,809,191	15-Jan-20	1,120,520
					10,451,606

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
USD	45,774,541	INR	3,282,263,500	07-Jan-20	(210,542)
USD	12,658,775	INR	923,426,000	13-Jan-20	(275,214)
JPY	6,788,449,024	AUD	92,550,000	14-Jan-20	(2,446,178)
USD	18,513,576	AUD	26,424,750	15-Jan-20	(34,561)
USD	170,856,840	EUR	154,000,000	15-Jan-20	(2,012,700)
USD	84,594,606	INR	6,194,863,000	16-Jan-20	(2,162,592)
USD	36,652,598	EUR	32,184,715	23-Jan-20	505,749
USD	1,688,805	EUR	1,494,200	03-Feb-20	9,499
USD	104,586,988	INR	7,509,574,602	03-Feb-20	(472,395)
USD	92,662,999	INR	6,671,027,837	05-Feb-20	(644,614)
USD	92,716,797	INR	6,632,278,500	06-Feb-20	(38,667)
USD	23,007,624	INR	1,665,567,883	14-Feb-20	(265,712)
USD	59,655,259	INR	4,324,708,000	18-Feb-20	(748,362)
USD	93,027,650	INR	6,740,550,940	20-Feb-20	(1,097,691)
USD	3,664,473	EUR	3,265,000	24-Feb-20	(9,665)
JPY	12,650,034,300	USD	120,442,220	26-Feb-20	(3,663,107)
JPY	17,151,004,900	USD	163,132,665	27-Feb-20	(4,793,734)
USD	20,049,813	EUR	17,841,960	28-Feb-20	(32,783)
JPY	12,218,061,410	USD	115,225,906	06-Mar-20	(2,375,535)
USD	24,922,543	EUR	22,366,098	10-Mar-20	(270,206)
JPY	11,440,647,454	AUD	154,230,000	12-Mar-20	(2,701,072)
JPY	2,669,182,950	AUD	35,900,000	13-Mar-20	(571,080)
USD	25,310,607	INR	1,848,307,060	16-Mar-20	(419,289)
JPY	39,051,319,990	USD	367,410,811	23-Mar-20	(6,357,960)
USD	17,141,396	EUR	15,294,167	23-Mar-20	(100,210)
JPY	4,091,456,050	USD	38,841,548	24-Mar-20	(1,011,359)
USD	18,913,920	EUR	16,990,433	25-Mar-20	(242,430)
USD	10,503,046	EUR	9,479,052	31-Mar-20	(188,519)
USD	24,836,763	EUR	22,351,902	08-Apr-20	(386,821)
USD	23,094,910	MXN	463,822,000	08-Apr-20	(1,058,964)
USD	40,794,600	AUD	60,000,000	09-Apr-20	(1,407,798)
USD	336,439	EUR	302,390	09-Apr-20	(4,822)
USD	17,901,051	AUD	26,424,750	14-Apr-20	(687,373)
USD	132,658,784	AUD	195,577,259	15-Apr-20	(4,922,446)
USD	27,935,668	EUR	25,041,385	15-Apr-20	(335,235)
JPY	25,200,810,760	USD	234,743,889	21-Apr-20	(1,363,143)
USD	17,272,855	EUR	15,297,897	23-Apr-20	(6,566)
USD	15,098,079	AUD	21,900,000	24-Apr-20	(310,671)
USD	176,754,286	EUR	156,874,380	24-Apr-20	(450,937)
USD	32,959,239	EUR	29,281,485	27-Apr-20	(123,288)
USD	3,470,553	EUR	3,090,402	29-Apr-20	(21,450)
JPY	5,663,088,600	USD	52,769,479	30-Apr-20	(297,975)
USD	53,108,382	EUR	47,295,251	30-Apr-20	(336,263)
USD	5,994,423	EUR	5,317,387	04-May-20	(15,834)
USD	34,386,002	AUD	49,894,496	12-May-20	(732,895)
USD	16,144,838	AUD	23,469,746	14-May-20	(375,348)
USD	157,257,839	EUR	140,984,706	14-May-20	(2,196,865)
USD	31,814,028	INR	2,342,785,000	18-May-20	(546,942)
USD	57,121,266	EUR	51,038,373	20-May-20	(625,085)
USD	87,414,551	EUR	78,003,803	21-May-20	(846,796)
USD	24,747,861	EUR	22,114,767	22-May-20	(276,570)
JPY	20,515,721,500	USD	191,128,577	26-May-20	(761,371)
USD	136,883,002	AUD	200,826,000	26-May-20	(4,512,796)
USD	46,713,264	EUR	41,760,472	26-May-20	(553,465)
USD	14,759,604	EUR	13,234,939	27-May-20	(221,340)
USD	33,760,660	EUR	30,252,868	29-May-20	(487,556)
JPY	5,206,039,660	USD	48,309,636	04-Jun-20	22,156
USD	3,507,422	EUR	3,129,797	04-Jun-20	(37,038)
USD	218,565,946	EUR	194,983,770	05-Jun-20	(2,264,773)
JPY	17,633,848,240	USD	166,273,590	08-Jun-20	(2,527,712)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	13,671,320	EUR	12,200,000	11-Jun-20	(151,080)
JPY	20,022,452,628	AUD	271,290,000	12-Jun-20	(5,107,953)
USD	41,050,200	AUD	60,000,000	12-Jun-20	(1,209,236)
USD	3,637,199	EUR	3,129,797	15-Jun-20	90,305
USD	17,321,205	MXN	351,811,000	17-Jun-20	(813,050)
JPY	16,063,292,000	USD	148,151,183	18-Jun-20	1,094,769
USD	20,681,988	AUD	29,870,000	18-Jun-20	(358,834)
USD	86,735,451	EUR	76,917,255	18-Jun-20	(448,629)
JPY	15,781,099,250	USD	147,423,977	22-Jun-20	(766,846)
JPY	19,940,208,950	USD	190,452,474	24-Jun-20	(5,122,950)
USD	61,480,405	EUR	54,145,545	23-Jul-20	(26,533)
JPY	27,640,170,690	USD	261,682,451	08-Sep-20	(3,682,247)
USD	5,048,567	EUR	4,512,000	05-Oct-20	(100,642)
USD	23,094,901	MXN	475,912,000	08-Oct-20	(1,042,117)
USD	17,321,203	MXN	357,449,000	09-Oct-20	(805,213)
USD	77,909,784	EUR	69,067,733	15-Oct-20	(961,642)
USD	7,386,094	EUR	6,529,000	16-Oct-20	(70,122)
USD	13,838,634	EUR	12,156,000	26-Oct-20	(52,439)
					(80,839,370)
					(70,387,764)

The above contracts were open with the following counterparties:

Bank of America	(7,259,390)
Barclays	905,553
BNP Paribas	(6,578,450)
Citigroup	(15,318,543)
Credit Suisse	16,523
Deutsche Bank	(1,613,832)
Goldman Sachs	(4,220,708)
HSBC	(13,223,822)
JPMorgan	(21,676,582)
Morgan Stanley	1,099,037
Standard Chartered	(153,340)
The Bank of New York Mellon	31,578
Toronto–Dominion Bank	230,377
UBS	(2,626,165)
	(70,387,764)

Templeton Emerging Markets Dynamic Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	29,140,511	USD	32,493,800	21-Jan-20	229,887
SGD	166,472	USD	122,825	21-Jan-20	947
USD	10,002	SGD	13,547	21-Jan-20	(71)
					230,763
Forward foreign exchange contracts used for efficient portfolio management:					
USD	231,139	INR	16,573,800	07-Jan-20	(1,063)
USD	63,923	INR	4,663,000	13-Jan-20	(1,390)
JPY	43,275,904	AUD	590,000	14-Jan-20	(15,594)
USD	82,848	AUD	118,250	15-Jan-20	(155)
USD	560,277	EUR	505,000	15-Jan-20	(6,600)
USD	595,603	INR	43,616,000	16-Jan-20	(15,226)
USD	927,569	EUR	814,500	23-Jan-20	12,799
USD	23,848	EUR	21,100	03-Feb-20	134
USD	658,885	INR	47,294,102	03-Feb-20	(2,761)
USD	575,789	INR	41,414,712	05-Feb-20	(3,477)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Dynamic Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	560,847	INR	40,105,200	06-Feb-20	(43)
USD	161,989	INR	11,726,675	14-Feb-20	(1,871)
USD	420,015	INR	30,449,000	18-Feb-20	(5,269)
USD	564,002	INR	40,866,200	20-Feb-20	(6,655)
JPY	79,012,000	USD	752,281	26-Feb-20	(22,880)
JPY	107,125,000	USD	1,018,925	27-Feb-20	(29,942)
USD	2,513,763	EUR	2,234,000	28-Feb-20	(787)
JPY	72,178,360	USD	680,698	06-Mar-20	(14,034)
USD	47,801	EUR	42,895	09-Mar-20	(513)
USD	34,276	EUR	30,760	10-Mar-20	(372)
JPY	73,440,752	AUD	990,000	12-Mar-20	(17,307)
JPY	17,100,615	AUD	230,000	13-Mar-20	(3,659)
USD	153,452	INR	11,205,800	16-Mar-20	(2,542)
JPY	239,078,600	USD	2,249,350	23-Mar-20	(38,925)
USD	4,989	EUR	4,451	23-Mar-20	(29)
JPY	25,048,600	USD	237,795	24-Mar-20	(6,192)
USD	76,190	EUR	68,442	25-Mar-20	(977)
USD	36,564	EUR	33,000	31-Mar-20	(657)
USD	459,759	EUR	413,635	08-Apr-20	(7,019)
USD	134,340	MXN	2,698,000	08-Apr-20	(6,160)
USD	80,107	AUD	118,250	14-Apr-20	(3,076)
USD	372,783	AUD	549,497	15-Apr-20	(13,768)
USD	14,862	EUR	13,323	15-Apr-20	(178)
JPY	154,283,790	USD	1,437,143	21-Apr-20	(8,346)
USD	5,027	EUR	4,452	23-Apr-20	(2)
USD	475,693	AUD	690,000	24-Apr-20	(9,788)
USD	492,897	EUR	437,460	24-Apr-20	(1,257)
USD	134,509	EUR	119,500	27-Apr-20	(503)
USD	45,990	EUR	40,957	29-Apr-20	(290)
JPY	35,371,600	USD	329,598	30-Apr-20	(1,861)
USD	46,001	EUR	40,957	30-Apr-20	(281)
USD	153,774	AUD	223,127	12-May-20	(3,277)
USD	72,145	AUD	104,877	14-May-20	(1,677)
USD	4,776	EUR	4,283	14-May-20	(68)
USD	223,982	INR	16,494,000	18-May-20	(3,851)
USD	112,722	EUR	100,689	20-May-20	(1,200)
USD	254,303	EUR	226,924	21-May-20	(2,463)
USD	128,870	EUR	115,158	22-May-20	(1,440)
JPY	128,141,100	USD	1,193,788	26-May-20	(4,756)
USD	855,633	AUD	1,255,000	26-May-20	(27,977)
USD	1,084,487	EUR	972,460	27-May-20	(16,263)
USD	59,777	EUR	53,500	29-May-20	(788)
JPY	30,754,750	USD	285,390	04-Jun-20	131
USD	4,716	EUR	4,209	04-Jun-20	(50)
JPY	104,172,200	USD	982,264	08-Jun-20	(14,933)
JPY	128,422,858	AUD	1,740,000	12-Jun-20	(32,734)
USD	4,891	EUR	4,209	15-Jun-20	121
USD	712,296	AUD	1,030,000	17-Jun-20	(13,234)
USD	100,783	MXN	2,047,000	17-Jun-20	(4,731)
JPY	98,342,000	USD	907,005	18-Jun-20	6,702
USD	810,793	EUR	719,446	18-Jun-20	(4,685)
JPY	96,614,610	USD	902,555	22-Jun-20	(4,694)
JPY	122,077,400	USD	1,165,983	24-Jun-20	(31,364)
USD	280,822	EUR	247,315	23-Jul-20	(117)
JPY	163,284,690	USD	1,545,893	08-Sep-20	(21,753)
USD	134,373	MXN	2,769,000	08-Oct-20	(6,063)
USD	100,744	MXN	2,079,000	09-Oct-20	(4,683)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Dynamic Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	637,952	EUR	565,550	15-Oct-20	(7,874)
USD	360,879	EUR	317,000	26-Oct-20	(1,367)
					(443,604)
					(212,841)

The above contracts were open with the following counterparties:

Bank of America	2,929
Barclays	23,155
BNP Paribas	(9,040)
Citigroup	(54,269)
Credit Suisse	4,516
Deutsche Bank	(9,649)
Goldman Sachs	(9,943)
HSBC	(76,478)
JPMorgan	(111,761)
Morgan Stanley	14,511
The Bank of New York Mellon	2,437
Toronto–Dominion Bank	139
UBS	10,612
	(212,841)

Templeton Emerging Markets Local Currency Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	466,149	USD	519,648	21-Jan-20	3,819
GBP	120,001	USD	157,091	21-Jan-20	1,942
NOK	827,361	USD	91,726	21-Jan-20	2,543
SEK	44,300,418	USD	4,727,397	21-Jan-20	7,399
					15,703
Forward foreign exchange contracts used for efficient portfolio management:					
USD	129,652	INR	9,296,700	07-Jan-20	(596)
USD	35,848	INR	2,615,000	13-Jan-20	(779)
USD	99,263	INR	7,269,000	16-Jan-20	(2,538)
USD	187,277	INR	13,459,684	03-Feb-20	(1,025)
USD	172,569	INR	12,455,119	05-Feb-20	(1,640)
USD	185,396	INR	13,273,300	06-Feb-20	(237)
USD	26,998	INR	1,954,446	14-Feb-20	(312)
USD	70,005	INR	5,075,000	18-Feb-20	(878)
USD	184,975	INR	13,402,840	20-Feb-20	(2,183)
USD	50,327	INR	3,675,160	16-Mar-20	(834)
USD	166,158	MXN	3,337,000	08-Apr-20	(7,619)
USD	37,330	INR	2,749,000	18-May-20	(642)
USD	124,612	MXN	2,531,000	17-Jun-20	(5,849)
USD	166,159	MXN	3,424,000	08-Oct-20	(7,498)
USD	124,585	MXN	2,571,000	09-Oct-20	(5,792)
					(38,422)
					(22,719)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Local Currency Bond Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	538
Barclays	564
BNP Paribas	(1,415)
Citigroup	(28,693)
Goldman Sachs	109
HSBC	3,056
JPMorgan	420
Morgan Stanley	2,174
Toronto–Dominion Bank	446
UBS	82
	(22,719)

Templeton Emerging Markets Smaller Companies Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	4,494,126	USD	5,004,458	10-Jan-20	38,713
USD	380,729	EUR	340,986	10-Jan-20	(1,915)
					36,798

The above contracts were open with the following counterparties:	
Bank of America	225
Barclays	4,612
BNP Paribas	118
Citigroup	3,876
Goldman Sachs	3,254
HSBC	10,530
JPMorgan	6,999
Morgan Stanley	4,008
Toronto–Dominion Bank	1,766
UBS	1,410
	36,798

Templeton Euroland Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	639,641	EUR	575,108	10-Jan-20	(5,104)

The above contracts were open with the following counterparties:	
Bank of America	(285)
Barclays	(729)
BNP Paribas	(343)
Citigroup	(1,354)
Credit Suisse	(264)
Goldman Sachs	(101)
HSBC	(292)
JPMorgan	(348)
Morgan Stanley	(349)
Toronto–Dominion Bank	(285)
UBS	(754)
	(5,104)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Frontier Markets Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	55,377,573	USD	61,814,525	15-Jan-20	348,434
PLN	13,327,962	USD	3,466,370	15-Jan-20	47,554
USD	323,939	PLN	1,243,842	15-Jan-20	(4,001)
					391,987

The above contracts were open with the following counterparties:

Bank of America	47,976
Barclays	51,738
BNP Paribas	31,859
Citigroup	35,597
Goldman Sachs	37,936
HSBC	31,416
JPMorgan	32,379
Morgan Stanley	43,624
The Bank of New York Mellon	26,186
Toronto–Dominion Bank	43,015
UBS	10,261
	391,987

Templeton Global Balanced Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	14,587,702	USD	16,285,229	15-Jan-20	89,897
GBP	475,339	USD	626,444	15-Jan-20	3,401
					93,298
Forward foreign exchange contracts used for efficient portfolio management:					
USD	2,196,751	INR	157,518,000	07-Jan-20	(10,104)
USD	8,258,056	KRW	9,860,944,739	08-Jan-20	(273,605)
USD	607,505	INR	44,316,000	13-Jan-20	(13,208)
USD	2,302,444	INR	168,608,000	16-Jan-20	(58,860)
USD	5,200,963	KRW	6,245,576,733	17-Jan-20	(203,660)
USD	5,873,039	KRW	6,863,423,267	28-Jan-20	(67,539)
USD	4,578,361	KRW	5,358,055,261	30-Jan-20	(59,444)
USD	1,066,291	BRL	4,389,600	04-Feb-20	(25,002)
USD	1,846,658	INR	133,855,000	05-Feb-20	(25,571)
USD	3,482,651	INR	249,266,000	06-Feb-20	(3,449)
USD	626,206	INR	45,332,285	14-Feb-20	(7,232)
USD	1,623,657	INR	117,707,000	18-Feb-20	(20,368)
USD	3,481,094	INR	252,231,360	20-Feb-20	(41,076)
USD	1,332,868	BRL	5,504,000	03-Mar-20	(33,195)
USD	5,242,175	KRW	6,088,000,000	09-Mar-20	(33,633)
USD	947,123	INR	69,163,640	16-Mar-20	(15,690)
USD	7,528,989	MXN	153,350,000	06-Apr-20	(459,173)
USD	456,648	MXN	9,171,000	08-Apr-20	(20,939)
USD	1,201,084	BRL	4,978,600	05-May-20	(30,908)
USD	865,888	INR	63,764,000	18-May-20	(14,886)
USD	1,546,837	MXN	31,448,000	17-Jun-20	(74,164)
USD	5,480,350	MXN	114,360,000	07-Oct-20	(320,481)
USD	456,645	MXN	9,410,000	08-Oct-20	(20,605)
USD	342,500	MXN	7,068,000	09-Oct-20	(15,922)
USD	1,139,558	MXN	23,564,000	13-Oct-20	(54,735)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Balanced Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	1,683,476	MXN	34,686,000	15-Oct-20	(74,034)
USD	1,555,714	MXN	31,761,000	16-Oct-20	(53,369)
					(2,030,852)
					(1,937,554)

The above contracts were open with the following counterparties:

Bank of America	10,826
Barclays	9,913
BNP Paribas	(21,184)
Citigroup	(363,790)
Deutsche Bank	119
Goldman Sachs	(24,747)
HSBC	(1,426,205)
JPMorgan	(153,027)
Morgan Stanley	8,346
The Bank of New York Mellon	7,015
Toronto–Dominion Bank	8,033
UBS	7,147
	(1,937,554)

Templeton Global Bond Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CHF	122,763,150	USD	124,536,437	10-Jan-20	2,423,238
CZK	2,418,076,146	USD	105,323,532	10-Jan-20	1,310,979
EUR	795,890,798	USD	885,083,966	10-Jan-20	8,040,353
JPY	4,540,703,286	USD	41,928,683	10-Jan-20	(122,629)
PLN	80,852,785	USD	20,975,510	10-Jan-20	340,993
SGD	155,812,266	USD	114,617,100	10-Jan-20	1,220,268
USD	4,176,207	CHF	4,092,479	10-Jan-20	(56,168)
USD	2,231,277	CZK	51,106,512	10-Jan-20	(22,464)
USD	11,892,793	EUR	10,655,246	10-Jan-20	(64,197)
USD	2,507,498	SGD	3,397,236	10-Jan-20	(18,150)
AUD	67,731,382	USD	46,703,984	15-Jan-20	838,223
CHF	38,022,180	USD	38,807,878	15-Jan-20	528,369
EUR	715,818,024	USD	798,841,464	15-Jan-20	4,685,373
GBP	21,057,602	USD	27,762,538	15-Jan-20	139,632
NOK	1,577,618,909	USD	173,479,769	15-Jan-20	6,267,242
SEK	52,668,446	USD	5,626,027	15-Jan-20	1,445
USD	970,052	AUD	1,404,881	15-Jan-20	(16,066)
USD	147,213,183	EUR	132,155,986	15-Jan-20	(1,135,808)
USD	144,144	GBP	109,810	15-Jan-20	(1,359)
CAD	4,228,895	USD	3,217,203	21-Jan-20	39,665
CHF	10,613,133	USD	10,846,656	21-Jan-20	138,073
CNH	7,257,757	USD	1,036,025	21-Jan-20	6,019
EUR	1,322,571,813	USD	1,474,744,214	21-Jan-20	10,453,482
GBP	106,767,976	USD	139,899,488	21-Jan-20	1,597,607
USD	95,061	CAD	124,726	21-Jan-20	(996)
USD	23,978	CNH	168,036	21-Jan-20	(148)
USD	16,839,048	EUR	15,117,599	21-Jan-20	(137,440)
					36,455,536

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
NOK	284,248,000	USD	31,137,158	03-Jan-20	1,247,004
USD	30,932,834	NOK	284,248,000	03-Jan-20	(1,451,328)
USD	104,545,411	INR	7,496,428,700	07-Jan-20	(480,861)
USD	28,911,615	INR	2,109,030,000	13-Jan-20	(628,565)
JPY	5,988,945,033	AUD	81,650,000	14-Jan-20	(2,158,082)
USD	7,980,180	AUD	11,390,250	15-Jan-20	(14,897)
USD	68,000,505	INR	4,979,677,000	16-Jan-20	(1,738,377)
EUR	69,896,000	USD	77,851,563	17-Jan-20	618,829
USD	77,662,145	EUR	69,896,000	17-Jan-20	(808,247)
EUR	129,460,795	USD	144,065,267	23-Jan-20	1,332,935
USD	147,432,543	EUR	129,460,795	23-Jan-20	2,034,340
USD	315,409,785	KRW	368,571,713,475	28-Jan-20	(3,604,358)
USD	96,167,031	KRW	112,775,077,248	29-Jan-20	(1,446,431)
USD	146,972,146	KRW	172,001,503,003	30-Jan-20	(1,908,234)
USD	201,556,228	AUD	290,385,000	31-Jan-20	(2,355,674)
EUR	143,307,900	USD	160,174,523	03-Feb-20	886,723
USD	161,972,321	EUR	143,307,900	03-Feb-20	911,075
USD	141,660,082	INR	10,182,895,674	03-Feb-20	(799,217)
USD	131,438,848	INR	9,490,649,830	05-Feb-20	(1,306,797)
USD	142,867,445	INR	10,229,859,300	06-Feb-20	(201,840)
CHF	86,321,136	EUR	78,559,461	10-Feb-20	1,139,849
USD	270,876,844	KRW	326,840,000,000	10-Feb-20	(12,095,835)
CHF	84,715,864	EUR	77,123,798	12-Feb-20	1,091,671
EUR	100,344,170	SEK	1,075,629,300	13-Feb-20	(2,244,946)
EUR	151,043,000	USD	168,304,949	13-Feb-20	1,552,249
SEK	1,075,629,300	EUR	100,753,976	13-Feb-20	1,784,094
USD	169,550,299	EUR	151,043,000	13-Feb-20	(306,900)
USD	18,494,443	INR	1,338,849,687	14-Feb-20	(213,590)
USD	47,953,280	INR	3,476,373,000	18-Feb-20	(601,563)
USD	72,282,022	INR	5,237,374,600	20-Feb-20	(852,900)
EUR	79,422,000	USD	88,672,677	24-Feb-20	701,700
USD	89,139,282	EUR	79,422,000	24-Feb-20	(235,096)
NOK	696,675,000	USD	77,799,926	26-Feb-20	1,586,916
USD	79,499,726	KRW	95,514,945,504	26-Feb-20	(3,224,378)
USD	75,816,193	NOK	696,675,000	26-Feb-20	(3,570,649)
USD	64,687,225	INR	4,777,475,000	27-Feb-20	(1,974,597)
EUR	192,203,013	USD	214,819,223	28-Feb-20	1,521,107
USD	216,091,524	EUR	192,203,013	28-Feb-20	(248,808)
USD	77,889,167	INR	5,737,355,000	28-Feb-20	(2,157,455)
USD	93,865,810	KRW	112,775,077,248	28-Feb-20	(3,811,300)
USD	161,867,099	INR	11,935,918,000	03-Mar-20	(4,576,470)
JPY	21,207,969,360	USD	200,007,793	06-Mar-20	(4,123,426)
KRW	511,032,530,000	USD	435,755,728	06-Mar-20	7,024,068
USD	521,419,363	KRW	626,902,500,000	06-Mar-20	(21,754,984)
USD	53,402,438	EUR	47,922,500	09-Mar-20	(573,055)
USD	228,150,859	KRW	264,963,000,000	09-Mar-20	(1,463,772)
EUR	17,000,000	USD	19,005,082	10-Mar-20	143,396
USD	30,615,586	EUR	27,475,174	10-Mar-20	(331,929)
JPY	10,093,923,879	AUD	136,075,000	12-Mar-20	(2,383,132)
EUR	100,295,994	SEK	1,075,629,400	13-Mar-20	(2,252,322)
JPY	2,354,680,335	AUD	31,670,000	13-Mar-20	(503,791)
SEK	1,075,629,400	EUR	100,716,249	13-Mar-20	1,778,862
USD	169,850,874	EUR	151,043,000	13-Mar-20	(314,228)
USD	19,666,216	INR	1,436,125,400	16-Mar-20	(325,785)
JPY	53,513,125,880	USD	503,473,402	23-Mar-20	(8,712,491)
NOK	569,001,000	USD	63,641,661	23-Mar-20	1,198,405
USD	95,004,793	EUR	84,766,675	23-Mar-20	(555,404)
USD	62,393,197	NOK	569,001,000	23-Mar-20	(2,446,869)
JPY	5,606,637,740	USD	53,225,670	24-Mar-20	(1,385,893)
NOK	428,001,000	USD	47,597,447	24-Mar-20	1,175,118

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	46,577,031	NOK	428,001,000	24-Mar-20	(2,195,533)
USD	128,731,915	EUR	116,157,923	31-Mar-20	(2,284,353)
MXN	639,571,000	USD	32,080,405	08-Apr-20	1,225,727
USD	142,694,417	EUR	128,392,735	08-Apr-20	(2,193,698)
USD	31,845,912	MXN	639,571,000	08-Apr-20	(1,460,221)
USD	129,893,420	AUD	191,042,450	09-Apr-20	(4,480,739)
USD	9,378,181	EUR	8,429,067	09-Apr-20	(134,411)
USD	7,716,154	AUD	11,390,250	14-Apr-20	(296,289)
USD	208,237,332	EUR	187,322,989	14-Apr-20	(3,231,035)
EUR	100,238,503	SEK	1,075,629,300	15-Apr-20	(2,260,591)
SEK	1,075,629,300	EUR	98,962,131	15-Apr-20	3,701,572
USD	14,623,964	AUD	21,542,032	15-Apr-20	(530,043)
USD	267,274,096	EUR	238,063,074	15-Apr-20	(1,491,315)
JPY	34,533,382,300	USD	321,676,177	21-Apr-20	(1,867,954)
USD	95,733,395	EUR	84,787,348	23-Apr-20	(36,393)
USD	233,742,765	EUR	207,453,251	24-Apr-20	(596,327)
USD	63,949,585	EUR	56,813,775	27-Apr-20	(239,210)
USD	157,536,049	EUR	140,217,212	29-Apr-20	(902,542)
USD	138,437,859	INR	10,036,744,800	29-Apr-20	(518,130)
USD	369,130,940	AUD	536,254,725	30-Apr-20	(8,223,436)
USD	249,620,636	EUR	222,297,206	30-Apr-20	(1,579,969)
CHF	86,321,135	EUR	78,626,008	08-May-20	1,139,189
CHF	84,715,864	EUR	77,189,854	12-May-20	1,091,654
USD	14,821,630	AUD	21,506,359	12-May-20	(315,903)
USD	6,958,871	AUD	10,116,109	14-May-20	(161,786)
USD	273,431,680	EUR	245,269,102	14-May-20	(3,969,415)
USD	25,573,370	INR	1,883,223,000	18-May-20	(439,654)
USD	148,821,492	AUD	217,701,000	20-May-20	(4,436,095)
USD	145,410,026	EUR	129,967,063	20-May-20	(1,638,615)
USD	127,041,732	AUD	185,269,000	21-May-20	(3,387,063)
USD	129,420,508	EUR	115,495,935	21-May-20	(1,263,210)
USD	36,802,235	AUD	53,795,000	22-May-20	(1,070,075)
USD	116,907,266	EUR	104,468,700	22-May-20	(1,306,497)
USD	365,924,137	AUD	536,254,725	26-May-20	(11,637,358)
USD	118,948,089	AUD	174,692,450	27-May-20	(4,050,426)
USD	103,902,485	EUR	93,262,110	27-May-20	(1,663,128)
USD	69,377,532	EUR	62,000,690	29-May-20	(811,285)
JPY	9,036,583,300	USD	83,855,307	04-Jun-20	38,458
JPY	30,608,629,400	USD	288,615,772	08-Jun-20	(4,387,573)
JPY	17,665,506,266	AUD	239,355,000	12-Jun-20	(4,506,633)
USD	11,186,180	AUD	16,350,000	12-Jun-20	(329,517)
EUR	100,126,532	SEK	1,075,629,300	15-Jun-20	(2,281,641)
SEK	1,075,629,300	EUR	100,588,148	15-Jun-20	1,758,508
USD	312,045,787	EUR	272,571,980	15-Jun-20	3,149,081
MXN	2,193,051,000	USD	109,117,872	17-Jun-20	3,923,922
USD	107,869,893	MXN	2,193,051,000	17-Jun-20	(5,171,901)
JPY	22,011,983,000	USD	203,015,753	18-Jun-20	1,500,192
JPY	21,625,285,820	USD	202,019,237	22-Jun-20	(1,050,831)
JPY	27,324,631,260	USD	260,982,402	24-Jun-20	(7,020,123)
USD	37,186,870	AUD	53,795,000	23-Jul-20	(735,218)
USD	58,898,062	EUR	51,872,000	23-Jul-20	(26,230)
CHF	86,321,136	EUR	78,688,365	10-Aug-20	1,140,229
CHF	84,715,865	EUR	77,253,205	12-Aug-20	1,088,440
JPY	47,977,487,940	USD	454,225,364	08-Sep-20	(6,391,602)
USD	138,476,430	EUR	123,759,009	05-Oct-20	(2,760,484)
MXN	656,242,000	USD	32,047,761	08-Oct-20	1,235,126
USD	31,845,896	MXN	656,242,000	08-Oct-20	(1,436,991)
MXN	492,891,000	USD	24,067,531	09-Oct-20	927,216
USD	23,884,428	MXN	492,891,000	09-Oct-20	(1,110,319)
MXN	1,643,299,000	USD	80,366,744	13-Oct-20	2,920,431
USD	42,966,207	EUR	38,235,007	13-Oct-20	(690,506)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	79,470,119	MXN	1,643,299,000	13-Oct-20	(3,817,057)
MXN	2,418,867,000	USD	118,016,540	15-Oct-20	4,545,342
USD	117,399,072	MXN	2,418,867,000	15-Oct-20	(5,162,810)
MXN	2,214,840,000	USD	108,046,246	16-Oct-20	4,162,509
USD	143,126,441	EUR	126,504,000	16-Oct-20	(1,343,026)
USD	108,487,096	MXN	2,214,840,000	16-Oct-20	(3,721,660)
USD	78,841,277	EUR	69,255,000	26-Oct-20	(298,756)
CHF	86,321,135	EUR	78,748,664	09-Nov-20	1,141,782
CHF	84,715,864	EUR	77,309,604	12-Nov-20	1,093,882
USD	185,189,195	EUR	163,462,568	23-Nov-20	(1,934,817)
					(163,483,269)
					(127,027,733)

The above contracts were open with the following counterparties:

Bank of America	(85,897)
Barclays	(1,969,399)
BNP Paribas	(8,840,311)
Citigroup	(17,819,373)
Credit Suisse	1,715,022
Deutsche Bank	(28,364,038)
Goldman Sachs	(22,236,036)
HSBC	(26,167,276)
JPMorgan	(28,083,944)
Morgan Stanley	5,040,260
Standard Chartered	(9,817,105)
The Bank of New York Mellon	969,981
Toronto–Dominion Bank	1,178,487
UBS	7,451,896
	(127,027,733)

Templeton Global Bond (Euro) Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for efficient portfolio management:					
EUR	14,991,277	KRW	20,009,008,000	10-Jan-20	(436,353)
KRW	11,611,400,000	EUR	8,824,593	10-Jan-20	128,194
EUR	3,925,740	BRL	17,901,765	13-Jan-20	(41,643)
EUR	14,974,679	MXN	329,577,687	15-Jan-20	(505,420)
EUR	1,021,277	COP	3,960,000,000	21-Jan-20	(50,647)
EUR	6,480,392	USD	7,380,000	23-Jan-20	(90,666)
EUR	10,102,158	MXN	219,490,600	24-Jan-20	(186,617)
EUR	2,983,219	INR	240,000,000	05-Feb-20	(3,274)
EUR	3,011,009	IDR	50,600,000,000	19-Feb-20	(227,524)
EUR	11,825,738	INR	974,239,750	24-Feb-20	(258,361)
EUR	1,534,263	IDR	25,300,000,000	28-Feb-20	(82,727)
EUR	20,467,277	USD	23,000,000	28-Feb-20	33,413
USD	23,000,000	EUR	20,644,744	28-Feb-20	(210,881)
EUR	2,802,515	IDR	45,008,390,006	16-Mar-20	(65,369)
EUR	822,511	IDR	13,300,000,000	20-Mar-20	(24,341)
EUR	15,041,312	KRW	19,861,000,000	20-Mar-20	(238,693)
EUR	10,412,189	IDR	168,500,450,600	23-Mar-20	(310,976)
IDR	54,000,000,000	EUR	3,406,940	23-Mar-20	29,555
BRL	55,112,000	EUR	11,878,326	01-Apr-20	232,225
EUR	22,270,266	BRL	103,670,317	01-Apr-20	(510,702)
EUR	3,850,453	INR	310,000,000	03-Apr-20	34,064
EUR	694,591	BRL	3,300,000	27-May-20	(26,061)
EUR	7,840,387	COP	30,273,693,750	27-May-20	(219,389)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond (Euro) Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
EUR	10,176,709	MXN	226,193,822	27-May-20	(154,999)
EUR	7,542,699	USD	8,404,000	27-May-20	118,225
EUR	2,324,691	BRL	10,999,025	02-Jun-20	(75,671)
EUR	6,140,809	KRW	7,967,700,000	03-Jun-20	25,565
					(3,119,073)

The above contracts were open with the following counterparties:	
Barclays	(177,468)
Citigroup	(1,105,746)
Deutsche Bank	(495,723)
HSBC	(310,930)
JPMorgan	(1,029,206)
	(3,119,073)

Templeton Global Climate Change Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) EUR
Forward foreign exchange contracts used for share class hedging:					
USD	273,096	EUR	244,959	21-Jan-20	(1,767)

The above contracts were open with the following counterparties:	
Bank of America	(47)
Barclays	(95)
BNP Paribas	(113)
Citigroup	(557)
Goldman Sachs	(67)
HSBC	(57)
JPMorgan	(428)
Morgan Stanley	(403)
	(1,767)

Templeton Global Equity Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
CNH	735,880	USD	105,038	21-Jan-20	617

The above contracts were open with the following counterparties:	
Bank of America	97
Barclays	20
BNP Paribas	18
Citigroup	97
Credit Suisse	79
Goldman Sachs	16
HSBC	11
JPMorgan	91
Morgan Stanley	88
Toronto–Dominion Bank	100
	617

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
USD	497,978	INR	35,707,500	07-Jan-20	(2,290)
USD	137,715	INR	10,046,000	13-Jan-20	(2,994)
JPY	26,405,636	AUD	360,000	14-Jan-20	(9,515)
USD	97,210	AUD	138,750	15-Jan-20	(181)
USD	681,073	INR	49,875,000	16-Jan-20	(17,411)
USD	377,193	EUR	331,214	23-Jan-20	5,205
USD	179,049	EUR	158,417	03-Feb-20	1,007
USD	418,611	INR	30,343,000	05-Feb-20	(5,797)
USD	633,292	INR	45,356,500	06-Feb-20	(1,039)
USD	185,237	INR	13,409,670	14-Feb-20	(2,139)
USD	480,295	INR	34,819,000	18-Feb-20	(6,025)
USD	878,172	INR	63,630,160	20-Feb-20	(10,362)
JPY	79,735,100	USD	759,166	26-Feb-20	(23,089)
JPY	108,105,500	USD	1,028,251	27-Feb-20	(30,216)
USD	4,551	EUR	4,050	28-Feb-20	(7)
JPY	94,970,500	USD	895,646	06-Mar-20	(18,465)
USD	461,112	EUR	413,795	09-Mar-20	(4,948)
JPY	45,248,714	AUD	610,000	12-Mar-20	(10,688)
JPY	11,152,575	AUD	150,000	13-Mar-20	(2,386)
USD	238,930	INR	17,447,840	16-Mar-20	(3,958)
JPY	230,968,680	USD	2,173,047	23-Mar-20	(37,605)
USD	17,883	EUR	15,956	23-Mar-20	(105)
JPY	24,198,870	USD	229,728	24-Mar-20	(5,982)
USD	80,358	EUR	72,186	25-Mar-20	(1,030)
USD	2,244	EUR	2,025	31-Mar-20	(40)
USD	460,222	EUR	413,795	08-Apr-20	(6,735)
USD	50,888	MXN	1,022,000	08-Apr-20	(2,333)
USD	93,994	AUD	138,750	14-Apr-20	(3,609)
USD	178,114	AUD	262,373	15-Apr-20	(6,456)
JPY	149,050,200	USD	1,388,393	21-Apr-20	(8,062)
USD	18,021	EUR	15,960	23-Apr-20	(7)
USD	2,406,041	AUD	3,490,000	24-Apr-20	(49,509)
USD	452,754	EUR	402,211	27-Apr-20	(1,670)
USD	1,414,737	EUR	1,259,094	29-Apr-20	(7,978)
JPY	35,695,300	USD	332,614	30-Apr-20	(1,878)
USD	180,521	AUD	261,939	12-May-20	(3,847)
USD	84,741	AUD	123,189	14-May-20	(1,970)
USD	215,399	INR	15,862,000	18-May-20	(3,703)
USD	134,403	EUR	120,058	20-May-20	(1,434)
USD	259,958	EUR	231,988	21-May-20	(2,537)
USD	241,754	EUR	216,032	22-May-20	(2,702)
JPY	129,313,800	USD	1,204,713	26-May-20	(4,799)
USD	811,786	AUD	1,191,000	26-May-20	(26,763)
USD	2,266	EUR	2,025	29-May-20	(27)
JPY	40,466,340	USD	375,509	04-Jun-20	172
JPY	137,067,210	USD	1,292,438	08-Jun-20	(19,648)
JPY	78,230,301	AUD	1,060,000	12-Jun-20	(19,982)
USD	38,206	MXN	776,000	17-Jun-20	(1,793)
JPY	95,006,000	USD	876,237	18-Jun-20	6,475
USD	528,638	EUR	469,099	18-Jun-20	(3,077)
JPY	93,337,120	USD	871,937	22-Jun-20	(4,535)
JPY	117,936,130	USD	1,126,429	24-Jun-20	(30,300)
USD	476,912	EUR	420,000	23-Jul-20	(189)
JPY	214,845,950	USD	2,034,048	08-Sep-20	(28,622)
USD	50,906	MXN	1,049,000	08-Oct-20	(2,297)
USD	38,185	MXN	788,000	09-Oct-20	(1,775)
USD	1,823,691	EUR	1,616,718	15-Oct-20	(22,510)
USD	2,758,244	EUR	2,422,870	26-Oct-20	(10,452)
					(464,612)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

The above contracts were open with the following counterparties:	Unrealised profit/(loss) USD
Bank of America	(26,763)
Barclays	(74)
BNP Paribas	(36,839)
Citigroup	(76,004)
Deutsche Bank	(43,912)
Goldman Sachs	(888)
HSBC	(87,462)
JPMorgan	(184,692)
Standard Chartered	(7,978)
	(464,612)

Templeton Global Income Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
EUR	30,747,440	USD	34,324,052	15-Jan-20	190,861
SGD	129,934	USD	95,763	15-Jan-20	839
USD	132,506	EUR	118,732	15-Jan-20	(774)
USD	5,001	SGD	6,761	15-Jan-20	(26)
					190,900
Forward foreign exchange contracts used for efficient portfolio management:					
NOK	1,550,000	USD	169,790	03-Jan-20	6,800
USD	173,245	NOK	1,550,000	03-Jan-20	(3,346)
USD	1,916,760	INR	137,441,300	07-Jan-20	(8,816)
USD	1,833,785	INR	133,770,000	13-Jan-20	(39,868)
USD	1,247,795	AUD	1,781,000	15-Jan-20	(2,329)
INR	134,000,000	USD	1,862,922	16-Jan-20	13,707
USD	3,228,923	INR	236,454,000	16-Jan-20	(82,545)
USD	3,018,638	KRW	3,624,931,525	17-Jan-20	(118,204)
USD	996,485	KRW	1,165,688,475	28-Jan-20	(12,467)
USD	707,778	KRW	830,010,822	29-Jan-20	(10,646)
USD	1,256,176	BRL	5,171,300	04-Feb-20	(29,455)
USD	67,619,936	EUR	60,298,493	05-Feb-20	(156,676)
USD	1,611,285	INR	116,794,000	05-Feb-20	(22,312)
USD	3,689,367	INR	263,938,700	06-Feb-20	(1,937)
CHF	933,681	EUR	849,728	10-Feb-20	12,329
CHF	916,318	EUR	834,200	12-Feb-20	11,808
SEK	10,216,800	EUR	957,006	13-Feb-20	16,946
USD	30,440,438	GBP	23,595,227	13-Feb-20	(849,298)
USD	2,277,012	INR	165,072,000	18-Feb-20	(28,565)
USD	2,059,433	INR	149,556,000	20-Feb-20	(28,974)
JPY	160,913,800	USD	1,532,076	26-Feb-20	(46,596)
NOK	3,798,000	USD	424,135	26-Feb-20	8,651
USD	585,108	KRW	702,978,356	26-Feb-20	(23,731)
JPY	218,168,100	USD	2,075,117	27-Feb-20	(60,979)
JPY	210,713,000	USD	2,018,352	28-Feb-20	(72,928)
USD	690,841	KRW	830,010,822	28-Feb-20	(28,051)
USD	1,570,237	BRL	6,484,200	03-Mar-20	(39,107)
JPY	315,301,690	USD	2,973,542	06-Mar-20	(61,303)
EUR	1,270,165	USD	1,417,517	09-Mar-20	13,080
USD	1,415,409	EUR	1,270,165	09-Mar-20	(15,189)
SEK	10,216,900	EUR	956,656	13-Mar-20	16,897
INR	73,911,770	USD	1,020,740	16-Mar-20	8,170
USD	1,012,143	INR	73,911,770	16-Mar-20	(16,767)
JPY	655,880,830	USD	6,170,796	23-Mar-20	(106,784)
NOK	3,102,000	USD	346,953	23-Mar-20	6,533
JPY	68,717,400	USD	652,357	24-Mar-20	(16,986)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
NOK	2,333,000	USD	259,450	24-Mar-20	6,405
USD	242,689	MXN	4,874,000	08-Apr-20	(11,128)
EUR	371,333	USD	413,602	09-Apr-20	5,464
USD	473,292	AUD	696,100	09-Apr-20	(16,326)
USD	413,145	EUR	371,333	09-Apr-20	(5,921)
EUR	1,177,999	USD	1,312,739	14-Apr-20	17,101
USD	1,206,512	AUD	1,781,000	14-Apr-20	(46,328)
USD	1,309,430	EUR	1,177,999	14-Apr-20	(20,410)
EUR	5,875,000	USD	6,549,274	15-Apr-20	83,409
SEK	10,216,800	EUR	939,986	15-Apr-20	35,159
USD	1,971,537	AUD	2,904,298	15-Apr-20	(71,526)
USD	6,554,561	EUR	5,875,000	15-Apr-20	(78,121)
JPY	423,256,230	USD	3,942,604	21-Apr-20	(22,895)
EUR	1,540,375	USD	1,717,148	23-Apr-20	22,750
USD	1,739,237	EUR	1,540,375	23-Apr-20	(661)
EUR	1,437,866	USD	1,603,878	29-Apr-20	20,841
USD	1,615,682	EUR	1,437,866	29-Apr-20	(9,037)
JPY	72,036,900	USD	671,250	30-Apr-20	(3,790)
EUR	1,482,000	USD	1,653,301	04-May-20	21,807
USD	1,670,696	EUR	1,482,000	04-May-20	(4,413)
USD	1,414,975	BRL	5,865,200	05-May-20	(36,412)
CHF	933,681	EUR	850,448	08-May-20	12,322
CHF	916,318	EUR	834,914	12-May-20	11,808
USD	2,000,454	AUD	2,900,351	12-May-20	(40,996)
SEK	10,216,800	EUR	959,784	13-May-20	12,333
USD	770,002	AUD	1,119,351	14-May-20	(17,902)
NOK	1,267,000	USD	137,759	18-May-20	6,623
NOK	5,123,000	USD	563,797	19-May-20	19,998
EUR	3,316,837	USD	3,708,158	20-May-20	44,611
USD	3,713,142	EUR	3,316,837	20-May-20	(39,627)
EUR	4,800,000	USD	5,380,282	21-May-20	50,921
USD	14,980,732	EUR	13,368,017	21-May-20	(145,187)
USD	7,580,734	AUD	11,081,000	22-May-20	(220,420)
JPY	260,968,600	USD	2,431,236	26-May-20	(9,685)
USD	8,842,230	EUR	7,904,259	26-May-20	(104,232)
NOK	3,798,000	USD	416,972	27-May-20	15,832
USD	473,975	AUD	696,100	27-May-20	(16,140)
JPY	134,348,080	USD	1,246,688	04-Jun-20	572
USD	416,227	EUR	371,333	05-Jun-20	(4,330)
JPY	455,062,550	USD	4,290,889	08-Jun-20	(65,231)
NOK	16,937,900	USD	1,850,944	15-Jun-20	79,234
SEK	20,433,700	EUR	1,929,024	15-Jun-20	12,832
NOK	16,834,800	USD	1,850,942	16-Jun-20	67,488
USD	822,065	MXN	16,713,000	17-Jun-20	(39,415)
JPY	269,788,000	USD	2,488,245	18-Jun-20	18,387
NOK	22,368,600	USD	2,482,441	19-Jun-20	66,601
JPY	265,048,940	USD	2,476,036	22-Jun-20	(12,880)
JPY	334,902,600	USD	3,198,714	24-Jun-20	(86,042)
NOK	1,550,000	USD	173,280	30-Jun-20	3,352
USD	7,659,963	AUD	11,081,000	23-Jul-20	(151,444)
USD	10,680,031	EUR	9,405,990	23-Jul-20	(4,756)
CHF	933,682	EUR	851,123	10-Aug-20	12,333
CHF	916,318	EUR	835,599	12-Aug-20	11,773
JPY	132,023,000	USD	1,277,441	31-Aug-20	(45,664)
JPY	713,287,680	USD	6,753,029	08-Sep-20	(95,025)
NOK	15,111,700	USD	1,674,922	21-Sep-20	46,736
NOK	3,102,000	USD	343,788	24-Sep-20	9,616
USD	242,687	MXN	5,001,000	08-Oct-20	(10,951)
USD	182,008	MXN	3,756,000	09-Oct-20	(8,461)
USD	1,664,259	EUR	1,481,000	13-Oct-20	(26,746)
USD	605,613	MXN	12,523,000	13-Oct-20	(29,088)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	4,043,748	EUR	3,584,819	15-Oct-20	(49,912)
USD	894,689	MXN	18,434,000	15-Oct-20	(39,345)
USD	826,766	MXN	16,879,000	16-Oct-20	(28,362)
USD	955,601	EUR	839,410	26-Oct-20	(3,621)
CHF	933,681	EUR	851,774	09-Nov-20	12,350
CHF	916,318	EUR	836,210	12-Nov-20	11,832
NOK	3,070,000	USD	335,813	16-Nov-20	13,925
					(2,636,953)
					(2,446,053)

The above contracts were open with the following counterparties:

Bank of America	35,980
Barclays	20,616
BNP Paribas	(125,350)
Citigroup	(585,053)
Deutsche Bank	70,966
Goldman Sachs	47,982
HSBC	(361,858)
JPMorgan	(1,624,509)
Morgan Stanley	17,542
Standard Chartered	5,784
The Bank of New York Mellon	11,006
Toronto–Dominion Bank	6,268
UBS	34,573
	(2,446,053)

Templeton Global Total Return Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
BRL	90,648,300	USD	21,500,000	03-Jan-20	1,051,208
USD	22,258,747	BRL	90,648,300	03-Jan-20	(292,461)
EUR	854,024,110	USD	949,711,835	10-Jan-20	8,647,897
GBP	16,052,414	USD	21,117,923	10-Jan-20	149,011
JPY	8,562,844,615	USD	79,069,147	10-Jan-20	(231,414)
PLN	242,059,758	USD	62,798,876	10-Jan-20	1,019,181
USD	18,783,474	EUR	16,880,378	10-Jan-20	(159,169)
USD	2,219,546	JPY	240,355,920	10-Jan-20	6,599
CHF	87,650,722	USD	89,473,333	15-Jan-20	1,206,648
EUR	775,887,943	USD	866,170,078	15-Jan-20	4,787,014
GBP	2,188,192	USD	2,885,625	15-Jan-20	13,820
NOK	2,356,317	USD	259,168	15-Jan-20	9,301
PLN	378,173	USD	98,321	15-Jan-20	1,384
SGD	536,929,605	USD	395,699,491	15-Jan-20	3,492,064
USD	19,746,119	EUR	17,717,465	15-Jan-20	(142,257)
USD	9,148,423	SGD	12,391,540	15-Jan-20	(64,326)
AUD	338,773,507	USD	232,351,881	21-Jan-20	5,478,003
CHF	15,220,402	USD	15,550,623	21-Jan-20	202,689
CNH	255,672,487	USD	36,496,659	21-Jan-20	211,840
EUR	885,040,124	USD	986,872,177	21-Jan-20	6,994,114
GBP	130,501,869	USD	171,005,397	21-Jan-20	1,945,669
NOK	13,659,326	USD	1,513,588	21-Jan-20	42,740
SEK	98,867,795	USD	10,544,869	21-Jan-20	22,049
BRL	85,418,550	USD	21,000,000	04-Feb-20	235,805
					34,627,409

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for efficient portfolio management:					
NOK	324,849,000	USD	35,584,682	03-Jan-20	1,425,122
USD	36,308,623	NOK	324,849,000	03-Jan-20	(701,181)
USD	123,688,461	INR	8,869,081,100	07-Jan-20	(568,910)
USD	128,863,347	INR	9,400,259,000	13-Jan-20	(2,801,609)
JPY	9,036,595,568	AUD	123,200,000	14-Jan-20	(3,256,285)
USD	31,233,242	AUD	44,579,750	15-Jan-20	(58,306)
USD	17,952,909	INR	1,296,200,000	15-Jan-20	(200,772)
INR	7,331,000,000	USD	101,918,532	16-Jan-20	749,924
USD	158,195,425	INR	11,584,651,000	16-Jan-20	(4,044,136)
EUR	43,538,000	USD	48,493,495	17-Jan-20	385,467
USD	48,375,507	EUR	43,538,000	17-Jan-20	(503,455)
EUR	196,499,752	USD	218,468,424	23-Jan-20	2,221,636
USD	223,777,848	EUR	196,499,752	23-Jan-20	3,087,787
KRW	86,442,741,789	USD	71,616,661	28-Jan-20	3,203,126
USD	73,895,317	KRW	86,442,741,789	28-Jan-20	(924,470)
KRW	86,653,408,000	USD	71,872,772	29-Jan-20	3,130,848
USD	286,139,368	KRW	335,555,637,020	29-Jan-20	(4,303,769)
KRW	180,636,779,490	USD	149,661,366	30-Jan-20	6,693,502
USD	154,350,833	KRW	180,636,779,490	30-Jan-20	(2,004,036)
USD	122,819,983	INR	8,804,350,506	03-Feb-20	(353,389)
USD	104,691,160	BRL	430,982,100	04-Feb-20	(2,454,794)
USD	103,976,147	INR	7,536,711,000	05-Feb-20	(1,439,770)
USD	257,245,584	INR	18,400,467,900	06-Feb-20	(93,420)
CHF	92,601,911	EUR	84,275,492	10-Feb-20	1,222,785
CHF	90,879,839	EUR	82,735,369	12-Feb-20	1,171,101
EUR	65,000,000	USD	72,690,800	12-Feb-20	401,304
USD	259,109,382	EUR	232,571,362	12-Feb-20	(2,415,696)
SEK	1,230,357,956	EUR	115,247,378	13-Feb-20	2,040,734
USD	43,025,208	INR	3,114,680,889	14-Feb-20	(496,892)
USD	381,851,630	INR	27,695,618,010	20-Feb-20	(4,891,159)
USD	44,679,631	EUR	39,809,000	24-Feb-20	(117,838)
NOK	796,185,500	USD	88,912,582	26-Feb-20	1,813,585
USD	236,546,778	KRW	284,199,125,959	26-Feb-20	(9,593,947)
USD	279,292,219	KRW	335,555,637,021	28-Feb-20	(11,340,301)
USD	130,863,943	BRL	540,394,800	03-Mar-20	(3,259,179)
JPY	21,633,014,760	USD	204,016,304	06-Mar-20	(4,206,054)
USD	81,421,488	EUR	73,066,351	09-Mar-20	(873,724)
USD	218,197,787	KRW	253,404,000,000	09-Mar-20	(1,399,915)
USD	94,872,000	MXN	1,814,493,410	09-Mar-20	(42,878)
USD	187,000,000	MXN	3,574,598,500	11-Mar-20	71,451
JPY	15,230,830,866	AUD	205,325,000	12-Mar-20	(3,595,906)
JPY	3,553,210,395	AUD	47,790,000	13-Mar-20	(760,221)
SEK	1,230,357,957	EUR	115,204,213	13-Mar-20	2,034,750
USD	57,675,714	INR	4,211,768,990	16-Mar-20	(955,441)
JPY	59,973,194,270	USD	564,252,371	23-Mar-20	(9,764,257)
NOK	650,275,000	USD	72,732,001	23-Mar-20	1,369,581
USD	70,191,497	EUR	62,627,364	23-Mar-20	(410,344)
JPY	6,283,467,170	USD	59,651,036	24-Mar-20	(1,553,198)
NOK	489,135,000	USD	54,396,081	24-Mar-20	1,342,968
USD	68,938,893	EUR	61,928,021	25-Mar-20	(883,627)
USD	13,982,663	EUR	12,613,584	31-Mar-20	(244,389)
EUR	142,370,045	USD	160,359,355	08-Apr-20	301,819
USD	370,331,618	EUR	333,232,697	08-Apr-20	(5,713,470)
USD	24,384,538	MXN	489,722,000	08-Apr-20	(1,118,097)
USD	388,452,621	AUD	571,325,850	09-Apr-20	(13,402,726)
USD	207,620,436	EUR	186,608,338	09-Apr-20	(2,975,679)
USD	30,199,883	AUD	44,579,750	14-Apr-20	(1,159,630)
USD	486,963,442	EUR	438,198,519	14-Apr-20	(7,717,566)
EUR	116,206,727	USD	130,945,923	15-Apr-20	247,664
SEK	1,230,358,217	EUR	113,197,801	15-Apr-20	4,234,042

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	70,915,643	AUD	104,459,027	15-Apr-20	(2,567,345)
USD	220,881,342	EUR	197,987,489	15-Apr-20	(2,640,048)
JPY	38,702,227,380	USD	360,508,694	21-Apr-20	(2,093,452)
USD	70,729,803	EUR	62,642,638	23-Apr-20	(26,888)
USD	37,342,810	EUR	33,175,402	27-Apr-20	(139,105)
USD	99,704,000	MXN	1,920,837,442	28-Apr-20	(31,867)
USD	81,016,584	EUR	72,097,928	29-Apr-20	(450,546)
USD	65,832,014	INR	4,772,821,000	29-Apr-20	(246,389)
USD	50,643,605	EUR	45,101,196	30-Apr-20	(321,713)
USD	117,926,028	BRL	488,814,000	05-May-20	(3,034,601)
CHF	92,601,911	EUR	84,346,882	08-May-20	1,222,077
USD	215,521,789	EUR	192,155,661	08-May-20	(1,726,413)
CHF	90,879,839	EUR	82,806,232	12-May-20	1,171,083
USD	71,775,716	AUD	104,248,612	12-May-20	(1,601,041)
SEK	1,230,357,957	EUR	115,581,918	13-May-20	1,485,238
USD	41,046,210	AUD	59,668,862	14-May-20	(954,276)
USD	64,401,581	EUR	57,750,778	14-May-20	(914,961)
NOK	265,559,000	USD	28,873,896	18-May-20	1,388,073
USD	59,493,523	INR	4,381,103,000	18-May-20	(1,022,804)
NOK	1,074,023,000	USD	118,198,556	19-May-20	4,192,537
USD	186,723,971	AUD	273,146,000	20-May-20	(5,565,898)
USD	332,186,997	EUR	296,626,785	20-May-20	(3,425,463)
USD	159,397,195	AUD	232,454,000	21-May-20	(4,249,693)
USD	177,214,560	EUR	158,145,032	21-May-20	(1,726,635)
USD	64,491,992	AUD	94,270,000	22-May-20	(1,875,193)
USD	167,330,468	EUR	149,527,032	22-May-20	(1,870,002)
USD	30,775,767	EUR	27,512,754	26-May-20	(364,636)
NOK	796,185,500	USD	87,411,024	27-May-20	3,318,992
USD	167,655,181	AUD	246,225,850	27-May-20	(5,709,002)
USD	89,543,032	EUR	80,293,250	27-May-20	(1,342,817)
USD	29,425,506	EUR	26,398,875	29-May-20	(459,739)
JPY	9,217,692,490	USD	85,535,916	04-Jun-20	39,228
USD	132,962,123	EUR	118,646,794	04-Jun-20	(1,404,048)
USD	56,985,952	EUR	50,841,032	05-Jun-20	(594,541)
JPY	31,222,080,710	USD	294,400,145	08-Jun-20	(4,475,509)
USD	82,542,901	EUR	73,659,558	11-Jun-20	(912,172)
JPY	26,656,390,614	AUD	361,175,000	12-Jun-20	(6,800,244)
USD	222,423,667	AUD	325,100,000	12-Jun-20	(6,552,046)
SEK	2,460,715,913	EUR	232,301,640	15-Jun-20	1,545,332
USD	61,554,601	EUR	52,967,509	15-Jun-20	1,528,296
USD	33,952,000	MXN	658,678,986	16-Jun-20	(4,843)
USD	317,596,462	MXN	6,238,699,000	17-Jun-20	(3,980,067)
JPY	24,669,254,000	USD	227,523,671	18-Jun-20	1,681,294
NOK	1,074,023,000	USD	119,281,549	19-Jun-20	3,110,082
JPY	24,235,875,350	USD	226,406,860	22-Jun-20	(1,177,686)
JPY	30,623,241,830	USD	292,488,017	24-Jun-20	(7,867,587)
NOK	324,849,000	USD	36,315,929	30-Jun-20	702,481
USD	65,166,023	AUD	94,270,000	23-Jul-20	(1,288,391)
USD	176,729,494	EUR	155,647,095	23-Jul-20	(78,705)
CHF	92,601,910	EUR	84,413,774	10-Aug-20	1,223,193
CHF	90,879,839	EUR	82,874,192	12-Aug-20	1,167,635
JPY	48,939,042,040	USD	463,328,848	08-Sep-20	(6,519,701)
USD	154,000,000	MXN	3,019,277,800	08-Sep-20	223,539
NOK	650,275,000	USD	72,068,602	24-Sep-20	2,015,847
USD	29,538,229	EUR	26,398,875	05-Oct-20	(588,835)
USD	24,384,524	MXN	502,487,000	08-Oct-20	(1,100,309)
USD	18,288,373	MXN	377,408,000	09-Oct-20	(850,174)
USD	13,409,233	EUR	11,932,683	13-Oct-20	(215,499)
USD	60,850,606	MXN	1,258,281,000	13-Oct-20	(2,922,737)
USD	89,892,932	MXN	1,852,136,000	15-Oct-20	(3,953,184)
EUR	63,271,858	USD	72,073,353	16-Oct-20	184,058

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 5 — Forward foreign exchange contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
USD	88,581,345	EUR	78,272,858	16-Oct-20	(807,434)
USD	83,069,011	MXN	1,695,912,000	16-Oct-20	(2,849,690)
USD	201,872,783	AUD	293,520,000	29-Oct-20	(5,448,155)
USD	15,917,157	EUR	14,013,000	29-Oct-20	(98,997)
CHF	92,601,911	EUR	84,478,462	09-Nov-20	1,224,859
CHF	90,879,839	EUR	82,934,695	12-Nov-20	1,173,473
NOK	643,602,000	USD	70,400,569	16-Nov-20	2,919,348
					(148,785,656)
					(114,158,247)

The above contracts were open with the following counterparties:

Bank of America	(14,574,648)
Barclays	2,088,973
BNP Paribas	(8,662,320)
Citigroup	(55,695,962)
Credit Suisse	2,018,302
Deutsche Bank	37,604,076
Goldman Sachs	(77,941)
HSBC	(11,173,581)
JPMorgan	(73,702,613)
Morgan Stanley	2,436,749
Standard Chartered	(979,144)
The Bank of New York Mellon	1,345,846
Toronto–Dominion Bank	861,600
UBS	4,352,416
	(114,158,247)

Templeton Latin America Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
PLN	22,888,040	USD	5,954,579	15-Jan-20	79,865
USD	161,571	PLN	622,890	15-Jan-20	(2,654)
BRL	1,772,400	EUR	390,999	27-Jan-20	1,541
EUR	19,299,925	BRL	87,575,200	27-Jan-20	(98,108)
EUR	7,092,458	MXN	149,969,900	27-Jan-20	75,473
EUR	6,049,251	USD	6,721,600	27-Jan-20	74,095
MXN	6,655,800	EUR	315,104	27-Jan-20	(3,725)
USD	167,500	EUR	150,956	27-Jan-20	(2,083)
					124,404

The above contracts were open with the following counterparties:

Bank of America	(88,768)
Barclays	6,929
BNP Paribas	7,256
Citigroup	149,478
Deutsche Bank	7,250
Goldman Sachs	6,199
HSBC	7,378
JPMorgan	7,837
Morgan Stanley	7,637
The Bank of New York Mellon	3,240
Toronto–Dominion Bank	3,765
UBS	6,203
	124,404

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 6 — Open positions on financial future contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(225)	Euro-Bund Future, Mar. 2020	JPMorgan	EUR	(38,360,250)	321,536
					321,536

Franklin Diversified Conservative Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(365)	Euro-Bund Future, Mar. 2020	JPMorgan	EUR	(62,228,850)	521,603

Franklin Diversified Dynamic Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Index Future					
21	MSCI Emerging Markets Index Future, Mar. 2020	Bank of America	USD	1,048,830	27,114
51	MSCI Europe Index Future, Mar. 2020	Bank of America	EUR	1,244,145	(1,418)
3	Nikkei 225 Index Future, Mar. 2020	Credit Suisse	JPY	581,914	6,522
					32,218

Franklin Euro Government Bond Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(9)	Euro-Bund Future, Mar. 2020	JPMorgan	EUR	(1,534,410)	15,921
(55)	Euro-OAT Future, Mar. 2020	JPMorgan	EUR	(8,952,350)	83,548
					99,469

Franklin Euro Short Duration Bond Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(114)	Euro-BOBL Future, Mar. 2020	JPMorgan	EUR	(15,233,820)	72,332
306	Euro-Schatz Future, Mar. 2020	JPMorgan	EUR	34,242,930	(22,591)
					49,741

Franklin European Total Return Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Bond Future					
(20)	Euro-OAT Future, Mar. 2020	JPMorgan	EUR	(3,255,400)	30,381
(101)	Long Gilt Future, Mar. 2020	JPMorgan	GBP	(15,671,346)	244,420
					274,801

Franklin Flexible Alpha Bond Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
(120)	30 Day Federal Funds Future, Dec. 2019	JPMorgan	USD	(49,227,688)	(8,586)
396	Australia 3 Yr. Bond Future, Mar. 2020	JPMorgan	AUD	31,956,939	(167,871)
146	Australia 10 Yr. Bond Future, Mar. 2020	JPMorgan	AUD	14,644,761	(208,072)
203	Canada 10 Yr. Bond Future, Mar. 2020	JPMorgan	CAD	21,491,175	(398,903)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 6 — Open positions on financial future contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
50	Euro-BTP Future, Mar. 2020	JPMorgan	EUR	7,988,088	29,773
(41)	Euro-Bund Future, Mar. 2020	JPMorgan	EUR	(7,839,036)	64,798
(36)	Euro-OAT Future, Mar. 2020	JPMorgan	EUR	(6,571,383)	45,995
(64)	U.S. Long Bond Treasury Future, Mar. 2020	JPMorgan	USD	(9,978,000)	213,409
(108)	U.S. Treasury 2 Yr. Note Future, Mar. 2020	JPMorgan	USD	(23,274,000)	(975)
(333)	U.S. Treasury 5 Yr. Note Future, Mar. 2020	JPMorgan	USD	(39,496,922)	77,483
(370)	U.S. Treasury 10 Yr. Note Future, Mar. 2020	JPMorgan	USD	(47,516,094)	390,776
(27)	U.S. Treasury Ultra 10 Yr. Note Future, Mar. 2020	JPMorgan	USD	(3,798,984)	14,557
					52,384

Franklin Global Multi-Asset Income Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment EUR	Unrealised profit/(loss) EUR
Index Future					
106	S&P 500 E-mini Index Future, Mar. 2020	Citigroup	USD	15,270,257	155,573
(58)	SPI 200 Index Future, Mar. 2020	Citigroup	AUD	(5,990,318)	173,225
(40)	Swiss Market Index Future, Mar. 2020	Citigroup	CHF	(3,878,467)	(39,471)
(27)	FTSE 100 Index Future, Mar. 2020	Credit Suisse	GBP	(2,391,238)	(14,227)
(22)	S&P/TSX 60 Index Future, Mar. 2020	Credit Suisse	CAD	(3,058,789)	8,497
					283,597

Franklin K2 Alternative Strategies Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
309	Euro BTP Future, Mar. 2020	JPMorgan	EUR	49,377,389	(261,487)
(79)	Euro-BOBL Future, Mar. 2020	JPMorgan	EUR	(11,841,529)	49,539
(30)	Euro-Bund Future, Mar. 2020	JPMorgan	EUR	(5,737,159)	113,722
(448)	Euro-Schatz Future, Mar. 2020	JPMorgan	EUR	(56,234,678)	38,379
(4)	Japan 10 Yr. Bond Future, Mar. 2020	JPMorgan	JPY	(5,602,319)	8,827
(12)	Long Gilt Future, Mar. 2020	JPMorgan	GBP	(2,088,312)	23,971
(25)	U.S. Long Bond Treasury Future, Mar. 2020	JPMorgan	USD	(3,897,655)	92,215
(547)	U.S. Treasury 5 Yr. Note Future, Mar. 2020	JPMorgan	USD	(64,879,328)	281,092
330	U.S. Treasury 10 Yr. Note Future, Mar. 2020	JPMorgan	USD	42,379,219	(322,356)
32	Ultra U.S. Treasury Bond Future, Mar. 2020	JPMorgan	USD	5,813,001	(189,386)
127	3-month EURIBOR Future, Jun. 2021	Morgan Stanley	EUR	35,731,501	(12,383)
488	90 day Eurodollar Future, Jun. 2021	Morgan Stanley	USD	120,096,800	29,210
334	90 day Sterling Future, Dec. 2020	Morgan Stanley	GBP	54,912,178	(57,385)
22	90 day Sterling Future, Jun. 2021	Morgan Stanley	GBP	3,616,425	847
36	Australia 10 Yr. Bond Future, Mar. 2020	Morgan Stanley	AUD	3,611,550	(69,155)
(54)	Canada 10 Yr. Bond Future, Mar. 2020	Morgan Stanley	CAD	(5,717,086)	88,346
(103)	Euro-BOBL Future, Mar. 2020	Morgan Stanley	EUR	(15,438,964)	45,345
(80)	Euro-Bund Future, Mar. 2020	Morgan Stanley	EUR	(15,299,112)	122,735
188	Euro-Schatz Future, Mar. 2020	Morgan Stanley	EUR	23,598,482	(7,504)
(6)	Japan 10 Yr. Bond Future, Mar. 2020	Morgan Stanley	JPY	(8,403,480)	(10,545)
101	Long Gilt Future, Mar. 2020	Morgan Stanley	GBP	17,576,623	(185,147)
(10)	mini-10 Yr. JGB Future, Mar. 2020	Morgan Stanley	JPY	(1,398,280)	(1,773)
80	U.S. Long Bond Treasury Future, Mar. 2020	Morgan Stanley	USD	12,472,498	(174,907)
91	U.S. Treasury 2 Yr. Note Future, Mar. 2020	Morgan Stanley	USD	19,610,500	(12,086)
199	U.S. Treasury 5 Yr. Note Future, Mar. 2020	Morgan Stanley	USD	23,603,262	(73,133)
184	U.S. Treasury 10 Yr. Note Future, Mar. 2020	Morgan Stanley	USD	23,629,627	(196,983)
(120)	Australia 10 Yr. Bond Future, Mar. 2020	UBS	AUD	(12,038,505)	233,583
(138)	Long Gilt Future, Mar. 2020	UBS	GBP	(24,015,581)	241,724
					(204,695)
Currency Future					
(103)	GBP/USD Future, Mar. 2020	JPMorgan	USD	(8,556,725)	(25,937)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 6 — Open positions on financial future contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
(428)	EUR/USD Future, Mar. 2020	Morgan Stanley	USD	(60,358,700)	(361,087)
81	AUD/USD Future, Mar. 2020	UBS	USD	5,700,780	112,692
547	CAD/USD Future, Mar. 2020	UBS	USD	42,165,495	585,275
(289)	CHF/USD Future, Mar. 2020	UBS	USD	(37,570,000)	(572,836)
55	JPY/USD Future, Mar. 2020	UBS	USD	6,356,282	1,172
					(260,721)
Index Future					
79	CAC 40 Index Future, Jan. 2020	JPMorgan	EUR	5,290,274	1,319
11	DAX Index Future, Mar. 2020	JPMorgan	EUR	4,086,115	(25,395)
221	Euro STOXX 50 Index Future, Mar. 2020	JPMorgan	EUR	9,244,031	(15,694)
4,898	Euro STOXX Banks Equity Index Future, Mar. 2020	JPMorgan	EUR	26,618,849	(75,674)
27	FTSE 100 Index Future, Mar. 2020	JPMorgan	GBP	2,681,957	16,962
89	JPX-Nikkei 400 Index Future, Mar. 2020	JPMorgan	JPY	1,259,376	3,050
26	MSCI Emerging Markets Index Future, Mar. 2020	JPMorgan	USD	1,456,260	19,170
(370)	NASDAQ 100 E-mini Index Future, Mar. 2020	JPMorgan	USD	(64,766,650)	(1,089,492)
(1)	Nikkei 225 Index Future, Mar. 2020	JPMorgan	JPY	(107,565)	(188)
(225)	Russell 2000 mini Index Future, Mar. 2020	JPMorgan	USD	(18,794,250)	(243,118)
(1,698)	S&P 500 E-mini Index Future, Mar. 2020	JPMorgan	USD	(274,320,390)	(7,186,024)
146	STOXX Europe 600 Automobiles & Parts Index Future, Mar. 2020	JPMorgan	EUR	4,149,886	(125,212)
(247)	STOXX Europe 600 Food & Beverage Index Future, Mar. 2020	JPMorgan	EUR	(10,733,300)	(227,776)
(56)	Swiss Market Index Future, Mar. 2020	JPMorgan	CHF	(6,088,364)	(73,767)
43	Topix Index Future, Mar. 2020	JPMorgan	JPY	6,810,823	15,151
63	CAC 40 Index Future, Jan. 2020	Morgan Stanley	EUR	4,218,817	6,332
37	DAX Index Future, Mar. 2020	Morgan Stanley	EUR	13,744,205	(69,781)
(73)	DJIA mini E-cbot Index Future, Mar. 2020	Morgan Stanley	USD	(10,405,420)	(131,130)
(350)	Euro STOXX 50 Index Future, Mar. 2020	Morgan Stanley	EUR	(14,639,867)	8,172
(87)	FTSE 100 Index Future, Mar. 2020	Morgan Stanley	GBP	(8,641,855)	(3,496)
(7)	FTSE MIB Index Future, Mar. 2020	Morgan Stanley	EUR	(919,065)	15,296
(3)	Hang Seng Index Future, Jan. 2020	Morgan Stanley	HKD	(544,191)	505
394	MSCI Emerging Markets Index Future, Mar. 2020	Morgan Stanley	USD	22,067,940	547,430
63	NASDAQ 100 E-mini Index Future, Mar. 2020	Morgan Stanley	USD	11,027,835	280,862
52	Nikkei 225 Index Future, Mar. 2020	Morgan Stanley	JPY	11,313,603	110,474
96	Russell 2000 mini Index Future, Mar. 2020	Morgan Stanley	USD	8,018,880	67,144
(112)	S&P 500 E-mini Index Future, Mar. 2020	Morgan Stanley	USD	(18,094,160)	(417,035)
(218)	STOXX Europe 600 Banks Index Future, Mar. 2020	Morgan Stanley	EUR	(1,744,726)	11,928
(22)	STOXX Europe 600 Index Future, Mar. 2020	Morgan Stanley	EUR	(510,575)	(1,219)
(1)	Topix Index Future, Mar. 2020	Morgan Stanley	JPY	(158,395)	(17,193)
54	DAX Index Future, Mar. 2020	UBS	EUR	20,059,109	(70,053)
144	FTSE 100 Index Future, Mar. 2020	UBS	GBP	14,303,773	95,021
10	FTSE/JSE Africa Top 40 Index Future, Mar. 2020	UBS	ZAR	366,700	(4,168)
73	Hang Seng Index Future, Jan. 2020	UBS	HKD	13,241,982	112,208
114	MSCI Singapore Index Future, Jan. 2020	UBS	SGD	3,148,890	(118)
26	MSCI Taiwan Index Future, Jan. 2020	UBS	USD	1,194,960	(7,448)
					(8,472,957)
					(8,938,373)

Franklin K2 Long Short Credit Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
1	U.S. Long Bond Treasury Future, Mar. 2020	JPMorgan	USD	155,906	(2,900)
Index Future					
(1)	S&P 500 E-mini Index Future, Mar. 2020	JPMorgan	USD	(161,555)	(1,652)
					(4,552)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 6 — Open positions on financial future contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
152	Australia 10 Yr. Bond Future, Mar. 2020	JPMorgan	AUD	15,246,600	(216,623)
109	Canada 10 Yr. Bond Future, Mar. 2020	JPMorgan	CAD	11,539,596	(214,189)
87	Euro-BTP Future, Mar. 2020	JPMorgan	EUR	13,899,274	53,641
(70)	Euro-OAT Future, Mar. 2020	JPMorgan	EUR	(12,777,689)	93,136
					(284,035)

Franklin U.S. Low Duration Fund

Number of contracts purchased/(sold)	Description	Counterparty	Trading currency	Commitment USD	Unrealised profit/(loss) USD
Bond Future					
158	Australia 3 Yr. Bond Future, Mar. 2020	JPMorgan	AUD	12,750,496	(66,979)
43	Australia 10 Yr. Bond Future, Mar. 2020	JPMorgan	AUD	4,313,183	(61,281)
78	Canada 10 Yr. Bond Future, Mar. 2020	JPMorgan	CAD	8,257,693	(153,273)
(50)	Euro-BOBL Future, Mar. 2020	JPMorgan	EUR	(7,492,968)	19,585
59	Euro-BTP Future, Mar. 2020	JPMorgan	EUR	9,425,944	35,132
(14)	Euro-BUXL 30 Yr. Bond Future, Mar. 2020	JPMorgan	EUR	(3,114,626)	69,070
(42)	Euro-OAT Future, Mar. 2020	JPMorgan	EUR	(7,666,614)	53,661
(30)	U.S. Long Bond Treasury Future, Mar. 2020	JPMorgan	USD	(4,677,187)	100,036
738	U.S. Treasury 2 Yr. Note Future, Mar. 2020	JPMorgan	USD	159,039,000	(21,932)
(125)	U.S. Treasury 10 Yr. Note Future, Mar. 2020	JPMorgan	USD	(16,052,734)	132,019
(39)	U.S. Treasury Ultra 10 Yr. Note Future, Mar. 2020	JPMorgan	USD	(5,487,422)	68,197
					174,235

Note 7 — Open positions on interest rate swap contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
6,040,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.7125%	Citigroup	29-Mar-23	USD	(193,896)
18,500,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.806%	Citigroup	17-Apr-23	USD	(660,714)
18,650,000	Receiving fixed rate 2.7725% Paying floating China 7-Day Reverse Repo Rate	Citigroup	23-Aug-24	CNY	(17,447)
14,950,000	Receiving fixed rate 2.765% Paying floating China 7-Day Reverse Repo Rate	Citigroup	26-Aug-24	CNY	(14,765)
					(886,822)

Franklin Global Fundamental Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
9,042,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(1,765,684)
9,042,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(1,810,400)
9,042,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(1,843,945)
22,640,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.3782%	JPMorgan	18-Nov-46	USD	(1,384,754)
3,300,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.537%	JPMorgan	13-Apr-47	USD	(316,687)
1,000,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(107,808)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 7 — Open positions on interest rate swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
3,640,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.2455%	JPMorgan	21-Nov-48	USD	(942,170)
					(8,171,448)

Franklin K2 Alternative Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) Fund Currency
55,339,330	Receiving fixed rate 3.035% Paying floating rate 1-week CNY-CNREPOFIX=CFXS%	JPMorgan	18-Mar-25	CNH	26,764
2,123,464	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 0.8595%	JPMorgan	18-Mar-70	GBP	208,121
					234,885

Franklin K2 Long Short Credit Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) Fund Currency
2,024,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 1.75%	JPMorgan	21-Mar-20	USD	(21,434)
1,000,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.25%	JPMorgan	19-Sep-20	USD	(20,806)
1,200,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 1.75%	JPMorgan	18-Sep-21	USD	(4,179)
1,012,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2%	JPMorgan	21-Mar-23	USD	(25,829)
5,754,001	Receiving fixed rate 3.035% Paying floating rate 1-week CNY-CNREPOFIX=CFXS%	JPMorgan	18-Mar-25	CNH	2,783
1,023,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.25%	JPMorgan	21-Mar-28	USD	(48,987)
214,899	Receiving floating rate 6-month GBP LIBOR Paying fixed rate 0.8595%	JPMorgan	18-Mar-70	GBP	21,062
					(97,390)

Franklin Strategic Income Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
36,000,000	Receiving fixed rate 2.7725% Paying floating China 7-Day Reverse Repo Rate	Citigroup	23-Aug-24	CNY	(33,491)
29,050,000	Receiving fixed rate 2.765% Paying floating China 7-Day Reverse Repo Rate	Citigroup	26-Aug-24	CNY	(28,501)
					(61,992)

Templeton Asian Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
7,640,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(1,491,930)
21,560,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.61313%	JPMorgan	26-Jan-47	USD	(2,405,553)
13,000,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.6782%	JPMorgan	27-Jan-47	USD	(1,630,950)
4,000,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(430,333)
					(5,958,766)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 7 — Open positions on interest rate swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
73,706,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(14,392,276)
73,706,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(14,756,778)
73,706,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(15,030,225)
111,000,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.43%	JPMorgan	25-Nov-46	USD	(8,012,371)
114,600,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.7935%	JPMorgan	13-Mar-47	USD	(17,267,749)
					(69,459,399)

Templeton Emerging Markets Dynamic Income Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
230,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(45,060)
230,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(46,197)
230,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(47,050)
					(138,307)

Templeton Global Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
187,632,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(36,637,378)
187,632,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(37,565,284)
187,632,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(38,261,393)
227,900,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.61313%	JPMorgan	26-Jan-47	USD	(25,425,546)
392,400,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.6782%	JPMorgan	27-Jan-47	USD	(49,227,249)
46,600,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.537%	JPMorgan	13-Apr-47	USD	(4,468,067)
					(191,584,917)

Templeton Global Bond (Euro) Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) EUR
3,504,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(610,213)
3,504,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(625,665)
3,504,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(637,258)
2,840,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.3782%	JPMorgan	18-Nov-46	USD	(154,944)
14,300,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(1,371,132)
					(3,399,212)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 7 — Open positions on interest rate swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
476,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	JPMorgan	20-Feb-48	USD	(93,243)
476,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	JPMorgan	22-Feb-48	USD	(95,597)
476,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	JPMorgan	23-Feb-48	USD	(97,363)
2,060,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.024%	JPMorgan	25-Apr-48	USD	(424,663)
930,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.0025%	JPMorgan	12-Nov-49	USD	18,542
					(692,324)

Templeton Global Income Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,924,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(375,829)
1,924,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(385,344)
1,924,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(392,482)
9,350,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.537%	JPMorgan	13-Apr-47	USD	(896,682)
3,400,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(365,828)
					(2,416,165)

Templeton Global Total Return Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
217,542,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.97981%	Citigroup	20-Feb-48	USD	(42,477,581)
217,542,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.002%	Citigroup	22-Feb-48	USD	(43,553,403)
217,542,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 3.019%	Citigroup	23-Feb-48	USD	(44,360,477)
330,000,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.61313%	JPMorgan	26-Jan-47	USD	(36,816,146)
568,200,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.6782%	JPMorgan	27-Jan-47	USD	(71,281,524)
51,300,000	Receiving floating rate 3-month USD LIBOR Paying fixed rate 2.5873%	JPMorgan	27-Jul-47	USD	(5,515,471)
					(244,004,602)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 8 — Open positions on inflation swap contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
7,000,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 2.103%	Citigroup	11-Dec-25	USD	(101,087)
2,200,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 1.719%	Citigroup	14-Aug-26	USD	26,841
3,000,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 2.356%	Citigroup	12-Oct-26	USD	(117,444)
4,000,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 1.782%	JPMorgan	27-May-24	USD	74,690
					(117,000)

Franklin K2 Alternative Strategies Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
18,487,598	Receiving fixed rate 5.88% Paying floating rate CDI	Barclays	02-Jan-23	BRL	29,407

Franklin K2 Long Short Credit Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
1,919,828	Receiving fixed rate 5.88% Paying floating rate CDI	Barclays	02-Jan-23	BRL	3,054

Franklin U.S. Low Duration Fund

Notional amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
3,500,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 1.719%	Citigroup	14-Aug-26	USD	42,820
8,700,000	Receiving floating rate US CPI Urban Consumers NSA Paying fixed rate 1.96%	JPMorgan	31-Aug-24	USD	13,377
					56,197

Note 9 — Open positions on cross currency swap contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD LIBOR +1.6%	2,625,000			USD	
Paying fixed rate 1.25%	2,100,000	Citigroup	28-Jan-21	EUR	270,327
Receiving floating rate 3-month USD LIBOR +1.85%	864,500			USD	
Paying fixed rate 1.5%	700,000	Citigroup	04-May-21	EUR	79,674
Receiving floating rate 3-month USD LIBOR +1.894%	2,214,000			USD	
Paying fixed rate 1.5%	1,800,000	Citigroup	04-May-21	EUR	196,934
Receiving floating rate 3-month USD LIBOR +2.87%	813,400			USD	
Paying fixed rate 2.5%	700,000	Citigroup	04-May-21	EUR	27,671
Receiving floating rate 3-month USD LIBOR +1.81%	2,352,000			USD	
Paying floating rate 3-month EURIBOR +1.6%	2,100,000	Citigroup	12-Aug-21	EUR	(1,874)
Receiving floating rate 3-month USD LIBOR +1.31%	3,552,000			USD	
Paying floating rate 3-month EURIBOR +1.11%	3,200,000	Citigroup	30-Aug-21	EUR	(35,396)
Receiving floating rate 3-month USD LIBOR +1.23%	3,718,500			USD	
Paying floating rate 3-month EURIBOR +1.07%	3,350,000	Citigroup	17-Sep-21	EUR	(39,531)
Receiving floating rate 3-month USD LIBOR +1.87%	1,650,000			USD	
Paying floating rate 3-month EURIBOR +1.7%	1,500,000	Citigroup	15-Oct-21	EUR	(33,558)
Receiving floating rate 3-month USD LIBOR +1.25%	4,662,000			USD	
Paying floating rate 3-month EURIBOR +1.1%	4,200,000	Citigroup	30-Oct-21	EUR	(50,464)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 9 — Open positions on cross currency swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund (continued)

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD LIBOR +1.17%	5,661,000			USD	
Paying floating rate 3-month EURIBOR +1.05%	5,100,000	Citigroup	29-Nov-21	EUR	(64,587)
Receiving floating rate 3-month USD LIBOR +1.1735%	888,000			USD	
Paying floating rate 3-month EURIBOR +1.05%	800,000	Citigroup	10-Dec-21	EUR	(10,082)
Receiving floating rate 3-month USD LIBOR +1.3175%	4,440,000			USD	
Paying floating rate 3-month EURIBOR +1.2%	4,000,000	Citigroup	12-Dec-21	EUR	(51,681)
Receiving fixed rate 3.045%	1,008,000			USD	
Paying fixed rate 1.125%	900,000	Citigroup	15-Dec-21	EUR	(7,650)
Receiving floating rate 3-month USD LIBOR +1.53%	532,500			USD	
Paying fixed rate 1.00%	500,000	Citigroup	03-Mar-22	EUR	(29,118)
Receiving floating rate 3-month USD LIBOR +1.12%	2,230,000			USD	
Paying fixed rate 0.75%	2,000,000	HSBC	01-Jun-22	EUR	(20,408)
Receiving floating rate 3-month USD LIBOR +0.5975%	4,130,000			USD	
Paying fixed rate 0.1%	3,500,000	JPMorgan	27-Jan-21	EUR	204,767
Receiving floating rate 3-month USD LIBOR +1.305%	3,321,000			USD	
Paying floating rate 3-month EURIBOR +1.11%	3,000,000	JPMorgan	20-Aug-21	EUR	(42,797)
					392,227

Franklin Strategic Income Fund

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD LIBOR +2.87%	697,200			USD	
Paying fixed rate 2.5%	600,000	Citigroup	04-May-21	EUR	23,718

Franklin U.S. Low Duration Fund

Description	Notional amount	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
Receiving floating rate 3-month USD LIBOR +2.87%	581,000			USD	
Paying fixed rate 2.5%	500,000	Citigroup	04-May-21	EUR	19,765
Receiving floating rate 3-month USD LIBOR +1.81%	336,000			USD	
Paying floating rate 3-month EURIBOR +1.6%	300,000	Citigroup	12-Aug-21	EUR	(268)
Receiving floating rate 3-month USD LIBOR +1.31%	999,000			USD	
Paying floating rate 3-month EURIBOR +1.11%	900,000	Citigroup	30-Aug-21	EUR	(9,955)
Receiving floating rate 3-month USD LIBOR +1.23%	1,443,000			USD	
Paying floating rate 3-month EURIBOR +1.07%	1,300,000	Citigroup	17-Sep-21	EUR	(15,340)
Receiving floating rate 3-month USD LIBOR +1.87%	1,100,000			USD	
Paying floating rate 3-month EURIBOR +1.7%	1,000,000	Citigroup	15-Oct-21	EUR	(22,372)
Receiving floating rate 3-month USD LIBOR +1.25%	4,773,000			USD	
Paying floating rate 3-month EURIBOR +1.1%	4,300,000	Citigroup	30-Oct-21	EUR	(51,665)
Receiving floating rate 3-month USD LIBOR +1.1745%	9,061,000			USD	
Paying floating rate 3-month EURIBOR +1.05%	8,200,000	Citigroup	22-Nov-21	EUR	(145,279)
Receiving floating rate 3-month USD LIBOR +1.17%	3,996,000			USD	
Paying floating rate 3-month EURIBOR +1.05%	3,600,000	Citigroup	29-Nov-21	EUR	(45,591)
Receiving floating rate 3-month USD LIBOR +1.1735%	6,882,000			USD	
Paying floating rate 3-month EURIBOR +1.05%	6,200,000	Citigroup	10-Dec-21	EUR	(78,139)
Receiving floating rate 3-month USD LIBOR +1.3175%	5,328,000			USD	
Paying floating rate 3-month EURIBOR +1.2%	4,800,000	Citigroup	12-Dec-21	EUR	(62,017)
					(410,861)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
USD	7,606,542	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(94,601)

Franklin Diversified Conservative Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
JPY	151,151,855	Performance of JPMorgan Bespoke Japan Call Overwriting Strategy Index	0.09% per annum of the Notional Amount	JPMorgan	24-Apr-20	(6,221)
USD	7,819,033	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(97,244)
						(103,465)

Franklin Diversified Dynamic Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
USD	3,641,777	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(45,292)

Franklin Flexible Alpha Bond Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	7,300,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Barclays	20-Jun-20	159,558
USD	3,000,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Credit Suisse	20-Mar-20	134,700
USD	4,800,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Goldman Sachs	20-Mar-20	235,964
USD	6,800,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Goldman Sachs	20-Sep-20	22,861
						553,083

Franklin GCC Bond Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	5,039,636	Performance of Egypt Government Bond, 16.1%, 05/07/29	3-month USD LIBOR + 0.7%	JPMorgan	07-May-29	621,804

Franklin Global Multi-Asset Income Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) EUR
JPY	401,501,635	Performance of JPMorgan Bespoke Japan Call Overwriting Strategy Index	0.09% per annum of the Notional Amount	JPMorgan	24-Apr-20	(16,525)
USD	7,133,176	Performance of SGI VI Smart Beta Index	USD-Federal Funds-H.15-OIS-COMPOUND +0.50%	Societe Generale	27-Feb-20	(88,714)
						(105,239)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
IDR	5,854,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	21-Jun-20	22,510
IDR	41,003,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.125%, 5/15/24	3-month USD LIBOR +6.00%	Bank of America	21-Jun-20	28,189
USD	1,535,195	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	13-Aug-20	11,444
USD	4,543,615	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	13-Aug-20	56,371
USD	2,188,171	1-month USD LIBOR -0.35%	Performance of Raytheon Co.	Barclays	13-Aug-20	12,149
USD	2,676,047	1-month USD LIBOR -0.50%	Performance of Eldorado Resorts Inc.	Barclays	13-Aug-20	(21,538)
EUR	1,511,240	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	13-Aug-20	9,577
USD	1,735,020	Performance of Caesars Entertainment Corp.	1-month USD LIBOR +0.35%	Barclays	13-Aug-20	(1,914)
USD	585,161	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	18-Aug-20	4,362
USD	1,078,240	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	01-Sep-20	8,037
USD	1,207,104	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	01-Sep-20	14,976
USD	447,777	1-month USD LIBOR -0.50%	Performance of Eldorado Resorts Inc.	Barclays	01-Sep-20	(3,604)
USD	1,193,525	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	04-Sep-20	14,807
USD	1,614,376	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	09-Sep-20	20,029
USD	542,307	1-month USD LIBOR -0.50%	Performance of Eldorado Resorts Inc.	Barclays	09-Sep-20	(4,365)
USD	344,842	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	21-Sep-20	4,278
USD	308,692	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	22-Sep-20	3,830
USD	4,087	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	24-Sep-20	51
USD	259,087	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	28-Sep-20	3,215
USD	2,136,305	Performance of Tallgrass Energy LP	1-month USD LIBOR +0.40%	Barclays	29-Sep-20	966
USD	2,458,417	Performance of Tallgrass Energy LP	1-month USD LIBOR +0.40%	Barclays	30-Sep-20	1,111
EUR	635,359	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	01-Oct-20	4,026
EUR	635,373	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	02-Oct-20	4,027
EUR	735,697	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	07-Oct-20	4,663
USD	1,973,836	1-month GBP LIBOR -0.75%	Performance of Flutter Entertainment PLC	Barclays	02-Nov-20	(20,468)
USD	1,051,249	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	02-Nov-20	13,042
USD	134,277	1-month GBP LIBOR -0.45%	Performance of Flutter Entertainment PLC	Barclays	05-Nov-20	(1,392)
USD	694,111	1-month GBP LIBOR -0.75%	Performance of Flutter Entertainment PLC	Barclays	05-Nov-20	(7,198)
USD	2,720,118	1-month GBP LIBOR -0.45%	Performance of Flutter Entertainment PLC	Barclays	06-Nov-20	(28,207)
EUR	384,756	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	06-Nov-20	2,438
EUR	26,210	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	09-Nov-20	166
USD	519,021	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	16-Nov-20	3,869
EUR	200,732	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	16-Nov-20	1,272
EUR	336,045	Performance of Altran Technologies SA	1-month EUR LIBOR +0.35%	Barclays	19-Nov-20	2,129
USD	2,033,027	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	23-Nov-20	25,223
USD	1,916,678	1-month USD LIBOR -0.35%	Performance of Digital Realty Trust Inc.	Barclays	30-Nov-20	(43,608)
USD	1,033,696	1-month USD LIBOR -0.35%	Performance of Acacia Communications Inc.	Barclays	07-Dec-20	(3,811)
USD	24,350	1-month USD LIBOR -0.35%	Performance of WESCO International Inc.	Barclays	07-Dec-20	(33)
USD	1,091,003	Performance of Tallgrass Energy LP	1-month USD LIBOR +0.40%	Barclays	07-Dec-20	493
USD	1,635,186	1-month USD LIBOR -0.35%	Performance of Centene Corp.	Barclays	08-Dec-20	20,287

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	778,759	1-month USD LIBOR -0.35%	Performance of Raytheon Co.	Barclays	08-Dec-20	4,324
USD	219,565	1-month USD LIBOR -0.35%	Performance of WESCO International Inc.	Barclays	08-Dec-20	(296)
USD	1,208,371	1-month GBP LIBOR -0.45%	Performance of Flutter Entertainment PLC	Barclays	10-Dec-20	(12,531)
USD	392,409	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	14-Dec-20	2,925
EUR	509,030	Performance of Bolsas y Mercados Espanoles SHMSF SA	1-month EUR LIBOR +0.55%	Barclays	17-Dec-20	1,329
EUR	386,706	Performance of Bolsas y Mercados Espanoles SHMSF SA	1-month EUR LIBOR +0.45%	Barclays	18-Dec-20	1,009
USD	951,008	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	21-Dec-20	7,089
USD	470,944	1-month USD LIBOR -0.35%	Performance of AbbVie Inc.	Barclays	22-Dec-20	3,511
EUR	204,320	Performance of Bolsas y Mercados Espanoles SHMSF SA	1-month EUR LIBOR +0.45%	Barclays	23-Dec-20	533
USD	660,758	1-month USD LIBOR -0.35%	Performance of Raytheon Co.	Barclays	04-Jan-21	3,669
USD	1,009,705	1-month USD LIBOR -0.35%	Performance of TD Ameritrade Holding Corp.	Barclays	15-Jan-21	13,409
USD	4,429,485	Performance of Tallgrass Energy LP	1-month USD LIBOR +0.40%	Barclays	21-Jan-21	2,003
USD	1,258,195	Performance of Energy Transfer Operating LP	1-month USD LIBOR +0.50%	Citigroup	27-Nov-20	53,658
EGP	29,300,000	Performance of Egypt Treasury Bills, 0.00%, 05/12/20	0.00%	Deutsche Bank	12-May-20	22,681
IDR	23,370,000,000	Performance of Government of Indonesia, senior bond, 7.375%, 05/15/48	3-month USD LIBOR +6.00%	Deutsche Bank	21-Jun-20	42,855
IDR	7,918,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Deutsche Bank	21-Jun-20	29,792
IDR	44,595,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Deutsche Bank	21-Jun-20	98,319
CAD	740,490	1-month CAD LIBOR -0.30%	Performance of Element Fleet Management Corp.	Deutsche Bank	03-Jul-20	(66,219)
CAD	51,152	1-month CAD LIBOR -22.00%	Performance of Canopy Growth Corp.	Deutsche Bank	03-Jul-20	(3,069)
USD	206,552	Performance of 8x8 Inc., cvt., senior note, 144A, 0.50%, 02/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(4,915)
USD	1,259,173	Performance of Air Transport Services Group Inc., cvt., senior note, 1.125%, 10/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(3,062)
USD	55,087	Performance of Alder Biopharmaceuticals Inc., rts., 02/20/49	US Overnight Bank Funding Rate +1.00%	Deutsche Bank	02-Nov-20	55,087
USD	189,045	Performance of Alteryx Inc., cvt., senior note, 144A, 0.50%, 08/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	1,295
USD	894,758	Performance of Aphria Inc., cvt., senior bond, 144A, 5.25%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(358,437)
USD	1,388,349	Performance of Atlas Air Worldwide Holdings Inc., cvt., senior note, 1.875%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(239,722)
USD	292,786	Performance of Aurora Cannabis Inc., cvt., senior note, 144A, 5.50%, 02/28/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(321,575)
USD	392,707	Performance of Benefitfocus Inc., cvt., senior note, 1.25%, 12/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(74,869)
USD	481,055	Performance of Cardtronics Inc, cvt., senior note, 1.00%, 12/01/20	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	10,572
USD	1,107	Performance of Chefs' Warehouse Inc/The., cvt., senior note, 144A, 1.875%, 12/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	69

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	324,668	Performance of Coupa Software Inc., cvt., senior note, 144A, 0.125%, 06/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	19,107
USD	381,463	Performance of Cree Inc., cvt., senior note, 0.875%, 09/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(8,308)
USD	566,636	Performance of CSG Systems International Inc., cvt., senior note, 4.25%, 03/15/36	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	39,693
USD	106,024	Performance of Cytokinetics Inc., cvt., senior note, 4.00%, 11/15/26	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	17,424
USD	1,015,276	Performance of DexCom Inc., cvt., 0.75%, 12/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	197,774
USD	909,849	Performance of Encore Capital Group Inc., cvt., senior note, 3.25%, 03/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(4,441)
USD	44,339	Performance of Enphase Energy Inc., cvt., senior unsecured, 144A, 1.00%, 06/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	11,145
USD	147,114	Performance of Evolent Health Inc., cvt., senior note, 1.50%, 10/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(24,334)
USD	162,074	Performance of EZCORP Inc., cvt., senior note, 2.375%, 05/01/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(13,519)
USD	153,219	Performance of First Majestic Silver Corp., cvt., senior note, 1.875%, 03/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	16,719
USD	389,224	Performance of Halozyme Therapeutics Inc., cvt., senior bond, 144A, 1.25%, 12/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(11,010)
USD	1,616,386	Performance of Herbalife Nutrition Ltd., cvt., senior note, 2.625%, 03/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(24,356)
USD	825,670	Performance of Hope Bancorp Inc., cvt., senior bond, 2.00%, 05/15/38	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	28,678
USD	366,571	Performance of Horizon Pharma Investment Ltd., cvt., senior note, 2.50%, 03/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	38,690
USD	432,950	Performance of IIP Operating Partnership LP, senior note, cvt., 144A, 3.75%, 02/21/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(113,792)
USD	866,727	Performance of II-VI Inc., cvt., senior note, 0.25%, 09/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(47,085)
USD	209,270	Performance of Infinera Corp., cvt., senior note, 2.125%, 09/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	7,637
USD	1,017	Performance of Innoviva Inc., cvt., sub. note, 2.125%, 01/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	12
USD	974	Performance of Insmed Inc., cvt., senior note, 1.75%, 01/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	102
USD	706,288	Performance of Intercept Pharmaceuticals Inc., cvt., senior note, 3.25%, 07/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	11,153
USD	202,674	Performance of Intercept Pharmaceuticals Inc., cvt., senior note, 3.25%, 07/01/23	US Overnight Bank Funding Rate +1.00%	Deutsche Bank	02-Nov-20	3,200
USD	859,681	Performance of Kaman Corp., cvt., senior note, 3.25%, 05/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	52,011
USD	1,436	Performance of Karyopharm Therapeutics Inc., cvt., senior note, 3.00%, 10/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	809
USD	66,646	Performance of KBR Inc., cvt., senior note, 144A, 2.50%, 11/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	7,739

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	1,748,194	Performance of Knowles Corp., cvt., senior note, 3.25%, 11/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	153,611
USD	467,731	Performance of Liberty Interactive LLC, cvt., senior bond, 4.00%, 11/15/29	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	52,109
USD	1,185,294	Performance of Liberty Media Corp., cvt., senior bond, 144A, 2.25%, 12/01/48	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	102,675
USD	1,425,389	Performance of Ligand Pharmaceuticals Inc., cvt., senior note, 0.75%, 05/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	12,357
USD	69,617	Performance of Lumentum Holdings Inc., cvt., senior note, 144A, 0.50%, 12/15/26	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	1,917
USD	1,718,062	Performance of Marriott Vacations Worldwide Corp., cvt., senior note, 1.50%, 09/15/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	176,013
USD	348,374	Performance of Microchip Technology Inc., cvt., 1.625%, 02/15/27	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	70,905
USD	2,941,339	Performance of Neurocrine Biosciences Inc., cvt., senior note, 2.25%, 05/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	239,846
USD	84,252	Performance of NRG Energy Inc., cvt., senior bond, 2.75%, 06/01/48	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	4,985
USD	128,371	Performance of Okta Inc., cvt., senior note, 144A, 0.125%, 09/01/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(1,737)
USD	1,163,490	Performance of OSI Systems Inc., senior note, cvt., 1.25%, 09/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	18,067
USD	354,106	Performance of OSI Systems Inc., senior note, cvt., 1.25%, 09/01/22	US Overnight Bank Funding Rate +1.00%	Deutsche Bank	02-Nov-20	5,499
USD	1,231,341	Performance of Pacira BioSciences Inc., cvt., senior note, 2.375%, 04/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	26,477
USD	100,366	Performance of PRA Group Inc., cvt., senior note, 3.00%, 08/01/20	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	4,096
USD	633,986	Performance of PRA Group Inc., cvt., senior note, 3.50%, 06/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	58,143
USD	527,369	Performance of Pure Storage Inc., cvt., senior note, 0.125%, 04/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(781)
USD	1,255,114	Performance of Rapid7 Inc., cvt., senior note, 1.25%, 08/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	118,461
USD	999	Performance of Redfin Corp., cvt., senior note, 1.75%, 07/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	74
USD	931,004	Performance of Redwood Trust Inc., cvt., senior note, 4.75%, 08/15/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	74,603
USD	351,333	Performance of Sea Ltd., cvt., senior note, 144A, 1.00%, 12/01/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	7,371
USD	1,804,713	Performance of SFL Corp Ltd., cvt., senior note, 5.75%, 10/15/21	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	148,424
USD	177,708	Performance of Silicon Laboratories Inc., cvt., senior note, 1.375%, 03/01/22	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	33,900
USD	281,054	Performance of Tabula Rasa HealthCare Inc., cvt., senior sub. note, 144A, 1.75%, 02/15/26	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(12,267)
USD	1,803,391	Performance of Team Inc., cvt., senior note, 5.00%, 08/01/23	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(108,906)
USD	-	Performance of TerraVia Holdings Inc., Escrow Account, Perpetual	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(462,149)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	405,648	Performance of Turning Point Brands Inc., cvt., senior note,144A, 2.50%, 07/15/24	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(15,926)
USD	188,049	Performance of Turning Point Brands Inc., cvt., senior note,144A, 2.50%, 07/15/24	US Overnight Bank Funding Rate +1.00%	Deutsche Bank	02-Nov-20	(7,383)
USD	475,503	Performance of Vishay Intertechnology Inc., cvt., senior note, 2.25%, 06/15/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	33,564
USD	23,663	Performance of Winnebago Industries Inc., cvt., senior note, 144A, 1.50%, 04/01/25	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	947
USD	296,338	Performance of Workiva Inc., cvt., senior note, 144A, 1.125%, 08/15/26	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	(1,033)
USD	231,333	Performance of Wright Medical Group NV, cvt., senior note, 2.25%, 11/15/21	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	46,939
USD	507,517	Performance of Zillow Group Inc., cvt., senior note, 2.00%, 12/01/21	1-month USD LIBOR +1.00%	Deutsche Bank	02-Nov-20	19,617
USD	855,397	US Overnight Bank Funding Rate -0.35%	Performance of 8x8 Inc.	Deutsche Bank	02-Nov-20	43,085
USD	1,225,806	US Overnight Bank Funding Rate -0.35%	Performance of Aerie Pharmaceuticals Inc.	Deutsche Bank	02-Nov-20	(172,881)
USD	1,029,495	US Overnight Bank Funding Rate -0.35%	Performance of Air Transport Services Group Inc.	Deutsche Bank	02-Nov-20	1,148
USD	258,363	US Overnight Bank Funding Rate -0.35%	Performance of Akamai Technologies Inc.	Deutsche Bank	02-Nov-20	(5,563)
USD	329,977	US Overnight Bank Funding Rate -0.35%	Performance of Altair Engineering Inc.	Deutsche Bank	02-Nov-20	(21,429)
USD	60,142	US Overnight Bank Funding Rate -0.35%	Performance of Alteryx Inc.	Deutsche Bank	02-Nov-20	(1,443)
USD	180,308	US Overnight Bank Funding Rate -0.35%	Performance of Arbor Realty Trust Inc.	Deutsche Bank	02-Nov-20	1,711
USD	444,539	US Overnight Bank Funding Rate -0.35%	Performance of Atlas Air Worldwide Holdings Inc.	Deutsche Bank	02-Nov-20	(19,793)
USD	158,165	US Overnight Bank Funding Rate -0.35%	Performance of Benefitfocus Inc.	Deutsche Bank	02-Nov-20	8,621
USD	1,045,837	US Overnight Bank Funding Rate -0.35%	Performance of Cardtronics Inc, A	Deutsche Bank	02-Nov-20	(181,686)
USD	391,838	US Overnight Bank Funding Rate -0.35%	Performance of Chegg Inc.	Deutsche Bank	02-Nov-20	(37,436)
USD	1,786,005	US Overnight Bank Funding Rate -0.35%	Performance of Coupa Software Inc.	Deutsche Bank	02-Nov-20	(180,571)
USD	570,691	US Overnight Bank Funding Rate -0.35%	Performance of Cree Inc.	Deutsche Bank	02-Nov-20	22,265
USD	1,110,577	US Overnight Bank Funding Rate -0.35%	Performance of CSG Systems International Inc.	Deutsche Bank	02-Nov-20	19,477
USD	427,434	US Overnight Bank Funding Rate -0.35%	Performance of Cytokinetics Inc.	Deutsche Bank	02-Nov-20	(81,563)
USD	2,359,548	US Overnight Bank Funding Rate -0.35%	Performance of DexCom Inc.	Deutsche Bank	02-Nov-20	(497,795)
USD	1,604,990	US Overnight Bank Funding Rate -0.35%	Performance of Encore Capital Group Inc.	Deutsche Bank	02-Nov-20	(30,187)
USD	961,061	US Overnight Bank Funding Rate -0.35%	Performance of Enphase Energy Inc.	Deutsche Bank	02-Nov-20	(75,265)
USD	542,188	US Overnight Bank Funding Rate -0.35%	Performance of Everbridge Inc.	Deutsche Bank	02-Nov-20	26,746
USD	49,531	US Overnight Bank Funding Rate -0.35%	Performance of Evolent Health Inc., A	Deutsche Bank	02-Nov-20	(15,058)
USD	156,458	US Overnight Bank Funding Rate -0.35%	Performance of EZCORP Inc., A	Deutsche Bank	02-Nov-20	(24,937)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	699,165	US Overnight Bank Funding Rate -0.35%	Performance of Halozyme Therapeutics Inc.	Deutsche Bank	02-Nov-20	33,312
USD	1,211,247	US Overnight Bank Funding Rate -0.35%	Performance of Herbalife Nutrition Ltd.	Deutsche Bank	02-Nov-20	(158,240)
USD	278,031	US Overnight Bank Funding Rate -0.35%	Performance of Hope Bancorp Inc.	Deutsche Bank	02-Nov-20	(261)
USD	1,941,732	US Overnight Bank Funding Rate -0.35%	Performance of Horizon Therapeutics PLC	Deutsche Bank	02-Nov-20	(388,701)
USD	678,383	US Overnight Bank Funding Rate -0.35%	Performance of II-VI Inc.	Deutsche Bank	02-Nov-20	(40,072)
USD	443,085	US Overnight Bank Funding Rate -0.35%	Performance of Impinj Inc.	Deutsche Bank	02-Nov-20	29,074
USD	273,866	US Overnight Bank Funding Rate -0.35%	Performance of Infinera Corp.	Deutsche Bank	02-Nov-20	(13,365)
USD	868,178	US Overnight Bank Funding Rate -0.35%	Performance of Innoviva Inc.	Deutsche Bank	02-Nov-20	(147,338)
USD	322,284	US Overnight Bank Funding Rate -0.35%	Performance of Insmed Inc.	Deutsche Bank	02-Nov-20	(44,927)
USD	2,787,673	US Overnight Bank Funding Rate -0.35%	Performance of Ironwood Pharmaceuticals Inc.	Deutsche Bank	02-Nov-20	(642,482)
USD	388,928	US Overnight Bank Funding Rate -0.35%	Performance of Kaman Corp., A	Deutsche Bank	02-Nov-20	(20,005)
USD	1,103,425	US Overnight Bank Funding Rate -0.35%	Performance of Karyopharm Therapeutics Inc.	Deutsche Bank	02-Nov-20	(372,312)
USD	1,917,688	US Overnight Bank Funding Rate -0.35%	Performance of KBR Inc.	Deutsche Bank	02-Nov-20	(229,259)
USD	1,805,618	US Overnight Bank Funding Rate -0.35%	Performance of Knowles Corp.	Deutsche Bank	02-Nov-20	(101,112)
USD	1,088,476	US Overnight Bank Funding Rate -0.35%	Performance of Liberty Latin America Ltd.	Deutsche Bank	02-Nov-20	(119,854)
USD	378,677	US Overnight Bank Funding Rate -0.35%	Performance of Ligand Pharmaceuticals Inc., B	Deutsche Bank	02-Nov-20	10,515
USD	2,257,451	US Overnight Bank Funding Rate -0.35%	Performance of Live Nation Entertainment Inc.	Deutsche Bank	02-Nov-20	(84,911)
USD	456,765	US Overnight Bank Funding Rate -0.35%	Performance of LivePerson Inc.	Deutsche Bank	02-Nov-20	(15,800)
USD	21,887	US Overnight Bank Funding Rate -0.35%	Performance of Lumentum Holdings Inc.	Deutsche Bank	02-Nov-20	(947)
USD	928,617	US Overnight Bank Funding Rate -0.35%	Performance of Marriott Vacations Worldwide Corp.	Deutsche Bank	02-Nov-20	(94,918)
USD	3,404,447	US Overnight Bank Funding Rate -0.35%	Performance of Microchip Technology Inc.	Deutsche Bank	02-Nov-20	(452,376)
USD	2,137,761	US Overnight Bank Funding Rate -0.35%	Performance of Neurocrine Biosciences Inc.	Deutsche Bank	02-Nov-20	(319,284)
USD	36,666	US Overnight Bank Funding Rate -0.35%	Performance of New Relic Inc.	Deutsche Bank	02-Nov-20	1,222
USD	774,330	US Overnight Bank Funding Rate -0.35%	Performance of NRG Energy Inc.	Deutsche Bank	02-Nov-20	(28,898)
USD	884,118	US Overnight Bank Funding Rate -0.35%	Performance of Nuance Communications Inc.	Deutsche Bank	02-Nov-20	(76,859)
USD	644,050	US Overnight Bank Funding Rate -0.35%	Performance of Nutanix Inc., A	Deutsche Bank	02-Nov-20	(19,987)
USD	674,568	US Overnight Bank Funding Rate -0.35%	Performance of Okta Inc., A	Deutsche Bank	02-Nov-20	13,617
USD	1,126,172	US Overnight Bank Funding Rate -0.35%	Performance of OSI Systems Inc.	Deutsche Bank	02-Nov-20	33,147
USD	580,655	US Overnight Bank Funding Rate -0.35%	Performance of Pacira BioSciences Inc.	Deutsche Bank	02-Nov-20	(40,101)
USD	489,067	US Overnight Bank Funding Rate -0.35%	Performance of Patrick Industries Inc.	Deutsche Bank	02-Nov-20	(31,875)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	200,209	US Overnight Bank Funding Rate -0.35%	Performance of Pennymac Mortgage Investment Trust	Deutsche Bank	02-Nov-20	(1,690)
USD	1,032,337	US Overnight Bank Funding Rate -0.35%	Performance of Perficient Inc.	Deutsche Bank	02-Nov-20	(174,105)
USD	447,976	US Overnight Bank Funding Rate -0.35%	Performance of Pluralsight Inc., A	Deutsche Bank	02-Nov-20	17,747
USD	1,320,921	US Overnight Bank Funding Rate -0.35%	Performance of PRA Group Inc.	Deutsche Bank	02-Nov-20	(80,030)
USD	466,537	US Overnight Bank Funding Rate -0.35%	Performance of PROS Holdings Inc.	Deutsche Bank	02-Nov-20	(8,855)
USD	138,403	US Overnight Bank Funding Rate -0.35%	Performance of Pure Storage Inc., A	Deutsche Bank	02-Nov-20	(2,868)
USD	1,838,576	US Overnight Bank Funding Rate -0.35%	Performance of Rapid7 Inc.	Deutsche Bank	02-Nov-20	(121,250)
USD	746,665	US Overnight Bank Funding Rate -0.35%	Performance of Redwood Trust Inc.	Deutsche Bank	02-Nov-20	7,640
USD	997,259	US Overnight Bank Funding Rate -0.35%	Performance of RH	Deutsche Bank	02-Nov-20	(117,244)
USD	1,056,053	US Overnight Bank Funding Rate -0.35%	Performance of SailPoint Technologies Holdings Inc.	Deutsche Bank	02-Nov-20	(115,481)
USD	1,159,420	US Overnight Bank Funding Rate -0.35%	Performance of SFL Corp Ltd.	Deutsche Bank	02-Nov-20	(40,585)
USD	354,435	US Overnight Bank Funding Rate -0.35%	Performance of Silicon Laboratories Inc.	Deutsche Bank	02-Nov-20	(17,812)
USD	1,207,571	US Overnight Bank Funding Rate -0.35%	Performance of Sirius XM Holdings Inc.	Deutsche Bank	02-Nov-20	(49,069)
USD	988,128	US Overnight Bank Funding Rate -0.35%	Performance of Synaptics Inc.	Deutsche Bank	02-Nov-20	(80,595)
USD	752,495	US Overnight Bank Funding Rate -0.35%	Performance of Tabula Rasa Healthcare Inc.	Deutsche Bank	02-Nov-20	43,272
USD	1,050,618	US Overnight Bank Funding Rate -0.35%	Performance of Team Inc.	Deutsche Bank	02-Nov-20	54,355
USD	545,773	US Overnight Bank Funding Rate -0.35%	Performance of The Chefs' Warehouse Inc.	Deutsche Bank	02-Nov-20	(57,232)
USD	904,851	US Overnight Bank Funding Rate -0.35%	Performance of TTM Technologies Inc.	Deutsche Bank	02-Nov-20	(152,688)
USD	863,097	US Overnight Bank Funding Rate -0.35%	Performance of Vishay Intertechnology Inc.	Deutsche Bank	02-Nov-20	(25,590)
USD	1,002,746	US Overnight Bank Funding Rate -0.35%	Performance of Wayfair Inc., A	Deutsche Bank	02-Nov-20	(71,196)
USD	845,561	US Overnight Bank Funding Rate -0.35%	Performance of Winnebago Industries Inc.	Deutsche Bank	02-Nov-20	(58,209)
USD	98,187	US Overnight Bank Funding Rate -0.35%	Performance of Workiva Inc., A	Deutsche Bank	02-Nov-20	1,004
USD	2,536,058	US Overnight Bank Funding Rate -0.35%	Performance of Wright Medical Group NV	Deutsche Bank	02-Nov-20	(660,892)
USD	2,384,929	US Overnight Bank Funding Rate -0.35%	Performance of Zillow Group Inc., C	Deutsche Bank	02-Nov-20	(510,776)
USD	699,470	US Overnight Bank Funding Rate -0.50%	Performance of Turning Point Brands Inc.	Deutsche Bank	02-Nov-20	163,940
USD	1,608,853	US Overnight Bank Funding Rate -1.00%	Performance of Intercept Pharmaceuticals Inc.	Deutsche Bank	02-Nov-20	(429,935)
USD	1,254,849	US Overnight Bank Funding Rate -1.10%	Performance of Redfin Corp.	Deutsche Bank	02-Nov-20	(208,125)
USD	650,076	US Overnight Bank Funding Rate -1.20%	Performance of Sea Ltd., ADR	Deutsche Bank	02-Nov-20	(49,073)
USD	673,434	US Overnight Bank Funding Rate -2.00%	Performance of Inphi Corp.	Deutsche Bank	02-Nov-20	(15,626)
USD	2,033,468	US Overnight Bank Funding Rate -3.00%	Performance of Innovative Industrial Properties Inc.	Deutsche Bank	02-Nov-20	482,426

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	2,339,269	US Overnight Bank Funding Rate -3.50%	Performance of First Majestic Silver Corp.	Deutsche Bank	02-Nov-20	(336,225)
USD	19,809	US Overnight Bank Funding Rate -32.00%	Performance of Aurora Cannabis Inc.	Deutsche Bank	02-Nov-20	9,423
USD	86,950	US Overnight Bank Funding Rate -37.00%	Performance of Aphria Inc.	Deutsche Bank	02-Nov-20	9,683
USD	4,300,294	1-month USD LIBOR -0.05%	Performance of Health Care Select Total Return Index	Goldman Sachs	17-Nov-27	(119,466)
USD	3,208,525	1-month USD LIBOR -0.65%	Performance of NASDAQ Biotechnology Total Return Index	Goldman Sachs	17-Nov-27	(11,760)
USD	82,117	1-month USD LIBOR -0.17%	Performance of Standard & Poors United States Index	JPMorgan	05-May-20	(3,002)
USD	652,711	Performance of Accenture PLC, A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	34,114
USD	960,302	Performance of Adobe Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	83,577
USD	1,863,883	Performance of Advanced Micro Devices Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	290,992
USD	25,594	Performance of AK Steel Holding Corp., 7.25%, cvt. pfd.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	518
USD	747,078	Performance of Alphabet Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	5,971
USD	511,330	Performance of Alphabet Inc., C	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	2,605
USD	436,860	Performance of Amazon.com Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	26,297
USD	2,158,906	Performance of Apple Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	204,276
USD	1,100,015	Performance of ASML Holding NV, N.Y. shs	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	87,474
USD	874,963	Performance of Atlassian Corp. PLC	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(26,686)
USD	822,944	Performance of Automatic Data Processing Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	13,777
USD	216,259	Performance of Bandwidth Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	42,590
USD	334,666	Performance of Blackbaud Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	481
USD	637,858	Performance of Ceridian HCM Holding Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	60,293
USD	1,106,400	Performance of Charter Communications Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	19,041
USD	232,017	Performance of Coherent Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	35,536
USD	1,119,538	Performance of Corning Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(4,556)
USD	666,384	Performance of CoStar Group Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,984
USD	436,442	Performance of Equifax Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,297
USD	598,567	Performance of ExlService Holdings Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(1,340)
USD	1,037,868	Performance of Facebook Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	29,236
USD	1,484,512	Performance of Flex Ltd.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	190,273
USD	506,782	Performance of FormFactor Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	70,016
USD	1,357,045	Performance of Genpact Ltd.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	53,800
USD	95,714	Performance of Global Payments Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	3,025
USD	596,199	Performance of GoDaddy Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	1,560
USD	1,225,161	Performance of Guidewire Software Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(99,837)
USD	710,937	Performance of HubSpot Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	21,941
USD	860,840	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	15,806
USD	115,709	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.40%	JPMorgan	05-May-20	2,108
USD	638,257	Performance of Intuit Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	19,620
USD	2,690,755	Performance of KLA Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	274,189
USD	249,860	Performance of L3Harris Technologies Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	5,445
USD	707,760	Performance of Lattice Semiconductor Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	23,937
USD	1,331,079	Performance of Lumentum Holdings Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	130,903

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	1,374,099	Performance of Marvell Technology Group Ltd.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	183,863
USD	1,239,954	Performance of MediaTek Inc.	1-month USD LIBOR +0.50%	JPMorgan	05-May-20	92,560
USD	43,683	Performance of Micron Technology Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	6,639
USD	770,640	Performance of Microsoft Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	37,874
USD	12,294	Performance of Microsoft Corp.	1-month USD LIBOR +0.40%	JPMorgan	05-May-20	602
USD	171,172	Performance of ORBCOMM Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	5,219
USD	257,814	Performance of PayPal Holdings Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	8,470
USD	724,814	Performance of Pure Storage Inc., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	55,636
USD	1,077,719	Performance of QUALCOMM Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(2,945)
JPY	56,006,990	Performance of Renesas Electronics Corp.	1-month JPY LIBOR +0.20%	JPMorgan	05-May-20	24,345
USD	111,229	Performance of salesforce.com Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	2,954
USD	769,953	Performance of ServiceNow Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	24,848
USD	1,069,734	Performance of SK Hynix Inc.	1-month USD LIBOR +0.50%	JPMorgan	05-May-20	247,607
USD	717,548	Performance of Splunk Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	16,837
USD	521,612	Performance of StoneCo. Ltd., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	20,653
USD	309,857	Performance of SVMK Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	5,945
HKD	297,000	Performance of Tencent Holdings Ltd.	1-month HKD HIBOR +0.30%	JPMorgan	05-May-20	5,193
USD	267,262	Performance of T-Mobile USA Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	9,839
USD	935,354	Performance of TransUnion	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(2,357)
USD	746,362	Performance of TransUnion	1-month USD LIBOR +0.40%	JPMorgan	05-May-20	(1,895)
USD	887,274	Performance of TriNet Group Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	41,703
USD	613,865	Performance of Trupanion Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	90,887
USD	1,115,090	Performance of VeriSign Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	41,191
USD	2,009,100	Performance of Western Digital Corp.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	678,950
USD	419,358	Performance of Yandex NV, A	1-month USD LIBOR	JPMorgan	05-May-20	33,362
USD	41,960	Performance of Yandex NV, A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	3,332
USD	622,004	Performance of Zebra Technologies Corp., A	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	8,589
USD	524,110	Performance of Zscaler Inc.	1-month USD LIBOR +0.20%	JPMorgan	05-May-20	(18,260)
USD	182,116	1-month USD LIBOR	Performance of Russell Midcap Growth Total Return Index	JPMorgan	07-May-20	(4,109)
USD	1,790,786	1-month USD LIBOR +0.02%	Performance of NASDAQ 100 Total Return Index	JPMorgan	07-May-20	(90,045)
USD	990,156	1-month USD LIBOR +0.18%	Performance of Consumer Discretionary Select Sector Total Return Index	JPMorgan	07-May-20	(40,463)
USD	320,552	1-month USD LIBOR -0.03%	Performance of Russell Midcap Growth Total Return Index	JPMorgan	07-May-20	(8,199)
USD	254,874	1-month USD LIBOR -0.06%	Performance of S&P MidCap 400 Total Return Index	JPMorgan	07-May-20	(6,809)
USD	380,643	1-month USD LIBOR -0.12%	Performance of S&P SmallCap 600 Growth Index	JPMorgan	07-May-20	(12,014)
USD	1,353,828	1-month USD LIBOR -0.15%	Performance of Dow Jones US Technology Total Return Index	JPMorgan	07-May-20	(73,233)
USD	132,651	1-month USD LIBOR -0.17%	Performance of Standard & Poors United States Index	JPMorgan	07-May-20	(4,841)
USD	4,003,080	1-month USD LIBOR -0.20%	Performance of Philadelphia Stock Exchange Semiconductor Index	JPMorgan	07-May-20	(353,986)
USD	1,299,165	1-month USD LIBOR -0.25%	Performance of S&P SmallCap 600 Total Return Index	JPMorgan	07-May-20	(44,597)
USD	978,336	1-month USD LIBOR -0.30%	Performance of S&P North American Technology Software Index	JPMorgan	07-May-20	(23,106)
USD	15,002	1-month USD LIBOR -0.33%	Performance of Consumer Discretionary Select Sector Total Return Index	JPMorgan	07-May-20	(621)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	298,464	1-month USD LIBOR -0.33%	Performance of NASDAQ 100 Total Return Index	JPMorgan	07-May-20	(15,125)
USD	229,460	1-month USD LIBOR -0.33%	Performance of S&P MidCap 400 Total Return Index	JPMorgan	07-May-20	(6,989)
USD	2,376,903	1-month USD LIBOR -0.33%	Performance of S&P North American Technology Software Index	JPMorgan	07-May-20	(56,529)
USD	3,514,177	1-month USD LIBOR -0.40%	Performance of NASDAQ 100 Total Return Index	JPMorgan	07-May-20	(177,794)
USD	42,851	1-month USD LIBOR -0.40%	Performance of Russell Midcap Growth Total Return Index	JPMorgan	07-May-20	(979)
USD	471,158	1-month USD LIBOR -0.40%	Performance of S&P MidCap 400 Total Return Index	JPMorgan	07-May-20	(14,330)
USD	3,476,312	1-month USD LIBOR -0.40%	Performance of S&P North USA Technology Total Return Index	JPMorgan	07-May-20	(165,427)
USD	3,538,352	1-month USD LIBOR -0.43%	Performance of DB Hybrid Basket 01 Index	JPMorgan	07-May-20	(246,909)
USD	1,323,979	1-month USD LIBOR -0.45%	Performance of S&P SmallCap 600 Growth Index	JPMorgan	07-May-20	(44,206)
USD	164,262	1-month USD LIBOR -0.80%	Performance of Russell Midcap Growth Total Return Index	JPMorgan	07-May-20	(3,817)
USD	2,596,684	Performance of Toro Co.	1-month USD LIBOR +0.35%	JPMorgan	26-Aug-20	(1,619)
USD	5,128,808	Performance of Republic Services Inc.	1-month USD LIBOR +0.35%	JPMorgan	07-Oct-20	35,678
USD	1,354,581	Performance of Skyworks Solutions Inc.	1-month USD LIBOR +0.35%	JPMorgan	05-Nov-20	86,510
USD	4,134,954	Performance of Domino's Pizza Inc.	1-month USD LIBOR +0.35%	JPMorgan	31-Dec-20	22,942
GBP	1,847,621	Performance of Savills PLC	1-month GBP LIBOR +0.40%	JPMorgan	31-Dec-20	(86,251)
USD	6,636,126	Performance of Costco Wholesale Corp.	1-month USD LIBOR +0.35%	JPMorgan	14-Jan-21	9,483
USD	6,910,199	Performance of Bank of America Corp.	1-month USD LIBOR +0.35%	JPMorgan	21-Jan-21	102,025
USD	7,107,479	Performance of Cintas Corp.	1-month USD LIBOR +0.35%	JPMorgan	21-Jan-21	218,087
USD	6,823,449	Performance of The Blackstone Group Inc., A	1-month USD LIBOR +0.35%	JPMorgan	21-Jan-21	170,268
USD	13,799,381	Performance of Microsoft Corp.	1-month USD LIBOR +0.35%	JPMorgan	22-Jan-21	187,479
USD	110,838,026	1-month USD LIBOR	Performance of S&P 500 Index	JPMorgan	02-Feb-21	(1,434,206)
USD	3,775,967	Fixed rate 0.17%	Performance of Bloomberg Commodity ex-Agriculture and Livestock Capped Index	Morgan Stanley	10-Jan-20	(101,752)
EUR	59,292	EUR-EONIA -0.40%	Performance of Hermes International	Morgan Stanley	13-Feb-20	(6,307)
EUR	960,612	EUR-EONIA -0.40%	Performance of Valeo SA	Morgan Stanley	13-Feb-20	17,441
EUR	1,242,778	Performance of CRH PLC	1-month EUR LIBOR +0.50%	Morgan Stanley	13-Feb-20	130,955
EUR	2,996,267	Performance of Plastic Omnium SA	1-month EUR LIBOR +0.50%	Morgan Stanley	13-Feb-20	(18,635)
USD	429,475	Performance of Accenture PLC, A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	11,363
USD	556,288	Performance of Adobe Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	9,953
USD	493,504	Performance of Advanced Micro Devices Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	55,372
USD	287,527	Performance of AK Steel Holding Corp., 7.25%, cvt. pfd.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	7,208
USD	317,043	Performance of Alphabet Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(5,261)
USD	525,412	Performance of Alphabet Inc., C	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(9,928)
HKD	8,860,080	Performance of ASM Pacific Technology Ltd.	1-month HKD HIBOR +0.40%	Morgan Stanley	15-May-20	(23,070)
USD	802,234	Performance of Atlassian Corp. PLC	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(6,572)
EUR	1,025,329	Performance of BE Semiconductor Industries NV	1-month EUR LIBOR +0.30%	Morgan Stanley	15-May-20	(21,535)
USD	454,483	Performance of Blackbaud Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(1,904)
USD	304,245	Performance of Ceridian HCM Holding Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	22,277

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
HKD	8,124,600	Performance of China Tower Corp. Ltd., H, 144A, Reg S	1-month HKD HIBOR +0.40%	Morgan Stanley	15-May-20	42,948
USD	282,493	Performance of Coherent Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	5,896
USD	786,809	Performance of CoStar Group Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	11,337
EUR	1,002,398	Performance of Edenred	1-month EUR LIBOR +0.50%	Morgan Stanley	15-May-20	19,841
USD	1,343,791	Performance of Equifax Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	16,945
USD	420,541	Performance of ExlService Holdings Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	(8,366)
USD	155,074	Performance of ExlService Holdings Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(3,101)
GBP	1,532,202	Performance of Experian PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	15-May-20	35,438
USD	496,977	Performance of Facebook Inc., A	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	17,994
USD	799,597	Performance of Facebook Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	28,867
USD	2,609,763	Performance of FleetCor Technologies Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(171,182)
USD	848,097	Performance of Flex Ltd.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	11,481
USD	165,802	Performance of FormFactor Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	4,666
USD	667,441	Performance of Genpact Ltd.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	7,887
USD	2,061,091	Performance of Genpact Ltd.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	23,908
USD	902,417	Performance of Global Payments Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	15,678
USD	3,168,232	Performance of Global Payments Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	54,650
USD	488,500	Performance of GoDaddy Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(816)
USD	12,348	Performance of Guidewire Software Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	483
USD	354,858	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	(4,673)
USD	439,119	Performance of Huron Consulting Group Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(5,835)
USD	660,000	Performance of Inphi Corp.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	6,314
USD	449,268	Performance of Intuit Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(2,992)
USD	256,306	Performance of L3Harris Technologies Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	(4,624)
USD	555,497	Performance of L3Harris Technologies Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	(10,034)
USD	561,760	Performance of Lattice Semiconductor Corp.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	(20,818)
USD	465,717	Performance of Lattice Semiconductor Corp.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	(17,245)
USD	659,083	Performance of Livent Corp.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	18,502
USD	520,201	Performance of Lumentum Holdings Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	25,835
USD	1,147,999	Performance of Marvell Technology Group Ltd.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	29,625
USD	1,400,166	Performance of Mastercard Inc., A	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	6,554
USD	396,145	Performance of Mastercard Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	1,805
USD	1,539,124	Performance of MediaTek Inc.	1-month USD LIBOR +0.55%	Morgan Stanley	15-May-20	14,384
USD	1,170,874	Performance of Micron Technology Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	17,411
EUR	299,919	Performance of Oasmia Pharmaceutical AB	1-month EUR LIBOR +0.30%	Morgan Stanley	15-May-20	(11,963)
USD	38,341	Performance of ORBCOMM Inc.	1-month USD LIBOR	Morgan Stanley	15-May-20	3,449
USD	71,572	Performance of ORBCOMM Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	6,432
USD	452	Performance of ORBCOMM Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	41
USD	1,781,609	Performance of PayPal Holdings Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(24,427)
USD	537,976	Performance of Realtek Semiconductor Corp.	1-month USD LIBOR +0.55%	Morgan Stanley	15-May-20	(5,910)
JPY	212,194,745	Performance of Renesas Electronics Corp.	1-month JPY LIBOR +0.35%	Morgan Stanley	15-May-20	15,623

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	1,155,662	Performance of SK Hynix Inc.	1-month USD LIBOR +0.55%	Morgan Stanley	15-May-20	88,633
USD	444,051	Performance of Splunk Inc.	1-month USD LIBOR +0.25%	Morgan Stanley	15-May-20	10,195
USD	274,570	Performance of Spotify Technology SA	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(2,496)
USD	244,879	Performance of SVMK Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	903
HKD	2,050,860	Performance of Tencent Holdings Ltd.	1-month HKD HIBOR +0.30%	Morgan Stanley	15-May-20	11,244
USD	1,003,298	Performance of T-Mobile USA Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	38,406
USD	346,822	Performance of TransUnion	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(2,137)
USD	172,683	Performance of Trupanion Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	12,320
USD	335,929	Performance of Uber Technologies Inc.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	(3,685)
USD	210,770	Performance of VeriSign Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	(175)
USD	1,234,399	Performance of Visa Inc., A	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	10,005
USD	707,339	Performance of Visa Inc., A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	5,645
USD	69,665	Performance of Western Digital Corp.	1-month USD LIBOR	Morgan Stanley	15-May-20	8,544
USD	510,082	Performance of Western Digital Corp.	1-month USD LIBOR +0.20%	Morgan Stanley	15-May-20	62,513
USD	5,407,455	Performance of WEX Inc.	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	115,768
USD	91,881	Performance of Yandex NV, A	1-month USD LIBOR +0.50%	Morgan Stanley	15-May-20	1,298
USD	692,542	1-month USD LIBOR -0.15%	Performance of S&P North American Technology Software Index	Morgan Stanley	19-May-20	(4,723)
USD	228,461	1-month USD LIBOR -0.20%	Performance of NASDAQ 100 Total Return Index	Morgan Stanley	19-May-20	(4,244)
USD	384,212	1-month USD LIBOR -0.20%	Performance of S&P North American Technology Software Index	Morgan Stanley	19-May-20	(2,582)
USD	1,077,460	1-month USD LIBOR -0.25%	Performance of Dow Jones US Technology Total Return Index	Morgan Stanley	19-May-20	(19,846)
USD	10,340,327	1-month USD LIBOR -0.25%	Performance of NASDAQ 100 Total Return Index	Morgan Stanley	19-May-20	(192,396)
USD	3,818,831	1-month USD LIBOR -0.25%	Performance of Philadelphia Stock Exchange Semiconductor Index	Morgan Stanley	19-May-20	(74,107)
USD	398,875	1-month USD LIBOR -0.25%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	19-May-20	(3,037)
USD	1,798,114	1-month USD LIBOR -0.25%	Performance of S&P North American Technology Software Index	Morgan Stanley	19-May-20	(12,134)
USD	122,930	1-month USD LIBOR -0.25%	Performance of Standard & Poors United States Index	Morgan Stanley	19-May-20	(1,511)
USD	1,842,261	1-month USD LIBOR -0.30%	Performance of S&P North USA Technology Total Return Index	Morgan Stanley	19-May-20	(33,345)
USD	42,258	1-month USD LIBOR -0.35%	Performance of Consumer Discretionary Select Sector Total Return Index	Morgan Stanley	19-May-20	(716)
USD	1,211,127	1-month USD LIBOR -0.35%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	19-May-20	(9,232)
USD	1,878,875	1-month USD LIBOR -0.35%	Performance of S&P MidCap 400 Total Return Index	Morgan Stanley	19-May-20	(22,758)
USD	711,412	1-month USD LIBOR -0.35%	Performance of S&P SmallCap 600 Growth Index	Morgan Stanley	19-May-20	(10,358)
USD	6,017,075	1-month USD LIBOR -0.40%	Performance of S&P SmallCap 600 Growth Index	Morgan Stanley	19-May-20	(87,783)
USD	3,070,843	1-month USD LIBOR -0.40%	Performance of S&P SmallCap 600 Total Return Index	Morgan Stanley	19-May-20	(42,045)
USD	1,134,978	1-month USD LIBOR -0.45%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	19-May-20	(8,698)
USD	570,720	1-month USD LIBOR -0.50%	Performance of DB Hybrid Basket 01 Index	Morgan Stanley	19-May-20	(15,129)
USD	335,462	1-month USD LIBOR -0.60%	Performance of Philadelphia Stock Exchange Semiconductor Index	Morgan Stanley	19-May-20	(6,559)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	237,421	1-month USD LIBOR -0.60%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	19-May-20	(2,489)
USD	1,207,664	1-month USD LIBOR -0.65%	Performance of Philadelphia Stock Exchange Semiconductor Index	Morgan Stanley	19-May-20	(23,637)
USD	4,916,901	1-month USD LIBOR -1.00%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	19-May-20	(52,407)
USD	2,842,502	1-month USD LIBOR -1.00%	Performance of S&P 500 High Beta Total Return Index	Morgan Stanley	19-May-20	(59,050)
USD	1,998,635	1-month USD LIBOR -3.50%	Performance of S&P 500 High Beta Total Return Index	Morgan Stanley	19-May-20	(43,601)
USD	228,461	1-month USD LIBOR -0.25%	Performance of NASDAQ 100 Total Return Index	Morgan Stanley	20-May-20	(4,249)
USD	301,606	1-month USD LIBOR -0.25%	Performance of S&P North American Technology Software Index	Morgan Stanley	20-May-20	(2,063)
USD	97,905	1-month USD LIBOR -0.35%	Performance of Russell Midcap Growth Total Return Index	Morgan Stanley	20-May-20	(760)
USD	9,348	1-month USD LIBOR -0.35%	Performance of S&P MidCap 400 Total Return Index	Morgan Stanley	20-May-20	(114)
USD	589,722	1-month USD LIBOR -1.00%	Performance of Russell 2000 Total Return Growth Index	Morgan Stanley	20-May-20	(6,296)
EUR	2,101,985	Performance of EDP Renovaveis SA	EUR-EONIA +0.65%	Morgan Stanley	04-Sep-20	645,236
EUR	6,187,817	Performance of Grandvision NV	EUR-EONIA +0.65%	Morgan Stanley	04-Sep-20	7,722
EUR	987,957	Performance of Telefonica SA	EUR-EONIA +0.65%	Morgan Stanley	04-Sep-20	(143,161)
USD	9,165,263	Performance of Allergan PLC	USD-FED EFF +0.40%	Morgan Stanley	08-Sep-20	1,202,117
USD	2,907,229	Performance of Anixter International Inc.	USD-FED EFF +0.40%	Morgan Stanley	08-Sep-20	110,797
USD	5,870,576	Performance of Caesars Entertainment Corp.	USD-FED EFF +0.40%	Morgan Stanley	08-Sep-20	874,866
USD	1,960,512	Performance of Liberty Property Trust	USD-FED EFF +0.40%	Morgan Stanley	08-Sep-20	(32,658)
USD	6,283,480	Performance of United Technologies Corp.	USD-FED EFF +0.40%	Morgan Stanley	08-Sep-20	837,027
USD	9,256,777	Performance of WellCare Health Plans Inc.	USD-FED EFF +0.40%	Morgan Stanley	08-Sep-20	1,063,221
USD	1,334,940	Performance of Builders FirstSource Inc.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	142,373
USD	8,249,632	Performance of Hess Corp.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	31,080
USD	7,586,683	Performance of Knight-Swift transportation Holdings Inc.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	583,747
USD	4,406,330	Performance of NVR Inc.	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	1,233,386
USD	8,941,337	Performance of Rio Tinto PLC, ADR	USD-FED EFF +0.50%	Morgan Stanley	22-Sep-20	1,141,501
USD	2,185,642	USD-FED EFF -0.35%	Performance of Air Products and Chemicals Inc.	Morgan Stanley	22-Sep-20	(84,423)
USD	427,149	USD-FED EFF -0.35%	Performance of American Water Works Co. Inc.	Morgan Stanley	22-Sep-20	(10,878)
USD	1,571,028	USD-FED EFF -0.35%	Performance of Apple Inc.	Morgan Stanley	22-Sep-20	(512,294)
USD	3,204,076	USD-FED EFF -0.35%	Performance of Avis Budget Group Inc.	Morgan Stanley	22-Sep-20	(259,323)
USD	915,644	USD-FED EFF -0.35%	Performance of C.H. Robinson Worldwide Inc.	Morgan Stanley	22-Sep-20	(32,983)
USD	730,922	USD-FED EFF -0.35%	Performance of Campbell Soup Co.	Morgan Stanley	22-Sep-20	(36,589)
USD	468,757	USD-FED EFF -0.35%	Performance of Diamondback Energy Inc.	Morgan Stanley	22-Sep-20	(28,388)
USD	868,018	USD-FED EFF -0.35%	Performance of Dow Inc.	Morgan Stanley	22-Sep-20	(120,082)
USD	807,613	USD-FED EFF -0.35%	Performance of FedEx Corp.	Morgan Stanley	22-Sep-20	4,327
USD	1,125,434	USD-FED EFF -0.35%	Performance of GATX Corp.	Morgan Stanley	22-Sep-20	(53,804)
USD	274,564	USD-FED EFF -0.35%	Performance of Kaiser Aluminum Corp.	Morgan Stanley	22-Sep-20	(53,910)
USD	2,113,354	USD-FED EFF -0.35%	Performance of Kennametal Inc.	Morgan Stanley	22-Sep-20	(373,107)
USD	804,829	USD-FED EFF -0.35%	Performance of Mondelez International Inc., A	Morgan Stanley	22-Sep-20	(110,131)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	2,114,345	USD-FED EFF -0.35%	Performance of MSPSMLP Index	Morgan Stanley	22-Sep-20	(267,512)
USD	238,832	USD-FED EFF -0.35%	Performance of MSPSSPY Index	Morgan Stanley	22-Sep-20	(7,908)
USD	423,354	USD-FED EFF -0.35%	Performance of Nutanix Inc., A	Morgan Stanley	22-Sep-20	(6,364)
USD	1,061,607	USD-FED EFF -0.35%	Performance of PulteGroup Inc.	Morgan Stanley	22-Sep-20	(18,652)
USD	781,556	USD-FED EFF -0.35%	Performance of SAIA Inc.	Morgan Stanley	22-Sep-20	(112)
USD	703,729	USD-FED EFF -0.35%	Performance of Spirit AeroSystems Holdings Inc.	Morgan Stanley	22-Sep-20	149,457
USD	1,154,882	USD-FED EFF -0.35%	Performance of Spirit Airlines Inc.	Morgan Stanley	22-Sep-20	(62,225)
USD	766,047	USD-FED EFF -0.35%	Performance of Starbucks Corp.	Morgan Stanley	22-Sep-20	64,073
USD	1,011,448	USD-FED EFF -0.35%	Performance of Terex Corp.	Morgan Stanley	22-Sep-20	(69,828)
USD	4,497,443	USD-FED EFF -0.35%	Performance of The Boeing Co.	Morgan Stanley	22-Sep-20	280,357
USD	102,739	USD-FED EFF -0.35%	Performance of The Hershey Co.	Morgan Stanley	22-Sep-20	1,880
USD	805,980	USD-FED EFF -0.35%	Performance of The Procter & Gamble Co.	Morgan Stanley	22-Sep-20	(21,730)
USD	1,293,123	USD-FED EFF -0.35%	Performance of Toll Brothers Inc.	Morgan Stanley	22-Sep-20	(3,168)
USD	262,525	USD-FED EFF -0.35%	Performance of Wayfair Inc., A	Morgan Stanley	22-Sep-20	134,764
USD	2,092,842	USD-FED EFF -0.35%	Performance of XPO Logistics Inc.	Morgan Stanley	22-Sep-20	(173,567)
USD	1,294,464	USD-FED EFF -0.45%	Performance of MSPSXOP Index	Morgan Stanley	22-Sep-20	(156,217)
EUR	352,294	EUR-EONIA -0.40%	Performance of Aroundtown SA	Morgan Stanley	29-Sep-20	(8,706)
EUR	2,342,234	Performance of Altran Technologies SA	EUR-EONIA +0.65%	Morgan Stanley	29-Sep-20	(32,240)
EUR	49,989	Performance of Axel Springer SE	EUR-EONIA +0.65%	Morgan Stanley	29-Sep-20	472
EUR	1,657,871	Performance of Innogy SE, Reg S	EUR-EONIA +0.65%	Morgan Stanley	29-Sep-20	250,423
EUR	6,563,336	Performance of McKesson Europe AG	EUR-EONIA +0.65%	Morgan Stanley	29-Sep-20	(66,965)
EUR	411,240	Performance of QIAGEN NV	EUR-EONIA +0.65%	Morgan Stanley	29-Sep-20	(103,064)
EUR	348,712	Performance of TLG Immobilien AG	EUR-EONIA +0.65%	Morgan Stanley	29-Sep-20	6,451
GBP	2,195,958	GBP-SONIA -0.35%	Performance of Flutter Entertainment PLC	Morgan Stanley	01-Oct-20	(522,759)
GBP	715,641	Performance of Just Eat PLC	GBP-SONIA +0.65%	Morgan Stanley	01-Oct-20	47,156
GBP	2,278,095	Performance of Vodafone Group PLC	GBP-SONIA +0.65%	Morgan Stanley	01-Oct-20	257,417
USD	3,676,004	USD-FED EFF -0.35%	Performance of AbbVie Inc.	Morgan Stanley	10-Nov-20	(893,573)
USD	2,346,821	USD-FED EFF -0.35%	Performance of Carnival Corp.	Morgan Stanley	10-Nov-20	(2,508)
USD	5,956,995	USD-FED EFF -0.35%	Performance of Centene Corp.	Morgan Stanley	10-Nov-20	(994,281)
USD	2,314,390	USD-FED EFF -0.35%	Performance of Eldorado Resorts Inc.	Morgan Stanley	10-Nov-20	(759,995)
USD	1,964,467	USD-FED EFF -0.35%	Performance of Prologis Inc.	Morgan Stanley	10-Nov-20	39,809
USD	3,073,284	USD-FED EFF -0.35%	Performance of Raytheon Co.	Morgan Stanley	10-Nov-20	(158,261)
USD	449,345	USD-FED EFF -0.35%	Performance of WESCO International Inc.	Morgan Stanley	10-Nov-20	(31,492)
CAD	2,373,279	DISC -0.35%	Performance of Westshore Terminals Investment Corp.	Morgan Stanley	12-Jan-21	52,761
GBP	717,222	GBP-SONIA -0.35%	Performance of Glencore Xstrata PLC	Morgan Stanley	20-Jan-21	63,547
GBP	4,235,590	Performance of Anglo American PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	20-Jan-21	358,346
GBP	2,544,066	Performance of Ashtead Group PLC	1-month GBP LIBOR +0.50%	Morgan Stanley	20-Jan-21	244,083
AUD	4,319,743	Performance of Fortescue Metals Group Ltd.	1-month BBSW +0.55%	Morgan Stanley	29-Jan-21	390,521
CHF	1,280,283	CHF-SARON -0.88%	Performance of Stadler Rail AG	Morgan Stanley	08-Feb-21	(166,630)
USD	2,301,776	Performance of Carnival PLC	USD-FED EFF +0.65%	Morgan Stanley	17-Mar-21	(43,016)
USD	1,421,925	Performance of Sophos Group PLC, Reg S	USD-FED EFF +0.65%	Morgan Stanley	17-Mar-21	15,328
CHF	1,419,389	CHF-SARON -0.35%	Performance of Swisscom AG	Morgan Stanley	13-Oct-21	12,589
EUR	1,390,633	EUR-EONIA -0.35%	Performance of Hannover Rueck SE	Morgan Stanley	13-Oct-21	(31,686)
EUR	3,004,328	EUR-EONIA -0.40%	Performance of Colruyt SA	Morgan Stanley	13-Oct-21	227,660
EUR	746,039	EUR-EONIA -0.40%	Performance of Elisa OYJ	Morgan Stanley	13-Oct-21	(9,006)
GBP	310,156	GBP-SONIA -0.30%	Performance of JD Sports Fashion PLC	Morgan Stanley	13-Oct-21	(17,099)
GBP	629,757	GBP-SONIA -0.30%	Performance of Marks & Spencer Group PLC	Morgan Stanley	13-Oct-21	(42,979)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
GBP	1,022,523	GBP-SONIA -0.30%	Performance of Next PLC	Morgan Stanley	13-Oct-21	(39,274)
EUR	1,895,053	Performance of Anima Holding SpA, Reg S	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	(7,390)
GBP	1,288,159	Performance of Barclays PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	90,235
EUR	3,624,719	Performance of BNP Paribas SA	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	197,020
EUR	1,363,804	Performance of Bureau Veritas SA	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	(7,235)
GBP	1,246,669	Performance of Croda International PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	87,727
EUR	6,132,887	Performance of Danone SA	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	18,618
EUR	2,518,937	Performance of Eurofins Scientific SE	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	-
GBP	1,744,849	Performance of Frasers Group PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	562,436
GBP	820,969	Performance of Hikma Pharmaceuticals PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	26,217
EUR	5,506,420	Performance of Iliad SA	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	64,144
GBP	3,707,340	Performance of ITV PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	261,798
EUR	1,383,998	Performance of Kering SA	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	102,929
GBP	1,930,500	Performance of RSA Insurance Group PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	92,231
EUR	2,061,367	Performance of Ryanair Holdings PLC	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	99,570
GBP	1,981,651	Performance of Smiths Group PLC	1-month GBP LIBOR +0.40%	Morgan Stanley	13-Oct-21	136,146
EUR	2,846,805	Performance of Societe Generale SA	1-month EUR LIBOR +0.40%	Morgan Stanley	13-Oct-21	190,988
GBP	2,090,253	Performance of The Stars Group Inc.	GBP-SONIA +0.40%	Morgan Stanley	19-Oct-21	561,625
SEK	13,349,981	1-week SEK STIBOR -0.40%	Performance of Hennes & Mauritz AB, B	Morgan Stanley	10-Nov-21	7,632
HKD	5,311,432	Performance of China Agri-Industries Holdings Ltd.	1-month HKD LIBOR +0.55%	Morgan Stanley	24-Nov-21	(1,757)
JPY	56,068,560	Performance of Hitachi High-Technologies Corp.	1-month JPY LIBOR +0.55%	Morgan Stanley	24-Nov-21	60,569
HKD	1,780,486	Performance of Huaneng Renewables Corp. Ltd., H	1-month HKD LIBOR +0.55%	Morgan Stanley	24-Nov-21	3,191
JPY	237,037,100	Performance of Line Corp.	1-month JPY LIBOR +0.55%	Morgan Stanley	24-Nov-21	58,339
JPY	16,064	Performance of Mitsubishi Tanabe Pharma Corp.	1-month JPY LIBOR +0.55%	Morgan Stanley	24-Nov-21	27
DKK	5,073,024	1-week DKK LIBOR -0.50%	Performance of A.P. Moeller-Maersk AS, B	Morgan Stanley	29-Nov-21	(5,000)
ZAR	4,378,191	ZAR-SABOR -1.00%	Performance of Kumba Iron Ore Ltd.	Morgan Stanley	08-Dec-21	(15,533)
SEK	25,715,995	Performance of Millicom International Cellular SA, IDR	1-week SEK STIBOR +0.65%	Morgan Stanley	21-Dec-21	9,344
AUD	2,221,450	Performance of Caltex Australia Ltd.	1-month BBSW +0.55%	Morgan Stanley	22-Dec-21	(19,110)
SGD	3,159,911	Performance of Keppel Corp. Ltd.	1-month SGD LIBOR +0.55%	Morgan Stanley	22-Dec-21	2,490
						640,953

Franklin K2 Long Short Credit Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
IDR	4,018,000,000	Performance of Indonesia Treasury Bond, senior bond, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	15-Apr-20	2,762
IDR	566,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Bank of America	22-Jun-20	2,176
USD	630,713	Performance of Energy Transfer Operating LP	1-month USD LIBOR +0.50%	Bank of America	12-Nov-20	17,833
USD	492,956	Performance of Energy Transfer Operating LP	1-month USD LIBOR +0.65%	Citigroup	22-Jun-20	(16,714)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 10 — Open positions on total return swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
EGP	3,075,000	Performance of Egypt Treasury Bills, 0.00%, 05/12/20	0.00%	Deutsche Bank	12-May-20	2,380
IDR	766,000,000	Performance of Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	3-month USD LIBOR +6.00%	Deutsche Bank	17-May-24	2,882
IDR	4,464,000,000	Performance of Indonesia Treasury Bond, senior note, 8.25%, 06/15/32	3-month USD LIBOR +6.00%	Deutsche Bank	17-Jun-32	9,842
IDR	2,284,000,000	Performance of Government of Indonesia, senior bond, 7.375%, 05/15/48	3-month USD LIBOR +6.00%	Deutsche Bank	19-May-48	4,188
USD	21,402	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	19-Oct-20	494
USD	3,547	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	21-Oct-20	73
USD	4,184	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	22-Oct-20	44
USD	3,155	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	23-Oct-20	20
USD	6,081	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	26-Oct-20	-
USD	6,028	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	28-Oct-20	9
USD	36,397	Performance of Clearway Energy Inc., A	1-month USD LIBOR +0.40%	Goldman Sachs	02-Nov-20	1,981
						27,970

Franklin Strategic Income Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	21,000,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Credit Suisse	20-Mar-20	942,899
USD	33,900,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Goldman Sachs	20-Mar-20	1,666,495
USD	38,900,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Goldman Sachs	20-Sep-20	130,778
						2,740,172

Franklin U.S. Low Duration Fund

Trading currency	Notional amount	Fund receives	Fund pays	Counterparty	Maturity date	Unrealised profit/(loss) USD
USD	7,440,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Barclays	20-Jun-20	159,797
USD	9,200,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Credit Suisse	20-Mar-20	413,080
USD	14,700,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Goldman Sachs	20-Mar-20	722,639
USD	7,500,000	Performance of Markit iBoxx USD Liquid Leveraged Loans Index Series 1 Version 1	3-month USD LIBOR	Goldman Sachs	20-Sep-20	25,214
						1,320,730

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 11 — Open positions on credit default swap contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Flexible Alpha Bond Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
2,850,000	Boyd Gaming Corp., senior sub. bond, 7.125%, 02/01/16, Jun. 2022	5.00	Barclays	Buy	USD	(331,301)	171,441
1,600,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Buy	USD	(22,249)	(39,383)
5,200,000	Diamond Offshore Drilling Inc., senior note, 3.45%, 11/01/23, Sep. 2025	5.00	BNP Paribas	Buy	USD	343,365	265,365
810,000	Avon Products Inc., senior bond, 5.00%, 03/15/23, Mar. 2023	5.00	Citigroup	Buy	USD	(110,514)	(28,721)
1,150,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2021	1.00	Citigroup	Buy	USD	40,366	(11,526)
2,350,000	Ally Financial Inc., senior note, 7.50%, 09/15/20, Dec. 2024	5.00	JPMorgan	Buy	USD	(472,814)	(11,505)
1,000,000	Boyd Gaming Corp., senior sub. bond, 7.125%, 02/01/16, Jun. 2022	5.00	JPMorgan	Buy	USD	(116,246)	56,127
950,000	KB Home, senior note, 7.00%, 12/15/21, Mar. 2020	5.00	JPMorgan	Buy	USD	(10,276)	90,947
740,000	Navient Corp., senior note, 5.50%, 01/25/23, Mar. 2020	5.00	JPMorgan	Buy	USD	(7,834)	48,605
4,250,000	Energy Transfer LP, senior secured bond, first lien, 5.875%, 01/15/24, Dec. 2020	5.00	Morgan Stanley	Buy	USD	(201,571)	352,839
1,600,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Sell	USD	2,112	77,244
770,000	BNP Paribas Bespoke Bordeaux 7-10% Tranche Index, Jun. 2020	2.10	BNP Paribas	Sell	USD	5,768	5,768
300,000	BNP Paribas Bespoke Rodez 5-7% Mezz Tranche Index, Dec. 2020	3.20	BNP Paribas	Sell	USD	7,016	7,016
600,000	BNP Paribas Bespoke Rodez 5-7% Tranche Index, Dec. 2020	2.00	BNP Paribas	Sell	USD	6,896	6,896
640,000	Citibank Bespoke Palma 5-7% Tranche Index, Jun. 2021	2.30	Citigroup	Sell	USD	12,670	12,670
800,000	Citibank Bespoke Phoenix 5-7% Tranche Index, Dec. 2021	2.90	Citigroup	Sell	USD	25,644	25,644
1,025,000	Government of Argentina, senior note, 7.50%, 04/22/26, Dec. 2021	5.00	Citigroup	Sell	USD	(558,279)	42,106
865,000	Government of Indonesia, senior note, Reg S, 3.70%, 01/08/22, Dec. 2024	1.00	Citigroup	Sell	USD	15,241	9,299
560,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Dec. 2024	1.00	Citigroup	Sell	USD	11,854	6,026
1,250,000	Government of Spain, senior bond, Reg S, 5.01%, 11/21/44, Dec. 2024	1.00	Citigroup	Sell	USD	34,907	(2,436)
10,920,000	MCDX.NA.31, Dec. 2023	1.00	Citigroup	Sell	USD	189,150	79,761
350,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2021	1.00	Citigroup	Sell	USD	(47,327)	13,585
800,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2023	1.00	Citigroup	Sell	USD	(108,175)	6,517
2,350,000	Morgan Stanley, senior note, 3.75%, 02/25/23, Dec. 2024	1.00	JPMorgan	Sell	USD	57,430	10,768
2,350,000	The Goldman Sachs Group Inc., senior note, 2.908% to 06/05/22, FRN thereafter, 06/05/23, Dec. 2024	1.00	JPMorgan	Sell	USD	53,923	11,409
850,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Tranche CDX, Dec. 2021	4.10	Morgan Stanley	Sell	USD	35,743	35,743
850,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Tranche CDX, Dec. 2021	3.98	Morgan Stanley	Sell	USD	35,551	35,552
						(1,108,950)	1,277,757

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 11 — Open positions on credit default swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
375,000	Casino Guichard Perrachon SA, senior note, Reg S, 1.865%, 06/13/22, Dec. 2024	5.00	Barclays	Buy	EUR	31,789	(479)
3,900,000	CMBX.NA.A.11, Nov. 2054	2.00	Barclays	Buy	USD	28,759	10,130
5,800,000	CMBX.NA.A.12, Aug. 2061	2.00	Barclays	Buy	USD	(22,928)	13,841
1,281,000	Hertz Corp., senior note, 144A, 5.50%, 10/15/24, Dec. 2024	5.00	Barclays	Buy	USD	(115,223)	8,373
1,201,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2021	5.00	Barclays	Buy	USD	(102,012)	11,568
640,000	K. Hovnanian Enterprises Inc., senior note, 144A, 7.00%, 01/15/19, Dec. 2024	5.00	Barclays	Buy	USD	159,916	(19,728)
512,000	NRG Energy Inc., senior note, 6.25%, 05/01/24, Jun. 2024	5.00	Barclays	Buy	USD	(95,677)	4,384
960,000	Simon Property Group LP, senior bond, 4.375%, 03/01/21, Dec. 2024	1.00	Barclays	Buy	USD	(26,671)	1,155
709,000	DISH DBS Corp., senior bond, 6.75%, 06/01/21, Jun. 2025	5.00	Citigroup	Buy	USD	(38,371)	(3,225)
384,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Dec. 2024	5.00	Citigroup	Buy	USD	(65,267)	6,778
606,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Jun. 2021	5.00	Citigroup	Buy	USD	(41,588)	7,468
171,500,000	SoftBank Group Corp., senior note, 1.689%, 11/27/20, Dec. 2024	1.00	Citigroup	Buy	JPY	80,921	(8,966)
227,000	Altice Luxembourg SA, senior note, Reg S, 7.25%, 05/15/22, Dec. 2024	5.00	Goldman Sachs	Buy	EUR	(27,393)	263
1,900,000	CMBX.NA.A.11, Nov. 2054	2.00	Goldman Sachs	Buy	USD	14,011	4,935
327,000	Intrum Justitia AB, senior note, Reg S, 3.125%, 07/15/24, Dec. 2024	5.00	Goldman Sachs	Buy	EUR	(42,695)	(5,554)
2,049,000	Kohl's Corp., senior note, 4.25%, 07/17/25, Dec. 2024	1.00	Goldman Sachs	Buy	USD	14,701	(26,172)
627,000	Staples Inc., senior note, 144A, 10.75%, 04/15/27, Jun. 2025	5.00	Goldman Sachs	Buy	USD	7,873	1,744
217,000	Telecom Italia SpA, senior note, Reg S, 3.625%, 01/19/24, Dec. 2024	1.00	Goldman Sachs	Buy	EUR	3,209	(2,382)
350,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	Goldman Sachs	Buy	USD	11,015	(38,666)
225,000	Casino Guichard Perrachon SA, senior note, Reg S, 1.865%, 06/13/22, Dec. 2024	5.00	JPMorgan	Buy	EUR	19,073	2,348
3,700,000	CDX.NA.HY.33, Version 1, Dec. 2024	5.00	JPMorgan	Buy	USD	359,080	107,007
389,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2024	1.00	JPMorgan	Buy	USD	2,173	(997)
3,287,326	Government of Korea, senior note, 2.75%, 01/19/27, Jun. 2024	1.00	JPMorgan	Buy	USD	(115,961)	(115,961)
3,161,000	Government of Mexico, senior note, 4.15%, 03/28/27, Dec. 2023	1.00	JPMorgan	Buy	USD	(54,613)	(54,613)
3,173,000	Government of Mexico, senior note, 4.15%, 03/28/27, Jun. 2023	1.00	JPMorgan	Buy	USD	(55,312)	(55,312)
1,557,000	Government of South Africa, 5.50%, 03/09/20, Dec. 2022	1.00	JPMorgan	Buy	USD	2,850	2,850
724,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2022	1.00	JPMorgan	Buy	USD	(814)	(814)
5,690,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2024	1.00	JPMorgan	Buy	USD	118,320	118,320
613,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2022	1.00	JPMorgan	Buy	USD	20,242	20,242
1,774,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Sep. 2020	1.00	JPMorgan	Buy	USD	(3,037)	(140,691)
3,200,000	iTRAXX Europe S32, Main, Version 1, Dec. 2024	1.00	JPMorgan	Buy	EUR	58,535	30,451
218,000	Kimco Realty Corp., senior note, 3.30%, 02/01/25, Jun. 2024	1.00	JPMorgan	Buy	USD	(1,235)	(829)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 11 — Open positions on credit default swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
960,000	Lloyds Banking Group PLC, sub. note, 4.50%, 11/04/24, Dec. 2024	1.00	JPMorgan	Buy	EUR	(4,905)	(7,171)
112,000	Staples Inc., senior note, 144A, 10.75%, 04/15/27, Dec. 2024	5.00	JPMorgan	Buy	USD	(1,273)	(2,174)
1,269,000	The Neiman Marcus Group LLC, senior secured bond, first lien, 7.125%, 06/01/28, Jun. 2024	5.00	JPMorgan	Buy	USD	890,690	(91,925)
772,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	JPMorgan	Buy	USD	24,296	(99,760)
705,000	Enel SpA, senior bond, Reg S, 5.25%, 05/20/24, Dec. 2023	1.00	Morgan Stanley	Buy	EUR	(18,203)	(22,611)
224,000	Staples Inc., senior note, 144A, 10.75%, 04/15/27, Dec. 2024	5.00	Morgan Stanley	Buy	USD	(2,546)	(5,814)
						1,011,729	(351,987)

Franklin K2 Long Short Credit Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
161,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2024	1.00	Bank of America	Buy	USD	899	(587)
198,000	Lloyds Bank PLC, 0.0001%, 02/20/49, Dec. 2022	1.00	Bank of America	Buy	EUR	(3,841)	(1,131)
100,000	Casino Guichard Perrachon SA, senior note, Reg S, 1.865%, 06/13/22, Dec. 2024	5.00	Barclays	Buy	EUR	8,477	(69)
45,000	Centurylink Inc., senior note, 6.15%, 09/15/19, Dec. 2023	1.00	Barclays	Buy	USD	838	(3,812)
102,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2021	5.00	Barclays	Buy	USD	(8,664)	(6,461)
58,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2020	5.00	Barclays	Buy	USD	(1,372)	(1,025)
93,000	K. Hovnanian Enterprises Inc., senior note, 144A, 7.00%, 01/15/19, Dec. 2024	5.00	Barclays	Buy	USD	23,238	(7,413)
54,000	K. Hovnanian Enterprises Inc., senior note, Reg S, 10.00%, 07/15/22, Jun. 2024	5.00	Barclays	Buy	USD	12,606	(10,952)
9,512,000	SoftBank Group Corp., senior note, 1.689%, 11/27/20, Dec. 2023	1.00	Barclays	Buy	JPY	2,429	(1,155)
28,536,000	SoftBank Group Corp., senior note, 1.689%, 11/27/20, Jun. 2024	1.00	Barclays	Buy	JPY	10,419	1,024
90,000	Telecom Italia SpA, senior note, Reg S, 3.625%, 01/19/24, Dec. 2024	1.00	Barclays	Buy	EUR	1,331	(2,613)
14,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	Barclays	Buy	USD	441	(2,324)
27,000	Centurylink Inc., senior note, 6.15%, 09/15/19, Dec. 2023	1.00	Citigroup	Buy	USD	503	(2,211)
294,000	DISH DBS Corp., senior bond, 6.75%, 06/01/21, Jun. 2025	5.00	Citigroup	Buy	USD	(15,911)	(1,337)
852,000	Kohl's Corp., senior note, 4.25%, 07/17/25, Dec. 2024	1.00	Citigroup	Buy	USD	6,113	(5,296)
14,268,000	SoftBank Group Corp., senior note, 1.689%, 11/27/20, Jun. 2024	1.00	Citigroup	Buy	JPY	5,210	996
143,000	NRG Energy Inc., senior note, 6.25%, 05/01/24, Jun. 2024	5.00	Credit Suisse	Buy	USD	(26,722)	(772)
94,000	Altice Luxembourg SA, senior note, Reg S, 7.25%, 05/15/22, Dec. 2024	5.00	Goldman Sachs	Buy	EUR	(11,343)	(2,332)
270,000	Hertz Corp., senior note, 144A, 5.50%, 10/15/24, Dec. 2023	5.00	Goldman Sachs	Buy	USD	(29,194)	(1,989)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 11 — Open positions on credit default swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
292,000	Hertz Corp., senior note, 144A, 5.50%, 10/15/24, Dec. 2024	5.00	Goldman Sachs	Buy	USD	(26,265)	(5,470)
365,000	Hertz Corp., senior note, 5.875%, 10/15/20, Dec. 2021	5.00	Goldman Sachs	Buy	USD	(31,004)	(34,562)
56,000	Hertz Corp., senior note, 5.875%, 10/15/20, Jun. 2020	5.00	Goldman Sachs	Buy	USD	(1,325)	(1,262)
135,000	Intrum Justitia AB, senior note, Reg S, 3.125%, 07/15/24, Dec. 2024	5.00	Goldman Sachs	Buy	EUR	(17,626)	(2,688)
55,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Sep. 2024	5.00	Goldman Sachs	Buy	USD	13,307	(6,440)
46,000	K. Hovnanian Enterprises Inc., senior note, 144A, 7.00%, 01/15/19, Dec. 2024	5.00	Goldman Sachs	Buy	USD	11,494	(3,667)
92,000	Lloyds Bank PLC, 0.0001%, 02/20/49, Jun. 2024	1.00	Goldman Sachs	Buy	EUR	(1,650)	(2,396)
65,200	Nordstrom Inc., senior bond, 6.95%, 03/15/28, Jun. 2024	1.00	Goldman Sachs	Buy	USD	(153)	(3,653)
64,000	NRG Energy Inc., senior note, 6.25%, 05/01/24, Jun. 2024	5.00	Goldman Sachs	Buy	USD	(11,960)	(160)
19,024,000	SoftBank Group Corp., senior note, 1.689%, 11/27/20, Dec. 2023	1.00	Goldman Sachs	Buy	JPY	4,858	(2,797)
260,000	Staples Inc., senior note, 144A, 10.75%, 04/15/27, Jun. 2025	5.00	Goldman Sachs	Buy	USD	3,265	(1,584)
287,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	Goldman Sachs	Buy	USD	9,033	(18,911)
29,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Jun. 2023	5.00	Goldman Sachs	Buy	USD	(416)	1,695
300,000	Casino Guichard Perrachon SA, senior note, Reg S, 1.865%, 06/13/22, Dec. 2024	5.00	JPMorgan	Buy	EUR	25,431	2,262
2,350,000	CDX.NA.HY.27, Version 8, Dec. 2021	5.00	JPMorgan	Buy	USD	(112,165)	(112,165)
1,500,000	CDX.NA.HY.28, Version 6, Jun. 2022	5.00	JPMorgan	Buy	USD	(92,240)	(92,239)
1,270,000	CDX.NA.HY.32, Version 2, Jun. 2024	5.00	JPMorgan	Buy	USD	(125,050)	(40,256)
193,000	Government of Mexico, senior note, 4.15%, 03/28/27, Dec. 2023	1.00	JPMorgan	Buy	USD	(3,334)	(3,334)
445,000	Government of Mexico, senior note, 4.15%, 03/28/27, Jun. 2023	1.00	JPMorgan	Buy	USD	(7,757)	(7,757)
427,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2022	1.00	JPMorgan	Buy	USD	(480)	(480)
418,000	Government of South Africa, 5.50%, 03/09/20, Jun. 2024	1.00	JPMorgan	Buy	USD	8,692	8,692
110,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Jun. 2022	1.00	JPMorgan	Buy	USD	2,550	2,550
245,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Jun. 2024	1.00	JPMorgan	Buy	USD	16,641	16,641
4,283,000	ITOCHU Corp., senior note, 1.91%, 09/13/19, Jun. 2022	1.00	JPMorgan	Buy	JPY	(881)	462
3,783,000	JFE Holdings Inc., senior note, 1.32%, 06/08/21, Jun. 2022	1.00	JPMorgan	Buy	JPY	(733)	470
90,000	Kimco Realty Corp., senior note, 3.30%, 02/01/25, Jun. 2024	1.00	JPMorgan	Buy	USD	(510)	(582)
292,863	Korea Treasury Bond, senior note, 7.125%, 04/16/19, Jun. 2024	1.00	JPMorgan	Buy	USD	(10,331)	(10,331)
198,000	Lloyds Bank PLC, 0.0001%, 02/20/49, Dec. 2022	1.00	JPMorgan	Buy	EUR	(3,841)	(917)
91,000	Lloyds Banking Group PLC, sub. note, 4.50%, 11/04/24, Dec. 2024	1.00	JPMorgan	Buy	EUR	(465)	(3,334)
6,257,000	Marubeni Corp., senior note, 1.50%, 06/14/21, Jun. 2022	1.00	JPMorgan	Buy	JPY	(1,218)	464
159,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Dec. 2024	5.00	JPMorgan	Buy	USD	(27,025)	(1,470)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 11 — Open positions on credit default swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Long Short Credit Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
251,000	MBIA Inc., senior bond, 6.625%, 10/01/28, Jun. 2021	5.00	JPMorgan	Buy	USD	(17,225)	5,343
13,223,000	Mitsui OSK Lines Ltd., senior note, 1.139%, 07/12/22, Jun. 2022	1.00	JPMorgan	Buy	JPY	(2,023)	(791)
405,000	Simon Property Group LP, senior bond, 4.375%, 03/01/21, Dec. 2024	1.00	JPMorgan	Buy	USD	(11,252)	(522)
46,000	Staples Inc., senior note, 144A, 10.75%, 04/15/27, Dec. 2024	5.00	JPMorgan	Buy	USD	(523)	(893)
162,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	JPMorgan	Buy	USD	5,098	(20,936)
31,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2023	5.00	Morgan Stanley	Buy	USD	6,666	(3,220)
28,000	K. Hovnanian Enterprises Inc., senior note, 144A, 7.00%, 01/15/19, Dec. 2024	5.00	Morgan Stanley	Buy	USD	6,996	(3,336)
92,000	Staples Inc., senior note, 144A, 10.75%, 04/15/27, Dec. 2024	5.00	Morgan Stanley	Buy	USD	(1,046)	(2,388)
16,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	Morgan Stanley	Buy	USD	504	(2,008)
230,000	Transocean Inc., senior bond, 7.375%, 04/15/18, Dec. 2021	1.00	Morgan Stanley	Buy	USD	7,326	(30,644)
14,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2023	5.00	Barclays	Sell	USD	(3,010)	3,819
120,000	Transocean Inc., senior bond, 4.30%, 10/15/22, Dec. 2024	5.00	Credit Suisse	Sell	USD	(3,777)	21,048
17,000	K. Hovnanian Enterprises Inc., secured note, second lien, 144A, 10.50%, 07/15/24, Dec. 2023	5.00	Goldman Sachs	Sell	USD	(3,655)	3,251
54,000	Government of South Africa, 5.50%, 03/09/20, Dec. 2022	1.00	JPMorgan	Sell	USD	(99)	(99)
124,000	Government of Turkey, senior bond, 11.875%, 01/15/30, Dec. 2022	1.00	JPMorgan	Sell	USD	(4,095)	(4,095)
						(425,816)	(408,149)

Franklin Strategic Income Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
2,400,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Buy	USD	(33,374)	(59,074)
3,920,000	CDX.NA.HY.32, Jun. 2024	5.00	Citigroup	Buy	USD	(379,577)	(75,110)
3,250,000	Ally Financial Inc., senior note, 7.50%, 09/15/20, Dec. 2024	5.00	JPMorgan	Buy	USD	(653,892)	(15,912)
2,400,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Sell	USD	3,168	115,866
1,150,000	BNP Paribas Bespoke Bordeaux 7-10% Tranche Index, Jun. 2020	2.10	BNP Paribas	Sell	USD	8,614	8,614
540,000	BNP Paribas Bespoke Rodez 5-7% Mezz Tranche Index, Dec. 2020	3.20	BNP Paribas	Sell	USD	12,629	12,629
8,500,000	CDX.EM.31, Jun. 2024	1.00	Citigroup	Sell	USD	(225,070)	(8,720)
1,200,000	Citibank Bespoke Bogota 7-10% Tranche Index, Jun. 2020	1.35	Citigroup	Sell	USD	3,574	3,574
719,022	Citibank Bespoke Broker 0-3% Tranche Index, Jun. 2020	-	Citigroup	Sell	USD	(55,087)	127,545
1,100,000	Citibank Bespoke Palma 5-7% Tranche Index, Jun. 2021	2.30	Citigroup	Sell	USD	21,776	21,776
1,400,000	Citibank Bespoke Phoenix 5-7% Tranche Index, Dec. 2021	2.90	Citigroup	Sell	USD	44,876	44,876

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 11 — Open positions on credit default swap contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Strategic Income Fund (continued)

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
600,000	Citibank Bespoke Singapore 0-3% Tranche CDX Index, Jun. 2020	-	Citigroup	Sell	USD	(37,931)	78,589
8,050,000	Government of Argentina, senior note, 7.50%, 04/22/26, Dec. 2021	5.00	Citigroup	Sell	USD	(4,384,528)	236,037
3,800,000	Government of Indonesia, senior note, Reg S, 3.70%, 01/08/22, Dec. 2024	1.00	Citigroup	Sell	USD	66,954	40,849
2,300,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Dec. 2024	1.00	Citigroup	Sell	USD	48,685	24,750
3,350,000	MCDX.NA.31, Dec. 2023	1.00	Citigroup	Sell	USD	58,027	24,469
1,500,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Tranche CDX, Dec. 2021	4.10	Morgan Stanley	Sell	USD	63,075	63,075
1,500,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Tranche CDX, Dec. 2021	3.98	Morgan Stanley	Sell	USD	62,738	62,738
						(5,375,343)	706,571

Franklin U.S. Low Duration Fund

Nominal	Description	Interest paid/received %	Counterparty	Buy/Sell Protection	Trading currency	Market value USD	Unrealised profit/(loss) USD
1,100,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Buy	USD	(15,296)	(27,076)
1,300,000	Avon Products Inc., senior bond, 5.00%, 03/15/23, Mar. 2023	5.00	Citigroup	Buy	USD	(177,368)	(46,093)
525,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2021	1.00	Citigroup	Buy	USD	18,428	(2,110)
2,600,000	Ally Financial Inc., senior note, 7.50%, 09/15/20, Dec. 2024	5.00	JPMorgan	Buy	USD	(523,114)	(12,729)
1,100,000	Government of Italy, senior bond, 6.875%, 09/27/23, Jun. 2023	1.00	Barclays	Sell	USD	1,452	53,105
500,000	BNP Paribas Bespoke Rodez 5-7% Mezz Tranche Index, Dec. 2020	3.20	BNP Paribas	Sell	USD	11,694	11,694
14,900,000	CDX.NA.IG.31, Dec. 2021	1.00	Citigroup	Sell	USD	247,739	10,822
1,000,000	Citibank Bespoke Palma 5-7% Tranche Index, Jun. 2021	2.30	Citigroup	Sell	USD	19,796	19,796
600,000	Citibank Bespoke Phoenix 5-7% Tranche Index, Dec. 2021	2.90	Citigroup	Sell	USD	19,233	19,233
750,000	Citibank Bespoke Singapore 0-3% Tranche CDX Index, Jun. 2020	-	Citigroup	Sell	USD	(47,414)	98,236
1,630,000	Government of Argentina, senior note, 7.50%, 04/22/26, Dec. 2021	5.00	Citigroup	Sell	USD	(887,799)	51,727
1,740,000	Government of Indonesia, senior note, Reg S, 3.70%, 01/08/22, Dec. 2024	1.00	Citigroup	Sell	USD	30,658	18,704
800,000	Government of Russia, senior bond, Reg S, 7.50%, 03/31/30, Dec. 2024	1.00	Citigroup	Sell	USD	16,934	8,609
950,000	Government of Spain, senior bond, Reg S, 5.01%, 11/21/44, Dec. 2024	1.00	Citigroup	Sell	USD	26,529	(1,852)
525,000	Nabors Industries Inc., senior note, 5.50%, 01/15/23, Dec. 2023	1.00	Citigroup	Sell	USD	(70,990)	4,297
2,600,000	Morgan Stanley, senior note, 3.75%, 02/25/23, Dec. 2024	1.00	JPMorgan	Sell	USD	63,539	11,914
2,600,000	The Goldman Sachs Group Inc., senior note, 2.908% to 06/05/22, FRN thereafter, 06/05/23, Dec. 2024	1.00	JPMorgan	Sell	USD	59,659	12,623
650,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Tranche CDX, Dec. 2021	4.10	Morgan Stanley	Sell	USD	27,333	27,332
650,000	Morgan Stanley Bespoke Pecan 5-10% Mezz Tranche CDX, Dec. 2021	3.98	Morgan Stanley	Sell	USD	27,186	27,186
						(1,151,801)	285,418

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Balanced Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Bank of America	USD	19	5,473,701	24,397	(113,603)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	19	5,473,701	18,975	(145,654)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	19	5,473,701	24,397	(122,996)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	126	8,346,876	47,691	(80,779)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	165	6,179,498	42,735	(75,974)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	38	5,653,558	42,695	(63,947)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	50	14,404,476	71,782	(154,545)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	19	5,473,701	18,637	(120,067)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	39	11,235,491	46,600	(257,057)
						337,909	(1,134,622)

Franklin Diversified Conservative Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Bank of America	USD	11	3,168,985	14,125	(65,770)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	11	3,168,985	10,986	(84,326)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	11	3,168,985	14,125	(71,208)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	41	2,716,047	15,518	(26,262)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	53	1,984,930	13,727	(24,382)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	12	1,785,334	13,482	(20,217)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	15	4,321,343	21,535	(46,426)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	11	3,168,985	10,790	(69,512)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	23	6,626,059	27,482	(151,538)
						141,770	(559,641)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Diversified Dynamic Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Bank of America	USD	13	3,745,164	16,693	(77,729)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	13	3,745,164	12,983	(99,658)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	13	3,745,164	16,693	(84,155)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	96	6,359,525	36,336	(61,567)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	132	4,943,598	34,188	(60,749)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	30	4,463,335	33,706	(50,541)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	39	11,235,491	55,990	(120,708)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	13	3,745,164	12,751	(82,151)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	27	7,778,417	32,262	(177,918)
						251,602	(815,176)

Franklin Flexible Alpha Bond Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Swaption							
Purchase	Credit default swap CDX.NA.IG 33, 1.00%, 12/20/2024, Strike Price 50, Mar. 2020	BNP Paribas	USD	12,000,000	12,000,000	16,572	(13,128)
Purchase	Credit default swap CDX.NA.IG 33, 1.00%, 12/20/24, Strike Price 57.5, Jan. 2020	BNP Paribas	USD	7,000,000	7,000,000	504	(14,546)
Purchase	Credit default swap CDX.NA.HY.33, 5.00%, 12/20/2024, Strike Price 106, Feb. 2020	Goldman Sachs	USD	3,000,000	3,000,000	6,660	(12,090)
Purchase	Credit default swap CDX.NA.HY.33, 5.00%, 12/20/2024, Strike Price 107.5, Mar. 2020	Goldman Sachs	USD	3,000,000	3,000,000	23,644	(5,432)
Purchase	Credit default swap CDX.NA.IG.33, 1.00%, 12/20/2024, Strike Price 55, Feb. 2020	Goldman Sachs	USD	12,000,000	12,000,000	5,952	(13,848)
Purchase	Interest rate swap Receiving floating 3-month USD LIBOR / Paying fixed rate 1.95%, Apr. 2020	HSBC	USD	23,500,000	23,500,000	256,691	32,736
Sale	Credit default swap CDX.NA.IG 33, 1.00%, 12/20/2024, Strike Price 62.5, Mar. 2020	BNP Paribas	USD	(12,000,000)	12,000,000	(6,384)	5,976
Sale	Credit default swap CDX.NA.IG.33, 1.00%, 12/20/24, Strike Price 72.5, Jan. 2020	BNP Paribas	USD	(7,000,000)	7,000,000	(294)	5,306
Sale	Credit default swap CDX.NA.HY.33, 5.00%, 12/20/2024, Strike Price 102, Feb. 2020	Goldman Sachs	USD	(3,000,000)	3,000,000	(1,776)	2,574
Sale	Credit default swap CDX.NA.HY.33, 5.00%, 12/20/2024, Strike Price 104, Mar. 2020	Goldman Sachs	USD	(3,000,000)	3,000,000	(6,813)	2,988
Sale	Credit default swap CDX.NA.IG.33, 1.00%, 12/20/2024, Strike Price 75, Feb. 2020	Goldman Sachs	USD	(12,000,000)	12,000,000	(1,788)	3,492
						292,968	(5,972)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	2,523,000	1,828,261	9,331	1,514
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	6,728,000	4,890,840	996	(2,785)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	3,032,000	2,212,446	6,984	2,865
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	3,595,000	2,628,229	1,392	(556)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	7,568,000	5,720,830	27,963	8,374
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	568,000	430,410	16	(2,353)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	2,523,000	1,950,145	538	(11,866)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	1,892,000	1,468,161	2,878	(9,756)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	10,092,000	7,939,876	1,119	(32,375)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	2,775,000	2,212,084	214	(6,615)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	1,261,000	760,603	1,039	(8,828)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	3,785,000	2,293,464	20,176	(3,977)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	946,000	581,310	4,863	(9,799)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	568,000	361,576	4,332	(7,013)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	2,018,000	1,291,297	4,481	(18,999)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	1,261,000	819,781	3,772	(11,329)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	15,138,000	10,029,317	114,607	(126,854)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	2,365,000	1,583,848	33,468	(39,289)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	4,205,000	2,834,288	26,324	(63,763)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	1,703,000	1,159,623	29,886	(27,940)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	2,018,000	1,382,936	17,964	(27,778)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	1,261,000	870,836	13,303	(14,578)
Purchase	USD/MXN, Call Option, Strike Price 18.4, Mar. 2020	Citigroup	USD	2,390,000	2,324,141	98,819	(58,584)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	4,216,000	4,476,383	29,095	(7,500)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	4,606,000	4,990,276	20,437	(174,604)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	2,895,000	3,148,278	12,585	(103,595)
Purchase	USD/MXN, Call Option, Strike Price 20.778, Mar. 2020	Citigroup	USD	3,983,000	4,373,819	3,139	(77,633)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	9,223,000	10,163,072	100,171	(19,820)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	9,278,000	10,232,210	30,274	(290,420)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	1,645,000	1,818,755	4,960	(47,738)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 21.0285, Jul. 2020	Citigroup	USD	2,549,000	2,832,858	17,099	(34,241)
Purchase	USD/MXN, Call Option, Strike Price 21.699, Sep. 2020	Citigroup	USD	9,947,000	11,407,187	57,702	(262,869)
Purchase	USD/MXN, Call Option, Strike Price 21.9155, Mar. 2020	Citigroup	USD	3,585,000	4,152,286	1,567	(12,616)
Purchase	USD/MXN, Call Option, Strike Price 21.943, Sep. 2020	Citigroup	USD	9,957,000	11,547,055	48,172	(271,229)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	2,319,000	2,243,479	5,644	(12,142)
Purchase	USD/MXN, Put Option, Strike Price 18.3529, Mar. 2020	Citigroup	USD	4,244,000	4,116,488	4,779	(9,846)
Purchase	USD/MXN, Put Option, Strike Price 18.6805, Mar. 2020	Citigroup	USD	2,987,000	2,948,971	10,870	(5,789)
Purchase	USD/MXN, Put Option, Strike Price 19.105, Sep. 2020	Citigroup	USD	4,978,000	5,026,303	71,360	12,400
Purchase	USD/MXN, Call Option, Strike Price 21.201, Mar. 2020	Goldman Sachs	USD	9,600,000	10,756,582	5,040	(128,149)
Purchase	USD/MXN, Put Option, Strike Price 18.5675, Mar. 2020	Goldman Sachs	USD	1,590,000	1,560,261	4,043	(4,245)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	3,974,000	3,046,071	1,135	(18,671)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	3,154,000	2,426,057	717	(13,244)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	2,523,000	1,950,279	542	(10,593)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	5,046,000	3,294,533	4,850	(38,982)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	4,205,000	2,794,223	6,889	(38,024)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	5,256,000	3,550,428	14,633	(50,107)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	2,523,000	1,707,062	7,612	(26,544)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	4,204,000	2,856,618	13,749	(39,939)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Apr. 2020	JPMorgan	USD	4,639,000	4,930,412	24,962	(72,464)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	5,302,000	5,735,936	24,850	(57,062)
Purchase	USD/MXN, Call Option, Strike Price 20.70, Jun. 2020	JPMorgan	USD	1,744,000	1,907,935	9,222	(9,488)
Purchase	USD/MXN, Call Option, Strike Price 20.894, Mar. 2020	JPMorgan	USD	3,492,000	3,856,049	2,067	(74,093)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	2,651,000	2,928,214	18,992	(36,640)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	1,988,000	1,943,725	1,149	(5,649)
Purchase	USD/MXN, Put Option, Strike Price 18.744, Mar. 2020	JPMorgan	USD	2,619,000	2,594,445	11,044	(3,273)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	4,541,000	3,482,493	24,817	2,611
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	14,297,000	9,614,733	69,097	(88,185)
Purchase	USD/MXN, Call Option, Strike Price 18.936, Feb. 2020	Morgan Stanley	USD	13,970,000	13,980,779	146,559	(318,013)
Purchase	USD/MXN, Call Option, Strike Price 19.6465, Feb. 2020	Morgan Stanley	USD	15,931,000	16,541,503	41,978	(296,874)
Purchase	USD/MXN, Call Option, Strike Price 20.67, Feb. 2020	Morgan Stanley	USD	6,985,000	7,630,511	1,474	(28,911)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 20.895, Mar. 2020	Morgan Stanley	USD	2,600,000	2,871,193	1,958	(42,242)
Purchase	USD/MXN, Call Option, Strike Price 20.9815, Feb. 2020	Morgan Stanley	USD	7,965,000	8,832,203	2,007	(32,824)
Purchase	USD/MXN, Call Option, Strike Price 21.3641, Mar. 2020	Morgan Stanley	USD	14,935,000	16,863,067	6,079	(198,845)
Purchase	USD/MXN, Call Option, Strike Price 21.453, Jun. 2020	Morgan Stanley	USD	2,600,000	2,947,869	7,504	(50,164)
Purchase	USD/MXN, Call Option, Strike Price 21.5785, Mar. 2020	Morgan Stanley	USD	7,966,000	9,084,652	2,119	(115,252)
Purchase	USD/MXN, Call Option, Strike Price 22.3265, Sep. 2020	Morgan Stanley	USD	7,966,000	9,399,563	31,115	(186,269)
Purchase	USD/MXN, Call Option, Strike Price 24.808, Mar. 2020	Morgan Stanley	USD	3,983,000	5,222,143	80	(11,762)
Purchase	USD/MXN, Call Option, Strike Price 25.97, Sep. 2020	Morgan Stanley	USD	7,966,000	10,933,494	6,277	(57,515)
Purchase	USD/MXN, Put Option, Strike Price 18.9245, Mar. 2020	Morgan Stanley	USD	1,991,000	1,991,326	15,363	(446)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(7,568,000)	5,271,660	(168,627)	(43,086)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(3,595,000)	2,510,794	(32,466)	(14,595)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(3,032,000)	2,118,982	(39,463)	(12,703)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(5,298,000)	3,705,066	(70,886)	(21,694)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(5,046,000)	3,552,050	(55,530)	(18,518)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(5,883,000)	4,152,069	(18,980)	(1,452)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(1,892,000)	1,345,422	(6,121)	24,912
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(2,523,000)	1,795,758	(19,052)	29,921
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(1,135,000)	816,511	(1,583)	13,261
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(6,728,000)	4,209,837	(21,578)	28,506
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(2,108,000)	2,154,413	(35,271)	6,113
Sale	USD/MXN, Call Option, Strike Price 19.9455, Mar. 2020	Citigroup	USD	(4,779,000)	5,037,658	(19,995)	69,186
Sale	USD/MXN, Call Option, Strike Price 19.9565, Jan. 2020	Citigroup	USD	(1,275,000)	1,344,749	(587)	12,206
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(4,612,000)	4,889,285	(89,657)	10,810
Sale	USD/MXN, Call Option, Strike Price 21.8204, Mar. 2020	Citigroup	USD	(2,476,000)	2,855,355	(537)	25,572
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(4,612,000)	5,458,673	(19,329)	2,011
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(4,639,000)	5,602,477	(3,424)	66,556
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(888,000)	1,075,095	(694)	11,277
Sale	USD/MXN, Call Option, Strike Price 22.9955, Sep. 2020	Citigroup	USD	(4,978,000)	6,049,848	(13,500)	91,585
Sale	USD/MXN, Call Option, Strike Price 24.2953, Sep. 2020	Citigroup	USD	(3,316,000)	4,257,783	(5,130)	34,135
Sale	USD/MXN, Put Option, Strike Price 18.9597, Mar. 2020	Citigroup	USD	(3,979,000)	3,987,054	(32,739)	(891)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(888,000)	895,889	(11,481)	(2,733)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(6,958,000)	7,076,667	(117,702)	15,962
Sale	USD/MXN, Put Option, Strike Price 19.3685, Mar. 2020	Citigroup	USD	(5,974,000)	6,115,162	(127,455)	(48,252)
Sale	USD/MXN, Put Option, Strike Price 19.3839, Mar. 2020	Citigroup	USD	(2,387,000)	2,445,346	(51,929)	(19,292)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(4,606,000)	4,759,019	(124,348)	(12,353)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(1,645,000)	1,711,821	(52,961)	(5,799)
Sale	USD/MXN, Put Option, Strike Price 19.7395, Sep. 2020	Citigroup	USD	(9,957,000)	10,387,508	(304,744)	(103,483)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(2,895,000)	3,148,278	(204,349)	(88,170)
Sale	USD/MXN, Call Option, Strike Price 19.4925, Mar. 2020	Goldman Sachs	USD	(3,190,000)	3,286,283	(19,778)	116,748
Sale	USD/MXN, Call Option, Strike Price 22.1125, Mar. 2020	Goldman Sachs	USD	(3,190,000)	3,727,994	(657)	24,193
Sale	USD/MXN, Put Option, Strike Price 19.402, Mar. 2020	Goldman Sachs	USD	(4,000,000)	4,101,599	(89,024)	(24,496)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(3,974,000)	2,807,631	(37,545)	55,114
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(3,154,000)	2,239,340	(24,299)	44,105
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(2,523,000)	1,799,656	(36,630)	33,493
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(4,205,000)	3,258,875	(18,113)	35,356
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(5,046,000)	4,017,121	(4,302)	22,829
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(3,314,000)	3,772,636	(5,998)	16,905
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(2,651,000)	3,124,362	(7,524)	20,014
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(5,302,000)	5,324,025	(40,953)	11,738
Sale	USD/MXN, Put Option, Strike Price 19.355, Apr. 2020	JPMorgan	USD	(4,639,000)	4,745,307	(94,394)	4,372
Sale	USD/MXN, Put Option, Strike Price 19.40, Jun. 2020	JPMorgan	USD	(1,744,000)	1,788,113	(37,219)	(8,951)
Sale	USD/MXN, Put Option, Strike Price 19.4535, Mar. 2020	JPMorgan	USD	(5,239,000)	5,386,329	(128,738)	(57,865)
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(5,361,000)	3,945,696	(23,145)	(5,912)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(9,081,000)	6,713,583	(102,552)	(23,769)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(3,574,000)	2,287,360	(5,557)	8,994
Sale	USD/MXN, Call Option, Strike Price 19.9815, Feb. 2020	Morgan Stanley	USD	(20,955,000)	22,129,036	(15,737)	180,716
Sale	USD/MXN, Call Option, Strike Price 20.1513, Feb. 2020	Morgan Stanley	USD	(23,896,000)	25,449,251	(23,107)	248,710
Sale	USD/MXN, Call Option, Strike Price 20.4881, Mar. 2020	Morgan Stanley	USD	(4,978,000)	5,390,181	(5,944)	112,811
Sale	USD/MXN, Call Option, Strike Price 22.4595, Sep. 2020	Morgan Stanley	USD	(996,000)	1,182,241	(3,792)	705
Sale	USD/MXN, Call Option, Strike Price 22.559, Mar. 2020	Morgan Stanley	USD	(5,974,000)	7,122,489	(615)	46,143

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Global Fundamental Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Call Option, Strike Price 22.873, Mar. 2020	Morgan Stanley	USD	(2,000,000)	2,417,686	(212)	9,308
Sale	USD/MXN, Call Option, Strike Price 24.1965, Jun. 2020	Morgan Stanley	USD	(1,300,000)	1,662,427	(672)	7,700
Sale	USD/MXN, Call Option, Strike Price 24.562, Sep. 2020	Morgan Stanley	USD	(11,948,000)	15,509,781	(16,022)	125,848
Sale	USD/MXN, Put Option, Strike Price 19.048, Mar. 2020	Morgan Stanley	USD	(2,000,000)	2,013,382	(21,110)	(324)
Sale	USD/MXN, Put Option, Strike Price 19.049, Jun. 2020	Morgan Stanley	USD	(2,000,000)	2,013,487	(25,054)	1,346
Sale	USD/MXN, Put Option, Strike Price 19.763, Sep. 2020	Morgan Stanley	USD	(2,987,000)	3,119,858	(93,502)	(19,072)
						(1,182,071)	(2,806,033)

Franklin Global Multi-Asset Income Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment EUR	Market value EUR	Unrealised profit/(loss) EUR
Equity Option							
Sale	MetLife Inc., Call Option, Strike Price 52.50, Jan. 2020	Citigroup	USD	(104)	472,681	(1,391)	3,096
Sale	Union Pacific Corp., Call Option, Strike Price 190, Jan. 2020	Citigroup	USD	(29)	467,512	(931)	3,637
Sale	Bristol-Myers Squibb Co., Call Option, Strike Price 60, Jan. 2020	Credit Suisse	USD	(104)	595,279	(38,857)	(29,747)
Sale	Microsoft Corp., Call Option, Strike Price 150, Jan. 2020	Credit Suisse	USD	(65)	914,040	(47,354)	(34,839)
Sale	Cisco Systems Inc., Call Option, Strike Price 52.50, Jan. 2020	Goldman Sachs	USD	(137)	585,895	(244)	5,666
Sale	Dow Inc., Call Option, Strike Price 62.50, Jan. 2020	Goldman Sachs	USD	(94)	458,747	(587)	1,937
Sale	JPMorgan Chase & Co., Call Option, Strike Price 140, Jan. 2020	Goldman Sachs	USD	(102)	1,267,894	(14,553)	(6,628)
						(103,917)	(56,878)
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Bank of America	USD	20	5,905,835	25,007	(120,256)
Purchase	S&P 500 Index, Put Option, Strike Price 2000, Dec. 2020	Citigroup	USD	20	5,761,790	19,974	(153,321)
Purchase	S&P 500 Index, Put Option, Strike Price 2075, Dec. 2020	Citigroup	USD	21	5,905,836	27,639	(135,269)
Purchase	DAX Index, Put Option, Strike Price 9000, Dec. 2020	JPMorgan	EUR	94	6,227,035	35,579	(60,302)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 2550, Dec. 2020	JPMorgan	EUR	134	5,018,501	34,706	(61,707)
Purchase	Russell 2000 Index, Put Option, Strike Price 1150, Dec. 2020	JPMorgan	USD	29	4,314,557	32,583	(48,785)
Purchase	S&P 500 Index, Put Option, Strike Price 2150, Dec. 2020	JPMorgan	USD	39	11,235,491	55,990	(120,708)
Purchase	S&P 500 Index, Put Option, Strike Price 2025, Dec. 2020	Merrill Lynch	USD	20	5,761,790	19,618	(126,387)
Purchase	S&P 500 Index, Put Option, Strike Price 2050, Dec. 2020	Merrill Lynch	USD	42	12,099,760	50,185	(276,697)
						301,281	(1,103,432)
						197,364	(1,160,310)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin Income Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Equity Option							
Sale	Gilead Sciences Inc., Put Option, Strike Price 62.50, Jan. 2020	Citigroup	USD	(1,250)	8,122,500	(56,250)	61,686
Sale	MetLife Inc., Call Option, Strike Price 52.50, Jan. 2020	Citigroup	USD	(1,400)	7,135,800	(21,000)	25,145
Sale	Rio Tinto PLC, ADR Put Option, Strike Price 51.89, Jan. 2020	Citigroup	USD	(750)	4,452,000	(7,500)	45,720
Sale	Truist Financial Corp., Put Option, Strike Price 52.50, Jan. 2020	Citigroup	USD	(1,500)	8,448,000	(13,500)	100,439
Sale	Bristol-Myers Squibb Co., Call Option, Strike Price 60, Jan. 2020	Credit Suisse	USD	(1,000)	6,419,000	(419,000)	(338,041)
Sale	CVS Health Corp., Call Option, Strike Price 82.50, Feb. 2020	Credit Suisse	USD	(670)	4,977,430	(17,420)	41,513
Sale	Johnson & Johnson, Call Option, Strike Price 145, Feb. 2020	Credit Suisse	USD	(700)	10,210,900	(304,500)	(203,029)
Sale	Halliburton Co., Call Option, Strike Price 24, Feb. 2020	Morgan Stanley	USD	(1,500)	3,670,500	(216,000)	(147,060)
Sale	Merck & Co Inc., Call Option, Strike Price 90, Feb. 2020	Morgan Stanley	USD	(1,000)	9,095,000	(296,000)	(125,862)
Sale	Verizon Communications Inc., Call Option, Strike Price 62.50, Mar. 2020	Morgan Stanley	USD	(3,880)	23,823,200	(376,360)	(37,289)
Sale	Baker Hughes Co., Call Option, Strike Price 26, Apr. 2020	Susquehanna Financial	USD	(1,900)	4,869,700	(280,250)	(183,426)
Sale	Duke Energy Corp., Call Option, Strike Price 92.50, Apr. 2020	Susquehanna Financial	USD	(1,200)	10,945,200	(211,200)	(51,650)
Sale	General Motors Co., Call Option, Strike Price 40, Feb. 2020	Susquehanna Financial	USD	(2,250)	8,235,000	(63,000)	25,911
Sale	The Coca-Cola Co., Call Option, Strike Price 55, Feb. 2020	Susquehanna Financial	USD	(2,000)	11,070,000	(296,000)	(130,081)
						(2,577,980)	(916,024)
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 3000, Sep. 2020	Credit Suisse	USD	500	161,539,000	4,760,000	(4,941,019)
Purchase	S&P 500 Index, Put Option, Strike Price 2700, Jun. 2020	Morgan Stanley	USD	500	161,539,000	1,292,500	(6,583,520)
						6,052,500	(11,524,539)
						3,474,520	(12,440,563)

Franklin K2 Alternative Strategies Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/USD, Call Option, Strike Price 0.7245, Mar. 2020	JPMorgan	AUD	650,000	470,925	1,362	(37,647)
Purchase	EUR/CHF, Call Option, Strike Price 1.12, May 2020	JPMorgan	EUR	7,000,000	8,102,103	12,112	(9,102)
Purchase	EUR/GBP, Put Option, Strike Price 0.8, Mar. 2020	JPMorgan	EUR	17,500,000	18,542,300	9,415	(4,230)
Purchase	EUR/JPY, Call Option, Strike Price 123.5, Feb. 2020	JPMorgan	EUR	4,500,000	5,113,872	16,887	6
Purchase	EUR/NOK, Put Option, Strike Price 9.75, Mar. 2020	JPMorgan	EUR	11,250,000	12,496,440	65,785	43,465
Purchase	EUR/SEK, Put Option, Strike Price 10.45, Jan. 2020	JPMorgan	EUR	7,500,000	8,367,855	12,445	1,242
Purchase	EUR/USD, Call Option, Strike Price 1.15, Feb. 2020	JPMorgan	EUR	20,000,000	23,000,000	33,636	5,336
Purchase	EUR/USD, Call Option, Strike Price 1.16, Jan. 2020	JPMorgan	EUR	26,000,000	30,030,000	2,987	(29,373)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	GBP/USD, Put Option, Strike Price 1.26, Feb. 2020	JPMorgan	GBP	1,500,000	1,890,000	2,056	76
Purchase	USD/BRL, Put Option, Strike Price 3.95, Mar. 2020	JPMorgan	USD	10,000,000	9,827,093	89,340	55,980
Purchase	USD/CLP, Put Option, Strike Price 725, May 2020	JPMorgan	USD	1,300,000	1,253,408	24,059	11,335
Purchase	USD/HKD, Call Option, Strike Price 7.975, Jan. 2020	JPMorgan	USD	4,000,000	4,093,785	33	(1,067)
Sale	EUR/JPY, Put Option, Strike Price 116, Feb. 2020	JPMorgan	EUR	(4,500,000)	4,803,313	(2,790)	13,303
Sale	EUR/NOK, Call Option, Strike Price 10.25, Mar. 2020	JPMorgan	EUR	(2,250,000)	2,627,457	(5,738)	14,475
Sale	EUR/SEK, Call Option, Strike Price 11.25, Jan. 2020	JPMorgan	EUR	(1,875,000)	2,252,114	-	4,868
Sale	EUR/USD, Call Option, Strike Price 1.14, Jan. 2020	JPMorgan	EUR	(6,500,000)	7,410,000	(2,459)	21,644
Sale	GBP/USD, Put Option, Strike Price 1.26, Feb. 2020	JPMorgan	GBP	(1,500,000)	1,890,000	(2,056)	17,193
Sale	GBP/USD, Put Option, Strike Price 1.275, Mar. 2020	JPMorgan	GBP	(3,250,000)	4,143,750	(15,577)	13,699
Sale	USD/BRL, Call Option, Strike Price 4.5, Jun. 2020	JPMorgan	USD	(2,000,000)	2,239,084	(9,681)	14,709
Sale	USD/CLP, Call Option, Strike Price 850, May 2020	JPMorgan	USD	(325,000)	367,378	(1,018)	4,298
Sale	USD/CLP, Put Option, Strike Price 660, May 2020	JPMorgan	USD	(1,300,000)	1,141,033	(1,336)	(24)
Sale	USD/HKD, Call Option, Strike Price 7.85, Jan. 2020	JPMorgan	USD	(2,000,000)	2,014,809	(223)	643
Sale	USD/ZAR, Call Option, Strike Price 16.5, May 2020	JPMorgan	USD	(1,000,000)	1,178,176	(4,620)	6,965
Sale	USD/ZAR, Put Option, Strike Price 14, May 2020	JPMorgan	USD	(1,000,000)	999,664	(23,465)	(11,345)
						201,154	136,449
Equity Option							
Purchase	Allergan PLC, Put Option, Strike Price 140, Jan. 2020	JPMorgan	USD	286	5,467,462	3,289	(88,386)
Purchase	HP Inc., Put Option, Strike Price 19, May 2020	JPMorgan	USD	724	1,487,820	47,060	(7,547)
Purchase	Occidental Petroleum Corp., Call Option, Strike Price 42.5, Jan. 2020	JPMorgan	USD	182	750,022	9,100	(12,259)
Purchase	Raytheon Co., Put Option, Strike Price 175, Jan. 2020	JPMorgan	USD	25	549,350	225	(17,540)
Purchase	Tallgrass Energy LP, Put Option, Strike Price 17, Jan. 2020	JPMorgan	USD	733	1,621,396	3,665	(64,961)
Purchase	Tiffany & Co., Put Option, Strike Price 100, Jan. 2020	JPMorgan	USD	224	2,993,760	224	(26,329)
Purchase	ViacomCBS Inc., B, Call Option, Strike Price 37.5, Mar. 2020	JPMorgan	USD	233	977,901	116,500	24,922
Purchase	Vodafone Group PLC, ADR, Call Option, Strike Price 20, Jan. 2020	JPMorgan	USD	643	1,242,919	5,787	(35,702)
Purchase	Aurora Cannabis Inc., Call Option, Strike Price 5, Jan. 2020	Morgan Stanley	USD	206	44,496	206	(3,921)
Purchase	Cemex SAB de CV, CPO, ADR, Call Option, Strike Price 3.5, Jan. 2020	Morgan Stanley	USD	132	49,896	4,158	1,643
Purchase	Cemex SAB de CV, CPO, ADR, Call Option, Strike Price 4, Apr. 2020	Morgan Stanley	USD	92	34,776	1,840	363
Purchase	First Majestic Silver Corp., Put Option, Strike Price 9, Apr. 2020	Morgan Stanley	USD	131	160,606	2,948	(3,806)
Purchase	Halliburton Co., Call Option, Strike Price 27, Feb. 2020	Morgan Stanley	USD	200	489,400	7,400	(1,411)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	Horizon Therapeutics PLC, Call Option, Strike Price 37, Jan. 2020	Morgan Stanley	USD	41	148,420	2,870	(474)
Purchase	Infinera Corp., Put Option, Strike Price 6, Apr. 2020	Morgan Stanley	USD	131	104,014	3,537	(1,883)
Purchase	Nuance Communications Inc., Call Option, Strike Price 20, Apr. 2020	Morgan Stanley	USD	132	235,356	4,620	(2,185)
Purchase	Pluralsight Inc., A, Call Option, Strike Price 22.5, Apr. 2020	Morgan Stanley	USD	65	111,865	2,438	(556)
Purchase	Pluralsight Inc., A, Put Option, Strike Price 15, Apr. 2020	Morgan Stanley	USD	33	56,793	3,053	(1,619)
Purchase	Vodafone Group PLC, Call Option, Strike Price 1.55, Mar. 2020	Morgan Stanley	GBP	2,721	70,050	108,127	(18,440)
Sale	Allergan PLC, Put Option, Strike Price 125, Jan. 2020	JPMorgan	USD	(286)	5,467,462	(1,573)	39,016
Sale	HP Inc., Call Option, Strike Price 22, May 2020	JPMorgan	USD	(724)	1,487,820	(41,268)	12,529
Sale	ViacomCBS Inc., B, Put Option, Strike Price 32.5, Mar. 2020	JPMorgan	USD	(22)	92,334	(440)	2,352
Sale	Applied Materials Inc., Call Option, Strike Price 62.5, Feb. 2020	Morgan Stanley	USD	(2)	12,208	(422)	52
Sale	AT&T Inc., Call Option, Strike Price 40, Feb. 2020	Morgan Stanley	USD	(5)	19,540	(295)	30
Sale	Best Buy Co. Inc., Call Option, Strike Price 92.5, Feb. 2020	Morgan Stanley	USD	(1)	8,780	(159)	15
Sale	Bristol-Myers Squibb Co., Call Option, Strike Price 65, Feb. 2020	Morgan Stanley	USD	(2)	12,838	(332)	(42)
Sale	Cardtronics Inc., A, Put Option, Strike Price 35, Jan. 2020	Morgan Stanley	USD	(36)	160,740	(540)	1,793
Sale	Caterpillar Inc., Call Option, Strike Price 150, Feb. 2020	Morgan Stanley	USD	(1)	14,768	(415)	28
Sale	CF Industries Holdings Inc., Call Option, Strike Price 50, Feb. 2020	Morgan Stanley	USD	(1)	4,774	(105)	24
Sale	Citigroup Inc., Call Option, Strike Price 80, Feb. 2020	Morgan Stanley	USD	(1)	7,989	(238)	(47)
Sale	Comcast Corp., A, Call Option, Strike Price 45, Feb. 2020	Morgan Stanley	USD	(2)	8,994	(268)	(73)
Sale	Exelon Corp., Call Option, Strike Price 46, Feb. 2020	Morgan Stanley	USD	(1)	4,559	(81)	(4)
Sale	Gilead Sciences Inc., Call Option, Strike Price 70, Feb. 2020	Morgan Stanley	USD	(3)	19,494	(300)	177
Sale	Halliburton Co., Put Option, Strike Price 22, Feb. 2020	Morgan Stanley	USD	(200)	489,400	(7,200)	(11)
Sale	Hewlett Packard Enterprise Co., Call Option, Strike Price 17, Feb. 2020	Morgan Stanley	USD	(4)	6,344	(104)	7
Sale	Horizon Therapeutics PLC, Put Option, Strike Price 35, Jan. 2020	Morgan Stanley	USD	(41)	148,420	(2,460)	141
Sale	HP Inc., Call Option, Strike Price 21, Feb. 2020	Morgan Stanley	USD	(7)	14,385	(357)	33
Sale	Intel Corp., Call Option, Strike Price 60, Feb. 2020	Morgan Stanley	USD	(2)	11,970	(426)	(20)
Sale	Johnson & Johnson, Call Option, Strike Price 150, Feb. 2020	Morgan Stanley	USD	(1)	14,587	(189)	7
Sale	Leidos Holdings Inc., Call Option, Strike Price 100, Feb. 2020	Morgan Stanley	USD	(2)	19,578	(544)	(25)
Sale	Merck & Co. Inc., Call Option, Strike Price 92.5, Feb. 2020	Morgan Stanley	USD	(1)	9,095	(160)	51
Sale	MetLife Inc., Call Option, Strike Price 52.5, Feb. 2020	Morgan Stanley	USD	(3)	15,291	(207)	17
Sale	Phillips 66, Call Option, Strike Price 115, Feb. 2020	Morgan Stanley	USD	(1)	11,141	(150)	91

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Franklin K2 Alternative Strategies Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	Plains GP Holdings LP, A, Call Option, Strike Price 20, Feb. 2020	Morgan Stanley	USD	(7)	13,265	(210)	42
Sale	QUALCOMM Inc., Call Option, Strike Price 95, Feb. 2020	Morgan Stanley	USD	(2)	17,646	(268)	76
Sale	Starbucks Corp., Call Option, Strike Price 90, Feb. 2020	Morgan Stanley	USD	(1)	8,792	(173)	42
Sale	Target Corp., Call Option, Strike Price 130, Feb. 2020	Morgan Stanley	USD	(1)	12,821	(350)	29
Sale	The Procter & Gamble Co., Call Option, Strike Price 130, Feb. 2020	Morgan Stanley	USD	(1)	12,490	(115)	28
Sale	Tyson Foods Inc., Call Option, Strike Price 92.5, Feb. 2020	Morgan Stanley	USD	(1)	9,104	(280)	(1)
Sale	Verizon Communications Inc., Call Option, Strike Price 62.5, Feb. 2020	Morgan Stanley	USD	(2)	12,280	(126)	59
						267,292	(203,675)
Index Option							
Purchase	S&P 500 Index, Put Option, Strike Price 3000, Feb. 2020	JPMorgan	USD	60	19,384,680	96,300	(152,753)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3500, Feb. 2020	Morgan Stanley	EUR	73	3,065,999	16,213	(24,428)
Purchase	Euro STOXX 50 Index, Put Option, Strike Price 3600, Feb. 2020	Morgan Stanley	EUR	73	3,065,999	27,349	(1,592)
Purchase	NASDAQ-100 Reduced Value Index, Put Option, Strike Price 1690, Jan. 2020	Morgan Stanley	USD	130	22,705,930	85,150	(32,543)
Sale	S&P 500 Index, Put Option, Strike Price 2800, Feb. 2020	JPMorgan	USD	(60)	19,384,680	(31,560)	69,050
Sale	Euro STOXX 50 Index, Put Option, Strike Price 3250, Feb. 2020	Morgan Stanley	EUR	(73)	3,065,999	(4,913)	8,753
Sale	Euro STOXX 50 Index, Put Option, Strike Price 3350, Feb. 2020	Morgan Stanley	EUR	(73)	3,065,999	(7,779)	(909)
						180,760	(134,422)
						649,206	(201,648)

Franklin K2 Long Short Credit Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Equity Option							
Purchase	Clearway Energy Inc., Call Option, Strike Price 20, Feb. 2020	Goldman Sachs	USD	44,000	877,800	1,615	471
Purchase	SoftBank Group Corp., Put Option, Strike Price 4350, Jan. 2020	Goldman Sachs	JPY	10,440,000	456,891,097	25	(5,794)
Purchase	Tenneco Inc., A, Call Option, Strike Price 13, Jan. 2020	Goldman Sachs	USD	139,100	1,822,210	9,175	(3,343)
						10,815	(8,666)
Swaption							
Purchase	Interest rate swap Receiving floating 3-month USD LIBOR / Paying fixed rate 2.24%, May 2030	JPMorgan	USD	511,000	511,000	1,824	(3,260)
						12,639	(11,926)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	936,000	678,261	3,462	561
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	2,495,000	1,813,711	369	(1,033)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	1,124,000	820,181	2,589	1,062
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	1,333,000	974,528	516	(206)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	2,807,000	2,121,878	10,372	3,105
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	210,000	159,130	6	(870)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	936,000	723,478	200	(4,402)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	702,000	544,740	1,068	(3,620)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	3,742,000	2,944,017	415	(12,004)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	1,029,000	820,265	79	(2,454)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	468,000	282,286	385	(3,276)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	1,403,000	850,127	7,479	(1,475)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	351,000	215,687	1,804	(3,636)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	210,000	133,681	1,601	(2,593)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	749,000	479,277	1,663	(7,052)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	468,000	304,248	1,400	(4,205)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	5,614,000	3,719,420	42,502	(47,044)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	877,000	587,330	12,411	(14,570)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	1,560,000	1,051,484	9,766	(23,655)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	632,000	430,347	11,091	(10,369)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	749,000	513,290	6,667	(10,417)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	468,000	323,197	4,937	(5,411)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	1,474,000	1,129,821	421	(6,925)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	1,170,000	899,964	266	(4,913)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	936,000	723,528	201	(3,930)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	1,871,000	1,221,576	1,799	(14,454)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	1,559,000	1,035,956	2,554	(14,097)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	1,950,000	1,317,225	5,429	(18,590)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	935,000	632,621	2,821	(9,837)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	1,560,000	1,060,020	5,102	(14,820)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Asian Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	1,685,000	1,292,227	9,209	969
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	5,304,000	3,566,940	25,634	(32,715)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(2,807,000)	1,955,279	(62,544)	(15,978)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(1,333,000)	930,984	(12,038)	(5,412)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(1,124,000)	785,533	(14,630)	(4,709)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(1,966,000)	1,374,888	(26,305)	(8,050)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(1,872,000)	1,317,764	(20,601)	(6,870)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(2,182,000)	1,539,999	(7,040)	(538)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(702,000)	499,200	(2,271)	9,243
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(935,000)	665,491	(7,060)	11,089
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(421,000)	302,864	(587)	4,919
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(2,495,000)	1,561,169	(8,002)	10,571
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(1,474,000)	1,041,381	(13,926)	20,442
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(1,170,000)	830,700	(9,014)	16,361
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(936,000)	667,649	(13,589)	12,426
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(1,559,000)	1,208,225	(6,715)	13,108
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(1,871,000)	1,489,503	(1,595)	8,465
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(1,989,000)	1,463,904	(8,587)	(2,193)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(3,369,000)	2,490,702	(38,046)	(8,818)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(1,326,000)	848,640	(2,062)	3,337
						(80,394)	(215,483)

Templeton Emerging Markets Bond Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	21,986,000	15,931,884	81,313	13,190
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	58,630,000	42,620,382	8,680	(24,272)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	26,424,000	19,281,557	60,868	24,997
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	31,331,000	22,905,433	12,135	(4,847)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	65,959,000	49,859,966	243,711	72,967
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	4,947,000	3,748,658	135	(20,492)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	21,986,000	16,994,010	4,690	(103,405)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	16,490,000	12,795,967	25,084	(85,031)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	87,945,000	69,190,683	9,750	(282,123)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	24,185,000	19,279,011	1,867	(57,647)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	10,993,000	6,630,698	9,055	(76,957)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	32,979,000	19,983,135	175,792	(34,670)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	8,245,000	5,066,493	42,387	(85,407)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	4,947,000	3,149,146	37,727	(61,082)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	17,589,000	11,255,018	39,060	(165,593)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	10,993,000	7,146,588	32,882	(98,762)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	131,917,000	87,398,427	998,718	(1,105,441)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	20,612,000	13,803,923	291,692	(342,420)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	36,643,000	24,698,410	229,390	(555,638)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	14,841,000	10,105,673	260,444	(243,483)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	17,589,000	12,053,745	156,574	(244,618)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	10,993,000	7,591,669	115,969	(127,089)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	73,563,000	78,106,307	507,658	(130,869)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	80,362,000	87,066,549	356,566	(3,046,363)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	50,514,000	54,933,381	219,584	(1,807,593)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	160,916,000	177,317,672	1,747,709	(345,808)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	161,876,000	178,524,382	528,201	(5,067,043)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	28,701,000	31,732,584	86,534	(832,903)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	40,469,000	39,151,074	98,502	(211,896)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	34,628,000	26,542,362	9,889	(162,694)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	27,482,000	21,139,154	6,248	(115,403)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	21,986,000	16,995,178	4,721	(92,312)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	43,972,000	28,709,319	42,269	(339,700)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	36,644,000	24,349,938	60,036	(331,357)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	45,804,000	30,940,602	127,525	(436,666)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	21,986,000	14,875,728	66,334	(231,309)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	36,644,000	24,899,598	119,840	(348,126)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Apr. 2020	JPMorgan	USD	80,938,000	86,022,344	435,527	(1,264,296)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	92,501,000	100,071,637	433,552	(995,524)
Purchase	USD/MXN, Call Option, Strike Price 20.70, Jun. 2020	JPMorgan	USD	30,429,000	33,289,307	160,909	(165,552)
Purchase	USD/MXN, Call Option, Strike Price 20.894, Mar. 2020	JPMorgan	USD	60,936,000	67,288,720	36,074	(1,292,940)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	46,250,000	51,086,336	331,335	(639,225)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	34,688,000	33,915,461	20,050	(98,562)
Purchase	USD/MXN, Put Option, Strike Price 18.744, Mar. 2020	JPMorgan	USD	45,702,000	45,273,515	192,725	(57,112)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	39,575,000	30,350,068	216,283	22,667
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	124,590,000	83,786,775	602,139	(769,119)
Purchase	USD/MXN, Call Option, Strike Price 18.936, Feb. 2020	Morgan Stanley	USD	243,745,000	243,933,077	2,557,129	(5,548,611)
Purchase	USD/MXN, Call Option, Strike Price 20.67, Feb. 2020	Morgan Stanley	USD	121,873,000	133,135,757	25,715	(504,432)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(65,959,000)	45,945,216	(1,469,672)	(375,440)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(31,331,000)	21,881,968	(282,948)	(127,201)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(26,424,000)	18,467,014	(343,924)	(110,907)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(46,171,000)	32,288,898	(617,757)	(189,027)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(43,972,000)	30,953,375	(483,898)	(161,370)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(51,267,000)	36,182,921	(165,397)	(12,650)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(16,490,000)	11,726,222	(53,350)	217,121
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(21,986,000)	15,648,651	(166,020)	279,285
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(9,894,000)	7,117,671	(13,801)	115,603
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(58,630,000)	36,685,898	(188,041)	248,409
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(36,781,000)	37,590,822	(615,420)	106,665
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(80,458,000)	85,295,328	(1,564,104)	188,594
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(80,458,000)	95,228,520	(337,199)	35,080
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(80,938,000)	97,748,075	(59,732)	1,161,217
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(15,498,000)	18,763,315	(12,104)	196,809
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(15,498,000)	15,635,686	(200,374)	(47,703)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(121,407,000)	123,477,568	(2,053,721)	278,508
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(80,362,000)	83,031,758	(2,169,533)	(215,531)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(28,701,000)	29,866,854	(924,029)	(101,171)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(50,514,000)	54,933,381	(3,565,632)	(1,538,454)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(34,628,000)	24,464,682	(327,156)	480,241
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(27,482,000)	19,512,220	(211,725)	384,308
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(21,986,000)	15,682,614	(319,205)	291,868
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(36,643,000)	28,398,325	(157,837)	308,094
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(43,972,000)	35,006,109	(37,486)	198,934
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(57,813,000)	65,813,947	(104,642)	294,908
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(46,250,000)	54,508,387	(131,257)	349,167
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(92,500,000)	92,884,247	(714,470)	204,777
Sale	USD/MXN, Put Option, Strike Price 19.355, Apr. 2020	JPMorgan	USD	(80,938,000)	82,792,763	(1,646,926)	76,280
Sale	USD/MXN, Put Option, Strike Price 19.40, Jun. 2020	JPMorgan	USD	(30,429,000)	31,198,675	(649,385)	(156,174)
Sale	USD/MXN, Put Option, Strike Price 19.4535, Mar. 2020	JPMorgan	USD	(91,404,000)	93,974,427	(2,246,070)	(1,009,557)
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(46,721,000)	34,386,656	(201,706)	(51,453)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(79,150,000)	58,515,595	(893,845)	(206,846)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(31,147,000)	19,934,080	(48,429)	78,443
Sale	USD/MXN, Call Option, Strike Price 19.9815, Feb. 2020	Morgan Stanley	USD	(365,618,000)	386,102,300	(274,579)	3,153,090
						(11,420,397)	(24,076,654)

Templeton Emerging Markets Dynamic Income Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	133,000	96,377	492	80
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	355,000	258,063	53	(147)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	160,000	116,752	369	151
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	190,000	138,905	74	(29)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	400,000	302,369	1,478	443
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	30,000	22,733	1	(124)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	133,000	102,802	28	(626)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	100,000	77,598	152	(516)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	533,000	419,337	59	(1,710)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Dynamic Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	147,000	117,181	11	(350)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	66,000	39,810	54	(462)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	200,000	121,187	1,066	(210)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	50,000	30,725	257	(518)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	30,000	19,097	229	(370)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	106,000	67,828	235	(998)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	66,000	42,907	197	(593)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	799,000	529,358	6,049	(6,696)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	125,000	83,713	1,769	(2,077)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	222,000	149,634	1,390	(3,366)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	90,000	61,284	1,579	(1,477)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	107,000	73,327	952	(1,472)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	67,000	46,270	707	(775)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	447,000	474,607	3,085	(795)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	488,000	528,714	2,165	(18,499)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	307,000	333,859	1,335	(10,986)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	977,000	1,076,583	10,611	(2,100)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	984,000	1,085,201	3,211	(30,801)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	174,000	192,379	525	(5,050)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	246,000	237,989	599	(1,288)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	210,000	160,965	60	(987)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	166,000	127,687	38	(697)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	133,000	102,809	29	(558)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	266,000	173,671	256	(2,055)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	222,000	147,519	364	(2,008)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	278,000	187,789	774	(2,650)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	133,000	89,988	401	(1,399)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	222,000	150,849	726	(2,109)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Apr. 2020	JPMorgan	USD	492,000	522,906	2,647	(7,685)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	562,000	607,996	2,634	(6,048)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Dynamic Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 20.70, Jun. 2020	JPMorgan	USD	185,000	202,390	978	(1,007)
Purchase	USD/MXN, Call Option, Strike Price 20.894, Mar. 2020	JPMorgan	USD	370,000	408,573	219	(7,851)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	281,000	310,384	2,013	(3,884)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	211,000	206,301	122	(600)
Purchase	USD/MXN, Put Option, Strike Price 18.744, Mar. 2020	JPMorgan	USD	278,000	275,394	1,172	(347)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	240,000	184,056	1,312	138
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	755,000	507,738	3,649	(4,657)
Purchase	USD/MXN, Call Option, Strike Price 18.936, Feb. 2020	Morgan Stanley	USD	1,482,000	1,483,144	15,548	(33,736)
Purchase	USD/MXN, Call Option, Strike Price 20.67, Feb. 2020	Morgan Stanley	USD	741,000	809,479	156	(3,067)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(400,000)	278,629	(8,913)	(2,277)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(190,000)	132,698	(1,716)	(771)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(160,000)	111,820	(2,083)	(670)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(279,000)	195,114	(3,733)	(1,143)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(266,000)	187,246	(2,927)	(976)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(311,000)	219,496	(1,003)	(77)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(100,000)	71,111	(324)	1,317
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(133,000)	94,663	(1,004)	1,577
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(60,000)	43,164	(84)	701
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(355,000)	222,130	(1,139)	1,504
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(224,000)	228,932	(3,748)	650
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(489,000)	518,400	(9,506)	1,146
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(489,000)	578,771	(2,049)	213
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(492,000)	594,184	(363)	7,059
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(94,000)	113,805	(73)	1,194
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(94,000)	94,835	(1,215)	(289)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(738,000)	750,586	(12,484)	1,693
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(488,000)	504,212	(13,175)	(1,309)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(174,000)	181,068	(5,602)	(613)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(307,000)	333,859	(21,670)	(9,350)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(210,000)	148,365	(1,984)	2,912

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Emerging Markets Dynamic Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(166,000)	117,860	(1,279)	2,321
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(133,000)	94,869	(1,931)	1,766
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(222,000)	172,050	(956)	1,867
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(266,000)	211,763	(227)	1,203
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(351,000)	399,576	(635)	1,790
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(281,000)	331,175	(797)	2,121
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(562,000)	564,335	(4,341)	1,244
Sale	USD/MXN, Put Option, Strike Price 19.355, Apr. 2020	JPMorgan	USD	(492,000)	503,275	(10,011)	464
Sale	USD/MXN, Put Option, Strike Price 19.40, Jun. 2020	JPMorgan	USD	(185,000)	189,679	(3,948)	(950)
Sale	USD/MXN, Put Option, Strike Price 19.4535, Mar. 2020	JPMorgan	USD	(556,000)	571,636	(13,663)	(6,141)
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(283,000)	208,288	(1,222)	(312)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(480,000)	354,864	(5,421)	(1,256)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(189,000)	120,960	(294)	476
Sale	USD/MXN, Call Option, Strike Price 19.9815, Feb. 2020	Morgan Stanley	USD	(2,223,000)	2,347,547	(1,669)	19,172
						(69,359)	(146,312)

Templeton Global Bond Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	30,513,000	22,110,870	112,849	18,306
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	81,366,000	59,148,047	12,046	(33,684)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	36,671,000	26,758,779	84,472	34,647
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	43,480,000	31,787,311	16,840	(6,726)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	91,538,000	69,195,737	338,223	101,264
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	6,865,000	5,202,050	188	(28,437)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	30,513,000	23,584,928	6,508	(143,509)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	22,884,000	17,757,605	34,811	(118,001)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	122,049,000	96,021,988	13,530	(391,526)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	33,564,000	26,755,457	2,591	(80,003)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	15,262,000	9,205,651	12,572	(106,843)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	45,763,000	27,729,409	243,937	(48,110)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	11,442,000	7,031,026	58,823	(118,524)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	6,865,000	4,370,101	52,354	(84,765)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	24,410,000	15,619,705	54,208	(229,810)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	15,256,000	9,917,979	45,633	(137,061)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	183,075,000	121,291,925	1,386,025	(1,534,137)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	28,605,000	19,156,861	404,806	(475,204)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	50,854,000	34,277,023	318,352	(771,128)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	20,596,000	14,024,421	361,438	(337,900)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	24,410,000	16,728,178	217,294	(339,480)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	15,256,000	10,535,660	160,940	(176,373)
Purchase	USD/MXN, Call Option, Strike Price 18.4, Mar. 2020	Citigroup	USD	58,362,000	56,753,771	2,413,094	(1,430,569)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	102,166,000	108,475,850	705,048	(181,753)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	111,611,000	120,922,633	495,218	(4,230,950)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	70,155,000	76,292,738	304,964	(2,510,427)
Purchase	USD/MXN, Call Option, Strike Price 20.778, Mar. 2020	Citigroup	USD	97,270,000	106,814,298	76,649	(1,895,890)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	223,487,000	246,266,341	2,427,292	(480,274)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	224,820,000	247,941,953	733,588	(7,037,316)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	39,861,000	44,071,375	120,181	(1,156,766)
Purchase	USD/MXN, Call Option, Strike Price 21.0285, Jul. 2020	Citigroup	USD	62,253,000	69,185,537	417,593	(836,245)
Purchase	USD/MXN, Call Option, Strike Price 21.699, Sep. 2020	Citigroup	USD	242,931,000	278,592,481	1,409,243	(6,419,938)
Purchase	USD/MXN, Call Option, Strike Price 21.9155, Mar. 2020	Citigroup	USD	87,543,000	101,395,701	38,256	(308,064)
Purchase	USD/MXN, Call Option, Strike Price 21.943, Sep. 2020	Citigroup	USD	243,175,000	282,008,151	1,176,481	(6,624,087)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	56,205,000	54,374,611	136,803	(294,289)
Purchase	USD/MXN, Put Option, Strike Price 18.3529, Mar. 2020	Citigroup	USD	103,651,000	100,536,770	116,711	(240,470)
Purchase	USD/MXN, Put Option, Strike Price 18.6805, Mar. 2020	Citigroup	USD	72,952,000	72,023,203	265,472	(141,381)
Purchase	USD/MXN, Put Option, Strike Price 19.105, Sep. 2020	Citigroup	USD	121,587,000	122,766,795	1,742,950	302,873
Purchase	USD/MXN, Call Option, Strike Price 21.201, Mar. 2020	Goldman Sachs	USD	233,400,000	261,519,412	122,535	(3,115,610)
Purchase	USD/MXN, Put Option, Strike Price 18.5675, Mar. 2020	Goldman Sachs	USD	38,910,000	38,182,239	98,948	(103,890)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	48,057,000	36,835,691	13,724	(225,788)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	38,140,000	29,337,288	8,671	(160,159)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	30,512,000	23,585,776	6,551	(128,110)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	61,025,000	39,843,223	58,661	(471,441)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	50,854,000	33,792,483	83,317	(459,852)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	63,568,000	42,940,184	176,983	(606,016)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	30,512,000	20,644,419	92,058	(321,009)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	50,854,000	34,555,293	166,312	(483,124)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Apr. 2020	JPMorgan	USD	112,410,000	119,471,345	604,878	(1,755,906)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	128,468,000	138,982,314	602,129	(1,382,611)
Purchase	USD/MXN, Call Option, Strike Price 20.70, Jun. 2020	JPMorgan	USD	42,261,000	46,233,508	223,476	(229,925)
Purchase	USD/MXN, Call Option, Strike Price 20.894, Mar. 2020	JPMorgan	USD	84,630,000	93,452,875	50,101	(1,795,679)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	64,234,000	70,950,913	460,172	(887,784)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	48,176,000	47,103,068	27,846	(136,887)
Purchase	USD/MXN, Put Option, Strike Price 18.744, Mar. 2020	JPMorgan	USD	63,473,000	62,877,901	267,666	(79,320)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	54,922,000	42,119,682	300,157	31,583
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	172,904,000	116,277,940	835,639	(1,066,480)
Purchase	USD/MXN, Call Option, Strike Price 18.936, Feb. 2020	Morgan Stanley	USD	338,521,000	338,782,207	3,551,424	(7,706,092)
Purchase	USD/MXN, Call Option, Strike Price 19.6465, Feb. 2020	Morgan Stanley	USD	389,080,000	403,990,203	1,025,226	(7,250,506)
Purchase	USD/MXN, Call Option, Strike Price 20.67, Feb. 2020	Morgan Stanley	USD	169,261,000	184,903,066	35,714	(700,571)
Purchase	USD/MXN, Call Option, Strike Price 20.895, Mar. 2020	Morgan Stanley	USD	63,200,000	69,792,087	47,590	(1,026,810)
Purchase	USD/MXN, Call Option, Strike Price 20.9815, Feb. 2020	Morgan Stanley	USD	194,540,000	215,720,877	49,024	(801,699)
Purchase	USD/MXN, Call Option, Strike Price 21.3641, Mar. 2020	Morgan Stanley	USD	364,762,000	411,851,757	148,458	(4,856,441)
Purchase	USD/MXN, Call Option, Strike Price 21.453, Jun. 2020	Morgan Stanley	USD	63,200,000	71,655,882	182,395	(1,219,381)
Purchase	USD/MXN, Call Option, Strike Price 21.5785, Mar. 2020	Morgan Stanley	USD	194,540,000	221,858,921	51,748	(2,814,605)
Purchase	USD/MXN, Call Option, Strike Price 22.3265, Sep. 2020	Morgan Stanley	USD	194,540,000	229,549,468	759,873	(4,548,929)
Purchase	USD/MXN, Call Option, Strike Price 24.808, Mar. 2020	Morgan Stanley	USD	97,270,000	127,531,481	1,945	(287,238)
Purchase	USD/MXN, Call Option, Strike Price 25.97, Sep. 2020	Morgan Stanley	USD	194,540,000	267,010,042	153,297	(1,404,579)
Purchase	USD/MXN, Put Option, Strike Price 18.9245, Mar. 2020	Morgan Stanley	USD	48,635,000	48,642,968	375,268	(10,894)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(91,538,000)	63,762,840	(2,039,613)	(521,036)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(43,480,000)	30,366,984	(392,665)	(176,524)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(36,671,000)	25,628,364	(477,295)	(153,634)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(64,075,000)	44,809,754	(857,308)	(262,370)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(61,025,000)	42,957,557	(671,561)	(223,951)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(71,149,000)	50,215,121	(229,540)	(17,556)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(22,884,000)	16,273,067	(74,037)	301,309
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(30,512,000)	21,717,076	(230,401)	361,855
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(13,731,000)	9,877,981	(19,153)	160,435
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(81,366,000)	50,912,243	(260,960)	344,739
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(51,083,000)	52,207,715	(854,721)	148,141
Sale	USD/MXN, Call Option, Strike Price 19.9455, Mar. 2020	Citigroup	USD	(116,724,000)	123,041,558	(488,373)	1,689,813
Sale	USD/MXN, Call Option, Strike Price 19.9565, Jan. 2020	Citigroup	USD	(31,126,000)	32,828,756	(14,318)	297,969
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(111,744,000)	118,462,318	(2,172,303)	261,928
Sale	USD/MXN, Call Option, Strike Price 21.8204, Mar. 2020	Citigroup	USD	(60,463,000)	69,726,703	(13,121)	624,462
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(111,744,000)	132,258,019	(468,319)	48,720
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(112,410,000)	135,756,519	(82,959)	1,612,746
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(21,525,000)	26,060,159	(16,811)	273,346
Sale	USD/MXN, Call Option, Strike Price 22.9955, Sep. 2020	Citigroup	USD	(121,587,000)	147,766,754	(329,744)	2,236,958
Sale	USD/MXN, Call Option, Strike Price 24.2953, Sep. 2020	Citigroup	USD	(80,977,000)	103,975,420	(125,271)	833,577
Sale	USD/MXN, Put Option, Strike Price 18.9597, Mar. 2020	Citigroup	USD	(97,173,000)	97,369,694	(799,539)	(21,767)
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(21,525,000)	21,716,231	(278,297)	(66,254)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(168,615,000)	171,490,689	(2,852,291)	386,803
Sale	USD/MXN, Put Option, Strike Price 19.3685, Mar. 2020	Citigroup	USD	(145,905,000)	149,352,637	(3,112,883)	(1,178,475)
Sale	USD/MXN, Put Option, Strike Price 19.3839, Mar. 2020	Citigroup	USD	(58,304,000)	59,729,138	(1,268,404)	(471,213)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(111,610,000)	115,317,868	(3,013,135)	(299,338)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(39,861,000)	41,480,181	(1,283,325)	(140,510)
Sale	USD/MXN, Put Option, Strike Price 19.7395, Sep. 2020	Citigroup	USD	(243,175,000)	253,689,099	(7,442,614)	(2,527,318)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(70,155,000)	76,292,738	(4,952,031)	(2,136,641)
Sale	USD/MXN, Call Option, Strike Price 19.4925, Mar. 2020	Goldman Sachs	USD	(77,820,000)	80,168,822	(482,484)	2,848,056
Sale	USD/MXN, Call Option, Strike Price 22.1125, Mar. 2020	Goldman Sachs	USD	(77,820,000)	90,944,367	(16,031)	590,187
Sale	USD/MXN, Put Option, Strike Price 19.402, Mar. 2020	Goldman Sachs	USD	(97,300,000)	99,771,402	(2,165,509)	(595,865)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(48,057,000)	33,952,271	(454,029)	666,483

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Bond Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(38,140,000)	27,079,400	(293,835)	533,350
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(30,512,000)	21,764,210	(442,990)	405,052
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(50,854,000)	39,411,850	(219,050)	427,580
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(61,025,000)	48,582,003	(52,024)	276,083
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(80,293,000)	91,405,035	(145,330)	409,580
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(64,234,000)	75,703,605	(182,296)	484,938
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(128,468,000)	129,001,659	(992,287)	284,404
Sale	USD/MXN, Put Option, Strike Price 19.355, Apr. 2020	JPMorgan	USD	(112,410,000)	114,985,971	(2,287,319)	105,941
Sale	USD/MXN, Put Option, Strike Price 19.40, Jun. 2020	JPMorgan	USD	(42,261,000)	43,329,954	(901,892)	(216,900)
Sale	USD/MXN, Put Option, Strike Price 19.4535, Mar. 2020	JPMorgan	USD	(126,945,000)	130,514,896	(3,119,420)	(1,402,108)
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(64,839,000)	47,721,504	(279,926)	(71,503)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(109,845,000)	81,208,409	(1,240,486)	(287,509)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(43,226,000)	27,664,640	(67,210)	108,782
Sale	USD/MXN, Call Option, Strike Price 19.9815, Feb. 2020	Morgan Stanley	USD	(507,782,000)	536,231,253	(381,344)	4,379,112
Sale	USD/MXN, Call Option, Strike Price 20.1513, Feb. 2020	Morgan Stanley	USD	(583,620,000)	621,555,578	(564,361)	6,074,317
Sale	USD/MXN, Call Option, Strike Price 20.4881, Mar. 2020	Morgan Stanley	USD	(121,587,000)	131,654,456	(145,175)	2,755,405
Sale	USD/MXN, Call Option, Strike Price 22.4595, Sep. 2020	Morgan Stanley	USD	(24,317,000)	28,864,020	(92,575)	17,216
Sale	USD/MXN, Call Option, Strike Price 22.559, Mar. 2020	Morgan Stanley	USD	(145,905,000)	173,954,934	(15,028)	1,126,970
Sale	USD/MXN, Call Option, Strike Price 22.873, Mar. 2020	Morgan Stanley	USD	(47,700,000)	57,661,806	(5,056)	221,996
Sale	USD/MXN, Call Option, Strike Price 24.1965, Jun. 2020	Morgan Stanley	USD	(31,600,000)	40,409,769	(16,337)	187,167
Sale	USD/MXN, Call Option, Strike Price 24.562, Sep. 2020	Morgan Stanley	USD	(291,810,000)	378,800,576	(391,317)	3,073,635
Sale	USD/MXN, Put Option, Strike Price 19.048, Mar. 2020	Morgan Stanley	USD	(47,700,000)	48,019,153	(503,474)	(7,727)
Sale	USD/MXN, Put Option, Strike Price 19.049, Jun. 2020	Morgan Stanley	USD	(47,700,000)	48,021,674	(597,538)	32,102
Sale	USD/MXN, Put Option, Strike Price 19.763, Sep. 2020	Morgan Stanley	USD	(72,952,000)	76,196,813	(2,283,617)	(465,799)
						(26,059,163)	(61,151,144)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	137,000	99,275	507	82
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	367,000	266,786	54	(152)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	166,000	121,130	382	157
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	196,000	143,291	76	(30)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	412,000	311,441	1,522	456
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	31,000	23,491	1	(128)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	137,000	105,894	29	(644)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	103,000	79,926	157	(531)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	549,000	431,925	61	(1,761)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	151,000	120,369	12	(360)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	68,000	41,016	56	(476)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	206,000	124,823	1,098	(216)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	52,000	31,954	267	(539)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	31,000	19,734	236	(383)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	110,000	70,388	244	(1,036)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	69,000	44,857	206	(620)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	825,000	546,584	6,246	(6,913)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	129,000	86,392	1,826	(2,143)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	228,000	153,678	1,427	(3,457)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	93,000	63,326	1,632	(1,526)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	110,000	75,383	979	(1,514)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	69,000	47,651	728	(798)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	229,000	243,143	1,580	(407)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	251,000	271,941	1,114	(9,515)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	158,000	171,823	687	(5,654)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	503,000	554,269	5,463	(1,081)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	505,000	556,937	1,648	(15,808)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	90,000	99,506	271	(2,612)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	126,000	121,897	307	(660)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	216,000	165,564	62	(1,015)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	172,000	132,302	39	(722)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	137,000	105,901	29	(575)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	274,000	178,895	263	(2,117)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	229,000	152,171	375	(2,071)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	286,000	193,193	796	(2,727)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	137,000	92,694	413	(1,441)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	228,000	154,926	746	(2,166)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Apr. 2020	JPMorgan	USD	253,000	268,893	1,361	(3,952)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	289,000	312,653	1,355	(3,110)
Purchase	USD/MXN, Call Option, Strike Price 20.70, Jun. 2020	JPMorgan	USD	95,000	103,930	502	(517)
Purchase	USD/MXN, Call Option, Strike Price 20.894, Mar. 2020	JPMorgan	USD	190,000	209,808	112	(4,031)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	144,000	159,058	1,032	(1,990)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	108,000	105,595	62	(307)
Purchase	USD/MXN, Put Option, Strike Price 18.744, Mar. 2020	JPMorgan	USD	143,000	141,659	603	(179)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	247,000	189,424	1,350	142
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	779,000	523,878	3,765	(4,805)
Purchase	USD/MXN, Call Option, Strike Price 18.936, Feb. 2020	Morgan Stanley	USD	761,000	761,587	7,984	(17,324)
Purchase	USD/MXN, Call Option, Strike Price 20.67, Feb. 2020	Morgan Stanley	USD	380,000	415,117	80	(1,573)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(412,000)	286,988	(9,180)	(2,346)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(196,000)	136,889	(1,770)	(796)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(166,000)	116,013	(2,161)	(695)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(288,000)	201,408	(3,853)	(1,179)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(274,000)	192,878	(3,015)	(1,006)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(321,000)	226,553	(1,036)	(79)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(103,000)	73,244	(333)	1,356
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(137,000)	97,510	(1,034)	1,625
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(62,000)	44,602	(86)	724
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(367,000)	229,639	(1,177)	1,555
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(115,000)	117,532	(1,924)	334
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(251,000)	266,091	(4,879)	588

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global High Yield Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(251,000)	297,079	(1,052)	109
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(253,000)	305,546	(187)	3,630
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(48,000)	58,113	(37)	610
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(48,000)	48,426	(621)	(148)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(379,000)	385,464	(6,411)	869
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(251,000)	259,339	(6,776)	(673)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(90,000)	93,656	(2,898)	(317)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(158,000)	171,823	(11,153)	(4,812)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(216,000)	152,604	(2,041)	2,996
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(172,000)	122,120	(1,325)	2,405
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(137,000)	97,722	(1,989)	1,819
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(229,000)	177,475	(986)	1,925
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(274,000)	218,131	(234)	1,240
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(180,000)	204,911	(326)	918
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(144,000)	169,713	(409)	1,087
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(288,000)	289,196	(2,224)	638
Sale	USD/MXN, Put Option, Strike Price 19.355, Apr. 2020	JPMorgan	USD	(253,000)	258,798	(5,148)	238
Sale	USD/MXN, Put Option, Strike Price 19.40, Jun. 2020	JPMorgan	USD	(95,000)	97,403	(2,027)	(488)
Sale	USD/MXN, Put Option, Strike Price 19.4535, Mar. 2020	JPMorgan	USD	(285,000)	293,015	(7,003)	(3,148)
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(292,000)	214,912	(1,261)	(322)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(494,000)	365,214	(5,579)	(1,293)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(195,000)	124,800	(303)	491
Sale	USD/MXN, Call Option, Strike Price 19.9815, Feb. 2020	Morgan Stanley	USD	(1,141,000)	1,204,926	(857)	9,840
						(41,550)	(91,054)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	803,000	581,884	2,970	482
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	2,143,000	1,557,828	317	(887)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	966,000	704,889	2,225	913
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	1,145,000	837,085	444	(177)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	2,411,000	1,822,532	8,908	2,667
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	181,000	137,155	5	(750)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	803,000	620,676	171	(3,777)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	603,000	467,918	917	(3,109)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	3,213,000	2,527,826	356	(10,307)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	884,000	704,678	68	(2,107)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	401,000	241,873	330	(2,807)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	1,205,000	730,152	6,423	(1,267)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	301,000	184,962	1,547	(3,118)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	181,000	115,220	1,380	(2,235)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	643,000	411,449	1,428	(6,054)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	402,000	261,342	1,202	(3,612)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	4,821,000	3,194,037	36,499	(40,399)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	754,000	504,956	10,670	(12,526)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	1,338,000	901,850	8,376	(20,289)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	542,000	369,064	9,512	(8,892)
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	643,000	440,648	5,724	(8,932)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	402,000	277,618	4,241	(4,647)
Purchase	USD/MXN, Call Option, Strike Price 18.4, Mar. 2020	Citigroup	USD	677,000	658,345	27,992	(16,595)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	1,338,000	1,420,636	9,234	(2,380)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	1,461,000	1,582,890	6,483	(55,384)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	918,000	998,314	3,991	(32,850)
Purchase	USD/MXN, Call Option, Strike Price 20.778, Mar. 2020	Citigroup	USD	1,128,000	1,238,681	889	(21,986)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	2,925,000	3,223,136	31,768	(6,286)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	2,943,000	3,245,677	9,603	(92,122)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	522,000	577,137	1,574	(15,148)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 21.0285, Jul. 2020	Citigroup	USD	722,000	802,402	4,843	(9,699)
Purchase	USD/MXN, Call Option, Strike Price 21.699, Sep. 2020	Citigroup	USD	2,818,000	3,231,673	16,347	(74,471)
Purchase	USD/MXN, Call Option, Strike Price 21.9155, Mar. 2020	Citigroup	USD	1,016,000	1,176,771	444	(3,575)
Purchase	USD/MXN, Call Option, Strike Price 21.943, Sep. 2020	Citigroup	USD	2,821,000	3,271,492	13,648	(76,844)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	736,000	712,031	1,791	(3,854)
Purchase	USD/MXN, Put Option, Strike Price 18.3529, Mar. 2020	Citigroup	USD	1,202,000	1,165,885	1,354	(2,789)
Purchase	USD/MXN, Put Option, Strike Price 18.6805, Mar. 2020	Citigroup	USD	846,000	835,229	3,079	(1,640)
Purchase	USD/MXN, Put Option, Strike Price 19.105, Sep. 2020	Citigroup	USD	1,410,000	1,423,682	20,212	3,512
Purchase	USD/MXN, Call Option, Strike Price 21.201, Mar. 2020	Goldman Sachs	USD	2,700,000	3,025,289	1,418	(36,042)
Purchase	USD/MXN, Put Option, Strike Price 18.5675, Mar. 2020	Goldman Sachs	USD	450,000	441,583	1,144	(1,201)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	1,266,000	970,389	362	(5,948)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	1,004,000	772,277	228	(4,216)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	803,000	620,719	172	(3,372)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	1,606,000	1,048,557	1,544	(12,407)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	1,339,000	889,766	2,194	(12,108)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	1,674,000	1,130,787	4,661	(15,959)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	803,000	543,310	2,423	(8,448)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	1,338,000	909,171	4,376	(12,711)
Purchase	USD/MXN, Call Option, Strike Price 20.11, Apr. 2020	JPMorgan	USD	1,471,000	1,563,405	7,916	(22,978)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	1,682,000	1,819,661	7,884	(18,102)
Purchase	USD/MXN, Call Option, Strike Price 20.70, Jun. 2020	JPMorgan	USD	553,000	604,982	2,924	(3,009)
Purchase	USD/MXN, Call Option, Strike Price 20.894, Mar. 2020	JPMorgan	USD	1,107,000	1,222,407	655	(23,488)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	841,000	928,943	6,025	(11,624)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	631,000	616,947	365	(1,793)
Purchase	USD/MXN, Put Option, Strike Price 18.744, Mar. 2020	JPMorgan	USD	831,000	823,209	3,504	(1,038)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	1,446,000	1,108,937	7,903	832
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	4,553,000	3,061,893	22,005	(28,083)
Purchase	USD/MXN, Call Option, Strike Price 18.936, Feb. 2020	Morgan Stanley	USD	4,430,000	4,433,418	46,475	(100,844)
Purchase	USD/MXN, Call Option, Strike Price 19.6465, Feb. 2020	Morgan Stanley	USD	4,515,000	4,688,022	11,897	(84,137)
Purchase	USD/MXN, Call Option, Strike Price 20.67, Feb. 2020	Morgan Stanley	USD	2,215,000	2,419,697	467	(9,168)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 20.895, Mar. 2020	Morgan Stanley	USD	700,000	773,014	527	(11,373)
Purchase	USD/MXN, Call Option, Strike Price 20.9815, Feb. 2020	Morgan Stanley	USD	2,257,000	2,502,735	569	(9,301)
Purchase	USD/MXN, Call Option, Strike Price 21.3641, Mar. 2020	Morgan Stanley	USD	4,232,000	4,778,339	1,722	(56,345)
Purchase	USD/MXN, Call Option, Strike Price 21.453, Jun. 2020	Morgan Stanley	USD	700,000	793,657	2,020	(13,506)
Purchase	USD/MXN, Call Option, Strike Price 21.5785, Mar. 2020	Morgan Stanley	USD	2,257,000	2,573,947	600	(32,654)
Purchase	USD/MXN, Call Option, Strike Price 22.3265, Sep. 2020	Morgan Stanley	USD	2,257,000	2,663,170	8,816	(52,775)
Purchase	USD/MXN, Call Option, Strike Price 24.808, Mar. 2020	Morgan Stanley	USD	1,128,000	1,478,930	23	(3,331)
Purchase	USD/MXN, Call Option, Strike Price 25.97, Sep. 2020	Morgan Stanley	USD	2,257,000	3,097,778	1,779	(16,296)
Purchase	USD/MXN, Put Option, Strike Price 18.9245, Mar. 2020	Morgan Stanley	USD	564,000	564,092	4,352	(126)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(2,411,000)	1,679,436	(53,721)	(13,723)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(1,145,000)	799,683	(10,340)	(4,649)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(966,000)	675,111	(12,573)	(4,047)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(1,686,000)	1,179,075	(22,558)	(6,904)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(1,606,000)	1,130,518	(17,673)	(5,894)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(1,873,000)	1,321,915	(6,043)	(462)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(603,000)	428,800	(1,951)	7,940
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(803,000)	571,539	(6,064)	9,523
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(361,000)	259,701	(504)	4,218
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(2,143,000)	1,340,916	(6,873)	9,080
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(669,000)	683,730	(11,194)	1,940
Sale	USD/MXN, Call Option, Strike Price 19.9455, Mar. 2020	Citigroup	USD	(1,354,000)	1,427,284	(5,665)	19,602
Sale	USD/MXN, Call Option, Strike Price 19.9565, Jan. 2020	Citigroup	USD	(361,000)	380,749	(166)	3,456
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(1,463,000)	1,550,959	(28,441)	3,429
Sale	USD/MXN, Call Option, Strike Price 21.8204, Mar. 2020	Citigroup	USD	(701,000)	808,402	(152)	7,240
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(1,463,000)	1,731,578	(6,131)	638
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(1,471,000)	1,776,513	(1,086)	21,104
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(282,000)	341,415	(220)	3,581
Sale	USD/MXN, Call Option, Strike Price 22.9955, Sep. 2020	Citigroup	USD	(1,410,000)	1,713,597	(3,824)	25,941
Sale	USD/MXN, Call Option, Strike Price 24.2953, Sep. 2020	Citigroup	USD	(939,000)	1,205,687	(1,453)	9,666
Sale	USD/MXN, Put Option, Strike Price 18.9597, Mar. 2020	Citigroup	USD	(1,127,000)	1,129,281	(9,273)	(252)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(282,000)	284,505	(3,646)	(868)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(2,207,000)	2,244,640	(37,334)	5,063
Sale	USD/MXN, Put Option, Strike Price 19.3685, Mar. 2020	Citigroup	USD	(1,693,000)	1,733,004	(36,120)	(13,674)
Sale	USD/MXN, Put Option, Strike Price 19.3839, Mar. 2020	Citigroup	USD	(676,000)	692,524	(14,706)	(5,463)
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(1,461,000)	1,509,537	(39,443)	(3,918)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(522,000)	543,204	(16,806)	(1,840)
Sale	USD/MXN, Put Option, Strike Price 19.7395, Sep. 2020	Citigroup	USD	(2,821,000)	2,942,971	(86,339)	(29,319)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(918,000)	998,314	(64,799)	(27,959)
Sale	USD/MXN, Call Option, Strike Price 19.4925, Mar. 2020	Goldman Sachs	USD	(900,000)	927,164	(5,580)	32,938
Sale	USD/MXN, Call Option, Strike Price 22.1125, Mar. 2020	Goldman Sachs	USD	(900,000)	1,051,785	(185)	6,826
Sale	USD/MXN, Put Option, Strike Price 19.402, Mar. 2020	Goldman Sachs	USD	(1,100,000)	1,127,940	(24,482)	(6,736)
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(1,266,000)	894,429	(11,961)	17,558
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(1,004,000)	712,840	(7,735)	14,040
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(803,000)	572,780	(11,658)	10,660
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(1,339,000)	1,037,725	(5,768)	11,258
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(1,607,000)	1,279,333	(1,370)	7,270
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(1,051,000)	1,196,452	(1,902)	5,361
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(841,000)	991,169	(2,387)	6,349
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(1,682,000)	1,688,987	(12,992)	3,724
Sale	USD/MXN, Put Option, Strike Price 19.355, Apr. 2020	JPMorgan	USD	(1,471,000)	1,504,709	(29,932)	1,386
Sale	USD/MXN, Put Option, Strike Price 19.40, Jun. 2020	JPMorgan	USD	(553,000)	566,988	(11,802)	(2,838)
Sale	USD/MXN, Put Option, Strike Price 19.4535, Mar. 2020	JPMorgan	USD	(1,661,000)	1,707,710	(40,816)	(18,346)
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(1,707,000)	1,256,352	(7,369)	(1,882)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(2,891,000)	2,137,316	(32,648)	(7,567)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(1,138,000)	728,320	(1,769)	2,864
Sale	USD/MXN, Call Option, Strike Price 19.9815, Feb. 2020	Morgan Stanley	USD	(6,644,000)	7,016,240	(4,990)	57,298
Sale	USD/MXN, Call Option, Strike Price 20.1513, Feb. 2020	Morgan Stanley	USD	(6,772,000)	7,212,183	(6,548)	70,483
Sale	USD/MXN, Call Option, Strike Price 20.4881, Mar. 2020	Morgan Stanley	USD	(1,410,000)	1,526,749	(1,683)	31,953
Sale	USD/MXN, Call Option, Strike Price 22.4595, Sep. 2020	Morgan Stanley	USD	(282,000)	334,731	(1,074)	200
Sale	USD/MXN, Call Option, Strike Price 22.559, Mar. 2020	Morgan Stanley	USD	(1,693,000)	2,018,476	(174)	13,077

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Income Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	USD/MXN, Call Option, Strike Price 22.873, Mar. 2020	Morgan Stanley	USD	(600,000)	725,306	(64)	2,792
Sale	USD/MXN, Call Option, Strike Price 24.1965, Jun. 2020	Morgan Stanley	USD	(400,000)	511,516	(207)	2,369
Sale	USD/MXN, Call Option, Strike Price 24.562, Sep. 2020	Morgan Stanley	USD	(3,385,000)	4,394,092	(4,539)	35,654
Sale	USD/MXN, Put Option, Strike Price 19.048, Mar. 2020	Morgan Stanley	USD	(600,000)	604,015	(6,333)	(97)
Sale	USD/MXN, Put Option, Strike Price 19.049, Jun. 2020	Morgan Stanley	USD	(600,000)	604,046	(7,516)	404
Sale	USD/MXN, Put Option, Strike Price 19.763, Sep. 2020	Morgan Stanley	USD	(846,000)	883,629	(26,482)	(5,402)
						(361,149)	(850,447)

Templeton Global Total Return Fund

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Currency Option							
Purchase	AUD/JPY, Call Option, Strike Price 78.75, May 2020	Citigroup	AUD	35,080,000	25,420,290	129,740	21,046
Purchase	AUD/JPY, Call Option, Strike Price 79, Jan. 2020	Citigroup	AUD	93,547,000	68,002,880	13,849	(38,727)
Purchase	AUD/JPY, Call Option, Strike Price 79.3, Apr. 2020	Citigroup	AUD	42,161,000	30,764,824	97,119	39,834
Purchase	AUD/JPY, Call Option, Strike Price 79.45, Feb. 2020	Citigroup	AUD	49,989,000	36,545,903	19,361	(7,733)
Purchase	AUD/JPY, Call Option, Strike Price 82.15, Dec. 2020	Citigroup	AUD	105,242,000	79,554,914	388,858	116,444
Purchase	AUD/JPY, Call Option, Strike Price 82.35, Feb. 2020	Citigroup	AUD	7,893,000	5,981,031	216	(32,695)
Purchase	AUD/JPY, Call Option, Strike Price 84, May 2020	Citigroup	AUD	35,080,000	27,114,976	7,483	(164,988)
Purchase	AUD/JPY, Call option, Strike Price 84.33, Nov. 2020	Citigroup	AUD	26,310,000	20,416,124	40,022	(135,668)
Purchase	AUD/JPY, Call Option, Strike Price 85.50, May 2020	Citigroup	AUD	140,322,000	110,398,261	15,556	(450,145)
Purchase	AUD/JPY, Call Option, Strike Price 86.63, May 2020	Citigroup	AUD	38,588,000	30,760,326	2,978	(91,978)
Purchase	AUD/JPY, Put Option, Strike Price 65.55, May 2020	Citigroup	AUD	17,540,000	10,579,683	14,448	(122,790)
Purchase	AUD/JPY, Put Option, Strike Price 65.85, Dec. 2020	Citigroup	AUD	52,621,000	31,884,912	280,493	(55,295)
Purchase	AUD/JPY, Put Option, Strike Price 66.78, Nov. 2020	Citigroup	AUD	13,155,000	8,083,652	67,630	(136,268)
Purchase	AUD/JPY, Put Option, Strike Price 69.18, Nov. 2020	Citigroup	AUD	7,893,000	5,024,502	60,194	(97,458)
Purchase	AUD/JPY, Put Option, Strike Price 69.54, May 2020	Citigroup	AUD	28,064,000	17,957,861	62,322	(264,211)
Purchase	AUD/JPY, Put Option, Strike Price 70.65, May 2020	Citigroup	AUD	17,540,000	11,402,816	52,464	(157,580)
Purchase	AUD/JPY, Put Option, Strike Price 72, Jul. 2020	Citigroup	AUD	210,482,000	139,449,772	1,593,518	(1,763,802)
Purchase	AUD/JPY, Put Option, Strike Price 72.78, Nov. 2020	Citigroup	AUD	32,888,000	22,025,200	465,417	(546,356)
Purchase	AUD/JPY, Put Option, Strike Price 73.25, May 2020	Citigroup	AUD	58,467,000	39,408,399	366,010	(886,568)
Purchase	AUD/JPY, Put Option, Strike Price 74, Nov. 2020	Citigroup	AUD	23,679,000	16,123,727	415,542	(388,480)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	AUD/JPY, Put Option, Strike Price 74.475, May 2020	Citigroup	AUD	28,064,000	19,232,265	249,821	(386,310)
Purchase	AUD/JPY, Put Option, Strike Price 75.05, May 2020	Citigroup	AUD	17,540,000	12,112,970	185,035	(202,778)
Purchase	USD/MXN, Call Option, Strike Price 18.4, Mar. 2020	Citigroup	USD	65,830,000	64,015,982	2,721,873	(1,613,625)
Purchase	USD/MXN, Call Option, Strike Price 20.09, May 2020	Citigroup	USD	117,827,000	125,104,085	813,124	(209,614)
Purchase	USD/MXN, Call Option, Strike Price 20.50, May 2020	Citigroup	USD	128,719,000	139,457,942	571,126	(4,879,480)
Purchase	USD/MXN, Call Option, Strike Price 20.5768, May 2020	Citigroup	USD	80,909,000	87,987,586	351,711	(2,895,248)
Purchase	USD/MXN, Call Option, Strike Price 20.85, Sep. 2020	Citigroup	USD	257,746,000	284,017,256	2,799,379	(553,896)
Purchase	USD/MXN, Call Option, Strike Price 20.8674, May 2020	Citigroup	USD	259,282,000	285,948,249	846,037	(8,116,045)
Purchase	USD/MXN, Call Option, Strike Price 20.92, May 2020	Citigroup	USD	45,971,000	50,826,753	138,603	(1,334,078)
Purchase	USD/MXN, Call Option, Strike Price 21.0285, Jul. 2020	Citigroup	USD	70,219,000	78,038,636	471,029	(943,252)
Purchase	USD/MXN, Call Option, Strike Price 21.9155, Mar. 2020	Citigroup	USD	98,745,000	114,370,292	43,152	(347,484)
Purchase	USD/MXN, Put Option, Strike Price 18.3052, May 2020	Citigroup	USD	64,820,000	62,709,052	157,772	(339,398)
Purchase	USD/MXN, Call Option, Strike Price 21.201, Mar. 2020	Goldman Sachs	USD	263,300,000	295,021,684	138,233	(3,514,739)
Purchase	USD/MXN, Put Option, Strike Price 18.5675, Mar. 2020	Goldman Sachs	USD	43,890,000	43,069,095	111,612	(117,186)
Purchase	AUD/USD, Call Option, Strike Price 0.7665, May 2020	HSBC	AUD	55,252,000	42,350,658	15,778	(259,593)
Purchase	AUD/USD, Call Option, Strike Price 0.7692, Apr. 2020	HSBC	AUD	43,850,000	33,729,420	9,969	(184,136)
Purchase	AUD/USD, Call Option, Strike Price 0.773, May 2020	HSBC	AUD	35,080,000	27,116,840	7,532	(147,289)
Purchase	AUD/USD, Put Option, Strike Price 0.6529, May 2020	HSBC	AUD	70,161,000	45,808,117	67,443	(542,020)
Purchase	AUD/USD, Put Option, Strike Price 0.6645, May 2020	HSBC	AUD	58,467,000	38,851,322	95,790	(528,693)
Purchase	AUD/USD, Put Option, Strike Price 0.6755, May 2020	HSBC	AUD	73,084,000	49,368,242	203,477	(696,736)
Purchase	AUD/USD, Put Option, Strike Price 0.6766, May 2020	HSBC	AUD	35,080,000	23,735,128	105,840	(369,068)
Purchase	AUD/USD, Put Option, Strike Price 0.6795, Apr. 2020	HSBC	AUD	58,468,000	39,729,006	191,213	(555,460)
Purchase	USD/MXN, Call Option, Strike Price 20.47, May 2020	JPMorgan	USD	148,161,000	160,287,065	694,431	(1,594,553)
Purchase	USD/MXN, Call Option, Strike Price 20.9, Jul. 2020	JPMorgan	USD	74,080,000	81,826,503	530,709	(1,023,867)
Purchase	USD/MXN, Put Option, Strike Price 18.5, Jan. 2020	JPMorgan	USD	55,560,000	54,322,619	32,114	(157,868)
Purchase	AUD/USD, Call Option, Strike Price 0.7669, May 2021	Morgan Stanley	AUD	63,145,000	48,425,901	345,097	36,312
Purchase	AUD/USD, Put Option, Strike Price 0.6725, Aug. 2020	Morgan Stanley	AUD	198,788,000	133,684,930	960,735	(1,226,134)
Purchase	USD/MXN, Call Option, Strike Price 19.6465, Feb. 2020	Morgan Stanley	USD	438,867,000	455,685,125	1,156,415	(8,178,287)
Purchase	USD/MXN, Call Option, Strike Price 20.9815, Feb. 2020	Morgan Stanley	USD	219,433,000	243,324,146	55,297	(904,283)
Purchase	USD/MXN, Call Option, Strike Price 21.3641, Mar. 2020	Morgan Stanley	USD	411,437,000	464,552,370	167,455	(5,477,872)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Purchase	USD/MXN, Call Option, Strike Price 21.5785, Mar. 2020	Morgan Stanley	USD	219,433,000	250,247,603	58,369	(3,174,757)
Purchase	USD/MXN, Call Option, Strike Price 22.3265, Sep. 2020	Morgan Stanley	USD	219,433,000	258,922,219	857,105	(5,131,002)
Purchase	USD/MXN, Call Option, Strike Price 24.808, Mar. 2020	Morgan Stanley	USD	109,717,000	143,850,843	2,194	(323,994)
Purchase	USD/MXN, Call Option, Strike Price 25.97, Sep. 2020	Morgan Stanley	USD	219,433,000	301,176,182	172,913	(1,584,306)
Purchase	USD/MXN, Put Option, Strike Price 18.9245, Mar. 2020	Morgan Stanley	USD	54,858,000	54,866,988	423,284	(12,288)
Sale	AUD/JPY, Call Option, Strike Price 75.70, Dec. 2020	Citigroup	AUD	(105,242,000)	73,308,667	(2,344,960)	(599,166)
Sale	AUD/JPY, Call Option, Strike Price 75.90, Feb. 2020	Citigroup	AUD	(49,989,000)	34,912,952	(451,448)	(202,950)
Sale	AUD/JPY, Call Option, Strike Price 75.95, Apr. 2020	Citigroup	AUD	(42,161,000)	29,465,176	(548,751)	(176,635)
Sale	AUD/JPY, Call Option, Strike Price 76, May 2020	Citigroup	AUD	(73,668,000)	51,518,454	(985,660)	(301,651)
Sale	AUD/JPY, Call Option, Strike Price 76.5, May 2020	Citigroup	AUD	(70,160,000)	49,387,992	(772,088)	(257,475)
Sale	AUD/JPY, Call Option, Strike Price 76.7, Jan. 2020	Citigroup	AUD	(81,800,000)	57,732,321	(263,902)	(20,184)
Sale	AUD/JPY, Call Option, Strike Price 77.28, Feb. 2020	Citigroup	AUD	(26,311,000)	18,710,044	(85,124)	346,432
Sale	AUD/JPY, Call Option, Strike Price 77.35, May 2020	Citigroup	AUD	(35,080,000)	24,968,374	(264,895)	416,029
Sale	AUD/JPY, Call option, Strike Price 78.18, Feb. 2020	Citigroup	AUD	(15,786,000)	11,356,333	(22,020)	184,446
Sale	AUD/JPY, Put Option, Strike Price 68, Jul. 2020	Citigroup	AUD	(93,547,000)	58,534,125	(300,028)	396,348
Sale	USD/MXN, Call Option, Strike Price 19.338, May 2020	Citigroup	USD	(58,913,000)	60,210,111	(985,732)	170,848
Sale	USD/MXN, Call Option, Strike Price 19.9455, Mar. 2020	Citigroup	USD	(131,660,000)	138,785,953	(550,865)	1,906,042
Sale	USD/MXN, Call Option, Strike Price 19.9565, Jan. 2020	Citigroup	USD	(35,109,000)	37,029,647	(16,150)	336,098
Sale	USD/MXN, Call Option, Strike Price 20.059, Sep. 2020	Citigroup	USD	(128,873,000)	136,621,154	(2,505,291)	302,078
Sale	USD/MXN, Call Option, Strike Price 22.395, Sep. 2020	Citigroup	USD	(128,873,000)	152,531,569	(540,107)	56,189
Sale	USD/MXN, Call Option, Strike Price 22.8512, May 2020	Citigroup	USD	(129,641,000)	156,566,238	(95,675)	1,859,959
Sale	USD/MXN, Call Option, Strike Price 22.908, May 2020	Citigroup	USD	(24,824,000)	30,054,234	(19,388)	315,240
Sale	USD/MXN, Put Option, Strike Price 19.0895, May 2020	Citigroup	USD	(24,824,000)	25,044,539	(320,949)	(76,408)
Sale	USD/MXN, Put Option, Strike Price 19.2441, May 2020	Citigroup	USD	(194,461,000)	197,777,486	(3,289,502)	446,094
Sale	USD/MXN, Put Option, Strike Price 19.55, May 2020	Citigroup	USD	(128,719,000)	132,995,257	(3,475,027)	(345,224)
Sale	USD/MXN, Put Option, Strike Price 19.69, May 2020	Citigroup	USD	(45,971,000)	47,838,373	(1,480,036)	(162,048)
Sale	USD/MXN, Put Option, Strike Price 20.5768, May 2020	Citigroup	USD	(80,909,000)	87,987,586	(5,711,124)	(2,464,164)
Sale	USD/MXN, Call Option, Strike Price 19.4925, Mar. 2020	Goldman Sachs	USD	(87,770,000)	90,419,140	(544,174)	3,212,206
Sale	USD/MXN, Call Option, Strike Price 22.1125, Mar. 2020	Goldman Sachs	USD	(87,770,000)	102,572,438	(18,081)	665,648
Sale	USD/MXN, Put Option, Strike Price 19.402, Mar. 2020	Goldman Sachs	USD	(109,700,000)	112,486,359	(2,441,483)	(671,803)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 12 — Open positions on option contracts (continued)

As at December 31, 2019, the Company had entered into the following outstanding contracts:

Templeton Global Total Return Fund (continued)

Purchase/Sale position	Description	Counterparty	Trading currency	Number of contracts purchased/(sold)	Commitment USD	Market value USD	Unrealised profit/(loss) USD
Sale	AUD/USD, Call Option, Strike Price 0.7065, May 2020	HSBC	AUD	(55,252,000)	39,035,538	(522,005)	766,267
Sale	AUD/USD, Call Option, Strike Price 0.71, Apr. 2020	HSBC	AUD	(43,850,000)	31,133,500	(337,826)	613,198
Sale	AUD/USD, Call Option, Strike Price 0.7133, Nov. 2020	HSBC	AUD	(35,080,000)	25,022,564	(509,310)	465,693
Sale	AUD/USD, Call Option, Strike Price 0.775, May 2021	HSBC	AUD	(58,467,000)	45,311,925	(251,842)	491,590
Sale	AUD/USD, Call Option, Strike Price 0.7961, Nov. 2020	HSBC	AUD	(70,161,000)	55,855,172	(59,813)	317,415
Sale	USD/MXN, Call Option, Strike Price 21.54, May 2020	JPMorgan	USD	(92,600,000)	105,415,244	(167,606)	472,359
Sale	USD/MXN, Call Option, Strike Price 22.3, Jul. 2020	JPMorgan	USD	(74,080,000)	87,307,705	(210,239)	559,272
Sale	USD/MXN, Put Option, Strike Price 19, Jan. 2020	JPMorgan	USD	(148,160,000)	148,775,461	(1,144,388)	327,998
Sale	AUD/USD, Call Option, Strike Price 0.736, Aug. 2020	Morgan Stanley	AUD	(74,545,000)	54,865,120	(321,830)	(82,207)
Sale	AUD/USD, Call Option, Strike Price 0.7393, May 2021	Morgan Stanley	AUD	(126,290,000)	93,366,197	(1,426,200)	(330,552)
Sale	AUD/USD, Put Option, Strike Price 0.64, Aug. 2020	Morgan Stanley	AUD	(49,697,000)	31,806,080	(77,272)	125,066
Sale	USD/MXN, Call Option, Strike Price 20.1513, Feb. 2020	Morgan Stanley	USD	(658,300,000)	701,089,813	(636,576)	6,851,586
Sale	USD/MXN, Call Option, Strike Price 20.4881, Mar. 2020	Morgan Stanley	USD	(137,145,000)	148,500,665	(163,751)	3,107,980
Sale	USD/MXN, Call Option, Strike Price 22.4595, Sep. 2020	Morgan Stanley	USD	(27,429,000)	32,557,930	(104,422)	19,420
Sale	USD/MXN, Call Option, Strike Price 22.559, Mar. 2020	Morgan Stanley	USD	(164,575,000)	196,214,203	(16,951)	1,271,177
Sale	USD/MXN, Call Option, Strike Price 24.562, Sep. 2020	Morgan Stanley	USD	(329,150,000)	427,271,888	(441,390)	3,466,937
Sale	USD/MXN, Put Option, Strike Price 19.763, Sep. 2020	Morgan Stanley	USD	(82,287,000)	85,947,022	(2,575,830)	(525,402)
						(17,154,824)	(39,398,699)

Note 13 — Mortgage dollar rolls

As at December 31, 2019, the Company had entered into the following outstanding mortgage dollar rolls:

Franklin Flexible Alpha Bond Fund

Nominal	Description	Country code	Trading currency	Market value USD	Unrealised profit/(loss) USD
Long position					
8,940,000	FHLMC, 2.50%, 12/01/34	USA	USD	9,016,231	2,663
17,730,000	GNMA II, SF, 3.50%, 12/01/49	USA	USD	18,271,023	(43,359)
				27,287,254	(40,696)

Franklin Strategic Income Fund

Nominal	Description	Country code	Trading currency	Market value USD	Unrealised profit/(loss) USD
Long position					
2,000,000	FHLMC, 2.50%, 12/01/49	USA	USD	1,976,543	1,613
13,900,000	FHLMC, 3.00%, 12/01/49	USA	USD	14,089,460	651
2,400,000	GNMA II, SF, 3.50%, 12/01/49	USA	USD	2,473,235	(5,869)
				18,539,238	(3,605)

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 13 — Mortgage dollar rolls (continued)

As at December 31, 2019, the Company had entered into the following outstanding mortgage dollar rolls:

Franklin U.S. Low Duration Fund

Nominal	Description	Country code	Trading currency	Market value USD	Unrealised profit/(loss) USD
Long position					
13,800,000	FHLMC, 2.50%, 12/01/34	USA	USD	13,917,673	4,110

Note 14 — Securities lending

During the period, the Company participated in securities lending programmes through Goldman Sachs and JPMorgan as lending agents.

As at December 31, 2019, the market value of the securities on loan and the corresponding collateral received were as follows:

Fund	Fund currency	Lending Agent	Counterparty	Market value of securities on loan in Fund currency	Market value of sovereign bonds received as collateral in Fund currency
Franklin Biotechnology Discovery Fund	USD	Goldman Sachs	Deutsche Bank	14,511,571	15,348,437
			Goldman Sachs	7,218,860	7,454,647
			Merrill Lynch	614,052	706,744
			UBS	2,674,040	2,925,730
				25,018,523	26,435,558
Franklin European Growth Fund	EUR	JPMorgan	Deutsche Bank	829,500	946,425
Franklin Technology Fund	USD	Goldman Sachs	Citigroup	9,258,400	9,952,256
			Goldman Sachs	6,106,000	6,251,018
				15,364,400	16,203,274
Franklin U.S. Opportunities Fund	USD	Goldman Sachs	Citigroup	10,082,000	10,837,526
			Deutsche Bank	35,262	36,861
			Goldman Sachs	8,403,560	8,603,794
				18,520,822	19,478,181
Templeton Asian Smaller Companies Fund	USD	JPMorgan	JPMorgan	8,960,517	9,550,567
			Morgan Stanley	4,583,112	4,858,629
			UBS	2,593,152	2,740,622
				16,136,781	17,149,818
Templeton BRIC Fund	USD	JPMorgan	JPMorgan	3,568,143	3,782,770
			Morgan Stanley	3,502,135	3,692,816
				7,070,278	7,475,586
Templeton Emerging Markets Smaller Companies Fund	USD	JPMorgan	JPMorgan	4,418,937	4,709,924
			Merrill Lynch	1,581,048	1,768,975
			Morgan Stanley	1,087,032	1,152,379
			UBS	844,966	893,018
				7,931,983	8,524,296

During the period, the securities lending programmes generated the following revenues and expenses:

	Fund currency	Lending Agent	Gross earnings in Fund currency	Direct and indirect operational costs and fees in Fund currency	Net earnings in Fund currency
Franklin Biotechnology Discovery Fund	USD	Goldman Sachs	1,054,497	84,359	970,138
Franklin European Dividend Fund	EUR	JPMorgan	3,914	313	3,601
Franklin European Growth Fund	EUR	JPMorgan	30,174	2,414	27,760
Franklin Global Fundamental Strategies Fund	USD	JPMorgan	34,754	2,780	31,974
Franklin Global Listed Infrastructure Fund	USD	JPMorgan	624	50	574
Franklin Natural Resources Fund	USD	Goldman Sachs	73,044	5,844	67,200
Franklin Select U.S. Equity Fund	USD	Goldman Sachs	29	2	27
Franklin Technology Fund	USD	Goldman Sachs	537,729	43,018	494,711
Franklin U.S. Opportunities Fund	USD	Goldman Sachs	1,471,373	117,710	1,353,663
Franklin World Perspectives Fund	USD	JPMorgan	3,903	312	3,591
Franklin Mutual European Fund	EUR	JPMorgan	54,936	4,395	50,541
Franklin Mutual Global Discovery Fund	USD	JPMorgan	34,044	2,723	31,321
Templeton Asian Growth Fund	USD	JPMorgan	213	17	196

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 14 — Securities lending (continued)

	Fund currency	Lending Agent	Gross earnings in Fund currency	Direct and indirect operational costs and fees in Fund currency	Net earnings in Fund currency
Templeton Asian Smaller Companies Fund	USD	JPMorgan	599,848	63,321	536,527
Templeton BRIC Fund	USD	JPMorgan	8,495	680	7,815
Templeton Emerging Markets Fund	USD	JPMorgan	560	45	515
Templeton Emerging Markets Smaller Companies Fund	USD	JPMorgan	313,726	32,157	281,569
Templeton Euroland Fund	EUR	JPMorgan	19,813	1,585	18,228
Templeton Global Fund	USD	JPMorgan	6,266	501	5,765
Templeton Global Smaller Companies Fund	USD	JPMorgan	24,339	1,947	22,392
Templeton Growth (Euro) Fund	EUR	JPMorgan	17,517	1,401	16,116

Note 15 — Investment management fees

The Management Company receives from the Company a monthly investment management fee equivalent to a certain percentage per annum (as detailed below) of each Fund's average daily net assets during the accounting period. When Funds invest in other Franklin Templeton funds, a management fee is not applied to the amounts invested. The following percentages apply in respect of the different Funds as at December 31, 2019.

The Investment Managers will be remunerated by the Management Company out of the investment management fee received from the Company.

No management fee is payable by an investor on the acquisition of Class X and Class Y shares, instead a fee is paid to the Investment Manager or affiliates under a separate agreement.

	Class A PF	Class I	Class I PF	Class S	Class W	Other Classes except Class X and Class Y
Franklin Asia Credit Fund		0.55%				0.75%
Franklin Biotechnology Discovery Fund		0.70%			0.70%	1.00%
Franklin Brazil Opportunities Fund		0.70%				1.00%
Franklin Diversified Balanced Fund		0.55%			0.55%	0.85%
Franklin Diversified Conservative Fund		0.50%			0.50%	0.80%
Franklin Diversified Dynamic Fund		0.60%			0.60%	0.90%
Franklin Emerging Markets Debt Opportunities Hard Currency Fund		0.60%		up to 0.60%	0.60%	
Franklin Euro Government Bond Fund		0.30%				0.35%
Franklin Euro High Yield Fund		0.60%			0.60%	0.80%
Franklin Euro Short Duration Bond Fund		0.25%			0.25%	0.30%
Franklin Euro Short-Term Money Market Fund		0.20%				0.25%
Franklin European Corporate Bond Fund		0.40%			0.40%	0.45%
Franklin European Dividend Fund		0.70%			0.70%	1.00%
Franklin European Growth Fund		0.70%			0.70%	1.00%
Franklin European Income Fund		0.60%			0.60%	0.85%
Franklin European Small-Mid Cap Fund		0.70%			0.70%	1.00%
Franklin European Total Return Fund		0.35%			0.35%	0.40%
Franklin Flexible Alpha Bond Fund		0.35%			0.35%	0.75%
Franklin GCC Bond Fund		0.55%			0.55%	0.75%
Franklin Global Aggregate Bond Fund		0.40%			0.40%	0.65%
Franklin Global Convertible Securities Fund		0.60%			0.60%	0.75%
Franklin Global Corporate Investment Grade Bond Fund				0.40%		
Franklin Global Fundamental Strategies Fund		0.70%			0.70%	1.00%
Franklin Global Listed Infrastructure Fund		0.70%			0.70%	1.00%
Franklin Global Multi-Asset Income Fund		0.60%			0.60%	0.85%
Franklin Global Real Estate Fund		0.70%			0.70%	1.00%
Franklin Global Small-Mid Cap Fund		0.70%			0.70%	1.00%
Franklin Gold and Precious Metals Fund		0.70%				1.00%
Franklin High Yield Fund		0.60%			0.60%	0.80%
Franklin Income Fund		0.60%			0.60%	0.85%
Franklin India Fund		0.70%		up to 0.70%	0.70%	1.00%
Franklin Innovation Fund		0.70%			0.70%	1.00%
Franklin Japan Fund		0.70%			0.70%	1.00%
Franklin K2 Alternative Strategies Fund	1.30%	1.75%	1.20%	up to 1.70%	1.75%	2.05%
Franklin K2 Global Macro Opportunities Fund		1.75%			1.75%	2.05%
Franklin K2 Long Short Credit Fund	1.30%	1.75%	1.20%		1.75%	2.05%
Franklin MENA Fund		1.05%			1.05%	1.50%
Franklin Natural Resources Fund		0.70%				1.00%
Franklin NextStep Balanced Growth Fund						0.85%
Franklin NextStep Conservative Fund					0.60%	0.80%
Franklin NextStep Dynamic Growth Fund						0.85%

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 15 — Investment management fees (continued)

	Class A PF	Class I	Class I PF	Class S	Class W	Other Classes except Class X and Class Y
Franklin NextStep Growth Fund					0.70%	1.00%
Franklin NextStep Moderate Fund					0.65%	0.95%
Franklin NextStep Stable Growth Fund						0.80%
Franklin Select U.S. Equity Fund		0.70%			0.70%	1.00%
Franklin Strategic Income Fund		0.55%			0.55%	0.75%
Franklin Systematic Style Premia Fund				up to 0.75%		
Franklin Technology Fund		0.70%			0.70%	1.00%
Franklin U.S. Dollar Short-Term Money Market Fund					0.20%	0.30%
Franklin U.S. Government Fund		0.40%			0.40%	0.65%
Franklin U.S. Low Duration Fund		0.40%			0.40%	0.65%
Franklin U.S. Opportunities Fund		0.70%		up to 0.60%	0.70%	1.00%
Franklin World Perspectives Fund		0.70%			0.70%	1.00%
Franklin Mutual European Fund		0.70%			0.70%	1.00%
Franklin Mutual Global Discovery Fund		0.70%			0.70%	1.00%
Franklin Mutual U.S. Value Fund		0.70%			0.70%	1.00%
Templeton Asian Bond Fund		0.55%			0.55%	0.75%
Templeton Asian Growth Fund		0.90%			0.90%	1.35%
Templeton Asian Smaller Companies Fund		0.90%		up to 0.90%	0.90%	1.35%
Templeton BRIC Fund		1.10%				1.60%
Templeton China Fund		1.10%			1.10%	1.60%
Templeton Eastern Europe Fund		1.10%			1.10%	1.60%
Templeton Emerging Markets Fund		1.00%		up to 1.00%	1.00%	1.15%
Templeton Emerging Markets Bond Fund		0.70%		up to 0.70%	0.70%	1.00%
Templeton Emerging Markets Dynamic Income Fund		0.90%				1.30%
Templeton Emerging Markets Local Currency Bond Fund		0.70%			0.70%	1.00%
Templeton Emerging Markets Smaller Companies Fund		1.10%			1.10%	1.60%
Templeton Euroland Fund		0.70%		up to 0.70%	0.70%	1.00%
Templeton Frontier Markets Fund		1.10%			1.10%	1.60%
Templeton Global Fund		0.70%			0.70%	1.00%
Templeton Global Balanced Fund		0.60%			0.60%	0.80%
Templeton Global Bond Fund		0.55%		up to 0.55%	0.55%	0.75%
Templeton Global Bond (Euro) Fund		0.55%			0.55%	0.75%
Templeton Global Climate Change Fund		0.70%			0.70%	1.00%
Templeton Global Currency Fund		0.55%			0.55%	0.75%
Templeton Global Equity Income Fund						1.00%
Templeton Global High Yield Fund		0.60%				0.85%
Templeton Global Income Fund		0.60%		up to 0.60%	0.60%	0.85%
Templeton Global Smaller Companies Fund		0.70%				1.00%
Templeton Global Total Return Fund		0.55%		up to 0.55%	0.55%	0.75%
Templeton Growth (Euro) Fund		0.70%			0.70%	1.00%
Templeton Latin America Fund		1.00%			1.00%	1.40%
Templeton Thailand Fund					1.10%	1.60%

Note 16 — Performance fees

The Management Company may be entitled to receive from the net assets attributable to a Share Class an annual performance-based incentive fee (the "Performance Fee") which, if applicable, will be calculated and accrued daily and payable as of the end of each fiscal year.

The Performance Fee becomes due in the event of outperformance, that is, if the increase in the NAV during the relevant Performance Period (after deduction of any subscription and/or redemption fees levied) exceeds (i) the increase in the Target Benchmark over the same period and (ii) the applicable High Water Mark point as defined in the Prospectus.

If Shareholders redeem all or part of their Shares before the end of a Performance Period, any accrued Performance Fee with respect to such Shares will crystallise on that Dealing Day and will then become payable.

The following performance fees apply in respect of the PF shares as at December 31, 2019.

	Performance fees	Target benchmark
Franklin K2 Alternative Strategies Fund		
A PF (acc) EUR-H1	15%	3-month EUR LIBOR
A PF (Ydis) EUR-H1	15%	3-month EUR LIBOR
I PF (acc) EUR-H1	15%	3-month EUR LIBOR
I PF (Ydis) EUR-H1	15%	3-month EUR LIBOR
Franklin K2 Long Short Credit Fund		
A PF (acc) EUR-H1	15%	3-month EUR LIBOR
I PF (acc) EUR-H1	15%	3-month EUR LIBOR

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 17 — Soft commission

Consistent with obtaining best execution, brokerage commissions on portfolio transactions for the Company may be directed by the Investment Managers to broker-dealers in recognition of research services furnished by them as well as for services rendered in the execution of orders by such broker-dealers.

The receipt of investment research and information and related services permits the Investment Managers to supplement their own research and analysis and makes available to them the views and information of individuals and research staffs of other firms.

Such related services do not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employee salaries or direct money payment.

Note 18 — Connected party transactions

Certain Directors of the Company are or may also be Officers and/or Directors of one or more of the various Investment Managers of the Funds, among others, Franklin Templeton Investimentos (Brasil) Ltda., Franklin Templeton Investments (Asia) Limited, Templeton Investment Counsel, LLC and Franklin Templeton Institutional, LLC. All transactions with connected parties were entered into in the ordinary course of business and under normal commercial terms.

The investment management fees that are accrued by the Company in respect of the Management Company are detailed in note 15 to the financial statements.

There are no connected brokers in Franklin Templeton, and no transactions were entered into with connected brokers during the period ended December 31, 2019.

During the period ended December 31, 2019, the Company accrued administration and transfer agency fees and shares' maintenance and service charges in respect of Franklin Templeton International Services S.à r.l. as Management Company and Principal Distributor of the Funds.

Note 19 — Taxation

Under current tax laws and practice, the Company is not liable in the Grand Duchy of Luxembourg to any taxes on income or on realised or unrealised capital gains.

The Company is liable in the Grand Duchy of Luxembourg to a tax of 0.05% per annum, such tax being paid quarterly, and calculated on the net asset value of each Fund at the end of each relevant quarter (except the Franklin Euro Short-Term Money Market Fund and the Franklin U.S. Dollar Short-Term Money Market Fund for which the rate is 0.01%). This tax is not applicable for the portion of the assets of a Fund invested in other undertakings for collective investment that have already been subject to such tax. Class I shares, Class X shares and Class Y shares may benefit from a reduced rate of 0.01% per annum if all shareholders of these share classes are institutional investors.

Investment income received or capital gains realised by the Company may be subject to tax in the countries of origin. All liabilities in respect of taxes payable on unrealised capital gains on investments are provided for as soon as there is a reasonable certainty that a liability will crystallise.

No stamp duty or other tax is payable in the Grand Duchy of Luxembourg on the issue of shares in the Company.

The Company is registered for Value Added Tax in the Grand Duchy of Luxembourg and subject to account for Value Added Tax in accordance with current laws.

Note 20 — Share classes

Class A shares: are offered at the applicable net asset value, plus an entry charge of up to 5.75% of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. A contingent deferred sales charge of up to 1%, retained by the Principal Distributor, applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class AS shares: are offered in Singapore to CPF Investors as more fully described in the current prospectus of the Company. Class AS shares are offered at the applicable net asset value, plus an entry charge of up to 3% of the total amount invested. In addition, a maintenance charge of up to 0.40% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor.

Class AX shares: are offered at the applicable net asset value, plus an entry charge of up to 5.75% of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. A contingent deferred sales charge of up to 1% applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class B shares: As from April 1, 2016, no additional Class B Shares are issued. Class B Shares purchased by an Investor prior to April 1, 2016 are subject to a contingent deferred sales charge up to 4% if such investor sells shares within 4 years of purchase. In addition, a maintenance charge of up to 0.75% per annum of the applicable average net asset value and a servicing charge of 1.06% per annum of the applicable average net asset value are applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Starting from 2011, shares will be automatically converted into Class A shares of the same Fund 7 years after their purchase as more fully disclosed in the prospectus.

Class C shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of 1.00% if an investor redeems shares within one year of purchase. In addition, a maintenance charge of 1.08% per annum of the applicable average net asset value is deducted. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other party.

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 20 — Share classes (continued)

Class F shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of up to 3% if an investor redeems shares within three years of purchase. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value and a servicing charge of 1.00% per annum of the applicable average net asset value are applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Class F shares will be automatically converted into Class A shares of the same Fund free of charge on the monthly scheduled conversion date fixed by the Management Company upon or following the expiry of 36 months after the date of their purchase.

Class G shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of up to 3% if an investor redeems shares within three years of purchase. In addition, a maintenance charge of 0.10% per annum of the applicable average net asset value and a servicing charge of 1.00% per annum of the applicable average net asset value are applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Class G shares will be automatically converted into Class A shares of the same Fund free of charge on the monthly scheduled conversion date fixed by the Management Company upon or following the expiry of 36 months after the date of their purchase.

Class I shares: are offered to institutional investors as more fully described in the current prospectus of the Company. Purchases of Class I shares are not subject to an entry sales charge, nor a contingent deferred sales charge or any maintenance or servicing charges.

Class N shares: are subject to an entry charge of up to 3% of the total amount invested. In addition, a maintenance charge of up to 1.25% per annum of the applicable average net asset value is accrued daily and is deducted and paid monthly to the Principal Distributor. Class N shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class S shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class S shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class W shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class W shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class X shares: are not subject to an entry charge and no management fees will be payable by an investor on the acquisition of Class X shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class X shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus of the Company.

Class Y shares: are not subject to an entry charge and no management, registrar, transfer, corporate, domiciliary or administration fees will be payable by an investor on the acquisition of Class Y shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class Y shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus of the Company.

Class Z shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class Z shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Distributing shares: may have different frequencies. (Mdis) share classes distribute monthly, (Qdis) share classes distribute quarterly, (Bdis) share classes distribute bi-annually and (Ydis) share classes distribute annually.

Accumulating shares (acc): do not distribute any dividends but the income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply to distributing share classes.

Performance fee classes: are classes that are subject to performance fees and are denoted by the inclusion of ″PF″ in their names.

Hedged share classes: In respect of hedged share classes, the Company offers the following alternatives:

- H1: in order to reduce exchange rate fluctuations and return fluctuations, the base currency exposure of the hedged share class is hedged into a specified alternative currency.
- H2: a hedging strategy is applied in order to reduce the risk of currency movements between the currency of the hedged share class and other material currencies of the securities held by the Fund.
- H4: where currency controls imposed by a country's monetary authority prevent free movement of currency ("Restricted Currency"), another hedging methodology is used. The share class is denominated in the base currency of the Fund but hedges the Fund's base currency into a specified Restricted Currency for investors in that Restricted Currency.

Note 21 — Expenses reimbursement

On a daily basis, for share classes where the expenses are capped, the level of expenses is calculated and compared to the cap and where the level of expenses is higher than the cap, this difference is booked as a decrease of expense (the "waiver fees"). The performance fees do not form part of the capped expenses. On a monthly basis the waiver fees are deducted from the fees received by Franklin Templeton International Services S.à r.l.

The amount of waiver fees is disclosed as "Expenses reimbursement" in the "Statement of Operations and Changes in Net Assets".

Note 22 — Statement of changes in the investment portfolio

A list, specifying for each Fund total purchases and sales transacted during the period under review, may be obtained, upon request, at the registered office of the Company.

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 23 — Transaction costs

Transaction costs are costs incurred to acquire and dispose of financial assets or liabilities. They include fees and commissions paid to agents, brokers and dealers. During the period ended December 31, 2019 the Company incurred the following transaction costs:

Fund	Currency	Amount
Franklin Asia Credit Fund	USD	–*
Franklin Biotechnology Discovery Fund	USD	551,093
Franklin Brazil Opportunities Fund	USD	1,999
Franklin Diversified Balanced Fund	EUR	52,320
Franklin Diversified Conservative Fund	EUR	22,398
Franklin Diversified Dynamic Fund	EUR	45,205
Franklin Emerging Markets Debt Opportunities Hard Currency Fund	USD	–*
Franklin Euro Government Bond Fund	EUR	244
Franklin Euro High Yield Fund	EUR	2,113
Franklin Euro Short Duration Bond Fund	EUR	1,064
Franklin Euro Short-Term Money Market Fund	EUR	–*
Franklin European Corporate Bond Fund	EUR	25
Franklin European Dividend Fund	EUR	9,914
Franklin European Growth Fund	EUR	45,920
Franklin European Income Fund	EUR	305
Franklin European Small-Mid Cap Fund	EUR	137,760
Franklin European Total Return Fund	EUR	781
Franklin Flexible Alpha Bond Fund	USD	10,387
Franklin GCC Bond Fund	USD	–*
Franklin Global Aggregate Bond Fund	USD	–*
Franklin Global Convertible Securities Fund	USD	19,030
Franklin Global Corporate Investment Grade Bond Fund	USD	–*
Franklin Global Fundamental Strategies Fund	USD	183,696
Franklin Global Listed Infrastructure Fund	USD	13,418
Franklin Global Multi-Asset Income Fund	EUR	78,475
Franklin Global Real Estate Fund	USD	31,573
Franklin Global Small-Mid Cap Fund	USD	54,514
Franklin Gold and Precious Metals Fund	USD	145,702
Franklin High Yield Fund	USD	–*
Franklin Income Fund	USD	178,074
Franklin India Fund	USD	619,662
Franklin Innovation Fund	USD	295
Franklin Japan Fund	JPY	8,038,701
Franklin K2 Alternative Strategies Fund	USD	1,236,653
Franklin K2 Global Macro Opportunities Fund	USD	2,313
Franklin K2 Long Short Credit Fund	USD	5,101
Franklin MENA Fund	USD	76,033
Franklin Natural Resources Fund	USD	107,873
Franklin NextStep Balanced Growth Fund	USD	22,726
Franklin NextStep Conservative Fund	USD	4,608
Franklin NextStep Dynamic Growth Fund	USD	5,836
Franklin NextStep Growth Fund	USD	5,433
Franklin NextStep Moderate Fund	USD	12,860
Franklin NextStep Stable Growth Fund	USD	2,411
Franklin Select U.S. Equity Fund	USD	8,516
Franklin Strategic Income Fund	USD	5,710
Franklin Systematic Style Premia Fund	USD	–*
Franklin Technology Fund	USD	480,115
Franklin U.S. Dollar Short-Term Money Market Fund	USD	–*
Franklin U.S. Government Fund	USD	–*
Franklin U.S. Low Duration Fund	USD	8,160
Franklin U.S. Opportunities Fund	USD	311,031
Franklin World Perspectives Fund	USD	42,480
Franklin Mutual European Fund	EUR	183,959
Franklin Mutual Global Discovery Fund	USD	55,315
Franklin Mutual U.S. Value Fund	USD	34,103
Templeton Asian Bond Fund	USD	–*
Templeton Asian Growth Fund	USD	1,446,826
Templeton Asian Smaller Companies Fund	USD	482,396
Templeton BRIC Fund	USD	72,069
Templeton China Fund	USD	223,862
Templeton Eastern Europe Fund	EUR	75,699
Templeton Emerging Markets Fund	USD	157,298
Templeton Emerging Markets Bond Fund	USD	–*
Templeton Emerging Markets Dynamic Income Fund	USD	12,667

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 23 — Transaction costs (continued)

Fund	Currency	Amount
Templeton Emerging Markets Local Currency Bond Fund	USD	–*
Templeton Emerging Markets Smaller Companies Fund	USD	190,437
Templeton Euroland Fund	EUR	43,780
Templeton Frontier Markets Fund	USD	711,693
Templeton Global Fund	USD	136,925
Templeton Global Balanced Fund	USD	57,390
Templeton Global Bond Fund	USD	–*
Templeton Global Bond (Euro) Fund	EUR	–*
Templeton Global Climate Change Fund	EUR	110,413
Templeton Global Currency Fund	USD	–*
Templeton Global Equity Income Fund	USD	8,292
Templeton Global High Yield Fund	USD	–*
Templeton Global Income Fund	USD	179,678
Templeton Global Smaller Companies Fund	USD	37,433
Templeton Global Total Return Fund	USD	–*
Templeton Growth (Euro) Fund	EUR	1,337,056
Templeton Latin America Fund	USD	317,185
Templeton Thailand Fund	USD	92,537

**For debt securities and derivatives, transaction costs are not separately identifiable from the purchase price of the security and therefore cannot be disclosed separately.*

Note 24 — Equalisation

The Funds use an accounting practice known as equalisation, by which a portion of the proceeds from issue and costs of redemption of shares, equivalent on a per share basis to the amount of undistributed investment income on the date of the transaction, is credited or charged to undistributed income which is disclosed as equalisation in the "Statement of Operations and Changes in Net Assets". As a result, undistributed investment income per share is unaffected by issue or redemptions of shares.

Note 25 — Portfolio Turnover Ratio

The portfolio turnover ratio, expressed as a percentage, is equal to the total of purchases and sales of securities netted against the total value of subscriptions and redemptions, over average net assets of the Fund for the period. It is effectively a measure of how frequently a Fund buys or sells securities.

The portfolio turnover ratio calculation is not applicable to Liquid Reserve and Money Market Funds, as such a ratio is not relevant to such Funds due to the short-term nature of the investments.

Note 26 — Total Expense Ratio

The Total Expense Ratio ("TER"), expressed as a percentage, represents how the total annualised expenses of each share class relate to the average net assets of each share class for the period ended December 31, 2019. The total expenses comprise the investment management fees, the administration and transfer agency fees, the custodian fees and other expenses as summarised in the "Statement of Operations and Changes in Net Assets".

Note 27 — Audited annual reports and unaudited semi-annual reports

The audited annual reports and unaudited semi-annual reports are available on the following Franklin Templeton website, www.franklintempleton.lu, or may be obtained, free of charge, on request at the registered office of the Company. They are only distributed to registered Shareholders in those countries where local regulation so requires.

Note 28 — Global Credit Facility

Effective February 9, 2019, the Company, together with other European and U.S. registered investment funds managed by Franklin Templeton (individually, "Borrower"; collectively "Borrowers"), entered into a joint syndicated senior unsecured credit facility totalling USD 2,000 million (Global Credit Facility) to provide a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests.

Under the terms of the Global Credit Facility, the Company will, in addition to interest charged on any borrowings made by the Company and other costs incurred by the Company, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee based upon the unused portion of the Global Credit Facility.

During the financial period ended December 31, 2019, the Company did not use the Global Credit Facility.

Notes to the Financial Statements (continued)

For the period ended December 31, 2019

Note 29 — Abbreviations

Countries

AGO Angola
ARE United Arab Emirates
ARG Argentina
ARM Armenia
AUS Australia
AUT Austria
AZB Azerbaijan
BEL Belgium
BGD Bangladesh
BHR Bahrain
BHS Bahamas
BIH Bosnia and Herzegovina
BLR Belarus
BMU Bermuda
BRA Brazil
CAN Canada
CHE Switzerland
CHL Chile
CHN China
CMR Cameroon
COL Colombia
CRI Costa Rica
CYM Cayman Islands
CZE Czech Republic
DEU Germany
DNK Denmark
DOM Dominican Republic
EGY Egypt
ESP Spain
EST Estonia
ETH Ethiopia
FIN Finland
FRA France
GAB Gabon
GBR United Kingdom
GEO Georgia
GHA Ghana
GRC Greece
GRD Grenada
HKG Hong Kong
HND Honduras
HUN Hungary
IDN Indonesia
IND India
IRL Ireland
IRQ Iraq
ISL Iceland
ISR Israel
ITA Italy
JAM Jamaica
JEY Jersey
JOR Jordan
JPN Japan
KAZ Kazakhstan
KEN Kenya
KHM Cambodia
KOR South Korea
KWT Kuwait
LKA Sri Lanka
LTU Lithuania
LUX Luxembourg
LVA Latvia
MAC Macao
MAR Morocco
MDA Moldova
MEX Mexico
MKD Macedonia
MYS Malaysia
NGA Nigeria
NLD Netherlands
NOR Norway
NZL New Zealand
OMN Oman
PAK Pakistan
PAN Panama
PER Peru
PHL Philippines
POL Poland
PRT Portugal
PRY Paraguay
QAT Qatar
ROU Romania
RUS Russia
SAU Saudi Arabia
SEN Senegal
SGP Singapore
SLV El Salvador
SP Supranational
SUR Suriname
SVK Slovakia
SVN Slovenia
SWE Sweden
THA Thailand
TTO Trinidad And Tobago
TUN Tunisia
TUR Turkey
TWN Taiwan
TZA Tanzania
UKR Ukraine
URY Uruguay
USA United States
VEN Venezuela
VNM Vietnam
ZAF South Africa
ZMB Zambia

Currencies

AED United Arab Emirates Dirham
ARS Argentine Peso
AUD Australian Dollar
BDT Bangladeshi Taka
BRL Brazilian Real
CAD Canadian Dollar
CHF Swiss Franc
CLP Chilean Peso
CNY Chinese Yuan Renminbi
COP Colombian Peso
CZK Czech Koruna
DEM Deutsche Mark
DKK Danish Krone
DOP Dominican Republic Peso
EGP Egyptian Pound
EUR Euro
GBP British Pound Sterling
GHS Ghanaian Cedi
HKD Hong Kong Dollar
HUF Hungarian Forint
IDR Indonesian Rupiah
ILS Israeli Shekel
INR Indian Rupee
JPY Japanese Yen
KES Kenyan Shilling
KRW South Korean Won
KWD Kuwaiti Dinar
LKR Sri Lanka Rupee
MXN Mexican Peso
MYR Malaysian Ringgit
NGN Nigerian Naira
NOK Norwegian Krone
NZD New Zealand Dollar
PEN Peruvian Nuevo Sol
PHP Philippine Peso
PKR Pakistan Rupee
PLN Polish Zloty
QAR Qatari Rial
RON New Romanian Leu
RUB Russian Ruble
SAR Saudi Arabian Riyal
SEK Swedish Krona
SGD Singapore Dollar
THB Thai Baht
TRY Turkish Lira
TWD New Taiwan Dollar
UAH Ukrainian Hryvna
USD US Dollar
UYU Uruguayan Peso
VND Vietnamese Dong
XOF CFA Franc BCEAO
ZAR South African Rand
ZWL Zimbabwe Dollar

Note 30 — Subsequent events

On January 27, 2020, the Franklin Global Listed Infrastructure Fund has been closed.

On February 28, 2020, the Franklin Emerging Market Corporate Debt Fund has been launched.

On February 28, 2020, the FTSIIF- Franklin Emerging Market Corporate Debt Fund has been merged into the Franklin Emerging Market Corporate Debt Fund.

Schedule of Investments

As of December 31, 2019

Franklin Biotechnology Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Biotechnology				
492,600	Amgen Inc.	USA	USD	118,751,082	7.24
506,862	Vertex Pharmaceuticals Inc.	USA	USD	110,977,435	6.76
1,460,100	Gilead Sciences Inc.	USA	USD	94,877,298	5.78
265,140	Biogen Inc.	USA	USD	78,674,992	4.79
181,800	Regeneron Pharmaceuticals Inc.	USA	USD	68,262,264	4.16
2,303,579	Iovance Biotherapeutics Inc.	USA	USD	63,763,067	3.89
937,092	Deciphera Pharmaceuticals Inc.	USA	USD	58,324,606	3.55
2,225,520	Heron Therapeutics Inc.	USA	USD	52,299,720	3.19
1,063,700	PTC Therapeutics Inc.	USA	USD	51,089,511	3.11
360,367	Ascendis Pharma AS, ADR	DNK	USD	50,134,257	3.05
464,005	Neurocrine Biosciences Inc.	USA	USD	49,875,897	3.04
439,500	Alexion Pharmaceuticals Inc.	USA	USD	47,531,925	2.90
260,578	Argenx SE, ADR	NLD	USD	41,827,981	2.55
424,900	Global Blood Therapeutics Inc.	USA	USD	33,775,301	2.06
298,909	BioMarin Pharmaceutical Inc.	USA	USD	25,272,756	1.54
172,700	Mirati Therapeutics Inc.	USA	USD	22,254,122	1.36
1,032,000	Immunomedics Inc.	USA	USD	21,837,120	1.33
304,000	uniQure NV	NLD	USD	21,784,640	1.33
1,028,695	Fate Therapeutics Inc.	USA	USD	20,131,561	1.23
818,900	Portola Pharmaceuticals Inc.	USA	USD	19,555,332	1.19
381,900	Acadia Pharmaceuticals Inc.	USA	USD	16,337,682	1.00
791,100	Aurinia Pharmaceuticals Inc.	CAN	USD	16,027,686	0.98
1,430,985	Pfenex Inc.	USA	USD	15,712,215	0.96
342,195	Zymeworks Inc.	CAN	USD	15,556,185	0.95
213,030	Sage Therapeutics Inc.	USA	USD	15,378,636	0.94
243,519	CRISPR Therapeutics AG	CHE	USD	14,831,525	0.90
394,100	MorphoSys AG, ADR	DEU	USD	14,057,547	0.86
102,900	Sarepta Therapeutics Inc.	USA	USD	13,278,216	0.81
441,600	Insmed Inc.	USA	USD	10,545,408	0.64
161,200	Ionis Pharmaceuticals Inc.	USA	USD	9,738,092	0.59
220,100	Ultragenyx Pharmaceutical Inc.	USA	USD	9,400,471	0.57
433,500	Assembly Biosciences Inc.	USA	USD	8,869,410	0.54
73,200	Alnylam Pharmaceuticals Inc.	USA	USD	8,430,444	0.51
583,605	Precision BioSciences Inc., 144A	USA	USD	8,106,273	0.49
463,600	Alector Inc.	USA	USD	7,987,828	0.49
808,500	Amicus Therapeutics Inc.	USA	USD	7,874,790	0.48
220,300	Xencor Inc.	USA	USD	7,576,117	0.46
283,900	Allogene Therapeutics Inc.	USA	USD	7,375,722	0.45
179,200	REGENXBIO Inc.	USA	USD	7,341,824	0.45
146,700	Constellation Pharmaceuticals Inc.	USA	USD	6,911,037	0.42
248,400	Viela Bio Inc.	USA	USD	6,744,060	0.41
257,803	Rocket Pharmaceuticals Inc.	USA	USD	5,867,596	0.36
106,000	Principia Biopharma Inc.	USA	USD	5,806,680	0.35
164,500	Bridgebio Pharma Inc.	USA	USD	5,765,725	0.35
355,800	Gossamer Bio Inc.	USA	USD	5,561,154	0.34
708,300	Minerva Neurosciences Inc.	USA	USD	5,036,013	0.31
123,200	SpringWorks Therapeutics Inc.	USA	USD	4,741,968	0.29
225,100	Homology Medicines Inc.	USA	USD	4,659,570	0.28
48,300	Bluebird Bio Inc.	USA	USD	4,238,325	0.26
155,200	89bio Inc.	USA	USD	4,080,208	0.25
177,600	KalVista Pharmaceuticals Inc.	USA	USD	3,163,056	0.19
419,300	LogicBio Therapeutics Inc.	USA	USD	3,018,960	0.18
149,154	Precision BioSciences Inc.	USA	USD	2,071,749	0.13
198,050	Kezar Life Sciences Inc.	USA	USD	794,181	0.05
				1,333,887,220	81.29
	Life Sciences Tools & Services				
246,500	Illumina Inc.	USA	USD	81,773,910	4.98

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Biotechnology Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
546,600	GW Pharmaceuticals PLC, ADR	GBR	USD	57,152,496	3.48
255,500	Reata Pharmaceuticals Inc.	USA	USD	52,231,865	3.18
681,200	Aerie Pharmaceuticals Inc.	USA	USD	16,464,604	1.00
955,271	Revance Therapeutics Inc.	USA	USD	15,504,048	0.95
446,339	Odonate Therapeutics Inc.	USA	USD	14,483,701	0.88
832,152	Dermira Inc.	USA	USD	12,615,424	0.77
578,136	Collegium Pharmaceutical Inc.	USA	USD	11,898,039	0.73
4,559,748	TherapeuticsMD Inc.	USA	USD	11,034,590	0.67
742,700	Optinose Inc.	USA	USD	6,847,694	0.42
335,800	Cara Therapeutics Inc.	USA	USD	5,409,738	0.33
133,734	Relmada Therapeutics Inc.	USA	USD	5,215,626	0.32
77,300	Arvinas Inc.	USA	USD	3,176,257	0.19
713,000	Cymabay Therapeutics Inc.	USA	USD	1,397,480	0.09
363,638	Trevi Therapeutics Inc.	USA	USD	1,363,643	0.08
				214,795,205	13.09
	TOTAL SHARES			1,630,456,335	99.36
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,630,456,335	99.36
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Biotechnology				
172,413	Applied Therapeutics Inc. **	USA	USD	4,649,593	0.28
2,207,049	Metacrine Inc., pfd., C **	USA	USD	4,444,919	0.27
166,795	Intarcia Therapeutics Inc., DD **	USA	USD	1,209,322	0.08
				10,303,834	0.63
	TOTAL SHARES			10,303,834	0.63
	BONDS				
	Corporate Bonds				
1,239,800	True North Therapeutics Inc., Escrow Account **	USA	USD	1,515,721	0.09
	TOTAL BONDS			1,515,721	0.09
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			11,819,555	0.72
	TOTAL INVESTMENTS			1,642,275,890	100.08

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
76,924	iShares JP Morgan EM Local Government Bond UCITS ETF	IRL	USD	4,268,563	2.01
12,750	Franklin FTSE China UCITS ETF	CHN	USD	333,374	0.16
21,104	HSBC MSCI RUSSIA CAPPED UCITS ETF	RUS	USD	264,635	0.12
8,488	Invesco MSCI Saudi Arabia UCITS ETF	SAU	USD	159,739	0.08
				5,026,311	2.37
	TOTAL INVESTMENTS FUNDS			5,026,311	2.37
	SHARES				
	Aerospace & Defense				
3,400	Lockheed Martin Corp.	USA	USD	1,180,518	0.56
1,800	Northrop Grumman Corp.	USA	USD	552,094	0.26
1,600	HEICO Corp., A	USA	USD	127,735	0.06
900	HEICO Corp.	USA	USD	91,609	0.04
				1,951,956	0.92
	Airlines				
2,400	Japan Airlines Co. Ltd.	JPN	JPY	66,896	0.03
2,070	InterGlobe Aviation Ltd., Reg S	IND	INR	34,496	0.02
49,000	EVA Airways Corp.	TWN	TWD	20,086	0.01
				121,478	0.06
	Auto Components				
6,559	Magna International Inc.	CAN	CAD	320,673	0.15
1,628	Faurecia SE	FRA	EUR	78,193	0.04
				398,866	0.19
	Automobiles				
21,576	Fiat Chrysler Automobiles NV	GBR	EUR	284,674	0.13
12,630	Peugeot SA	FRA	EUR	269,019	0.13
10,700	Subaru Corp.	JPN	JPY	238,234	0.11
5,702	Kia Motors Corp.	KOR	KRW	194,848	0.09
35,000	BAIC Motor Corp. Ltd., H	CHN	HKD	17,703	0.01
				1,004,478	0.47
	Banks				
9,681	Shinhan Financial Group Co. Ltd.	KOR	KRW	323,724	0.15
25,016	Credit Agricole SA	FRA	EUR	323,332	0.15
92,300	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	288,510	0.14
56,000	Grupo Financiero Banorte SAB de CV	MEX	MXN	278,583	0.13
6,450	Hana Financial Group Inc.	KOR	KRW	183,591	0.09
197,000	Taiwan Cooperative Financial Holding Co. Ltd.	TWN	TWD	121,863	0.06
85,335	Dubai Islamic Bank PJSC	ARE	AED	114,146	0.05
171,000	Hua Nan Financial Holdings Co. Ltd.	TWN	TWD	112,152	0.05
72,000	The Shanghai Commercial & Savings Bank Ltd.	TWN	TWD	111,616	0.05
198,890	China CITIC Bank Corp. Ltd., H	CHN	HKD	106,288	0.05
9,966	Woori Financial Group Inc.	KOR	KRW	89,175	0.04
118,000	Chang Hwa Commercial Bank Ltd.	TWN	TWD	79,854	0.04
3,034	Mizrahi Tefahot Bank Ltd.	ISR	ILS	72,074	0.04
18,097	Qatar Islamic Bank SAQ	QAT	QAR	67,619	0.03
4,100	Shinsei Bank Ltd.	JPN	JPY	56,349	0.03
122,000	China Everbright Bank Co. Ltd., H	CHN	HKD	50,539	0.02
5,550	Industrial Bank of Korea	KOR	KRW	50,517	0.02
12,111	Israel Discount Bank Ltd.	ISR	ILS	50,066	0.02
7,591	Bank Leumi Le-Israel BM	ISR	ILS	49,276	0.02
115,000	Taiwan Business Bank	TWN	TWD	43,197	0.02
84,193	Grupo Aval Acciones y Valores SA, pfd.	COL	COP	33,344	0.02
27,687	Turkiye Is Bankasi AS, C	TUR	TRY	26,599	0.01
7,917	Moneta Money Bank AS	CZE	CZK	26,462	0.01
50,000	Chongqing Rural Commercial Bank Co. Ltd., H	CHN	HKD	22,772	0.01
400	Banco Macro SA, ADR	ARG	USD	12,930	0.01
700	Grupo Financiero Galicia SA, ADR	ARG	USD	10,131	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Banks (continued)				
400	Banco BBVA Argentina SA, ADR	ARG	USD	1,987	0.00
				2,706,696	1.27
	Beverages				
9,530	PepsiCo Inc.	USA	USD	1,161,412	0.55
5,450	Monster Beverage Corp.	USA	USD	308,839	0.15
2,496	Heineken Holding NV	NLD	EUR	215,654	0.10
3,250	Compania Cervecerias Unidas SA	CHL	CLP	27,736	0.01
				1,713,641	0.81
	Biotechnology				
1,850	Biogen Inc.	USA	USD	489,501	0.23
6,090	AbbVie Inc.	USA	USD	480,814	0.23
				970,315	0.46
	Building Products				
798	Geberit AG	CHE	CHF	399,452	0.19
1,900	Allegion PLC	USA	USD	211,000	0.10
2,590	Kingspan Group PLC	IRL	EUR	141,025	0.06
				751,477	0.35
	Capital Markets				
3,710	S&P Global Inc.	USA	USD	903,309	0.42
15,600	Brookfield Asset Management Inc., A	CAN	CAD	803,719	0.38
3,370	Moody's Corp.	USA	USD	713,426	0.34
5,100	T. Rowe Price Group Inc.	USA	USD	554,090	0.26
409	Partners Group Holding AG	CHE	CHF	334,460	0.16
21,512	3i Group PLC	GBR	GBP	278,958	0.13
800	FactSet Research Systems Inc.	USA	USD	191,395	0.09
500	MarketAxess Holdings Inc.	USA	USD	169,027	0.08
2,800	SEI Investments Co.	USA	USD	163,488	0.08
6,088	Hargreaves Lansdown PLC	GBR	GBP	139,127	0.06
214,000	Yuanta Financial Holding Co. Ltd.	TWN	TWD	128,871	0.06
17,100	Singapore Exchange Ltd.	SGP	SGD	100,430	0.05
2,380	Eaton Vance Corp.	USA	USD	99,088	0.05
20,617	Natixis SA	FRA	EUR	81,602	0.04
4,500	Banco BTG Pactual SA	BRA	BRL	76,001	0.03
4,870	CI Financial Corp.	CAN	CAD	72,599	0.03
903	Korea Investment Holdings Co. Ltd.	KOR	KRW	50,430	0.02
1,700	IGM Financial Inc.	CAN	CAD	43,518	0.02
1,356	Samsung Securities Co. Ltd.	KOR	KRW	40,375	0.02
76,000	China Galaxy Securities Co. Ltd., H	CHN	HKD	39,919	0.02
188,000	China Cinda Asset Management Co. Ltd., H	CHN	HKD	38,079	0.02
6,674	Meritz Securities Co. Ltd.	KOR	KRW	19,512	0.01
				5,041,423	2.37
	Chemicals				
4,000	Air Products and Chemicals Inc.	USA	USD	838,165	0.39
179	EMS-Chemie Holding AG	CHE	CHF	104,991	0.05
5,500	Tosoh Corp.	JPN	JPY	76,493	0.04
394	Kumho Petrochemical Co. Ltd.	KOR	KRW	23,554	0.01
				1,043,203	0.49
	Commercial Services & Supplies				
1,960	Cintas Corp.	USA	USD	470,281	0.22
4,400	Copart Inc.	USA	USD	356,802	0.17
31,421	Brambles Ltd.	AUS	AUD	230,403	0.11
6,000	Toppan Printing Co. Ltd.	JPN	JPY	111,312	0.05
3,190	Rollins Inc.	USA	USD	94,325	0.04
555	Societe BIC SA	FRA	EUR	34,410	0.02
				1,297,533	0.61
	Communications Equipment				
1,280	F5 Networks Inc.	USA	USD	159,394	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Construction & Engineering				
13,980	Obayashi Corp.	JPN	JPY	139,601	0.07
9,600	Kajima Corp.	JPN	JPY	114,847	0.05
595	Daelim Industrial Co. Ltd.	KOR	KRW	41,537	0.02
94,000	Metallurgical Corp. of China Ltd.	CHN	HKD	18,824	0.01
29,000	Sinopec Engineering Group Co. Ltd.	CHN	HKD	15,464	0.01
575	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	11,377	0.00
				341,650	0.16
	Construction Materials				
30,860	Anhui Conch Cement Co. Ltd., H	CHN	HKD	200,585	0.09
2,520	Taiheiyo Cement Corp.	JPN	JPY	66,477	0.03
46,000	Asia Cement Corp.	TWN	TWD	65,756	0.03
52,000	China Resources Cement Holdings Ltd.	CHN	HKD	59,030	0.03
				391,848	0.18
	Consumer Finance				
6,900	Discover Financial Services	USA	USD	521,876	0.25
13,430	Synchrony Financial	USA	USD	431,240	0.20
				953,116	0.45
	Diversified Consumer Services				
4,200	H&R Block Inc.	USA	USD	87,936	0.04
	Diversified Financial Services				
28,640	ORIX Corp.	JPN	JPY	425,581	0.20
1,700	Onex Corp.	CAN	CAD	95,919	0.05
16,398	RMB Holdings Ltd.	ZAF	ZAR	83,986	0.04
8,600	Mitsubishi UFJ Lease & Finance Co. Ltd.	JPN	JPY	49,819	0.02
46,000	Far East Horizon Ltd.	CHN	HKD	38,427	0.02
19,537	Haci Omer Sabanci Holding AS	TUR	TRY	27,934	0.01
14,648	REC Ltd.	IND	INR	26,195	0.01
				747,861	0.35
	Diversified Telecommunication Services				
23,860	Nippon Telegraph & Telephone Corp.	JPN	JPY	539,756	0.25
562	Swisscom AG	CHE	CHF	265,471	0.13
39,880	Telefonica SA	ESP	EUR	248,333	0.12
90,252	Telstra Corp. Ltd.	AUS	AUD	199,894	0.09
439,500	Perusahaan Perseroan (Persero) PT TelekomunikasiIndonesia Tbk, B	IDN	IDR	112,073	0.05
304,000	China Telecom Corp. Ltd., H	CHN	HKD	111,669	0.05
3,243	Proximus SADP	BEL	EUR	82,761	0.04
2,949	Hellenic Telecommunications Organization SA	GRC	EUR	42,053	0.02
2,348	LG Uplus Corp.	KOR	KRW	25,719	0.01
6,039	Telkom SA SOC Ltd.	ZAF	ZAR	13,389	0.01
				1,641,118	0.77
	Electric Utilities				
45,516	Iberdrola SA	ESP	EUR	417,837	0.20
9,322	Red Electrica Corp. SA	ESP	EUR	167,097	0.08
6,883	Endesa SA	ESP	EUR	163,746	0.08
33,100	Tokyo Electric Power Co. Holdings Inc.	JPN	JPY	126,834	0.06
621,158	Enel Chile SA	CHL	CLP	52,894	0.02
18,228	PGE Polska Grupa Energetyczna SA	POL	PLN	34,110	0.02
4,940	Manila Electric Co.	PHL	PHP	27,553	0.01
				990,071	0.47
	Electrical Equipment				
39,600	Mitsubishi Electric Corp.	JPN	JPY	486,903	0.23
2,540	Rockwell Automation Inc.	USA	USD	459,032	0.21
800	Acuity Brands Inc.	USA	USD	98,444	0.05
				1,044,379	0.49

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
11,000	Hitachi Ltd.	JPN	JPY	417,531	0.20
3,200	CDW Corp.	USA	USD	407,587	0.19
3,400	Keysight Technologies Inc.	USA	USD	311,152	0.15
6,000	Walsin Technology Corp.	TWN	TWD	42,750	0.02
10,000	Zhen Ding Technology Holding Ltd.	TWN	TWD	42,631	0.02
				1,221,651	0.58
	Entertainment				
2,660	Electronic Arts Inc.	USA	USD	255,006	0.12
1,826	Ubisoft Entertainment SA	FRA	EUR	112,445	0.06
2,400	Toho Co. Ltd.	JPN	JPY	89,503	0.04
				456,954	0.22
	Equity Real Estate Investment Trusts (REITs)				
3,000	American Tower Corp.	USA	USD	614,793	0.29
3,190	Public Storage	USA	USD	605,772	0.29
28,384	Goodman Group	AUS	AUD	237,436	0.11
3,700	Equity Lifestyle Properties Inc.	USA	USD	232,238	0.11
3,700	Vornado Realty Trust	USA	USD	219,403	0.10
23,849	Dexus	AUS	AUD	174,581	0.08
67,390	Fibra Uno Administracion SA de CV	MEX	MXN	92,989	0.05
56,700	CapitaLand Mall Trust	SGP	SGD	92,459	0.04
3,200	RioCan REIT	CAN	CAD	58,801	0.03
				2,328,472	1.10
	Food & Staples Retailing				
8,000	Sysco Corp.	USA	USD	610,210	0.29
25,091	Koninklijke Ahold Delhaize NV	NLD	EUR	559,404	0.26
13,200	Alimentation Couche-Tard Inc., B	CAN	CAD	373,526	0.18
24,791	Coles Group Ltd.	AUS	AUD	230,181	0.11
5,762	Clicks Group Ltd.	ZAF	ZAR	94,137	0.04
2,531	X5 Retail Group NV, GDR, Reg S	RUS	RUB	77,601	0.04
4,341	Jeronimo Martins SGPS SA	PRT	EUR	63,661	0.03
1,218	Colruyt SA	BEL	EUR	56,613	0.03
1,500	Sundrug Co. Ltd.	JPN	JPY	48,677	0.02
				2,114,010	1.00
	Food Products				
3,220	The Hershey Co.	USA	USD	422,021	0.20
175,500	WH Group Ltd., Reg S	HKG	HKD	161,669	0.08
21,500	JBS SA	USA	BRL	123,057	0.06
14,000	Vitasoy International Holdings Ltd.	HKG	HKD	45,259	0.02
1,400	Nestle (Malaysia) Bhd.	MYS	MYR	44,889	0.02
44,500	Dali Foods Group Co. Ltd.	CHN	HKD	29,383	0.01
2,575	a2 Milk Co. Ltd.	NZL	NZD	23,209	0.01
				849,487	0.40
	Gas Utilities				
2,400	Atmos Energy Corp.	USA	USD	239,390	0.11
8,200	Tokyo Gas Co. Ltd.	JPN	JPY	178,401	0.08
4,390	UGI Corp.	USA	USD	176,782	0.08
15,700	ENN Energy Holdings Ltd.	CHN	HKD	152,981	0.07
16,000	China Resources Gas Group Ltd.	CHN	HKD	78,364	0.04
68,000	Kunlun Energy Co. Ltd.	CHN	HKD	53,537	0.03
34,116	GAIL India Ltd.	IND	INR	51,608	0.03
12,700	Petronas Gas Bhd.	MYS	MYR	46,036	0.02
235,400	Perusahaan Gas Negara (Persero) Tbk PT	IDN	IDR	32,811	0.02
				1,009,910	0.48

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
1,920	IDEXX Laboratories Inc.	USA	USD	447,073	0.21
4,600	Hoya Corp.	JPN	JPY	394,425	0.19
1,850	Edwards Lifesciences Corp.	USA	USD	384,847	0.18
1,100	The Cooper Cos. Inc.	USA	USD	315,145	0.15
2,558	Coloplast AS, B	DNK	DKK	282,897	0.13
1,070	Align Technology Inc.	USA	USD	266,238	0.13
1,900	STERIS PLC	USA	USD	258,235	0.12
5,100	DENTSPLY SIRONA Inc.	USA	USD	257,354	0.12
1,200	Sonova Holding AG	CHE	CHF	244,938	0.11
1,328	Cochlear Ltd.	AUS	AUD	186,724	0.09
799	Sartorius AG, pfd.	DEU	EUR	152,449	0.07
879	Carl Zeiss Meditec AG	DEU	EUR	99,942	0.05
2,882	Fisher & Paykel Healthcare Corp. Ltd.	NZL	NZD	38,393	0.02
				3,328,660	1.57
	Health Care Providers & Services				
2,340	McKesson Corp.	USA	USD	288,616	0.14
6,000	Cardinal Health Inc.	USA	USD	270,614	0.13
1,460	Suzuken Co. Ltd.	JPN	JPY	53,489	0.02
				612,719	0.29
	Health Care Technology				
6,670	Cerner Corp.	USA	USD	436,499	0.20
1,800	Veeva Systems Inc.	USA	USD	225,768	0.11
				662,267	0.31
	Hotels, Restaurants & Leisure				
7,900	Starbucks Corp.	USA	USD	619,348	0.29
6,700	Yum! Brands Inc.	USA	USD	601,802	0.28
2,590	Darden Restaurants Inc.	USA	USD	251,760	0.12
				1,472,910	0.69
	Household Durables				
13,400	Sekisui House Ltd.	JPN	JPY	256,568	0.12
70	NVR Inc.	USA	USD	237,718	0.11
6,963	Persimmon PLC	GBR	GBP	221,621	0.11
24,845	Barratt Developments PLC	GBR	GBP	219,070	0.10
75,130	Taylor Wimpey PLC	GBR	GBP	171,603	0.08
2,665	The Berkeley Group Holdings PLC	GBR	GBP	152,933	0.07
1,119	Woongjin Coway Co. Ltd.	KOR	KRW	80,361	0.04
1,224	Pandora AS	DNK	DKK	47,470	0.02
				1,387,344	0.65
	Household Products				
11,700	The Procter & Gamble Co.	USA	USD	1,303,072	0.61
4,700	Kimberly-Clark Corp.	USA	USD	576,473	0.27
2,770	Clorox Co.	USA	USD	379,246	0.18
13,975	Hindustan Unilever Ltd.	IND	INR	335,836	0.16
32,700	Unilever Indonesia Tbk PT	IDN	IDR	88,216	0.04
				2,682,843	1.26
	Independent Power and Renewable Electricity Producers				
16,060	Meridian Energy Ltd.	NZL	NZD	48,186	0.02
4,200	Engie Brasil Energia SA	BRA	BRL	47,332	0.02
				95,518	0.04
	Industrial Conglomerates				
7,900	Honeywell International Inc.	USA	USD	1,246,868	0.59
2,300	Roper Technologies Inc.	USA	USD	726,496	0.34
55,000	Fosun International Ltd.	CHN	HKD	71,498	0.03
				2,044,862	0.96

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
12,745	Sun Life Financial Inc.	CAN	CAD	518,179	0.24
133,123	Legal & General Group PLC	GBR	GBP	476,378	0.22
24,059	Assicurazioni Generali SpA	ITA	EUR	442,565	0.21
6,800	The Progressive Corp.	USA	USD	438,942	0.21
753	Swiss Life Holding AG	CHE	CHF	337,097	0.16
1,314	Hannover Rueck SE	DEU	EUR	226,402	0.11
1,077	Baloise Holding AG	CHE	CHF	173,682	0.08
5,700	Power Financial Corp.	CAN	CAD	136,755	0.06
14,730	IRB Brasil Resseguros SA	BRA	BRL	127,279	0.06
59,831	Medibank Private Ltd.	AUS	AUD	118,292	0.06
4,134	Admiral Group PLC	GBR	GBP	112,733	0.05
30,426	Direct Line Insurance Group PLC	GBR	GBP	112,292	0.05
4,311	Gjensidige Forsikring ASA	NOR	NOK	80,693	0.04
500	Erie Indemnity Co., A	USA	USD	74,011	0.04
				3,375,300	1.59
	Interactive Media & Services				
7,000	Facebook Inc., A	USA	USD	1,281,154	0.60
20,322	Auto Trader Group PLC	GBR	GBP	142,707	0.07
2,900	Kakaku.com Inc.	JPN	JPY	66,460	0.03
				1,490,321	0.70
	Internet & Direct Marketing Retail				
8,000	Vipshop Holdings Ltd., ADR	CHN	USD	101,084	0.05
	IT Services				
6,480	Mastercard Inc., A	USA	USD	1,725,323	0.81
7,350	Accenture PLC, A	USA	USD	1,380,079	0.65
5,800	Automatic Data Processing Inc.	USA	USD	881,805	0.42
7,100	Paychex Inc.	USA	USD	538,522	0.25
2,400	VeriSign Inc.	USA	USD	412,352	0.20
3,600	Akamai Technologies Inc.	USA	USD	277,291	0.13
5,300	NEC Corp.	JPN	JPY	196,564	0.09
2,216	Atos SE	FRA	EUR	164,693	0.08
				5,576,629	2.63
	Leisure products				
4,200	Bandai Namco Holdings Inc.	JPN	JPY	228,517	0.11
	Life Sciences Tools & Services				
470	Mettler-Toledo International Inc.	USA	USD	332,464	0.16
1,500	Waters Corp.	USA	USD	312,520	0.15
1,000	Illumina Inc.	USA	USD	295,813	0.14
615	Sartorius Stedim Biotech	FRA	EUR	90,835	0.04
				1,031,632	0.49
	Machinery				
6,290	Illinois Tool Works Inc.	USA	USD	1,007,511	0.47
21,446	Atlas Copco AB, A	SWE	SEK	762,798	0.36
5,100	Ingersoll-Rand PLC	USA	USD	604,478	0.28
3,100	Cummins Inc.	USA	USD	494,695	0.23
1,600	IDEX Corp.	USA	USD	245,397	0.12
2,290	Sumitomo Heavy Industries Ltd.	JPN	JPY	58,813	0.03
2,000	Kurita Water Industries Ltd.	JPN	JPY	53,416	0.03
52,500	Yangzijiang Shipbuilding Holdings Ltd.	SGP	SGD	38,977	0.02
15,000	Sinotruk Hong Kong Ltd.	CHN	HKD	28,528	0.01
				3,294,613	1.55
	Media				
4,543	ViacomCBS Inc., B	USA	USD	170,021	0.08
5,448	Cyfrowy Polsat SA	POL	PLN	35,784	0.02
1,492	Cheil Worldwide Inc.	KOR	KRW	27,679	0.01
1,185	SES SA, IDR	LUX	EUR	14,812	0.01
				248,296	0.12

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Metals & Mining				
16,292	Rio Tinto PLC	AUS	GBP	866,427	0.41
32,383	BHP Group Ltd.	AUS	AUD	788,552	0.37
34,503	BHP Group PLC	GBR	GBP	724,021	0.34
7,957	Rio Tinto Ltd.	AUS	AUD	499,832	0.24
29,446	Fortescue Metals Group Ltd.	AUS	AUD	196,945	0.09
4,200	Kirkland Lake Gold Ltd.	CAN	CAD	165,080	0.08
1,209	Anglo American Platinum Ltd.	ZAF	ZAR	100,637	0.05
11,113	Evraz PLC	RUS	GBP	53,023	0.02
29,866	Eregli Demir ve Celik Fabrikalari AS	TUR	TRY	40,464	0.02
1,475	Kumba Iron Ore Ltd.	ZAF	ZAR	39,168	0.02
22,000	China Oriental Group Co. Ltd.	CHN	HKD	8,132	0.00
600	Compania de Minas Buenaventura SA, ADR	PER	USD	8,079	0.00
				3,490,360	1.64
	Multiline Retail				
2,943	Next PLC	GBR	GBP	243,926	0.12
12,222	Harvey Norman Holdings Ltd.	AUS	AUD	31,123	0.01
				275,049	0.13
	Multi-Utilities				
5,200	Ameren Corp.	USA	USD	356,110	0.17
11,669	Veolia Environnement SA	FRA	EUR	276,672	0.13
14,123	AGL Energy Ltd.	AUS	AUD	181,408	0.08
7,494	Suez	FRA	EUR	101,057	0.05
				915,247	0.43
	Oil, Gas & Consumable Fuels				
237,000	CNOOC Ltd.	CHN	HKD	351,486	0.17
8,089	Neste Oil OYJ	FIN	EUR	250,921	0.12
78,650	China Shenhua Energy Co. Ltd., H	CHN	HKD	146,524	0.07
8,900	Cabot Oil & Gas Corp., A	USA	USD	138,168	0.07
27,900	EnCana Corp.	CAN	CAD	116,480	0.05
1,829	OMV AG	AUT	EUR	91,596	0.04
54,074	Oil & Natural Gas Corp. Ltd.	IND	INR	87,036	0.04
13,775	Bharat Petroleum Corp. Ltd.	IND	INR	84,616	0.04
26,264	Coal India Ltd.	IND	INR	69,368	0.03
2,370	Aker BP ASA	NOR	NOK	69,341	0.03
11,899	Qatar Fuel QSC	QAT	QAR	66,414	0.03
5,484	MOL Hungarian Oil and Gas PLC	HUN	HUF	48,730	0.02
35,100	United Tractors Tbk PT	IDN	IDR	48,529	0.02
5,629	Exxaro Resources Ltd.	ZAF	ZAR	47,002	0.02
13,117	Hindustan Petroleum Corp. Ltd.	IND	INR	43,357	0.02
12,594	Petronet LNG Ltd.	IND	INR	42,171	0.02
46,477	Ecopetrol SA	COL	COP	41,794	0.02
1,984	Grupa Lotos SA	POL	PLN	38,983	0.02
36,774	Polskie Gornictwo Naftowe i Gazownictwo SA	POL	PLN	37,416	0.02
40,000	Yanzhou Coal Mining Co. Ltd., H	CHN	HKD	32,041	0.02
313,400	Adaro Energy Tbk PT	IDN	IDR	31,303	0.01
5,300	Petronas Dagangan Bhd.	MYS	MYR	26,692	0.01
62,200	Bukit Asam Tbk PT	IDN	IDR	10,627	0.01
12,900	Oil & Gas Development Co. Ltd.	PAK	PKR	10,553	0.01
426	Motor Oil (Hellas) Corinth Refineries SA	GRC	EUR	8,784	0.00
				1,939,932	0.91
	Paper & Forest Products				
18,600	Oji Holdings Corp.	JPN	JPY	90,807	0.04
	Personal Products				
2,630	Estee Lauder Cos. Inc., A	USA	USD	484,373	0.23

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
4,699	Roche Holding AG	CHE	CHF	1,359,681	0.64
8,275	Novo Nordisk AS, B	DNK	DKK	428,177	0.20
5,800	Shionogi & Co. Ltd.	JPN	JPY	322,044	0.15
4,440	Bristol-Myers Squibb Co.	USA	USD	254,139	0.12
2,301	Orion OYJ	FIN	EUR	94,962	0.04
3,400	Sumitomo Dainippon Pharma Co. Ltd.	JPN	JPY	59,422	0.03
29,000	China Medical System Holdings Ltd.	CHN	HKD	37,234	0.02
24,500	Luye Pharma Group Ltd.	CHN	HKD	16,373	0.01
83,000	Sihuan Pharmaceutical Holdings Group Ltd.	CHN	HKD	8,833	0.00
				2,580,865	1.21
	Professional Services				
8,200	IHS Markit Ltd.	USA	USD	550,956	0.26
800	CoStar Group Inc.	USA	USD	426,805	0.20
5,971	Wolters Kluwer NV	NLD	EUR	388,234	0.18
116	SGS SA	CHE	CHF	283,380	0.13
3,445	Adecco Group AG	CHE	CHF	194,350	0.09
2,500	Robert Half International Inc.	USA	USD	140,778	0.07
2,581	Randstad NV	NLD	EUR	140,510	0.07
1,260	ManpowerGroup Inc.	USA	USD	109,096	0.05
3,800	Persol Holdings Co. Ltd.	JPN	JPY	63,950	0.03
				2,298,059	1.08
	Real Estate Management & Development				
34,500	Sun Hung Kai Properties Ltd.	HKG	HKD	470,993	0.22
7,000	CBRE Group Inc.	USA	USD	382,567	0.18
82,000	China Overseas Land & Investment Ltd.	CHN	HKD	284,791	0.13
166,000	Country Garden Holdings Co. Ltd.	CHN	HKD	237,070	0.11
42,000	Sunac China Holdings Ltd.	CHN	HKD	223,730	0.10
19,783	Aroundtown SA	DEU	EUR	157,948	0.07
1,400	Daito Trust Construction Co. Ltd.	JPN	JPY	154,849	0.07
16,310	Wheelock and Co. Ltd.	HKG	HKD	96,960	0.05
10,500	Swire Pacific Ltd., A	HKG	HKD	86,993	0.04
112,000	China Jinmao Holdings Group Ltd.	CHN	HKD	77,797	0.04
28,000	Logan Property Holdings Co. Ltd.	CHN	HKD	41,910	0.02
14,000	Kerry Properties Ltd.	HKG	HKD	39,651	0.02
26,000	China Aoyuan Group Ltd.	CHN	HKD	37,786	0.02
22,000	Guangzhou R&F Properties Co. Ltd., H	CHN	HKD	36,202	0.02
27,000	KWG Group Holdings Ltd.	CHN	HKD	33,740	0.02
17,447	Emaar Properties PJSC	ARE	AED	17,027	0.01
17,688	Emaar Development PJSC	ARE	AED	16,832	0.01
11,000	Ruentex Development Co. Ltd.	TWN	TWD	14,822	0.01
16,896	Aldar Properties PJSC	ARE	AED	8,860	0.00
				2,420,528	1.14
	Road & Rail				
3,500	West Japan Railway Co.	JPN	JPY	271,129	0.13
	Semiconductors & Semiconductor Equipment				
8,660	Texas Instruments Inc.	USA	USD	990,674	0.47
2,780	Lam Research Corp.	USA	USD	724,840	0.34
3,300	Xilinx Inc.	USA	USD	287,700	0.13
11,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	71,817	0.03
9,000	Realtek Semiconductor Corp.	TWN	TWD	63,052	0.03
3,000	Globalwafers Co. Ltd.	TWN	TWD	34,209	0.02
				2,172,292	1.02
	Software				
23,980	Microsoft Corp.	USA	USD	3,372,104	1.59
3,600	Intuit Inc.	USA	USD	840,829	0.40
1,900	ANSYS Inc.	USA	USD	436,113	0.20
3,300	Synopsys Inc.	USA	USD	409,613	0.19
6,420	Cadence Design Systems Inc.	USA	USD	397,067	0.19
2,800	Citrix Systems Inc.	USA	USD	276,892	0.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software (continued)				
1,770	VMware Inc., A	USA	USD	239,572	0.11
23,929	The Sage Group PLC	GBR	GBP	211,671	0.10
800	CyberArk Software Ltd.	ISR	USD	83,164	0.04
800	Oracle Corp. Japan	JPN	JPY	65,314	0.03
				6,332,339	2.98
	Specialty Retail				
4,650	Ross Stores Inc.	USA	USD	482,726	0.23
4,830	Best Buy Co. Inc.	USA	USD	378,148	0.18
900	O'Reilly Automotive Inc.	USA	USD	351,718	0.16
300	AutoZone Inc.	USA	USD	318,688	0.15
6,714	Industria de Diseno Textil SA	ESP	EUR	211,155	0.10
2,510	Tractor Supply Co.	USA	USD	209,135	0.10
10,103	Hennes & Mauritz AB, B	SWE	SEK	183,213	0.08
740	Ulta Beauty Inc.	USA	USD	167,037	0.08
5,141	Mr. Price Group Ltd.	ZAF	ZAR	59,739	0.03
700	ABC-Mart Inc.	JPN	JPY	42,733	0.02
				2,404,292	1.13
	Technology Hardware, Storage & Peripherals				
11,360	Apple Inc.	USA	USD	2,974,599	1.40
7,800	FUJIFILM Holdings Corp.	JPN	JPY	334,724	0.16
5,200	NetApp Inc.	USA	USD	288,644	0.14
61,000	Wistron Corp.	TWN	TWD	51,555	0.02
12,000	Chicony Electronics Co. Ltd.	TWN	TWD	31,839	0.01
				3,681,361	1.73
	Textiles, Apparel & Luxury Goods				
9,200	NIKE Inc., B	USA	USD	831,113	0.39
1,904	LVMH Moet Hennessy Louis Vuitton SE	FRA	EUR	788,637	0.37
2,215	Adidas AG	DEU	EUR	641,907	0.30
685	Hermes International	FRA	EUR	456,347	0.22
1,670	Lululemon Athletica Inc.	USA	USD	344,990	0.16
8,791	Burberry Group PLC	GBR	GBP	228,930	0.11
5,600	Feng Tay Enterprise Co. Ltd.	TWN	TWD	32,555	0.02
				3,324,479	1.57
	Thrifts & Mortgage Finance				
6,674	LIC Housing Finance Ltd.	IND	INR	36,210	0.02
6,402	Indiabulls Housing Finance Ltd.	IND	INR	25,057	0.01
				61,267	0.03
	Tobacco				
19,504	Eastern Co. SAE	EGY	EGP	16,384	0.01
3,000	British American Tobacco Malaysia Bhd.	MYS	MYR	9,869	0.00
				26,253	0.01
	Trading Companies & Distributors				
12,140	Fastenal Co.	USA	USD	399,994	0.19
1,030	W.W. Grainger Inc.	USA	USD	310,915	0.14
1,044	Posco International Corp.	KOR	KRW	15,019	0.01
				725,928	0.34
	Water Utilities				
3,900	American Water Works Co. Inc.	USA	USD	427,228	0.20
7,100	Companhia de Saneamento Basico do Estado de Sao Paulo	BRA	BRL	95,388	0.05
56,961	Aguas Andinas SA, A	CHL	CLP	21,535	0.01
				544,151	0.26
	Wireless Telecommunication Services				
71,000	China Mobile Ltd.	CHN	HKD	532,175	0.25
17,070	KDDI Corp.	JPN	JPY	455,625	0.21
25,000	Softbank Corp.	JPN	JPY	299,388	0.14
35,000	Taiwan Mobile Co. Ltd.	TWN	TWD	116,863	0.05
13,435	Vodacom Group Ltd.	ZAF	ZAR	98,631	0.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services (continued)				
1,880	PLDT Inc.	PHL	PHP	32,681	0.02
720	Globe Telecom Inc.	PHL	PHP	25,590	0.01
				1,560,953	0.73
	TOTAL SHARES			94,572,102	44.52
	RIGHTS				
	Pharmaceuticals				
4,440	Bristol-Myers Squibb Co., rts., 02/01/49	USA	USD	11,917	0.00
	TOTAL RIGHTS			11,917	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			99,610,330	46.89
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
411,364	FTSIIF Franklin Emerging Market Corporate Debt Fund, Class Y (Mdis) EUR	LUX	EUR	4,261,736	2.01
174,761	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	1,684,573	0.79
661	FTIF Franklin Euro Short Duration Bond Fund, Class Y (Mdis) EUR	LUX	EUR	6,671	0.00
				5,952,980	2.80
	TOTAL INVESTMENTS FUNDS			5,952,980	2.80
	BONDS				
	Asset-Backed Securities				
3,610,000	GNMA II, SF, 4.00%, 12/20/49	USA	USD	3,363,611	1.58
3,610,000	GNMA II, SF, 3.50%, 12/20/49	USA	USD	3,335,486	1.57
				6,699,097	3.15
	Corporate Bonds				
1,300,000	BNP Paribas SA, senior note, Reg S, 0.125%, 09/04/26	FRA	EUR	1,262,962	0.59
1,003,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	1,025,076	0.48
943,000	Telefonica Emisiones SA, senior bond, Reg S, 1.957%, 07/01/39	ESP	EUR	991,981	0.47
956,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	969,762	0.46
802,000	Lloyds Bank Corporate Markets PLC, senior note, Reg S, 1.75%, 07/11/24	GBR	GBP	955,990	0.45
900,000	BPCE SA, sub. bond, Reg S, 2.75% to 07/08/21, FRN thereafter, 07/08/26	FRA	EUR	934,605	0.44
1,009,000	Credit Suisse Group AG, senior note, 144A, 2.593% to 09/10/24, FRN thereafter, 09/11/25	CHE	USD	902,843	0.43
805,000	Aroundtown SA, sub. bond, 2.875% to 01/12/25, FRN thereafter, Perpetual	DEU	EUR	839,784	0.40
800,000	Merck KGaA, junior sub. bond, Reg S, 1.625% to 12/18/29, FRN thereafter, 06/25/79	DEU	EUR	825,748	0.39
827,000	DH Europe Finance II S. à r.l., senior note, 0.20%, 03/18/26	USA	EUR	817,957	0.39
632,000	M&G PLC, sub. bond, Reg S, 3.875% to 07/20/24, FRN thereafter, 07/20/49	GBR	GBP	765,315	0.36
734,000	Enel Finance International NV, senior note, Reg S, 1.00%, 09/16/24	ITA	EUR	761,401	0.36
627,000	Fiserv Inc., senior note, 2.25%, 07/01/25	USA	GBP	760,695	0.36
726,000	LYB International Finance II BV, senior note, 0.875%, 09/17/26	USA	EUR	728,541	0.34
726,000	British Telecommunications PLC, senior note, Reg S, 0.50%, 09/12/25	GBR	EUR	720,856	0.34
724,000	Schlumberger Finance BV, senior note, Reg S, 0.25%, 10/15/27	USA	EUR	718,584	0.34
699,000	BP Capital Markets PLC, senior note, Reg S, 0.831%, 11/08/27	GBR	EUR	714,555	0.34
590,000	Wells Fargo & Co., senior note, Reg S, 2.00%, 07/28/25	USA	GBP	710,177	0.33
721,000	AT&T Inc., senior note, 0.25%, 03/04/26	USA	EUR	706,841	0.33
721,000	ANZ New Zealand International Ltd. of London, senior note, Reg S, 0.375%, 09/17/29	NZL	EUR	705,566	0.33
704,000	Westlake Chemical Corp., senior note, 1.625%, 07/17/29	USA	EUR	703,285	0.33
700,000	ING Groep NV, sub. bond, Reg S, 1.00% to 11/13/25, FRN thereafter, 11/13/30	NLD	EUR	698,471	0.33
590,000	The Goldman Sachs Group Inc., senior note, Reg S, 3.25%, 02/01/23	USA	EUR	646,336	0.30
645,000	Telenor ASA, senior note, Reg S, 0.25%, 09/25/27	NOR	EUR	636,570	0.30
591,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	619,825	0.29
598,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	607,409	0.29
600,000	Credit Agricole SA, senior note, Reg S, 0.375%, 10/21/25	FRA	EUR	598,744	0.28
480,000	Barclays PLC, senior note, Reg S, FRN, 2.375%, 10/06/23 †	GBR	GBP	577,484	0.27
619,000	Walmart Inc., senior note, 3.125%, 06/23/21	USA	USD	563,776	0.27
526,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	556,601	0.26
534,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	555,833	0.26
664,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	550,456	0.26
512,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	546,068	0.26
523,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	544,331	0.26

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
540,000	BAT Capital Corp., senior note, Reg S, FRN, 0.101%, 08/16/21 †	GBR	EUR	540,867	0.25
533,000	Albemarle New Holding GmbH, senior note, Reg S, 1.625%, 11/25/28	USA	EUR	535,439	0.25
515,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	529,327	0.25
491,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	526,772	0.25
500,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	515,727	0.24
505,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	512,966	0.24
500,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	511,353	0.24
476,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	500,311	0.24
430,000	Stryker Corp., senior note, 2.125%, 11/30/27	USA	EUR	482,297	0.23
371,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	432,418	0.20
415,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	424,499	0.20
350,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	400,757	0.19
436,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	395,586	0.19
419,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	389,719	0.18
345,000	Trivium Packaging Finance BV, secured note, Reg S, 3.75%, 08/15/26	NLD	EUR	366,511	0.17
279,000	Nationwide Building Society, senior sub. bond, Reg S, 5.875% to 06/20/25, FRN thereafter, Perpetual	GBR	GBP	357,589	0.17
368,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	352,344	0.17
382,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	345,331	0.16
364,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	340,981	0.16
325,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	333,934	0.16
300,000	Credit Agricole SA, senior note, Reg S, 1.75%, 03/05/29	FRA	EUR	328,697	0.15
255,000	Morgan Stanley, senior note, 1.375%, 10/27/26	USA	EUR	269,118	0.13
409,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	220,644	0.10
201,000	Walmart Inc., senior note, 2.375%, 09/24/29	USA	USD	179,408	0.08
148,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	133,209	0.06
				35,150,232	16.55
	Government and Municipal Bonds				
2,747,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	2,958,068	1.39
2,840,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	2,934,484	1.38
2,696,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	2,927,667	1.38
2,745,000	Government of Finland, senior bond, 144A, Reg S, 0.875%, 09/15/25	FIN	EUR	2,925,816	1.38
2,620,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	2,874,900	1.35
2,417,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	2,841,664	1.34
2,501,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	2,837,282	1.34
2,267,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	2,813,145	1.32
2,160,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	2,798,936	1.32
2,046,000	Government of France, 6.00%, 10/25/25	FRA	EUR	2,796,585	1.32
2,101,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	2,770,883	1.30
2,130,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	2,752,627	1.30
2,200,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	2,461,464	1.16
1,980,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	2,292,630	1.08
993,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	1,891,869	0.89
1,682,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	1,749,705	0.82
936,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	1,587,960	0.75
905,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	1,554,152	0.73
1,209,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	1,497,752	0.71
1,084,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	1,394,739	0.66
1,297,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	1,373,389	0.65
758,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	1,362,228	0.64
1,200,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	1,325,278	0.62
672,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	1,299,127	0.61
747,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	1,171,430	0.55
692,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	1,157,508	0.54
637,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	1,062,566	0.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Balanced Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
1,000	Government of Mexico, senior note, 4.00%, 10/02/23	MEX	USD	940	0.00
				57,414,794	27.03
	TOTAL BONDS			99,264,123	46.73
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			105,217,103	49.53
	TOTAL INVESTMENTS			204,827,433	96.42

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
79,939	iShares JP Morgan EM Local Government Bond UCITS ETF	IRL	USD	4,435,868	2.05
505	Franklin FTSE China UCITS ETF	CHN	USD	13,204	0.01
836	HSBC MSCI RUSSIA CAPPED UCITS ETF	RUS	USD	10,483	0.01
336	Invesco MSCI Saudi Arabia UCITS ETF	SAU	USD	6,323	0.00
				4,465,878	2.07
	TOTAL INVESTMENTS FUNDS			4,465,878	2.07
	SHARES				
	Aerospace & Defense				
700	Lockheed Martin Corp.	USA	USD	243,048	0.11
300	Northrop Grumman Corp.	USA	USD	92,016	0.04
300	HEICO Corp., A	USA	USD	23,950	0.01
100	HEICO Corp.	USA	USD	10,179	0.01
				369,193	0.17
	Airlines				
500	Japan Airlines Co. Ltd.	JPN	JPY	13,937	0.01
436	InterGlobe Aviation Ltd., Reg S	IND	INR	7,266	0.00
9,000	EVA Airways Corp.	TWN	TWD	3,689	0.00
				24,892	0.01
	Auto Components				
1,249	Magna International Inc.	CAN	CAD	61,064	0.03
331	Faurecia SE	FRA	EUR	15,898	0.01
				76,962	0.04
	Automobiles				
4,461	Fiat Chrysler Automobiles NV	GBR	EUR	58,858	0.03
2,571	Peugeot SA	FRA	EUR	54,762	0.02
2,100	Subaru Corp.	JPN	JPY	46,756	0.02
1,174	Kia Motors Corp.	KOR	KRW	40,118	0.02
7,000	BAIC Motor Corp. Ltd., H	CHN	HKD	3,541	0.00
				204,035	0.09
	Banks				
5,273	Credit Agricole SA	FRA	EUR	68,154	0.03
2,003	Shinhan Financial Group Co. Ltd.	KOR	KRW	66,979	0.03
18,690	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	58,421	0.03
11,700	Grupo Financiero Banorte SAB de CV	MEX	MXN	58,204	0.03
1,330	Hana Financial Group Inc.	KOR	KRW	37,857	0.02
41,000	Taiwan Cooperative Financial Holding Co. Ltd.	TWN	TWD	25,362	0.01
17,989	Dubai Islamic Bank PJSC	ARE	AED	24,062	0.01
36,000	Hua Nan Financial Holdings Co. Ltd.	TWN	TWD	23,611	0.01
14,000	The Shanghai Commercial & Savings Bank Ltd.	TWN	TWD	21,703	0.01
40,350	China CITIC Bank Corp. Ltd., H	CHN	HKD	21,563	0.01
2,028	Woori Financial Group Inc.	KOR	KRW	18,146	0.01
24,000	Chang Hwa Commercial Bank Ltd.	TWN	TWD	16,242	0.01
617	Mizrahi Tefahot Bank Ltd.	ISR	ILS	14,657	0.01
3,685	Qatar Islamic Bank SAQ	QAT	QAR	13,769	0.01
800	Shinsei Bank Ltd.	JPN	JPY	10,995	0.01
2,552	Israel Discount Bank Ltd.	ISR	ILS	10,550	0.01
1,599	Bank Leumi Le-Israel BM	ISR	ILS	10,380	0.01
25,000	China Everbright Bank Co. Ltd., H	CHN	HKD	10,356	0.00
1,129	Industrial Bank of Korea	KOR	KRW	10,276	0.00
23,000	Taiwan Business Bank	TWN	TWD	8,640	0.00
17,748	Grupo Aval Acciones y Valores SA, pfd.	COL	COP	7,029	0.00
5,836	Turkiye Is Bankasi AS, C	TUR	TRY	5,607	0.00
1,668	Moneta Money Bank AS	CZE	CZK	5,575	0.00
10,000	Chongqing Rural Commercial Bank Co. Ltd., H	CHN	HKD	4,554	0.00
100	Grupo Financiero Galicia SA, ADR	ARG	USD	1,447	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Banks (continued)				
100	Banco BBVA Argentina SA, ADR	ARG	USD	497	0.00
				554,636	0.26
	Beverages				
1,960	PepsiCo Inc.	USA	USD	238,863	0.11
1,040	Monster Beverage Corp.	USA	USD	58,935	0.03
508	Heineken Holding NV	NLD	EUR	43,891	0.02
685	Compania Cervecerias Unidas SA	CHL	CLP	5,846	0.00
				347,535	0.16
	Biotechnology				
1,250	AbbVie Inc.	USA	USD	98,689	0.05
340	Biogen Inc.	USA	USD	89,962	0.04
				188,651	0.09
	Building Products				
163	Geberit AG	CHE	CHF	81,593	0.04
400	Allegion PLC	USA	USD	44,421	0.02
545	Kingspan Group PLC	IRL	EUR	29,675	0.01
				155,689	0.07
	Capital Markets				
700	S&P Global Inc.	USA	USD	170,436	0.08
3,100	Brookfield Asset Management Inc., A	CAN	CAD	159,713	0.07
700	Moody's Corp.	USA	USD	148,189	0.07
1,000	T. Rowe Price Group Inc.	USA	USD	108,645	0.05
84	Partners Group Holding AG	CHE	CHF	68,691	0.03
4,380	3i Group PLC	GBR	GBP	56,798	0.03
100	MarketAxess Holdings Inc.	USA	USD	33,805	0.02
500	SEI Investments Co.	USA	USD	29,194	0.01
1,242	Hargreaves Lansdown PLC	GBR	GBP	28,383	0.01
43,000	Yuanta Financial Holding Co. Ltd.	TWN	TWD	25,895	0.01
100	FactSet Research Systems Inc.	USA	USD	23,924	0.01
3,400	Singapore Exchange Ltd.	SGP	SGD	19,969	0.01
440	Eaton Vance Corp.	USA	USD	18,319	0.01
4,198	Natixis SA	FRA	EUR	16,616	0.01
900	Banco BTG Pactual SA	BRA	BRL	15,200	0.01
850	CI Financial Corp.	CAN	CAD	12,671	0.01
190	Korea Investment Holdings Co. Ltd.	KOR	KRW	10,611	0.01
285	Samsung Securities Co. Ltd.	KOR	KRW	8,486	0.01
15,500	China Galaxy Securities Co. Ltd., H	CHN	HKD	8,141	0.00
39,000	China Cinda Asset Management Co. Ltd., H	CHN	HKD	7,899	0.00
300	IGM Financial Inc.	CAN	CAD	7,680	0.00
1,406	Meritz Securities Co. Ltd.	KOR	KRW	4,111	0.00
				983,376	0.46
	Chemicals				
800	Air Products and Chemicals Inc.	USA	USD	167,633	0.08
37	EMS-Chemie Holding AG	CHE	CHF	21,702	0.01
1,000	Tosoh Corp.	JPN	JPY	13,908	0.01
83	Kumho Petrochemical Co. Ltd.	KOR	KRW	4,962	0.00
				208,205	0.10
	Commercial Services & Supplies				
320	Cintas Corp.	USA	USD	76,781	0.04
900	Copart Inc.	USA	USD	72,982	0.03
6,623	Brambles Ltd.	AUS	AUD	48,565	0.02
1,100	Toppan Printing Co. Ltd.	JPN	JPY	20,407	0.01
630	Rollins Inc.	USA	USD	18,628	0.01
117	Societe BIC SA	FRA	EUR	7,254	0.00
				244,617	0.11
	Communications Equipment				
200	F5 Networks Inc.	USA	USD	24,905	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Construction & Engineering				
2,750	Obayashi Corp.	JPN	JPY	27,461	0.01
1,900	Kajima Corp.	JPN	JPY	22,730	0.01
122	Daelim Industrial Co. Ltd.	KOR	KRW	8,517	0.01
19,000	Metallurgical Corp. of China Ltd.	CHN	HKD	3,805	0.00
5,500	Sinopec Engineering Group Co. Ltd.	CHN	HKD	2,933	0.00
121	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	2,394	0.00
				67,840	0.03
	Construction Materials				
5,680	Anhui Conch Cement Co. Ltd., H	CHN	HKD	36,919	0.02
480	Taiheiyo Cement Corp.	JPN	JPY	12,662	0.01
8,000	Asia Cement Corp.	TWN	TWD	11,436	0.00
8,000	China Resources Cement Holdings Ltd.	CHN	HKD	9,082	0.00
				70,099	0.03
	Consumer Finance				
1,430	Discover Financial Services	USA	USD	108,157	0.05
2,700	Synchrony Financial	USA	USD	86,698	0.04
				194,855	0.09
	Diversified Consumer Services				
700	H&R Block Inc.	USA	USD	14,656	0.01
	Diversified Financial Services				
5,880	ORIX Corp.	JPN	JPY	87,375	0.04
3,339	RMB Holdings Ltd.	ZAF	ZAR	17,102	0.01
300	Onex Corp.	CAN	CAD	16,927	0.01
1,700	Mitsubishi UFJ Lease & Finance Co. Ltd.	JPN	JPY	9,848	0.01
9,000	Far East Horizon Ltd.	CHN	HKD	7,518	0.00
4,118	Haci Omer Sabanci Holding AS	TUR	TRY	5,888	0.00
3,088	REC Ltd.	IND	INR	5,522	0.00
				150,180	0.07
	Diversified Telecommunication Services				
4,700	Nippon Telegraph & Telephone Corp.	JPN	JPY	106,323	0.05
119	Swisscom AG	CHE	CHF	56,212	0.03
8,150	Telefonica SA	ESP	EUR	50,750	0.02
18,466	Telstra Corp. Ltd.	AUS	AUD	40,899	0.02
92,600	Perusahaan Perseroan (Persero) PT TelekomunikasiIndonesia Tbk, B	IDN	IDR	23,613	0.01
60,740	China Telecom Corp. Ltd., H	CHN	HKD	22,312	0.01
660	Proximus SADP	BEL	EUR	16,843	0.01
621	Hellenic Telecommunications Organization SA	GRC	EUR	8,855	0.00
494	LG Uplus Corp.	KOR	KRW	5,411	0.00
1,272	Telkom SA SOC Ltd.	ZAF	ZAR	2,820	0.00
				334,038	0.15
	Electric Utilities				
9,269	Iberdrola SA	ESP	EUR	85,089	0.04
1,904	Red Electrica Corp. SA	ESP	EUR	34,129	0.02
1,401	Endesa SA	ESP	EUR	33,330	0.02
6,700	Tokyo Electric Power Co. Holdings Inc.	JPN	JPY	25,673	0.01
130,949	Enel Chile SA	CHL	CLP	11,151	0.00
3,842	PGE Polska Grupa Energetyczna SA	POL	PLN	7,190	0.00
1,030	Manila Electric Co.	PHL	PHP	5,745	0.00
				202,307	0.09
	Electrical Equipment				
8,100	Mitsubishi Electric Corp.	JPN	JPY	99,594	0.05
480	Rockwell Automation Inc.	USA	USD	86,746	0.04
100	Acuity Brands Inc.	USA	USD	12,306	0.00
				198,646	0.09

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
2,200	Hitachi Ltd.	JPN	JPY	83,506	0.04
600	CDW Corp.	USA	USD	76,423	0.04
700	Keysight Technologies Inc.	USA	USD	64,061	0.03
1,000	Walsin Technology Corp.	TWN	TWD	7,125	0.00
1,000	Zhen Ding Technology Holding Ltd.	TWN	TWD	4,263	0.00
				235,378	0.11
	Entertainment				
520	Electronic Arts Inc.	USA	USD	49,851	0.02
374	Ubisoft Entertainment SA	FRA	EUR	23,031	0.01
500	Toho Co. Ltd.	JPN	JPY	18,646	0.01
				91,528	0.04
	Equity Real Estate Investment Trusts (REITs)				
600	American Tower Corp.	USA	USD	122,959	0.06
630	Public Storage	USA	USD	119,635	0.06
5,833	Goodman Group	AUS	AUD	48,794	0.02
800	Vornado Realty Trust	USA	USD	47,438	0.02
700	Equity Lifestyle Properties Inc.	USA	USD	43,937	0.02
4,873	Dexus	AUS	AUD	35,672	0.02
13,650	Fibra Uno Administracion SA de CV	MEX	MXN	18,835	0.01
11,500	CapitaLand Mall Trust	SGP	SGD	18,753	0.01
500	RioCan REIT	CAN	CAD	9,187	0.00
				465,210	0.22
	Food & Staples Retailing				
1,600	Sysco Corp.	USA	USD	122,042	0.06
5,177	Koninklijke Ahold Delhaize NV	NLD	EUR	115,421	0.05
2,600	Alimentation Couche-Tard Inc., B	CAN	CAD	73,573	0.03
5,226	Coles Group Ltd.	AUS	AUD	48,523	0.02
1,214	Clicks Group Ltd.	ZAF	ZAR	19,834	0.01
533	X5 Retail Group NV, GDR, Reg S	RUS	RUB	16,342	0.01
914	Jeronimo Martins SGPS SA	PRT	EUR	13,404	0.01
247	Colruyt SA	BEL	EUR	11,481	0.01
300	Sundrug Co. Ltd.	JPN	JPY	9,735	0.00
				430,355	0.20
	Food Products				
670	The Hershey Co.	USA	USD	87,812	0.04
36,500	WH Group Ltd., Reg S	HKG	HKD	33,624	0.02
4,500	JBS SA	USA	BRL	25,756	0.01
300	Nestle (Malaysia) Bhd.	MYS	MYR	9,619	0.01
2,000	Vitasoy International Holdings Ltd.	HKG	HKD	6,465	0.00
9,000	Dali Foods Group Co. Ltd.	CHN	HKD	5,943	0.00
542	a2 Milk Co. Ltd.	NZL	NZD	4,885	0.00
				174,104	0.08
	Gas Utilities				
500	Atmos Energy Corp.	USA	USD	49,873	0.02
1,700	Tokyo Gas Co. Ltd.	JPN	JPY	36,985	0.02
910	UGI Corp.	USA	USD	36,645	0.02
3,200	ENN Energy Holdings Ltd.	CHN	HKD	31,181	0.01
6,947	GAIL India Ltd.	IND	INR	10,509	0.01
2,000	China Resources Gas Group Ltd.	CHN	HKD	9,796	0.01
12,000	Kunlun Energy Co. Ltd.	CHN	HKD	9,448	0.00
2,500	Petronas Gas Bhd.	MYS	MYR	9,062	0.00
49,600	Perusahaan Gas Negara (Persero) Tbk PT	IDN	IDR	6,913	0.00
				200,412	0.09

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
370	IDEXX Laboratories Inc.	USA	USD	86,155	0.04
900	Hoya Corp.	JPN	JPY	77,170	0.04
320	Edwards Lifesciences Corp.	USA	USD	66,568	0.03
539	Coloplast AS, B	DNK	DKK	59,610	0.03
200	The Cooper Cos. Inc.	USA	USD	57,299	0.03
1,100	DENTSPLY SIRONA Inc.	USA	USD	55,508	0.02
245	Sonova Holding AG	CHE	CHF	50,008	0.02
300	STERIS PLC	USA	USD	40,774	0.02
271	Cochlear Ltd.	AUS	AUD	38,104	0.02
150	Align Technology Inc.	USA	USD	37,323	0.02
169	Sartorius AG, pfd.	DEU	EUR	32,245	0.01
186	Carl Zeiss Meditec AG	DEU	EUR	21,148	0.01
607	Fisher & Paykel Healthcare Corp. Ltd.	NZL	NZD	8,086	0.00
				629,998	0.29
	Health Care Providers & Services				
440	McKesson Corp.	USA	USD	54,270	0.03
1,200	Cardinal Health Inc.	USA	USD	54,123	0.02
250	Suzuken Co. Ltd.	JPN	JPY	9,159	0.00
				117,552	0.05
	Health Care Technology				
1,240	Cerner Corp.	USA	USD	81,148	0.04
300	Veeva Systems Inc.	USA	USD	37,628	0.02
				118,776	0.06
	Hotels, Restaurants & Leisure				
1,400	Yum! Brands Inc.	USA	USD	125,750	0.06
1,600	Starbucks Corp.	USA	USD	125,437	0.06
490	Darden Restaurants Inc.	USA	USD	47,630	0.02
				298,817	0.14
	Household Durables				
2,700	Sekisui House Ltd.	JPN	JPY	51,697	0.02
1,417	Persimmon PLC	GBR	GBP	45,101	0.02
5,055	Barratt Developments PLC	GBR	GBP	44,572	0.02
15,299	Taylor Wimpey PLC	GBR	GBP	34,944	0.02
10	NVR Inc.	USA	USD	33,960	0.02
542	The Berkeley Group Holdings PLC	GBR	GBP	31,103	0.01
236	Woongjin Coway Co. Ltd.	KOR	KRW	16,948	0.01
257	Pandora AS	DNK	DKK	9,967	0.00
				268,292	0.12
	Household Products				
2,420	The Procter & Gamble Co.	USA	USD	269,524	0.13
1,000	Kimberly-Clark Corp.	USA	USD	122,654	0.06
530	Clorox Co.	USA	USD	72,563	0.03
2,946	Hindustan Unilever Ltd.	IND	INR	70,796	0.03
6,800	Unilever Indonesia Tbk PT	IDN	IDR	18,345	0.01
				553,882	0.26
	Independent Power and Renewable Electricity Producers				
3,385	Meridian Energy Ltd.	NZL	NZD	10,156	0.01
800	Engie Brasil Energia SA	BRA	BRL	9,016	0.00
				19,172	0.01
	Industrial Conglomerates				
1,700	Honeywell International Inc.	USA	USD	268,313	0.12
400	Roper Technologies Inc.	USA	USD	126,347	0.06
11,000	Fosun International Ltd.	CHN	HKD	14,300	0.01
				408,960	0.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
2,530	Sun Life Financial Inc.	CAN	CAD	102,863	0.05
28,063	Legal & General Group PLC	GBR	GBP	100,423	0.05
5,071	Assicurazioni Generali SpA	ITA	EUR	93,281	0.04
1,300	The Progressive Corp.	USA	USD	83,915	0.04
159	Swiss Life Holding AG	CHE	CHF	71,180	0.03
277	Hannover Rueck SE	DEU	EUR	47,727	0.02
227	Baloise Holding AG	CHE	CHF	36,607	0.02
1,100	Power Financial Corp.	CAN	CAD	26,391	0.01
2,910	IRB Brasil Resseguros SA	BRA	BRL	25,145	0.01
12,184	Medibank Private Ltd.	AUS	AUD	24,089	0.01
6,414	Direct Line Insurance Group PLC	GBR	GBP	23,672	0.01
841	Admiral Group PLC	GBR	GBP	22,934	0.01
877	Gjensidige Forsikring ASA	NOR	NOK	16,416	0.01
100	Erie Indemnity Co., A	USA	USD	14,802	0.01
				689,445	0.32
	Interactive Media & Services				
1,410	Facebook Inc., A	USA	USD	258,061	0.12
4,283	Auto Trader Group PLC	GBR	GBP	30,076	0.01
500	Kakaku.com Inc.	JPN	JPY	11,459	0.01
				299,596	0.14
	Internet & Direct Marketing Retail				
1,600	Vipshop Holdings Ltd., ADR	CHN	USD	20,217	0.01
	IT Services				
1,320	Mastercard Inc., A	USA	USD	351,455	0.16
1,470	Accenture PLC, A	USA	USD	276,016	0.13
1,200	Automatic Data Processing Inc.	USA	USD	182,442	0.08
1,400	Paychex Inc.	USA	USD	106,187	0.05
500	VeriSign Inc.	USA	USD	85,907	0.04
700	Akamai Technologies Inc.	USA	USD	53,918	0.02
1,000	NEC Corp.	JPN	JPY	37,088	0.02
455	Atos SE	FRA	EUR	33,815	0.02
				1,126,828	0.52
	Leisure products				
900	Bandai Namco Holdings Inc.	JPN	JPY	48,968	0.02
	Life Sciences Tools & Services				
300	Waters Corp.	USA	USD	62,504	0.03
200	Illumina Inc.	USA	USD	59,163	0.02
126	Sartorius Stedim Biotech	FRA	EUR	18,610	0.01
				140,277	0.06
	Machinery				
1,280	Illinois Tool Works Inc.	USA	USD	205,026	0.10
4,453	Atlas Copco AB, A	SWE	SEK	158,386	0.07
1,100	Ingersoll-Rand PLC	USA	USD	130,378	0.06
600	Cummins Inc.	USA	USD	95,747	0.04
300	IDEX Corp.	USA	USD	46,012	0.02
430	Sumitomo Heavy Industries Ltd.	JPN	JPY	11,043	0.01
400	Kurita Water Industries Ltd.	JPN	JPY	10,683	0.01
10,600	Yangzijiang Shipbuilding Holdings Ltd.	SGP	SGD	7,870	0.00
2,500	Sinotruk Hong Kong Ltd.	CHN	HKD	4,755	0.00
				669,900	0.31
	Media				
900	ViacomCBS Inc., B	USA	USD	33,682	0.02
1,148	Cyfrowy Polsat SA	POL	PLN	7,540	0.00
314	Cheil Worldwide Inc.	KOR	KRW	5,825	0.00
249	SES SA, IDR	LUX	EUR	3,113	0.00
				50,160	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Metals & Mining				
3,352	Rio Tinto PLC	AUS	GBP	178,263	0.08
6,673	BHP Group Ltd.	AUS	AUD	162,493	0.08
7,112	BHP Group PLC	GBR	GBP	149,240	0.07
1,636	Rio Tinto Ltd.	AUS	AUD	102,768	0.05
6,061	Fortescue Metals Group Ltd.	AUS	AUD	40,538	0.02
900	Kirkland Lake Gold Ltd.	CAN	CAD	35,374	0.02
255	Anglo American Platinum Ltd.	ZAF	ZAR	21,226	0.01
2,262	Evraz PLC	RUS	GBP	10,793	0.00
6,295	Eregli Demir ve Celik Fabrikalari AS	TUR	TRY	8,529	0.00
300	Kumba Iron Ore Ltd.	ZAF	ZAR	7,966	0.00
100	Compania de Minas Buenaventura SA, ADR	PER	USD	1,347	0.00
2,000	China Oriental Group Co. Ltd.	CHN	HKD	739	0.00
				719,276	0.33
	Multiline Retail				
599	Next PLC	GBR	GBP	49,647	0.02
2,576	Harvey Norman Holdings Ltd.	AUS	AUD	6,560	0.01
				56,207	0.03
	Multi-Utilities				
1,100	Ameren Corp.	USA	USD	75,331	0.03
2,376	Veolia Environnement SA	FRA	EUR	56,335	0.03
2,876	AGL Energy Ltd.	AUS	AUD	36,942	0.02
1,579	Suez	FRA	EUR	21,293	0.01
				189,901	0.09
	Oil, Gas & Consumable Fuels				
48,000	CNOOC Ltd.	CHN	HKD	71,187	0.03
1,679	Neste Oil OYJ	FIN	EUR	52,083	0.02
15,870	China Shenhua Energy Co. Ltd., H	CHN	HKD	29,566	0.01
1,800	Cabot Oil & Gas Corp., A	USA	USD	27,944	0.01
5,600	EnCana Corp.	CAN	CAD	23,380	0.01
372	OMV AG	AUT	EUR	18,630	0.01
2,904	Bharat Petroleum Corp. Ltd.	IND	INR	17,839	0.01
11,012	Oil & Natural Gas Corp. Ltd.	IND	INR	17,725	0.01
5,348	Coal India Ltd.	IND	INR	14,125	0.01
482	Aker BP ASA	NOR	NOK	14,102	0.01
2,508	Qatar Fuel QSC	QAT	QAR	13,998	0.01
1,155	MOL Hungarian Oil and Gas PLC	HUN	HUF	10,263	0.01
1,186	Exxaro Resources Ltd.	ZAF	ZAR	9,903	0.01
7,100	United Tractors Tbk PT	IDN	IDR	9,816	0.01
2,765	Hindustan Petroleum Corp. Ltd.	IND	INR	9,139	0.01
9,798	Ecopetrol SA	COL	COP	8,811	0.00
2,565	Petronet LNG Ltd.	IND	INR	8,589	0.00
418	Grupa Lotos SA	POL	PLN	8,213	0.00
7,751	Polskie Gornictwo Naftowe i Gazownictwo SA	POL	PLN	7,886	0.00
66,000	Adaro Energy Tbk PT	IDN	IDR	6,592	0.00
1,000	Petronas Dagangan Bhd.	MYS	MYR	5,036	0.00
6,000	Yanzhou Coal Mining Co. Ltd., H	CHN	HKD	4,806	0.00
13,100	Bukit Asam Tbk PT	IDN	IDR	2,238	0.00
2,600	Oil & Gas Development Co. Ltd.	PAK	PKR	2,127	0.00
89	Motor Oil (Hellas) Corinth Refineries SA	GRC	EUR	1,835	0.00
				395,833	0.18
	Paper & Forest Products				
3,700	Oji Holdings Corp.	JPN	JPY	18,064	0.01
	Personal Products				
540	Estee Lauder Cos. Inc., A	USA	USD	99,453	0.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
962	Roche Holding AG	CHE	CHF	278,360	0.13
1,684	Novo Nordisk AS, B	DNK	DKK	87,136	0.04
1,110	Shionogi & Co. Ltd.	JPN	JPY	61,632	0.03
950	Bristol-Myers Squibb Co.	USA	USD	54,377	0.03
484	Orion OYJ	FIN	EUR	19,975	0.01
600	Sumitomo Dainippon Pharma Co. Ltd.	JPN	JPY	10,486	0.00
5,000	China Medical System Holdings Ltd.	CHN	HKD	6,420	0.00
4,500	Luye Pharma Group Ltd.	CHN	HKD	3,007	0.00
17,000	Sihuan Pharmaceutical Holdings Group Ltd.	CHN	HKD	1,809	0.00
				523,202	0.24
	Professional Services				
1,600	IHS Markit Ltd.	USA	USD	107,504	0.05
1,218	Wolters Kluwer NV	NLD	EUR	79,194	0.04
24	SGS SA	CHE	CHF	58,630	0.03
100	CoStar Group Inc.	USA	USD	53,351	0.02
701	Adecco Group AG	CHE	CHF	39,547	0.02
525	Randstad NV	NLD	EUR	28,581	0.01
500	Robert Half International Inc.	USA	USD	28,156	0.01
200	ManpowerGroup Inc.	USA	USD	17,317	0.01
700	Persol Holdings Co. Ltd.	JPN	JPY	11,780	0.01
				424,060	0.20
	Real Estate Management & Development				
6,500	Sun Hung Kai Properties Ltd.	HKG	HKD	88,738	0.04
1,300	CBRE Group Inc.	USA	USD	71,048	0.03
14,000	China Overseas Land & Investment Ltd.	CHN	HKD	48,623	0.02
34,000	Country Garden Holdings Co. Ltd.	CHN	HKD	48,557	0.02
8,000	Sunac China Holdings Ltd.	CHN	HKD	42,615	0.02
300	Daito Trust Construction Co. Ltd.	JPN	JPY	33,182	0.02
4,028	Aroundtown SA	DEU	EUR	32,160	0.02
22,000	China Jinmao Holdings Group Ltd.	CHN	HKD	15,281	0.01
2,560	Wheelock and Co. Ltd.	HKG	HKD	15,219	0.01
1,500	Swire Pacific Ltd., A	HKG	HKD	12,428	0.01
4,400	Guangzhou R&F Properties Co. Ltd., H	CHN	HKD	7,240	0.01
2,500	Kerry Properties Ltd.	HKG	HKD	7,081	0.00
5,000	KWG Group Holdings Ltd.	CHN	HKD	6,248	0.00
4,000	Logan Property Holdings Co. Ltd.	CHN	HKD	5,987	0.00
4,000	China Aoyuan Group Ltd.	CHN	HKD	5,813	0.00
3,728	Emaar Development PJSC	ARE	AED	3,548	0.00
3,553	Emaar Properties PJSC	ARE	AED	3,467	0.00
3,561	Aldar Properties PJSC	ARE	AED	1,867	0.00
1,000	Ruentex Development Co. Ltd.	TWN	TWD	1,347	0.00
				450,449	0.21
	Road & Rail				
700	West Japan Railway Co.	JPN	JPY	54,226	0.03
	Semiconductors & Semiconductor Equipment				
1,760	Texas Instruments Inc.	USA	USD	201,338	0.09
490	Lam Research Corp.	USA	USD	127,759	0.06
700	Xilinx Inc.	USA	USD	61,027	0.03
1,000	Globalwafers Co. Ltd.	TWN	TWD	11,403	0.01
1,000	Realtek Semiconductor Corp.	TWN	TWD	7,006	0.00
1,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	6,529	0.00
				415,062	0.19
	Software				
4,910	Microsoft Corp.	USA	USD	690,452	0.32
640	Intuit Inc.	USA	USD	149,481	0.07
700	Synopsys Inc.	USA	USD	86,887	0.04
1,230	Cadence Design Systems Inc.	USA	USD	76,074	0.04
300	ANSYS Inc.	USA	USD	68,860	0.03
600	Citrix Systems Inc.	USA	USD	59,334	0.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software (continued)				
330	VMware Inc., A	USA	USD	44,666	0.02
4,872	The Sage Group PLC	GBR	GBP	43,097	0.02
100	CyberArk Software Ltd.	ISR	USD	10,395	0.00
100	Oracle Corp. Japan	JPN	JPY	8,164	0.00
				1,237,410	0.57
	Specialty Retail				
980	Ross Stores Inc.	USA	USD	101,736	0.05
200	O'Reilly Automotive Inc.	USA	USD	78,159	0.04
980	Best Buy Co. Inc.	USA	USD	76,726	0.03
1,374	Industria de Diseno Textil SA	ESP	EUR	43,212	0.02
470	Tractor Supply Co.	USA	USD	39,161	0.02
2,073	Hennes & Mauritz AB, B	SWE	SEK	37,593	0.02
130	Ulta Beauty Inc.	USA	USD	29,344	0.01
1,046	Mr. Price Group Ltd.	ZAF	ZAR	12,154	0.01
100	ABC-Mart Inc.	JPN	JPY	6,105	0.00
				424,190	0.20
	Technology Hardware, Storage & Peripherals				
2,330	Apple Inc.	USA	USD	610,107	0.28
1,600	FUJIFILM Holdings Corp.	JPN	JPY	68,661	0.03
1,100	NetApp Inc.	USA	USD	61,060	0.03
12,000	Wistron Corp.	TWN	TWD	10,142	0.01
1,000	Chicony Electronics Co. Ltd.	TWN	TWD	2,653	0.00
				752,623	0.35
	Textiles, Apparel & Luxury Goods				
2,000	NIKE Inc., B	USA	USD	180,677	0.08
390	LVMH Moet Hennessy Louis Vuitton SE	FRA	EUR	161,538	0.08
453	Adidas AG	DEU	EUR	131,279	0.06
139	Hermes International	FRA	EUR	92,602	0.04
260	Lululemon Athletica Inc.	USA	USD	53,711	0.03
1,791	Burberry Group PLC	GBR	GBP	46,640	0.02
300	Feng Tay Enterprise Co. Ltd.	TWN	TWD	1,744	0.00
				668,191	0.31
	Thrifts & Mortgage Finance				
1,406	LIC Housing Finance Ltd.	IND	INR	7,628	0.01
1,349	Indiabulls Housing Finance Ltd.	IND	INR	5,280	0.00
				12,908	0.01
	Tobacco				
4,111	Eastern Co. SAE	EGY	EGP	3,453	0.00
500	British American Tobacco Malaysia Bhd.	MYS	MYR	1,645	0.00
				5,098	0.00
	Trading Companies & Distributors				
2,440	Fastenal Co.	USA	USD	80,394	0.04
210	W.W. Grainger Inc.	USA	USD	63,390	0.03
219	Posco International Corp.	KOR	KRW	3,151	0.00
				146,935	0.07
	Water Utilities				
800	American Water Works Co. Inc.	USA	USD	87,637	0.04
1,300	Companhia de Saneamento Basico do Estado de Sao Paulo	BRA	BRL	17,465	0.01
12,007	Aguas Andinas SA, A	CHL	CLP	4,539	0.00
				109,641	0.05
	Wireless Telecommunication Services				
14,500	China Mobile Ltd.	CHN	HKD	108,683	0.05
3,450	KDDI Corp.	JPN	JPY	92,086	0.04
5,000	Softbank Corp.	JPN	JPY	59,878	0.03
2,736	Vodacom Group Ltd.	ZAF	ZAR	20,086	0.01
6,000	Taiwan Mobile Co. Ltd.	TWN	TWD	20,034	0.01
395	PLDT Inc.	PHL	PHP	6,866	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services (continued)				
150	Globe Telecom Inc.	PHL	PHP	5,331	0.00
				312,964	0.14
	TOTAL SHARES			18,688,837	8.65
	RIGHTS				
	Pharmaceuticals				
950	Bristol-Myers Squibb Co., rts., 02/01/49	USA	USD	2,550	0.00
	TOTAL RIGHTS			2,550	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			23,157,265	10.72
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
317,663	FTSIIF Franklin Emerging Market Corporate Debt Fund, Class Y (Mdis) EUR	LUX	EUR	3,290,985	1.52
174,728	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	1,684,257	0.78
				4,975,242	2.30
	TOTAL INVESTMENTS FUNDS			4,975,242	2.30
	BONDS				
	Asset-Backed Securities				
3,520,000	GNMA II, SF, 4.00%, 12/20/49	USA	USD	3,279,753	1.52
3,520,000	GNMA II, SF, 3.50%, 12/20/49	USA	USD	3,252,330	1.50
				6,532,083	3.02
	Corporate Bonds				
2,400,000	BNP Paribas SA, senior note, Reg S, 0.125%, 09/04/26	FRA	EUR	2,331,622	1.08
1,917,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	1,959,193	0.91
1,823,000	Telefonica Emisiones SA, senior bond, Reg S, 1.957%, 07/01/39	ESP	EUR	1,917,690	0.89
1,814,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	1,840,112	0.85
1,536,000	Lloyds Bank Corporate Markets PLC, senior note, Reg S, 1.75%, 07/11/24	GBR	GBP	1,830,924	0.85
1,700,000	BPCE SA, sub. bond, Reg S, 2.75% to 07/08/21, FRN thereafter, 07/08/26	FRA	EUR	1,765,365	0.82
1,916,000	Credit Suisse Group AG, senior note, 144A, 2.593% to 09/10/24, FRN thereafter, 09/11/25	CHE	USD	1,714,418	0.79
1,546,000	Aroundtown SA, sub. bond, 2.875% to 01/12/25, FRN thereafter, Perpetual	DEU	EUR	1,612,803	0.75
1,508,000	Enel Finance International NV, senior note, Reg S, 1.00%, 09/16/24	ITA	EUR	1,564,296	0.72
1,500,000	Merck KGaA, junior sub. bond, Reg S, 1.625% to 12/18/29, FRN thereafter, 06/25/79	DEU	EUR	1,548,277	0.72
1,564,000	DH Europe Finance II S. à r.l., senior note, 0.20%, 03/18/26	USA	EUR	1,546,898	0.72
1,273,000	M&G PLC, sub. bond, Reg S, 3.875% to 07/20/24, FRN thereafter, 07/20/49	GBR	GBP	1,541,528	0.71
1,267,000	Fiserv Inc., senior note, 2.25%, 07/01/25	USA	GBP	1,537,163	0.71
1,403,000	Westlake Chemical Corp., senior note, 1.625%, 07/17/29	USA	EUR	1,401,574	0.65
1,379,000	LYB International Finance II BV, senior note, 0.875%, 09/17/26	USA	EUR	1,383,826	0.64
1,378,000	British Telecommunications PLC, senior note, Reg S, 0.50%, 09/12/25	GBR	EUR	1,368,237	0.63
1,375,000	Schlumberger Finance BV, senior note, Reg S, 0.25%, 10/15/27	USA	EUR	1,364,714	0.63
1,133,000	Wells Fargo & Co., senior note, Reg S, 2.00%, 07/28/25	USA	GBP	1,363,781	0.63
1,390,000	AT&T Inc., senior note, 0.25%, 03/04/26	USA	EUR	1,362,703	0.63
1,389,000	ANZ New Zealand International Ltd. of London, senior note, Reg S, 0.375%, 09/17/29	NZL	EUR	1,359,267	0.63
1,328,000	BP Capital Markets PLC, senior note, Reg S, 0.831%, 11/08/27	GBR	EUR	1,357,552	0.63
1,300,000	ING Groep NV, sub. bond, Reg S, 1.00% to 11/13/25, FRN thereafter, 11/13/30	NLD	EUR	1,297,161	0.60
1,136,000	The Goldman Sachs Group Inc., senior note, Reg S, 3.25%, 02/01/23	USA	EUR	1,244,471	0.58
1,144,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	1,199,797	0.56
1,211,000	Telenor ASA, senior note, Reg S, 0.25%, 09/25/27	NOR	EUR	1,195,172	0.55
1,156,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	1,174,190	0.54
923,000	Barclays PLC, senior note, Reg S, FRN, 2.375%, 10/06/23 †	GBR	GBP	1,110,453	0.51
1,100,000	Credit Agricole SA, senior note, Reg S, 0.375%, 10/21/25	FRA	EUR	1,097,698	0.51
1,198,000	Walmart Inc., senior note, 3.125%, 06/23/21	USA	USD	1,091,120	0.50
1,018,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	1,077,223	0.50
1,027,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	1,068,989	0.49
1,044,000	BAT Capital Corp., senior note, Reg S, FRN, 0.101%, 08/16/21 †	GBR	EUR	1,045,677	0.48
980,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	1,045,209	0.48
1,000,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	1,040,785	0.48
1,255,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	1,040,395	0.48
1,000,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	1,031,454	0.48

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,000,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	1,022,706	0.47
1,011,000	Albemarle New Holding GmbH, senior note, Reg S, 1.625%, 11/25/28	USA	EUR	1,015,626	0.47
984,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	1,011,375	0.47
931,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	998,828	0.46
977,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	992,411	0.46
920,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	966,988	0.45
826,000	Stryker Corp., senior note, 2.125%, 11/30/27	USA	EUR	926,458	0.43
717,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	835,697	0.39
801,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	819,335	0.38
677,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	775,178	0.36
843,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	764,860	0.35
810,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	753,395	0.35
656,000	Trivium Packaging Finance BV, secured note, Reg S, 3.75%, 08/15/26	NLD	EUR	696,902	0.32
538,000	Nationwide Building Society, senior sub. bond, Reg S, 5.875% to 06/20/25, FRN thereafter, Perpetual	GBR	GBP	689,544	0.32
709,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	678,837	0.31
738,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	667,159	0.31
600,000	Credit Agricole SA, senior note, Reg S, 1.75%, 03/05/29	FRA	EUR	657,394	0.30
701,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	656,669	0.30
629,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	646,291	0.30
455,000	Morgan Stanley, senior note, 1.375%, 10/27/26	USA	EUR	480,191	0.22
787,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	424,564	0.20
382,000	Walmart Inc., senior note, 2.375%, 09/24/29	USA	USD	340,964	0.16
286,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	257,418	0.12
				67,510,527	31.23
	Government and Municipal Bonds				
3,950,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	4,253,501	1.97
4,083,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	4,218,838	1.95
3,877,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	4,210,151	1.95
3,946,000	Government of Finland, senior bond, 144A, Reg S, 0.875%, 09/15/25	FIN	EUR	4,205,927	1.95
3,768,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	4,134,589	1.91
3,848,000	Government of Portugal, senior note, 144A, Reg S, 2.20%, 10/17/22	PRT	EUR	4,123,571	1.91
3,475,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	4,085,554	1.89
3,595,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	4,078,380	1.89
3,259,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	4,044,129	1.87
3,106,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	4,024,766	1.86
2,942,000	Government of France, 6.00%, 10/25/25	FRA	EUR	4,021,287	1.86
3,021,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	3,984,216	1.84
3,062,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	3,957,062	1.83
3,293,000	Government of Spain, senior bond, Reg S, 5.40%, 01/31/23	ESP	EUR	3,870,293	1.79
3,361,000	Government of Spain, senior bond, 144A, Reg S, 5.85%, 01/31/22	ESP	EUR	3,799,140	1.76
3,163,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	3,538,914	1.64
2,847,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	3,296,524	1.52
1,457,000	Government of France, Reg S, 4.00%, 04/25/60	FRA	EUR	2,897,077	1.34
1,428,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	2,720,633	1.26
2,419,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	2,516,371	1.16
2,382,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	2,455,414	1.14
1,345,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	2,281,844	1.06
1,303,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	2,237,635	1.03
1,739,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	2,154,335	1.00
1,558,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	2,004,616	0.93
1,865,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	1,974,842	0.91
1,090,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	1,958,877	0.91
1,726,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	1,906,191	0.88
967,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	1,869,429	0.86
1,075,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	1,685,793	0.78
994,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	1,662,664	0.77
916,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	1,527,959	0.71
				99,700,522	46.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Conservative Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
4,227,000	Government of Germany, Reg S, 3.25%, 01/04/20	DEU	EUR	4,227,000	1.96
1,873,000	Government of Mexico, senior bond, 5.50%, 02/17/20	MEX	EUR	1,886,439	0.87
				6,113,439	2.83
	TOTAL BONDS			179,856,571	83.21
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			184,831,813	85.51
	TOTAL INVESTMENTS			207,989,078	96.23

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
7,462	Invesco S&P 500 UCITS ETF	USA	USD	3,918,839	2.92
48,512	iShares JP Morgan EM Local Government Bond UCITS ETF	IRL	USD	2,691,963	2.01
18,744	Franklin FTSE China UCITS ETF	CHN	USD	490,099	0.36
31,024	HSBC MSCI RUSSIA CAPPED UCITS ETF	RUS	USD	389,028	0.29
12,477	Invesco MSCI Saudi Arabia UCITS ETF	SAU	USD	234,809	0.17
				7,724,738	5.75
	TOTAL INVESTMENTS FUNDS			7,724,738	5.75
	SHARES				
	Aerospace & Defense				
3,000	Lockheed Martin Corp.	USA	USD	1,041,634	0.78
1,600	Northrop Grumman Corp.	USA	USD	490,751	0.36
1,500	HEICO Corp., A	USA	USD	119,751	0.09
800	HEICO Corp.	USA	USD	81,430	0.06
				1,733,566	1.29
	Airlines				
2,200	Japan Airlines Co. Ltd.	JPN	JPY	61,321	0.05
1,878	InterGlobe Aviation Ltd., Reg S	IND	INR	31,297	0.02
45,000	EVA Airways Corp.	TWN	TWD	18,446	0.01
				111,064	0.08
	Auto Components				
5,884	Magna International Inc.	CAN	CAD	287,672	0.22
1,473	Faurecia SE	FRA	EUR	70,748	0.05
				358,420	0.27
	Automobiles				
19,550	Fiat Chrysler Automobiles NV	GBR	EUR	257,943	0.20
11,431	Peugeot SA	FRA	EUR	243,480	0.18
9,700	Subaru Corp.	JPN	JPY	215,969	0.16
5,164	Kia Motors Corp.	KOR	KRW	176,464	0.13
31,500	BAIC Motor Corp. Ltd., H	CHN	HKD	15,933	0.01
				909,789	0.68
	Banks				
22,698	Credit Agricole SA	FRA	EUR	293,372	0.22
8,772	Shinhan Financial Group Co. Ltd.	KOR	KRW	293,328	0.22
83,550	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	261,159	0.20
50,800	Grupo Financiero Banorte SAB de CV	MEX	MXN	252,714	0.19
5,843	Hana Financial Group Inc.	KOR	KRW	166,314	0.12
179,000	Taiwan Cooperative Financial Holding Co. Ltd.	TWN	TWD	110,729	0.08
77,428	Dubai Islamic Bank PJSC	ARE	AED	103,569	0.08
156,000	Hua Nan Financial Holdings Co. Ltd.	TWN	TWD	102,314	0.08
64,000	The Shanghai Commercial & Savings Bank Ltd.	TWN	TWD	99,214	0.07
180,990	China CITIC Bank Corp. Ltd., H	CHN	HKD	96,722	0.07
9,020	Woori Financial Group Inc.	KOR	KRW	80,710	0.06
107,000	Chang Hwa Commercial Bank Ltd.	TWN	TWD	72,410	0.05
2,746	Mizrahi Tefahot Bank Ltd.	ISR	ILS	65,232	0.05
16,381	Qatar Islamic Bank SAQ	QAT	QAR	61,207	0.05
3,700	Shinsei Bank Ltd.	JPN	JPY	50,852	0.04
111,000	China Everbright Bank Co. Ltd., H	CHN	HKD	45,982	0.03
5,024	Industrial Bank of Korea	KOR	KRW	45,730	0.03
10,989	Israel Discount Bank Ltd.	ISR	ILS	45,428	0.03
6,888	Bank Leumi Le-Israel BM	ISR	ILS	44,713	0.03
104,000	Taiwan Business Bank	TWN	TWD	39,065	0.03
76,391	Grupo Aval Acciones y Valores SA, pfd.	COL	COP	30,254	0.02
25,122	Turkiye Is Bankasi AS, C	TUR	TRY	24,135	0.02
7,184	Moneta Money Bank AS	CZE	CZK	24,012	0.02
45,000	Chongqing Rural Commercial Bank Co. Ltd., H	CHN	HKD	20,495	0.02
700	Grupo Financiero Galicia SA, ADR	ARG	USD	10,131	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Banks (continued)				
300	Banco Macro SA, ADR	ARG	USD	9,697	0.01
400	Banco BBVA Argentina SA, ADR	ARG	USD	1,987	0.00
				2,451,475	1.83
	Beverages				
8,710	PepsiCo Inc.	USA	USD	1,061,479	0.79
5,030	Monster Beverage Corp.	USA	USD	285,039	0.21
2,260	Heineken Holding NV	NLD	EUR	195,264	0.15
2,949	Compania Cervecerias Unidas SA	CHL	CLP	25,167	0.02
				1,566,949	1.17
	Biotechnology				
5,570	AbbVie Inc.	USA	USD	439,759	0.33
1,650	Biogen Inc.	USA	USD	436,582	0.32
				876,341	0.65
	Building Products				
722	Geberit AG	CHE	CHF	361,409	0.27
1,800	Allegion PLC	USA	USD	199,895	0.15
2,350	Kingspan Group PLC	IRL	EUR	127,957	0.09
				689,261	0.51
	Capital Markets				
3,280	S&P Global Inc.	USA	USD	798,612	0.59
14,100	Brookfield Asset Management Inc., A	CAN	CAD	726,438	0.54
3,060	Moody's Corp.	USA	USD	647,799	0.48
4,700	T. Rowe Price Group Inc.	USA	USD	510,632	0.38
370	Partners Group Holding AG	CHE	CHF	302,568	0.23
19,470	3i Group PLC	GBR	GBP	252,478	0.19
500	MarketAxess Holdings Inc.	USA	USD	169,027	0.13
700	FactSet Research Systems Inc.	USA	USD	167,471	0.12
2,600	SEI Investments Co.	USA	USD	151,811	0.11
5,510	Hargreaves Lansdown PLC	GBR	GBP	125,918	0.09
194,000	Yuanta Financial Holding Co. Ltd.	TWN	TWD	116,827	0.09
2,190	Eaton Vance Corp.	USA	USD	91,178	0.07
15,500	Singapore Exchange Ltd.	SGP	SGD	91,033	0.07
18,660	Natixis SA	FRA	EUR	73,856	0.06
4,100	Banco BTG Pactual SA	BRA	BRL	69,245	0.05
4,400	CI Financial Corp.	CAN	CAD	65,593	0.05
819	Korea Investment Holdings Co. Ltd.	KOR	KRW	45,739	0.03
1,600	IGM Financial Inc.	CAN	CAD	40,958	0.03
1,230	Samsung Securities Co. Ltd.	KOR	KRW	36,623	0.03
68,500	China Galaxy Securities Co. Ltd., H	CHN	HKD	35,980	0.03
171,000	China Cinda Asset Management Co. Ltd., H	CHN	HKD	34,636	0.03
6,055	Meritz Securities Co. Ltd.	KOR	KRW	17,702	0.01
				4,572,124	3.41
	Chemicals				
3,600	Air Products and Chemicals Inc.	USA	USD	754,349	0.56
162	EMS-Chemie Holding AG	CHE	CHF	95,020	0.07
5,000	Tosoh Corp.	JPN	JPY	69,539	0.05
357	Kumho Petrochemical Co. Ltd.	KOR	KRW	21,342	0.02
				940,250	0.70
	Commercial Services & Supplies				
1,710	Cintas Corp.	USA	USD	410,296	0.31
4,100	Copart Inc.	USA	USD	332,475	0.25
28,509	Brambles Ltd.	AUS	AUD	209,050	0.16
5,400	Toppan Printing Co. Ltd.	JPN	JPY	100,181	0.07
2,930	Rollins Inc.	USA	USD	86,637	0.06
505	Societe BIC SA	FRA	EUR	31,310	0.02
				1,169,949	0.87
	Communications Equipment				
1,100	F5 Networks Inc.	USA	USD	136,979	0.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Construction & Engineering				
12,660	Obayashi Corp.	JPN	JPY	126,420	0.09
8,700	Kajima Corp.	JPN	JPY	104,080	0.08
540	Daelim Industrial Co. Ltd.	KOR	KRW	37,697	0.03
85,000	Metallurgical Corp. of China Ltd.	CHN	HKD	17,022	0.01
26,000	Sinopec Engineering Group Co. Ltd.	CHN	HKD	13,865	0.01
522	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	10,328	0.01
				309,412	0.23
	Construction Materials				
27,520	Anhui Conch Cement Co. Ltd., H	CHN	HKD	178,876	0.13
2,310	Taiheiyo Cement Corp.	JPN	JPY	60,937	0.05
42,000	Asia Cement Corp.	TWN	TWD	60,038	0.04
46,000	China Resources Cement Holdings Ltd.	CHN	HKD	52,219	0.04
				352,070	0.26
	Consumer Finance				
6,240	Discover Financial Services	USA	USD	471,958	0.35
12,150	Synchrony Financial	USA	USD	390,139	0.29
				862,097	0.64
	Diversified Consumer Services				
3,800	H&R Block Inc.	USA	USD	79,561	0.06
	Diversified Financial Services				
25,900	ORIX Corp.	JPN	JPY	384,865	0.29
1,600	Onex Corp.	CAN	CAD	90,277	0.07
14,842	RMB Holdings Ltd.	ZAF	ZAR	76,017	0.06
7,800	Mitsubishi UFJ Lease & Finance Co. Ltd.	JPN	JPY	45,185	0.03
42,000	Far East Horizon Ltd.	CHN	HKD	35,085	0.02
17,726	Haci Omer Sabanci Holding AS	TUR	TRY	25,345	0.02
13,291	REC Ltd.	IND	INR	23,768	0.02
				680,542	0.51
	Diversified Telecommunication Services				
21,660	Nippon Telegraph & Telephone Corp.	JPN	JPY	489,988	0.36
510	Swisscom AG	CHE	CHF	240,908	0.18
36,103	Telefonica SA	ESP	EUR	224,813	0.17
81,713	Telstra Corp. Ltd.	AUS	AUD	180,982	0.13
398,700	Perusahaan Perseroan (Persero) PT TelekomunikasiIndonesia Tbk, B	IDN	IDR	101,669	0.08
274,000	China Telecom Corp. Ltd., H	CHN	HKD	100,649	0.07
2,935	Proximus SADP	BEL	EUR	74,901	0.06
2,675	Hellenic Telecommunications Organization SA	GRC	EUR	38,146	0.03
2,131	LG Uplus Corp.	KOR	KRW	23,342	0.02
5,480	Telkom SA SOC Ltd.	ZAF	ZAR	12,150	0.01
				1,487,548	1.11
	Electric Utilities				
41,196	Iberdrola SA	ESP	EUR	378,179	0.28
8,439	Red Electrica Corp. SA	ESP	EUR	151,269	0.11
6,230	Endesa SA	ESP	EUR	148,212	0.11
29,900	Tokyo Electric Power Co. Holdings Inc.	JPN	JPY	114,572	0.09
563,599	Enel Chile SA	CHL	CLP	47,993	0.04
16,539	PGE Polska Grupa Energetyczna SA	POL	PLN	30,949	0.02
4,470	Manila Electric Co.	PHL	PHP	24,932	0.02
				896,106	0.67
	Electrical Equipment				
35,900	Mitsubishi Electric Corp.	JPN	JPY	441,409	0.33
2,320	Rockwell Automation Inc.	USA	USD	419,274	0.31
700	Acuity Brands Inc.	USA	USD	86,139	0.07
				946,822	0.71

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
9,900	Hitachi Ltd.	JPN	JPY	375,778	0.28
2,900	CDW Corp.	USA	USD	369,375	0.27
3,100	Keysight Technologies Inc.	USA	USD	283,698	0.21
9,000	Zhen Ding Technology Holding Ltd.	TWN	TWD	38,368	0.03
5,000	Walsin Technology Corp.	TWN	TWD	35,625	0.03
				1,102,844	0.82
	Entertainment				
2,470	Electronic Arts Inc.	USA	USD	236,792	0.18
1,654	Ubisoft Entertainment SA	FRA	EUR	101,853	0.07
2,200	Toho Co. Ltd.	JPN	JPY	82,044	0.06
				420,689	0.31
	Equity Real Estate Investment Trusts (REITs)				
2,830	Public Storage	USA	USD	537,408	0.40
2,600	American Tower Corp.	USA	USD	532,821	0.40
25,707	Goodman Group	AUS	AUD	215,042	0.16
3,400	Equity Lifestyle Properties Inc.	USA	USD	213,408	0.16
3,400	Vornado Realty Trust	USA	USD	201,614	0.15
21,590	Dexus	AUS	AUD	158,044	0.12
61,020	Fibra Uno Administracion SA de CV	MEX	MXN	84,200	0.06
51,300	CapitaLand Mall Trust	SGP	SGD	83,654	0.06
2,800	RioCan REIT	CAN	CAD	51,450	0.04
				2,077,641	1.55
	Food & Staples Retailing				
7,300	Sysco Corp.	USA	USD	556,817	0.42
22,730	Koninklijke Ahold Delhaize NV	NLD	EUR	506,765	0.38
11,900	Alimentation Couche-Tard Inc., B	CAN	CAD	336,740	0.25
22,494	Coles Group Ltd.	AUS	AUD	208,853	0.16
5,228	Clicks Group Ltd.	ZAF	ZAR	85,413	0.06
2,297	X5 Retail Group NV, GDR, Reg S	RUS	RUB	70,427	0.05
3,939	Jeronimo Martins SGPS SA	PRT	EUR	57,765	0.04
1,102	Colruyt SA	BEL	EUR	51,221	0.04
1,400	Sundrug Co. Ltd.	JPN	JPY	45,432	0.03
				1,919,433	1.43
	Food Products				
3,000	The Hershey Co.	USA	USD	393,187	0.29
159,000	WH Group Ltd., Reg S	HKG	HKD	146,470	0.11
19,500	JBS SA	USA	BRL	111,610	0.08
1,300	Nestle (Malaysia) Bhd.	MYS	MYR	41,683	0.03
12,000	Vitasoy International Holdings Ltd.	HKG	HKD	38,793	0.03
40,500	Dali Foods Group Co. Ltd.	CHN	HKD	26,741	0.02
2,337	a2 Milk Co. Ltd.	NZL	NZD	21,064	0.02
				779,548	0.58
	Gas Utilities				
2,300	Atmos Energy Corp.	USA	USD	229,416	0.17
4,080	UGI Corp.	USA	USD	164,299	0.12
7,500	Tokyo Gas Co. Ltd.	JPN	JPY	163,171	0.12
14,200	ENN Energy Holdings Ltd.	CHN	HKD	138,365	0.10
14,000	China Resources Gas Group Ltd.	CHN	HKD	68,569	0.05
60,000	Kunlun Energy Co. Ltd.	CHN	HKD	47,238	0.04
30,878	GAIL India Ltd.	IND	INR	46,710	0.04
11,500	Petronas Gas Bhd.	MYS	MYR	41,686	0.03
213,600	Perusahaan Gas Negara (Persero) Tbk PT	IDN	IDR	29,772	0.02
				929,226	0.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
1,670	IDEXX Laboratories Inc.	USA	USD	388,860	0.29
4,200	Hoya Corp.	JPN	JPY	360,127	0.27
1,650	Edwards Lifesciences Corp.	USA	USD	343,242	0.26
900	The Cooper Cos. Inc.	USA	USD	257,846	0.19
2,321	Coloplast AS, B	DNK	DKK	256,686	0.19
4,700	DENTSPLY SIRONA Inc.	USA	USD	237,169	0.18
1,700	STERIS PLC	USA	USD	231,053	0.17
1,087	Sonova Holding AG	CHE	CHF	221,873	0.16
870	Align Technology Inc.	USA	USD	216,474	0.16
1,202	Cochlear Ltd.	AUS	AUD	169,007	0.13
725	Sartorius AG, pfd.	DEU	EUR	138,330	0.10
798	Carl Zeiss Meditec AG	DEU	EUR	90,733	0.07
2,615	Fisher & Paykel Healthcare Corp. Ltd.	NZL	NZD	34,836	0.03
				2,946,236	2.20
	Health Care Providers & Services				
2,110	McKesson Corp.	USA	USD	260,248	0.19
5,400	Cardinal Health Inc.	USA	USD	243,552	0.18
1,340	Suzuken Co. Ltd.	JPN	JPY	49,093	0.04
				552,893	0.41
	Health Care Technology				
5,960	Cerner Corp.	USA	USD	390,035	0.29
1,600	Veeva Systems Inc.	USA	USD	200,683	0.15
				590,718	0.44
	Hotels, Restaurants & Leisure				
7,300	Starbucks Corp.	USA	USD	572,309	0.43
6,100	Yum! Brands Inc.	USA	USD	547,909	0.41
2,410	Darden Restaurants Inc.	USA	USD	234,263	0.17
				1,354,481	1.01
	Household Durables				
12,100	Sekisui House Ltd.	JPN	JPY	231,677	0.17
60	NVR Inc.	USA	USD	203,758	0.15
6,302	Persimmon PLC	GBR	GBP	200,582	0.15
22,439	Barratt Developments PLC	GBR	GBP	197,855	0.15
67,930	Taylor Wimpey PLC	GBR	GBP	155,158	0.12
2,412	The Berkeley Group Holdings PLC	GBR	GBP	138,414	0.10
1,017	Woongjin Coway Co. Ltd.	KOR	KRW	73,036	0.06
1,110	Pandora AS	DNK	DKK	43,049	0.03
				1,243,529	0.93
	Household Products				
10,650	The Procter & Gamble Co.	USA	USD	1,186,130	0.88
4,300	Kimberly-Clark Corp.	USA	USD	527,411	0.39
2,520	Clorox Co.	USA	USD	345,018	0.26
12,680	Hindustan Unilever Ltd.	IND	INR	304,715	0.23
29,700	Unilever Indonesia Tbk PT	IDN	IDR	80,123	0.06
				2,443,397	1.82
	Independent Power and Renewable Electricity Producers				
14,572	Meridian Energy Ltd.	NZL	NZD	43,721	0.03
3,800	Engie Brasil Energia SA	BRA	BRL	42,825	0.03
				86,546	0.06
	Industrial Conglomerates				
7,300	Honeywell International Inc.	USA	USD	1,152,169	0.86
2,000	Roper Technologies Inc.	USA	USD	631,736	0.47
49,500	Fosun International Ltd.	CHN	HKD	64,348	0.05
				1,848,253	1.38

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
11,529	Sun Life Financial Inc.	CAN	CAD	468,739	0.35
120,788	Legal & General Group PLC	GBR	GBP	432,237	0.32
21,830	Assicurazioni Generali SpA	ITA	EUR	401,563	0.30
6,100	The Progressive Corp.	USA	USD	393,757	0.29
683	Swiss Life Holding AG	CHE	CHF	305,759	0.23
1,192	Hannover Rueck SE	DEU	EUR	205,382	0.15
977	Baloise Holding AG	CHE	CHF	157,556	0.12
5,100	Power Financial Corp.	CAN	CAD	122,359	0.09
13,270	IRB Brasil Resseguros SA	BRA	BRL	114,664	0.09
54,153	Medibank Private Ltd.	AUS	AUD	107,066	0.08
3,741	Admiral Group PLC	GBR	GBP	102,016	0.08
27,606	Direct Line Insurance Group PLC	GBR	GBP	101,885	0.08
500	Erie Indemnity Co., A	USA	USD	74,011	0.05
3,902	Gjensidige Forsikring ASA	NOR	NOK	73,037	0.05
				3,060,031	2.28
	Interactive Media & Services				
6,460	Facebook Inc., A	USA	USD	1,182,322	0.88
18,439	Auto Trader Group PLC	GBR	GBP	129,484	0.10
2,600	Kakaku.com Inc.	JPN	JPY	59,585	0.04
				1,371,391	1.02
	Internet & Direct Marketing Retail				
7,300	Vipshop Holdings Ltd., ADR	CHN	USD	92,239	0.07
	IT Services				
5,820	Mastercard Inc., A	USA	USD	1,549,595	1.16
6,660	Accenture PLC, A	USA	USD	1,250,521	0.93
5,400	Automatic Data Processing Inc.	USA	USD	820,991	0.61
6,400	Paychex Inc.	USA	USD	485,429	0.36
2,100	VeriSign Inc.	USA	USD	360,808	0.27
3,300	Akamai Technologies Inc.	USA	USD	254,183	0.19
4,700	NEC Corp.	JPN	JPY	174,312	0.13
2,007	Atos SE	FRA	EUR	149,160	0.11
				5,044,999	3.76
	Leisure products				
3,900	Bandai Namco Holdings Inc.	JPN	JPY	212,194	0.16
	Life Sciences Tools & Services				
420	Mettler-Toledo International Inc.	USA	USD	297,096	0.22
1,300	Waters Corp.	USA	USD	270,850	0.20
900	Illumina Inc.	USA	USD	266,232	0.20
557	Sartorius Stedim Biotech	FRA	EUR	82,269	0.06
				916,447	0.68
	Machinery				
5,700	Illinois Tool Works Inc.	USA	USD	913,006	0.68
19,437	Atlas Copco AB, A	SWE	SEK	691,342	0.52
4,700	Ingersoll-Rand PLC	USA	USD	557,068	0.41
2,900	Cummins Inc.	USA	USD	462,779	0.34
1,400	IDEX Corp.	USA	USD	214,722	0.16
2,160	Sumitomo Heavy Industries Ltd.	JPN	JPY	55,474	0.04
1,900	Kurita Water Industries Ltd.	JPN	JPY	50,745	0.04
47,500	Yangzijiang Shipbuilding Holdings Ltd.	SGP	SGD	35,265	0.03
13,000	Sinotruk Hong Kong Ltd.	CHN	HKD	24,725	0.02
				3,005,126	2.24
	Media				
4,114	ViacomCBS Inc., B	USA	USD	153,965	0.12
4,942	Cyfrowy Polsat SA	POL	PLN	32,461	0.02
1,353	Cheil Worldwide Inc.	KOR	KRW	25,100	0.02
1,076	SES SA, IDR	LUX	EUR	13,450	0.01
				224,976	0.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Metals & Mining				
14,756	Rio Tinto PLC	AUS	GBP	784,741	0.58
29,334	BHP Group Ltd.	AUS	AUD	714,307	0.53
31,255	BHP Group PLC	GBR	GBP	655,864	0.49
7,207	Rio Tinto Ltd.	AUS	AUD	452,719	0.34
26,671	Fortescue Metals Group Ltd.	AUS	AUD	178,385	0.13
3,900	Kirkland Lake Gold Ltd.	CAN	CAD	153,288	0.11
1,097	Anglo American Platinum Ltd.	ZAF	ZAR	91,314	0.07
10,058	Evraz PLC	RUS	GBP	47,990	0.04
27,098	Eregli Demir ve Celik Fabrikalari AS	TUR	TRY	36,714	0.03
1,335	Kumba Iron Ore Ltd.	ZAF	ZAR	35,450	0.03
600	Compania de Minas Buenaventura SA, ADR	PER	USD	8,079	0.01
20,000	China Oriental Group Co. Ltd.	CHN	HKD	7,392	0.00
				3,166,243	2.36
	Multiline Retail				
2,664	Next PLC	GBR	GBP	220,802	0.17
11,089	Harvey Norman Holdings Ltd.	AUS	AUD	28,238	0.02
				249,040	0.19
	Multi-Utilities				
4,800	Ameren Corp.	USA	USD	328,717	0.24
10,561	Veolia Environnement SA	FRA	EUR	250,401	0.19
12,782	AGL Energy Ltd.	AUS	AUD	164,183	0.12
6,799	Suez	FRA	EUR	91,685	0.07
				834,986	0.62
	Oil, Gas & Consumable Fuels				
216,000	CNOOC Ltd.	CHN	HKD	320,342	0.24
7,330	Neste Oil OYJ	FIN	EUR	227,377	0.17
71,270	China Shenhua Energy Co. Ltd., H	CHN	HKD	132,775	0.10
8,100	Cabot Oil & Gas Corp., A	USA	USD	125,749	0.09
25,200	EnCana Corp.	CAN	CAD	105,208	0.08
1,656	OMV AG	AUT	EUR	82,933	0.06
48,943	Oil & Natural Gas Corp. Ltd.	IND	INR	78,778	0.06
12,498	Bharat Petroleum Corp. Ltd.	IND	INR	76,772	0.06
2,146	Aker BP ASA	NOR	NOK	62,787	0.05
23,771	Coal India Ltd.	IND	INR	62,784	0.05
10,796	Qatar Fuel QSC	QAT	QAR	60,258	0.04
4,975	MOL Hungarian Oil and Gas PLC	HUN	HUF	44,207	0.03
31,700	United Tractors Tbk PT	IDN	IDR	43,828	0.03
5,107	Exxaro Resources Ltd.	ZAF	ZAR	42,643	0.03
11,901	Hindustan Petroleum Corp. Ltd.	IND	INR	39,337	0.03
11,399	Petronet LNG Ltd.	IND	INR	38,169	0.03
42,170	Ecopetrol SA	COL	COP	37,921	0.03
1,800	Grupa Lotos SA	POL	PLN	35,367	0.03
33,366	Polskie Gornictwo Naftowe i Gazownictwo SA	POL	PLN	33,948	0.02
36,000	Yanzhou Coal Mining Co. Ltd., H	CHN	HKD	28,837	0.02
284,400	Adaro Energy Tbk PT	IDN	IDR	28,406	0.02
4,800	Petronas Dagangan Bhd.	MYS	MYR	24,174	0.02
56,400	Bukit Asam Tbk PT	IDN	IDR	9,636	0.01
11,700	Oil & Gas Development Co. Ltd.	PAK	PKR	9,571	0.01
386	Motor Oil (Hellas) Corinth Refineries SA	GRC	EUR	7,959	0.00
				1,759,766	1.31
	Paper & Forest Products				
16,900	Oji Holdings Corp.	JPN	JPY	82,508	0.06
	Personal Products				
2,330	Estee Lauder Cos. Inc., A	USA	USD	429,121	0.32

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
4,255	Roche Holding AG	CHE	CHF	1,231,207	0.92
7,490	Novo Nordisk AS, B	DNK	DKK	387,558	0.29
5,170	Shionogi & Co. Ltd.	JPN	JPY	287,063	0.21
4,100	Bristol-Myers Squibb Co.	USA	USD	234,677	0.17
2,089	Orion OYJ	FIN	EUR	86,213	0.06
3,000	Sumitomo Dainippon Pharma Co. Ltd.	JPN	JPY	52,431	0.04
26,000	China Medical System Holdings Ltd.	CHN	HKD	33,383	0.03
22,000	Luye Pharma Group Ltd.	CHN	HKD	14,703	0.01
75,000	Sihuan Pharmaceutical Holdings Group Ltd.	CHN	HKD	7,982	0.01
				2,335,217	1.74
	Professional Services				
7,500	IHS Markit Ltd.	USA	USD	503,924	0.38
700	CoStar Group Inc.	USA	USD	373,454	0.28
5,405	Wolters Kluwer NV	NLD	EUR	351,433	0.26
105	SGS SA	CHE	CHF	256,508	0.19
3,117	Adecco Group AG	CHE	CHF	175,846	0.13
2,300	Robert Half International Inc.	USA	USD	129,515	0.10
2,336	Randstad NV	NLD	EUR	127,172	0.10
1,140	ManpowerGroup Inc.	USA	USD	98,706	0.07
3,400	Persol Holdings Co. Ltd.	JPN	JPY	57,218	0.04
				2,073,776	1.55
	Real Estate Management & Development				
31,000	Sun Hung Kai Properties Ltd.	HKG	HKD	423,211	0.31
6,300	CBRE Group Inc.	USA	USD	344,310	0.26
74,000	China Overseas Land & Investment Ltd.	CHN	HKD	257,007	0.19
151,000	Country Garden Holdings Co. Ltd.	CHN	HKD	215,648	0.16
38,000	Sunac China Holdings Ltd.	CHN	HKD	202,422	0.15
1,300	Daito Trust Construction Co. Ltd.	JPN	JPY	143,788	0.11
17,906	Aroundtown SA	DEU	EUR	142,962	0.11
14,560	Wheelock and Co. Ltd.	HKG	HKD	86,557	0.06
9,000	Swire Pacific Ltd., A	HKG	HKD	74,565	0.06
100,000	China Jinmao Holdings Group Ltd.	CHN	HKD	69,461	0.05
24,000	Logan Property Holdings Co. Ltd.	CHN	HKD	35,923	0.03
12,500	Kerry Properties Ltd.	HKG	HKD	35,403	0.03
23,000	China Aoyuan Group Ltd.	CHN	HKD	33,426	0.02
20,000	Guangzhou R&F Properties Co. Ltd., H	CHN	HKD	32,911	0.02
24,500	KWG Group Holdings Ltd.	CHN	HKD	30,616	0.02
15,792	Emaar Properties PJSC	ARE	AED	15,411	0.01
16,049	Emaar Development PJSC	ARE	AED	15,273	0.01
10,000	Ruentex Development Co. Ltd.	TWN	TWD	13,475	0.01
15,330	Aldar Properties PJSC	ARE	AED	8,039	0.01
				2,180,408	1.62
	Road & Rail				
3,200	West Japan Railway Co.	JPN	JPY	247,890	0.18
	Semiconductors & Semiconductor Equipment				
8,020	Texas Instruments Inc.	USA	USD	917,460	0.68
2,450	Lam Research Corp.	USA	USD	638,798	0.48
3,000	Xilinx Inc.	USA	USD	261,546	0.20
10,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	65,288	0.05
8,000	Realtek Semiconductor Corp.	TWN	TWD	56,046	0.04
4,000	Globalwafers Co. Ltd.	TWN	TWD	45,612	0.03
				1,984,750	1.48
	Software				
21,760	Microsoft Corp.	USA	USD	3,059,924	2.28
3,120	Intuit Inc.	USA	USD	728,719	0.54
3,000	Synopsys Inc.	USA	USD	372,375	0.28
1,600	ANSYS Inc.	USA	USD	367,253	0.27
5,770	Cadence Design Systems Inc.	USA	USD	356,866	0.27
2,500	Citrix Systems Inc.	USA	USD	247,225	0.18

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software (continued)				
1,480	VMware Inc., A	USA	USD	200,320	0.15
21,658	The Sage Group PLC	GBR	GBP	191,583	0.14
700	CyberArk Software Ltd.	ISR	USD	72,768	0.06
700	Oracle Corp. Japan	JPN	JPY	57,149	0.04
				5,654,182	4.21
	Specialty Retail				
4,220	Ross Stores Inc.	USA	USD	438,087	0.33
4,501	Best Buy Co. Inc.	USA	USD	352,390	0.26
300	AutoZone Inc.	USA	USD	318,688	0.24
800	O'Reilly Automotive Inc.	USA	USD	312,638	0.23
6,080	Industria de Diseno Textil SA	ESP	EUR	191,216	0.14
2,250	Tractor Supply Co.	USA	USD	187,471	0.14
9,149	Hennes & Mauritz AB, B	SWE	SEK	165,913	0.12
660	Ulta Beauty Inc.	USA	USD	148,979	0.11
4,652	Mr. Price Group Ltd.	ZAF	ZAR	54,057	0.04
600	ABC-Mart Inc.	JPN	JPY	36,628	0.03
				2,206,067	1.64
	Technology Hardware, Storage & Peripherals				
10,300	Apple Inc.	USA	USD	2,697,039	2.01
7,000	FUJIFILM Holdings Corp.	JPN	JPY	300,393	0.22
4,800	NetApp Inc.	USA	USD	266,441	0.20
55,000	Wistron Corp.	TWN	TWD	46,484	0.04
10,000	Chicony Electronics Co. Ltd.	TWN	TWD	26,533	0.02
				3,336,890	2.49
	Textiles, Apparel & Luxury Goods				
8,400	NIKE Inc., B	USA	USD	758,842	0.57
1,724	LVMH Moet Hennessy Louis Vuitton SE	FRA	EUR	714,081	0.53
2,006	Adidas AG	DEU	EUR	581,339	0.43
620	Hermes International	FRA	EUR	413,044	0.31
1,510	Lululemon Athletica Inc.	USA	USD	311,937	0.23
7,956	Burberry Group PLC	GBR	GBP	207,185	0.16
5,400	Feng Tay Enterprise Co. Ltd.	TWN	TWD	31,392	0.02
				3,017,820	2.25
	Thrifts & Mortgage Finance				
6,055	LIC Housing Finance Ltd.	IND	INR	32,851	0.02
5,808	Indiabulls Housing Finance Ltd.	IND	INR	22,732	0.02
				55,583	0.04
	Tobacco				
17,697	Eastern Co. SAE	EGY	EGP	14,866	0.01
2,700	British American Tobacco Malaysia Bhd.	MYS	MYR	8,882	0.01
				23,748	0.02
	Trading Companies & Distributors				
11,040	Fastenal Co.	USA	USD	363,750	0.27
900	W.W. Grainger Inc.	USA	USD	271,673	0.20
947	Posco International Corp.	KOR	KRW	13,624	0.01
				649,047	0.48
	Water Utilities				
3,500	American Water Works Co. Inc.	USA	USD	383,410	0.29
6,400	Companhia de Saneamento Basico do Estado de Sao Paulo	BRA	BRL	85,983	0.06
51,683	Aguas Andinas SA, A	CHL	CLP	19,540	0.01
				488,933	0.36
	Wireless Telecommunication Services				
64,500	China Mobile Ltd.	CHN	HKD	483,454	0.36
15,500	KDDI Corp.	JPN	JPY	413,720	0.31
22,600	Softbank Corp.	JPN	JPY	270,647	0.20
31,000	Taiwan Mobile Co. Ltd.	TWN	TWD	103,507	0.08
12,160	Vodacom Group Ltd.	ZAF	ZAR	89,271	0.06

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services (continued)				
1,705	PLDT Inc.	PHL	PHP	29,639	0.02
655	Globe Telecom Inc.	PHL	PHP	23,279	0.02
				1,413,517	1.05
	TOTAL SHARES			85,542,654	63.73
	RIGHTS				
	Pharmaceuticals				
4,100	Bristol-Myers Squibb Co., rts., 02/01/49	USA	USD	11,004	0.01
	TOTAL RIGHTS			11,004	0.01
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			93,278,396	69.49
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
133,102	FTIF Templeton Emerging Markets Smaller Companies Fund, Class Y (Mdis) USD	LUX	USD	1,283,014	0.96
627	FTIF Franklin High Yield Fund, Class Y (Mdis) USD	LUX	USD	5,345	0.00
				1,288,359	0.96
	TOTAL INVESTMENTS FUNDS			1,288,359	0.96
	BONDS				
	Asset-Backed Securities				
2,300,000	GNMA II, SF, 4.00%, 12/20/49	USA	USD	2,143,021	1.60
2,300,000	GNMA II, SF, 3.50%, 12/20/49	USA	USD	2,125,102	1.58
				4,268,123	3.18
	Corporate Bonds				
200,000	BPCE SA, sub. bond, Reg S, 2.75% to 07/08/21, FRN thereafter, 07/08/26	FRA	EUR	207,690	0.15
200,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	204,402	0.15
200,000	BNP Paribas SA, senior note, Reg S, 0.125%, 09/04/26	FRA	EUR	194,302	0.14
168,000	Telefonica Emisiones SA, senior bond, Reg S, 1.957%, 07/01/39	ESP	EUR	176,726	0.13
173,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	175,490	0.13
143,000	Lloyds Bank Corporate Markets PLC, senior note, Reg S, 1.75%, 07/11/24	GBR	GBP	170,457	0.13
144,000	Aroundtown SA, sub. bond, 2.875% to 01/12/25, FRN thereafter, Perpetual	DEU	EUR	150,222	0.11
150,000	DH Europe Finance II S. à r.l., senior note, 0.20%, 03/18/26	USA	EUR	148,360	0.11
113,000	M&G PLC, sub. bond, Reg S, 3.875% to 07/20/24, FRN thereafter, 07/20/49	GBR	GBP	136,836	0.10
112,000	Fiserv Inc., senior note, 2.25%, 07/01/25	USA	GBP	135,882	0.10
130,000	LYB International Finance II BV, senior note, 0.875%, 09/17/26	USA	EUR	130,455	0.10
130,000	British Telecommunications PLC, senior note, Reg S, 0.50%, 09/12/25	GBR	EUR	129,078	0.10
131,000	AT&T Inc., senior note, 0.25%, 03/04/26	USA	EUR	128,427	0.10
131,000	ANZ New Zealand International Ltd. of London, senior note, Reg S, 0.375%, 09/17/29	NZL	EUR	128,196	0.10
129,000	Schlumberger Finance BV, senior note, Reg S, 0.25%, 10/15/27	USA	EUR	128,035	0.09
125,000	BP Capital Markets PLC, senior note, Reg S, 0.831%, 11/08/27	GBR	EUR	127,782	0.09
125,000	Westlake Chemical Corp., senior note, 1.625%, 07/17/29	USA	EUR	124,873	0.09
100,000	Wells Fargo & Co., senior note, Reg S, 2.00%, 07/28/25	USA	GBP	120,369	0.09
100,000	Barclays PLC, senior note, Reg S, FRN, 2.375%, 10/06/23 †	GBR	GBP	120,309	0.09
109,000	The Goldman Sachs Group Inc., senior note, Reg S, 3.25%, 02/01/23	USA	EUR	119,408	0.09
100,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	116,555	0.09
117,000	Telenor ASA, senior note, Reg S, 0.25%, 09/25/27	NOR	EUR	115,471	0.09
100,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	114,502	0.08
100,000	Stryker Corp., senior note, 2.125%, 11/30/27	USA	EUR	112,162	0.08
100,000	Credit Agricole SA, senior note, Reg S, 1.75%, 03/05/29	FRA	EUR	109,566	0.08
100,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	107,285	0.08
100,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	106,654	0.08
117,000	Walmart Inc., senior note, 3.125%, 06/23/21	USA	USD	106,562	0.08
100,000	Trivium Packaging Finance BV, secured note, Reg S, 3.75%, 08/15/26	NLD	EUR	106,235	0.08
100,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	105,818	0.08
100,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	105,107	0.08
100,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	104,877	0.08
100,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	104,088	0.08
100,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	104,078	0.08
100,000	Enel Finance International NV, senior note, Reg S, 1.00%, 09/16/24	ITA	EUR	103,733	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
100,000	Merck KGaA, junior sub. bond, Reg S, 1.625% to 12/18/29, FRN thereafter, 06/25/79	DEU	EUR	103,218	0.08
100,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	103,145	0.08
100,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	102,782	0.08
100,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	102,749	0.08
100,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	102,289	0.08
100,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	102,271	0.08
100,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	101,577	0.08
100,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	101,574	0.08
101,000	BAT Capital Corp., senior note, Reg S, FRN, 0.101%, 08/16/21 †	GBR	EUR	101,162	0.07
100,000	Albemarle New Holding GmbH, senior note, Reg S, 1.625%, 11/25/28	USA	EUR	100,458	0.07
100,000	Credit Agricole SA, senior note, Reg S, 0.375%, 10/21/25	FRA	EUR	99,791	0.07
100,000	ING Groep NV, sub. bond, Reg S, 1.00% to 11/13/25, FRN thereafter, 11/13/30	NLD	EUR	99,782	0.07
100,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	82,900	0.06
78,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	70,770	0.05
75,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	69,759	0.05
70,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	67,022	0.05
70,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	65,573	0.05
72,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	65,089	0.05
74,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	39,921	0.03
36,000	Walmart Inc., senior note, 2.375%, 09/24/29	USA	USD	32,133	0.02
29,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	26,102	0.02
				6,320,059	4.71
	Government and Municipal Bonds				
1,021,000	Government of Mexico, senior note, 1.875%, 02/23/22	MEX	EUR	1,061,212	0.79
648,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	667,972	0.50
496,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	534,111	0.40
513,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	530,067	0.40
485,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	526,676	0.39
492,000	Government of Finland, senior bond, 144A, Reg S, 0.875%, 09/15/25	FIN	EUR	524,409	0.39
488,000	Government of Portugal, senior note, 144A, Reg S, 2.20%, 10/17/22	PRT	EUR	522,948	0.39
440,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	517,308	0.39
453,000	Government of Belgium, Reg S, 2.60%, 06/22/24	BEL	EUR	513,910	0.38
396,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	513,138	0.38
413,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	512,496	0.38
467,000	Government of Austria, senior bond, Reg S, 1.65%, 10/21/24	AUT	EUR	512,434	0.38
373,000	Government of France, 6.00%, 10/25/25	FRA	EUR	509,837	0.38
386,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	509,072	0.38
424,000	Government of Spain, senior bond, Reg S, 5.40%, 01/31/23	ESP	EUR	498,331	0.37
385,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	497,540	0.37
422,000	Government of Spain, senior bond, 144A, Reg S, 5.85%, 01/31/22	ESP	EUR	477,012	0.36
401,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	448,658	0.33
361,000	Government of Ireland, Reg S, 3.40%, 03/18/24	IRL	EUR	418,000	0.31
185,000	Government of France, Reg S, 4.00%, 04/25/60	FRA	EUR	367,851	0.27
181,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	344,842	0.26
306,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	318,317	0.24
170,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	288,411	0.21
165,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	283,354	0.21
220,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	272,544	0.20
197,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	253,472	0.19
236,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	249,900	0.19
138,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	248,005	0.18
219,000	Government of France, Reg S, 1.75%, 11/25/24	FRA	EUR	241,863	0.18
122,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	235,853	0.18
168,000	Government of Spain, senior bond, 144A, Reg S, 2.90%, 10/31/46	ESP	EUR	230,028	0.17
145,000	Government of Germany, Reg S, 2.50%, 07/04/44	DEU	EUR	222,587	0.17
136,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	213,272	0.16
126,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	210,760	0.16
116,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	193,497	0.14
				14,469,687	10.78

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Diversified Dynamic Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
536,000	Government of Germany, Reg S, 3.25%, 01/04/20	DEU	EUR	536,000	0.40
	TOTAL BONDS			25,593,869	19.07
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			26,882,228	20.03
	TOTAL INVESTMENTS			120,160,624	89.52

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Emerging Markets Debt Opportunities Hard Currency Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
1,350,000	Southern Gas Corridor CJSC, senior note, Reg S, 6.875%, 03/24/26	AZE	USD	1,603,064	1.64
925,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	1,244,467	1.27
1,050,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	1,129,818	1.15
1,025,000	Syngenta Finance NV, senior note, Reg S, 5.182%, 04/24/28	CHE	USD	1,104,396	1.13
1,000,000	State Grid Overseas Investment 2013 Ltd., senior note, Reg S, 3.125%, 05/22/23	CHN	USD	1,023,055	1.04
1,000,000	Braskem Netherlands Finance BV, senior bond, Reg S, 4.50%, 01/31/30	BRA	USD	993,900	1.01
825,000	Medco Platinum Road Pte. Ltd., first lien, Reg S, 6.75%, 01/30/25	IDN	USD	838,762	0.86
800,000	Sri Rejeki Isman Tbk PT, senior note, Reg S, 7.25%, 01/16/25	IDN	USD	831,505	0.85
800,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	827,756	0.85
800,000	Telecommunications Services of Trinidad & Tobago Ltd., senior bond, Reg S, 8.875%, 10/18/29	TTO	USD	804,000	0.82
800,000	MHP Lux SA, senior note, Reg S, 6.25%, 09/19/29	UKR	USD	787,480	0.80
700,000	Braskem Idesa SAPI, senior secured note, Reg S, 7.45%, 11/15/29	MEX	USD	747,082	0.76
700,000	Ecopetrol SA, senior bond, 4.125%, 01/16/25	COL	USD	737,047	0.75
700,000	Alfa Bank AO Via Alfa Bond Issuance PLC, sub. bond, Reg S, 5.95% to 04/15/25, FRN thereafter, 04/15/30	RUS	USD	714,700	0.73
800,000	Tullow Oil PLC, senior note, Reg S, 7.00%, 03/01/25	GHA	USD	675,448	0.69
600,000	Fidelity Bank PLC, senior note, Reg S, 10.50%, 10/16/22	NGA	USD	673,431	0.69
600,000	IHS Netherlands Holdco BV, senior note, Reg S, 8.00%, 09/18/27	NGA	USD	639,570	0.65
620,000	Kyiv Finance PLC, (City of Kiev), loan participation, Reg S, 7.50%, 12/15/22	UKR	USD	604,520	0.62
900,000	Rutas 2 and 7 Finance Ltd., senior secured bond, first lien, Reg S, zero cpn., 09/30/36	PRY	USD	585,841	0.60
475,000	Energo-Pro AS, senior note, Reg S, 4.00%, 12/07/22	CZE	EUR	546,733	0.56
539,003	Sparc EM SPC Panama Metro Line 2 SP, secured note, Reg S, zero cpn., 12/05/22	PAN	USD	518,964	0.53
400,000	St. Marys Cement Inc., senior bond, Reg S, 5.75%, 01/28/27	BRA	USD	450,139	0.46
400,000	United Bank for Africa PLC, senior note, Reg S, 7.75%, 06/08/22	NGA	USD	426,224	0.44
312,000	Trinidad Petroleum Holdings Ltd., senior secured note, first lien, Reg S, 9.75%, 06/15/26	TTO	USD	350,451	0.36
400,000	Petra Diamonds U.S. Treasury PLC, secured note, second lien, Reg S, 7.25%, 05/01/22	ZAF	USD	253,497	0.26
225,000	MHP Lux SA, senior note, Reg S, 6.95%, 04/03/26	UKR	USD	236,489	0.24
200,000	Sociedad Quimica y Minera de Chile SA, senior bond, Reg S, 4.375%, 01/28/25	CHL	USD	210,383	0.21
200,000	Empresa Electrica Cochrane SpA, senior secured note, Reg S, 5.50%, 05/14/27	CHL	USD	209,250	0.21
110,050	Lima Metro Line 2 Finance Ltd., senior secured bond, first lien, Reg S, 5.875%, 07/05/34	PER	USD	127,698	0.13
				19,895,670	20.31
	Government and Municipal Bonds				
3,700,000	Government of Indonesia, senior note, Reg S, 3.375%, 04/15/23	IDN	USD	3,815,163	3.90
3,625,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	3,557,470	3.63
3,250,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	3,518,801	3.59
3,250,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	3,474,955	3.55
3,050,000	Government of Uruguay, senior bond, 4.375%, 01/23/31	URY	USD	3,416,762	3.49
3,025,000	Government of Colombia, senior bond, 2.625%, 03/15/23	COL	USD	3,037,629	3.10
2,650,000	Government of Ghana, senior bond, Reg S, 8.125%, 01/18/26	GHA	USD	2,863,147	2.92
2,600,000	Government of Brazil, senior bond, 4.50%, 05/30/29	BRA	USD	2,757,950	2.82
2,300,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	2,629,900	2.69
2,475,000	Government of South Africa, senior bond, 4.30%, 10/12/28	ZAF	USD	2,431,170	2.48
2,000,000	Government of Peru, senior bond, 4.125%, 08/25/27	PER	USD	2,245,715	2.29
2,075,000	Government of Lithuania, Reg S, 6.125%, 03/09/21	LTU	USD	2,177,459	2.22
2,150,000	Government of Turkey, 3.25%, 03/23/23	TUR	USD	2,068,784	2.11
2,475,000	Government of Turkey, senior bond, 4.875%, 04/16/43	TUR	USD	2,046,825	2.09
1,700,000	Government of Egypt, senior note, Reg S, 7.50%, 01/31/27	EGY	USD	1,897,625	1.94
1,750,000	Government of Romania, senior bond, Reg S, 4.375%, 08/22/23	ROU	USD	1,869,410	1.91
1,700,000	Government of Ethiopia, senior note, Reg S, 6.625%, 12/11/24	ETH	USD	1,839,886	1.88
1,700,000	Government of Jordan, senior bond, Reg S, 6.125%, 01/29/26	JOR	USD	1,824,365	1.86
1,575,000	Government of Cameroon, senior note, Reg S, 9.50%, 11/19/25	CMR	USD	1,771,847	1.81
1,275,000	Government of Mexico, senior bond, A, 6.75%, 09/27/34	MEX	USD	1,744,277	1.78
1,400,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	1,733,326	1.77
1,550,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	1,732,902	1.77
1,566,667	Government of the Dominican Republic, senior bond, Reg S, 7.50%, 05/06/21	DOM	USD	1,630,720	1.67
1,450,000	Export Credit Bank of Turkey, senior note, Reg S, 8.25%, 01/24/24	TUR	USD	1,580,428	1.61
1,500,000	Government of Chile, senior note, 2.25%, 10/30/22	CHL	USD	1,506,300	1.54
1,350,000	Government of Panama, senior note, 3.75%, 03/16/25	PAN	USD	1,438,310	1.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Emerging Markets Debt Opportunities Hard Currency Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
1,100,000	Government of Armenia, senior note, Reg S, 7.15%, 03/26/25	ARM	USD	1,293,542	1.32
1,200,000	Government of Belarus International Bond, senior bond, Reg S, 6.20%, 02/28/30	BLR	USD	1,277,814	1.30
1,050,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	1,223,182	1.25
1,050,000	Belarus Development Bank JSC, senior note, Reg S, 6.75%, 05/02/24	BLR	USD	1,107,881	1.13
800,000	Government of Jamaica, senior bond, 7.875%, 07/28/45	JAM	USD	1,082,748	1.11
800,000	Government of Honduras, senior bond, Reg S, 7.50%, 03/15/24	HND	USD	892,332	0.91
800,000	Government of Paraguay, senior note, Reg S, 4.625%, 01/25/23	PRY	USD	847,132	0.87
800,000	Government of Suriname, senior note, Reg S, 9.875%, 12/30/23	SUR	USD	757,593	0.77
740,000	Government of Ukraine, Reg S, VRI, GDP Linked Security, zero cpn., 05/31/40	UKR	USD	709,475	0.72
900,000	Government of Suriname, senior note, Reg S, 9.25%, 10/26/26	SUR	USD	709,063	0.72
625,000	Government of Costa Rica, senior bond, Reg S, 4.25%, 01/26/23	CRI	USD	629,947	0.64
600,000	Banque Ouest Africaine de Developpement, senior bond, Reg S, 4.70%, 10/22/31	SP	USD	609,600	0.62
900,000	Government of Argentina, senior note, 5.875%, 01/11/28	ARG	USD	425,563	0.43
400,000	Provincia del Chubut Argentina, first lien, Reg S, 7.75%, 07/26/26	ARG	USD	274,000	0.28
200,000	Banque Ouest Africaine de Developpement, senior note, Reg S, 5.00%, 07/27/27	SP	USD	212,500	0.22
200,000	Province de Neuquen, senior secured bond, Reg S, 8.625%, 05/12/28	ARG	USD	196,500	0.20
163,035	Grenada Government International Bond, senior bond, Reg S, 7.00%, 05/12/30	GRD	USD	157,329	0.16
185,000	Provincia de Tierra Del Fuego Argentina, secured note, Reg S, 8.95%, 04/17/27	ARG	USD	147,075	0.15
				73,164,402	74.69
	TOTAL BONDS			93,060,072	95.00
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			93,060,072	95.00
	TOTAL INVESTMENTS			93,060,072	95.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Euro Government Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
1,000,000	La Poste SA, senior note, Reg S, 0.375%, 09/17/27	FRA	EUR	993,468	1.41
	Government and Municipal Bonds				
7,500,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.75%, 09/01/28	ITA	EUR	9,687,075	13.78
5,100,000	Government of Spain, senior bond, 144A, Reg S, 1.85%, 07/30/35	ESP	EUR	5,838,888	8.31
4,400,000	Italy Treasury Bond, senior note, Reg S, 2.00%, 02/01/28	ITA	EUR	4,705,281	6.69
3,900,000	Government of Spain, senior bond, 144A, Reg S, 1.40%, 04/30/28	ESP	EUR	4,243,044	6.03
3,000,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	3,876,939	5.51
3,400,000	Government of Spain, senior bond, 144A, Reg S, 1.45%, 04/30/29	ESP	EUR	3,717,458	5.29
3,300,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	3,372,139	4.80
2,600,000	Government of Germany, Reg S, 1.25%, 08/15/48	DEU	EUR	3,266,159	4.65
2,900,000	Government of the Netherlands, Reg S, 0.50%, 07/15/26	NLD	EUR	3,050,265	4.34
2,500,000	Government of Belgium, senior note, Reg S, 0.50%, 10/22/24	BEL	EUR	2,600,631	3.70
2,400,000	Government of Finland, 144A, Reg S, 0.50%, 04/15/26	FIN	EUR	2,509,442	3.57
1,750,000	Government of Lithuania, senior bond, Reg S, 2.125%, 10/22/35	LTU	EUR	2,166,565	3.08
1,700,000	Government of Romania, senior bond, Reg S, 2.875%, 05/26/28	ROU	EUR	1,919,150	2.73
1,700,000	Government of Poland, Reg S, 0.875%, 05/10/27	POL	EUR	1,798,115	2.56
1,600,000	Government of Belgium, Reg S, 1.25%, 04/22/33	BEL	EUR	1,793,847	2.55
1,400,000	Government of Austria, senior bond, Reg S, 0.75%, 10/20/26	AUT	EUR	1,490,541	2.12
1,350,000	Government of Latvia, senior note, Reg S, 1.125%, 05/30/28	LVA	EUR	1,460,234	2.08
1,300,000	Bank Gospodarstwa Krajowego, senior bond, Reg S, 1.625%, 04/30/28	POL	EUR	1,436,123	2.04
1,400,000	Government of Sweden, senior note, Reg S, 0.125%, 04/24/23	SWE	EUR	1,424,377	2.03
1,200,000	Agence Francaise de Developpement, senior note, Reg S, 0.50%, 10/31/25	FRA	EUR	1,235,290	1.76
1,000,000	European Investment Bank, senior bond, Reg S, 1.125%, 09/15/36	SP	EUR	1,115,715	1.59
700,000	Government of Germany, Reg S, 2.50%, 08/15/46	DEU	EUR	1,097,652	1.56
1,000,000	KFW, senior secured bond, Reg S, 0.875%, 07/04/39	DEU	EUR	1,074,670	1.53
1,000,000	Government of Hungary, senior note, Reg S, 1.25%, 10/22/25	HUN	EUR	1,063,914	1.51
800,000	Government of Ireland, Reg S, 1.50%, 05/15/50	IRL	EUR	917,818	1.31
700,000	NRW Bank, senior bond, 0.875%, 04/12/34	DEU	EUR	741,391	1.05
200,000	Government of Austria, senior bond, 144A, Reg S, 2.10%, 09/20/2117	AUT	EUR	320,017	0.45
300,000	Government of Germany, 0.00%, 08/15/50	DEU	EUR	269,918	0.38
				68,192,658	97.00
	TOTAL BONDS			69,186,126	98.41
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			69,186,126	98.41
	TOTAL INVESTMENTS			69,186,126	98.41

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Euro High Yield Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
250,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	6,265,375	1.20
20,000	iShares PLC - iShares Euro High Yield Corporate Bond UCITS ETF, Class EUR (Dist)	IRL	EUR	2,111,800	0.40
				8,377,175	1.60
	TOTAL INVESTMENTS FUNDS			8,377,175	1.60
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			8,377,175	1.60
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
8,550,000	WMG Acquisition Corp., senior secured note, first lien, Reg S, 4.125%, 11/01/24	USA	EUR	8,845,830	1.70
7,500,000	Caixa Geral de Depositos SA, sub. note, Reg S, 5.75% to 06/28/23, FRN thereafter, 06/28/28	PRT	EUR	8,589,352	1.65
7,500,000	Catalent Pharma Solutions Inc., senior note, Reg S, 4.75%, 12/15/24	USA	EUR	7,734,525	1.48
7,330,000	CeramTec BondCo GmbH, senior secured note, Reg S, 5.25%, 12/15/25	DEU	EUR	7,686,238	1.47
7,300,000	Ibercaja Banco SA, sub. note, Reg S, 5.00% to 07/27/20, FRN thereafter, 07/28/25	ESP	EUR	7,497,669	1.44
6,700,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	7,320,407	1.40
6,200,000	Altice Luxembourg SA, first lien, Reg S, 8.00%, 05/15/27	LUX	EUR	6,967,250	1.34
6,700,000	Barry Callebaut Services SA, senior note, 144A, 5.50%, 06/15/23	BEL	USD	6,521,066	1.25
6,000,000	ASR Media and Sponsorship SpA, secured note, Reg S, 5.125%, 08/01/24	ITA	EUR	6,330,000	1.21
5,600,000	Banco Comercial Portugues SA, junior sub. bond, Reg S, 9.25% to 01/31/24, FRN thereafter, Perpetual	PRT	EUR	6,230,308	1.19
6,000,000	Diocle SpA, secured note, Reg S, FRN, 3.875%, 06/30/26 †	ITA	EUR	6,108,750	1.17
5,700,000	Darling Global Finance BV, senior note, Reg S, 3.625%, 05/15/26	USA	EUR	6,034,476	1.16
5,400,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	5,793,417	1.11
5,500,000	Cemex Finance LLC, senior secured note, Reg S, 4.625%, 06/15/24	MEX	EUR	5,728,470	1.10
5,000,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	5,716,875	1.10
5,500,000	LSF10 Wolverine Investments SCA, secured note, Reg S, 5.00%, 03/15/24	DNK	EUR	5,646,245	1.08
4,900,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	5,589,528	1.07
5,500,000	ProGroup AG, secured note, Reg S, 3.00%, 03/31/26	DEU	EUR	5,576,037	1.07
5,200,000	Juventus Football Club SpA, senior note, 3.375%, 02/19/24	ITA	EUR	5,402,241	1.04
5,000,000	Trivium Packaging Finance BV, secured note, Reg S, 3.75%, 08/15/26	NLD	EUR	5,311,750	1.02
5,000,000	Matterhorn Telecom SA, senior secured note, Reg S, 3.125%, 09/15/26	LUX	EUR	5,200,150	1.00
4,500,000	Altice France SA/France, first lien, Reg S, 5.875%, 02/01/27	FRA	EUR	5,079,375	0.97
4,500,000	Abanca Corp Bancaria SA, sub. note, Reg S, FRN, 6.125%, 01/18/29 †	ESP	EUR	5,068,125	0.97
5,000,000	Summit Properties Ltd., senior note, Reg S, 2.00%, 01/31/25	DEU	EUR	4,905,250	0.94
5,500,000	Groupe Ecore Holding SAS, senior secured note, Reg S, FRN, 6.25%, 11/15/23 †	FRA	EUR	4,867,500	0.93
4,500,000	Avis Budget Finance PLC, senior note, Reg S, 4.75%, 01/30/26	USA	EUR	4,837,500	0.93
4,500,000	Crown European Holdings SA, senior note, Reg S, 2.625%, 09/30/24	USA	EUR	4,809,645	0.92
3,750,000	Enel SpA, sub. bond, Reg S, 6.625% to 09/15/21, FRN thereafter, 09/15/76	ITA	GBP	4,794,735	0.92
4,500,000	CPI Property Group SA, sub. bond, Reg S, 4.875% to 04/10/26, FRN thereafter, Perpetual	CZE	EUR	4,739,076	0.91
5,000,000	Intesa Sanpaolo SpA, sub. note, 144A, 5.017%, 06/26/24	ITA	USD	4,684,254	0.90
4,000,000	Commerzbank AG, sub. note, Reg S, 4.00%, 03/23/26	DEU	EUR	4,513,036	0.87
4,000,000	Telefonica Europe BV, junior sub. bond, Reg S, 4.375% to 03/14/25, FRN thereafter, Perpetual	ESP	EUR	4,475,000	0.86
4,000,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 4.00%, 08/19/22	USA	EUR	4,342,236	0.83
5,000,000	Casino Guichard Perrachon SA, senior bond, Reg S, 3.58%, 02/07/25	FRA	EUR	4,312,500	0.83
4,000,000	Banco Comercial Portugues SA, sub. note, Reg S, 4.50% to 12/07/22, FRN thereafter, 12/07/27	PRT	EUR	4,213,880	0.81
4,000,000	Dometic Group AB, senior note, Reg S, 3.00%, 05/08/26	SWE	EUR	4,172,760	0.80
4,000,000	Fresenius Finance BV, senior note, Reg S, 3.00%, 02/01/21	DEU	EUR	4,131,476	0.79
4,000,000	Standard Industries Inc., senior note, Reg S, 2.25%, 11/21/26	USA	EUR	4,131,380	0.79
4,000,000	eG Global Finance PLC, senior secured note, first lien, Reg S, 4.375%, 02/07/25	GBR	EUR	4,017,500	0.77
3,750,000	Sazka Group AS, senior note, Reg S, 4.125%, 11/20/24	CZE	EUR	3,944,062	0.76
3,760,000	Cott Corp., senior note, Reg S, 5.50%, 07/01/24	USA	EUR	3,927,418	0.75
3,500,000	UniCredit SpA, sub. note, Reg S, 4.875% to 02/20/24, FRN thereafter, 02/20/29	ITA	EUR	3,900,155	0.75
3,500,000	Banco BPM SpA, sub. note, Reg S, 4.25%, FRN thereafter, 10/01/29	ITA	EUR	3,593,187	0.69
3,400,000	OI European Group BV, senior note, Reg S, 2.875%, 02/15/25	USA	EUR	3,536,255	0.68
3,300,000	James Hardie International Finance Ltd., senior note, Reg S, 3.625%, 10/01/26	AUS	EUR	3,516,447	0.67

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Euro High Yield Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
2,800,000	Galaxy Bidco Ltd., senior secured note, Reg S, 6.50%, 07/31/26	GBR	GBP	3,514,034	0.67
3,500,000	Europcar Mobility Group, senior note, Reg S, 4.00%, 04/30/26	FRA	EUR	3,406,375	0.65
3,900,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	3,399,394	0.65
3,000,000	Erste Group Bank AG, junior sub. bond, Reg S, 5.125% to 03/12/19, FRN thereafter, Perpetual	AUT	EUR	3,337,044	0.64
3,000,000	SoftBank Group Corp., senior bond, Reg S, 5.00%, 04/15/28	JPN	EUR	3,320,457	0.64
4,000,000	Hema Bondco I BV, senior secured note, first lien, Reg S, FRN, 6.25%, 07/15/22 †	NLD	EUR	3,260,500	0.62
3,000,000	BAWAG Group AG, sub. bond, Reg S, 5.00% to 05/14/25, FRN thereafter, Perpetual	AUT	EUR	3,220,710	0.62
3,000,000	WMG Acquisition Corp., senior note, Reg S, 3.625%, 10/15/26	USA	EUR	3,183,750	0.61
3,000,000	LKQ European Holdings BV, senior note, Reg S, 3.625%, 04/01/26	USA	EUR	3,174,870	0.61
2,900,000	Naturgy Finance BV, junior sub. bond, Reg S, 4.125% to 11/18/22, FRN thereafter, Perpetual	ESP	EUR	3,146,790	0.60
3,000,000	Summer BC Holdco B S. à r.l., senior secured note, Reg S, 5.75%, 10/31/26	LUX	EUR	3,135,000	0.60
3,000,000	IQVIA Inc., senior note, Reg S, 2.875%, 09/15/25	USA	EUR	3,089,778	0.59
3,000,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	3,083,460	0.59
3,000,000	Quintiles IMS Inc., senior note, Reg S, 3.50%, 10/15/24	USA	EUR	3,067,440	0.59
3,000,000	Energo-Pro AS, senior note, Reg S, 4.50%, 05/04/24	CZE	EUR	3,050,925	0.58
3,000,000	Dufry One BV, senior note, Reg S, 2.00%, 02/15/27	CHE	EUR	3,048,073	0.58
3,250,000	Rekeep SpA, secured note, Reg S, 9.00%, 06/15/22	ITA	EUR	3,034,947	0.58
3,000,000	Odyssey Europe Holdco S. à r.l., Reg S, 8.00%, 05/15/23	EST	EUR	2,921,439	0.56
2,700,000	UPCB Finance IV Ltd., senior secured bond, first lien, Reg S, 4.00%, 01/15/27	NLD	EUR	2,850,012	0.55
3,000,000	GEMS Menasa Cayman Ltd./GEMS Education Delaware LLC, senior secured note, 144A, 7.125%, 07/31/26	ARE	USD	2,827,977	0.54
3,000,000	Ithaca Energy (North Sea) PLC, senior note, Reg S, 9.375%, 07/15/24	GBR	USD	2,795,622	0.54
2,700,000	Bayer AG, junior sub. bond, Reg S, 3.125% to 11/11/27, FRN thereafter, 11/12/79	DEU	EUR	2,774,250	0.53
2,300,000	EDF SA, junior sub. bond, Reg S, 5.00% to 01/22/26, FRN thereafter, Perpetual	FRA	EUR	2,636,380	0.51
2,500,000	Monitchem HoldCo. 3 SA, senior secured note, Reg S, 5.25%, 03/15/25	LUX	EUR	2,627,500	0.50
2,500,000	Liberty Mutual Group Inc., junior sub. bond, 3.625% to 05/23/24, FRN thereafter, 05/23/59	USA	EUR	2,617,812	0.50
2,250,000	Repsol International Finance BV, junior sub., Reg S, 4.50% to 03/25/25, FRN thereafter, 03/25/75	ESP	EUR	2,599,762	0.50
2,500,000	Telecom Italia SpA, senior note, Reg S, 2.375%, 10/12/27	ITA	EUR	2,555,150	0.49
2,500,000	Telecom Italia SpA, cvt., senior note, Reg S, 1.125%, 03/26/22	ITA	EUR	2,507,950	0.48
2,400,000	Banca Farmafactoring SpA, senior note, Reg S, 1.75%, 05/23/23	ITA	EUR	2,445,132	0.47
2,500,000	Fresenius Medical Care U.S. Finance II Inc., senior note, 144A, 4.75%, 10/15/24	DEU	USD	2,409,134	0.46
2,000,000	Koninklijke KPN NV, senior sub. bond, Reg S, 6.875% to 03/14/20, FRN thereafter, 03/14/73	NLD	GBP	2,388,092	0.46
2,000,000	Refinitiv U.S. Holdings Inc., senior note, Reg S, 6.875%, 11/15/26	USA	EUR	2,276,490	0.44
2,200,000	Equinix Inc., senior note, 2.875%, 10/01/25	USA	EUR	2,272,354	0.44
2,500,000	Bormioli Pharma Bidco SpA, senior secured note, Reg S, FRN, 3.50%, 11/15/24 †	ITA	EUR	2,254,250	0.43
2,000,000	HSBC Holdings PLC, sub. note, Reg S, 3.00%, 06/30/25	GBR	EUR	2,245,877	0.43
2,500,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, Reg S, 1.125%, 10/15/24	ISR	EUR	2,189,500	0.42
2,000,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 07/01/24	GBR	EUR	2,177,308	0.42
2,000,000	Banco BPM SpA, junior sub. bond, Reg S, 8.75% to 06/18/24, FRN thereafter, Perpetual	ITA	EUR	2,172,324	0.42
2,000,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	2,155,710	0.41
2,000,000	DKT Finance ApS, senior note, first lien, Reg S, 7.00%, 06/17/23	DNK	EUR	2,124,850	0.41
2,000,000	IHO Verwaltungs GmbH, senior secured note, Reg S, PIK, 3.875%, 05/15/27 ‡	DEU	EUR	2,122,710	0.41
2,000,000	Netflix Inc., senior bond, Reg S, 3.875%, 11/15/29	USA	EUR	2,122,500	0.41
2,000,000	eG Global Finance PLC, senior secured note, Reg S, 6.25%, 10/30/25	GBR	EUR	2,121,800	0.41
2,000,000	Piaggio & C SpA, senior note, Reg S, 3.625%, 04/30/25	ITA	EUR	2,114,020	0.41
2,000,000	IHO Verwaltungs GmbH, senior secured note, Reg S, PIK, 3.625%, 05/15/25 ‡	DEU	EUR	2,101,280	0.40
2,000,000	UPC Holding BV, senior secured bond, first lien, Reg S, 3.875%, 06/15/29	NLD	EUR	2,098,590	0.40
2,025,000	Schoeller Packaging BV, senior secured note, Reg S, 6.375%, 11/01/24	NLD	EUR	2,097,890	0.40
2,000,000	Tasty Bondco 1 SA, first lien, senior secured note, Reg S, 6.25%, 05/15/26	ESP	EUR	2,095,340	0.40
2,000,000	BAWAG Group AG, sub.note, Reg S, 2.375% to 03/26/24, FRN thereafter, 03/26/29	AUT	EUR	2,082,288	0.40
2,000,000	Altice Luxembourg SA, senior bond, Reg S, 6.25%, 02/15/25	FRA	EUR	2,077,000	0.40
2,000,000	Faurecia SE, senior note, Reg S, 2.375%, 06/15/27	FRA	EUR	2,074,856	0.40
2,100,000	Teollisuuden Voima OYJ, senior note, Reg S, 1.125%, 03/09/26	FIN	EUR	2,073,606	0.40
2,000,000	ADLER Real Estate AG, senior note, Reg S, 2.125%, 02/06/24	DEU	EUR	2,053,420	0.39
2,000,000	Loxam SAS, senior secured note, first lien, Reg S, 3.50%, 04/15/22	FRA	EUR	2,042,930	0.39
1,900,000	Faurecia SE, senior note, Reg S, 3.125%, 06/15/26	FRA	EUR	2,023,177	0.39
2,000,000	LimaCorporate SpA, senior secured note, Reg S, FRN, 3.75%, 08/15/23 †	ITA	EUR	2,010,450	0.39
2,500,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.625%, 10/15/28	ISR	EUR	1,955,600	0.37
2,000,000	Adient Global Holdings Ltd., senior note, Reg S, 3.50%, 08/15/24	USA	EUR	1,902,052	0.36

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Euro High Yield Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
2,000,000	La Financiere Atalian SASU, senior note, Reg S, 6.625%, 05/15/25	FRA	GBP	1,867,776	0.36
1,500,000	UniCredit SpA, junior sub. bond, Reg S, 7.50% to 06/03/26, FRN thereafter, Perpetual	ITA	EUR	1,757,878	0.34
1,600,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	1,740,298	0.33
1,500,000	Jaguar Land Rover Automotive PLC, senior sub.note, Reg S, 3.875%, 03/01/23	GBR	GBP	1,706,207	0.33
2,800,000	Pro-Gest SpA, senior note, Reg S, 3.25%, 12/15/24	ITA	EUR	1,676,640	0.32
1,500,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 3.325%, 03/24/25	USA	EUR	1,657,278	0.32
1,500,000	EDF SA, junior sub. bond, 4.00% to 10/04/24, FRN thereafter, Perpetual	FRA	EUR	1,641,833	0.31
1,500,000	Gas Natural Fenosa Finance BV, junior sub. bond, Reg S, 3.375% to 04/24/24, FRN thereafter, Perpetual	ESP	EUR	1,614,300	0.31
1,500,000	Walnut Bidco PLC, senior note, Reg S, 6.75%, 08/01/24	CHE	EUR	1,607,339	0.31
2,000,000	CMA CGM SA, senior note, Reg S, 5.25%, 01/15/25	FRA	EUR	1,606,620	0.31
1,500,000	International Design Group SpA, senior secured note, Reg S, 6.50%, 11/15/25	ITA	EUR	1,587,375	0.30
1,500,000	Telecom Italia SpA, senior note, Reg S, 2.875%, 01/28/26	ITA	EUR	1,581,879	0.30
2,000,000	Banca Monte dei Paschi di Siena SpA, sub. note, Reg S, 5.375% to 01/16/23, FRN thereafter, 01/18/28	ITA	EUR	1,581,122	0.30
1,500,000	ATF Netherlands BV, senior note, Reg S, 1.50%, 07/15/24	DEU	EUR	1,567,794	0.30
1,500,000	Playtech PLC, senior secured note, Reg S, 3.75%, 10/12/23	GBR	EUR	1,561,800	0.30
1,500,000	El Corte Ingles SA, senior note, Reg S, 3.00%, 03/15/24	ESP	EUR	1,561,313	0.30
1,500,000	Ardagh Packaging Finance PLC/Ardagh Holdings USA Inc., senior secured note, Reg S, 2.125%, 08/15/26	LUX	EUR	1,555,350	0.30
1,500,000	thyssenkrupp AG, senior note, Reg S, 2.875%, 02/22/24	DEU	EUR	1,551,585	0.30
1,500,000	Axalta Coating Systems LLC, senior note, Reg S, 4.25%, 08/15/24	USA	EUR	1,551,225	0.30
1,500,000	Summer BC Holdco A S. à r.l., senior note, Reg S, 9.25%, 10/31/27	LUX	EUR	1,537,500	0.29
1,500,000	Monitchem HoldCo. 2 SA, Reg S, 9.50%, 09/15/26	LUX	EUR	1,520,813	0.29
1,500,000	thyssenkrupp AG, senior note, Reg S, 1.375%, 03/03/22	DEU	EUR	1,509,945	0.29
1,500,000	Raffinerie Heide GmbH, senior secured note, first lien, Reg S, 6.375%, 12/01/22	DEU	EUR	1,491,255	0.29
1,400,000	Telefonica Europe BV, junior sub. note, Reg S, 3.00% to 12/03/23, FRN thereafter, Perpetual	ESP	EUR	1,468,250	0.28
1,300,000	Loxam SAS, senior secured note, Reg S, 3.75%, 07/15/26	FRA	EUR	1,373,255	0.26
1,300,000	Lincoln Financing S. à r.l., senior secured note, Reg S, 3.625%, 04/01/24	NLD	EUR	1,352,650	0.26
1,300,000	Altice France SA/France, senior secured note, Reg S, 2.50%, 01/15/25	FRA	EUR	1,319,500	0.25
1,200,000	Quintiles IMS Inc., senior note, Reg S, 3.25%, 03/15/25	USA	EUR	1,226,950	0.24
1,200,000	Evoca SpA, senior secured note, Reg S, 4.25%, 11/01/26	ITA	EUR	1,218,750	0.23
1,000,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	1,145,019	0.22
1,000,000	CaixaBank SA, junior sub. bond, Reg S, 6.75% to 06/13/24, FRN thereafter, Perpetual	ESP	EUR	1,126,875	0.22
900,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 2.55%, 12/05/23	USA	GBP	1,083,114	0.21
1,000,000	Orano SA, senior note, Reg S, 3.375%, 04/23/26	FRA	EUR	1,076,356	0.21
1,000,000	Schaeffler Verwaltung Zwei GmbH, senior secured note, first lien, Reg S, PIK, 3.75%, 09/15/26 ‡	DEU	EUR	1,059,306	0.20
1,000,000	Loxam SAS, senior note, Reg S, 6.00%, 04/15/25	FRA	EUR	1,049,075	0.20
1,000,000	Axalta Coating Systems Dutch Holding B BV, senior note, Reg S, 3.75%, 01/15/25	USA	EUR	1,033,750	0.20
1,000,000	Platin 1426 GmbH, senior secured note, first lien, Reg S, 6.875%, 06/15/23	DEU	EUR	1,026,250	0.20
1,000,000	Trivium Packaging Finance BV, senior secured note, Reg S, FRN, 3.75%, 08/15/26 †	NLD	EUR	1,019,205	0.20
1,000,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 6.875%, 11/15/26	GBR	EUR	1,000,000	0.19
1,000,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, 4.50%, 03/01/25	ISR	EUR	997,776	0.19
750,000	Pinnacle Bidco PLC, senior secured note, first lien, Reg S, 6.375%, 02/15/25	GBR	GBP	930,050	0.18
1,000,000	Novafives SAS, secured note, Reg S, 5.00%, 06/15/25	FRA	EUR	901,050	0.17
2,500,000	Moby SpA, senior secured note, first lien, Reg S, 7.75%, 02/15/23	ITA	EUR	873,125	0.17
700,000	Danske Bank AS, junior sub. bond, Reg S, 5.875% to 04/06/22, FRN thereafter, Perpetual	DNK	EUR	750,963	0.14
600,000	Matterhorn Telecom SA, senior secured note, Reg S, 2.625%, 09/15/24	LUX	EUR	627,687	0.12
500,000	Jaguar Land Rover Automotive PLC, senior note, Reg S, 6.875%, 11/15/26	GBR	EUR	527,063	0.10
3,000,000	Abengoa Finance SAU, senior bond, Reg S, zero cpn., 03/31/27	ESP	EUR	18,750	0.00
3,470,740	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	3,869	0.00
				450,055,030	86.29
	Securities Maturing Within One Year				
5,000,000	Fresenius Medical Care U.S. Finance II Inc., senior note, 144A, 4.125%, 10/15/20	DEU	USD	4,503,173	0.87
	TOTAL BONDS			454,558,203	87.16
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			454,558,203	87.16

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Euro High Yield Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
43,144,236	K2016470219 South Africa Ltd., A **	ZAF	ZAR	27,471	0.01
24,182,306	K2016470219 South Africa Ltd., B **	ZAF	ZAR	15,397	0.00
				42,868	0.01
	TOTAL SHARES			42,868	0.01
	BONDS				
	Corporate Bonds				
118,753	Astana Finance JSC, secured note, Reg S, zero cpn., 12/22/24 **	KAZ	USD	1,059	0.00
	TOTAL BONDS			1,059	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			43,927	0.01
	TOTAL INVESTMENTS			462,979,305	88.77

† Floating Rates are indicated as at December 31, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Euro Short Duration Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
220,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	5,513,530	5.11
	TOTAL INVESTMENTS FUNDS			5,513,530	5.11
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			5,513,530	5.11
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
2,100,000	Lloyds Bank PLC, secured note, Reg S, 1.375%, 04/16/22	GBR	EUR	2,143,779	1.99
2,100,000	Bank of Nova Scotia, secured note, Reg S, 0.75%, 09/17/22	CAN	EUR	2,138,008	1.98
1,700,000	Logicor Financing Sarl, senior note, Reg S, 0.50%, 04/30/21	LUX	EUR	1,712,291	1.59
1,580,000	DNB Boligkreditt AS, secured note, Reg S, 2.75%, 03/21/23	NOR	EUR	1,686,489	1.56
1,500,000	Pernod Ricard SA, senior note, Reg S, 10/24/23	FRA	EUR	1,498,641	1.39
1,200,000	Credit Agricole SA, junior sub. bond, Reg S, 6.50% to 06/23/21, FRN thereafter, Perpetual	FRA	EUR	1,299,072	1.20
1,000,000	Aroundtown SA, junior sub. bond, Reg S, 4.75% to 06/25/24, FRN thereafter, Perpetual	DEU	GBP	1,243,763	1.15
1,200,000	Cooperatieve Rabobank UA, junior sub. bond, Reg S, 5.50% to 06/29/20, FRN thereafter, Perpetual	NLD	EUR	1,230,252	1.14
1,200,000	Bank of China Ltd., senior note, Reg S, 0.50%, 03/13/22	CHN	EUR	1,214,239	1.13
1,200,000	BPCE SA, senior note, Reg S, FRN, 0.102%, 03/23/23 †	FRA	EUR	1,203,120	1.11
1,200,000	Fidelity National Information Services Inc., senior note, 0.125%, 12/03/22	USA	EUR	1,202,440	1.11
1,100,000	Total SA, junior sub. bond, Reg S, 2.25% to 02/26/21, FRN thereafter, Perpetual	FRA	EUR	1,126,145	1.04
1,000,000	Glencore Finance Europe Ltd., senior note, Reg S, 3.70%, 10/23/23	CHE	EUR	1,082,470	1.00
1,050,000	Natwest Markets PLC, senior note, Reg S, FRN, 0.501%, 09/27/21 †	GBR	EUR	1,058,536	0.98
10,000,000	SSB Boligkreditt AS, secured note, FRN, 2.13%, 09/03/21 †	NOR	NOK	1,018,066	0.94
1,000,000	Fiserv Inc., senior note, 0.375%, 07/01/23	USA	EUR	1,007,015	0.93
1,000,000	TLG Immobilien AG, senior note, Reg S, 0.375%, 09/23/22	DEU	EUR	1,004,514	0.93
1,000,000	Toyota Motor Credit Corp., senior note, Reg S, zero cpn., 07/21/21	USA	EUR	1,003,253	0.93
1,000,000	Volvo Treasury AB, senior note, Reg S, 0.10%, 05/24/22	SWE	EUR	1,001,207	0.93
1,000,000	Nykredit Realkredit AS, senior note, Reg S, 0.25%, 01/20/23	DNK	EUR	999,472	0.93
800,000	Orange SA, cvt., senior note, Reg S, 0.375%, 06/27/21	FRA	GBP	931,420	0.86
700,000	UniCredit SpA, junior sub. bond, Reg S, 6.75% to 09/10/21, FRN thereafter, Perpetual	ITA	EUR	749,681	0.69
600,000	ABN AMRO Bank NV, junior sub. bond, Reg S, 5.75% to 09/22/20, FRN thereafter, Perpetual	NLD	EUR	621,351	0.58
600,000	Danske Bank AS, junior sub. bond, Reg S, 5.75% to 10/06/67, FRN thereafter, Perpetual	DNK	EUR	607,214	0.56
500,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	546,299	0.51
500,000	NE Property BV, senior note, Reg S, 2.625%, 05/22/23	ROU	EUR	525,935	0.49
500,000	CPI Property Group SA, sub. bond, Reg S, 4.375% to 11/08/23, FRN thereafter, Perpetual	CZE	EUR	522,925	0.48
500,000	Ibercaja Banco SA, sub. note, Reg S, 5.00% to 07/27/20, FRN thereafter, 07/28/25	ESP	EUR	513,539	0.48
400,000	ADLER Real Estate AG, senior note, Reg S, 1.50%, 12/06/21	DEU	EUR	408,154	0.38
300,000	Islandsbanki HF, senior note, Reg S, 1.125%, 04/12/22	ISL	EUR	306,048	0.28
153,000	NE Property BV, senior note, Reg S, 3.75%, 02/26/21	ROU	EUR	159,401	0.15
150,000	Peach Property Finance GmbH, senior note, Reg S, 3.50%, 02/15/23	DEU	EUR	155,175	0.14
				31,919,914	29.56
	Government and Municipal Bonds				
9,000,000	Government of Spain, senior note, 0.35%, 07/30/23	ESP	EUR	9,183,667	8.51
8,800,000	Italy Buoni Poliennali Del Tesoro, 0.45%, 06/01/21	ITA	EUR	8,877,000	8.22
5,800,000	Government of Spain, senior bond, Reg S, 2.75%, 10/31/24	ESP	EUR	6,590,511	6.10
6,200,000	Government of Spain, 0.05%, 10/31/21	ESP	EUR	6,251,592	5.79
2,300,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	2,350,279	2.18
2,000,000	Government of Indonesia, senior note, Reg S, 2.875%, 07/08/21	IDN	EUR	2,085,420	1.93
50,000,000	Government of Czech, Reg S, FRN, 2.86%, 04/18/23 †	CZE	CZK	2,057,574	1.91
1,000,000	Government of Mexico, senior note, 2.375%, 04/09/21	MEX	EUR	1,030,820	0.96
1,000,000	European Stability Mechanism, senior note, Reg S, 0.10%, 07/31/23	SP	EUR	1,014,825	0.94
1,000,000	European Stability Mechanism, senior note, Reg S, 0.00%, 01/17/22	SP	EUR	1,008,245	0.93
1,000,000	IDB Trust Services Ltd., senior note, Reg S, 0.037%, 12/04/24	SP	EUR	1,001,971	0.93
2,000,000	Government of Norway, 144A, Reg S, 3.75%, 05/25/21	NOR	NOK	209,975	0.19
				41,661,879	38.59

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Euro Short Duration Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
9,100,000	Italy Buoni Poliennali Del Tesoro, 0.20%, 10/15/20	ITA	EUR	9,133,115	8.46
6,323,804	Government of Germany, Reg S, Index Linked, 1.75%, 04/15/20	DEU	EUR	6,308,032	5.84
1,700,000	Government of Morocco, senior note, Reg S, 4.50%, 10/05/20	MAR	EUR	1,759,894	1.63
1,500,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	1,498,680	1.39
1,000,000	Vodafone Group PLC, cvt., senior note, Reg S, zero cpn., 11/26/20	GBR	GBP	1,165,886	1.08
1,000,000	Nationwide Building Society, sub. note, Reg S, 6.75%, 07/22/20	GBR	EUR	1,037,318	0.96
1,000,000	Government of Mexico, senior bond, 5.50%, 02/17/20	MEX	EUR	1,007,175	0.93
1,000,000	Sumitomo Mitsui Banking Corp., senior note, Reg S, FRN, 0.082%, 07/13/20 †	JPN	EUR	1,001,370	0.93
500,000	Government of Macedonia, senior note, Reg S, 4.875%, 12/01/20	MKD	EUR	522,715	0.48
500,000	Banque Centrale de Tunisie International Bond, Reg S, 4.50%, 06/22/20	TUN	EUR	505,480	0.47
				23,939,665	22.17
	TOTAL BONDS			97,521,458	90.32
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			97,521,458	90.32
	TOTAL INVESTMENTS			103,034,988	95.43

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Euro Short-Term Money Market Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
3,591	Amundi Money Market Fund - Short Term EUR	LUX	EUR	3,583,818	4.99
26,001	Institutional Cash Series PLC - Blackrock ICS Euro Liquidity Fund	IRL	EUR	3,545,299	4.93
				7,129,117	9.92
	TOTAL INVESTMENTS FUNDS			7,129,117	9.92
	BONDS				
	Securities Maturing Within One Year				
4,500,000	BMW Finance NV, senior note, Reg S, FRN, 0.00%, 02/06/20 †	DEU	EUR	4,501,107	6.27
3,500,000	France Treasury Bill, 0.00%, 01/15/20	FRA	EUR	3,500,840	4.87
3,500,000	Cooperatieve Rabobank UA, senior note, Reg S, FRN, 0.082%, 01/15/20 †	NLD	EUR	3,500,630	4.87
3,500,000	BNP Paribas SA, senior note, Reg S, FRN, 0.00%, 01/15/20 †	FRA	EUR	3,500,542	4.87
3,000,000	Royal Bank of Canada, senior note, Reg S, FRN, 0.032%, 08/06/20 †	CAN	EUR	3,007,140	4.19
3,000,000	Dutch Treasury Bill, 0.00%, 04/30/20	NLD	EUR	3,006,885	4.19
3,000,000	Banque Federative du Credit Mutuel SA, senior note, Reg S, FRN, 0.069%, 06/03/20 †	FRA	EUR	3,005,145	4.18
3,000,000	GlaxoSmithKline Capital PLC, senior note, Reg S, FRN, 0.00%, 05/21/20 †	GBR	EUR	3,003,690	4.18
3,000,000	Daimler International Finance BV, zero cpn., 06/11/20	DEU	EUR	3,003,345	4.18
2,900,000	3M Co., senior note, FRN, 0.00%, 05/15/20 †	USA	EUR	2,903,529	4.04
2,900,000	Banco Santander SA, senior note, Reg S, FRN, 0.20%, 03/04/20 †	ESP	EUR	2,902,509	4.04
2,600,000	Total Capital International SA, senior note, Reg S, FRN, 0.00%, 03/19/20 †	FRA	EUR	2,601,810	3.62
2,500,000	BMW Finance NV, senior note, FRN, 0.00%, 06/25/20 †	DEU	EUR	2,502,168	3.48
2,300,000	Sap SE, senior note, Reg S, FRN, 0.00%, 04/01/20 †	DEU	EUR	2,301,863	3.20
2,037,000	Cooperatieve Rabobank UA, senior note, Reg S, FRN, 0.00%, 05/29/20 †	NLD	EUR	2,039,996	2.84
2,000,000	ING Bank NV, senior note, Reg S, FRN, 0.00%, 11/26/20 †	NLD	EUR	2,006,090	2.79
2,000,000	John Deere Bank SA, senior note, Reg S, FRN, 0.00%, 04/21/20 †	USA	EUR	2,001,670	2.79
2,000,000	HSBC Bank PLC, senior note, Reg S, FRN, 0.058%, 03/09/20 †	GBR	EUR	2,001,526	2.79
2,000,000	Barclays Bank PLC, senior note, Reg S, FRN, 0.032%, 01/15/20 †	GBR	EUR	2,000,273	2.79
1,500,000	Sanofi, senior note, Reg S, FRN, 0.00%, 03/21/20 †	FRA	EUR	1,501,283	2.09
1,500,000	BHP Billiton Finance Ltd., senior note, Reg S, FRN, 0.00%, 04/28/20 †	AUS	EUR	1,501,193	2.09
1,400,000	HSBC France SA, senior note, Reg S, 1.875%, 01/16/20	FRA	EUR	1,401,428	1.95
1,200,000	Banque Federative du Credit Mutuel SA, senior note, Reg S, FRN, 0.00%, 03/20/20 †	FRA	EUR	1,200,658	1.67
1,000,000	BASF Finance Europe NV, senior note, Reg S, zero cpn., 11/10/20	DEU	EUR	1,002,035	1.40
1,000,000	The Bank of Nova Scotia, senior note, Reg S, FRN, 0.00%, 01/14/20 †	CAN	EUR	1,000,140	1.39
				60,897,495	84.77
	TOTAL BONDS			60,897,495	84.77
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			68,026,612	94.69
	TOTAL INVESTMENTS			68,026,612	94.69

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin European Corporate Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Financials				
20,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	501,230	0.68
	TOTAL INVESTMENTS FUNDS			501,230	0.68
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			501,230	0.68
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
1,100,000	Madrilena Red de Gas Finance BV, senior note, Reg S, 1.375%, 04/11/25	ESP	EUR	1,140,795	1.56
1,100,000	Coca-Cola HBC Finance BV, senior note, Reg S, 1.00%, 05/14/27	CHE	EUR	1,134,122	1.55
1,100,000	Albemarle New Holding GmbH, senior note, Reg S, 1.125%, 11/25/25	USA	EUR	1,112,842	1.52
1,100,000	Zimmer Biomet Holdings Inc., senior note, 1.164%, 11/15/27	USA	EUR	1,107,125	1.51
1,100,000	Abertis Infraestructuras SA, senior note, Reg S, 1.625%, 07/15/29	ESP	EUR	1,103,751	1.51
1,100,000	Nykredit Realkredit AS, senior note, Reg S, 0.25%, 01/20/23	DNK	EUR	1,099,419	1.50
1,100,000	Lloyds Banking Group PLC, senior note, Reg S, 0.50% to 11/12/19, FRN thereafter, 11/12/25	GBR	EUR	1,098,141	1.50
1,100,000	CK Hutchison Group Telecom Finance SA, senior note, Reg S, 1.125%, 10/17/28	HKG	EUR	1,097,117	1.50
1,000,000	BNP Paribas SA, senior note, Reg S, 2.125% to 01/23/26, FRN thereafter, 01/23/27	FRA	EUR	1,092,695	1.49
1,100,000	Samhallsbyggnadsbolaget i Norden AB, senior note, Reg S, 1.125%, 09/04/26	SWE	EUR	1,088,110	1.49
1,100,000	DH Europe Finance II S. à r.l., senior note, 0.45%, 03/18/28	USA	EUR	1,087,394	1.49
1,000,000	Total SA, junior sub. note, Reg S, 2.625% to 02/26/25, FRN thereafter, Perpetual	FRA	EUR	1,081,875	1.48
1,000,000	Anheuser-Busch InBev SA/NV, senior note, Reg S, 1.50%, 03/17/25	BEL	EUR	1,071,770	1.47
1,000,000	McDonald's Corp., senior bond, Reg S, 2.00%, 06/01/23	USA	EUR	1,069,815	1.46
1,000,000	Eesti Energia AS, senior note, Reg S, 2.384%, 09/22/23	EST	EUR	1,063,551	1.46
1,000,000	Bertelsmann SE & Co. KGaA, senior note, Reg S, 1.25%, 09/29/25	DEU	EUR	1,054,298	1.44
1,000,000	CaixaBank SA, senior note, Reg S, 1.75%, 10/24/23	ESP	EUR	1,047,330	1.43
1,000,000	Teleperformance, senior note, Reg S, 1.50%, 04/03/24	FRA	EUR	1,043,302	1.43
1,000,000	Danske Bank AS, senior note, Reg S, 1.625%, 03/15/24	DNK	EUR	1,042,820	1.43
1,000,000	Banco de Sabadell SA, senior note, Reg S, 1.625%, 03/07/24	ESP	EUR	1,041,705	1.43
1,000,000	CGNPC International Ltd., senior note, Reg S, 1.625%, 12/11/24	CHN	EUR	1,040,533	1.42
1,000,000	Stryker Corp., senior note, 1.125%, 11/30/23	USA	EUR	1,038,075	1.42
1,000,000	Credit Agricole SA, senior bond, Reg S, 1.00%, 07/03/29	FRA	EUR	1,037,980	1.42
1,000,000	BP Capital Markets PLC, senior note, Reg S, 0.90%, 07/03/24	GBR	EUR	1,034,325	1.42
1,000,000	Tele2 AB, senior note, Reg S, 1.125%, 05/15/24	SWE	EUR	1,034,075	1.41
1,000,000	BPCE SA, senior note, Reg S, 1.00%, 04/01/25	FRA	EUR	1,029,970	1.41
1,000,000	ABN AMRO Bank NV, senior note, Reg S, 0.875%, 01/15/24	NLD	EUR	1,029,890	1.41
1,000,000	Mitsubishi UFJ Financial Group Inc., senior note, Reg S, 0.98%, 10/09/23	JPN	EUR	1,028,737	1.41
1,000,000	Glencore Finance Europe SA, senior note, Reg S, 2.75%, 04/01/21	CHE	EUR	1,026,453	1.40
1,000,000	Toyota Motor Finance Netherlands BV, senior note, Reg S, 0.625%, 09/26/23	JPN	EUR	1,025,911	1.40
1,000,000	The Procter & Gamble Co., senior note, 0.50%, 10/25/24	USA	EUR	1,025,464	1.40
900,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 10/30/23	ITA	EUR	1,018,388	1.39
1,000,000	In'li SA, senior note, Reg S, 1.125%, 07/02/29	FRA	EUR	1,016,550	1.39
900,000	Johnson & Johnson, senior bond, 1.65%, 05/20/35	USA	EUR	1,010,294	1.38
900,000	Takeda Pharmaceutical Co. Ltd., senior note, Reg S, 2.25%, 11/21/26	JPN	EUR	1,006,057	1.38
900,000	Zapadoslovenska Energetika AS, senior note, Reg S, 1.75%, 03/02/28	SVK	EUR	993,529	1.36
1,000,000	La Poste SA, senior note, Reg S, 0.375%, 09/17/27	FRA	EUR	993,468	1.36
900,000	Carlsberg Breweries AS, senior note, Reg S, 2.50%, 05/28/24	DNK	EUR	989,278	1.35
800,000	BHP Billiton Finance Ltd., sub. bond, Reg S, 5.625% to 10/22/24, FRN thereafter, 10/22/79	AUS	EUR	979,108	1.34
900,000	Wells Fargo & Co., senior note, Reg S, 1.50%, 05/24/27	USA	EUR	960,667	1.31
900,000	Orange SA, senior note, Reg S, 1.375%, 03/20/28	FRA	EUR	958,942	1.31
800,000	Telefonica Emisiones SA, senior bond, Reg S, 2.932%, 10/17/29	ESP	EUR	958,380	1.31
900,000	Compass Group PLC, senior note, Reg S, 1.875%, 01/27/23	GBR	EUR	954,642	1.31
900,000	Sanofi, senior note, Reg S, 1.00%, 03/21/26	FRA	EUR	952,722	1.30
900,000	Lunar Funding V for Swisscom AG, secured note, Reg S, 1.125%, 10/12/26	CHE	EUR	952,168	1.30
900,000	Smiths Group PLC, senior note, Reg S, 2.00%, 02/23/27	GBR	EUR	949,477	1.30
900,000	Schlumberger Finance France SAS, senior note, Reg S, 1.00%, 02/18/26	USA	EUR	941,611	1.29
900,000	ATF Netherlands BV, senior note, Reg S, 1.50%, 07/15/24	DEU	EUR	940,676	1.29
900,000	ANZ New Zealand International Ltd. of London, senior note, Reg S, 1.125%, 03/20/25	NZL	EUR	940,244	1.29
900,000	Naturgy Finance BV, senior note, Reg S, 0.875%, 05/15/25	ESP	EUR	928,643	1.27
900,000	Skandinaviska Enskilda Banken AB, sub. bond, Reg S, 2.50% to 05/28/21, FRN thereafter, 05/28/26	SWE	EUR	927,662	1.27

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin European Corporate Bond Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
800,000	Equinor ASA, senior bond, Reg S, 2.875%, 09/10/25	NOR	EUR	925,781	1.27
800,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	925,740	1.27
900,000	NE Property BV, senior note, Reg S, 1.75%, 11/23/24	ROU	EUR	917,271	1.26
900,000	JPMorgan Chase & Co., senior note, Reg S, 0.625%, 01/25/24	USA	EUR	917,236	1.25
800,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	914,700	1.25
900,000	Morgan Stanley, senior note, 0.637% to 07/25/23, FRN thereafter, 07/26/24	USA	EUR	914,162	1.25
800,000	AXA SA, sub. bond, Reg S, 3.25% to 05/28/29, FRN thereafter, 05/28/49	FRA	EUR	913,527	1.25
800,000	Swiss RE Finance Luxembourg SA, sub. bond, Reg S, 2.534% to 03/30/30, FRN thereafter, 04/30/50	CHE	EUR	879,596	1.20
800,000	Iberdrola Finanzas SA, senior note, Reg S, 1.25%, 10/28/26	ESP	EUR	850,038	1.16
800,000	Rabobank Nederland, sub. bond, Reg S, 2.50% to 05/26/21, FRN thereafter, 05/26/26	NLD	EUR	825,850	1.13
600,000	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen, junior sub. bond, Reg S, 3.25% to 05/29/25, FRN thereafter, 05/26/49	DEU	EUR	702,406	0.96
500,000	APRR SA, senior note, Reg S, 1.25%, 01/18/28	FRA	EUR	534,775	0.73
400,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	435,074	0.60
400,000	Orano SA, senior note, Reg S, 3.375%, 04/23/26	FRA	EUR	430,542	0.59
400,000	ASR Media and Sponsorship SpA, secured note, Reg S, 5.125%, 08/01/24	ITA	EUR	422,000	0.58
400,000	CPI Property Group SA, sub. bond, Reg S, 4.375% to 11/08/23, FRN thereafter, Perpetual	CZE	EUR	418,340	0.57
400,000	Diageo Finance PLC, senior note, Reg S, 1.00%, 04/22/25	GBR	EUR	418,325	0.57
400,000	Enel SpA, junior sub. bond, Reg S, 2.50% to 11/24/23, FRN thereafter, 11/24/78	ITA	EUR	417,186	0.57
400,000	OI European Group BV, senior note, Reg S, 2.875%, 02/15/25	USA	EUR	416,030	0.57
400,000	Matterhorn Telecom SA, senior secured note, Reg S, 3.125%, 09/15/26	LUX	EUR	416,012	0.57
400,000	Electricite de France SA, junior sub. bond, Reg S, 3.00% to 12/03/27, FRN thereafter, Perpetual	FRA	EUR	413,000	0.57
400,000	Bayer AG, junior sub. bond, Reg S, 3.125% to 11/11/27, FRN thereafter, 11/12/79	DEU	EUR	411,000	0.56
400,000	Banca Farmafactoring SpA, senior note, Reg S, 1.75%, 05/23/23	ITA	EUR	407,522	0.56
400,000	ArcelorMittal SA, senior note, Reg S, 1.75%, 11/19/25	LUX	EUR	406,162	0.56
400,000	Teollisuuden Voima OYJ, senior note, Reg S, 1.125%, 03/09/26	FIN	EUR	394,973	0.54
400,000	Casino Guichard Perrachon SA, senior bond, Reg S, 3.58%, 02/07/25	FRA	EUR	345,000	0.47
300,000	Altice France SA/France, first lien, Reg S, 5.875%, 02/01/27	FRA	EUR	338,625	0.46
300,000	Bacardi Ltd., senior note, Reg S, 2.75%, 07/03/23	BMU	EUR	323,357	0.44
300,000	Faurecia SE, senior note, Reg S, 3.125%, 06/15/26	FRA	EUR	319,449	0.44
				69,355,575	94.87
	Securities Maturing Within One Year				
900,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	899,208	1.23
	TOTAL BONDS			70,254,783	96.10
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			70,254,783	96.10
	TOTAL INVESTMENTS			70,756,013	96.78

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin European Dividend Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
680,734	BAE Systems PLC	GBR	GBP	4,540,752	3.41
	Air Freight & Logistics				
1,726,974	PostNL NV	NLD	EUR	3,474,672	2.61
117,211	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	2,355,941	1.77
				5,830,613	4.38
	Banks				
369,744	ING Groep NV	NLD	EUR	3,951,824	2.97
74,324	BNP Paribas SA	FRA	EUR	3,926,537	2.95
288,830	Credit Agricole SA	FRA	EUR	3,733,128	2.80
309,973	HSBC Holdings PLC	GBR	GBP	2,166,845	1.63
165,415	Standard Chartered PLC	GBR	GBP	1,391,728	1.04
				15,170,062	11.39
	Capital Markets				
312,208	UBS Group AG	CHE	CHF	3,517,181	2.64
155,825	Flow Traders	NLD	EUR	3,356,471	2.52
1,284,050	Man Group PLC	GBR	GBP	2,396,043	1.80
362,908	Ashmore Group PLC	GBR	GBP	2,220,148	1.66
				11,489,843	8.62
	Commercial Services & Supplies				
169,414	ISS AS	DNK	DKK	3,624,092	2.72
	Diversified Telecommunication Services				
327,368	Deutsche Telekom AG	DEU	EUR	4,769,752	3.58
113,353	Telenor ASA	NOR	NOK	1,818,967	1.37
				6,588,719	4.95
	Health Care Equipment & Supplies				
16,326	Alcon Inc.	CHE	CHF	824,446	0.62
	Hotels, Restaurants & Leisure				
3,096,408	Restaurant Group PLC	GBR	GBP	5,960,757	4.47
	Household Durables				
149,922	Bellway PLC	GBR	GBP	6,740,683	5.06
	Industrial Conglomerates				
29,061	Siemens AG	DEU	EUR	3,386,769	2.54
	Insurance				
121,879	ASR Nederland NV	NLD	EUR	4,065,883	3.05
	Multi-Utilities				
173,251	Veolia Environnement SA	FRA	EUR	4,107,781	3.09
368,249	E.ON SE	DEU	EUR	3,507,204	2.63
				7,614,985	5.72
	Oil, Gas & Consumable Fuels				
94,875	Total SA	FRA	EUR	4,667,850	3.50
165,883	Royal Dutch Shell PLC, A	GBR	GBP	4,378,598	3.29
735,893	BP PLC	GBR	GBP	4,098,681	3.08
284,778	Eni SpA	ITA	EUR	3,943,036	2.96
				17,088,165	12.83
	Pharmaceuticals				
20,999	Roche Holding AG	CHE	CHF	6,076,172	4.56
60,097	Sanofi	FRA	EUR	5,385,893	4.05
61,348	Novartis AG	CHE	CHF	5,195,385	3.90
60,755	Bayer AG	DEU	EUR	4,423,571	3.32
176,420	GlaxoSmithKline PLC	GBR	GBP	3,706,632	2.78
				24,787,653	18.61

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin European Dividend Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
3,811,709	Vodafone Group PLC	GBR	GBP	6,606,678	4.96
	TOTAL SHARES			124,320,100	93.33
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			124,320,100	93.33
	TOTAL INVESTMENTS			124,320,100	93.33

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin European Growth Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
382,295	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	7,684,129	3.32
	Auto Components				
1,050,800	Freni Brembo SpA	ITA	EUR	11,621,848	5.02
1,153,500	Dometic Group AB	SWE	SEK	10,358,051	4.47
209,600	Hella GmbH & Co. KGaA	DEU	EUR	10,341,664	4.47
				32,321,563	13.96
	Banks				
756,936	Sbanken ASA	NOR	NOK	5,736,503	2.48
	Chemicals				
33,771	Lenzing AG	AUT	EUR	2,796,239	1.21
	Commercial Services & Supplies				
301,300	ISS AS	DNK	DKK	6,445,387	2.78
320,200	Elis SA	FRA	EUR	5,923,700	2.56
				12,369,087	5.34
	Containers & Packaging				
1,038,605	Corticeira Amorim SGPS SA	PRT	EUR	11,736,236	5.07
	Electronic Equipment, Instruments & Components				
118,473	Landis+Gyr Group AG	CHE	CHF	10,993,871	4.75
	Energy Equipment & Services				
333,290	Tecnicas Reunidas SA	ESP	EUR	7,932,302	3.42
49,599	Schoeller-Bleckmann Oilfield Equipment AG	AUT	EUR	2,494,830	1.08
				10,427,132	4.50
	Food Products				
559,200	Ebro Foods SA	ESP	EUR	10,786,968	4.66
648,000	Glanbia PLC	IRL	EUR	6,648,480	2.87
54,500	Viscofan SA	ESP	EUR	2,566,950	1.11
				20,002,398	8.64
	Hotels, Restaurants & Leisure				
90,400	Whitbread PLC	GBR	GBP	5,173,775	2.23
	Household Durables				
239,500	Bellway PLC	GBR	GBP	10,768,224	4.65
	Internet & Direct Marketing Retail				
362,525	Takkt AG	DEU	EUR	4,560,565	1.97
	IT Services				
816,800	Atea ASA	NOR	NOK	10,671,020	4.61
	Leisure products				
943,200	Technogym SpA	ITA	EUR	10,931,688	4.72
	Machinery				
444,900	GEA Group AG	DEU	EUR	13,115,652	5.67
10,300	Rational AG	DEU	EUR	7,385,100	3.19
200,900	Interpump Group SpA	ITA	EUR	5,673,416	2.45
				26,174,168	11.31
	Professional Services				
767,660	Applus Services SA	ESP	EUR	8,751,324	3.78
	Software				
2,089,500	Avast PLC	GBR	GBP	11,173,892	4.83
	Specialty Retail				
514,063	Maisons du Monde SA	FRA	EUR	6,667,397	2.88

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin European Growth Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Textiles, Apparel & Luxury Goods				
11,597,277	Coats Group PLC	GBR	GBP	10,217,638	4.41
	TOTAL SHARES			219,156,849	94.66
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			219,156,849	94.66
	TOTAL INVESTMENTS			219,156,849	94.66

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin European Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Financials				
20,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	501,230	2.27
	TOTAL INVESTMENTS FUNDS			501,230	2.27
	SHARES				
	Communication Services				
26,062	Deutsche Telekom AG	DEU	EUR	379,723	1.72
	Consumer Staples				
23,465	Ontex Group NV	BEL	EUR	439,969	1.99
	Energy				
19,274	Royal Dutch Shell PLC, B	GBR	GBP	509,775	2.31
9,112	Total SA	FRA	EUR	448,310	2.03
				958,085	4.34
	Financials				
47,038	ING Groep NV	NLD	EUR	502,742	2.28
9,819	ASR Nederland NV	NLD	EUR	327,562	1.48
4,353	BNP Paribas SA	FRA	EUR	229,969	1.04
12,254	Prudential PLC	GBR	GBP	209,702	0.95
12,254	M&G PLC	GBR	GBP	34,328	0.16
				1,304,303	5.91
	Health Care				
2,368	Roche Holding AG	CHE	CHF	685,193	3.10
7,728	Novartis AG	CHE	CHF	654,462	2.97
28,777	GlaxoSmithKline PLC	GBR	GBP	604,613	2.74
9,181	Novo Nordisk AS, B	DNK	DKK	475,056	2.15
2,604	Draegerwerk AG & Co. KGaA, pfd.	DEU	EUR	145,043	0.66
1,545	Alcon Inc.	CHE	CHF	78,021	0.35
				2,642,388	11.97
	Industrials				
4,555	Schneider Electric SE	FRA	EUR	416,782	1.89
62,227	BAE Systems PLC	GBR	GBP	415,078	1.88
20,981	IMI PLC	GBR	GBP	292,143	1.32
17,042	Siemens Gamesa Renewable Energy SA	ESP	EUR	266,452	1.21
25,235	Leonardo SpA	ITA	EUR	263,706	1.19
12,820	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	257,682	1.17
				1,911,843	8.66
	Information Technology				
5,983	NXP Semiconductors NV	NLD	EUR	682,660	3.09
24,068	Infineon Technologies AG	DEU	EUR	488,821	2.21
4,774	Landis+Gyr Group AG	CHE	CHF	443,010	2.01
10,020	TietoEVRY Oyj	FIN	EUR	277,755	1.26
15,060	Atea ASA	NOR	NOK	196,750	0.89
				2,088,996	9.46
	Materials				
24,836	Corticeira Amorim SGPS SA	PRT	EUR	280,647	1.27
	TOTAL SHARES			10,005,954	45.32
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			10,507,184	47.59
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Financials				
26,503	FTIF Franklin Euro High Yield Fund, Class I (acc) EUR	LUX	EUR	590,490	2.67
	TOTAL INVESTMENTS FUNDS			590,490	2.67

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin European Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	BONDS				
	Asset-Backed Securities				
1,502,686	Nykredit Realkredit AS, senior bond, Reg S, 1.50%, 10/01/50	DNK	DKK	205,068	0.93
1,190,255	Nykredit Realkredit AS, secured bond, Reg S, 2.00%, 10/01/50	DNK	DKK	165,458	0.75
				370,526	1.68
	Corporate Bonds				
300,000	Eesti Energia AS, senior note, Reg S, 2.384%, 09/22/23	EST	EUR	319,065	1.45
300,000	Smiths Group PLC, senior note, Reg S, 2.00%, 02/23/27	GBR	EUR	316,492	1.43
300,000	Teleperformance, senior note, Reg S, 1.50%, 04/03/24	FRA	EUR	312,991	1.42
300,000	The Goldman Sachs Group Inc., senior note, Reg S, 1.375%, 07/26/22	USA	EUR	310,772	1.41
300,000	Tele2 AB, senior note, Reg S, 1.125%, 05/15/24	SWE	EUR	310,222	1.40
300,000	Skandinaviska Enskilda Banken AB, sub. bond, Reg S, 2.50% to 05/28/21, FRN thereafter, 05/28/26	SWE	EUR	309,221	1.40
300,000	JPMorgan Chase & Co., senior note, Reg S, 0.625%, 01/25/24	USA	EUR	305,745	1.38
200,000	M&G PLC, sub. note, Reg S, 5.625% to 10/20/31, FRN thereafter, 10/20/51	GBR	GBP	271,097	1.23
200,000	BHP Billiton Finance Ltd., sub. bond, Reg S, 5.625% to 10/22/24, FRN thereafter, 10/22/79	AUS	EUR	244,777	1.11
200,000	Danske Bank AS, junior sub. bond, Reg S, 5.875% to 04/06/22, FRN thereafter, Perpetual	DNK	EUR	214,561	0.97
100,000	Aroundtown SA, junior sub. bond, Reg S, 4.75% to 06/25/24, FRN thereafter, Perpetual	DEU	GBP	124,376	0.56
100,000	Pinnacle Bidco PLC, senior secured note, first lien, Reg S, 6.375%, 02/15/25	GBR	GBP	124,007	0.56
100,000	Tesco Corporate Treasury Services PLC, senior note, Reg S, 2.50%, 05/02/25	GBR	GBP	121,900	0.55
100,000	Telefonica Europe BV, junior sub. note, Reg S, 5.875% to 03/31/24, FRN thereafter, Perpetual	ESP	EUR	117,023	0.53
100,000	Caixa Geral de Depositos SA, sub. note, Reg S, 5.75% to 06/28/23, FRN thereafter, 06/28/28	PRT	EUR	114,525	0.52
100,000	Kommunal Landspensjonskasse Gjensidig Forsikringsselskap, senior sub. bond, Reg S, 4.25% to 06/10/25, FRN thereafter, 06/10/45	NOR	EUR	114,337	0.52
100,000	Sealed Air Corp., senior note, Reg S, 4.50%, 09/15/23	USA	EUR	114,072	0.52
100,000	EDF SA, junior sub. bond, 4.00% to 10/04/24, FRN thereafter, Perpetual	FRA	EUR	109,455	0.50
100,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	108,769	0.49
100,000	Orano SA, senior note, Reg S, 3.375%, 04/23/26	FRA	EUR	107,636	0.49
100,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	107,286	0.49
100,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, Reg S, 6.00%, 01/31/25	ISR	EUR	106,000	0.48
100,000	INEOS Finance PLC, senior secured note, Reg S, 2.875%, 05/01/26	CHE	EUR	103,625	0.47
100,000	Ibercaja Banco SA, sub. note, Reg S, 5.00% to 07/27/20, FRN thereafter, 07/28/25	ESP	EUR	102,708	0.47
100,000	LSF10 Wolverine Investments SCA, secured note, Reg S, 5.00%, 03/15/24	DNK	EUR	102,659	0.46
100,000	NE Property BV, senior note, Reg S, 1.75%, 11/23/24	ROU	EUR	101,919	0.46
100,000	Telecom Italia SpA, cvt., senior note, Reg S, 1.125%, 03/26/22	ITA	EUR	100,318	0.45
100,000	Europcar Mobility Group, second lien, Reg S, 4.125%, 11/15/24	FRA	EUR	99,589	0.45
100,000	Casino Guichard Perrachon SA, senior bond, Reg S, 3.58%, 02/07/25	FRA	EUR	86,250	0.39
				4,981,397	22.56
	Government and Municipal Bonds				
1,100,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.75%, 09/01/28	ITA	EUR	1,420,771	6.43
2,750,000	Government of Poland, senior bond, 2.50%, 07/25/26	POL	PLN	666,881	3.02
600,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	613,116	2.78
300,000	Government of Romania, senior bond, Reg S, 2.875%, 05/26/28	ROU	EUR	338,674	1.53
200,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	215,367	0.98
				3,254,809	14.74
	Securities Maturing Within One Year				
200,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	199,824	0.91
	TOTAL BONDS			8,806,556	39.89
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			9,397,046	42.56
	TOTAL INVESTMENTS			19,904,230	90.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin European Small-Mid Cap Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Capital Markets				
2,524,800	Hellenic Exchanges - Athens Stock Exchange SA	GRC	EUR	11,702,448	4.90
15,317,721	ABG Sundal Collier Holding ASA	NOR	NOK	6,208,923	2.60
				17,911,371	7.50
	Chemicals				
811,400	Hexpol AB	SWE	SEK	7,091,438	2.97
	Commercial Services & Supplies				
680,303	Elis SA	FRA	EUR	12,585,606	5.27
3,521,200	Biffa PLC	GBR	GBP	11,394,543	4.77
4,079,800	Prosegur Cash SA	ESP	EUR	5,540,368	2.32
134,459	Loomis AB	SWE	SEK	4,964,258	2.07
				34,484,775	14.43
	Containers & Packaging				
650,065	Ardagh Group SA	USA	USD	11,349,835	4.75
	Distributors				
2,062,100	Headlam Group PLC	GBR	GBP	13,029,243	5.45
	Energy Equipment & Services				
2,807,257	John Wood Group PLC	GBR	GBP	13,211,927	5.53
685,761	Borr Drilling Ltd.	NOR	NOK	5,277,910	2.21
				18,489,837	7.74
	Equity Real Estate Investment Trusts (REITs)				
1,627,638	Lar Espana Real Estate Socimi SA	ESP	EUR	11,556,230	4.84
	Food & Staples Retailing				
8,639,900	Total Produce PLC	IRL	EUR	12,355,057	5.17
	Food Products				
3,046,700	Cloetta AB, B	SWE	SEK	9,194,871	3.85
2,740,800	Devro PLC	GBR	GBP	5,774,679	2.42
				14,969,550	6.27
	Hotels, Restaurants & Leisure				
547,400	Elior Group SA	FRA	EUR	7,170,940	3.00
	Internet & Direct Marketing Retail				
1,020,393	Dustin Group AB	SWE	SEK	7,300,508	3.06
	Machinery				
1,635,544	Zardoya Otis SA	ESP	EUR	11,489,697	4.81
	Marine				
330,136	Clarkson PLC	GBR	GBP	11,794,348	4.94
	Media				
1,436,200	Hyve Group PLC	GBR	GBP	1,730,098	0.72
	Professional Services				
625,740	PageGroup PLC	GBR	GBP	3,865,016	1.62
420,700	SThree PLC	GBR	GBP	1,883,074	0.79
				5,748,090	2.41
	Real Estate Management & Development				
4,411,500	LSL Property Services PLC	GBR	GBP	14,275,539	5.97
9,047,600	Foxtons Group PLC	GBR	GBP	9,403,115	3.94
70,400	Shurgard Self Storage SA	BEL	EUR	2,393,600	1.00
				26,072,254	10.91
	Tobacco				
649,125	Scandinavian Tobacco Group AS	DNK	DKK	7,058,118	2.95

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin European Small-Mid Cap Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Trading Companies & Distributors				
180,200	Brenntag AG	DEU	EUR	8,736,096	3.66
	TOTAL SHARES			228,337,485	95.58
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			228,337,485	95.58
	TOTAL INVESTMENTS			228,337,485	95.58

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin European Total Return Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
650,000	Franklin Liberty Euro Short Maturity UCITS ETF	IRL	EUR	16,289,975	5.69
80,000	Franklin Liberty Euro Green Bond UCITS ETF	IRL	EUR	2,067,400	0.72
				18,357,375	6.41
	TOTAL INVESTMENTS FUNDS			18,357,375	6.41
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			18,357,375	6.41
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
65,960,147	Nykredit Realkredit AS, secured bond, Reg S, 1.00%, 10/01/50	DNK	DKK	8,691,796	3.04
56,312,846	Nykredit Realkredit AS, senior bond, Reg S, 1.50%, 10/01/50	DNK	DKK	7,684,904	2.68
				16,376,700	5.72
	Corporate Bonds				
3,500,000	Commerzbank AG, secured note, Reg S, 0.625%, 05/28/25	DEU	EUR	3,638,057	1.27
2,700,000	Cooperatieve Rabobank UA, junior sub. bond, Reg S, 5.50% to 06/29/20, FRN thereafter, Perpetual	NLD	EUR	2,768,067	0.97
2,500,000	NE Property BV, senior note, Reg S, 1.75%, 11/23/24	ROU	EUR	2,547,975	0.89
2,300,000	Eesti Energia AS, senior note, Reg S, 2.384%, 09/22/23	EST	EUR	2,446,166	0.86
2,300,000	Danske Bank AS, senior note, Reg S, 1.625%, 03/15/24	DNK	EUR	2,398,487	0.84
2,300,000	In'li SA, senior note, Reg S, 1.125%, 07/02/29	FRA	EUR	2,338,065	0.82
2,300,000	Barclays PLC, senior note, Reg S, 0.625% to 11/14/22, FRN thereafter, 11/14/23	GBR	EUR	2,323,192	0.81
1,800,000	Orange SA, cvt., senior note, Reg S, 0.375%, 06/27/21	FRA	GBP	2,095,695	0.73
1,400,000	UBS Group AG, junior sub. bond, 5.75% to 02/19/22, FRN thereafter, Perpetual	CHE	EUR	1,529,637	0.53
1,400,000	Bankia SA, sub. note, Reg S, 3.75% to 02/14/24, FRN thereafter, 02/15/29	ESP	EUR	1,522,760	0.53
1,300,000	Altice France SA/France, first lien, Reg S, 5.875%, 02/01/27	FRA	EUR	1,467,375	0.51
1,400,000	ABN AMRO Bank NV, junior sub. bond, Reg S, 5.75% to 09/22/20, FRN thereafter, Perpetual	NLD	EUR	1,449,819	0.51
1,300,000	Orano SA, senior note, Reg S, 3.375%, 04/23/26	FRA	EUR	1,399,263	0.49
1,300,000	UniCredit SpA, junior sub. bond, Reg S, 6.75% to 09/10/21, FRN thereafter, Perpetual	ITA	EUR	1,392,265	0.49
1,200,000	CPI Property Group SA, sub. bond, Reg S, 4.875% to 04/10/26, FRN thereafter, Perpetual	CZE	EUR	1,263,754	0.44
1,000,000	Mitsubishi UFJ Financial Group Inc., senior note, Reg S, 0.98%, 10/09/23	JPN	EUR	1,028,737	0.36
				31,609,314	11.05
	Government and Municipal Bonds				
15,000,000	Italy Treasury Bond, senior bond, 144A, Reg S, 4.75%, 09/01/28	ITA	EUR	19,374,150	6.77
16,500,000	Government of Spain, senior bond, 144A, Reg S, 1.45%, 04/30/29	ESP	EUR	18,040,605	6.30
16,500,000	Government of the Netherlands, Reg S, 0.50%, 07/15/26	NLD	EUR	17,354,954	6.06
13,100,000	Government of Spain, senior bond, 144A, Reg S, 1.85%, 07/30/35	ESP	EUR	14,997,928	5.24
140,000,000	Government of Norway, senior bond, 144A, Reg S, 1.75%, 09/06/29	NOR	NOK	14,481,181	5.06
12,500,000	Italy Treasury Bond, senior note, Reg S, 2.00%, 02/01/28	ITA	EUR	13,367,275	4.67
11,000,000	Government of Spain, senior bond, 144A, Reg S, 1.40%, 04/30/28	ESP	EUR	11,967,560	4.18
10,500,000	Government of Finland, 144A, Reg S, 0.50%, 04/15/26	FIN	EUR	10,978,810	3.84
9,600,000	Government of Belgium, Reg S, 1.25%, 04/22/33	BEL	EUR	10,763,085	3.76
2,000,000,000	Government of Hungary, 6.75%, 10/22/28	HUN	HUF	8,486,545	2.97
6,300,000	Government of Germany, Reg S, 1.25%, 08/15/48	DEU	EUR	7,914,155	2.77
170,000,000	Government of Czech, Reg S, FRN, 2.86%, 04/18/23 †	CZE	CZK	6,995,750	2.44
6,000,000	Italy Treasury Bond, 0.95%, 03/01/23	ITA	EUR	6,131,162	2.14
5,000,000	Government of Romania, senior bond, Reg S, 2.875%, 03/11/29	ROU	EUR	5,663,250	1.98
4,000,000	Government of Sweden, senior note, Reg S, 0.125%, 04/24/23	SWE	EUR	4,069,648	1.42
2,700,000	Government of Ireland, Reg S, 1.50%, 05/15/50	IRL	EUR	3,097,634	1.08
3,000,000	IDB Trust Services Ltd., senior note, Reg S, 0.037%, 12/04/24	SP	EUR	3,005,913	1.05
2,800,000	Government of China, senior bond, Reg S, 0.50%, 11/12/31	CHN	EUR	2,748,637	0.96
1,700,000	Government of Austria, senior bond, 144A, Reg S, 2.10%, 09/20/2117	AUT	EUR	2,720,143	0.95
2,400,000	Government of Latvia, senior note, Reg S, 1.125%, 05/30/28	LVA	EUR	2,595,972	0.91
2,200,000	KFW, senior secured bond, Reg S, 0.875%, 07/04/39	DEU	EUR	2,364,274	0.83
2,200,000	European Investment Bank, senior bond, 0.875%, 09/13/47	SP	EUR	2,342,329	0.82
2,200,000	Government of Netherlands, senior bond, 144A, Reg S, 0.50%, 01/15/40	NLD	EUR	2,286,383	0.80
2,000,000	NRW Bank, senior bond, 0.875%, 04/12/34	DEU	EUR	2,118,260	0.74

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin European Total Return Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
1,400,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 6.375%, 07/15/26	TUN	EUR	1,393,000	0.49
				195,258,603	68.23
	Securities Maturing Within One Year				
2,800,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	2,797,536	0.98
	TOTAL BONDS			246,042,153	85.98
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			246,042,153	85.98
	TOTAL INVESTMENTS			264,399,528	92.39

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
1,588,087	iShares China CNY Bond UCITS ETF	CHN	USD	7,956,157	1.69
	TOTAL INVESTMENTS FUNDS			7,956,157	1.69
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			7,956,157	1.69
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
7,000,000	Long Point Park CLO Ltd., 2017-1A, A2, 144A, FRN, 3.377%, 01/17/30 †	USA	USD	6,848,870	1.46
7,000,000	Long Point Park CLO Ltd., 2017-1A, B, 144A, FRN, 3.702%, 01/17/30 †	USA	USD	6,737,640	1.43
6,800,000	BlueMountain Fuji U.S. CLO III Ltd., 2017-3A, B, 144A, FRN, 3.376%, 01/15/30 †	USA	USD	6,671,480	1.42
6,000,000	Dryden 55 CLO Ltd., 2018-55A, A1, 144A, FRN, 3.021%, 04/15/31 †	USA	USD	5,967,060	1.27
6,000,000	Neuberger Berman CLO XVI-S Ltd., 2017-16SA, B, 144A, FRN, 3.251%, 01/15/28 †	USA	USD	5,911,380	1.26
4,224,371	FNMA Connecticut Avenue Securities, 2014-C02, 1M2, FRN, 4.392%, 05/25/24 †	USA	USD	4,402,094	0.94
3,900,000	Blackrock European CLO IX DAC, 9A, A, 144A, FRN, 0.90%, 12/15/32 †	IRL	EUR	4,355,621	0.93
4,110,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA2, M3, FRN, 5.692%, 12/25/27 †	USA	USD	4,253,414	0.90
3,836,748	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 4.792%, 07/25/24 †	USA	USD	4,038,814	0.86
4,000,000	Gilbert Park CLO Ltd., 2017-1A, B, 144A, FRN, 3.601%, 10/15/30 †	USA	USD	3,974,280	0.84
4,000,000	Octagon Investment Partners 33 Ltd., 2017-1A, A2, 144A, FRN, 3.466%, 01/20/31 †	USA	USD	3,935,920	0.84
4,000,000	Carlyle U.S. CLO Ltd., 2017-5A, B, 144A, FRN, 3.766%, 01/20/30 †	USA	USD	3,790,800	0.81
3,437,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.092%, 10/25/27 †	USA	USD	3,666,001	0.78
3,246,796	FNMA Connecticut Avenue Securities, 2014-C04, 1M1, FRN, 6.692%, 11/25/24 †	USA	USD	3,568,571	0.76
3,253,709	FNMA Connecticut Avenue Securities, 2015-C03, 1M2, FRN, 6.792%, 07/25/25 †	USA	USD	3,545,357	0.75
3,350,000	FNMA Connecticut Avenue Securities, 2017-C02, 2M2, FRN, 5.442%, 09/25/29 †	USA	USD	3,531,816	0.75
3,000,000	Carlyle Euro CLO DAC, 2019-2A, A2A, 144A, FRN, 1.80%, 08/15/32 †	IRL	EUR	3,372,966	0.72
3,200,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA1, M2, FRN, 5.042%, 07/25/29 †	USA	USD	3,366,308	0.72
3,400,000	LCM 26 Ltd., 26A, B, 144A, FRN, 3.366%, 01/20/31 †	USA	USD	3,298,442	0.70
3,000,000	FNMA Connecticut Avenue Securities, 2017-C06, 1M2, FRN, 4.442%, 02/25/30 †	USA	USD	3,081,232	0.66
2,823,953	FNMA Connecticut Avenue Securities, 2014-C04, 2M2, FRN, 6.792%, 11/25/24 †	USA	USD	3,053,402	0.65
2,700,000	Armada Euro CLO IV DAC, 4A, B, 144A, FRN, 1.70%, 07/15/33 †	GBR	EUR	3,027,915	0.64
2,700,000	Ares European CLO VIII BV, 8A, AR, 144A, FRN, 0.92%, 04/17/32 †	NLD	EUR	3,015,230	0.64
2,910,237	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 5.592%, 03/25/25 †	USA	USD	2,986,521	0.63
2,750,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA2, M2, FRN, 5.242%, 10/25/29 †	USA	USD	2,932,126	0.62
2,660,000	FNMA Connecticut Avenue Securities, 2017-C03, 1M2, FRN, 4.792%, 10/25/29 †	USA	USD	2,781,260	0.59
2,560,856	Towd Point Mortgage Trust, 2017-4, A1, 144A, FRN, 2.75%, 06/25/57 †	USA	USD	2,581,328	0.55
2,554,763	Towd Point Mortgage Trust, 2017-1, A1, 144A, FRN, 2.75%, 10/25/56 †	USA	USD	2,577,933	0.55
2,424,352	FNMA Connecticut Avenue Securities, 2015-C02, 1M2, FRN, 5.792%, 05/25/25 †	USA	USD	2,574,207	0.55
2,567,436	Towd Point Mortgage Trust, 2016-3, A1, 144A, FRN, 2.25%, 04/25/56 †	USA	USD	2,567,205	0.55
2,554,693	Invitation Homes Trust, 2018-SFR3, A, 144A, FRN, 2.737%, 07/17/37 †	USA	USD	2,559,156	0.54
2,498,900	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA3, M2, FRN, 4.142%, 04/25/30 †	USA	USD	2,543,858	0.54
2,605,660	Voya CLO Ltd., 2016-3A, CR, 144A, FRN, 5.253%, 10/18/31 †	USA	USD	2,482,074	0.53
2,500,000	AMMC CLO 21 Ltd., 2017-21A, C, 144A, FRN, 4.002%, 11/02/30 †	USA	USD	2,408,725	0.51
2,100,000	Dunedin Park CLO DAC, 1A, A1, 144A, FRN, 1.07%, 10/22/32 †	IRL	EUR	2,359,900	0.50
2,100,000	Euro-Galaxy V CLO BV, 2016-5A, BR, 144A, FRN, 1.60%, 11/10/30 †	NLD	EUR	2,355,984	0.50
2,100,000	Sound Point Euro CLO II Funding DAC, 2A, A, 144A, FRN, 1.11%, 10/26/32 †	IRL	EUR	2,348,624	0.50
2,060,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 6.492%, 04/25/28 †	USA	USD	2,284,167	0.49
2,070,000	FREMF Mortgage Trust, 2018-K72, B, 144A, FRN, 3.992%, 12/25/50 †	USA	USD	2,191,311	0.47
2,175,254	Towd Point Mortgage Trust, 2016-4, A1, 144A, FRN, 2.25%, 07/25/56 †	USA	USD	2,167,386	0.46
2,000,000	JPMorgan Chase Commercial Mortgage Securities Trust, 2015-JP1, A5, 3.914%, 01/15/49	USA	USD	2,158,764	0.46
2,000,000	COMM Mortgage Trust, 2014-277P, A, 144A, FRN, 3.732%, 08/10/49 †	USA	USD	2,107,920	0.45
2,000,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA1, M2, FRN, 5.342%, 08/25/29 †	USA	USD	2,102,336	0.45
2,000,000	JPMBB Commercial Mortgage Securities Trust, 2015-C28, A4, 3.227%, 10/15/48	USA	USD	2,077,632	0.44

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
2,000,000	BAMLL Commercial Mortgage Securities Trust, 2015-200P, A, 144A, 3.218%, 04/14/33	USA	USD	2,075,566	0.44
2,000,000	COMM Mortgage Trust, 2015-3BP, A, 144A, 3.178%, 02/10/35	USA	USD	2,072,530	0.44
2,000,000	Dryden 49 Senior Loan Fund, 2017-49A, C, 144A, FRN, 4.353%, 07/18/30 †	USA	USD	1,994,300	0.42
2,000,000	AMMC CLO XI Ltd., 2012-11A, BR2, 144A, FRN, 3.536%, 04/30/31 †	USA	USD	1,962,200	0.42
2,000,000	Gilbert Park CLO Ltd., 2017-1A, D, 144A, FRN, 4.951%, 10/15/30 †	USA	USD	1,961,180	0.42
2,000,000	TCI-Flatiron CLO Ltd., 2017-1A, C, 144A, FRN, 3.754%, 11/18/30 †	USA	USD	1,946,260	0.41
1,810,429	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M3, FRN, 5.892%, 08/25/24 †	USA	USD	1,918,278	0.41
1,760,153	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M3, FRN, 6.342%, 10/25/24 †	USA	USD	1,889,057	0.40
2,000,000	Carlyle U.S. CLO Ltd., 2017-4A, C, 144A, FRN, 4.801%, 01/15/30 †	USA	USD	1,885,060	0.40
1,925,000	ARES XXXVII CLO Ltd., 2015-4A, BR, 144A, FRN, 3.801%, 10/15/30 †	USA	USD	1,863,592	0.40
1,760,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ2, M3, FRN, 5.042%, 05/25/25 †	USA	USD	1,854,083	0.39
2,000,000	LCM XXII Ltd., 22A, CR, 144A, FRN, 4.766%, 10/20/28 †	USA	USD	1,851,220	0.39
1,845,760	Towd Point Mortgage Trust, 2017-5, A1, 144A, FRN, 2.392%, 02/25/57 †	USA	USD	1,845,814	0.39
1,750,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA3, M2, FRN, 4.292%, 03/25/30 †	USA	USD	1,792,748	0.38
1,800,000	Dryden 64 CLO Ltd., 2018-64A, A, 144A, FRN, 2.973%, 04/18/31 †	USA	USD	1,779,894	0.38
1,709,033	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA4, M2, FRN, 3.092%, 03/25/29 †	USA	USD	1,712,833	0.36
1,500,000	Avoca CLO XVII Designated Activity Co., 17A, B1R, 144A, FRN, 1.70%, 10/15/32 †	IRL	EUR	1,677,401	0.36
1,589,052	FNMA Connecticut Avenue Securities, 2014-C03, 2M2, FRN, 4.692%, 07/25/24 †	USA	USD	1,657,215	0.35
1,535,000	Eleven Madison Trust Mortgage Trust, 2015-11MD, A, 144A, FRN, 3.673%, 09/10/35 †	USA	USD	1,608,724	0.34
1,618,420	Neuberger Berman Loan Advisers CLO Ltd., 2017-26A, B, 144A, FRN, 3.503%, 10/18/30 †	USA	USD	1,595,875	0.34
1,600,000	Carlyle GMS Finance MM CLO LLC, 2015-1A, A2R, 144A, FRN, 4.201%, 10/15/31 †	USA	USD	1,587,200	0.34
1,569,022	Towd Point Mortgage Trust, 2016-5, A1, 144A, FRN, 2.50%, 10/25/56 †	USA	USD	1,572,658	0.33
1,470,000	Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.50%, 04/25/66 †	USA	USD	1,507,168	0.32
1,476,999	Invitation Homes Trust, 2018-SFR4, A, 144A, FRN, 2.837%, 01/17/38 †	USA	USD	1,487,899	0.32
1,500,000	Antares CLO Ltd., 2018-1A, B, 144A, FRN, 3.616%, 04/20/31 †	USA	USD	1,472,265	0.31
1,375,052	FNMA Connecticut Avenue Securities, 2015-C03, 2M2, FRN, 6.792%, 07/25/25 †	USA	USD	1,461,908	0.31
1,500,000	Atrium XIII, 2013A, C, 144A, FRN, 3.734%, 11/21/30 †	USA	USD	1,456,035	0.31
1,394,967	Sequoia Mortgage Trust, 2016-2, A4, 144A, FRN, 3.50%, 08/25/46 †	USA	USD	1,426,977	0.30
1,400,000	Atrium XIV LLC, 14A, A2A, 144A, FRN, 3.451%, 08/23/30 †	USA	USD	1,388,268	0.30
1,400,000	NZCG Funding Ltd., 2015-1A, A2R, 144A, FRN, 3.467%, 02/26/31 †	USA	USD	1,376,214	0.29
1,200,000	Blackrock European CLO IX DAC, 9A, B, 144A, FRN, 1.55%, 12/15/32 †	IRL	EUR	1,340,158	0.28
1,300,000	HayFin Kingsland IX Ltd., 2013-6A, BR, 144A, FRN, 3.736%, 04/28/31 †	USA	USD	1,296,659	0.28
1,300,000	Octagon Investment Partners XXIII Ltd., 2015-1A, CR, 144A, FRN, 3.851%, 07/15/27 †	USA	USD	1,285,999	0.27
1,200,502	FNMA Connecticut Avenue Securities, 2015-C01, 2M2, FRN, 6.342%, 02/25/25 †	USA	USD	1,248,266	0.27
1,168,387	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M3, FRN, 5.792%, 08/25/24 †	USA	USD	1,245,809	0.26
1,100,000	Sound Point Euro CLO II Funding DAC, 2A, B1, 144A, FRN, 1.85%, 10/26/32 †	IRL	EUR	1,234,088	0.26
1,192,084	CIM Trust, 2018-INV1, A4, 144A, FRN, 4.00%, 08/25/48 †	USA	USD	1,218,922	0.26
1,121,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, A4, 3.705%, 09/15/48	USA	USD	1,193,748	0.25
1,200,000	Octagon Investment Partners 33 Ltd., 2017-1A, B, 144A, FRN, 3.816%, 01/20/31 †	USA	USD	1,146,060	0.24
950,000	FNMA Connecticut Avenue Securities, 2017-C01, 1B1, FRN, 7.542%, 07/25/29 †	USA	USD	1,125,557	0.24
1,000,000	BlueMountain EUR CLO, 5A, A, 144A, FRN, 0.91%, 01/15/33 †	IRL	EUR	1,120,614	0.24
1,110,168	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA2, M2, FRN, 4.042%, 11/25/28 †	USA	USD	1,114,555	0.24
1,000,000	Dunedin Park CLO DAC, 1A, A2A, 144A, FRN, 1.75%, 10/22/32 †	IRL	EUR	1,105,384	0.24
1,063,216	FNMA Connecticut Avenue Securities, 2015-C02, 2M2, FRN, 5.792%, 05/25/25 †	USA	USD	1,102,353	0.23
957,602	FNMA Connecticut Avenue Securities, 2015-C01, 1M2, FRN, 6.092%, 02/25/25 †	USA	USD	1,020,296	0.22
1,000,000	Buttermilk Park CLO Ltd., 2018-1A, A1, 144A, FRN, 3.101%, 10/15/31 †	USA	USD	995,140	0.21
1,000,000	LCM XXII Ltd., 22A, A2R, 144A, FRN, 3.416%, 10/20/28 †	USA	USD	981,390	0.21
1,000,000	Cent CLO, 2018-28A, C, 144A, FRN, 5.314%, 11/07/30 †	USA	USD	965,010	0.21
1,000,000	BlueMountain CLO XXIII Ltd., 2018-23A, D, 144A, FRN, 4.866%, 10/20/31 †	USA	USD	964,020	0.20
1,000,000	Octagon Investment Partners 33 Ltd., 2017-1A, C, 144A, FRN, 4.716%, 01/20/31 †	USA	USD	956,030	0.20
1,000,000	TCI-Flatiron CLO Ltd., 2017-1A, D, 144A, FRN, 4.654%, 11/18/30 †	USA	USD	954,080	0.20
800,000	Madison Park Euro Funding VIII DAC, 8A, ARN, 144A, FRN, 0.95%, 04/15/32 †	IRL	EUR	896,362	0.19
800,000	Ares European CLO VIII BV, 8A, BR, 144A, FRN, 1.60%, 04/17/32 †	NLD	EUR	893,713	0.19
900,000	Ellington CLO III Ltd., 2018-3A, A1, 144A, FRN, 3.616%, 07/20/30 †	USA	USD	889,407	0.19
833,341	FNMA Connecticut Avenue Securities, 2016-C05, 2M2, FRN, 6.242%, 01/25/29 †	USA	USD	881,083	0.19
805,766	Wells Fargo Mortgage Backed Securities, 2018-1, A3, 144A, FRN, 3.50%, 07/25/47 †	USA	USD	818,092	0.17

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
809,278	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 3.642%, 10/25/27 †	USA	USD	814,615	0.17
800,000	Progress Residential Trust, 2018-SFR2, A, 144A, 3.712%, 08/17/35	USA	USD	811,808	0.17
800,000	Atrium XII, 2012A, CR, 144A, FRN, 2.783%, 04/22/27 †	USA	USD	799,608	0.17
700,000	Adagio CLO VIII DAC, VIII-A, B1, 144A, FRN, 1.65%, 04/15/32 †	IRL	EUR	782,875	0.17
719,831	Towd Point Mortgage Trust, 2017-2, A1, 144A, FRN, 2.75%, 04/25/57 †	USA	USD	725,340	0.15
687,141	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 5.942%, 01/25/25 †	USA	USD	717,700	0.15
715,448	ARM Trust, 2005-9, 5A1, FRN, 2.332%, 11/25/35 †	USA	USD	710,275	0.15
700,000	Burnham Park CLO Ltd., 2016-1A, DR, 144A, FRN, 4.816%, 10/20/29 †	USA	USD	681,814	0.14
660,000	Towd Point Mortgage Trust, 2017-1, A2, 144A, FRN, 3.50%, 10/25/56 †	USA	USD	681,361	0.14
661,889	BX Commercial Mortgage Trust, 2018-IND, A, 144A, FRN, 2.49%, 11/15/35 †	USA	USD	662,093	0.14
700,000	Long Point Park CLO Ltd., 2017-1A, C, 144A, FRN, 4.402%, 01/17/30 †	USA	USD	658,868	0.14
565,469	Credit Suisse Mortgage Trust, 2013-IVR3, A2, 144A, FRN, 3.00%, 05/25/43 †	USA	USD	566,796	0.12
545,142	Towd Point Mortgage Trust, 2016-2, A1A, 144A, FRN, 2.75%, 08/25/55 †	USA	USD	547,625	0.12
450,000	WMG Acquisition Corp., senior secured note, first lien, 144A, 4.125%, 11/01/24	USA	EUR	522,113	0.11
518,182	Madison Park Funding XXIX Ltd., 2018-29A, A2, 144A, FRN, 3.453%, 10/18/30 †	USA	USD	512,627	0.11
504,434	Aegis Asset Backed Securities Trust, 2005-2, M2, FRN, 2.232%, 06/25/35 †	USA	USD	500,660	0.11
488,704	Towd Point Mortgage Trust, 2015-2, 2A1, 144A, FRN, 3.75%, 11/25/57 †	USA	USD	492,378	0.10
434,025	Greenpoint Manufactured Housing, 1999-5, M1A, FRN, 8.30%, 10/15/26 †	USA	USD	457,906	0.10
453,815	Lehman XS Trust, 2005-4, 1A4, FRN, 2.352%, 10/25/35 †	USA	USD	451,888	0.10
466,667	Octagon Loan Funding Ltd., 2014-1A, DRR, 144A, FRN, 4.804%, 11/18/31 †	USA	USD	451,533	0.10
469,565	Galaxy XXVI CLO Ltd., 2018-26A, D, 144A, FRN, 4.949%, 11/22/31 †	USA	USD	450,562	0.10
431,061	Conseco Financial Corp., 1998-6, A8, FRN, 6.66%, 06/01/30 †	USA	USD	444,712	0.09
453,704	Harbor Park CLO Ltd., 1A, D, 144A, FRN, 4.866%, 01/20/31 †	USA	USD	439,989	0.09
418,693	Towd Point Mortgage Trust, 2015-1, AE, 144A, 3.00%, 10/25/53	USA	USD	420,526	0.09
364,931	FNMA Connecticut Avenue Securities, 2018-C04, 2M1, FRN, 2.542%, 12/25/30 †	USA	USD	365,021	0.08
300,000	BlueMountain EUR CLO, 5A, B, 144A, FRN, 1.55%, 01/15/33 †	IRL	EUR	336,236	0.07
5,981,167	JPMDB Commercial Mortgage Securities Trust, 2017-C5, XA, IO, FRN, 1.09%, 03/15/50 †	USA	USD	332,013	0.07
309,410	Mill City Mortgage Loan Trust, 2016-1, A, 144A, FRN, 2.50%, 04/25/57 †	USA	USD	309,571	0.07
300,219	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 3.992%, 02/25/24 †	USA	USD	303,558	0.06
250,000	Euro-Galaxy III CLO BV, 2013-3A, B2ER, 144A, FRN, 1.50%, 01/17/31 †	NLD	EUR	280,382	0.06
159,081	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M2, FRN, 4.442%, 03/25/28 †	USA	USD	159,366	0.03
71,284	FNMA Connecticut Avenue Securities, 2016-C03, 1M1, FRN, 3.792%, 10/25/28 †	USA	USD	71,384	0.02
				244,699,450	52.01
	Corporate Bonds				
5,600,000	Banca Popolare di Milano Scarl, secured note, Reg S, 0.625%, 06/08/24	ITA	EUR	6,352,200	1.35
4,900,000	Turkiye Vakiflar Bankasi TAO, secured note, Reg S, 2.375%, 11/04/22	TUR	EUR	5,554,606	1.18
4,500,000	Banco BPM SpA, secured note, Reg S, 0.75%, 03/31/23	ITA	EUR	5,121,780	1.09
4,200,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.125%, 11/26/63	ITA	EUR	5,077,781	1.08
5,200,000	Diamond Offshore Drilling Inc., senior note, 7.875%, 08/15/25	USA	USD	4,537,000	0.96
3,500,000	Intesa Sanpaolo SpA, secured note, Reg S, 5.00%, 01/27/22	ITA	EUR	4,133,014	0.88
3,600,000	CGNPC International Ltd., senior note, Reg S, 3.75%, 12/11/27	CHN	USD	3,792,287	0.81
3,700,000	Kookmin Bank, secured note, 144A, 2.25%, 02/03/22	KOR	USD	3,706,586	0.79
3,100,000	State Grid Overseas Investment 2016 Ltd., senior note, 144A, 3.50%, 05/04/27	CHN	USD	3,246,631	0.69
2,600,000	CNOOC Finance 2015 USA LLC, senior note, 3.50%, 05/05/25	CHN	USD	2,719,221	0.58
2,400,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	2,576,976	0.55
2,200,000	HSBC Holdings PLC, senior note, 4.30%, 03/08/26	GBR	USD	2,397,439	0.51
2,100,000	Banca Carige SpA, secured note, Reg S, 1.25%, 04/28/22	ITA	EUR	2,371,686	0.50
2,100,000	Bank of China Ltd., senior note, Reg S, 2.875%, 04/20/22	CHN	USD	2,126,609	0.45
2,000,000	Harvest Operations Corp., senior note, 144A, 4.20%, 06/01/23	KOR	USD	2,121,518	0.45
1,900,000	EDF SA, junior sub. bond, 144A, 5.625% to 01/22/24, FRN thereafter, Perpetual	FRA	USD	2,015,359	0.43
1,900,000	Imperial Brands Finance PLC, senior note, 144A, 4.25%, 07/21/25	GBR	USD	2,004,738	0.43
12,330,000	Jyske Realkredit A/S, secured note, 1.00%, 04/01/26	DNK	DKK	1,962,684	0.42
1,800,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.70%, 06/10/25	CHN	USD	1,901,983	0.40
1,600,000	China Overseas Finance Cayman VII Ltd., senior note, Reg S, 4.25%, 04/26/23	CHN	USD	1,670,352	0.36
1,500,000	Tencent Holdings Ltd., senior note, 144A, 2.985%, 01/19/23	CHN	USD	1,522,958	0.32
1,500,000	Industrial & Commercial Bank of China Ltd., senior note, 2.957%, 11/08/22	CHN	USD	1,521,795	0.32
1,500,000	Dominion Energy Inc., senior bond, 2.85%, 08/15/26	USA	USD	1,515,376	0.32
1,100,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	1,479,907	0.31

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,400,000	The Southern Co., senior bond, 3.25%, 07/01/26	USA	USD	1,458,127	0.31
1,300,000	Korea East-West Power Co. Ltd., senior note, 144A, 3.875%, 07/19/23	KOR	USD	1,368,120	0.29
1,200,000	Saudi Electricity Co., senior note, Reg S, 4.723%, 09/27/28	SAU	USD	1,340,250	0.28
1,200,000	Morgan Stanley, senior note, 3.70%, 10/23/24	USA	USD	1,274,821	0.27
1,500,000	Yes Bank Ifsc Banking Unit Branch, senior note, Reg S, 3.75%, 02/06/23	IND	USD	1,259,952	0.27
1,000,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 07/16/62	ITA	EUR	1,231,914	0.26
1,100,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	1,183,619	0.25
7,420,000	Realkredit Danmark A/S, secured bond, Reg S, 1.00%, 04/01/27	DNK	DKK	1,181,446	0.25
1,150,000	Athene Global Funding, secured note, 144A, 3.00%, 07/01/22	USA	USD	1,169,942	0.25
1,100,000	Bank of America Corp., senior note, 3.50%, 04/19/26	USA	USD	1,169,653	0.25
1,100,000	Bank of America Corp., senior note, 3.55% to 03/05/23, FRN thereafter, 03/05/24	USA	USD	1,142,158	0.24
1,100,000	Athene Global Funding, secured note, 144A, 2.75%, 06/25/24	USA	USD	1,110,924	0.24
905,000	Fiserv Inc., senior bond, 3.85%, 06/01/25	USA	USD	965,425	0.21
900,000	Aptiv Corp., senior bond, 4.15%, 03/15/24	USA	USD	953,583	0.20
925,000	CNPC General Capital Ltd., senior note, 144A, 3.40%, 04/16/23	CHN	USD	951,200	0.20
900,000	Bayer U.S. Finance II LLC, senior note, 144A, 3.875%, 12/15/23	DEU	USD	944,674	0.20
900,000	Allergan Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	943,944	0.20
850,000	Sealed Air Corp., senior bond, 144A, 5.25%, 04/01/23	USA	USD	907,728	0.19
810,000	Avon Products Inc., senior bond, 7.00%, 03/15/23	GBR	USD	883,153	0.19
800,000	Israel Electric Corp. Ltd., secured bond, 144A, 4.25%, 08/14/28	ISR	USD	873,260	0.19
800,000	Bank of China Ltd., senior note, Reg S, FRN, 2.635%, 03/08/21 †	CHN	USD	801,152	0.17
700,000	China Southern Power Grid International Finance BVI 2018 Co. Ltd., senior note, Reg S, 3.875%, 09/18/23	CHN	USD	734,389	0.16
700,000	Alibaba Group Holding Ltd., senior note, 2.80%, 06/06/23	CHN	USD	709,671	0.15
600,000	Baidu Inc., senior note, 4.375%, 05/14/24	CHN	USD	639,420	0.14
600,000	AbbVie Inc., senior note, 144A, 2.95%, 11/21/26	USA	USD	609,897	0.13
500,000	SABIC Capital II BV, senior note, 144A, 4.50%, 10/10/28	SAU	USD	558,487	0.12
500,000	SF Holding Investment Ltd., senior note, Reg S, 4.125%, 07/26/23	CHN	USD	521,888	0.11
500,000	Industrial & Commercial Bank of China Ltd., senior note, 2.452%, 10/20/21	CHN	USD	500,557	0.11
400,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	413,878	0.09
300,000	CVS Health Corp., senior note, 3.70%, 03/09/23	USA	USD	312,490	0.07
300,000	Maxim Integrated Products Inc., senior note, 3.45%, 06/15/27	USA	USD	308,864	0.07
300,000	Teva Pharmaceutical Finance Netherlands IV BV, senior note, Reg S, 0.50%, 07/28/22	ISR	CHF	293,842	0.06
150,000	Reynolds American Inc., senior note, 4.45%, 06/12/25	GBR	USD	161,493	0.03
150,000	Oceaneering International Inc., senior note, 4.65%, 11/15/24	USA	USD	147,375	0.03
100,000	Anthem Inc., senior note, 2.95%, 12/01/22	USA	USD	102,306	0.02
100,000	Verizon Communications Inc., senior note, 2.45%, 11/01/22	USA	USD	101,268	0.02
				100,661,356	21.40
	Government and Municipal Bonds				
4,557,464	U.S. Treasury Note, Index Linked, 0.375%, 07/15/25	USA	USD	4,651,242	0.99
4,155,215	U.S. Treasury Note, Index Linked, 0.375%, 07/15/27	USA	USD	4,239,636	0.90
3,700,000	Government of Spain, 144A, Reg S, 0.60%, 10/31/29	ESP	EUR	4,203,784	0.89
1,950,000	Government of Spain, senior bond, 144A, Reg S, 2.70%, 10/31/48	ESP	EUR	2,906,972	0.62
2,000,000	Government of Spain, senior bond, 144A, Reg S, 1.45%, 04/30/29	ESP	EUR	2,452,320	0.52
2,100,000	The Export-Import Bank of China, senior note, 144A, 3.625%, 07/31/24	CHN	USD	2,215,831	0.47
2,000,000	The Export-Import Bank of India, senior note, 144A, 3.875%, 02/01/28	IND	USD	2,094,764	0.44
1,800,000	Government of Gabon, Reg S, 6.375%, 12/12/24	GAB	USD	1,884,429	0.40
1,700,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	1,840,604	0.39
1,600,000	Government of Belarus International Bond, senior note, Reg S, 7.625%, 06/29/27	BLR	USD	1,823,898	0.39
1,700,000	Government of Mexico, senior note, 4.15%, 03/28/27	MEX	USD	1,822,417	0.39
1,600,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	1,788,802	0.38
1,800,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	1,766,468	0.38
1,300,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	1,514,415	0.32
1,200,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	1,485,708	0.32
1,200,000	Government of Russia, senior bond, Reg S, 4.875%, 09/16/23	RUS	USD	1,309,800	0.28
1,200,000	The Korea Development Bank, senior note, 3.375%, 03/12/23	KOR	USD	1,244,480	0.26
710,000	Orlando Health Obligated Group, 3.777%, 10/01/28	USA	USD	754,119	0.16
700,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	748,452	0.16
500,000	Government of Peru, senior bond, 6.55%, 03/14/37	PER	USD	731,697	0.16
1,739,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	665,146	0.14
10,000,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	604,955	0.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Flexible Alpha Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
7,720,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	594,911	0.13
565,000	Providence St. Joseph Health Obligated Group, 2.746%, 10/01/26	USA	USD	570,989	0.12
28,200,000	Government of the Dominican Republic, senior note, Reg S, 8.90%, 02/15/23	DOM	DOP	535,805	0.11
20,212,121	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	530,270	0.11
400,000	Government of Indonesia, senior bond, Reg S, 4.35%, 01/08/27	IDN	USD	437,828	0.09
75,000	Texas State GO, Transportation Commission Highway Improvement, Series A, 5.00%, 04/01/21	USA	USD	78,681	0.02
				45,498,423	9.67
	Securities Maturing Within One Year				
4,250,000	Energy Transfer Operating LP, senior note, 7.50%, 10/15/20	USA	USD	4,417,365	0.94
5,000,000	Toyota Finance Australia Ltd., senior note, Reg S, 2.44%, 03/06/20	AUS	AUD	3,514,582	0.75
2,000,000	Sinopec Group Overseas Development 2015 Ltd., senior note, 144A, 2.50%, 04/28/20	CHN	USD	2,001,539	0.43
1,500,000	China Construction Bank Corp., senior note, Reg S, 2.75%, 12/04/20	CHN	USD	1,506,495	0.32
900,000	The Goldman Sachs Group Inc., senior note, FRN, 3.094%, 09/15/20 †	USA	USD	905,865	0.19
740,000	Navient Corp., senior bond, 8.00%, 03/25/20	USA	USD	748,906	0.16
300,000	Duke Energy Indiana Inc., senior secured bond, 3.75%, 07/15/20	USA	USD	303,095	0.06
				13,397,847	2.85
	TOTAL BONDS			404,257,076	85.93
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			404,257,076	85.93
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
1,511,154	Bayfront Infrastructure Capital Pte Ltd., 2018, A, Reg S, FRN, 3.707%, 01/11/38 †,**	SGP	USD	1,512,118	0.32
	TOTAL BONDS			1,512,118	0.32
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,512,118	0.32
	TOTAL INVESTMENTS			413,725,351	87.94

† Floating Rates are indicated as at December 31, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin GCC Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
5,800,000	Acwa Power Management and Investments One Ltd., secured bond, Reg S, 5.95%, 12/15/39	SAU	USD	6,204,753	3.24
2,935,000	Abu Dhabi Crude Oil Pipeline LLC, senior secured bond, Reg S, 4.60%, 11/02/47	ARE	USD	3,399,097	1.77
2,225,000	Ruwais Power Co. PJSC, Reg S, 6.00%, 08/31/36	ARE	USD	2,764,563	1.44
2,400,000	JP Morgan Structured Products BV, senior note, Reg S, FRN, 2.50%, 10/05/22 †	USA	USD	2,075,520	1.08
900,000	Emirates Semb Corp. Water & Power Co. PJSC, secured bond, Reg S, 4.45%, 08/01/35	ARE	USD	985,518	0.52
				15,429,451	8.05
	Corporate Bonds				
5,700,000	NBK Tier 1 Financing 2 Ltd., junior sub. bond, Reg S, 4.50% to 11/27/25, FRN thereafter, Perpetual	KWT	USD	5,700,000	2.97
4,000,000	BBK BSC, senior note, Reg S, 5.50%, 07/09/24	BHR	USD	4,148,020	2.16
5,200,000	NMC Health Jersey Ltd., cvt., senior note, Reg S, 1.875%, 04/30/25	ARE	USD	4,097,444	2.14
3,150,000	Saudi Arabian Oil Co., senior bond, Reg S, 4.375%, 04/16/49	SAU	USD	3,448,683	1.80
3,000,000	Virgin Mobile Middle East & Africa Sukuk Ltd., cvt., secured note, 12.00%, 03/31/23	ARE	USD	3,082,500	1.61
2,900,000	Equate Sukuk SPC Ltd., senior note, Reg S, 3.944%, 02/21/24	KWT	USD	3,030,016	1.58
2,615,000	Saudi Electricity Co., senior note, Reg S, 4.723%, 09/27/28	SAU	USD	2,920,628	1.52
2,790,000	QIB Sukuk Ltd., senior note, Reg S, 3.982%, 03/26/24	QAT	USD	2,911,951	1.52
2,650,000	MAF Global Securities Ltd., junior sub. bond, 6.375% to 03/20/26, FRN thereafter, Perpetual	ARE	USD	2,753,350	1.44
2,700,000	BOS Funding Ltd., senior note, Reg S, 4.00%, 09/18/24	ARE	USD	2,724,867	1.42
2,725,000	ESIC Sukuk Ltd., senior note, Reg S, 3.939%, 07/30/24	ARE	USD	2,719,058	1.42
2,590,000	ADES International Holding PLC, senior note, Reg S, 8.625%, 04/24/24	SAU	USD	2,693,600	1.40
2,680,000	Dar Al-Arkan Sukuk Co. Ltd., senior note, Reg S, 6.75%, 02/15/25	SAU	USD	2,663,384	1.39
2,495,000	Gems Menasa Cayman Ltd., senior secured note, Reg S, 7.125%, 07/31/26	ARE	USD	2,637,315	1.38
2,635,000	Samba Funding Ltd., senior note, Reg S, 2.75%, 10/02/24	SAU	USD	2,617,807	1.36
2,400,000	Aldar Sukuk Ltd., senior note, Reg S, 4.75%, 09/29/25	ARE	USD	2,593,872	1.35
2,200,000	Saudi Electricity Global Sukuk Co. 2, senior bond, Reg S, 5.06%, 04/08/43	SAU	USD	2,499,004	1.30
1,900,000	Saudi Electricity Global Sukuk Co. 3, senior bond, Reg S, 5.50%, 04/08/44	SAU	USD	2,286,800	1.19
2,000,000	Ooredoo International Finance Ltd., senior bond, Reg S, 5.00%, 10/19/25	QAT	USD	2,234,430	1.17
1,700,000	SABIC Capital II BV, senior note, Reg S, 4.50%, 10/10/28	SAU	USD	1,898,854	0.99
1,555,000	MAF Sukuk Ltd., senior note, Reg S, 4.638%, 05/14/29	ARE	USD	1,675,699	0.87
1,770,000	Alpha Star Holding V Ltd., senior note, Reg S, 6.625%, 04/18/23	ARE	USD	1,655,215	0.86
1,585,000	Abu Dhabi National Energy Co. PJSC, senior bond, Reg S, 4.00%, 10/03/49	ARE	USD	1,647,051	0.86
1,335,000	Tabreed Sukuk SPC Ltd., senior note, Reg S, 5.50%, 10/31/25	ARE	USD	1,496,606	0.78
1,280,000	MAF Global Securities Ltd., senior note, Reg S, 4.75%, 05/07/24	ARE	USD	1,371,987	0.72
1,115,000	Abu Dhabi National Energy Co. PJSC, senior bond, Reg S, 4.875%, 04/23/30	ARE	USD	1,275,421	0.67
1,150,000	DP World Crescent Ltd., senior note, Reg S, 4.848%, 09/26/28	ARE	USD	1,263,562	0.66
1,200,000	Noor Sukuk Co. Ltd., senior note, Reg S, 4.471%, 04/24/23	ARE	USD	1,261,906	0.66
1,150,000	Qatar Reinsurance Co. Ltd., sub. bond, 4.95% to 09/13/22, FRN thereafter, Perpetual	QAT	USD	1,174,863	0.61
950,000	Ooredoo International Finance Ltd., senior bond, Reg S, 4.50%, 01/31/43	QAT	USD	1,108,626	0.58
1,000,000	Ooredoo International Finance Ltd., senior note, Reg S, 3.75%, 06/22/26	QAT	USD	1,056,567	0.55
800,000	DP World PLC, Reg S, 6.85%, 07/02/37	ARE	USD	1,055,442	0.55
1,000,000	ABQ Finance Ltd., senior note, Reg S, 3.125%, 09/24/24	QAT	USD	1,004,125	0.52
1,000,000	MAR Sukuk Ltd., senior note, Reg S, 3.025%, 11/13/24	QAT	USD	1,003,340	0.52
850,000	Senaat Sukuk Ltd., senior note, Reg S, 4.76%, 12/05/25	ARE	USD	927,460	0.48
975,000	Alpha Star Holding III Ltd., senior note, Reg S, 6.25%, 04/20/22	ARE	USD	920,741	0.48
900,000	Dar Al-Arkan Sukuk Co. Ltd., senior note, Reg S, 6.875%, 03/21/23	SAU	USD	914,080	0.48
835,000	QIIB Senior Sukuk Ltd., senior note, Reg S, 4.264%, 03/05/24	QAT	USD	878,857	0.46
800,000	Ahli United Bank BSC, junior sub. bond, Reg S, 6.875% to 04/29/20, FRN thereafter, Perpetual	KWT	USD	808,000	0.42
715,000	Aldar Sukuk Ltd., senior note, Reg S, 3.875%, 10/22/29	ARE	USD	731,116	0.38
200,000	DIFC Sukuk Ltd., senior note, Reg S, 4.325%, 11/12/24	ARE	USD	210,644	0.11
200,000	SIB Sukuk Co. III Ltd., senior note, Reg S, 4.231%, 04/18/23	ARE	USD	208,684	0.11
				83,311,575	43.44

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin GCC Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
5,955,000	Abu Dhabi Government International Bond, senior bond, Reg S, 3.125%, 09/30/49	ARE	USD	5,817,535	3.03
5,050,000	Saudi Government International Bond, senior bond, Reg S, 4.50%, 10/26/46	SAU	USD	5,585,199	2.91
5,400,000	KSA Sukuk Ltd., senior note, Reg S, 2.969%, 10/29/29	SAU	USD	5,425,029	2.83
4,900,000	Abu Dhabi Government International Bond, senior note, Reg S, 2.50%, 09/30/29	ARE	USD	4,890,812	2.55
3,950,000	Saudi Government International Bond, senior bond, Reg S, 4.625%, 10/04/47	SAU	USD	4,442,052	2.32
3,300,000	Government of Qatar, senior bond, Reg S, 5.103%, 04/23/48	QAT	USD	4,247,255	2.22
3,935,000	Government of Oman International Bond, senior bond, Reg S, 6.50%, 03/08/47	OMN	USD	3,905,566	2.04
3,425,000	Government of Qatar, senior note, Reg S, 4.00%, 03/14/29	QAT	USD	3,829,157	2.00
2,940,000	Abu Dhabi Government International Bond, senior bond, Reg S, 4.125%, 10/11/47	ARE	USD	3,426,743	1.79
2,375,000	Government of Bahrain, senior bond, Reg S, 7.50%, 09/20/47	BHR	USD	2,900,908	1.51
1,970,000	Government of Qatar, senior bond, Reg S, 4.817%, 03/14/49	QAT	USD	2,443,683	1.27
2,080,000	KSA Sukuk Ltd., senior bond, Reg S, 4.303%, 01/19/29	SAU	USD	2,308,540	1.20
1,500,000	Government of Qatar, senior bond, Reg S, 6.40%, 01/20/40	QAT	USD	2,187,309	1.14
1,750,000	Kuwait International Government Bond, senior note, Reg S, 3.50%, 03/20/27	KWT	USD	1,882,886	0.98
1,825,000	Government of Oman, senior bond, Reg S, 6.75%, 01/17/48	OMN	USD	1,839,295	0.96
1,300,000	Saudi Government International Bond, senior bond, Reg S, 5.00%, 04/17/49	SAU	USD	1,561,684	0.81
865,000	Government of Qatar, senior note, Reg S, 4.50%, 04/23/28	QAT	USD	992,172	0.52
900,000	Abu Dhabi Government International Bond, senior note, Reg S, 3.125%, 10/11/27	ARE	USD	944,484	0.49
600,000	Government of Bahrain, senior bond, Reg S, 7.00%, 10/12/28	BHR	USD	711,466	0.37
				59,341,775	30.94
	Securities Maturing Within One Year				
5,625,968	Nile Delta Sukuk Ltd., first lien, Reg S, 4.00%, 10/31/20	ARE	USD	5,436,373	2.83
2,921,000	QIB Sukuk Ltd., senior note, Reg S, 2.754%, 10/27/20	QAT	USD	2,925,834	1.53
28,025	Ras Laffan Liquefied Natural Gas Co. Ltd. II, secured bond, Reg S, 5.298%, 09/30/20	QAT	USD	28,451	0.02
				8,390,658	4.38
	TOTAL BONDS			166,473,459	86.81
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			166,473,459	86.81
	TOTAL INVESTMENTS			166,473,459	86.81

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Aggregate Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
450,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 6.492%, 04/25/28 †	USA	USD	498,968	2.43
250,000	BlueMountain EUR CLO, 5A, A, 144A, FRN, 0.91%, 01/15/33 †	IRL	EUR	280,153	1.36
250,000	Madison Park Euro Funding VIII DAC, 8A, ARN, 144A, FRN, 0.95%, 04/15/32 †	IRL	EUR	280,113	1.36
250,000	Holland Park CLO DAC, 1A, A1RR, 144A, FRN, 0.92%, 11/14/32 †	IRL	EUR	279,200	1.36
228,099	FNMA Connecticut Avenue Securities, 2014-C01, M2, FRN, 6.192%, 01/25/24 †	USA	USD	248,060	1.20
219,676	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 4.792%, 07/25/24 †	USA	USD	231,245	1.12
218,153	FNMA Connecticut Avenue Securities, 2014-C02, 2M2, FRN, 4.392%, 05/25/24 †	USA	USD	226,239	1.10
1,394,589	Nykredit Realkredit AS, secured bond, Reg S, 1.00%, 10/01/50	DNK	DKK	206,089	1.00
128,617	FNMA, 3.50%, 03/01/48	USA	USD	133,544	0.65
124,456	FHLMC, 4.00%, 04/01/47	USA	USD	130,925	0.64
124,203	GNMA II, SF, 3.50%, 02/20/47	USA	USD	129,056	0.63
122,680	FHLMC, 3.50%, 07/01/47	USA	USD	127,336	0.62
120,338	FHLMC, 3.50%, 05/01/47	USA	USD	124,969	0.61
117,032	FHLMC, 4.00%, 03/01/47	USA	USD	123,152	0.60
				3,019,049	14.68
	Corporate Bonds				
385,000	Bristol-Myers Squibb Co., senior note, 144A, 3.25%, 02/20/23	USA	USD	398,684	1.94
260,000	Syngenta Finance NV, senior note, 144A, 4.892%, 04/24/25	CHE	USD	278,272	1.35
200,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	269,074	1.31
200,000	AXA SA, sub. bond, Reg S, 3.25% to 05/28/29, FRN thereafter, 05/28/49	FRA	EUR	256,119	1.25
230,000	Alibaba Group Holding Ltd., senior bond, 4.20%, 12/06/47	CHN	USD	255,138	1.24
200,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	215,203	1.05
200,000	CNAC HK Finbridge Co. Ltd., senior note, Reg S, 4.625%, 03/14/23	CHN	USD	210,549	1.02
200,000	State Grid Overseas Investment 2016 Ltd., senior note, Reg S, 3.50%, 05/04/27	CHN	USD	209,460	1.02
1,298,439	Nordea Kredit Realkreditaktieselskab, secured bond, Reg S, 1.00%, 10/01/50	DNK	DKK	191,911	0.93
175,000	Gilead Sciences Inc., senior bond, 3.50%, 02/01/25	USA	USD	185,709	0.90
175,000	Bank of America Corp., senior note, 2.738% to 01/23/21, FRN thereafter, 01/23/22	USA	USD	176,334	0.86
165,000	The Goldman Sachs Group Inc., senior note, 3.85%, 01/26/27	USA	USD	175,609	0.85
150,000	CGNPC International Ltd., senior note, Reg S, 1.625%, 12/11/24	CHN	EUR	175,036	0.85
100,000	Citigroup Inc., senior bond, 8.125%, 07/15/39	USA	USD	167,346	0.81
140,000	Burlington Northern Santa Fe LLC, senior bond, 3.90%, 08/01/46	USA	USD	153,501	0.75
140,000	CVS Health Corp., senior note, 3.70%, 03/09/23	USA	USD	145,829	0.71
125,000	Anthem Inc., senior bond, 4.375%, 12/01/47	USA	USD	137,803	0.67
125,000	Morgan Stanley, sub. bond, 3.95%, 04/23/27	USA	USD	134,077	0.65
110,000	Canadian Natural Resources Ltd., senior bond, 4.95%, 06/01/47	CAN	USD	133,958	0.65
120,000	Comcast Corp., senior bond, 4.00%, 03/01/48	USA	USD	133,230	0.65
130,000	Baker Hughes a GE Co. LLC/Baker Hughes Co-obligator Inc., senior bond, 4.08%, 12/15/47	USA	USD	133,131	0.65
100,000	Globalworth Real Estate Investments Ltd., senior note, Reg S, 3.00%, 03/29/25	ROU	EUR	120,824	0.59
115,000	Glencore Funding LLC, senior note, 144A, 3.875%, 10/27/27	CHE	USD	119,752	0.58
100,000	Verizon Communications Inc., senior note, 5.15%, 09/15/23	USA	USD	110,929	0.54
100,000	Heathrow Funding Ltd., senior secured bond, 144A, 4.875%, 07/15/23	GBR	USD	104,164	0.51
80,000	MPLX LP, senior bond, 4.125%, 03/01/27	USA	USD	84,013	0.41
55,000	Mitsui Sumitomo Insurance Co. Ltd., junior sub. note, 144A, 7.00% to 03/15/22, FRN thereafter, 03/15/72	JPN	USD	60,168	0.29
50,000	Netflix Inc., senior bond, 144A, 5.375%, 11/15/29	USA	USD	53,341	0.26
50,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.25%, 05/15/27	USA	USD	53,188	0.26
50,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.75%, 02/15/26	USA	USD	52,844	0.26
50,000	Springleaf Finance Corp., senior bond, 5.375%, 11/15/29	USA	USD	52,283	0.25
50,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	52,154	0.25
50,000	Clearway Energy Operating LLC, senior bond, 5.00%, 09/15/26	USA	USD	51,767	0.25
50,000	Plastipak Holdings Inc., senior note, 144A, 6.25%, 10/15/25	USA	USD	43,248	0.21
				5,094,648	24.77

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Aggregate Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
4,500,000	Government of Poland, 2.75%, 10/25/29	POL	PLN	1,252,102	6.09
1,250,000	Queensland Treasury Corp., senior bond, 144A, Reg S, 3.25%, 08/21/29	AUS	AUD	986,178	4.80
105,000,000	Government of Japan, senior note, 0.10%, 10/01/21	JPN	JPY	970,430	4.72
600,000	Government of Spain, senior bond, 144A, Reg S, 1.85%, 07/30/35	ESP	EUR	770,355	3.75
70,000,000	Government of Japan, senior bond, 1.00%, 12/20/35	JPN	JPY	728,857	3.54
550,000	Italy Treasury Bond, senior bond, 1.25%, 12/01/26	ITA	EUR	630,898	3.07
350,000	Government of Spain, senior bond, 144A, Reg S, 2.70%, 10/31/48	ESP	EUR	521,764	2.54
45,000,000	Development Bank of Japan, 1.70%, 09/20/22	JPN	JPY	434,068	2.11
40,000,000	Development Bank of Japan, senior bond, 2.30%, 03/19/26	JPN	JPY	421,099	2.05
300,000	Government of Belgium, Reg S, 1.25%, 04/22/33	BEL	EUR	377,196	1.83
250,000	Government of Chile, senior bond, 1.44%, 02/01/29	CHL	EUR	302,930	1.47
44,000	Government of Mexico, M, 10.00%, 11/20/36	MEX	MXN	299,529	1.46
210,000	Government of Ireland, Reg S, 1.50%, 05/15/50	IRL	EUR	270,188	1.31
54,300,000	Government of Hungary, 6.75%, 10/22/28	HUN	HUF	258,393	1.26
220,000	Government of Netherlands, senior bond, 144A, Reg S, 0.50%, 01/15/40	NLD	EUR	256,406	1.25
250,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	245,343	1.19
200,000	Government of Indonesia, senior bond, Reg S, 4.35%, 01/08/27	IDN	USD	218,914	1.06
200,000	Government of Russia, senior bond, Reg S, 4.875%, 09/16/23	RUS	USD	218,300	1.06
200,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	216,542	1.05
200,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	213,843	1.04
3,300,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	199,635	0.97
2,400,000,000	Indonesia Treasury Bond, senior bond, 8.25%, 05/15/36	IDN	IDR	181,645	0.88
6,219,114	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	163,160	0.79
115,000	Government of Germany, Reg S, 1.25%, 08/15/48	DEU	EUR	162,010	0.79
80,000	California State GO, Build America Bonds, 7.30%, 10/01/39	USA	USD	122,299	0.60
100,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	111,800	0.54
250,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	95,622	0.47
95,000	U.S. Treasury Bond, 2.375%, 11/15/49	USA	USD	94,599	0.46
65,000	JobsOhio Beverage System Statewide Liquor Profits Revenue, Series B, 4.532%, 01/01/35	USA	USD	76,257	0.37
40,240	U.S. Treasury Note, Index Linked, 0.25%, 07/15/29	USA	USD	40,645	0.20
				10,841,007	52.72
	Securities Maturing Within One Year				
290,000	GE Capital International Funding Co., senior note, 2.342%, 11/15/20	USA	USD	290,280	1.41
440,000	European Bank for Reconstruction & Development, senior note, 27.50%, 09/18/20	SP	TRY	81,219	0.40
				371,499	1.81
	TOTAL BONDS			19,326,203	93.98
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			19,326,203	93.98
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
590,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			19,326,203	93.98

† Floating Rates are indicated as at December 31, 2019

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Convertible Securities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Electric Utilities				
295,000	The Southern Co., 6.75%, cvt. pfd.	USA	USD	15,900,500	1.60
275,000	American Electric Power Co. Inc., 6.125%, cvt. pfd.	USA	USD	14,885,750	1.49
				30,786,250	3.09
	Gas Utilities				
255,000	South Jersey Industries Inc., 7.25%, cvt. pfd.	USA	USD	13,237,050	1.33
	Health Care Equipment				
14,700	Danaher Corp., 4.75%, cvt. pfd., A	USA	USD	17,331,888	1.74
	Health Care Technology				
240,000	Change Healthcare Inc., 6.00%, cvt. pfd.	USA	USD	14,397,600	1.45
	Life Sciences Tools & Services				
280,000	Avantor Inc., 6.25%, cvt. pfd., A	USA	USD	17,640,000	1.77
	Multi-Utilities				
119,250	Sempra Energy, 6.75%, cvt. pfd., B	USA	USD	14,199,097	1.42
200,000	DTE Energy Co., 6.25%, cvt. pfd.	USA	USD	10,252,000	1.03
				24,451,097	2.45
	Semiconductors				
14,600	Broadcom Inc., 8.00%, cvt. pfd., A	USA	USD	17,198,362	1.73
	Specialty Chemicals				
250,000	International Flavors & Fragrances Inc., 6.00%, cvt. pfd.	USA	USD	12,002,500	1.20
	Water Utilities				
240,000	Aqua America Inc., 6.00%, cvt. pfd.	USA	USD	14,964,000	1.50
	TOTAL SHARES			162,008,747	16.26
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			162,008,747	16.26
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Agricultural Products				
121,500	Bunge Ltd., 4.875%, cvt. pfd.	USA	USD	12,614,130	1.27
	Health Care Equipment				
215,500	Becton Dickinson and Co., 6.125%, cvt. pfd., A	USA	USD	14,106,630	1.42
	Industrial Machinery				
153,000	Stanley Black & Decker Inc., 5.375%, cvt. pfd.	USA	USD	16,696,890	1.67
	TOTAL SHARES			43,417,650	4.36
	BONDS				
	Corporate Bonds				
15,800,000	QIAGEN NV, cvt., senior note, Reg S, 0.50%, 09/13/23	NLD	USD	18,034,989	1.81
13,500,000	Intercept Pharmaceuticals Inc., cvt., senior note, 2.00%, 05/15/26	USA	USD	17,996,955	1.81
12,000,000	DexCom Inc., cvt., 0.75%, 12/01/23	USA	USD	17,804,366	1.79
17,400,000	iQIYI Inc., cvt., senior note, 144A, 2.00%, 04/01/25	CHN	USD	17,358,575	1.74
15,000,000	Pinduoduo Inc., cvt., senior note, 144A, zero cpn., 10/01/24	CHN	USD	17,239,435	1.73
16,500,000	Insulet Corp., cvt., senior note, 144A, 0.375%, 09/01/26	USA	USD	17,192,815	1.73
14,200,000	Grand City Properties SA, cvt., senior note, Reg S, 0.25%, 03/02/22	DEU	EUR	17,133,955	1.72
12,400,000	adidas AG, cvt., senior note, Reg S, 0.05%, 09/12/23	DEU	EUR	17,098,932	1.72
19,600,000	Glencore Funding LLC, cvt., senior note, Reg S, zero cpn., 03/27/25	CHE	USD	17,025,344	1.71
14,850,000	Wix.com Ltd., cvt., senior note, zero cpn., 07/01/23	ISR	USD	16,982,460	1.70
14,200,000	RH, cvt., senior note, 144A, zero cpn., 09/15/24	USA	USD	16,873,035	1.69
15,800,000	Total SA, cvt., senior note, Reg S, 0.50%, 12/02/22	FRA	USD	16,775,018	1.68
17,250,000	Okta Inc., cvt., senior note, 144A, 0.125%, 09/01/25	USA	USD	16,769,014	1.68
13,900,000	Airbus SE, cvt, senior note, Reg S, zero cpn., 06/14/21	FRA	EUR	16,696,473	1.68
17,250,000	BASF SE, cvt., senior note, Reg S, 0.925%, 03/09/23	DEU	USD	16,686,615	1.67
14,950,000	Illumina Inc., cvt., senior note, zero cpn., 08/15/23	USA	USD	16,549,748	1.66

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Convertible Securities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
15,000,000	Sea Ltd., cvt., senior note, 144A, 1.00%, 12/01/24	TWN	USD	16,399,528	1.65
13,600,000	Envestnet Inc., cvt., senior note, 1.75%, 06/01/23	USA	USD	16,342,414	1.64
13,000,000	Cellnex Telecom SA, cvt., senior note, Reg S, 0.50%, 07/05/28	ESP	EUR	16,264,748	1.63
10,850,000	MercadoLibre Inc., cvt., senior note, 2.00%, 08/15/28	ARG	USD	16,225,771	1.63
15,950,000	Fortive Corp., cvt., senior note, 144A, 0.875%, 02/15/22	USA	USD	16,168,911	1.62
12,750,000	DocuSign Inc., cvt., senior note, 0.50%, 09/15/23	USA	USD	15,895,250	1.60
12,200,000	Workday Inc., cvt., senior note, 0.25%, 10/01/22	USA	USD	15,645,639	1.57
10,000,000	Neurocrine Biosciences Inc., cvt., senior note, 2.25%, 05/15/24	USA	USD	15,362,873	1.54
10,400,000	Microchip Technology Inc., cvt., 1.625%, 02/15/27	USA	USD	14,846,000	1.49
12,000,000	Guidewire Software Inc., cvt., senior note, 1.25%, 03/15/25	USA	USD	14,161,446	1.42
11,450,000	Splunk Inc., cvt., senior note, 1.125%, 09/15/25	USA	USD	14,147,906	1.42
12,250,000	AXA SA, cvt., senior note, 144A, 7.25%, 05/15/21	FRA	USD	14,147,219	1.42
12,000,000	PTC Therapeutics Inc., cvt., senior note, 144A, 1.50%, 09/15/26	USA	USD	14,013,835	1.41
10,778,000	Viavi Solutions Inc., cvt., senior note, 1.00%, 03/01/24	USA	USD	13,930,493	1.40
11,750,000	Coupa Software Inc., cvt., senior note, 144A, 0.125%, 06/15/25	USA	USD	13,922,133	1.40
13,600,000	Jazz Investments I Ltd., cvt., senior note, 1.50%, 08/15/24	USA	USD	13,744,500	1.38
13,000,000	Snap Inc., cvt., senior note, 144A, 0.75%, 08/01/26	USA	USD	13,557,566	1.36
15,250,000	Wayfair Inc., cvt., senior note, 144A, 1.00%, 08/15/26	USA	USD	13,487,464	1.35
9,800,000	Silicon Laboratories Inc., cvt., senior note, 1.375%, 03/01/22	USA	USD	13,049,391	1.31
13,250,000	Zillow Group Inc., cvt., senior note, 1.50%, 07/01/23	USA	USD	12,752,196	1.28
12,900,000	Weibo Corp., cvt., senior note, 1.25%, 11/15/22	CHN	USD	12,134,063	1.22
10,700,000	Square Inc., cvt., senior note, 0.50%, 05/15/23	USA	USD	11,983,764	1.20
7,550,000	Atlassian Inc., cvt., senior note, 0.625%, 05/01/23	USA	USD	11,950,109	1.20
12,500,000	Pluralsight Inc., cvt., senior note, 144A, 0.375%, 03/01/24	USA	USD	10,880,290	1.09
7,000,000	Q2 Holdings Inc., cvt., senior note, 0.75%, 02/15/23	USA	USD	10,625,698	1.07
4,850,000	ServiceNow Inc., cvt., senior note, zero cpn., 06/01/22	USA	USD	10,243,972	1.03
6,500,000	Etsy Inc., cvt., senior note, zero cpn., 03/01/23	USA	USD	9,184,835	0.92
6,500,000	Zendesk Inc., cvt., senior note, 0.25%, 03/15/23	USA	USD	8,889,748	0.89
5,750,000	RealPage Inc., cvt., senior note, 1.50%, 11/15/22	USA	USD	8,028,438	0.81
4,625,000	HubSpot Inc., cvt., senior note, 0.25%, 06/01/22	USA	USD	8,014,330	0.80
4,750,000	Twilio Inc., cvt., senior note, 0.25%, 06/01/23	USA	USD	7,262,436	0.73
6,000,000	New Relic Inc., cvt., senior note, 0.50%, 05/01/23	USA	USD	5,845,702	0.59
5,000,000	Workiva Inc., cvt., senior note, 144A, 1.125%, 08/15/26	USA	USD	4,496,251	0.45
4,000,000	Palo Alto Networks Inc., cvt., senior note, 0.75%, 07/01/23	USA	USD	4,421,964	0.44
4,000,000	Oil States International Inc., cvt., senior note, 1.50%, 02/15/23	USA	USD	3,610,400	0.36
2,500,000	Blackline Inc., cvt., senior note, 144A, 0.125%, 08/01/24	USA	USD	2,501,563	0.25
1,750,000	Liberty Media Corp., cvt., senior note, 1.375%, 10/15/23	USA	USD	2,359,175	0.24
1,500,000	Liberty Interactive LLC, cvt., senior bond, 144A, 1.75%, 09/30/46	USA	USD	2,205,889	0.22
2,000,000	Alteryx Inc., cvt., senior note, 144A, 0.50%, 08/01/24	USA	USD	1,915,376	0.19
2,000,000	Alteryx Inc., cvt., senior note, 144A, 1.00%, 08/01/26	USA	USD	1,879,179	0.19
1,000,000	NuVasive Inc., cvt., senior note, 2.25%, 03/15/21	USA	USD	1,334,812	0.13
				708,051,006	71.06
	Securities Maturing Within One Year				
13,000,000	Vodafone Group PLC, cvt., senior note, Reg S, zero cpn., 11/26/20	GBR	GBP	16,997,268	1.71
14,400,000	America Movil SAB de CV, cvt., senior note, Reg S, zero cpn., 05/28/20	MEX	EUR	16,134,669	1.62
9,230,000	Booking Holdings Inc., cvt., senior note, 0.35%, 06/15/20	USA	USD	14,346,914	1.44
9,000,000	Cemex SAB de CV, cvt., sub. note, 3.72%, 03/15/20	MEX	USD	9,054,090	0.91
1,500,000	BioMarin Pharmaceutical Inc., cvt., senior sub. note, 1.50%, 10/15/20	USA	USD	1,633,210	0.16
				58,166,151	5.84
	TOTAL BONDS			766,217,157	76.90
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			809,634,807	81.26
	TOTAL INVESTMENTS			971,643,554	97.52

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Corporate Investment Grade Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
200,000	Standard Chartered PLC, senior note, 144A, 3.885% to 03/15/23, FRN thereafter, 03/15/24	GBR	USD	207,215	2.42
200,000	Sinopec Capital 2013 Ltd., senior note, 144A, 3.125%, 04/24/23	CHN	USD	203,615	2.37
200,000	Santander UK Group Holdings PLC, senior note, 2.875%, 08/05/21	GBR	USD	202,104	2.36
180,000	Bank of America Corp., sub. bond, 4.183%, 11/25/27	USA	USD	195,116	2.28
180,000	JPMorgan Chase & Co., sub. note, 3.375%, 05/01/23	USA	USD	187,065	2.18
160,000	Georgia Power Co., senior bond, 4.30%, 03/15/42	USA	USD	175,409	2.05
160,000	Citigroup Inc., sub. note, 4.05%, 07/30/22	USA	USD	167,219	1.95
150,000	Morgan Stanley, sub. bond, 3.95%, 04/23/27	USA	USD	160,893	1.88
150,000	Comcast Corp., senior note, 3.70%, 04/15/24	USA	USD	159,913	1.87
150,000	Gilead Sciences Inc., senior note, 4.40%, 12/01/21	USA	USD	156,520	1.83
140,000	The Goldman Sachs Group Inc., sub. note, 4.25%, 10/21/25	USA	USD	152,018	1.77
100,000	Bupa Finance PLC, sub. note, Reg S, 5.00%, 04/25/23	GBR	GBP	145,422	1.70
100,000	Motability Operations Group PLC, senior bond, Reg S, 2.375%, 03/14/32	GBR	GBP	139,432	1.63
100,000	BHP Billiton Finance Ltd., sub. bond, Reg S, 5.625% to 10/22/24, FRN thereafter, 10/22/79	AUS	EUR	137,253	1.60
100,000	National Grid Gas Finance PLC, senior bond, Reg S, 2.125%, 09/22/28	GBR	GBP	135,207	1.58
100,000	Allianz SE, sub. note, Reg S, 4.75% to 10/24/23, FRN thereafter, Perpetual	DEU	EUR	129,771	1.51
100,000	Intesa Sanpaolo SpA, senior note, Reg S, 4.00%, 10/30/23	ITA	EUR	126,897	1.48
125,000	ERP Operating LP, senior bond, 2.50%, 02/15/30	USA	USD	124,087	1.45
100,000	Carlsberg Breweries AS, senior note, Reg S, 2.50%, 05/28/24	DNK	EUR	123,270	1.44
100,000	Klepierre, senior note, Reg S, 1.75%, 11/06/24	FRA	EUR	120,365	1.40
100,000	Anheuser-Busch InBev SA/NV, senior note, Reg S, 1.50%, 03/17/25	BEL	EUR	120,194	1.40
100,000	McDonald's Corp., senior bond, Reg S, 2.00%, 06/01/23	USA	EUR	119,974	1.40
100,000	ATF Netherlands BV, senior note, Reg S, 1.50%, 07/15/24	DEU	EUR	117,214	1.37
100,000	CGNPC International Ltd., senior note, Reg S, 1.625%, 12/11/24	CHN	EUR	116,691	1.36
100,000	Credit Agricole SA, senior bond, Reg S, 1.00%, 07/03/29	FRA	EUR	116,404	1.36
100,000	Commonwealth Bank of Australia, sub. bond, Reg S, 2.00% to 04/21/22, FRN thereafter, 04/22/27	AUS	EUR	116,306	1.36
100,000	Tele2 AB, senior note, Reg S, 1.125%, 05/15/24	SWE	EUR	115,966	1.35
100,000	Rabobank Nederland, sub. bond, Reg S, 2.50% to 05/26/21, FRN thereafter, 05/26/26	NLD	EUR	115,769	1.35
100,000	Skandinaviska Enskilda Banken AB, sub. bond, Reg S, 2.50% to 05/28/21, FRN thereafter, 05/28/26	SWE	EUR	115,592	1.35
100,000	BMW U.S. Capital LLC, senior note, Reg S, 0.625%, 04/20/22	DEU	EUR	113,997	1.33
100,000	NIKE Inc., senior bond, 3.875%, 11/01/45	USA	USD	113,484	1.32
100,000	Kimberly-Clark Corp., senior bond, 3.95%, 11/01/28	USA	USD	111,068	1.30
130,000	The Toronto-Dominion Bank, senior bond, 4.859% to 03/04/26, FRN thereafter, 03/04/31	CAN	CAD	110,986	1.29
100,000	Dominion Energy Inc., senior bond, 3.90%, 10/01/25	USA	USD	107,411	1.25
100,000	Aflac Inc., senior bond, 3.625%, 11/15/24	USA	USD	106,894	1.25
100,000	The Kroger Co., senior note, 4.00%, 02/01/24	USA	USD	106,579	1.24
100,000	EDF SA, sub. note, Reg S, 5.25% to 01/29/23, FRN thereafter, Perpetual	FRA	USD	105,071	1.23
100,000	Glencore Funding LLC, senior note, 144A, 4.125%, 05/30/23	CHE	USD	104,273	1.22
100,000	Bristol-Myers Squibb Co., senior note, 144A, 3.25%, 02/20/23	USA	USD	103,554	1.21
80,000	MetLife Inc., junior sub. bond, 6.40%, 12/15/66	USA	USD	98,128	1.14
70,000	Telefonica Emisiones SA, senior bond, 7.045%, 06/20/36	ESP	USD	98,110	1.14
90,000	Anthem Inc., senior note, 4.101%, 03/01/28	USA	USD	97,755	1.14
90,000	MPLX LP, senior bond, 4.125%, 03/01/27	USA	USD	94,515	1.10
75,000	Canadian Natural Resources Ltd., senior bond, 4.95%, 06/01/47	CAN	USD	91,335	1.06
75,000	Enterprise Products Operating LLC, senior bond, 5.10%, 02/15/45	USA	USD	89,819	1.05
80,000	CSX Corp., senior bond, 4.25%, 11/01/66	USA	USD	85,385	1.00
70,000	General Electric Co., senior bond, 5.875%, 01/14/38	USA	USD	84,815	0.99
70,000	Biogen Inc., senior bond, 5.20%, 09/15/45	USA	USD	84,424	0.98
75,000	Avolon Holdings Funding Ltd., senior note, 144A, 5.25%, 05/15/24	IRL	USD	82,087	0.96
75,000	Kraft Heinz Foods Co., senior bond, 5.20%, 07/15/45	USA	USD	81,355	0.95
75,000	CNH Industrial NV, senior note, 4.50%, 08/15/23	GBR	USD	80,282	0.94
75,000	Charter Communications Operating LLC/Charter Communications Operating Capital Corp., senior secured note, first lien, 4.464%, 07/23/22	USA	USD	78,825	0.92
75,000	Dollar Tree Inc., senior note, 3.70%, 05/15/23	USA	USD	78,126	0.91
65,000	Occidental Petroleum Corp., senior bond, 6.20%, 03/15/40	USA	USD	78,050	0.91
75,000	Walgreens Boots Alliance Inc., senior bond, 4.80%, 11/18/44	USA	USD	75,927	0.89
50,000	Energy Transfer Operating LP, senior bond, 6.50%, 02/01/42	USA	USD	59,440	0.69
75,000	Choice Properties REIT, senior note, 3.556%, 09/09/24	CAN	CAD	59,343	0.69
50,000	Ecopetrol SA, senior bond, 5.875%, 05/28/45	COL	USD	59,109	0.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Corporate Investment Grade Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
50,000	Michael Kors USA Inc., senior note, 144A, 4.00%, 11/01/24	USA	USD	51,947	0.61
50,000	Kohl's Corp., senior bond, 5.55%, 07/17/45	USA	USD	50,941	0.59
45,000	United Rentals North America Inc., senior note, second lien, 3.875%, 11/15/27	USA	USD	46,026	0.54
40,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	43,140	0.50
40,000	Novelis Corp., senior bond, 144A, 5.875%, 09/30/26	USA	USD	42,657	0.50
30,000	The Walt Disney Co., 6.40%, 12/15/35	USA	USD	42,600	0.50
40,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	41,413	0.48
40,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.25%, 05/15/24	CAN	USD	41,083	0.48
40,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	41,017	0.48
40,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	40,283	0.47
40,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	40,145	0.47
40,000	Plastipak Holdings Inc., senior note, 144A, 6.25%, 10/15/25	USA	USD	34,598	0.40
				7,358,898	85.86
	Government and Municipal Bonds				
295,000	U.S. Treasury Note, 2.625%, 12/31/23	USA	USD	305,817	3.57
147,000	U.S. Treasury Bond, 2.875%, 05/15/49	USA	USD	161,891	1.89
				467,708	5.46
	Securities Maturing Within One Year				
200,000	UBS AG London, senior note, 144A, 2.45%, 12/01/20	CHE	USD	200,804	2.35
150,000	Capital One Financial Corp., senior note, 2.50%, 05/12/20	USA	USD	150,206	1.75
125,000	HSBC USA Inc., sub. note, 5.00%, 09/27/20	USA	USD	127,631	1.49
				478,641	5.59
	TOTAL BONDS			8,305,247	96.91
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			8,305,247	96.91
	TOTAL INVESTMENTS			8,305,247	96.91

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
884,383	BAE Systems PLC	GBR	GBP	6,615,621	0.36
	Air Freight & Logistics				
50,741	United Parcel Service Inc., B	USA	USD	5,939,741	0.32
	Automobiles				
74,113	Volkswagen AG, pfd.	DEU	EUR	14,648,016	0.80
228,120	General Motors Co.	USA	USD	8,349,192	0.45
94,527	Hero Motocorp Ltd.	IND	INR	3,236,412	0.18
				26,233,620	1.43
	Banks				
293,811	Citigroup Inc.	USA	USD	23,472,561	1.28
401,614	Wells Fargo & Co.	USA	USD	21,606,833	1.17
1,580,694	ING Groep NV	NLD	EUR	18,946,289	1.03
1,848,542	Standard Chartered PLC	GBR	GBP	17,441,699	0.95
278,671	BNP Paribas SA	FRA	EUR	16,510,199	0.90
284,889	Citizens Financial Group Inc.	USA	USD	11,569,342	0.63
71,295	JPMorgan Chase & Co.	USA	USD	9,938,523	0.54
213,239	KB Financial Group Inc.	KOR	KRW	8,789,729	0.48
577,806	Credit Agricole SA	FRA	EUR	8,375,149	0.45
221,250	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	8,220,911	0.45
3,192,537	Barclays PLC	GBR	GBP	7,595,818	0.41
1,188,570	Bangkok Bank PCL, fgn.	THA	THB	6,368,052	0.35
177,300	First Horizon National Corp.	USA	USD	2,936,088	0.16
410,389	Bank of Ireland Group PLC	IRL	EUR	2,246,846	0.12
246,298	HSBC Holdings PLC	GBR	HKD	1,923,339	0.10
279,800	Bangkok Bank PCL, NVDR	THA	THB	1,503,796	0.08
				167,445,174	9.10
	Beverages				
257,700	Kirin Holdings Co. Ltd.	JPN	JPY	5,667,384	0.31
117,900	Suntory Beverage & Food Ltd.	JPN	JPY	4,930,808	0.27
				10,598,192	0.58
	Biotechnology				
221,990	Gilead Sciences Inc.	USA	USD	14,424,910	0.78
	Building Products				
231,959	Johnson Controls International PLC	USA	USD	9,443,051	0.51
104,005	Compagnie de Saint-Gobain	FRA	EUR	4,257,229	0.23
				13,700,280	0.74
	Capital Markets				
553,065	Credit Suisse Group AG	CHE	CHF	7,490,226	0.41
255,615	UBS Group AG	CHE	CHF	3,229,363	0.18
1,565,997	Guotai Junan Securities Co. Ltd.	CHN	HKD	2,773,348	0.15
236,555	Deutsche Bank AG	DEU	EUR	1,834,974	0.10
664,500	Value Partners Group Ltd.	HKG	HKD	409,327	0.02
				15,737,238	0.86
	Chemicals				
122,195	BASF SE	DEU	EUR	9,229,347	0.50
	Communications Equipment				
120,660	Cisco Systems Inc.	USA	USD	5,786,854	0.31
39,342	CommScope Holding Co. Inc.	USA	USD	558,263	0.03
				6,345,117	0.34
	Construction Materials				
142,077	LafargeHolcim Ltd., B	CHE	CHF	7,884,602	0.43
	Consumer Finance				
101,796	Capital One Financial Corp.	USA	USD	10,475,826	0.57

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Containers & Packaging				
150,306	International Paper Co.	USA	USD	6,921,591	0.38
	Diversified Financial Services				
146,430	Voya Financial Inc.	USA	USD	8,929,301	0.49
107,765	CIT Group Inc.	USA	USD	4,917,317	0.27
1,079,109	M&G PLC	GBR	GBP	3,390,124	0.18
				17,236,742	0.94
	Diversified Telecommunication Services				
5,694,300	Singapore Telecommunications Ltd.	SGP	SGD	14,265,381	0.78
138,588	China Telecom Corp. Ltd., ADR	CHN	USD	5,708,440	0.31
734,077	Telefonica SA	ESP	EUR	5,126,257	0.28
78,355	Verizon Communications Inc.	USA	USD	4,810,997	0.26
1,434,377	Koninklijke KPN NV	NLD	EUR	4,232,180	0.23
184,274	Deutsche Telekom AG	DEU	EUR	3,010,950	0.16
				37,154,205	2.02
	Electric Utilities				
1,240,572	Enel SpA	ITA	EUR	9,838,846	0.53
	Electronic Equipment, Instruments & Components				
42,100	Kyocera Corp.	JPN	JPY	2,897,704	0.16
	Energy Equipment & Services				
197,500	Schlumberger Ltd.	USA	USD	7,939,500	0.43
	Entertainment				
115,446	The Walt Disney Co.	USA	USD	16,696,955	0.91
	Food & Staples Retailing				
371,873	Walgreens Boots Alliance Inc.	USA	USD	21,925,632	1.19
468,000	The Kroger Co.	USA	USD	13,567,320	0.74
170,700	Seven & i Holdings Co. Ltd.	JPN	JPY	6,287,666	0.34
				41,780,618	2.27
	Food Products				
230,178	Kellogg Co.	USA	USD	15,919,110	0.86
278,200	The Kraft Heinz Co.	USA	USD	8,938,566	0.49
				24,857,676	1.35
	Gas Utilities				
4,878,900	Kunlun Energy Co. Ltd.	CHN	HKD	4,307,692	0.23
	Health Care Equipment & Supplies				
155,904	Medtronic PLC	USA	USD	17,687,309	0.96
	Health Care Providers & Services				
160,988	CVS Health Corp.	USA	USD	11,959,799	0.65
48,698	AmerisourceBergen Corp.	USA	USD	4,140,304	0.23
77,611	Cardinal Health Inc.	USA	USD	3,925,564	0.21
				20,025,667	1.09
	Hotels, Restaurants & Leisure				
196,290	Accor SA	FRA	EUR	9,190,404	0.50
962,000	Sands China Ltd.	CHN	HKD	5,141,909	0.28
				14,332,313	0.78
	Household Durables				
1,129,200	Panasonic Corp.	JPN	JPY	10,697,137	0.58
	Independent Power and Renewable Electricity Producers				
29,899	Vistra Energy Corp.	USA	USD	687,378	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Industrial Conglomerates				
1,316,000	CK Hutchison Holdings Ltd.	HKG	HKD	12,548,131	0.68
78,437	Siemens AG	DEU	EUR	10,251,228	0.56
700,885	General Electric Co.	USA	USD	7,821,877	0.42
				30,621,236	1.66
	Insurance				
227,448	The Hartford Financial Services Group Inc.	USA	USD	13,822,015	0.75
316,613	NN Group NV	NLD	EUR	12,008,320	0.65
208,195	American International Group Inc.	USA	USD	10,686,650	0.58
3,720,000	China Life Insurance Co. Ltd., H	CHN	HKD	10,335,588	0.56
1,750,623	China Pacific Insurance Group Co. Ltd., H	CHN	HKD	6,897,081	0.38
42,578	Chubb Ltd.	USA	USD	6,627,691	0.36
598,871	RSA Insurance Group PLC	GBR	GBP	4,486,196	0.24
12,671	Everest Re Group Ltd.	USA	USD	3,507,840	0.19
3,384	Alleghany Corp.	USA	USD	2,705,745	0.15
542,408	Aegon NV	NLD	EUR	2,473,889	0.14
				73,551,015	4.00
	Interactive Media & Services				
49,600	Baidu Inc., ADR	CHN	USD	6,269,440	0.34
	IT Services				
143,220	Cognizant Technology Solutions Corp., A	USA	USD	8,882,504	0.48
	Leisure products				
484,800	Mattel Inc.	USA	USD	6,569,040	0.36
	Machinery				
170,920	Navistar International Corp.	USA	USD	4,946,425	0.27
345,671	CNH Industrial NV	GBR	EUR	3,795,120	0.21
				8,741,545	0.48
	Marine				
4,387	A.P. Moeller-Maersk AS, B	DNK	DKK	6,325,834	0.34
	Media				
21,516	Charter Communications Inc., A	USA	USD	10,436,981	0.57
726,104	SES SA, IDR	LUX	EUR	10,178,617	0.55
139,736	Comcast Corp., A	USA	USD	6,283,928	0.34
157,931	DISH Network Corp., A	USA	USD	5,601,813	0.31
3,918	iHeartMedia Inc., A	USA	USD	66,214	0.00
				32,567,553	1.77
	Metals & Mining				
367,605	Wheaton Precious Metals Corp.	CAN	CAD	10,938,131	0.59
	Multi-Utilities				
345,444	Veolia Environnement SA	FRA	EUR	9,185,211	0.50
816,153	E.ON SE	DEU	EUR	8,717,077	0.47
				17,902,288	0.97
	Oil, Gas & Consumable Fuels				
3,599,055	BP PLC	GBR	GBP	22,480,079	1.22
679,375	Kinder Morgan Inc.	USA	USD	14,382,369	0.78
374,349	Royal Dutch Shell PLC, B	GBR	GBP	11,103,587	0.60
420,160	Apache Corp.	USA	USD	10,751,894	0.58
315,500	Canadian Natural Resources Ltd.	CAN	CAD	10,204,066	0.55
125,200	Exxon Mobil Corp.	USA	USD	8,736,456	0.48
535,279	Eni SpA	ITA	EUR	8,311,596	0.45
247,139	Royal Dutch Shell PLC, A	GBR	GBP	7,315,675	0.40
286,457	The Williams Cos. Inc.	USA	USD	6,794,760	0.37
1,090,736	JXTG Holdings Inc.	JPN	JPY	4,997,262	0.27
221,125	Plains GP Holdings LP, A	USA	USD	4,190,319	0.23
844,400	Crescent Point Energy Corp.	CAN	CAD	3,764,882	0.21
148,122	Caltex Australia Ltd.	AUS	AUD	3,528,417	0.19
109,304	Royal Dutch Shell PLC, A	GBR	EUR	3,207,279	0.17

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil, Gas & Consumable Fuels (continued)				
379,200	Husky Energy Inc.	CAN	CAD	3,042,711	0.17
				122,811,352	6.67
	Pharmaceuticals				
824,849	GlaxoSmithKline PLC	GBR	GBP	19,435,063	1.06
97,035	Allergan PLC	USA	USD	18,550,181	1.01
160,282	Novartis AG, ADR	CHE	USD	15,177,103	0.82
141,128	Sanofi	FRA	EUR	14,183,978	0.77
349,220	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	13,920,598	0.76
42,700	Roche Holding AG	CHE	CHF	13,856,043	0.75
165,709	Bayer AG	DEU	EUR	13,530,600	0.73
83,541	Eli Lilly & Co.	USA	USD	10,979,794	0.60
84,956	Merck & Co. Inc.	USA	USD	7,726,748	0.42
57,696	Merck KGaA	DEU	EUR	6,816,480	0.37
480,455	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	4,708,459	0.25
42,171	Novartis AG	CHE	CHF	4,005,079	0.22
				142,890,126	7.76
	Real Estate Management & Development				
292,500	Mitsui Fudosan Co. Ltd.	JPN	JPY	7,191,718	0.39
631,800	CK Asset Holdings Ltd.	HKG	HKD	4,560,752	0.25
222,500	Sun Hung Kai Properties Ltd.	HKG	HKD	3,406,472	0.18
156,865	Dolphin Capital Investors Ltd.	GRC	GBP	8,934	0.00
				15,167,876	0.82
	Semiconductors & Semiconductor Equipment				
914,897	Renesas Electronics Corp.	JPN	JPY	6,313,989	0.34
	Software				
315,666	Oracle Corp.	USA	USD	16,723,985	0.91
95,494	Check Point Software Technologies Ltd.	ISR	USD	10,596,014	0.57
372,552	NortonLifeLock Inc.	USA	USD	9,507,527	0.52
3	Avaya Holdings Corp.	USA	USD	40	0.00
				36,827,566	2.00
	Specialty Retail				
3,189,504	Kingfisher PLC	GBR	GBP	9,166,814	0.50
42,816	Dufry AG	CHE	CHF	4,248,636	0.23
				13,415,450	0.73
	Technology Hardware, Storage & Peripherals				
544,818	Samsung Electronics Co. Ltd.	KOR	KRW	26,298,536	1.43
139,040	Western Digital Corp.	USA	USD	8,824,869	0.48
400,331	Hewlett Packard Enterprise Co.	USA	USD	6,349,249	0.35
95,350	Samsung Electronics Co. Ltd., pfd.	KOR	KRW	3,744,747	0.20
				45,217,401	2.46
	Textiles, Apparel & Luxury Goods				
61,104	Compagnie Financiere Richemont SA	CHE	CHF	4,802,946	0.26
	Tobacco				
287,617	British American Tobacco PLC	GBR	GBP	12,309,893	0.67
110,330	Altria Group Inc.	USA	USD	5,506,571	0.30
48,805	British American Tobacco PLC, ADR	GBR	USD	2,072,260	0.11
				19,888,724	1.08
	Wireless Telecommunication Services				
7,686,589	Vodafone Group PLC	GBR	GBP	14,940,906	0.81
783,500	China Mobile Ltd.	CHN	HKD	6,585,893	0.36
679,029	Bharti Airtel Ltd.	IND	INR	4,337,487	0.24
				25,864,286	1.41
	TOTAL SHARES			1,163,259,303	63.20

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	RIGHTS				
	Pharmaceuticals				
60,700	Bristol-Myers Squibb Co., rts., 02/01/49	USA	USD	182,707	0.01
	TOTAL RIGHTS			182,707	0.01
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,163,442,010	63.21
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Machinery				
94,864	CNH Industrial NV	GBR	EUR	1,041,511	0.06
	TOTAL SHARES			1,041,511	0.06
	WARRANTS				
	Media				
25,949	iHeartMedia Inc., wts., A, 05/01/39	USA	USD	438,512	0.02
	Software				
8,290	Avaya Holdings Corp., wts., 12/15/22	USA	USD	9,948	0.00
	TOTAL WARRANTS			448,460	0.02
	BONDS				
	Corporate Bonds				
7,560,000	Frontier Communications Corp., senior note, 10.50%, 09/15/22	USA	USD	3,706,759	0.20
4,047,000	Frontier Communications Corp., senior note, 11.00%, 09/15/25	USA	USD	1,972,912	0.11
1,601,000	NewPage Corp., Escrow Account	USA	USD	1,057	0.00
				5,680,728	0.31
	Government and Municipal Bonds				
23,293,600,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	20,157,883	1.10
3,690,300	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	19,673,480	1.07
3,250,800	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	17,099,369	0.93
53,950	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	16,462,286	0.90
51,793	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	15,429,720	0.84
16,405,840,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	14,301,673	0.78
45,915	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	12,562,850	0.68
2,243,100	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	12,351,015	0.67
158,153,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	12,187,428	0.66
91,510,000	Government of Norway, 144A, Reg S, 2.00%, 05/24/23	NOR	NOK	10,632,936	0.58
10,510,500,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	9,467,433	0.51
78,831,000	Government of Norway, 144A, Reg S, 3.75%, 05/25/21	NOR	NOK	9,281,402	0.50
10,343,000,000	Korea Treasury Bond, senior note, 1.875%, 03/10/22	KOR	KRW	9,040,344	0.49
108,344,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	8,395,923	0.46
105,290,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	8,342,042	0.45
28,796	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	8,312,473	0.45
62,077,000	Government of Norway, 144A, Reg S, 3.00%, 03/14/24	NOR	NOK	7,535,168	0.41
445,200,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	6,746,725	0.37
438,100,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	6,290,880	0.34
370,000,000	Government of India, senior bond, 9.15%, 11/14/24	IND	INR	5,714,241	0.31
372,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	5,450,334	0.30
67,066,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	5,311,654	0.29
348,100,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	4,866,229	0.26
4,770,900,000	Korea Treasury Bond, senior note, 3.00%, 09/10/24	KOR	KRW	4,402,324	0.24
15,420	Letra Tesouro Nacional, Strip, 04/01/21	BRA	BRL	3,622,421	0.20
50,592,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	3,575,423	0.19
9,728,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	3,510,557	0.19
41,071,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	3,026,074	0.16
195,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	2,845,932	0.16
8,263,800,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	2,747,571	0.15
16,980,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	2,729,371	0.15
16,980,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	2,705,712	0.15
477,800	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,517,254	0.14
399,600	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	2,398,215	0.13
18,487,000	Government of Norway, 144A, Reg S, 1.75%, 03/13/25	NOR	NOK	2,145,756	0.12

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

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	Government and Municipal Bonds (continued)				
130,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	1,900,232	0.10
7,480	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	1,732,815	0.09
22,147,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,652,828	0.09
331,580,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	1,494,724	0.08
103,600,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	1,485,549	0.08
18,367,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	1,452,492	0.08
96,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	1,410,820	0.08
3,860,500,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	1,170,308	0.06
74,900,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	1,100,102	0.06
1,169,000,000	Korea Treasury Bond, senior note, 1.875%, 03/10/24	KOR	KRW	1,026,775	0.06
5,660,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	965,538	0.05
5,660,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	958,346	0.05
164,372,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	877,120	0.05
169,116,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	812,080	0.04
9,255,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	769,466	0.04
7,412,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	624,247	0.03
6,999,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	593,598	0.03
1,823,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	580,213	0.03
380,000,000	Korea Treasury Bond, senior note, 1.375%, 09/10/24	KOR	KRW	327,200	0.02
1,840,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	315,230	0.02
20,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	293,602	0.02
2,622,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	221,725	0.01
15,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	219,445	0.01
2,330,000,000	Government of Indonesia, senior bond, FR52, 10.50%, 08/15/30	IDN	IDR	207,279	0.01
14,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	199,381	0.01
454,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	142,541	0.01
14,702,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	126,700	0.01
1,146,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	93,967	0.01
440,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	76,198	0.00
280,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	51,267	0.00
109,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	41,691	0.00
150,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	28,207	0.00
69,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	20,567	0.00
90,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	14,754	0.00
				304,827,105	16.56
	Securities Maturing Within One Year				
2,597,400,000	Japan Treasury Discount Bill, 0.00%, 02/25/20	JPN	JPY	23,906,238	1.30
2,291,400,000	Japan Treasury Discount Bill, 0.00%, 03/10/20	JPN	JPY	21,091,001	1.15
1,923,800,000	Japan Treasury Discount Bill, 0.00%, 02/03/20	JPN	JPY	17,704,943	0.96
1,226,600,000	Japan Treasury Discount Bill, 0.00%, 02/10/20	JPN	JPY	11,288,851	0.61
20,163,780	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	10,532,131	0.57
1,124,400,000	Japan Treasury Discount Bill, 0.00%, 04/10/20	JPN	JPY	10,350,626	0.56
681,000,000	Japan Treasury Discount Bill, 0.00%, 01/14/20	JPN	JPY	6,266,610	0.34
680,500,000	Japan Treasury Discount Bill, 0.00%, 05/11/20	JPN	JPY	6,265,190	0.34
11,846,760	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	6,257,218	0.34
679,000,000	Japan Treasury Discount Bill, 0.00%, 01/27/20	JPN	JPY	6,248,687	0.34
295,000,000	Government of India, senior note, 8.27%, 06/09/20	IND	INR	4,196,346	0.23
770,100	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	4,097,915	0.22
408,000,000	Japan Treasury Discount Bill, 0.00%, 01/20/20	JPN	JPY	3,754,587	0.20
14,630	Letra Tesouro Nacional, Strip, 04/01/20	BRA	BRL	3,601,834	0.20
5,857,390	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	3,040,695	0.17
314,000,000	Japan Treasury Discount Bill, 0.00%, 09/23/20	JPN	JPY	2,892,311	0.16
25,318,000	Norway Treasury Bill, 144A, Reg S, 0.00%, 03/18/20	NOR	NOK	2,876,402	0.16
3,147,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	2,731,263	0.15
182,598,000	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	2,187,510	0.12
2,170,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	1,879,647	0.10
16,265,000	Norway Treasury Bill, 144A, Reg S, 0.00%, 09/16/20	NOR	NOK	1,836,743	0.10
1,800,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	1,565,285	0.09
1,385,290,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	1,199,197	0.07
4,703	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	1,146,125	0.06
15,123,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	1,143,390	0.06
74,727,100	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	1,064,323	0.06

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Fundamental Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
9,272,000	Norway Treasury Bill, 144A, Reg S, 0.00%, 06/17/20	NOR	NOK	1,050,359	0.06
2,004,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	1,015,206	0.06
1,741,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	551,027	0.03
25,799,200	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	394,926	0.02
438,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	379,555	0.02
27,500,000	Japan Treasury Discount Bill, 0.00%, 05/20/20	JPN	JPY	253,196	0.01
12,153,000	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	130,224	0.01
19,965	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	104,520	0.01
6,012,660	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	68,830	0.00
4,850,710	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	58,434	0.00
4,213,650	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	53,284	0.00
4,037,630	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	41,921	0.00
190,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	33,446	0.00
2,255,500	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	30,323	0.00
130,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	22,590	0.00
120,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	21,407	0.00
2,081,730	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	19,951	0.00
1,480,000	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	12,945	0.00
559,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	10,749	0.00
				163,377,961	8.88
	TOTAL BONDS			473,885,794	25.75
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			475,375,765	25.83
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Interactive Media & Services				
2,808,000	Clear Channel Communications Inc., Escrow Account **	USA	USD	0	0.00
	Media				
120	iHeartMedia Inc., B **	USA	USD	1,724	0.00
	Oil, Gas & Consumable Fuels				
2,357,000	Walter Energy Inc., Escrow Account **	USA	USD	0	0.00
	TOTAL SHARES			1,724	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,724	0.00
	TOTAL INVESTMENTS			1,638,819,499	89.04

† Floating Rates are indicated as at December 31, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Listed Infrastructure Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Airport Services				
359,666	Auckland International Airport Ltd.	NZL	NZD	2,117,826	4.43
8,374	Aena SME SA	ESP	EUR	1,601,169	3.35
6,454	Aeroports de Paris SA	FRA	EUR	1,274,583	2.66
9,210	Grupo Aeroportuario del Pacifico SAB de CV, ADR	MEX	USD	1,092,398	2.28
10,300	Japan Airport Terminal Co. Ltd.	JPN	JPY	577,198	1.21
85,905	Sydney Airport	AUS	AUD	521,984	1.09
424,000	Beijing Capital International Airport Co. Ltd.	CHN	HKD	410,816	0.86
67,625	Enav SpA	ITA	EUR	403,458	0.84
				7,999,432	16.72
	Construction & Engineering				
41,792	Ferrovial SA	ESP	EUR	1,264,020	2.64
3,510	Vinci SA	FRA	EUR	389,693	0.82
				1,653,713	3.46
	Electric Utilities				
8,170	NextEra Energy Inc.	USA	USD	1,978,447	4.13
30,698	Xcel Energy Inc.	USA	USD	1,949,016	4.07
20,560	American Electric Power Co. Inc.	USA	USD	1,943,125	4.06
138,804	Iberdrola SA	ESP	EUR	1,428,975	2.99
23,400	Alliant Energy Corp.	USA	USD	1,280,448	2.68
143,618	Terna Rete Elettrica Nazionale SpA	ITA	EUR	958,954	2.00
10,096	Elia System Operator SA/NV	BEL	EUR	895,583	1.87
17,700	FirstEnergy Corp.	USA	USD	860,220	1.80
5,095	Orsted AS	DNK	DKK	526,842	1.10
				11,821,610	24.70
	Environmental & Facilities Services				
293,509	Cleanaway Waste Management Ltd.	AUS	AUD	413,941	0.86
	Gas Utilities				
5,410	Atmos Energy Corp.	USA	USD	605,163	1.27
21,600	AltaGas Canada Inc.	CAN	CAD	555,053	1.16
41,300	ENN Energy Holdings Ltd.	CHN	HKD	451,304	0.94
				1,611,520	3.37
	Highways & Railtracks				
159,743	Transurban Group	AUS	AUD	1,671,168	3.49
69,439	Atlantia SpA	ITA	EUR	1,618,966	3.38
77,450	Getlink SE	FRA	EUR	1,347,141	2.82
87,732	Atlas Arteria Ltd.	AUS	AUD	481,993	1.01
				5,119,268	10.70
	Integrated Telecommunication Services				
34,650	Cellnex Telecom SA	ESP	EUR	1,490,991	3.11
2,203,100	China Tower Corp. Ltd., H, 144A, Reg S	CHN	HKD	486,292	1.02
				1,977,283	4.13
	Marine Ports & Services				
320,000	COSCO SHIPPING Ports Ltd.	CHN	HKD	262,002	0.55
	Multi-Utilities				
15,910	Sempra Energy	USA	USD	2,410,047	5.04
20,800	CMS Energy Corp.	USA	USD	1,307,072	2.73
3,600	Dominion Energy Inc.	USA	USD	298,152	0.62
				4,015,271	8.39
	Oil & Gas Storage & Transportation				
44,854	TC Energy Corp.	CAN	CAD	2,388,805	4.99
23,600	Cheniere Energy Inc.	USA	USD	1,441,252	3.01
18,900	ONEOK Inc.	USA	USD	1,430,163	2.99
26,444	Pembina Pipeline Corp.	CAN	CAD	980,094	2.05
15,148	Enbridge Inc.	CAN	CAD	602,257	1.26

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Listed Infrastructure Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil & Gas Storage & Transportation (continued)				
38,846	Energy Transfer LP	USA	USD	498,394	1.04
6,020	Targa Resources Corp.	USA	USD	245,797	0.51
				7,586,762	15.85
	Water Utilities				
6,640	American Water Works Co. Inc.	USA	USD	815,724	1.70
53,096	Pennon Group PLC	GBR	GBP	720,811	1.51
14,200	Aqua America Inc.	USA	USD	666,548	1.39
10,891	Severn Trent PLC	GBR	GBP	362,778	0.76
				2,565,861	5.36
	TOTAL SHARES			45,026,663	94.09
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			45,026,663	94.09
	TOTAL INVESTMENTS			45,026,663	94.09

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Financials				
74,724	iShares JP Morgan EM Local Government Bond UCITS ETF	IRL	USD	4,146,484	2.01
176,938	Invesco Emerging Markets USD Bond UCITS ETF, A	IRL	USD	3,130,278	1.52
				7,276,762	3.53
	TOTAL INVESTMENTS FUNDS			7,276,762	3.53
	SHARES				
	Communication Services				
73,900	NTT DOCOMO Inc.	JPN	JPY	1,842,140	0.90
1,040	Alphabet Inc., A	USA	USD	1,242,111	0.60
21,500	Verizon Communications Inc.	USA	USD	1,177,137	0.57
427,400	Singapore Telecommunications Ltd.	SGP	SGD	954,768	0.46
2,576,600	Perusahaan Perseroan (Persero) PT TelekomunikasiIndonesia Tbk, B	IDN	IDR	657,037	0.32
14,300	Comcast Corp., A	USA	USD	573,428	0.28
32,253	Telenor ASA	NOR	NOK	517,562	0.25
8,267	Elisa OYJ	FIN	EUR	407,150	0.20
8,400	TELUS Corp.	CAN	USD	290,099	0.14
9,029	Proximus SADP	BEL	EUR	230,420	0.11
63,960	Spark New Zealand Ltd.	NZL	NZD	166,188	0.08
763	BT Group PLC	GBR	GBP	1,734	0.00
				8,059,774	3.91
	Consumer Discretionary				
64,236	Hennes & Mauritz AB, B	SWE	SEK	1,164,889	0.56
188,800	Sands China Ltd.	CHN	HKD	899,853	0.44
8,812	Next PLC	GBR	GBP	730,371	0.35
3,600	The Home Depot Inc.	USA	USD	701,028	0.34
400	Amazon.com Inc.	USA	USD	659,089	0.32
55,000	Anta Sports Products Ltd.	CHN	HKD	438,997	0.21
1,700	McDonald's Corp.	USA	USD	299,556	0.15
105,527	Taylor Wimpey PLC	GBR	GBP	241,033	0.12
19,119	Mr. Price Group Ltd.	ZAF	ZAR	222,164	0.11
4,837	Hugo Boss AG	DEU	EUR	209,249	0.10
8,082	Nokian Renkaat OYJ	FIN	EUR	207,142	0.10
70,896	Marks & Spencer Group PLC	GBR	GBP	178,762	0.09
22,200	Feng Tay Enterprise Co. Ltd.	TWN	TWD	129,055	0.06
3,011	Flight Centre Travel Group Ltd.	AUS	AUD	83,003	0.04
2,154	Barratt Developments PLC	GBR	GBP	18,993	0.01
				6,183,184	3.00
	Consumer Staples				
27,747	Unilever NV	GBR	EUR	1,421,479	0.69
27,299	Unilever PLC	GBR	GBP	1,402,625	0.68
12,100	The Coca-Cola Co.	USA	USD	597,204	0.29
5,210	The Procter & Gamble Co.	USA	USD	580,257	0.28
3,590	PepsiCo Inc.	USA	USD	437,510	0.21
2,400	Kimberly-Clark Corp.	USA	USD	294,369	0.14
5,400	Nestle (Malaysia) Bhd.	MYS	MYR	173,144	0.09
80,800	Kimberly-Clark de Mexico SAB de CV, A	MEX	MXN	143,289	0.07
2,200	Lawson Inc.	JPN	JPY	111,739	0.06
				5,161,616	2.51
	Energy				
8,200	Chevron Corp.	USA	USD	881,165	0.43
19,100	Occidental Petroleum Corp.	USA	USD	701,869	0.34
45,762	Tatneft PAO	RUS	RUB	499,377	0.24
4,700	Exxon Mobil Corp.	USA	USD	292,448	0.14
13,800	The Williams Cos. Inc.	USA	USD	291,886	0.14
				2,666,745	1.29

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Financials				
5,146	Zurich Insurance Group AG	CHE	CHF	1,883,092	0.91
215,400	Itau Unibanco Holding SA, pfd.	BRA	BRL	1,772,832	0.86
33,121	Commonwealth Bank of Australia	AUS	AUD	1,655,735	0.80
31,200	Bank of Nova Scotia	CAN	CAD	1,571,446	0.76
100,787	National Australia Bank Ltd.	AUS	AUD	1,553,136	0.75
301,173	Qatar National Bank SAQ	QAT	QAR	1,511,435	0.73
21,300	Royal Bank of Canada	CAN	CAD	1,502,817	0.73
98,745	Westpac Banking Corp.	AUS	AUD	1,496,956	0.73
20,000	Canadian Imperial Bank of Commerce	CAN	CAD	1,484,019	0.72
10,439	Deutsche Boerse AG	DEU	EUR	1,463,026	0.71
16,720	Macquarie Group Ltd.	AUS	AUD	1,442,061	0.70
10,200	JPMorgan Chase & Co.	USA	USD	1,267,894	0.62
277,186	Legal & General Group PLC	GBR	GBP	991,904	0.48
213,684	FirstRand Ltd.	ZAF	ZAR	854,433	0.41
13,800	Morgan Stanley	USA	USD	629,057	0.31
11,900	Truist Financial Corp.	USA	USD	597,626	0.29
12,400	Wells Fargo & Co.	USA	USD	594,873	0.29
3,422	Hannover Rueck SE	DEU	EUR	589,611	0.29
15,134	Sampo OYJ, A	FIN	EUR	588,864	0.29
10,201	Australian Stock Exchange Ltd.	AUS	AUD	500,443	0.24
10,400	MetLife Inc.	USA	USD	472,681	0.23
93,793	Sanlam Ltd.	ZAF	ZAR	472,382	0.23
3,300	Chubb Ltd.	USA	USD	458,048	0.22
25,350	CI Financial Corp.	CAN	CAD	377,905	0.18
100,506	Direct Line Insurance Group PLC	GBR	GBP	370,935	0.18
62,283	RMB Holdings Ltd.	ZAF	ZAR	318,998	0.16
27,911	Absa Group Ltd.	ZAF	ZAR	265,327	0.13
9,496	Tryg AS	DNK	DKK	250,983	0.12
36,000	Chailease Holding Co. Ltd.	TWN	TWD	148,105	0.07
36,250	Qatar Islamic Bank SAQ	QAT	QAR	135,446	0.07
26,340	Challenger Ltd.	AUS	AUD	133,323	0.06
5,200	IGM Financial Inc.	CAN	CAD	133,114	0.06
49,035	Rand Merchant Investment Holdings Ltd.	ZAF	ZAR	96,287	0.05
1,599	Nordea Bank Abp	FIN	SEK	11,515	0.01
				27,596,309	13.39
	Health Care				
6,314	Roche Holding AG	CHE	CHF	1,826,989	0.89
81,640	GlaxoSmithKline PLC	GBR	GBP	1,715,279	0.83
19,800	Novartis AG	CHE	CHF	1,676,805	0.81
7,500	Johnson & Johnson	USA	USD	975,545	0.47
26,800	Pfizer Inc.	USA	USD	936,309	0.46
12,300	CVS Health Corp.	USA	USD	814,809	0.40
10,400	Bristol-Myers Squibb Co.	USA	USD	595,279	0.29
5,700	Merck & Co. Inc.	USA	USD	462,272	0.23
5,400	Gilead Sciences Inc.	USA	USD	312,891	0.15
3,552	Orion OYJ	FIN	EUR	146,591	0.07
60	AbbVie Inc.	USA	USD	4,736	0.00
				9,467,505	4.60
	Industrials				
17,964	Kone OYJ, B	FIN	EUR	1,046,942	0.51
27,293	Atlas Copco AB	SWE	SEK	845,003	0.41
105,061	Brambles Ltd.	AUS	AUD	770,388	0.37
286	SGS SA	CHE	CHF	698,679	0.34
3,900	Union Pacific Corp.	USA	USD	628,723	0.30
3,810	3M Co.	USA	USD	599,367	0.29
1,700	Lockheed Martin Corp.	USA	USD	590,259	0.29
1,900	The Boeing Co.	USA	USD	551,914	0.27
17,156	Smiths Group PLC	GBR	GBP	341,812	0.17
1,500	Raytheon Co.	USA	USD	293,914	0.14
125,400	ComfortDelGro Corp. Ltd.	SGP	SGD	197,837	0.10
40,700	SATS Ltd.	SGP	SGD	136,514	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Industrials (continued)				
789	Societe BIC SA	FRA	EUR	48,918	0.02
				6,750,270	3.28
	Information Technology				
188,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	1,855,133	0.90
12,940	Microsoft Corp.	USA	USD	1,819,642	0.88
1,000	Broadcom Inc., 8.00%, cvt. pfd., A	USA	USD	1,050,399	0.51
3,580	Apple Inc.	USA	USD	937,418	0.46
7,400	Texas Instruments Inc.	USA	USD	846,534	0.41
17,600	Cisco Systems Inc.	USA	USD	752,683	0.37
5,400	International Business Machines Corp.	USA	USD	645,429	0.31
4,500	Analog Devices Inc.	USA	USD	476,865	0.23
12,900	Venture Corp. Ltd.	SGP	SGD	138,528	0.07
47,000	Vanguard International Semiconductor Corp.	TWN	TWD	111,112	0.05
7,000	Phison Electronics Corp.	TWN	TWD	71,056	0.03
				8,704,799	4.22
	Materials				
11,400	International Paper Co.	USA	USD	468,117	0.23
9,400	Dow Inc.	USA	USD	458,747	0.22
37,100	NLMK PJSC	RUS	RUB	76,590	0.04
				1,003,454	0.49
	Real Estate				
6,800	Daito Trust Construction Co. Ltd.	JPN	JPY	752,124	0.37
29,200	Host Hotels & Resorts Inc.	USA	USD	483,000	0.23
89,500	Longfor Group Holdings Ltd. 144A, Reg S	CHN	HKD	373,827	0.18
73,200	China Vanke Co. Ltd., H	CHN	HKD	278,520	0.14
8,006	Mitsui Fudosan Co. Ltd.	JPN	JPY	175,526	0.09
8,991	Mitsubishi Estate Co. Ltd.	JPN	JPY	154,149	0.07
1,200	Crown Castle International Corp.	USA	USD	152,107	0.07
14,268	Segro PLC	GBR	GBP	151,185	0.07
10,213	Sun Hung Kai Properties Ltd.	HKG	HKD	139,427	0.07
15,778	Goodman Group	AUS	AUD	131,985	0.06
19,388	CK Asset Holdings Ltd.	HKG	HKD	124,799	0.06
8,242	Unite Group PLC	GBR	GBP	122,648	0.06
657	Gecina SA	FRA	EUR	104,857	0.05
2,863	Deutsche Wohnen AG	DEU	EUR	104,270	0.05
2,196	Derwent London PLC	GBR	GBP	104,000	0.05
13,410	Dexus	AUS	AUD	98,165	0.05
6,544	Fabege AB	SWE	SEK	97,004	0.05
8,168	Inmobiliaria Colonial SA	ESP	EUR	92,788	0.05
9,675	Link REIT	HKG	HKD	91,340	0.04
633	Unibail-Rodamco-Westfield	FRA	EUR	89,031	0.04
10,847	Aroundtown SA	DEU	EUR	86,602	0.04
2,365	Canadian Apartment Properties REIT	CAN	CAD	86,086	0.04
77	GLP J-REIT	JPN	JPY	85,230	0.04
12	Kenedix Office Investment Corp.	JPN	JPY	82,512	0.04
1,696	Vonovia SE	DEU	EUR	81,408	0.04
62,572	New World Development Co. Ltd.	HKG	HKD	76,473	0.04
44,180	CapitaLand Mall Trust	SGP	SGD	72,043	0.03
26,652	CapitaLand Ltd.	SGP	SGD	66,251	0.03
5,398	Land Securities Group PLC	GBR	GBP	63,114	0.03
3,526	Hufvudstaden AB, A	SWE	SEK	62,136	0.03
17,041	GPT Group	AUS	AUD	59,707	0.03
47	Premier Investment Corp.	JPN	JPY	59,235	0.03
2,580	SmartCentres REIT	CAN	CAD	55,291	0.03
34	Hulic REIT Inc.	JPN	JPY	55,014	0.03
42,245	Mapletree Logistics Trust	SGP	SGD	48,726	0.02
25	ORIX JREIT Inc.	JPN	JPY	48,267	0.02
2,041	Nomura Real Estate Holdings Inc.	JPN	JPY	43,877	0.02
16,028	Scentre Group	AUS	AUD	38,408	0.02
12,040	Swire Properties Ltd.	HKG	HKD	35,616	0.02
1,096	ADO Properties SA	DEU	EUR	35,182	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate (continued)				
37	Ichigo Office REIT Investment	JPN	JPY	34,245	0.02
				5,096,175	2.47
	Utilities				
15,900	The Southern Co.	USA	USD	903,143	0.44
11,900	Dominion Energy Inc.	USA	USD	878,825	0.43
5,100	Duke Energy Corp.	USA	USD	414,794	0.20
18,381	Red Electrica Corp. SA	ESP	EUR	329,480	0.16
				2,526,242	1.23
	TOTAL SHARES			83,216,073	40.39
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			90,492,835	43.92
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Financials				
400,479	FTSIIF Franklin Emerging Market Corporate Debt Fund, Class Y (Mdis) EUR	LUX	EUR	4,148,960	2.01
	TOTAL INVESTMENTS FUNDS			4,148,960	2.01
	SHARES				
	Health Care				
7,873	Becton Dickinson and Co., 6.125%, cvt. pfd., A,	USA	USD	459,554	0.22
	TOTAL SHARES			459,554	0.22
	BONDS				
	Asset-Backed Securities				
3,070,000	GNMA II, SF, 4.00%, 12/20/49	USA	USD	2,860,467	1.39
3,070,000	GNMA II, SF, 3.50%, 12/20/49	USA	USD	2,836,549	1.37
				5,697,016	2.76
	Corporate Bonds				
1,700,000	Credit Agricole SA, senior note, Reg S, 1.75%, 03/05/29	FRA	EUR	1,862,615	0.90
1,522,000	Telefonica Emisiones SA, senior bond, Reg S, 1.957%, 07/01/39	ESP	EUR	1,601,056	0.78
1,295,000	Lloyds Bank Corporate Markets PLC, senior note, Reg S, 1.75%, 07/11/24	GBR	GBP	1,543,650	0.75
1,424,000	Enel Finance International NV, senior note, Reg S, 1.375%, 06/01/26	ITA	EUR	1,513,783	0.73
1,174,000	DNB Bank ASA, senior note, Reg S, 1.375%, 06/12/23	NOR	GBP	1,392,840	0.68
1,299,000	Aroundtown SA, sub. bond, 2.875% to 01/12/25, FRN thereafter, Perpetual	DEU	EUR	1,355,130	0.66
1,300,000	Merck KGaA, junior sub. bond, Reg S, 1.625% to 12/18/29, FRN thereafter, 06/25/79	DEU	EUR	1,341,840	0.65
1,022,000	M&G PLC, sub. bond, Reg S, 3.875% to 07/20/24, FRN thereafter, 07/20/49	GBR	GBP	1,237,582	0.60
1,013,000	Fiserv Inc., senior note, 2.25%, 07/01/25	USA	GBP	1,229,002	0.60
1,176,000	The Goldman Sachs Group Inc., senior note, Reg S, 1.25%, 05/01/25	USA	EUR	1,218,201	0.59
1,165,000	LYB International Finance II BV, senior note, 0.875%, 09/17/26	USA	EUR	1,169,077	0.57
1,100,000	BPCE SA, senior note, Reg S, 1.375%, 03/23/26	FRA	EUR	1,157,721	0.56
1,162,000	Schlumberger Finance BV, senior note, Reg S, 0.25%, 10/15/27	USA	EUR	1,153,307	0.56
1,168,000	Telenor ASA, senior note, Reg S, 0.25%, 09/25/27	NOR	EUR	1,152,734	0.56
1,174,000	ANZ New Zealand International Ltd. of London, senior note, Reg S, 0.375%, 09/17/29	NZL	EUR	1,148,869	0.56
1,122,000	BP Capital Markets PLC, senior note, Reg S, 0.831%, 11/08/27	GBR	EUR	1,146,968	0.56
1,076,000	Morgan Stanley, senior note, 1.375%, 10/27/26	USA	EUR	1,135,572	0.55
1,136,000	Westlake Chemical Corp., senior note, 1.625%, 07/17/29	USA	EUR	1,134,846	0.55
1,065,000	Wells Fargo & Co., senior bond, Reg S, 1.375%, 10/26/26	USA	EUR	1,125,879	0.55
1,085,000	Bank of America Corp., senior note, Reg S, 0.75%, 07/26/23	USA	EUR	1,108,881	0.54
1,100,000	ING Groep NV, sub. bond, Reg S, 1.00% to 11/13/25, FRN thereafter, 11/13/30	NLD	EUR	1,097,598	0.53
1,053,000	BAT International Finance PLC, senior bond, Reg S, 1.25%, 03/13/27	GBR	EUR	1,067,464	0.52
1,031,000	Barclays PLC, senior note, Reg S, 1.375% to 01/23/25, FRN thereafter, 01/24/26	GBR	EUR	1,063,532	0.52
924,000	AXA SA, junior sub. bond, Reg S, 3.875% to 10/07/25, FRN thereafter, Perpetual	FRA	EUR	1,057,998	0.51
999,000	Citigroup Inc., senior note, Reg S, 1.25%, 04/10/29	USA	EUR	1,047,725	0.51
1,000,000	McDonald's Corp., senior note, Reg S, 0.90%, 06/15/26	USA	EUR	1,031,454	0.50
1,000,000	CaixaBank SA, senior note, Reg S, 1.125%, 01/12/23	ESP	EUR	1,022,706	0.50
1,004,000	Commerzbank AG, senior note, Reg S, 0.625%, 08/28/24	DEU	EUR	1,018,453	0.49
860,000	Wal-Mart Stores Inc., senior bond, 2.55%, 04/08/26	USA	EUR	996,908	0.48
900,000	Bayer Capital Corp. BV, senior note, Reg S, 1.50%, 06/26/26	DEU	EUR	953,856	0.46
890,000	Fidelity National Information Services Inc., senior note, 1.50%, 05/21/27	USA	EUR	941,777	0.46
904,000	CNH Industrial Finance Europe SA, senior note, Reg S, 1.75%, 03/25/27	GBR	EUR	940,960	0.46

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Multi-Asset Income Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
879,000	Mylan NV, senior note, Reg S, 2.25%, 11/22/24	USA	EUR	937,489	0.45
872,000	British Telecommunications PLC, senior note, Reg S, 0.50%, 09/12/25	GBR	EUR	865,822	0.42
850,000	FedEx Corp., senior note, 0.70%, 05/13/22	USA	EUR	863,408	0.42
840,000	Albemarle New Holding GmbH, senior note, Reg S, 1.625%, 11/25/28	USA	EUR	843,843	0.41
795,000	Marsh & McLennan Cos. Inc., senior note, 1.349%, 09/21/26	USA	EUR	835,604	0.40
800,000	Bankia SA, senior note, Reg S, 0.875%, 03/25/24	ESP	EUR	818,684	0.40
776,000	Hutchison Whampoa Finance 14 Ltd., senior note, Reg S, 1.375%, 10/31/21	HKG	EUR	793,763	0.38
677,000	Oracle Corp., senior bond, 3.125%, 07/10/25	USA	EUR	789,075	0.38
682,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	652,986	0.32
701,000	Iron Mountain Inc., senior note, 144A, 4.875%, 09/15/27	USA	USD	646,850	0.31
688,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	639,921	0.31
686,000	Shea Homes LP/Shea Homes Funding Corp., senior bond, 144A, 6.125%, 04/01/25	USA	USD	634,901	0.31
696,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	631,486	0.31
600,000	Cemex SAB de CV, senior secured note, first lien, Reg S, 3.125%, 03/19/26	MEX	EUR	624,471	0.30
657,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	615,452	0.30
573,000	Netflix Inc., senior bond, 3.625%, 05/15/27	USA	EUR	614,746	0.30
664,000	Mauser Packaging Solutions Holding Co., secured note, 144A, 5.50%, 04/15/24	USA	USD	611,387	0.30
477,000	Nationwide Building Society, senior sub. bond, Reg S, 5.875% to 06/20/25, FRN thereafter, Perpetual	GBR	GBP	611,361	0.30
585,000	Grifols SA, senior note, Reg S, 3.20%, 05/01/25	ESP	EUR	601,082	0.29
577,000	Matterhorn Telecom SA, senior secured note, Reg S, 3.125%, 09/15/26	LUX	EUR	600,097	0.29
583,000	Ziggo Bond Co. BV, senior note, Reg S, 4.625%, 01/15/25	NLD	EUR	599,219	0.29
587,000	Bausch Health Cos. Inc., senior note, Reg S, 4.50%, 05/15/23	CAN	EUR	595,805	0.29
659,000	Calpine Corp., senior note, 5.375%, 01/15/23	USA	USD	595,742	0.29
667,000	Par Pharmaceutical Inc., senior secured note, 144A, 7.50%, 04/01/27	USA	USD	593,294	0.29
554,000	Trivium Packaging Finance BV, secured note, Reg S, 3.75%, 08/15/26	NLD	EUR	588,542	0.28
707,000	Teva Pharmaceutical Finance Netherlands II BV, senior bond, Reg S, 1.875%, 03/31/27	ISR	EUR	586,103	0.28
654,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	352,814	0.17
				56,113,931	27.23
	Government and Municipal Bonds				
2,750,000	Government of Belgium, senior bond, Reg S, 1.00%, 06/22/26	BEL	EUR	2,961,298	1.44
2,748,000	Government of Finland, senior bond, 144A, Reg S, 0.875%, 09/15/25	FIN	EUR	2,929,013	1.42
2,163,000	Government of Belgium, senior bond, Reg S, 4.50%, 03/28/26	BEL	EUR	2,802,823	1.36
2,048,000	Government of France, 6.00%, 10/25/25	FRA	EUR	2,799,319	1.36
2,103,000	Government of Austria, senior bond, Reg S, 4.85%, 03/15/26	AUT	EUR	2,773,521	1.34
2,046,000	Government of Austria, 144A, Reg S, 1.20%, 10/20/25	AUT	EUR	2,221,813	1.08
1,547,000	Government of France, Reg S, 2.25%, 05/25/24	FRA	EUR	1,730,857	0.84
906,000	Government of Spain, 144A, Reg S, 4.90%, 07/30/40	ESP	EUR	1,555,869	0.75
1,148,000	Government of Ireland, senior bond, 5.40%, 03/13/25	IRL	EUR	1,483,575	0.72
759,000	Government of Germany, Reg S, 4.25%, 07/04/39	DEU	EUR	1,364,025	0.66
673,000	Government of Germany, Reg S, 4.75%, 07/04/40	DEU	EUR	1,301,060	0.63
1,162,000	Government of Belgium, Reg S, 0.80%, 06/22/25	BEL	EUR	1,230,438	0.60
624,000	Government of France, Reg S, 4.00%, 04/25/55	FRA	EUR	1,188,848	0.58
748,000	Government of France, Reg S, 3.25%, 05/25/45	FRA	EUR	1,172,999	0.57
692,000	Government of Germany, Reg S, 3.25%, 07/04/42	DEU	EUR	1,157,508	0.56
875,000	Government of Finland, 144A, Reg S, 4.00%, 07/04/25	FIN	EUR	1,085,797	0.53
638,000	Government of Germany, Reg S, 4.00%, 01/04/37	DEU	EUR	1,064,234	0.52
584,000	Government of Spain, senior bond, Reg S, 4.70%, 07/30/41	ESP	EUR	990,778	0.48
748,000	Government of Portugal, senior bond, 144A, Reg S, 5.65%, 02/15/24	PRT	EUR	926,649	0.45
425,000	Government of France, Reg S, 4.00%, 04/25/60	FRA	EUR	845,064	0.41
607,000	Government of France, 144A, Reg S, 2.00%, 05/25/48	FRA	EUR	781,003	0.38
499,000	Government of Germany, Reg S, 2.50%, 07/04/44	DEU	EUR	766,005	0.37
649,000	Government of Spain, senior bond, Reg S, 4.40%, 10/31/23	ESP	EUR	763,029	0.37
536,000	Government of Spain, senior bond, 144A, Reg S, 2.90%, 10/31/46	ESP	EUR	733,900	0.36
698,000	Government of the Netherlands, Reg S, 0.25%, 07/15/25	NLD	EUR	721,222	0.35
				37,350,647	18.13
	TOTAL BONDS			99,161,594	48.12
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			103,770,108	50.35
	TOTAL INVESTMENTS			194,262,943	94.27

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Real Estate Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Diversified Real Estate Activities				
180,006	Mitsui Fudosan Co. Ltd.	JPN	JPY	4,425,820	2.29
224,193	Mitsubishi Estate Co. Ltd.	JPN	JPY	4,310,571	2.24
225,059	Sun Hung Kai Properties Ltd.	HKG	HKD	3,445,650	1.79
869,716	CapitaLand Ltd.	SGP	SGD	2,424,498	1.26
1,097,000	New World Development Co. Ltd.	HKG	HKD	1,503,531	0.78
60,000	Nomura Real Estate Holdings Inc.	JPN	JPY	1,446,515	0.75
				17,556,585	9.11
	Diversified REITs				
19,439	Gecina SA	FRA	EUR	3,479,259	1.81
312,100	VEREIT Inc.	USA	USD	2,883,804	1.50
291	Kenedix Office Investment Corp.	JPN	JPY	2,243,920	1.16
515,276	GPT Group	AUS	AUD	2,024,643	1.05
972	Hulic REIT Inc.	JPN	JPY	1,763,776	0.92
1,109	Premier Investment Corp.	JPN	JPY	1,567,448	0.81
				13,962,850	7.25
	Health Care REITs				
58,875	Welltower Inc.	USA	USD	4,814,798	2.50
119,335	Healthpeak Properties Inc.	USA	USD	4,113,477	2.13
86,300	Physicians Realty Trust	USA	USD	1,634,522	0.85
55,000	CareTrust REIT Inc.	USA	USD	1,134,650	0.59
				11,697,447	6.07
	Hotel & Resort REITs				
120,278	Host Hotels & Resorts Inc.	USA	USD	2,231,157	1.16
19,900	Ryman Hospitality Properties Inc.	USA	USD	1,724,534	0.89
48,400	MGM Growth Properties LLC, A	USA	USD	1,498,948	0.78
				5,454,639	2.83
	Hotels, Resorts & Cruise Lines				
10,840	Hilton Worldwide Holdings Inc.	USA	USD	1,202,264	0.62
	Industrial REITs				
103,331	Prologis Inc.	USA	USD	9,210,925	4.78
414,129	Segro PLC	GBR	GBP	4,921,081	2.55
422,353	Goodman Group	AUS	AUD	3,962,119	2.06
74,400	First Industrial Realty Trust Inc.	USA	USD	3,088,344	1.60
60,400	Rexford Industrial Realty Inc.	USA	USD	2,758,468	1.43
61,300	Americold Realty Trust	USA	USD	2,149,178	1.12
1,552	GLP J-REIT	JPN	JPY	1,926,522	1.00
1,280,803	Mapletree Logistics Trust	SGP	SGD	1,656,703	0.86
				29,673,340	15.40
	Office REITs				
30,561	Alexandria Real Estate Equities Inc.	USA	USD	4,938,046	2.56
45,727	Kilroy Realty Corp.	USA	USD	3,836,495	1.99
64,268	Derwent London PLC	GBR	GBP	3,413,302	1.77
72,025	Cousins Properties Inc.	USA	USD	2,967,430	1.54
208,282	Inmobiliaria Colonial SA	ESP	EUR	2,653,444	1.38
306,906	Dexus	AUS	AUD	2,519,485	1.31
966	ORIX JREIT Inc.	JPN	JPY	2,091,556	1.09
35,861	Highwoods Properties Inc.	USA	USD	1,753,962	0.91
1,250	Ichigo Office REIT Investment	JPN	JPY	1,297,447	0.67
				25,471,167	13.22
	Real Estate Development				
410,000	CK Asset Holdings Ltd.	HKG	HKD	2,959,653	1.54

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Real Estate Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Operating Companies				
75,822	Vonovia SE	DEU	EUR	4,081,468	2.12
148,118	Fabege AB	SWE	SEK	2,462,255	1.28
155,217	Hemfosa Fastigheter AB	SWE	SEK	2,010,188	1.04
210,924	Aroundtown SA	DEU	EUR	1,888,541	0.98
73,350	Hufvudstaden AB, A	SWE	SEK	1,449,583	0.75
33,992	Deutsche Wohnen AG	DEU	EUR	1,388,342	0.72
337,600	Swire Properties Ltd.	HKG	HKD	1,119,947	0.58
				14,400,324	7.47
	Residential REITs				
72,665	Equity Residential	USA	USD	5,880,052	3.05
25,579	AvalonBay Communities Inc.	USA	USD	5,363,916	2.78
34,900	Camden Property Trust	USA	USD	3,702,890	1.92
51,496	Equity Lifestyle Properties Inc.	USA	USD	3,624,804	1.88
209,376	Unite Group PLC	GBR	GBP	3,494,081	1.81
98,500	American Homes 4 Rent, A	USA	USD	2,581,685	1.34
60,200	Canadian Apartment Properties REIT	CAN	CAD	2,457,417	1.28
				27,104,845	14.06
	Retail REITs				
34,242	Simon Property Group Inc.	USA	USD	5,100,688	2.65
60,303	Realty Income Corp.	USA	USD	4,440,110	2.30
16,179	Unibail-Rodamco-Westfield	FRA	EUR	2,551,945	1.32
49,500	Spirit Realty Capital Inc.	USA	USD	2,434,410	1.26
108,400	Brixmor Property Group Inc.	USA	USD	2,342,524	1.22
36,864	Regency Centers Corp.	USA	USD	2,325,750	1.21
1,080,700	CapitaLand Mall Trust	SGP	SGD	1,976,302	1.03
171,411	Link REIT	HKG	HKD	1,814,793	0.94
132,600	Retail Properties of America Inc., A	USA	USD	1,776,840	0.92
69,400	SmartCentres REIT	CAN	CAD	1,667,930	0.86
270,176	Scentre Group	AUS	AUD	726,049	0.38
				27,157,341	14.09
	Specialized REITs				
50,500	Extra Space Storage Inc.	USA	USD	5,333,810	2.77
18,665	Digital Realty Trust Inc.	USA	USD	2,234,947	1.16
8,300	SBA Communications Corp., A	USA	USD	2,000,217	1.04
2,900	Equinix Inc.	USA	USD	1,692,730	0.88
27,400	QTS Realty Trust Inc., A	USA	USD	1,486,998	0.77
				12,748,702	6.62
	TOTAL SHARES			189,389,157	98.28
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			189,389,157	98.28
	TOTAL INVESTMENTS			189,389,157	98.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Global Small-Mid Cap Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Capital Markets				
200,100	Fairfax India Holdings Corp.	CAN	USD	2,561,280	3.44
	Chemicals				
97,700	Hexpol AB	SWE	SEK	957,577	1.29
	Commercial Services & Supplies				
811,100	Biffa PLC	GBR	GBP	2,943,476	3.96
130,600	Elis SA	FRA	EUR	2,709,535	3.64
1,073,700	Prosegur Cash SA	ESP	EUR	1,635,169	2.20
39,423	Loomis AB	SWE	SEK	1,632,278	2.19
				8,920,458	11.99
	Containers & Packaging				
132,700	Ardagh Group SA	USA	USD	2,598,266	3.49
	Diversified Consumer Services				
46,600	frontdoor Inc.	USA	USD	2,209,772	2.97
	Energy Equipment & Services				
582,075	John Wood Group PLC	GBR	GBP	3,072,153	4.13
	Food & Staples Retailing				
1,874,600	Total Produce PLC	IRL	EUR	3,006,246	4.04
	Food Products				
916,700	Cloetta AB, B	SWE	SEK	3,102,581	4.17
17,500	Orion Corp.	KOR	KRW	1,597,116	2.15
				4,699,697	6.32
	Health Care Providers & Services				
59,900	BML Inc.	JPN	JPY	1,733,476	2.33
	Hotels, Restaurants & Leisure				
126,800	Elior Group SA	FRA	EUR	1,862,818	2.50
	Insurance				
3,900	Markel Corp.	USA	USD	4,458,363	5.99
70,200	Arch Capital Group Ltd.	USA	USD	3,010,878	4.05
6,100	Fairfax Financial Holdings Ltd.	CAN	CAD	2,864,172	3.85
11,200	RenaissanceRe Holdings Ltd.	USA	USD	2,195,424	2.95
				12,528,837	16.84
	Interactive Media & Services				
46,200	58.com Inc., ADR	CHN	USD	2,990,526	4.02
	Machinery				
413,190	Zardoya Otis SA	ESP	EUR	3,255,188	4.37
	Media				
169,700	Liberty Latin America Ltd., A	CHL	USD	3,275,210	4.40
60,800	Liberty Latin America Ltd.	CHL	USD	1,183,168	1.59
413,219	Hyve Group PLC	GBR	GBP	558,234	0.75
				5,016,612	6.74
	Metals & Mining				
938,700	Major Drilling Group International Inc.	CAN	CAD	4,098,590	5.51
	Pharmaceuticals				
196,700	Haw Par Corp. Ltd.	SGP	SGD	1,870,200	2.51
	Real Estate Management & Development				
1,389,700	Hang Lung Properties Ltd.	HKG	HKD	3,049,661	4.10
273,800	LSL Property Services PLC	GBR	GBP	993,618	1.33
20,900	Shurgard Self Storage SA	BEL	EUR	796,902	1.07
				4,840,181	6.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Global Small-Mid Cap Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software				
575,500	Hansen Technologies Ltd.	AUS	AUD	1,534,438	2.06
	Tobacco				
128,200	Scandinavian Tobacco Group AS	DNK	DKK	1,563,251	2.10
	Trading Companies & Distributors				
34,700	Brenntag AG	DEU	EUR	1,886,566	2.54
95,500	NOW Inc.	USA	USD	1,073,420	1.44
				2,959,986	3.98
	TOTAL SHARES			72,279,552	97.13
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			72,279,552	97.13
	TOTAL INVESTMENTS			72,279,552	97.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Gold and Precious Metals Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Gold and Diversified Resources				
637,189	Imperial Metals Corp.	CAN	CAD	1,010,788	0.32
	Gold Exploration and Development				
680,000	Pretium Resources Inc.	CAN	CAD	7,566,610	2.36
2,005,800	Ivanhoe Mines Ltd., A	CAN	CAD	6,564,493	2.05
3,405,200	Asanko Gold Inc.	CAN	CAD	3,225,316	1.00
1,723,300	Lion One Metals Ltd.	CAN	CAD	2,229,435	0.69
1,341,039	Orla Mining Ltd.	CAN	CAD	2,065,361	0.64
1,927,000	Rubicon Minerals Corp.	CAN	CAD	1,595,199	0.50
4,088,052	Geopacific Resources Ltd.	AUS	AUD	1,434,191	0.45
2,406,700	Midas Gold Corp.	CAN	CAD	1,167,581	0.36
2,456,500	Belo Sun Mining Corp.	CAN	CAD	964,743	0.30
830,000	Bluestone Resources Inc., 144A	CAN	CAD	888,418	0.28
11,209,588	RTG Mining Inc., IDR	AUS	AUD	747,195	0.23
1,500,000	INV Metals Inc.	CAN	CAD	462,036	0.14
153,400	TMAC Resources Inc.	CAN	CAD	446,521	0.14
5,278,400	St. Augustine Gold and Copper Ltd.	PHL	CAD	60,970	0.02
358,843	RTG Mining Inc.	AUS	CAD	20,725	0.01
35,000	Chalice Gold Mines Ltd.	AUS	AUD	5,525	0.00
				29,444,319	9.17
	Long Life Gold Mines				
5,347,155	B2Gold Corp.	CAN	CAD	21,452,855	6.68
1,000,846	Barrick Gold Corp.	CAN	USD	18,605,727	5.80
19,981,511	Perseus Mining Ltd.	AUS	AUD	16,263,231	5.07
703,424	Newcrest Mining Ltd.	AUS	AUD	14,930,113	4.65
325,000	Newmont Goldcorp Corp.	USA	USD	14,121,250	4.40
480,620	AngloGold Ashanti Ltd., ADR	ZAF	USD	10,737,051	3.34
1,868,500	Alacer Gold Corp.	USA	CAD	9,928,115	3.09
1,130,000	Centerra Gold Inc.	CAN	CAD	8,988,834	2.80
551,550	Torex Gold Resources Inc.	CAN	CAD	8,715,390	2.72
4,864,400	Centamin PLC	EGY	GBP	8,182,171	2.55
118,935	Agnico Eagle Mines Ltd.	CAN	CAD	7,325,136	2.28
902,640	Eldorado Gold Corp.	CAN	CAD	7,249,757	2.26
351,000	Detour Gold Corp.	CAN	CAD	6,795,118	2.12
1,095,071	Alamos Gold Inc., A	CAN	CAD	6,602,808	2.06
284,400	AngloGold Ashanti Ltd.	ZAF	ZAR	6,427,314	2.00
978,800	Alamos Gold Inc., A	CAN	USD	5,892,376	1.84
2,946,150	OceanaGold Corp.	AUS	CAD	5,785,217	1.80
5,067,100	Guyana Goldfields Inc.	CAN	CAD	2,731,380	0.85
2,026,315	Dacian Gold Ltd.	AUS	AUD	2,260,605	0.70
32,000	Agnico Eagle Mines Ltd.	CAN	USD	1,971,520	0.61
917,500	SEMAFO Inc.	CAN	CAD	1,907,631	0.59
				186,873,599	58.21
	Materials				
377,000	Endeavour Mining Corp.	CAN	CAD	7,121,369	2.22
630,000	Teranga Gold Corp., SCR	CAN	CAD	3,347,451	1.04
299,378	Northern Star Resources Ltd.	AUS	AUD	2,375,763	0.74
97,222	Pan American Silver Corp.	CAN	CAD	2,302,902	0.72
770,000	Shandong Gold Mining Co. Ltd., 144A, Reg S	CHN	HKD	1,830,063	0.57
2,500,000	Ascot Resources Ltd.	CAN	CAD	1,713,384	0.53
1,700,000	Integra Resources Corp.	CAN	CAD	1,570,923	0.49
2,292,424	Great Panther Mining Ltd.	CAN	CAD	1,182,754	0.37
1,567,000	Adventus Mining Corp.	CAN	CAD	1,110,149	0.35
650,000	Corvus Gold Inc.	CAN	CAD	1,076,159	0.33
3,050,000	West African Resources Ltd.	AUS	AUD	920,214	0.29
90,000	Osisko Gold Royalties Ltd.	CAN	CAD	874,634	0.27
4,600,000	Pantoro Ltd.	AUS	AUD	500,276	0.16
580,000	Gold Standard Ventures Corp.	CAN	CAD	491,298	0.15
700,000	Great Panther Mining Ltd.	CAN	USD	357,000	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Gold and Precious Metals Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Materials (continued)				
200,000	Solomon Gold PLC	AUS	GBP	52,978	0.02
				26,827,317	8.36
	Medium Life Gold Mines				
3,073,815	St. Barbara Ltd.	AUS	AUD	5,866,339	1.83
24,465,809	Red 5 Ltd.	AUS	AUD	5,664,924	1.77
1,328,800	Golden Star Resources Ltd.	USA	USD	5,062,728	1.58
1,096,500	IAMGOLD Corp.	CAN	USD	4,089,945	1.27
441,802	Teranga Gold Corp.	CAN	CAD	2,388,303	0.74
				23,072,239	7.19
	Platinum & Palladium				
1,460,400	Impala Platinum Holdings Ltd.	ZAF	ZAR	14,966,162	4.66
87,800	Anglo American Platinum Ltd.	ZAF	ZAR	8,196,075	2.55
404,860	Northam Platinum Ltd.	ZAF	ZAR	3,573,714	1.11
710,997	Royal Bafokeng Platinum Ltd.	ZAF	ZAR	2,519,131	0.79
1,390,558	Platinum Group Metals Ltd.	ZAF	USD	2,350,043	0.73
858,096	Platinum Group Metals Ltd.	ZAF	CAD	1,453,728	0.45
569,380	Eastern Platinum Ltd.	CAN	CAD	116,191	0.04
				33,175,044	10.33
	Silver Mines				
276,000	MAG Silver Corp.	CAN	CAD	3,260,311	1.01
363,000	Fresnillo PLC	GBR	GBP	3,077,924	0.96
1,059,125	Hochschild Mining PLC	PER	GBP	2,567,047	0.80
				8,905,282	2.77
	TOTAL SHARES			309,308,588	96.35
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			309,308,588	96.35
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Gold Exploration and Development				
200,000	Midas Gold Corp., 144A	CAN	CAD	97,028	0.03
	Materials				
4,000,000	SolGold PLC	AUS	GBP	1,059,560	0.33
	TOTAL SHARES			1,156,588	0.36
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			1,156,588	0.36
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Gold Exploration and Development				
6,393,420	Gascoyne Resources Ltd. **	AUS	AUD	87,476	0.03
9,762,500	Lydian International Ltd. **	CAN	CAD	56,383	0.02
320,000	Lydian International Ltd., 144A **	CAN	CAD	1,848	0.00
7,220,799	Nautilus Minerals Inc. **	CAN	CAD	0	0.00
				145,707	0.05
	Materials				
3,000,000	Liberty Gold Corp. **	CAN	CAD	2,438,811	0.76
1,050,000	Lion One Metals Ltd. **	CAN	CAD	1,241,176	0.39
1,200,000	HighGold Mining Inc. **	CAN	CAD	1,146,239	0.36
1,350,000	Skeena Resources Ltd. **	CAN	CAD	626,903	0.19
470,000	Rubicon Minerals Corp. **	CAN	CAD	367,872	0.11
				5,821,001	1.81
	TOTAL SHARES			5,966,708	1.86

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Gold and Precious Metals Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	RIGHTS				
	Materials				
550,600	Pan American Silver Corp., rts., 02/20/49 **	CAN	CAD	258,786	0.08
	TOTAL RIGHTS			258,786	0.08
	WARRANTS				
	Materials				
1,050,000	Lion One Metals Ltd., wts., 04/06/21 **	CAN	CAD	379,606	0.12
1,500,000	Ascot Resources Ltd., wts., 05/21/20 **	CAN	CAD	121,247	0.04
140,000	Orla Mining Ltd., wts., 02/15/21 **	CAN	CAD	25,436	0.01
250,000	Bluestone Resources Inc., wts., 03/19/21 **	CAN	CAD	24,177	0.00
				550,466	0.17
	TOTAL WARRANTS			550,466	0.17
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			6,775,960	2.11
	TOTAL INVESTMENTS			317,241,136	98.82

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Oil, Gas & Consumable Fuels				
576,519	Goodrich Petroleum Corp.	USA	USD	5,788,251	0.38
5,430	Amplify Energy Corp.	USA	USD	35,892	0.00
				5,824,143	0.38
	Paper & Forest Products				
77,949	Verso Corp., A	USA	USD	1,405,421	0.09
	TOTAL SHARES			7,229,564	0.47
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			7,229,564	0.47
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
2,559	Halcon Resources Corp.	USA	USD	34,419	0.00
196,128	Titan Energy LLC	USA	USD	5,707	0.00
				40,126	0.00
	TOTAL SHARES			40,126	0.00
	WARRANTS				
	Paper & Forest Products				
8,204	Verso Corp., wts., 07/25/23	USA	USD	28,714	0.00
	TOTAL WARRANTS			28,714	0.00
	BONDS				
	Corporate Bonds				
27,600,000	CSC Holdings LLC, senior bond, 5.25%, 06/01/24	USA	USD	29,796,546	1.92
24,500,000	Vertiv Group Corp., senior note, 144A, 9.25%, 10/15/24	USA	USD	26,388,582	1.70
18,700,000	Mauser Packaging Solutions Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	18,512,813	1.20
16,400,000	Cheniere Corpus Christi Holdings LLC, senior secured note, first lien, 5.875%, 03/31/25	USA	USD	18,475,338	1.19
17,000,000	TransDigm Inc., senior secured note, 144A, 6.25%, 03/15/26	USA	USD	18,436,228	1.19
18,400,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 7.75%, 04/15/23	USA	USD	18,407,636	1.19
17,700,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	18,325,075	1.18
20,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	18,258,000	1.18
16,700,000	Alliant Holdings Intermediate LLC/Alliant Holdings Co-Issuer, senior note, 144A, 6.75%, 10/15/27	USA	USD	17,915,760	1.16
17,000,000	Infor (U.S.) Inc., senior note, 6.50%, 05/15/22	USA	USD	17,285,260	1.12
16,800,000	MEDNAX Inc., senior note, 144A, 6.25%, 01/15/27	USA	USD	17,262,420	1.11
16,500,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	17,084,347	1.10
19,700,000	Talen Energy Supply LLC, senior note, 6.50%, 06/01/25	USA	USD	16,869,996	1.09
15,000,000	Horizon Therapeutics USA Inc., senior note, 144A, 5.50%, 08/01/27	USA	USD	16,229,250	1.05
15,400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 02/15/25	LUX	USD	16,189,250	1.05
15,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	16,116,975	1.04
15,000,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.25%, 05/15/27	USA	USD	15,956,250	1.03
15,300,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	15,873,597	1.03
15,000,000	NCI Building Systems Inc., senior secured note, 144A, 8.00%, 04/15/26	USA	USD	15,675,375	1.01
15,000,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 5.70%, 01/11/25	MEX	USD	15,450,000	1.00
14,800,000	WellCare Health Plans Inc., senior note, 5.25%, 04/01/25	USA	USD	15,428,852	1.00
14,300,000	Centene Corp., senior note, 144A, 5.375%, 06/01/26	USA	USD	15,202,330	0.98
15,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	15,187,350	0.98
14,400,000	Cheniere Energy Partners LP, senior secured note, first lien, 5.25%, 10/01/25	USA	USD	15,041,952	0.97
13,700,000	HCA Inc., senior secured note, first lien, 5.00%, 03/15/24	USA	USD	14,978,790	0.97
14,000,000	Novelis Corp., senior note, 144A, 6.25%, 08/15/24	USA	USD	14,717,360	0.95
13,050,000	Hughes Satellite Systems Corp., senior bond, 6.625%, 08/01/26	USA	USD	14,522,660	0.94
13,300,000	Vistra Operations Co. LLC, senior note, 144A, 5.625%, 02/15/27	USA	USD	14,039,480	0.91
12,000,000	Altice Luxembourg SA, first lien, 144A, 10.50%, 05/15/27	LUX	USD	13,755,000	0.89

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
13,200,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.25%, 05/15/24	CAN	USD	13,557,522	0.88
13,200,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 5.75%, 04/01/25	USA	USD	13,529,868	0.87
12,400,000	Royal Bank of Scotland Group PLC, sub. note, 5.125%, 05/28/24	GBR	USD	13,433,391	0.87
13,000,000	TEGNA Inc., senior bond, 144A, 5.00%, 09/15/29	USA	USD	13,243,750	0.86
12,100,000	iHeartCommunications Inc., senior secured note, first lien, 144A, 5.25%, 08/15/27	USA	USD	12,682,615	0.82
10,700,000	HCA Inc., senior bond, 5.875%, 02/01/29	USA	USD	12,385,250	0.80
11,600,000	Studio City Finance Ltd., senior note, 144A, 7.25%, 02/11/24	MAC	USD	12,291,186	0.79
11,700,000	Clear Channel Worldwide Holdings Inc., senior secured note, first lien, 144A, 5.125%, 08/15/27	USA	USD	12,204,855	0.79
12,000,000	B&G Foods Inc., senior note, 5.25%, 09/15/27	USA	USD	12,135,000	0.78
14,800,000	Intrado Corp., senior note, 144A, 8.50%, 10/15/25	USA	USD	11,877,000	0.77
11,000,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.875%, 08/15/23	USA	USD	11,765,435	0.76
11,600,000	Diamond Sports Group LLC/Diamond Sports Finance Co., first lien, 144A, 5.375%, 08/15/26	USA	USD	11,755,742	0.76
11,600,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	11,682,186	0.75
10,500,000	Energy Transfer Operating LP, senior note, 5.875%, 01/15/24	USA	USD	11,624,446	0.75
11,600,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	11,498,500	0.74
11,200,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 6.25%, 04/01/23	USA	USD	11,447,352	0.74
10,000,000	HCA Inc., senior bond, 5.625%, 09/01/28	USA	USD	11,414,500	0.74
10,800,000	DAE Funding LLC, senior note, 144A, 5.00%, 08/01/24	ARE	USD	11,366,248	0.73
11,000,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	11,263,560	0.73
10,000,000	Energy Transfer Operating LP, senior note, 5.50%, 06/01/27	USA	USD	11,247,384	0.73
10,900,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	11,177,241	0.72
10,500,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.00%, 06/01/24	USA	USD	10,902,517	0.70
10,000,000	Taylor Morrison Communities Inc./Taylor Morrison Holdings II Inc., senior note, 144A, 5.625%, 03/01/24	USA	USD	10,829,150	0.70
10,000,000	United Rentals North America Inc., senior bond, 5.25%, 01/15/30	USA	USD	10,781,500	0.70
9,500,000	International Game Technology PLC, senior secured note, first lien, 144A, 6.25%, 01/15/27	USA	USD	10,705,075	0.69
10,000,000	CIT Group Inc., senior bond, 5.00%, 08/15/22	USA	USD	10,624,930	0.69
10,000,000	Endeavor Energy Resources LP/EER Finance Inc., senior bond, 144A, 5.75%, 01/30/28	USA	USD	10,531,000	0.68
9,800,000	Post Holdings Inc., senior bond, 144A, 5.00%, 08/15/26	USA	USD	10,369,380	0.67
10,000,000	Steel Dynamics Inc., senior bond, 5.50%, 10/01/24	USA	USD	10,301,116	0.67
10,000,000	DAE Funding LLC, senior note, 144A, 4.50%, 08/01/22	ARE	USD	10,174,930	0.66
10,000,000	Clearway Energy Operating LLC, senior note, 144A, 4.75%, 03/15/28	USA	USD	10,150,000	0.66
10,000,000	Blackboard Inc., secured note, second lien, 144A, 10.375%, 11/15/24	USA	USD	10,025,000	0.65
9,000,000	Amkor Technology Inc., senior note, 144A, 6.625%, 09/15/27	USA	USD	9,927,900	0.64
9,200,000	Lamb Weston Holdings Inc., senior note, 144A, 4.625%, 11/01/24	USA	USD	9,782,682	0.63
9,400,000	Jaguar Holding Co. II/Pharmaceutical Product Development LLC, senior note, 144A, 6.375%, 08/01/23	USA	USD	9,725,968	0.63
9,200,000	Trivium Packaging Finance BV, senior secured note, 144A, 5.50%, 08/15/26	NLD	USD	9,711,741	0.63
9,000,000	CSC Holdings LLC, senior secured note, first lien, 144A, 5.50%, 05/15/26	USA	USD	9,549,562	0.62
9,200,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	9,361,000	0.60
9,600,000	SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., senior note, 144A, 7.50%, 06/15/25	USA	USD	9,255,936	0.60
9,000,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior secured note, first lien, 144A, 5.125%, 07/15/23	USA	USD	9,232,515	0.60
13,600,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	9,209,784	0.59
8,500,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	9,187,097	0.59
8,200,000	MGM Growth Properties Operating Partnership LP/MGP Finance Co-Issuer Inc., senior note, 144A, 5.75%, 02/01/27	USA	USD	9,173,750	0.59
8,100,000	Navient Corp., senior note, 7.25%, 09/25/23	USA	USD	9,173,412	0.59
8,300,000	Tenet Healthcare Corp., senior note, 6.75%, 06/15/23	USA	USD	9,136,598	0.59
8,200,000	Sprint Corp., senior note, 7.625%, 03/01/26	USA	USD	9,058,130	0.58
8,800,000	Teva Pharmaceutical Finance Netherlands III BV, senior note, 144A, 7.125%, 01/31/25	ISR	USD	9,031,000	0.58
8,500,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	8,838,045	0.57
8,300,000	LCPR Senior Secured Financing DAC, senior secured note, first lien, 144A, 6.75%, 10/15/27	USA	USD	8,813,355	0.57
8,300,000	Crown Americas LLC/Crown Americas Capital Corp. VI, senior note, 4.75%, 02/01/26	USA	USD	8,790,509	0.57

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Schedule of Investments (continued)

As of December 31, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
9,400,000	CSI Compressco LP/CSI Compressco Finance Inc., senior note, 7.25%, 08/15/22	USA	USD	8,674,433	0.56
8,100,000	Camelot Finance SA, senior note, 144A, 4.50%, 11/01/26	USA	USD	8,337,929	0.54
10,000,000	CHS/Community Health Systems Inc., senior note, 144A, 8.125%, 06/30/24	USA	USD	8,224,900	0.53
7,700,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 08/01/24	USA	USD	8,043,305	0.52
7,300,000	Stars Group Holdings BV/Stars Group U.S. Co-Borrower LLC, senior note, 144A, 7.00%, 07/15/26	CAN	USD	7,924,880	0.51
6,900,000	Springleaf Finance Corp., senior note, 6.625%, 01/15/28	USA	USD	7,801,485	0.50
7,300,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.25%, 08/15/22	IRL	USD	7,797,948	0.50
7,100,000	Herc Holdings Inc., senior note, 144A, 5.50%, 07/15/27	USA	USD	7,490,678	0.48
7,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	7,201,250	0.46
7,000,000	Calpine Corp., senior note, 144A, 5.125%, 03/15/28	USA	USD	7,162,400	0.46
6,500,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.50%, 02/15/24	IRL	USD	7,144,540	0.46
7,000,000	Ashtead Capital Inc., second lien, 144A, 4.00%, 05/01/28	GBR	USD	7,087,500	0.46
6,700,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 07/15/27	USA	USD	7,072,855	0.46
6,400,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	7,058,656	0.46
6,600,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 07/15/24	USA	USD	6,943,761	0.45
6,600,000	Clearway Energy Operating LLC, senior bond, 5.00%, 09/15/26	USA	USD	6,833,294	0.44
6,500,000	T-Mobile USA Inc., senior note, 5.125%, 04/15/25	USA	USD	6,740,240	0.44
6,400,000	CDW LLC/CDW Finance Corp., senior note, 5.00%, 09/01/25	USA	USD	6,701,344	0.43
6,600,000	Sealed Air Corp., senior note, 144A, 4.00%, 12/01/27	USA	USD	6,699,000	0.43
7,000,000	Chesapeake Energy Corp., second lien, 144A, 11.50%, 01/01/25	USA	USD	6,632,500	0.43
6,500,000	First Quantum Minerals Ltd., senior note, 144A, 6.875%, 03/01/26	ZMB	USD	6,593,275	0.43
6,200,000	Prestige Brands Inc., senior note, 144A, 5.125%, 01/15/28	USA	USD	6,510,000	0.42
6,000,000	Sunoco LP/Sunoco Finance Corp., senior note, 6.00%, 04/15/27	USA	USD	6,418,935	0.41
6,100,000	H&E Equipment Services Inc., senior note, 5.625%, 09/01/25	USA	USD	6,407,532	0.41
6,000,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.25%, 06/01/26	USA	USD	6,345,150	0.41
6,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	6,303,180	0.41
5,900,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.50%, 05/01/26	USA	USD	6,230,828	0.40
6,000,000	QEP Resources Inc., senior bond, 5.375%, 10/01/22	USA	USD	6,046,872	0.39
5,800,000	Live Nation Entertainment Inc., senior note, 144A, 4.75%, 10/15/27	USA	USD	6,013,730	0.39
5,400,000	Gray Escrow Inc., senior note, 144A, 7.00%, 05/15/27	USA	USD	6,010,740	0.39
5,400,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	5,969,241	0.39
5,600,000	Aker BP ASA, senior note, 144A, 5.875%, 03/31/25	NOR	USD	5,964,000	0.39
5,700,000	Archrock Partners LP/Archrock Partners Finance Corp., senior note, 144A, 6.25%, 04/01/28	USA	USD	5,885,250	0.38
5,300,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	5,872,559	0.38
5,600,000	Block Communications Inc., senior note, 144A, 6.875%, 02/15/25	USA	USD	5,823,944	0.38
5,500,000	Scripps Escrow Inc., senior note, 144A, 5.875%, 07/15/27	USA	USD	5,771,425	0.37
5,600,000	WMG Acquisition Corp., secured note, first lien, 144A, 5.00%, 08/01/23	USA	USD	5,742,324	0.37
5,500,000	OCI NV, senior note, 144A, 6.625%, 04/15/23	NLD	USD	5,733,750	0.37
5,200,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.25%, 08/01/26	USA	USD	5,505,565	0.36
4,935,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 144A, 9.25%, 02/15/24	USA	USD	5,475,802	0.35
5,300,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	5,465,678	0.35
5,300,000	Netflix Inc., senior bond, 4.375%, 11/15/26	USA	USD	5,442,305	0.35
5,000,000	Navient Corp., senior note, 6.50%, 06/15/22	USA	USD	5,431,250	0.35
5,000,000	United Rentals North America Inc., senior bond, 5.875%, 09/15/26	USA	USD	5,376,375	0.35
5,000,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	5,368,700	0.35
5,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 06/01/29	USA	USD	5,346,750	0.35
5,200,000	Kaiser Aluminum Corp., senior note, 144A, 4.625%, 03/01/28	USA	USD	5,344,820	0.35
5,000,000	DISH DBS Corp., senior bond, 5.875%, 07/15/22	USA	USD	5,308,900	0.34
5,000,000	Element Solutions Inc., senior note, 144A, 5.875%, 12/01/25	USA	USD	5,243,700	0.34
5,000,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 04/01/23	ZMB	USD	5,186,825	0.33
4,700,000	CIT Group Inc., senior note, 5.25%, 03/07/25	USA	USD	5,179,800	0.33
5,000,000	Altice France SA/France, senior secured note, 144A, 5.50%, 01/15/28	FRA	USD	5,147,000	0.33
4,800,000	Avantor Inc., senior secured note, first lien, 144A, 6.00%, 10/01/24	USA	USD	5,127,912	0.33
5,000,000	CommScope Inc., senior bond, 144A, 5.50%, 06/15/24	USA	USD	5,075,050	0.33
4,700,000	Univar Solutions USA Inc., senior note, 144A, 5.125%, 12/01/27	USA	USD	4,914,461	0.32
4,500,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 05/15/24	AUS	USD	4,814,865	0.31
4,900,000	MPH Acquisition Holdings LLC, senior note, 144A, 7.125%, 06/01/24	USA	USD	4,752,951	0.31
4,500,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 4.75%, 05/15/22	AUS	USD	4,654,260	0.30
10,363,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	4,611,535	0.30

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
4,300,000	Springleaf Finance Corp., senior bond, 5.375%, 11/15/29	USA	USD	4,496,295	0.29
4,300,000	Viper Energy Partners LP, senior note, 144A, 5.375%, 11/01/27	USA	USD	4,479,955	0.29
4,500,000	QEP Resources Inc., senior bond, 5.25%, 05/01/23	USA	USD	4,466,250	0.29
4,300,000	Lithia Motors Inc., senior note, 144A, 4.625%, 12/15/27	USA	USD	4,430,548	0.29
5,990,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	4,342,690	0.28
4,000,000	Cheniere Energy Partners LP, senior note, 5.625%, 10/01/26	USA	USD	4,237,496	0.27
4,000,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 08/15/26	GBR	USD	4,209,290	0.27
4,000,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior note, 144A, 7.00%, 07/15/24	USA	USD	4,142,500	0.27
4,200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	4,105,500	0.27
3,600,000	CHS/Community Health Systems Inc., senior secured note, 5.125%, 08/01/21	USA	USD	3,608,100	0.23
3,100,000	Dell International LLC/EMC Corp., senior note, 144A, 7.125%, 06/15/24	USA	USD	3,274,375	0.21
4,500,000	Party City Holdings Inc., senior note, 144A, 6.625%, 08/01/26	USA	USD	3,182,951	0.21
3,000,000	Calpine Corp., first lien, 144A, 4.50%, 02/15/28	USA	USD	3,030,360	0.20
2,600,000	Lamb Weston Holdings Inc., senior note, 144A, 4.875%, 11/01/26	USA	USD	2,760,810	0.18
2,600,000	Centene Corp., senior note, 144A, 4.25%, 12/15/27	USA	USD	2,679,560	0.17
2,307,000	CommScope Inc., senior note, 144A, 5.00%, 06/15/21	USA	USD	2,314,844	0.15
2,100,000	Netflix Inc., senior bond, 144A, 5.375%, 11/15/29	USA	USD	2,240,343	0.14
2,100,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 05/01/25	USA	USD	2,172,629	0.14
2,000,000	Centene Corp., senior bond, 144A, 4.625%, 12/15/29	USA	USD	2,111,400	0.14
1,900,000	Bausch Health Cos. Inc., senior note, 144A, 5.75%, 08/15/27	USA	USD	2,065,015	0.13
1,983,000	Dell International LLC/EMC Corp., senior note, 144A, 5.875%, 06/15/21	USA	USD	2,016,473	0.13
1,600,000	WMG Acquisition Corp., secured note, 144A, 4.875%, 11/01/24	USA	USD	1,660,664	0.11
1,500,000	Bausch Health Cos. Inc., senior note, 144A, 5.00%, 01/30/28	USA	USD	1,543,335	0.10
1,400,000	Bausch Health Cos. Inc., senior secured note, first lien, 144A, 6.50%, 03/15/22	USA	USD	1,433,250	0.09
1,000,000	Murphy Oil USA Inc., senior bond, 4.75%, 09/15/29	USA	USD	1,057,920	0.07
1,800,000	Chesapeake Energy Corp., senior note, 7.50%, 10/01/26	USA	USD	995,126	0.06
10,000,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21 ^	USA	USD	500,000	0.03
28,050,000	NewPage Corp., Escrow Account	USA	USD	18,513	0.00
11,366,019	Murray Energy Corp., secured note, 1.5 lien, 144A, PIK, 12.00%, 04/15/24 ‡,^	USA	USD	14,321	0.00
				1,476,899,735	95.40
	Securities Maturing Within One Year				
5,146,000	Tegna Inc., senior note, 5.125%, 07/15/20	USA	USD	5,164,011	0.33
	TOTAL BONDS			1,482,063,746	95.73
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			1,482,132,586	95.73
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Oil, Gas & Consumable Fuels				
12,290	Halcon Resources Corp., wts., A, 10/08/20 **	USA	USD	11,251	0.00
15,364	Halcon Resources Corp., wts., B, 10/08/22 **	USA	USD	9,881	0.00
19,753	Halcon Resources Corp., wts., C, 10/08/22 **	USA	USD	7,856	0.00
52,063	Amplify Energy Corp., wts., 04/21/20 **	USA	USD	0	0.00
99,135	Halcon Resources Corp., wts., 09/09/20 **	USA	USD	0	0.00
				28,988	0.00
	TOTAL WARRANTS			28,988	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	BONDS				
	Corporate Bonds				
55,500,000	Vistra Energy Corp., Escrow Account	USA	USD	111,000	0.01
28,300,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
				111,000	0.01
	TOTAL BONDS			111,000	0.01
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			139,988	0.01
	TOTAL INVESTMENTS			1,489,502,138	96.21

^ These Bonds are currently in default
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Communication Services				
388,000	Verizon Communications Inc.	USA	USD	23,823,200	1.58
5,000,000	Vodafone Group PLC	GBR	GBP	9,718,814	0.65
170,000	BCE Inc.	CAN	CAD	7,875,558	0.52
2,500	Alphabet Inc., A	USA	USD	3,348,475	0.22
				44,766,047	2.97
	Consumer Discretionary				
10,000	Amazon.com Inc.	USA	USD	18,478,400	1.23
410,000	General Motors Co.	USA	USD	15,006,000	1.00
180,000	Daimler AG	DEU	EUR	9,965,878	0.66
522,241	Ford Motor Co.	USA	USD	4,856,841	0.32
15,000	The Home Depot Inc.	USA	USD	3,275,700	0.22
				51,582,819	3.43
	Consumer Staples				
353,400	The Coca-Cola Co.	USA	USD	19,560,690	1.30
	Energy				
312,800	Exxon Mobil Corp.	USA	USD	21,827,184	1.45
270,000	Royal Dutch Shell PLC, A, ADR	GBR	USD	15,924,600	1.06
260,000	Occidental Petroleum Corp.	USA	USD	10,714,600	0.71
420,000	The Williams Cos. Inc.	USA	USD	9,962,400	0.66
264,736	Halliburton Co.	USA	USD	6,478,090	0.43
105,000	TC Energy Corp.	CAN	USD	5,597,550	0.37
192,443	Baker Hughes Co., A	USA	USD	4,932,314	0.33
100,000	Schlumberger Ltd.	USA	USD	4,020,000	0.27
				79,456,738	5.28
	Financials				
272,800	Wells Fargo & Co.	USA	USD	14,676,640	0.98
78,000	JPMorgan Chase & Co.	USA	USD	10,873,200	0.72
3,750,000	Barclays PLC	GBR	GBP	8,922,157	0.59
144,218	MetLife Inc.	USA	USD	7,350,792	0.49
85,000	Morgan Stanley	USA	USD	4,345,200	0.29
120,000	Bank of America Corp.	USA	USD	4,226,400	0.28
				50,394,389	3.35
	Health Care				
450,000	Pfizer Inc.	USA	USD	17,631,000	1.17
200,000	Bristol-Myers Squibb Co.	USA	USD	12,838,000	0.85
75,000	Johnson & Johnson	USA	USD	10,940,250	0.73
100,000	Merck & Co. Inc.	USA	USD	9,095,000	0.60
75,000	CVS Health Corp.	USA	USD	5,571,750	0.37
				56,076,000	3.72
	Industrials				
15,000	The Boeing Co.	USA	USD	4,886,400	0.32
15,100	3M Co.	USA	USD	2,663,942	0.18
				7,550,342	0.50
	Information Technology				
12,500	Broadcom Inc., 8.00%, cvt. pfd., A	USA	USD	14,724,625	0.98
260,000	Cisco Systems Inc.	USA	USD	12,469,600	0.83
85,000	Analog Devices Inc.	USA	USD	10,101,400	0.67
70,000	Texas Instruments Inc.	USA	USD	8,980,300	0.60
20,000	Broadcom Inc.	USA	USD	6,320,400	0.42
31,993	International Business Machines Corp.	USA	USD	4,288,342	0.28
				56,884,667	3.78

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Materials				
250,000	BASF SE	DEU	EUR	18,882,414	1.25
75,000	Rio Tinto PLC, ADR	AUS	USD	4,452,000	0.30
				23,334,414	1.55
	Real Estate				
650,000	Host Hotels & Resorts Inc.	USA	USD	12,057,500	0.80
	Utilities				
289,618	Dominion Energy Inc.	USA	USD	23,986,163	1.59
80,000	Sempra Energy	USA	USD	12,118,400	0.81
120,000	Duke Energy Corp.	USA	USD	10,945,200	0.73
145,000	The Southern Co., 6.75%, cvt. pfd.	USA	USD	7,815,500	0.52
100,000	Xcel Energy Inc.	USA	USD	6,349,000	0.42
				61,214,263	4.07
	TOTAL SHARES			462,877,869	30.75
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			462,877,869	30.75
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Communication Services				
15,000	Goldman Sachs International into Alphabet Inc., 7.00%, cvt. pfd., A, 144A	USA	USD	18,324,359	1.22
	Consumer Discretionary				
3,000	JPMorgan Chase Financial Co. LLC into Amazon.com Inc., 9.00%, cvt. pfd., 144A	USA	USD	5,525,925	0.37
	Energy				
283,129	Weatherford International PLC	USA	USD	7,913,456	0.52
	Financials				
142,000	Morgan Stanley BV into JPMorgan Chase & Co., 6.00%, cvt. pfd., 144A	USA	USD	17,038,618	1.13
230,000	UBS AG London into MetLife Inc., 7.50%, cvt. pfd., 144A	USA	USD	12,055,183	0.80
225,000	Merrill Lynch International & Co. CV into Wells Fargo & Co., 8.00%, cvt. pfd., 144A	USA	USD	11,842,151	0.78
230,000	Credit Suisse AG into Bank of America Corp., 7.00%, cvt. pfd., 144A	USA	USD	7,634,408	0.51
175,000	Barclays Bank PLC into Bank of America Corp., 8.50%, cvt. pfd., 144A	USA	USD	6,002,070	0.40
				54,572,430	3.62
	Health Care				
125,000	UBS AG London into CVS Health Corp., 8.50%, cvt. pfd., 144A	USA	USD	8,436,548	0.56
	Information Technology				
115,000	JPMorgan Chase Bank NA into Apple Inc., 7.00%, cvt. pfd., 144A	USA	USD	26,178,872	1.74
325,000	Royal Bank of Canada into Intel Corp., 8.00%, cvt. pfd., 144A	USA	USD	17,274,010	1.15
126,000	BNP Paribas Arbitrage Issuance BV into Microsoft Corp., 6.00%, cvt. pfd.	USA	USD	15,872,229	1.05
120,000	UBS AG London into Texas Instruments Inc., 8.50%, cvt. pfd., 144A	USA	USD	15,632,024	1.04
110,000	Credit Suisse AG London into Analog Devices Inc., 7.50%, cvt. pfd., 144A	USA	USD	12,632,354	0.84
				87,589,489	5.82
	TOTAL SHARES			182,362,207	12.11
	BONDS				
	Asset-Backed Securities				
7,460,000	GNMA II, SF, 3.50%, 12/20/49	USA	USD	7,729,843	0.51
7,085,028	GNMA II, SF, 3.50%, 11/20/49	USA	USD	7,341,306	0.49
5,348,992	GNMA II, SF, 4.00%, 11/20/49	USA	USD	5,581,051	0.37
4,500,000	Sprint Spectrum Co. LLC, senior secured bond, first lien, 144A, 5.152%, 09/20/29	USA	USD	4,917,814	0.33
3,633,382	FNMA, 4.00%, 10/01/49	USA	USD	3,794,464	0.25
3,599,416	GNMA II, SF, 3.50%, 10/20/49	USA	USD	3,722,334	0.25
3,588,798	GNMA II, SF, 3.50%, 09/20/49	USA	USD	3,718,788	0.25
1,853,814	GNMA II, SF, 4.00%, 09/20/49	USA	USD	1,930,324	0.13
1,840,000	GNMA II, SF, 4.00%, 12/20/49	USA	USD	1,922,632	0.13
1,789,470	GNMA II, SF, 4.00%, 10/20/49	USA	USD	1,866,288	0.12
1,725,250	FNMA, 4.00%, 12/01/49	USA	USD	1,798,597	0.12
1,544,000	FNMA, 4.00%, 01/01/50	USA	USD	1,614,825	0.11
1,393,044	FNMA, 4.00%, 08/01/49	USA	USD	1,483,873	0.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
938,756	FNMA, 4.00%, 09/01/49	USA	USD	979,814	0.06
822,482	FHLMC, 4.00%, 10/01/49	USA	USD	857,449	0.06
351,993	FHLMC, 4.00%, 09/01/49	USA	USD	366,490	0.02
				49,625,892	3.30
	Corporate Bonds				
24,000,000	Tenet Healthcare Corp., senior note, 6.75%, 06/15/23	USA	USD	26,419,080	1.75
29,775,000	CHS/Community Health Systems Inc., secured note, Reg S, 9.875%, 06/30/23	USA	USD	25,991,044	1.73
27,011,000	Chesapeake Energy Corp., second lien, 144A, 11.50%, 01/01/25	USA	USD	25,592,922	1.70
30,000,000	CHS/Community Health Systems Inc., senior note, 144A, 6.875%, 04/01/28	USA	USD	17,211,900	1.14
16,000,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	16,808,480	1.12
15,000,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	16,620,450	1.10
16,100,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	16,381,750	1.09
13,122,000	CHS/Community Health Systems Inc., senior note, 144A, 8.00%, 12/15/27	USA	USD	13,286,025	0.88
10,000,000	JPMorgan Chase & Co., junior sub. bond, X, 6.10% to 10/01/24, FRN thereafter, Perpetual	USA	USD	10,920,150	0.73
10,000,000	JPMorgan Chase & Co., junior sub. bond, R, 6.00% to 08/01/23, FRN thereafter, Perpetual	USA	USD	10,744,650	0.71
10,000,000	DISH DBS Corp., senior bond, 5.875%, 07/15/22	USA	USD	10,617,800	0.71
10,289,000	Bausch Health Cos. Inc., senior note, 144A, 5.875%, 05/15/23	USA	USD	10,385,459	0.69
10,000,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	10,283,400	0.68
10,000,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 05/15/23	USA	USD	10,000,000	0.66
10,000,000	HighPoint Operating Corp., senior bond, 7.00%, 10/15/22	USA	USD	9,528,120	0.63
8,577,000	Weatherford International Ltd., senior note, 144A, 11.00%, 12/01/24	USA	USD	9,295,324	0.62
9,300,000	Mauser Packaging Solutions Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	9,206,907	0.61
8,500,000	HSBC Holdings PLC, senior note, 4.292% to 09/12/25, FRN thereafter, 09/12/26	GBR	USD	9,189,473	0.61
8,200,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	8,862,847	0.59
7,500,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 144A, 11.00%, 04/15/25	USA	USD	8,174,925	0.54
7,500,000	Par Pharmaceutical Inc., senior secured note, 144A, 7.50%, 04/01/27	USA	USD	7,481,437	0.50
7,000,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.25%, 05/15/27	USA	USD	7,446,250	0.49
6,600,000	Wells Fargo & Co., junior sub. bond, S, 5.90% to 06/15/24, FRN thereafter, Perpetual	USA	USD	7,190,931	0.48
6,700,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 05/15/24	AUS	USD	7,168,799	0.48
5,000,000	Kinder Morgan Inc., senior bond, 7.75%, 01/15/32	USA	USD	6,875,769	0.46
6,200,000	HCA Inc., senior bond, 5.875%, 05/01/23	USA	USD	6,864,919	0.46
6,300,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	6,522,485	0.43
6,000,000	Cigna Corp., senior note, 3.75%, 07/15/23	USA	USD	6,293,545	0.42
6,000,000	Netflix Inc., senior bond, 4.875%, 04/15/28	USA	USD	6,247,350	0.42
6,000,000	CHS/Community Health Systems Inc., senior secured note, 144A, 8.00%, 03/15/26	USA	USD	6,191,244	0.41
5,800,000	Bank of America Corp., junior sub. bond, U, 5.20% to 06/01/23, FRN thereafter, Perpetual	USA	USD	6,065,147	0.40
5,773,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	5,949,077	0.40
5,000,000	Prudential Financial Inc., junior sub. bond, 5.70% to 09/15/28, FRN thereafter, 09/15/48	USA	USD	5,720,100	0.38
5,500,000	BAT Capital Corp., senior note, 3.557%, 08/15/27	GBR	USD	5,613,764	0.37
5,500,000	Iron Mountain Inc., senior sub. bond, 5.75%, 08/15/24	USA	USD	5,575,570	0.37
5,000,000	DuPont de Nemours Inc., senior note, 4.493%, 11/15/25	USA	USD	5,505,054	0.37
5,000,000	JPMorgan Chase & Co., junior sub. bond, 6.125% to 04/30/24, FRN thereafter, Perpetual	USA	USD	5,466,075	0.36
5,000,000	CVS Health Corp., senior bond, 4.30%, 03/25/28	USA	USD	5,460,628	0.36
5,000,000	Citigroup Inc., sub. bond, 4.125%, 07/25/28	USA	USD	5,454,577	0.36
5,300,000	Ashtead Capital Inc., second lien, 144A, 4.25%, 11/01/29	GBR	USD	5,425,875	0.36
5,000,000	Bank of America Corp., senior bond, 3.419% to 12/20/27, FRN thereafter, 12/20/28	USA	USD	5,247,665	0.35
5,000,000	Ford Motor Co., senior note, 4.346%, 12/08/26	USA	USD	5,165,603	0.34
5,000,000	Mauser Packaging Solutions Holding Co., secured note, 144A, 5.50%, 04/15/24	USA	USD	5,162,950	0.34
5,000,000	General Motors Co., senior bond, 5.15%, 04/01/38	USA	USD	5,112,360	0.34
5,000,000	Shea Homes LP/Shea Homes Funding Corp., senior note, 144A, 5.875%, 04/01/23	USA	USD	5,108,325	0.34
4,600,000	Capital One Financial Corp., senior sub. note, 4.20%, 10/29/25	USA	USD	4,964,347	0.33
4,500,000	United Technologies Corp., senior note, 3.95%, 08/16/25	USA	USD	4,908,626	0.33
4,600,000	The Goldman Sachs Group Inc., senior note, 3.272% to 09/29/24, FRN thereafter, 09/29/25	USA	USD	4,761,209	0.32
4,500,000	Allergan Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	4,719,722	0.31
4,000,000	Kraft Heinz Foods Co., senior bond, 4.625%, 01/30/29	USA	USD	4,398,597	0.29
4,000,000	Bayer U.S. Finance II LLC, senior note, 144A, 4.25%, 12/15/25	DEU	USD	4,315,604	0.29
9,100,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	4,211,589	0.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
4,500,000	HighPoint Operating Corp., senior note, 8.75%, 06/15/25	USA	USD	4,117,500	0.27
4,000,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 7.75%, 04/15/23	USA	USD	4,001,660	0.27
3,500,000	Equinix Inc., senior bond, 5.375%, 05/15/27	USA	USD	3,807,580	0.25
3,600,000	Morgan Stanley, junior sub. bond, 5.55% to 07/15/20, FRN thereafter, Perpetual	USA	USD	3,672,252	0.24
3,500,000	CommScope Inc., senior bond, 144A, 5.50%, 06/15/24	USA	USD	3,552,535	0.24
3,400,000	Bausch Health Cos. Inc., senior note, first lien, 144A, 7.00%, 03/15/24	USA	USD	3,543,089	0.24
3,000,000	Tenet Healthcare Corp., senior note, second lien, 144A, 6.25%, 02/01/27	USA	USD	3,232,500	0.21
7,475,000	Mallinckrodt International Finance SA/Mallinckrodt CB LLC, senior note, 144A, 5.75%, 08/01/22	USA	USD	3,176,875	0.21
3,000,000	Post Holdings Inc., senior bond, 144A, 5.00%, 08/15/26	USA	USD	3,174,300	0.21
3,000,000	Syngenta Finance NV, senior note, 144A, 4.441%, 04/24/23	CHE	USD	3,132,973	0.21
3,000,000	Mylan NV, senior note, 3.95%, 06/15/26	USA	USD	3,130,146	0.21
3,000,000	BAT Capital Corp., senior note, 3.222%, 08/15/24	GBR	USD	3,067,964	0.20
2,500,000	Bristol-Myers Squibb Co., senior bond, 144A, 4.25%, 10/26/49	USA	USD	2,962,747	0.20
2,500,000	Bausch Health Cos. Inc., senior note, 144A, 9.00%, 12/15/25	USA	USD	2,849,250	0.19
2,500,000	Bristol-Myers Squibb Co., senior bond, 144A, 3.40%, 07/26/29	USA	USD	2,673,862	0.18
2,500,000	Shea Homes LP/Shea Homes Funding Corp., senior bond, 144A, 6.125%, 04/01/25	USA	USD	2,594,788	0.17
2,200,000	Bausch Health Cos. Inc., senior secured note, first lien, 144A, 6.50%, 03/15/22	USA	USD	2,252,250	0.15
2,500,000	CNX Resources Corp., senior note, 144A, 7.25%, 03/14/27	USA	USD	2,193,063	0.15
2,000,000	United Rentals North America Inc., senior bond, 4.875%, 01/15/28	USA	USD	2,086,160	0.14
1,700,000	Ascent Resources Utica Holdings LLC/ARU Finance Corp., senior note, 144A, 10.00%, 04/01/22	USA	USD	1,695,110	0.11
1,500,000	CVS Health Corp., senior note, 4.10%, 03/25/25	USA	USD	1,609,958	0.11
1,200,000	CVS Health Corp., senior bond, 5.05%, 03/25/48	USA	USD	1,420,036	0.09
2,000,000	Chesapeake Energy Corp., senior note, 7.00%, 10/01/24	USA	USD	1,209,980	0.08
1,000,000	Post Holdings Inc., senior bond, 144A, 5.625%, 01/15/28	USA	USD	1,079,350	0.07
1,000,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	1,037,490	0.07
2,000,000	Chesapeake Energy Corp., cvt., senior note, 5.50%, 09/15/26	USA	USD	972,768	0.06
799,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.75%, 01/15/24	USA	USD	815,312	0.05
2,000,000	Mallinckrodt International Finance SA/Mallinckrodt CB LLC, senior note, 144A, 5.50%, 04/15/25	USA	USD	715,000	0.05
				527,892,397	35.06
	Government and Municipal Bonds				
26,000,000	U.S. Treasury Note, 2.00%, 11/30/22	USA	USD	26,284,510	1.75
10,000,000	U.S. Treasury Note, 2.875%, 05/31/25	USA	USD	10,584,223	0.70
10,000,000	U.S. Treasury Note, 2.75%, 05/31/23	USA	USD	10,364,311	0.69
10,000,000	U.S. Treasury Note, 2.75%, 04/30/23	USA	USD	10,357,490	0.69
2,500	Credit Suisse AG, senior note, zero cpn., 02/08/21	USA	USD	7,724,025	0.51
				65,314,559	4.34
	Securities Maturing Within One Year				
35,000,000	U.S. Treasury Note, 2.50%, 06/30/20	USA	USD	35,149,381	2.33
25,000,000	U.S. Treasury Note, 2.25%, 03/31/20	USA	USD	25,035,766	1.66
24,000,000	U.S. Treasury Note, 2.50%, 05/31/20	USA	USD	24,083,359	1.60
900,000	Mallinckrodt International Finance SA/Mallinckrodt CB LLC, senior note, 144A, 4.875%, 04/15/20	USA	USD	695,873	0.05
				84,964,379	5.64
	TOTAL BONDS			727,797,227	48.34
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			910,159,434	60.45
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
100,000	Motors Liquidation Co., Escrow Account, cvt. pfd., C, 6.25% **	USA	USD	0	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
	TOTAL BONDS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			1,373,037,303	91.20

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin India Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Auto Components				
2,603,411	Bharat Forge Ltd.	IND	INR	17,627,889	1.04
43,597	Bosch Ltd.	IND	INR	9,393,686	0.55
				27,021,575	1.59
	Automobiles				
22,014,739	Tata Motors Ltd.	IND	INR	57,123,242	3.36
17,635,576	Tata Motors Ltd., A	IND	INR	19,030,752	1.12
2,160,144	Mahindra & Mahindra Ltd.	IND	INR	16,091,718	0.95
28,311	Eicher Motors Ltd.	IND	INR	8,933,211	0.53
				101,178,923	5.96
	Banks				
5,215,885	Kotak Mahindra Bank Ltd.	IND	INR	123,122,078	7.25
6,652,342	HDFC Bank Ltd.	IND	INR	118,596,374	6.99
13,128,435	ICICI Bank Ltd.	IND	INR	99,150,916	5.84
8,242,633	Axis Bank Ltd.	IND	INR	87,110,498	5.13
				427,979,866	25.21
	Beverages				
5,025,265	United Spirits Ltd.	IND	INR	42,224,058	2.49
252,263	United Breweries Ltd.	IND	INR	4,490,037	0.26
				46,714,095	2.75
	Building Products				
2,373,815	Kajaria Ceramics Ltd.	IND	INR	17,472,183	1.03
	Capital Markets				
3,166,183	Motilal Oswal Financial Services Ltd.	IND	INR	33,698,517	1.99
1,180,846	Care Ratings Ltd.	IND	INR	10,573,913	0.62
				44,272,430	2.61
	Chemicals				
1,416,092	Asian Paints Ltd.	IND	INR	35,423,634	2.09
	Construction & Engineering				
2,766,888	Larsen & Toubro Ltd.	IND	INR	50,339,486	2.96
	Construction Materials				
1,170,452	UltraTech Cement Ltd.	IND	INR	66,368,262	3.91
120,770	Shree Cement Ltd.	IND	INR	34,466,460	2.03
1,508,951	Grasim Industries Ltd.	IND	INR	15,726,037	0.93
				116,560,759	6.87
	Food Products				
4,458,178	Tata Global Beverages Ltd.	IND	INR	20,077,577	1.18
63,419	Nestle India Ltd.	IND	INR	13,140,945	0.78
				33,218,522	1.96
	Health Care Providers & Services				
3,956,580	Narayana Hrudayalaya Ltd., Reg S	IND	INR	17,039,549	1.00
	Hotels, Restaurants & Leisure				
12,684,522	Indian Hotels Co. Ltd.	IND	INR	25,776,129	1.52
	Household Durables				
8,597,808	Crompton Greaves Consumer Electricals Ltd.	IND	INR	28,900,347	1.70
	Household Products				
2,433,697	Hindustan Unilever Ltd.	IND	INR	65,587,546	3.86
	Insurance				
2,470,420	ICICI Prudential Life Insurance Co. Ltd., Reg S	IND	INR	16,703,162	0.98
213,898	ICICI Lombard General Insurance Co. Ltd., 144A, Reg S	IND	INR	4,157,154	0.25
				20,860,316	1.23

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin India Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
688,766	MakeMyTrip Ltd.	IND	USD	15,772,741	0.93
	IT Services				
8,552,449	Infosys Ltd.	IND	INR	87,633,986	5.16
2,017,544	Tata Consultancy Services Ltd.	IND	INR	61,121,503	3.60
675,764	eClerx Services Ltd.	IND	INR	5,379,216	0.32
				154,134,705	9.08
	Machinery				
3,368,293	Cummins India Ltd.	IND	INR	26,002,722	1.53
	Metals & Mining				
11,330,625	Hindalco Industries Ltd.	IND	INR	34,322,957	2.02
1,455,993	Tata Steel Ltd.	IND	INR	9,632,142	0.57
332,388	Tata Steel Ltd.	IND	INR	293,701	0.02
				44,248,800	2.61
	Multiline Retail				
3,674,505	Trent Ltd.	IND	INR	27,146,175	1.60
	Oil, Gas & Consumable Fuels				
3,407,789	Reliance Industries Ltd.	IND	INR	72,308,359	4.26
	Personal Products				
3,360,001	Godrej Consumer Products Ltd.	IND	INR	32,234,443	1.90
	Pharmaceuticals				
413,531	Dr Reddy's Laboratories Ltd.	IND	INR	16,659,177	0.98
2,832,616	Cadila Healthcare Ltd.	IND	INR	10,095,077	0.60
				26,754,254	1.58
	Professional Services				
413,730	TeamLease Services Ltd.	IND	INR	14,378,647	0.85
	Real Estate Management & Development				
4,675,615	Oberoi Realty Ltd.	IND	INR	34,771,426	2.05
	Textiles, Apparel & Luxury Goods				
1,840,523	Titan Co. Ltd.	IND	INR	30,641,851	1.80
	Thrifts & Mortgage Finance				
2,336,195	Housing Development Finance Corp. Ltd.	IND	INR	78,987,979	4.65
	Wireless Telecommunication Services				
13,804,442	Bharti Airtel Ltd.	IND	INR	88,179,731	5.19
	TOTAL SHARES			1,703,907,193	100.37
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,703,907,193	100.37
	TOTAL INVESTMENTS			1,703,907,193	100.37

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Innovation Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
173	Raytheon Co.	USA	USD	38,015	1.14
324	HEICO Corp.	USA	USD	36,985	1.11
104	The Boeing Co.	USA	USD	33,879	1.01
27	Mercury Systems Inc.	USA	USD	1,866	0.06
				110,745	3.32
	Biotechnology				
171	Neurocrine Biosciences Inc.	USA	USD	18,381	0.55
64	Deciphera Pharmaceuticals Inc.	USA	USD	3,983	0.12
69	Iovance Biotherapeutics Inc.	USA	USD	1,910	0.06
33	PTC Therapeutics Inc.	USA	USD	1,585	0.05
14	uniQure NV	NLD	USD	1,003	0.03
9	CRISPR Therapeutics AG	CHE	USD	548	0.01
				27,410	0.82
	Capital Markets				
171	MSCI Inc.	USA	USD	44,149	1.32
339	Intercontinental Exchange Inc.	USA	USD	31,374	0.94
121	Moody's Corp.	USA	USD	28,727	0.86
68	CME Group Inc.	USA	USD	13,649	0.41
224	Tradeweb Markets Inc.	USA	USD	10,382	0.31
49	Assetmark Financial Holdings Inc.	USA	USD	1,422	0.05
				129,703	3.89
	Communications Equipment				
3	Motorola Solutions Inc.	USA	USD	483	0.02
	Diversified Consumer Services				
117	Bright Horizons Family Solutions Inc.	USA	USD	17,584	0.53
	Electronic Equipment, Instruments & Components				
303	Amphenol Corp., A	USA	USD	32,794	0.98
252	Keysight Technologies Inc.	USA	USD	25,863	0.78
24	Keyence Corp.	JPN	JPY	8,500	0.25
				67,157	2.01
	Entertainment				
337	Sea Ltd., ADR	TWN	USD	13,554	0.41
34	Netflix Inc.	USA	USD	11,002	0.33
				24,556	0.74
	Equity Real Estate Investment Trusts (REITs)				
180	SBA Communications Corp., A	USA	USD	43,378	1.30
172	American Tower Corp.	USA	USD	39,529	1.18
45	Equinix Inc.	USA	USD	26,266	0.79
164	Crown Castle International Corp.	USA	USD	23,313	0.70
				132,486	3.97
	Health Care Equipment & Supplies				
339	Danaher Corp.	USA	USD	52,030	1.56
172	IDEXX Laboratories Inc.	USA	USD	44,914	1.35
484	Abbott Laboratories	USA	USD	42,040	1.26
158	Edwards Lifesciences Corp.	USA	USD	36,860	1.10
59	Intuitive Surgical Inc.	USA	USD	34,878	1.05
162	Stryker Corp.	USA	USD	34,010	1.02
84	Becton Dickinson and Co.	USA	USD	22,845	0.68
116	ResMed Inc.	USA	USD	17,977	0.54
84	STERIS PLC	USA	USD	12,803	0.38
188	Siemens Healthineers AG	DEU	EUR	9,028	0.27
102	Alcon Inc.	CHE	USD	5,770	0.17
53	Baxter International Inc.	USA	USD	4,432	0.13
				317,587	9.51

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Innovation Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Providers & Services				
64	UnitedHealth Group Inc.	USA	USD	18,815	0.56
30	Guardant Health Inc.	USA	USD	2,344	0.07
				21,159	0.63
	Health Care Technology				
339	Veeva Systems Inc.	USA	USD	47,684	1.43
182	Inspire Medical Systems Inc.	USA	USD	13,506	0.40
				61,190	1.83
	Industrial Conglomerates				
93	Roper Technologies Inc.	USA	USD	32,943	0.99
	Interactive Media & Services				
69	Alphabet Inc., A	USA	USD	92,418	2.77
265	Facebook Inc., A	USA	USD	54,391	1.63
773	Tencent Holdings Ltd.	CHN	HKD	37,260	1.12
19	Alphabet Inc., C	USA	USD	25,404	0.76
248	Match Group Inc.	USA	USD	20,363	0.61
289	Adevinta ASA, B	FRA	NOK	3,424	0.10
				233,260	6.99
	Internet & Direct Marketing Retail				
119	Amazon.com Inc.	USA	USD	219,893	6.59
211	Alibaba Group Holding Ltd., ADR	CHN	USD	44,753	1.34
71	MercadoLibre Inc.	ARG	USD	40,608	1.21
6	Booking Holdings Inc.	USA	USD	12,322	0.37
122	Delivery Hero SE	DEU	EUR	9,654	0.29
9	Zalando SE	DEU	EUR	456	0.01
8	Chewy Inc., A	USA	USD	232	0.01
				327,918	9.82
	IT Services				
341	Mastercard Inc., A	USA	USD	101,819	3.05
442	Visa Inc., A	USA	USD	83,052	2.49
143	Shopify Inc., A	CAN	CAD	56,854	1.70
415	PayPal Holdings Inc.	USA	USD	44,891	1.35
35	Adyen NV	NLD	EUR	28,692	0.86
208	Fiserv Inc.	USA	USD	24,051	0.72
258	InterXion Holding NV	NLD	USD	21,623	0.65
155	MongoDB Inc.	USA	USD	20,400	0.61
102	Okta Inc., A	USA	USD	11,768	0.35
66	Twilio Inc., A	USA	USD	6,486	0.19
24	EPAM Systems Inc.	USA	USD	5,092	0.15
369	Network International Holdings Ltd.	ARE	GBP	3,133	0.09
9	Jack Henry & Associates Inc.	USA	USD	1,311	0.04
10	Afterpay Ltd.	AUS	AUD	205	0.01
				409,377	12.26
	Life Sciences Tools & Services				
110	Thermo Fisher Scientific Inc.	USA	USD	35,736	1.07
83	Illumina Inc.	USA	USD	27,534	0.82
103	IQVIA Holdings Inc.	USA	USD	15,915	0.48
32	Waters Corp.	USA	USD	7,477	0.22
35	Repligen Corp.	USA	USD	3,237	0.10
99	Evotec SE	DEU	EUR	2,559	0.08
15	10X Genomics Inc., A	USA	USD	1,144	0.03
				93,602	2.80
	Machinery				
341	Fortive Corp.	USA	USD	26,049	0.78
	Media				
238	Liberty Broadband Corp., A	USA	USD	29,645	0.89
19	Charter Communications Inc., A	USA	USD	9,217	0.27
				38,862	1.16

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Innovation Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
284	AstraZeneca PLC	GBR	GBP	28,613	0.86
171	Merck KGaA	DEU	EUR	20,203	0.60
352	Elanco Animal Health Inc.	USA	USD	10,366	0.31
68	Zoetis Inc.	USA	USD	9,000	0.27
48	Catalent Inc.	USA	USD	2,702	0.08
11	Reata Pharmaceuticals Inc.	USA	USD	2,249	0.07
				73,133	2.19
	Professional Services				
54	CoStar Group Inc.	USA	USD	32,308	0.97
173	Verisk Analytics Inc.	USA	USD	25,836	0.77
170	TransUnion	USA	USD	14,554	0.44
				72,698	2.18
	Semiconductors & Semiconductor Equipment				
129	Lam Research Corp.	USA	USD	37,719	1.13
154	NVIDIA Corp.	USA	USD	36,236	1.09
340	Xilinx Inc.	USA	USD	33,242	1.00
149	Monolithic Power Systems	USA	USD	26,525	0.79
222	Analog Devices Inc.	USA	USD	26,382	0.79
68	ASML Holding NV	NLD	USD	20,124	0.60
269	Intel Corp.	USA	USD	16,100	0.48
88	KLA Corp.	USA	USD	15,679	0.47
9	Teradyne Inc.	USA	USD	614	0.02
				212,621	6.37
	Software				
854	Microsoft Corp.	USA	USD	134,676	4.03
244	ServiceNow Inc.	USA	USD	68,886	2.06
170	Adobe Inc.	USA	USD	56,068	1.68
342	salesforce.com Inc.	USA	USD	55,623	1.67
174	Intuit Inc.	USA	USD	45,576	1.37
207	Workday Inc., A	USA	USD	34,041	1.02
127	ANSYS Inc.	USA	USD	32,691	0.98
172	Autodesk Inc.	USA	USD	31,555	0.94
171	Hubspot Inc.	USA	USD	27,104	0.81
178	Synopsys Inc.	USA	USD	24,778	0.74
165	Coupa Software Inc.	USA	USD	24,131	0.72
195	Aspen Technology Inc.	USA	USD	23,581	0.71
180	Atlassian Corp. PLC	USA	USD	21,661	0.65
67	Tyler Technologies Inc.	USA	USD	20,101	0.60
191	Alteryx Inc.	USA	USD	19,113	0.57
172	Guidewire Software Inc.	USA	USD	18,880	0.57
218	Q2 Holdings Inc.	USA	USD	17,675	0.53
254	Cadence Design Systems Inc.	USA	USD	17,617	0.53
223	Zendesk Inc.	USA	USD	17,089	0.51
16	Constellation Software Inc.	CAN	CAD	15,539	0.47
72	RingCentral Inc., A	USA	USD	12,144	0.36
181	Anaplan Inc.	USA	USD	9,484	0.28
34	Paycom Software Inc.	USA	USD	9,002	0.27
192	Smartsheet Inc. A	USA	USD	8,625	0.26
163	Lightspeed POS Inc	CAN	CAD	4,528	0.14
33	Paylocity Holding Corp.	USA	USD	3,987	0.12
33	Globant SA	ARG	USD	3,500	0.10
18	DocuSign Inc.	USA	USD	1,334	0.04
8	Avalara Inc.	USA	USD	586	0.02
				759,575	22.75
	Technology Hardware, Storage & Peripherals				
135	Apple Inc.	USA	USD	39,643	1.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Innovation Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Textiles, Apparel & Luxury Goods				
83	NIKE Inc., B	USA	USD	8,409	0.25
	TOTAL SHARES			3,238,150	97.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			3,238,150	97.00
	TOTAL INVESTMENTS			3,238,150	97.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Japan Fund

(Currency — JPY)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Auto Components				
35,900	Koito Manufacturing Co. Ltd.	JPN	JPY	183,090,000	2.86
	Automobiles				
40,300	Suzuki Motor Corp.	JPN	JPY	184,050,100	2.88
	Banks				
41,300	Chuo Mitsui Trust Holdings Inc.	JPN	JPY	179,118,100	2.80
289,000	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	171,434,800	2.68
42,200	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	170,403,600	2.67
				520,956,500	8.15
	Beverages				
26,100	Asahi Group Holdings Ltd.	JPN	JPY	130,056,300	2.03
	Building Products				
8,700	Daikin Industries Ltd.	JPN	JPY	134,415,000	2.10
	Chemicals				
108,200	Air Water Inc.	JPN	JPY	173,120,000	2.71
	Commercial Services & Supplies				
7,000	Secom Co. Ltd.	JPN	JPY	68,439,000	1.07
	Construction & Engineering				
63,500	COMSYS Holdings Corp.	JPN	JPY	199,072,500	3.12
70,900	Kyowa Exeo Corp.	JPN	JPY	196,180,300	3.07
107,200	Mirait Holdings Corp.	JPN	JPY	176,987,200	2.77
107,100	Raito Kogyo Co. Ltd.	JPN	JPY	169,646,400	2.65
52,100	Totetsu Kogyo Co. Ltd.	JPN	JPY	165,678,000	2.59
				907,564,400	14.20
	Consumer Finance				
352,900	Acom Co. Ltd.	JPN	JPY	175,391,300	2.74
	Electronic Equipment, Instruments & Components				
30,500	Murata Manufacturing Co. Ltd.	JPN	JPY	205,753,000	3.22
3,500	Keyence Corp.	JPN	JPY	134,715,000	2.11
88,600	Topcon Corp.	JPN	JPY	126,077,800	1.97
				466,545,800	7.30
	Equity Real Estate Investment Trusts (REITs)				
1,061	Industrial & Infrastructure Fund Investment Corp.	JPN	JPY	175,807,700	2.75
987	GLP J-REIT	JPN	JPY	133,146,300	2.08
				308,954,000	4.83
	Food & Staples Retailing				
12,700	Tsuruha Holdings Inc.	JPN	JPY	178,054,000	2.79
40,900	Sundrug Co. Ltd.	JPN	JPY	161,759,500	2.53
				339,813,500	5.32
	Food Products				
74,000	Ajinomoto Co. Inc.	JPN	JPY	134,310,000	2.10
	Health Care Providers & Services				
40,100	Ship Healthcare Holdings Inc.	JPN	JPY	202,505,000	3.17
	Household Durables				
191,600	Panasonic Corp.	JPN	JPY	197,252,200	3.09
26,600	Sony Corp.	JPN	JPY	196,866,600	3.08
				394,118,800	6.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Japan Fund

(Currency — JPY)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	IT Services				
18,900	Fujitsu Ltd.	JPN	JPY	194,103,000	3.04
21,500	TIS Inc.	JPN	JPY	138,245,000	2.16
				332,348,000	5.20
	Machinery				
79,200	CKD Corp.	JPN	JPY	145,569,600	2.28
20,300	Daifuku Co. Ltd.	JPN	JPY	135,198,000	2.11
2,600	SMC Corp.	JPN	JPY	130,754,000	2.05
				411,521,600	6.44
	Media				
71,300	Tokyo Broadcasting System Holdings Inc.	JPN	JPY	133,045,800	2.08
	Oil, Gas & Consumable Fuels				
315,700	JXTG Holdings Inc.	JPN	JPY	157,187,030	2.46
	Pharmaceuticals				
94,300	Astellas Pharma Inc.	JPN	JPY	176,341,000	2.76
	Professional Services				
29,400	MEITEC Corp.	JPN	JPY	180,810,000	2.83
	Real Estate Management & Development				
54,700	Daiwa House Industry Co. Ltd.	JPN	JPY	185,433,000	2.90
	Road & Rail				
22,600	East Japan Railway Co.	JPN	JPY	222,790,800	3.49
28,200	Keisei Electric Railway Co. Ltd.	JPN	JPY	119,568,000	1.87
				342,358,800	5.36
	Semiconductors & Semiconductor Equipment				
22,300	Rohm Co. Ltd.	JPN	JPY	195,794,000	3.06
	Tobacco				
54,000	Japan Tobacco Inc.	JPN	JPY	131,355,000	2.06
	TOTAL SHARES			6,569,523,930	102.78
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			6,569,523,930	102.78
	TOTAL INVESTMENTS			6,569,523,930	102.78

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
38,546	United Technologies Corp.	USA	USD	5,772,649	0.25
30,158	General Dynamics Corp.	USA	USD	5,318,363	0.23
41,627	HEICO Corp.	USA	USD	4,751,722	0.21
3,813	L3Harris Technologies Inc.	USA	USD	754,478	0.03
58	Lockheed Martin Corp.	USA	USD	22,584	0.00
				16,619,796	0.72
	Air Freight & Logistics				
72,930	DSV Panalpina A/S	DNK	GBP	8,405,421	0.37
7,851	United Parcel Service Inc., B	USA	USD	919,038	0.04
				9,324,459	0.41
	Airlines				
47,638	Delta Air Lines Inc.	USA	USD	2,785,870	0.12
	Auto Components				
66,264	Lear Corp.	USA	USD	9,091,421	0.40
76,317	Freni Brembo SpA	ITA	USD	946,789	0.04
				10,038,210	0.44
	Automobiles				
80,843	Harley-Davidson Inc.	USA	USD	3,006,551	0.13
	Banks				
44,958	JPMorgan Chase & Co.	USA	USD	6,267,145	0.27
428,100	Barclays PLC	GBR	GBP	1,018,669	0.05
2,717	Hope Bancorp Inc.	USA	USD	40,375	0.00
282	Citigroup Inc.	USA	USD	22,529	0.00
376	Popular Inc.	PRI	USD	22,090	0.00
				7,370,808	0.32
	Beverages				
561,146	Davide Campari-Milano SpA	ITA	EUR	5,123,621	0.22
13,529	Remy Cointreau SA	FRA	EUR	1,661,715	0.07
				6,785,336	0.29
	Biotechnology				
164,909	The Medicines Co.	USA	USD	14,007,371	0.61
86,571	Audentes Therapeutics Inc.	USA	USD	5,180,409	0.22
60,489	BioMarin Pharmaceutical Inc.	USA	USD	5,114,345	0.22
88,064	Ra Pharmaceuticals Inc.	USA	USD	4,132,844	0.18
31,404	Sarepta Therapeutics Inc.	USA	USD	4,052,372	0.18
31,566	Exact Sciences Corp.	USA	USD	2,919,224	0.13
12,231	Vertex Pharmaceuticals Inc.	USA	USD	2,677,977	0.12
114,834	Immunomedics Inc.	USA	USD	2,429,887	0.11
66,302	Natera Inc.	USA	USD	2,233,714	0.10
102,559	ArQule Inc.	USA	USD	2,047,078	0.09
89,711	Assembly Biosciences Inc.	USA	USD	1,835,487	0.08
14,186	Mirati Therapeutics Inc.	USA	USD	1,828,008	0.08
10,811	Argenx SE, ADR	NLD	USD	1,735,382	0.08
171,356	Amicus Therapeutics Inc.	USA	USD	1,669,007	0.07
14,818	Alexion Pharmaceuticals Inc.	USA	USD	1,602,567	0.07
45,981	Apellis Pharmaceuticals Inc.	USA	USD	1,407,938	0.06
16,017	Sage Therapeutics Inc.	USA	USD	1,156,267	0.05
10,600	Neurocrine Biosciences Inc.	USA	USD	1,139,394	0.05
22,424	Agios Pharmaceuticals Inc.	USA	USD	1,070,746	0.05
16,476	Turning Point Therapeutics Inc.	USA	USD	1,026,290	0.04
50,934	Fate Therapeutics Inc.	USA	USD	996,778	0.04
77,279	ProQR Therapeutics NV	NLD	USD	765,835	0.03
7,799	Madrigal Pharmaceuticals Inc.	USA	USD	710,567	0.03
12,367	Principia Biopharma Inc.	USA	USD	677,464	0.03
5,167	Intercept Pharmaceuticals Inc.	USA	USD	640,295	0.03
23,535	Momenta Pharmaceutical Inc.	USA	USD	464,346	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Biotechnology (continued)				
9,539	Constellation Pharmaceuticals Inc.	USA	USD	449,382	0.02
11,314	SpringWorks Therapeutics Inc.	USA	USD	435,476	0.02
27,717	Gossamer Bio Inc.	USA	USD	433,217	0.02
122,194	Innovent Biologics Inc., 144A, Reg S	CHN	USD	416,341	0.02
8,449	Zai Lab Ltd., ADR	CHN	GBP	351,394	0.01
7,167	Acadia Pharmaceuticals Inc.	USA	USD	306,604	0.01
23,339	Cytokinetics Inc.	USA	USD	247,627	0.01
4,160	NextCure Inc.	USA	USD	234,333	0.01
14,303	Invitae Corp.	USA	USD	230,707	0.01
2,790	Blueprint Medicines Corp.	USA	USD	223,507	0.01
3,285	Deciphera Pharmaceuticals Inc.	USA	USD	204,458	0.01
92	Amgen Inc.	USA	USD	22,178	0.00
248	AbbVie Inc.	USA	USD	21,958	0.00
336	Gilead Sciences Inc.	USA	USD	21,833	0.00
				67,120,607	2.92
	Building Products				
25,694	Advanced Drainage Systems Inc.	USA	USD	997,955	0.04
	Capital Markets				
17,856	Moody's Corp.	USA	USD	4,239,193	0.18
52,858	Amundi SA, Reg S,	FRA	USD	4,144,428	0.18
221,725	Anima Holding SpA, Reg S	ITA	EUR	1,144,559	0.05
22,016	The Charles Schwab Corp.	USA	USD	1,047,081	0.05
19,526	Bolsas y Mercados Espanoles SHMSF SA	ESP	EGP	753,002	0.03
32,553	ARYA Sciences Acquisition Corp.	USA	USD	374,360	0.02
237	LPL Financial Holdings Inc.	USA	USD	21,863	0.00
63	Apollo Global Management INC, A	USA	USD	3,006	0.00
				11,727,492	0.51
	Chemicals				
24,602	The Sherwin-Williams Co.	USA	USD	14,356,251	0.62
18,171	Ingevity Corp.	USA	USD	1,587,782	0.07
450	CF Industries Holdings Inc.	USA	USD	21,483	0.00
37	LyondellBasell Industries NV, A	USA	USD	3,496	0.00
				15,969,012	0.69
	Commercial Services & Supplies				
281,672	Advanced Disposal Services Inc.	USA	ARS	9,258,559	0.40
1,189	Edenred	FRA	EUR	61,484	0.01
				9,320,043	0.41
	Communications Equipment				
472	Cisco Systems Inc.	USA	USD	22,637	0.00
	Construction Materials				
122,413	LafargeHolcim Ltd., B	CHE	CHF	6,792,290	0.29
59,939	Heidelberger Zement AG	DEU	EUR	4,367,493	0.19
86,366	Buzzi Unicem SpA	ITA	EUR	2,174,883	0.09
154,767	Cemex SAB de CV, CPO, ADR	MEX	USD	585,019	0.03
				13,919,685	0.60
	Containers & Packaging				
180,900	Ball Corp.	USA	USD	11,698,803	0.51
	Distributors				
13,835	Pool Corp.	USA	USD	2,938,277	0.13
	Diversified Consumer Services				
64,763	frontdoor Inc.	USA	USD	3,071,061	0.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Diversified Telecommunication Services				
626,371	Zayo Group Holdings Inc.	USA	USD	21,703,755	0.94
15,248	Bandwidth Inc., A	USA	USD	976,634	0.04
174,331	Telecom Italia SpA/Milano	ITA	USD	108,802	0.01
12,574	ORBCOMM Inc.	USA	USD	52,937	0.00
579	AT&T Inc.	USA	USD	22,627	0.00
366	Verizon Communications Inc.	USA	USD	22,472	0.00
				22,887,227	0.99
	Electric Utilities				
184,094	El Paso Electric Co.	USA	USD	12,498,142	0.54
1,081,373	EDP- Energias de Portugal SA	PRT	EUR	4,686,940	0.21
489	Exelon Corp.	USA	USD	22,294	0.00
215	Duke Energy Corp.	USA	USD	19,610	0.00
240	Evergy Inc.	USA	USD	15,622	0.00
279	FirstEnergy Corp.	USA	USD	13,559	0.00
				17,256,167	0.75
	Electrical Equipment				
29,813	OSRAM Licht AG	DEU	EUR	1,356,042	0.06
234	Eaton Corp. PLC	USA	USD	22,164	0.00
68	Rockwell Automation Inc.	USA	USD	13,782	0.00
				1,391,988	0.06
	Electronic Equipment, Instruments & Components				
22,751	Anixter International Inc.	USA	USD	2,095,367	0.09
14,370	Tech Data Corp.	USA	USD	2,063,532	0.09
21,356	Flex Ltd.	SGP	USD	269,513	0.01
				4,428,412	0.19
	Energy Equipment & Services				
11,203	Valaris PLC	USA	USD	73,492	0.00
	Entertainment				
35,893	The Walt Disney Co.	USA	USD	5,191,205	0.23
1,713	Spotify Technology SA	USA	USD	256,179	0.01
7,324	Cineplex Inc.	CAN	NOK	190,919	0.01
				5,638,303	0.25
	Equity Real Estate Investment Trusts (REITs)				
57,624	VICI Properties Inc.	USA	USD	1,472,293	0.07
2,067	The Macerich Co.	USA	USD	55,644	0.00
671	Iron Mountain Inc.	USA	USD	21,385	0.00
				1,549,322	0.07
	Food Products				
12	Chocoladefabriken Lindt & Spruengli AG	CHE	CHF	1,060,136	0.05
243	Tyson Foods Inc.	USA	USD	22,123	0.00
				1,082,259	0.05
	Gas Utilities				
48,197	AltaGas Canada Inc.	CAN	USD	1,238,561	0.05
	Health Care Equipment & Supplies				
344,046	Wright Medical Group NV	USA	USD	10,486,523	0.46
7,440	Intuitive Surgical Inc.	USA	USD	4,398,156	0.19
73,851	Boston Scientific Corp.	USA	USD	3,339,542	0.15
14,041	DexCom Inc.	USA	USD	3,071,328	0.13
32,959	Abbott Laboratories	USA	USD	2,862,819	0.12
10,000	Edwards Lifesciences Corp.	USA	USD	2,332,900	0.10
8,532	IDEXX Laboratories Inc.	USA	USD	2,227,961	0.10
9,902	Danaher Corp.	USA	USD	1,519,759	0.07
3,001	Teleflex Inc.	USA	USD	1,129,696	0.05
24,816	Silk Road Medical Inc.	USA	USD	1,002,070	0.04
21,618	Shockwave Medical Inc.	USA	USD	949,463	0.04
5,735	Zimmer Biomet Holdings Inc.	USA	HKD	858,415	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies (continued)				
12,648	Tandem Diabetes Care Inc.	USA	USD	753,947	0.03
2,052	Align Technology Inc.	USA	USD	572,590	0.02
6,186	iRhythm Technologies Inc.	USA	USD	421,205	0.02
3,720	Glaukos Corp.	USA	USD	202,628	0.01
				36,129,002	1.57
	Health Care Providers & Services				
66,799	WellCare Health Plans Inc.	USA	USD	22,057,670	0.96
13,763	UnitedHealth Group Inc.	USA	USD	4,046,047	0.18
8,391	Humana Inc.	USA	USD	3,075,469	0.14
10,431	Cigna Corp.	USA	USD	2,133,035	0.09
6,314	Anthem Inc.	USA	USD	1,907,017	0.08
17,630	Guardant Health Inc.	USA	USD	1,377,608	0.06
10,865	Centene Corp.	USA	USD	683,083	0.03
194,785	Jinxin Fertility Group Ltd., 144A, Reg S	CHN	USD	260,470	0.01
248	AmerisourceBergen Corp.	USA	USD	21,085	0.00
				35,561,484	1.55
	Health Care Technology				
14,145	Tabula Rasa Healthcare Inc.	USA	USD	688,579	0.03
7,950	Teladoc Health Inc.	USA	USD	665,574	0.03
12,488	Phreesia Inc.	USA	USD	332,680	0.01
1,345	Evolent Health Inc., A	USA	USD	12,172	0.00
				1,699,005	0.07
	Hotels, Restaurants & Leisure				
556,200	Caesars Entertainment Corp.	USA	USD	7,564,320	0.33
244,513	The Stars Group Inc.	CAN	USD	6,379,344	0.28
30,500	Wynn Resorts Ltd.	USA	USD	4,235,535	0.18
255	Starbucks Corp.	USA	USD	22,420	0.00
222	Yum! Brands Inc.	USA	USD	22,362	0.00
97	McDonald's Corp.	USA	USD	19,168	0.00
				18,243,149	0.79
	Household Durables				
1,064	NVR Inc.	USA	USD	4,052,148	0.18
66,229	KB Home	USA	USD	2,269,668	0.10
6,512	Sony Corp.	JPN	JPY	443,563	0.02
227	Garmin Ltd.	USA	USD	22,146	0.00
				6,787,525	0.30
	Household Products				
189	The Procter & Gamble Co.	USA	USD	23,606	0.00
	Independent Power and Renewable Electricity Producers				
114,480	Clearway Energy Inc., C	USA	USD	2,283,876	0.10
69,713	Pattern Energy Group Inc.	USA	USD	1,865,171	0.08
				4,149,047	0.18
	Industrial Conglomerates				
31,917	Smiths Group PLC	GBR	GBP	713,217	0.03
129	Honeywell International Inc.	USA	USD	22,833	0.00
				736,050	0.03
	Insurance				
37,847	Trupanion Inc.	USA	USD	1,417,749	0.07
126,983	RSA Insurance Group PLC	GBR	GBP	951,349	0.04
311	The Progressive Corp.	USA	USD	22,513	0.00
435	MetLife Inc.	USA	USD	22,172	0.00
752	Unum Group	USA	USD	21,928	0.00
187	Prudential Financial Inc.	USA	USD	17,529	0.00
				2,453,240	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Interactive Media & Services				
153,587	Tencent Holdings Ltd.	CHN	HKD	7,403,113	0.32
4,031	Alphabet Inc., A	USA	USD	5,399,081	0.23
23,454	Facebook Inc., A	USA	USD	4,813,934	0.21
1,018	Alphabet Inc., C	USA	USD	1,361,086	0.06
23,841	Yandex NV, A	RUS	USD	1,036,845	0.05
				20,014,059	0.87
	Internet & Direct Marketing Retail				
39,873	Alibaba Group Holding Ltd., ADR	CHN	USD	8,457,063	0.37
1,904	Amazon.com Inc.	USA	USD	3,518,287	0.15
66,801	eBay Inc.	USA	USD	2,412,184	0.11
159	Expedia Group Inc.	USA	USD	17,194	0.00
				14,404,728	0.63
	IT Services				
39,946	Mastercard Inc., A	USA	USD	11,927,476	0.52
63,798	PayPal Holdings Inc.	USA	USD	6,901,030	0.30
36,197	Global Payments Inc.	USA	USD	6,608,124	0.29
27,197	Wirecard AG	DEU	EUR	3,279,489	0.14
11,214	FleetCor Technologies Inc.	USA	USD	3,226,492	0.14
13,093	Visa Inc., A	USA	USD	2,460,175	0.11
29,368	ExlService Holdings Inc.	USA	USD	2,039,901	0.09
22,651	InterXion Holding NV	NLD	USD	1,898,380	0.08
7,903	EPAM Systems Inc.	USA	USD	1,676,700	0.07
25,894	Genpact Ltd.	USA	USD	1,091,950	0.05
13,916	GoDaddy Inc., A	USA	USD	945,175	0.04
4,614	VeriSign Inc.	USA	USD	889,026	0.04
15,438	StoneCo. Ltd., A	BRA	USD	615,822	0.03
601	Automatic Data Processing Inc.	USA	USD	102,471	0.00
473	WEX Inc.	USA	USD	99,075	0.00
168	Fidelity National Information Services Inc.	USA	USD	23,367	0.00
233	Leidos Holdings Inc.	USA	USD	22,808	0.00
261	Paychex Inc.	USA	USD	22,201	0.00
234	CSG Systems International Inc.	USA	USD	12,117	0.00
				43,841,779	1.90
	Leisure products				
9,423	Polaris Inc.	USA	USD	958,319	0.04
	Life Sciences Tools & Services				
112,791	Gerresheimer AG	DEU	EUR	8,729,719	0.38
9,459	Eurofins Scientific SE	LUX	EUR	5,243,541	0.23
6,321	Mettler-Toledo International Inc.	USA	USD	5,014,323	0.22
15,088	Thermo Fisher Scientific Inc.	USA	USD	4,901,639	0.21
14,616	Illumina Inc.	USA	USD	4,848,712	0.21
131,300	QIAGEN NV	NLD	RUB	4,437,940	0.19
12,787	IQVIA Holdings Inc.	USA	USD	1,975,719	0.09
82,720	Wuxi Biologics Cayman Inc.	CHN	USD	1,047,230	0.05
50,077	Avantor Inc	USA	USD	908,898	0.04
8,636	Repligen Corp.	USA	USD	798,830	0.03
5,411	Pacific Biosciences of California Inc.	USA	USD	27,813	0.00
				37,934,364	1.65
	Machinery				
87,200	WABCO Holdings Inc.	USA	USD	11,815,600	0.51
288,022	Volvo AB, B	SWE	USD	4,824,788	0.21
24,437	Caterpillar Inc.	USA	USD	3,608,856	0.16
45,435	PACCAR Inc.	USA	USD	3,593,909	0.16
17,379	Deere & Co.	USA	USD	3,011,086	0.13
36,860	ITT Inc.	USA	USD	2,724,323	0.12
34,340	KION Group AG	DEU	USD	2,371,241	0.10
85,815	Trinity Industries Inc.	USA	USD	1,900,802	0.08
59,404	Sandvik AB	SWE	USD	1,158,417	0.05
14,407	Westinghouse Air Brake Technologies Corp.	USA	GBP	1,120,865	0.05

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Machinery (continued)				
29,261	The Greenbrier Cos. Inc.	USA	USD	948,934	0.04
124	Illinois Tool Works Inc.	USA	USD	22,274	0.00
123	Cummins Inc.	USA	USD	22,012	0.00
				37,123,107	1.61
	Marine				
479,551	Star Bulk Carriers Corp.	GRC	USD	5,663,497	0.25
23,529	Kirby Corp.	USA	USD	2,106,551	0.09
				7,770,048	0.34
	Media				
87,397	Stroeer SE & Co. KGaA	DEU	EUR	7,063,293	0.31
84,370	Fox Corp	USA	USD	3,127,596	0.14
57,148	ViacomCBS Inc., B	USA	USD	2,398,502	0.10
623,944	Postmedia Network Canada Corp.	CAN	CAD	1,165,195	0.05
526,183	ITV PLC	GBR	GBP	1,052,443	0.05
512	Comcast Corp., A	USA	USD	23,025	0.00
282	Omnicom Group Inc.	USA	USD	22,848	0.00
				14,852,902	0.65
	Metals & Mining				
378,492	Teck Resources Ltd., B	CAN	CAD	6,574,406	0.29
1,124	Boliden AB	SWE	ARS	29,821	0.00
				6,604,227	0.29
	Mortgage Real Estate Investment Trusts (REIT's)				
4,480	Pennymac Mortgage Investment Trust	USA	USD	99,859	0.00
	Multiline Retail				
173	Target Corp.	USA	USD	22,180	0.00
	Multi-Utilities				
121,761	Innogy SE, Reg S	DEU	EUR	6,091,437	0.26
	Oil, Gas & Consumable Fuels				
211,056	Tallgrass Energy LP	USA	USD	4,668,559	0.20
75,053	Occidental Petroleum Corp.	USA	USD	3,092,934	0.14
8,004	Halcon Resources Corp.	USA	USD	107,654	0.01
8,881	Whiting Petroleum Corp.	USA	USD	65,187	0.00
205	Phillips 66	USA	USD	22,839	0.00
354	Magellan Midstream Partners LP	USA	USD	22,256	0.00
788	Enterprise Products Partners LP	USA	USD	22,190	0.00
1,126	Plains GP Holdings LP, A	USA	USD	21,338	0.00
82,206	Bellatrix Exploration Ltd.	CAN	USD	0	0.00
				8,022,957	0.35
	Paper & Forest Products				
104,933	Louisiana-Pacific Corp.	USA	USD	3,113,362	0.14
36,638	West Fraser Timber Co. Ltd.	CAN	CAD	1,616,129	0.07
				4,729,491	0.21
	Pharmaceuticals				
72,148	Allergan PLC	USA	USD	13,792,533	0.60
32,051	Zoetis Inc.	USA	IDR	4,241,950	0.18
68,690	AstraZeneca PLC, ADR	GBR	USD	3,424,883	0.15
23,908	Eli Lilly & Co.	USA	USD	3,142,228	0.14
46,964	Novo Nordisk AS, ADR	DNK	USD	2,718,276	0.12
26,787	Novartis AG, ADR	CHE	USD	2,536,461	0.11
12,608	Merck & Co. Inc.	USA	USD	1,146,698	0.05
157	Johnson & Johnson	USA	USD	22,902	0.00
351	Bristol-Myers Squibb Co.	USA	USD	22,531	0.00
569	Pfizer Inc.	USA	USD	22,293	0.00
				31,070,755	1.35

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Professional Services				
489,089	Intertrust NV	NLD	EUR	9,496,459	0.41
60,478	TriNet Group Inc.	USA	USD	3,423,660	0.15
9,982	Equifax Inc.	USA	USD	1,398,678	0.06
8,420	TransUnion	USA	USD	720,836	0.03
3,018	Huron Consulting Group Inc.	USA	USD	207,397	0.01
				15,247,030	0.66
	Road & Rail				
111,614	CSX Corp.	USA	USD	8,076,389	0.35
38,519	Union Pacific Corp.	USA	USD	6,963,850	0.30
17,938	Canadian Pacific Railway Ltd.	CAN	USD	4,573,293	0.20
25,635	Kansas City Southern	USA	USD	3,926,257	0.17
17,748	Norfolk Southern Corp.	USA	USD	3,445,419	0.15
7,256	Old Dominion Freight Line Inc.	USA	USD	1,377,044	0.06
11,181	Uber Technologies Inc.	USA	USD	332,523	0.02
				28,694,775	1.25
	Semiconductors & Semiconductor Equipment				
40,889	QUALCOMM Inc.	USA	USD	3,607,636	0.16
13,279	BE Semiconductor Industries NV	NLD	USD	513,284	0.02
2,768	ASM International NV	NLD	EUR	310,952	0.01
8,443	Lattice Semiconductor Corp.	USA	USD	161,599	0.01
3,918	Marvell Technology Group Ltd.	BMU	USD	104,062	0.01
363	KLA Corp.	USA	USD	64,676	0.00
438	SK Hynix Inc.	KOR	KRW	35,313	0.00
112	Universal Display Corp.	USA	USD	23,080	0.00
384	Intel Corp.	USA	USD	22,982	0.00
368	Applied Materials Inc.	USA	USD	22,463	0.00
168	Texas Instruments Inc.	USA	USD	21,553	0.00
68	Broadcom Inc.	USA	USD	21,489	0.00
27	Lam Research Corp.	USA	USD	7,895	0.00
				4,916,984	0.21
	Software				
238,204	NortonLifeLock Inc.	USA	USD	6,078,966	0.26
16,600	Intuit Inc.	USA	USD	4,348,038	0.19
14,851	salesforce.com Inc.	USA	USD	2,415,367	0.11
23,890	LogMeIn Inc.	USA	EUR	2,048,329	0.09
7,170	ServiceNow Inc.	USA	USD	2,024,234	0.09
11,124	Workday Inc., A	USA	USD	1,829,342	0.08
25,274	Ceridian HCM Holding Inc.	USA	USD	1,715,599	0.07
14,339	Guidewire Software Inc.	USA	USD	1,573,992	0.07
38,934	Slack Technologies Inc.	USA	USD	875,236	0.04
5,103	Splunk Inc.	USA	USD	764,276	0.03
2,695	Hubspot Inc.	USA	USD	427,158	0.02
4,279	Blackbaud Inc.	USA	USD	340,608	0.02
17,603	SVMK Inc.	USA	USD	314,566	0.01
467	Adobe Inc.	USA	USD	154,021	0.01
2,326	Benefitfocus Inc.	USA	USD	51,032	0.00
892	Workiva Inc., A	USA	USD	37,509	0.00
143	Microsoft Corp.	USA	USD	22,551	0.00
395	Oracle Corp.	USA	USD	20,927	0.00
				25,041,751	1.09
	Specialty Retail				
73,846	The Home Depot Inc.	USA	USD	16,126,489	0.70
79,086	Tiffany & Co.	USA	USD	10,569,844	0.46
11,099	Ulta Beauty Inc.	USA	USD	2,809,601	0.12
275,819	Frasers Group PLC	GBR	GBP	1,675,494	0.07
115,558	Pets at Home Group PLC	GBR	GBP	427,978	0.02
30,996	Party City Holdco Inc.	USA	USD	72,531	0.01
252	Best Buy Co. Inc.	USA	USD	22,126	0.00
				31,704,063	1.38

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Technology Hardware, Storage & Peripherals				
115,088	HP Inc.	USA	USD	2,365,058	0.11
16,162	Pure Storage Inc., A	USA	USD	276,532	0.01
611	Hewlett Packard Enterprise Co.	USA	USD	9,690	0.00
26	Apple Inc.	USA	USD	7,635	0.00
				2,658,915	0.12
	Textiles, Apparel & Luxury Goods				
81,909	Capri Holdings Ltd.	USA	USD	3,124,829	0.13
76,238	Tapestry Inc.	USA	USD	2,056,139	0.09
3,384	LVMH Moet Hennessy Louis Vuitton SE	FRA	EUR	1,572,234	0.07
10,937	Moncler SpA	ITA	USD	491,580	0.02
				7,244,782	0.31
	Tobacco				
256	Philip Morris International Inc.	USA	USD	21,783	0.00
429	Altria Group Inc.	USA	USD	21,411	0.00
				43,194	0.00
	Trading Companies & Distributors				
184,544	Brenntag AG	DEU	EUR	10,035,506	0.44
25,132	IMCD Group NV	NLD	ARS	2,193,226	0.09
10,694	Applied Industrial Technologies Inc.	USA	USD	713,183	0.03
				12,941,915	0.56
	Wireless Telecommunication Services				
64,110	Vodafone Group PLC, ADR	GBR	USD	1,239,246	0.06
324	T-Mobile U.S. Inc.	USA	USD	25,408	0.00
				1,264,654	0.06
	TOTAL SHARES			717,342,716	31.17
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			717,342,716	31.17
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
3,880,000	Banna RMBS, DAC 2019-1, D, FRN, 3.46%, 12/30/63 †	GBR	GBP	5,066,257	0.22
3,950,000	Halcyon Loan Advisors Funding Ltd., 2014-1A, D, 144A, FRN, 5.503%, 04/18/26 †	USA	USD	3,950,711	0.17
3,907,718	RBSSP Resecuritization Trust, 2009-12, 17A2, 144A, FRN, 3.844%, 10/25/35 †	USA	USD	3,919,213	0.17
3,320,000	TRTX Issuer Ltd., 2019-FL3, C, 144A, FRN, 3.84%, 09/15/34 †	USA	USD	3,322,079	0.14
3,200,000	Loancore Issuer Ltd., 2018-CRE1, D, 144A, FRN, 4.69%, 05/15/28 †	USA	USD	3,201,597	0.14
3,618,555	IndyMac Index Mortgage Loan Trust, 2004-AR12, A1, FRN, 2.572%, 12/25/34 †	USA	USD	3,197,087	0.14
2,948,237	Soundview Home Loan Trust, 2006-WF2, M3, FRN, 2.242%, 12/25/36 †	USA	USD	3,116,841	0.14
2,500,000	TRTX Issuer Ltd., 2019-FL3, B, 144A, FRN, 3.49%, 09/15/34 †	USA	USD	2,499,255	0.11
2,500,000	Halcyon Loan Advisors Funding Ltd., 2012-1A, C, 7.16%, 08/15/23	CYM	USD	2,491,521	0.11
2,564,675	Ownit Mortgage Loan Trust, Series 2005-4, M1, 2.342%, 08/25/36	USA	USD	2,422,667	0.11
2,321,329	New Residential Mortgage Loan Trust, 2015-2A, B5, 144A, FRN, 5.526%, 08/25/55 †	USA	USD	2,419,724	0.11
2,520,974	Merrill Lynch Mortgage Investors Trust, 2007-MLN1, A2D, FRN, 2.112%, 03/25/37 †	USA	USD	2,393,290	0.10
1,920,342	Home Equity Asset Trust, 2006-2, M1, FRN, 2.172%, 05/25/36 †	USA	USD	2,284,044	0.10
1,829,184	Uropa Securities PLC, 2007-1, M1A, FRN, 1.124%, 10/10/40 †	GBR	CAD	2,222,376	0.10
2,394,381	CHL Mortgage Pass-Through Trust, 2006-HYB4, 3B, FRN, 4.366%, 06/20/36 †	USA	USD	2,188,622	0.10
2,170,000	SCOF-2 Ltd., 2015-2A, FRN, 5.061%, 07/15/28 †	CYM	USD	2,156,450	0.09
2,107,000	GPMT Ltd., 2019-FL2, D, 144A, FRN, 4.69%, 02/22/36 †	USA	USD	2,108,052	0.09
2,130,000	ACIS CLO Ltd., 2014-4A, D, FRN, 5.009%, 05/01/26 †	CYM	USD	2,101,001	0.09
2,120,951	Bear Stearns ARM Trust, 2007-4, 12A1, FRN, 4.777%, 05/25/37 †	USA	USD	2,088,309	0.09
2,043,000	VMC Finance LLC, 2018-FL1, C, 144A, FRN, 3.987%, 03/15/35 †	USA	USD	2,044,277	0.09
2,088,909	Nomura Home Equity Loan Inc., Home Equity Loan Trust Series, 2006-WF1, M4, FRN, 2.162%, 03/25/36 †	USA	USD	2,007,900	0.09
1,964,958	GSRPM Mortgage Loan Trust Series, 2002-1A, M1, 144A, FRN, 3.742%, 11/25/31 †	USA	USD	1,964,254	0.09
1,998,173	Banc of America Mortgage Trust, 2005-I, 4A1, FRN, 3.512%, 10/25/35 †	USA	USD	1,947,762	0.08
1,869,886	Bear Stearns ALT-A Trust, 2004-12, 1B1, FRN, 4.417%, 01/25/35 †	USA	USD	1,905,053	0.08
1,720,000	New Century Home Equity Loan Trust, Series 2005-D, 2.242%, 02/25/36	USA	USD	1,629,131	0.07
1,340,000	Great Hall Mortgages No 1 PLC, 2006-1, DA, Reg S, FRN, 1.614%, 06/18/38 †	GBR	CAD	1,585,240	0.07
1,681,986	Luminent Mortgage Trust, 2006-7, 2A2, FRN, 2.012%, 12/25/36 †	USA	USD	1,575,885	0.07

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

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	Asset-Backed Securities (continued)				
1,749,356	Harborview Mortgage Loan Trust, 2007-6, 2A1B, FRN, 1.994%, 08/19/37 †	USA	USD	1,540,835	0.07
1,492,783	Mastr Adjustable Rate Mortgages Trust, 2005-6, FRN, 3.933%, 07/25/35 †	USA	USD	1,445,017	0.06
1,778,334	Residential Asset Securitization Trust, 2005-A7, 5.00%, 06/25/35	USA	USD	1,416,883	0.06
1,603,536	Bear Stearns ALT-A Trust, 2006-3, 3, 21A1, FRN, 4.162%, 05/25/36 †	USA	USD	1,405,145	0.06
1,278,039	VMC Finance LLC, 2019-FL3, C, 144A, FRN, 3.787%, 09/15/36 †	USA	USD	1,282,497	0.06
1,250,000	GPMT Ltd., 2018-FL1, C, 144A, FRN, 3.915%, 11/19/35 †	USA	USD	1,251,563	0.05
1,027,860	Conseco Finance Securitizations Corp., 2000-6 A5, 7.77%, 09/01/31	USA	USD	1,149,704	0.05
1,180,000	Paragon Mortgages No 14 PLC, FRN, 0.327%, 09/15/39 †	GBR	CAD	1,144,799	0.05
1,100,000	Loancore Issuer Ltd., 2019-CRE2, D, FRN, 4.19%, 05/15/36 †	USA	USD	1,100,714	0.05
955,000	Nextgear Floorplan Master Owner Trust, 2017-1A, A1, 144A, FRN, 2.59%, 04/18/22 †	USA	USD	956,346	0.04
865,000	Chase Issuance Trust, 2018-A1, A1, FRN, 1.94%, 04/17/23 †	USA	USD	866,050	0.04
820,000	Volvo Financial Equipment Master Owner Trust, 2.26%, 07/17/23	USA	USD	823,896	0.04
810,000	Credit Acceptance Auto Loan Trust, 2018-2, A, 3.47%, 05/17/27	USA	USD	820,348	0.04
790,000	Flagship Credit Auto Trust, 2018-4, C, 4.11%, 10/15/24	USA	USD	819,796	0.04
809,792	VOLT LXXII LLC, 2018-NPL8, A1A, 144A, 4.213%, 10/26/48	USA	USD	810,913	0.04
807,345	Countrywide Asset-Backed Certificates, 2004-SD2, B1, 4.492%, 08/25/32	USA	USD	806,872	0.04
824,941	Structured Asset Securities Corp., 2005-NC1, 2.592%, 02/25/35	USA	USD	778,663	0.03
728,085	Horizon Aircraft Finance I Ltd., 1, A, 144A, 4.458%, 12/15/38	USA	USD	747,852	0.03
720,000	Invitation Homes Trust, 2018-SFR2, E, 144A, FRN, 3.74%, 06/17/37 †	USA	USD	722,936	0.03
720,000	Nextgear Floorplan Master Owner Trust, 2018-1A, A1, 144A, FRN, 2.38%, 02/15/23 †	USA	USD	721,957	0.03
702,245	S-Jets 2017-1 Ltd., 2017-1, A, 144A, 3.967%, 08/15/42	BMU	USD	703,302	0.03
654,093	Adams Outdoor Advertising LP, 2018-1, A, 144A, 4.81%, 11/15/48	USA	USD	679,348	0.03
687,404	GSR Mortgage Loan Trust, 2006-2F, 2A17, 5.75%, 02/25/36	USA	USD	672,712	0.03
660,000	Discover Card Execution Note Trust, 2018-A3, A3, FRN, 1.97%, 12/15/23 †	USA	USD	661,411	0.03
681,186	Adjustable Rate Mortgage Trust, 2005-10, FRN, 2.292%, 01/25/36 †	USA	USD	648,408	0.03
620,000	Americredit Automobile Receivables Trust, 2018-3, D, 4.04%, 11/18/24	USA	USD	647,678	0.03
560,000	First Investors Auto Owner Trust, 2018-2A, D, 4.28%, 01/15/25	USA	USD	578,795	0.03
570,000	Bank of America Credit Card Trust, 2017-A2, 1.84%, 01/17/23	USA	USD	569,975	0.03
555,000	Santander Drive Auto Receivables Trust, 2018-2, D, 3.88%, 02/15/24	USA	USD	568,455	0.02
535,000	Citibank Credit Card Issuance Trust, 2017-A8, A8, 1.86%, 08/08/22	USA	USD	535,001	0.02
519,929	Invitation Homes Trust, 2018-SFR1, E, FRN, 3.737%, 03/17/37 †	USA	USD	521,207	0.02
520,033	CHL Mortgage Pass-Through Trust, 2004-12, 8A1, FRN, 4.607%, 08/25/34 †	USA	USD	519,602	0.02
510,000	Nextgear Floorplan Master Owner Trust, 2017-2A, A1, 144A, FRN, 2.42%, 10/17/22 †	USA	USD	511,230	0.02
510,000	Citibank Credit Card Issuance Trust, 2017-A4, A4, FRN, 1.93%, 04/07/22 †	USA	USD	510,198	0.02
510,000	Citibank Credit Card Issuance Trust, 2017-A3, A3, 1.92%, 04/07/22	USA	USD	509,986	0.02
505,000	SCF Equipment Leasing, 2018-1A, C, 144A, 4.21%, 04/20/27	USA	USD	507,233	0.02
505,000	CSMC OA LLC, 2014-USA, E, 144A, 4.373%, 09/15/37	USA	USD	476,933	0.02
445,000	Sofi Consumer Loan Program, 2018-2, B, 3.79%, 04/26/27	USA	USD	453,388	0.02
440,535	Latam Airlines 2015-1 Pass Through Trust B, secured note, 4.50%, 11/15/23	CHL	USD	443,285	0.02
430,000	Drive Auto Receivables Trust, 2018-1, D, 3.81%, 05/15/24	USA	USD	437,161	0.02
420,000	GS Mortgage Securities Trust, 2011-GC5, D, 144A, FRN, 5.389%, 08/10/44 †	USA	USD	418,407	0.02
408,586	Motel 6 Trust, 2017-M6MZ, M, FRN, 8.666%, 08/15/24 †	USA	USD	415,812	0.02
405,000	Santander Drive Auto Receivables Trust, 2018-3, D, 4.07%, 08/15/24	USA	USD	415,744	0.02
405,000	OneMain Financial Issuance Trust, 2015-3A, A, 3.63%, 11/20/28	USA	USD	406,271	0.02
396,000	Taco Bell Funding LLC, 2018-1A, A2, 4.318%, 11/25/48	USA	USD	405,674	0.02
385,000	Drive Auto Receivables Trust, 2018-5, D, 4.30%, 04/15/26	USA	USD	397,652	0.02
388,303	CSMC Trust, 2018-RPL2, A1, 144A, FRN, 4.03%, 08/25/62 †	USA	USD	389,190	0.02
400,000	Catamaran CLO Ltd., 2015-1A, C2R, 144A, FRN, 3.903%, 04/22/27 †	USA	USD	385,453	0.02
377,300	Wendy's Funding LLC, 2018-1A, A2II, 144A, 3.884%, 03/15/48	USA	USD	384,140	0.02
375,000	Mountain View CLO X, 2015-10A, AR, FRN, 2.821%, 10/13/27 †	CYM	USD	374,002	0.02
350,562	Planet Fitness Master Issuer LLC, 1A, A2I, 144A, 4.262%, 09/05/48	USA	USD	357,301	0.02
368,751	Saxon Asset Securities Trust, 2003-3, M3, 4.04%, 12/25/33	USA	USD	356,210	0.02
330,000	Americredit Automobile Receivables Trust, 2, D, 4.01%, 07/18/24	USA	USD	343,735	0.02
345,000	SLM Private Credit Student Loan Trust, 2003-B, A3, FRN, 5.04%, 03/15/33 †	USA	USD	342,402	0.02
340,000	Bank of America Credit Card Trust, 2017-A1, 1.95%, 08/15/22	USA	USD	340,039	0.02
331,996	Kestrel Aircraft Funding Ltd., 2018-1A, A, 144A, 4.25%, 12/15/38	USA	USD	337,575	0.01
325,000	Credit Acceptance Auto Loan Trust, 2018-2, C, 4.16%, 09/15/27	USA	USD	335,904	0.01
335,000	Verizon Owner Trust, 2018-1A, A1B, 144A, FRN, 2.025%, 09/20/22 †	USA	USD	335,240	0.01
328,776	Citigroup Mortgage Loan Trust Inc., 2018-C, A1, 144A, FRN, 4.125%, 03/25/59 †	USA	USD	332,868	0.01
325,000	Chesapeake Funding II LLC, 2018-1A, D, 144A, 3.92%, 04/15/30	USA	USD	330,125	0.01
322,796	Jamestown CLO VII Ltd., 2015-7A, A1R, 144A, FRN, 2.77%, 07/25/27 †	USA	USD	322,748	0.01
310,000	Santander Drive Auto Receivables Trust, 2018-5, C, 3.81%, 12/16/24	USA	USD	314,678	0.01
310,000	Sofi Consumer Loan Program, 2018-2, A2, 144A, 3.35%, 04/26/27	USA	USD	311,919	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
298,900	Domino's Pizza Master Issuer LLC, 1A, A23, 144A, 4.118%, 07/25/47	USA	USD	310,074	0.01
311,993	Banc America Funding Corp., 2006-E, 2A1, 4.573%, 05/01/36	USA	USD	308,137	0.01
306,394	West CLO Ltd., 2014-1A, A1R, 144A, FRN, 2.923%, 07/18/26 †	USA	GBP	306,534	0.01
295,000	Sofi Consumer Loan Program, 2018-4, C, 4.17%, 11/26/27	USA	USD	304,898	0.01
310,000	Galaxy XXVI CLO Ltd., 2018-26A, E, 144A, FRN, 7.749%, 11/22/31 †	CYM	USD	298,391	0.01
322,474	Harborview Mortgage Loan Trust, 2004-1, B1,FRN, 4.04%, 04/19/34 †	USA	USD	296,019	0.01
280,000	CSMC OA LLC, 2014-USA, D, 4.373%, 09/15/37	USA	USD	275,884	0.01
273,450	VENTURE XXI CLO Ltd., 2015-21A, AR, FRN, 2.881%, 07/15/27 †	CYM	USD	273,054	0.01
271,473	CVP Cascade Ltd., 2A, A1R, 144A, FRN, 3.203%, 07/18/26 †	USA	USD	271,524	0.01
250,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.092%, 10/25/27 †	USA	USD	266,657	0.01
264,289	CarMax Auto Owner Trust, 2018-3, A2B, FRN, 1.94%, 10/15/21 †	USA	USD	264,344	0.01
251,725	Sprite 2017-1 Ltd., 2017-1, CL B, 144A, 5.75%, 12/15/37	CYM	USD	260,820	0.01
253,500	Coinstar Funding LLC, 2017-1A, A2, 144A, 5.216%, 04/25/47	USA	USD	260,203	0.01
250,000	Westlake Automobile Receivables Trust, 2018-2A, D, 144A, 4.00%, 01/16/24	USA	USD	255,782	0.01
254,582	Westlake Automobile Receivables Trust, 2018-3A, A2B, 144A, FRN, 2.09%, 01/18/22 †	USA	EUR	254,627	0.01
255,000	Apidos CLO, XX, 2015-20A, FRN, 3.951%, 07/16/31 †	CYM	USD	250,872	0.01
250,000	Capital One Multi-Asset Execution Trust, 2015-A2, A2, 2.08%, 03/15/23	USA	USD	250,179	0.01
250,000	PARALLEL Ltd., 2015-1A, AR, FRN, 2.816%, 07/20/27 †	CYM	USD	249,511	0.01
245,000	DT Auto Owner Trust, 2018-3A, C, 144A, 3.79%, 07/15/24	USA	USD	248,969	0.01
250,000	Milos CLO Ltd., 2017-1A, E, FRN, 8.266%, 10/20/30 †	CYM	USD	246,256	0.01
250,000	Trestles CLO II Ltd., 2018-2A, D, FRN, 7.69%, 07/25/31 †	CYM	USD	241,008	0.01
179,675	Dukinfield II PLC, 2, A, Reg S, FRN, 2.048%, 12/20/52 †	GBR	USD	240,173	0.01
296,741	Mastr Adjustable Rate Mortgages Trust, 2005-7, FRN, 3.865%, 09/25/35 †	USA	USD	240,077	0.01
210,000	American Homes 4 Rent, sub. bond, 2014-SFR2, E, 144A, 6.231%, 10/17/36	USA	USD	233,706	0.01
233,280	Carlyle Global Market Strategies CLO Ltd., 2015-2A, A1R, 144A, FRN, 2.716%, 04/27/27 †	USA	USD	232,824	0.01
227,442	Castlelake Aircraft Securization Trust, 2018-1, 5.30%, 06/15/43	USA	USD	231,581	0.01
220,000	California Republic Auto Receivables Trust, 2018-1, D, 4.33%, 04/15/25	USA	USD	227,689	0.01
218,350	Five Guys Funding LLC, 2017-1A, A2, 144A, 4.60%, 07/25/47	USA	USD	226,686	0.01
224,108	Limerock CLO III LLC, 2014-3A, A1R, FRN, 3.166%, 10/20/26 †	CYM	USD	224,313	0.01
217,950	MAPS Ltd., 2018-1A, B, 5.193%, 05/15/43	BMU	USD	223,646	0.01
216,122	Flatiron CLO Ltd., 2015-1A, AR, FRN, 2.891%, 04/15/27 †	CYM	USD	216,072	0.01
200,000	American Homes 4 Rent, 2015-SFR1, E, 144A, 5.639%, 04/17/52	USA	USD	215,625	0.01
215,000	Capital One Multi-Asset Execution Trust, 2017-A1, A1, 2.00%, 01/17/23	USA	USD	215,030	0.01
206,245	Banc of America Funding Trust, 2005-7, 4A3, 5.75%, 11/25/35	USA	USD	213,877	0.01
210,000	CPS Auto Receivables Trust, 2018-D, C, 144A, 3.83%, 09/15/23	USA	USD	213,876	0.01
210,000	CoreVest American Finance Trust, 2017-1, D, 4.358%, 10/15/49	USA	USD	212,355	0.01
207,395	Sofi Professional Loan Program LLC, 2015-D, B, 3.59%, 10/26/37	USA	USD	210,565	0.01
210,048	Ally Auto Receivables Trust, 2017-4, A3, 1.75%, 12/15/21	USA	USD	209,905	0.01
195,000	CarMax Auto Owner Trust, 2018-2, D, 3.99%, 04/15/25	USA	USD	200,820	0.01
200,200	CarMax Auto Owner Trust, 2016-1, A4, 1.88%, 06/15/21	USA	USD	200,143	0.01
200,000	Chase Issuance Trust, 2015-A4, A4, 1.84%, 04/15/22	USA	USD	199,959	0.01
195,397	Toyota Auto Receivables Owner Trust, 2017-B, 1.76%, 07/15/21	USA	USD	195,525	0.01
190,000	DBUBS 2017-BRBK Mortgage Trust, 2017-BRBK, D, 144A, FRN, 3.53%, 10/10/34 †	USA	USD	192,893	0.01
410,000	Starwood Retail Property Trust, 2014-STAR, E, 144A, FRN, 6.14%, 11/15/27 †	USA	USD	190,335	0.01
183,668	Diamond Resorts Owner Trust, 2018-1, C, 144A, 4.53%, 01/21/31	USA	USD	187,832	0.01
185,000	OCP CLO 2015-10 Ltd., 10A, A1R, 144A, FRN, 2.756%, 10/26/27 †	CYM	USD	185,018	0.01
196,879	CHL Mortgage Pass-Through Trust, 2005-19, 5.50%, 08/25/35	USA	USD	184,899	0.01
212,316	IndyMac Index Mortgage Loan Trust, 2006-AR2, 2A1, FRN, 2.002%, 02/25/46 †	USA	USD	181,471	0.01
227,300	Structured ARM Loan Trust, 2005-14, A1, FRN, 2.102%, 07/25/35 †	USA	USD	180,984	0.01
174,966	Halcyon Loan Advisors Funding Ltd., 2014-2A, A1BR, 144A, FRN, 3.116%, 04/28/25 †	USA	USD	175,084	0.01
165,000	DT Auto Owner Trust, 2018-2, D, 144A, 4.15%, 03/15/24	USA	USD	169,199	0.01
220,000	WFRBS Commercial Mortgage Trust, 2011-C3, D, 144A, FRN, 5.683%, 03/15/44 †	USA	USD	168,633	0.01
165,344	Towd Point Mortgage Trust, 2015-2, 1A13, 144A, FRN, 2.50%, 11/25/60 †	USA	USD	165,309	0.01
161,605	Ally Auto Receivables Trust, 2017-3, A3, 1.74%, 09/15/21	USA	USD	161,507	0.01
159,980	AIM Aviation Finance Ltd., 2015-1A, B1, 144A, FRN, 5.072%, 02/15/40 †	CYM	USD	159,860	0.01
153,381	Accelerated Assets LLC, 2018-1, A, 3.87%, 12/02/33	USA	USD	157,694	0.01
155,371	Gosforth Funding PLC, 2018-1A, A1, 144A, FRN, 2.36%, 08/25/60 †	GBR	USD	155,456	0.01
149,750	Ajax Mortgage Loan Trust, 2017-B, A, 144A, FRN, 3.163%, 09/25/56 †	USA	USD	150,127	0.01
155,635	American Home Mortgage Investment Trust, 2006-1, 11A1, FRN, 2.072%, 03/25/46 †	USA	USD	148,475	0.01
143,912	Wingstop Funding LLC, 2018-1, A2, 4.97%, 12/05/48	USA	USD	148,315	0.01
145,000	GLS Auto Receivables Trust, 2018-3A, B, 144A, 3.78%, 08/15/23	USA	USD	147,051	0.01

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
114,037	Ludgate Funding PLC, 2008-W1X, A1, Reg S, FRN, 1.358%, 01/01/61 †	GBR	USD	146,816	0.01
150,000	Morgan Stanley Capital I Trust, 144A, 5.488%, 06/15/44	USA	USD	146,087	0.01
141,682	Citigroup Mortgage Loan Trust Inc., 2018-A, A1, 144A, FRN, 4.00%, 01/25/68 †	USA	USD	142,462	0.01
139,549	MASTR Alternative Loan Trust, 2004-2, 8A4, 5.50%, 03/25/34	USA	USD	142,346	0.01
141,927	Nissan Auto Receivables Owner Trust, 2018-B, 1.84%, 07/15/21	USA	USD	141,921	0.01
135,000	OneMain Financial Issuance Trust, 2015-3A, B, 144A, 4.16%, 11/20/28	USA	USD	135,639	0.01
130,000	Carmax Auto Owner Trust, 2018-4, D, 4.15%, 04/15/25	USA	USD	134,816	0.01
130,000	Hertz Vehicle Financing II LP, 2017-2A, A, 144A, 3.29%, 10/25/23	USA	USD	132,919	0.01
125,000	WFRBS Commercial Mortgage Trust, 2012-C6, D, 144A, FRN, 5.581%, 04/15/45 †	USA	USD	131,192	0.01
130,000	Navistar Financial Dealer Note Master Owner Trust II, 2018-1, A, 144A, FRN, 2.422%, 09/25/23 †	USA	USD	130,236	0.01
127,345	CSMC Trust, 2018-RPL7, A1, 4.00%, 08/26/58	USA	USD	128,690	0.01
127,342	Chesapeake Funding II LLC, 2017-4A, A2, 144A, FRN, 2.08%, 11/15/29 †	USA	USD	127,415	0.01
125,000	Chesapeake Funding II LLC, 2018-1A, C, 3.57%, 04/15/30	USA	USD	127,411	0.01
125,000	PRPM 2018-1 LLC, 2018-1A, A2, FRN, 5.00%, 04/25/23 †	USA	USD	125,499	0.01
124,257	SMB Private Education Loan Trust, 2017-B, A2B, 144A, FRN, 2.49%, 10/15/35 †	USA	USD	123,895	0.01
120,000	SLM Private Credit Student Loan Trust, 2003-A, A3, FRN, 5.04%, 06/15/32 †	USA	USD	118,959	0.01
113,275	Driven Brands Funding LLC, 2018-1A, A2, 144A, 4.739%, 04/20/48	USA	USD	117,680	0.01
114,305	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 3.642%, 10/25/27 †	USA	USD	115,059	0.01
114,871	Staniford Street CLO Ltd., 2014-1A, AR, 144A, FRN, 3.074%, 06/15/25 †	USA	USD	114,877	0.01
105,000	Adams Outdoor Advertising LP, 2018-1, B, 5.653%, 11/15/48	USA	USD	108,647	0.01
105,000	Colony American Finance Ltd., 2015-1, D, 144A, 5.649%, 10/15/47	USA	USD	105,748	0.00
105,000	Avis Budget Car Rental LLC/Finance Inc., 2016-2A, A, 2.72%, 11/20/22	USA	USD	105,681	0.00
104,236	Impac CMB Trust, Series 2005-8, 2AM, FRN, 2.632%, 02/25/36 †	USA	USD	105,053	0.00
104,467	Security National Mortgage Loan Trust, 2007-1, 2.142%, 04/25/37	USA	USD	103,690	0.00
100,745	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 3.992%, 02/25/24 †	USA	USD	101,865	0.00
100,000	Flagship Credit Auto Trust, 2016-3, D, 3.89%, 11/15/22	USA	USD	101,802	0.00
100,000	CPS Auto Receivables Trust, 2017-D, D, 3.73%, 09/15/23	USA	USD	101,416	0.00
100,000	Chesapeake Funding II LLC, 2017-2A, D, 3.71%, 05/15/29	USA	USD	101,326	0.00
98,604	Accelerated Assets LLC, 2018-1, B, 144A, 4.51%, 12/02/33	USA	USD	100,991	0.00
100,000	Morgan Stanley Capital I Trust, 2011-C2, D, 5.488%, 06/15/44	USA	USD	100,845	0.00
100,000	Invitation Homes Trust, 2018-SFR4, D, FRN, 3.387%, 01/17/38 †	USA	USD	100,552	0.00
100,000	Discover Card Execution Note Trust, 2015-A2, A, 1.90%, 10/17/22	USA	USD	100,014	0.00
100,000	SLM Private Credit Student Loan Trust, 2003-B, A4, FRN, 4.59%, 03/15/33 †	USA	USD	99,247	0.00
130,000	WFRBS Commercial Mortgage Trust, 2012-C7, E, 144A, FRN, 4.813%, 06/15/45 †	USA	USD	99,073	0.00
100,000	Starwood Retail Property Trust, 2014-STAR, 4.49%, 11/15/27	USA	USD	99,062	0.00
97,380	Alternative Loan Trust, 2003-22CB, 3A1, 6.00%, 12/25/33	USA	USD	98,773	0.00
95,000	Westlake Automobile Receivables Trust, 2018-1A, D, 144A, 3.41%, 05/15/23	USA	USD	96,089	0.00
89,096	MASTR Alternative Loan Trust, 2004-8, 2A1, 6.00%, 09/25/34	USA	USD	93,742	0.00
88,695	PRPM LLC, 2017-3A, A1, 144A, FRN, 3.47%, 11/25/22 †	USA	USD	88,974	0.00
87,243	Banc of America Funding Trust, 2007-4, 5A1, 5.50%, 11/25/34	USA	USD	87,393	0.00
85,449	Honda Auto Receivables 2017-3 Owner Trust, 2017-3, A3, 1.79%, 09/20/21	USA	USD	85,413	0.00
84,128	Grand Avenue Mortgage Loan Trust, 2017-RPL1, 3.25%, 08/25/64	USA	USD	83,246	0.00
84,171	Harborview Mortgage Loan Trust, 2004-11, 2A2A, FRN, 2.404%, 01/19/35 †	USA	USD	81,651	0.00
81,125	Motor 2017-1 PLC, 2017-1A, A1, FRN, 2.322%, 09/25/24 †	GBR	USD	81,151	0.00
76,451	JP Morgan Mortgage Trust, 2004-S1, 2A1, 6.00%, 09/25/34	USA	USD	79,117	0.00
72,325	Alternative Loan Trust, 2004-J10, 2CB1, 6.00%, 09/25/34	USA	USD	74,846	0.00
70,000	WFRBS Commercial Mortgage Trust, 2011-C2, D, FRN, 5.652%, 02/15/44 †	USA	USD	71,283	0.00
94,886	RFMSI Trust, 2005-SA1, 1A1, FRN, 4.919%, 03/25/35 †	USA	USD	69,371	0.00
66,952	OFSI Fund VII Ltd., 2014-7A, AR, 144A FRN, 2.903%, 10/18/26 †	USA	USD	66,974	0.00
60,181	Newgate Funding PLC, 2007-3X, A2B, Reg S, FRN, 0.204%, 12/15/50 †	GBR	USD	65,659	0.00
62,716	DT Auto Owner Trust, 2016-1A, D, 144A, 4.66%, 12/15/22	USA	USD	62,792	0.00
59,603	Sofi Professional Loan Program LLC, 2016-A, B, 144A, 3.57%, 01/25/38	USA	USD	60,451	0.00
49,375	Domino's Pizza Master LLC, 2018-1A, A2I, 4.116%, 07/25/48	USA	USD	50,868	0.00
49,614	GSR Mortgage Loan Trust, 2005-AR6, A45, FRN, 4.52%, 09/25/35 †	USA	USD	50,847	0.00
37,188	Eurosail PLC, 2007-2X, A3C, Reg S, FRN, 0.929%, 03/13/45 †	GBR	CAD	48,266	0.00
45,000	WFRBS Commercial Mortgage Trust, 2012-C7, C, FRN, 4.813%, 06/15/45 †	USA	USD	45,964	0.00
45,391	CHL Mortgage Pass-Through Trust, 2004-HYB4, 2A1, FRN, 4.224%, 09/20/34 †	USA	USD	45,037	0.00
38,698	Alternative Loan Trust, 2003-22CB, 1A1, 5.75%, 12/25/33	USA	USD	39,946	0.00
38,272	Diamond Resorts Owner Trust, 2017-1A, C, 144A, 6.07%, 10/22/29	USA	USD	39,210	0.00
35,000	Ascentium Equipment Receivables Trust, 2017-2A, C, 144A, 2.87%, 08/10/22	USA	USD	35,317	0.00

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
37,116	Lehman XS Trust, 2006-2N, 1A1, FRN, 2.052%, 02/25/46 †	USA	USD	34,554	0.00
29,291	Ludgate Funding PLC, 2007-1, A2B, Reg S, FRN, 0.00%, 01/01/61 †	GBR	USD	31,240	0.00
33,469	DSLA Mortgage Loan Trust, 2005-AR5, 2A1A, FRN, 2.094%, 09/19/45 †	USA	USD	27,591	0.00
26,477	Alternative Loan Trust, 2004-16CB, 3A1, 5.50%, 08/25/34	USA	USD	27,241	0.00
23,452	Alternative Loan Trust, 2004-16CB, 1A1, 5.50%, 07/25/34	USA	USD	24,131	0.00
19,887	RMAC Securities PLC, 2006-NS1X, A2C, Reg S, FRN, 0.00%, 06/12/44 †	GBR	HKD	21,467	0.00
45,503	Residential Asset Securitization Trust, 2006-R1, FRN, 2.192%, 01/25/46 †	USA	USD	19,604	0.00
14,420	Credit Suisse First Boston Mortgage Securities Corp., 2003-27, 4A4, 5.75%, 11/25/33	USA	USD	14,885	0.00
13,636	Santander Drive Auto Receivables Trust, 2016-1, 3.09%, 04/15/22	USA	USD	13,641	0.00
10,000	COMM Mortgage Trust, 2012-LC4, FRN, 5.537%, 12/10/44 †	USA	USD	10,387	0.00
9,976	CIG Auto Receivables Trust, 2017-1A, A, 144A, 2.71%, 05/15/23	USA	USD	9,987	0.00
9,809	Sofi Professional Loan Program LLC, 2015-A, 2.992%, 03/25/33	USA	USD	9,822	0.00
9,639	Banc of America Mortgage Trust, 2005-A, 2A1, FRN, 4.458%, 02/25/35 †	USA	USD	9,772	0.00
6,631	IndyMac Index Mortgage Loan Trust, 2005-AR11, A3, FRN, 3.807%, 08/25/35 †	USA	USD	6,028	0.00
4,739	Nissan Auto Receivables Owner Trust, 2016-C, A3, FRN, 1.18%, 01/15/21 †	USA	USD	4,736	0.00
3,447	CarMax Auto Owner Trust, 2018-1, A2B, FRN, 1.89%, 05/17/21 †	USA	USD	3,447	0.00
				127,507,957	5.54
	Corporate Bonds				
19,823,000	Harland Clarke Holdings Corp., senior note, 144A, 9.25%, 03/01/21	USA	USD	19,599,991	0.85
9,059,000	The McClatchy Co., senior note, first lien, 9.00%, 07/15/26	USA	USD	8,219,887	0.36
7,461,916	One Call Corp., senior secured note, first lien, 144A, 7.50%, 07/01/24	USA	USD	7,424,606	0.32
4,511,000	R.R. Donnelley & Sons Co., senior bond, 6.00%, 04/01/24	USA	USD	4,650,097	0.20
5,530,000	Harland Clarke Holdings Corp., senior secured note, first lien, 144A, 8.375%, 08/15/22	USA	USD	4,522,500	0.20
4,076,000	Pacific Gas & Electric Co., senior bond, 4.75%, 02/15/44	USA	USD	4,198,688	0.18
4,987,000	The McClatchy Co., senior secured bond, 144A, 6.875%, 07/15/31	USA	USD	3,989,600	0.17
3,415,000	Intelsat Jackson Holdings SA, senior secured note, first lien, 144A, 9.50%, 09/30/22	LUX	USD	3,874,960	0.17
3,605,000	Liberty Media Corp., cvt., senior bond, 144A, 2.75%, 12/01/49	USA	USD	3,794,263	0.16
2,445,000	Microchip Technology Inc., cvt., 1.625%, 02/15/27	USA	USD	3,490,238	0.15
3,373,000	Redfin Corp., cvt., senior note, 1.75%, 07/15/23	USA	USD	3,342,166	0.15
2,412,000	Horizon Pharma Investment Ltd., cvt., senior note, 2.50%, 03/15/22	USA	USD	3,197,408	0.14
2,191,000	Wright Medical Group NV, cvt., senior note, 2.25%, 11/15/21	USA	USD	3,181,442	0.14
3,050,000	R.R. Donnelley & Sons Co., senior note, 6.50%, 11/15/23	USA	USD	3,127,516	0.14
2,169,000	First Majestic Silver Corp., cvt., senior note, 1.875%, 03/01/23	CAN	USD	3,092,343	0.13
2,981,000	Nuance Communications Inc., cvt., senior bond, 1.00%, 12/15/35	USA	USD	3,008,944	0.13
3,360,000	Pluralsight Inc., cvt., senior note, 144A, 0.375%, 03/01/24	USA	USD	2,924,622	0.13
2,413,000	Coupa Software Inc., cvt., senior note, 144A, 0.125%, 06/15/25	USA	USD	2,859,073	0.12
2,584,131	American News Co. LLC, secured note, second lien, 144A, PIK, 8.50%, 09/01/26 ‡	USA	USD	2,764,691	0.12
2,686,000	Innoviva Inc., cvt., sub. note, 2.125%, 01/15/23	USA	USD	2,705,283	0.12
1,966,000	KBR Inc., cvt., senior note, 144A, 2.50%, 11/01/23	USA	USD	2,612,323	0.11
2,044,000	IIP Operating Partnership LP, cvt., senior note, 144A, 3.75%, 02/21/24	USA	USD	2,611,210	0.11
2,159,000	Ironwood Pharmaceuticals Inc., cvt., senior note, 144A, 1.50%, 06/15/26	USA	USD	2,593,319	0.11
3,646,000	Canopy Growth Corp., cvt., senior note, 144A, 4.25%, 07/15/23	CAN	CAD	2,533,992	0.11
2,170,000	CSG Systems International Inc., cvt., senior note, 4.25%, 03/15/36	USA	USD	2,487,363	0.11
2,074,000	Liberty Media Corp., cvt., senior bond, 144A, 2.25%, 12/01/48	USA	USD	2,466,764	0.11
2,221,000	Pacific Gas & Electric Co., senior bond, 5.80%, 03/01/37	USA	USD	2,321,167	0.10
1,556,000	DexCom Inc., cvt., 0.75%, 12/01/23	USA	USD	2,308,633	0.10
2,240,000	Arbor Realty Trust Inc., cvt., senior note, 144A, 4.75%, 11/01/22	USA	USD	2,242,156	0.10
2,240,000	PennyMac Corp., cvt., senior note, 144A, 5.50%, 11/01/24	USA	USD	2,229,518	0.10
1,967,000	Synaptics Inc., cvt., senior note, 0.50%, 06/15/22	USA	USD	2,185,897	0.10
2,084,000	PRA Group Inc., cvt., senior note, 3.50%, 06/01/23	USA	USD	2,181,384	0.09
2,141,000	Pacific Gas & Electric Co., senior bond, 4.45%, 04/15/42	USA	USD	2,180,469	0.09
2,138,000	Vishay Intertechnology Inc., cvt., senior note, 2.25%, 06/15/25	USA	USD	2,147,177	0.09
2,083,000	Nutanix Inc., cvt., senior note, zero cpn., 01/15/23	USA	USD	2,077,087	0.09
1,769,000	Ironwood Pharmaceuticals Inc., cvt., senior note, 2.25%, 06/15/22	USA	USD	2,076,712	0.09
1,703,000	Aerie Pharmaceuticals Inc., cvt., senior note, 144A, 1.50%, 10/01/24	USA	USD	2,043,931	0.09
2,034,000	8x8 Inc., cvt., senior note, 144A, 0.50%, 02/01/24	USA	USD	2,035,214	0.09
1,789,000	Zillow Group Inc., cvt., senior note, 2.00%, 12/01/21	USA	CAD	2,005,752	0.09
3,699,000	Tilray Inc., cvt., senior note, 5.00%, 10/01/23	CAN	USD	1,978,965	0.09
1,792,000	Wayfair Inc., cvt., senior note, 0.375%, 09/01/22	USA	GBP	1,951,233	0.08
2,016,000	Patrick Industries Inc., cvt., senior note, 1.00%, 02/01/23	USA	USD	1,946,700	0.08
1,792,000	SailPoint Technologies Holding Inc., cvt., senior note, 144A, 0.125%, 09/15/24	USA	USD	1,936,687	0.08
1,792,000	Liberty Latin America Ltd., cvt., senior note, 2.00%, 07/15/24	CHL	USD	1,924,160	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
2,038,000	Hope Bancorp Inc., cvt., senior bond, 2.00%, 05/15/38	USA	USD	1,922,300	0.08
2,871,000	Genworth Holdings Inc., junior sub. note, FRN, 3.912%, 11/15/66 †	USA	USD	1,818,592	0.08
1,586,000	NRG Energy Inc., cvt., senior bond, 2.75%, 06/01/48	USA	USD	1,802,093	0.08
1,350,000	Intercept Pharmaceuticals Inc., cvt., senior note, 2.00%, 05/15/26	USA	USD	1,799,696	0.08
1,666,000	Encore Capital Group Inc., cvt., senior note, 3.25%, 03/15/22	USA	USD	1,730,381	0.08
1,769,000	Okta Inc., cvt., senior note, 144A, 0.125%, 09/01/25	USA	USD	1,719,675	0.07
2,718,000	Aurora Cannabis Inc., cvt., senior note, 144A, 5.50%, 02/28/24	CAN	USD	1,698,750	0.07
1,386,000	Zillow Group Inc., cvt., senior note, 144A, 0.75%, 09/01/24	USA	EUR	1,693,252	0.07
1,611,000	Redwood Trust Inc., cvt., senior note, 4.75%, 08/15/23	USA	USD	1,654,422	0.07
1,825,000	Turning Point Brands Inc., cvt., senior note, 144A, 2.50%, 07/15/24	USA	USD	1,615,096	0.07
1,484,000	Winnebago Industries Inc., cvt., senior note, 144A, 1.50%, 04/01/25	USA	GBP	1,592,452	0.07
1,501,000	Carvana Co., senior note, 144A, 8.875%, 10/01/23	USA	USD	1,586,362	0.07
1,316,000	RH, cvt., senior note, 144A, zero cpn., 09/15/24	USA	USD	1,563,726	0.07
1,789,000	Benefitfocus Inc., cvt., senior note, 1.25%, 12/15/23	USA	USD	1,554,070	0.07
1,510,000	Bristol-Myers Squibb Co., senior note, 144A, 2.60%, 05/16/22	USA	USD	1,534,935	0.07
1,499,000	Mohegan Tribal Gaming Authority, senior note, 144A, 7.875%, 10/15/24	USA	USD	1,533,350	0.07
1,489,000	Pacific Gas & Electric Co., senior note, 3.75%, 02/15/24	USA	USD	1,515,675	0.07
1,505,000	Bank of America Corp., senior note, FRN, 2.597%, 06/25/22 †	USA	USD	1,513,507	0.07
1,505,000	Citibank NA, FRN, 2.499%, 05/20/22 †	USA	USD	1,511,113	0.07
1,053,000	Karyopharm Therapeutics Inc., cvt., senior note, 3.00%, 10/15/25	USA	USD	1,505,132	0.07
1,500,000	U.S. Bank NA/Cincinnati OH, senior note, FRN, 2.285%, 12/09/22 †	USA	USD	1,503,083	0.07
1,480,000	AbbVie Inc., senior note, 144A, FRN, 2.545%, 11/21/22 †	USA	USD	1,487,940	0.06
2,040,000	Teva Pharmaceutical Finance Netherlands III BV, senior bond, 4.10%, 10/01/46	ISR	USD	1,474,104	0.06
1,465,000	PNC Bank NA, Medium Term Note, FRN, 2.315%, 12/09/22 †	USA	USD	1,466,946	0.06
1,430,000	The Walt Disney Co., senior note, FRN, 2.297%, 09/01/22 †	USA	USD	1,439,323	0.06
1,316,000	Marriott Vacations Worldwide Corp., cvt., senior note, 1.50%, 09/15/22	USA	USD	1,409,948	0.06
1,340,000	Frontier Communications Corp., senior secured note, first lien, 144A, 8.00%, 04/01/27	USA	USD	1,402,779	0.06
1,028,000	Perficient Inc., cvt., senior note, 2.375%, 09/15/23	USA	USD	1,402,289	0.06
1,402,000	Air Transport Services Group Inc., cvt., senior note, 1.125%, 10/15/24	USA	USD	1,369,423	0.06
876,000	Enphase Energy Inc., cvt., senior unsecured, 144A, 1.00%, 06/01/24	USA	USD	1,338,614	0.06
1,310,000	Everbridge Inc., cvt., senior note, 144A, 0.125%, 12/15/24	USA	USD	1,301,156	0.06
1,344,000	Zillow Group Inc., cvt., senior note, 1.50%, 07/01/23	USA	ARS	1,293,506	0.06
1,324,000	Tesla Inc., senior note, 144A, 5.30%, 08/15/25	USA	USD	1,287,577	0.06
1,436,000	Element Fleet Management Corp., cvt., sub. note, 4.25%, 06/30/24	CAN	USD	1,270,786	0.06
1,257,000	Halozyme Therapeutics Inc., cvt., senior bond, 144A, 1.25%, 12/01/24	USA	USD	1,255,848	0.05
1,135,000	Broadcom Inc., senior bond, 144A, 4.75%, 04/15/29	USA	USD	1,242,134	0.05
822,000	Rapid7 Inc., cvt., senior note, 1.25%, 08/01/23	USA	USD	1,226,869	0.05
1,145,000	Herbalife Nutrition Ltd., cvt., senior note, 2.625%, 03/15/24	USA	USD	1,190,607	0.05
920,000	Petrobras Global Finance BV, senior note, 8.75%, 05/23/26	BRA	USD	1,182,982	0.05
1,172,000	Tabula Rasa Healthcare Inc., cvt., senior sub. note, 144A, 1.75%, 02/15/26	USA	USD	1,177,128	0.05
984,000	Petrobras Global Finance BV, senior bond, 6.90%, 03/19/49	BRA	USD	1,155,979	0.05
1,121,000	Chegg Inc., cvt., senior note, 144A, 0.125%, 03/15/25	USA	USD	1,155,760	0.05
1,007,000	The Chefs' Warehouse Inc., cvt., senior note, 144A, 1.875%, 12/01/24	USA	USD	1,113,044	0.05
1,122,000	Transocean Inc., senior note, 144A, 7.50%, 01/15/26	USA	USD	1,110,581	0.05
1,054,000	Pacira BioSciences Inc., cvt., senior note, 2.375%, 04/01/22	USA	USD	1,098,281	0.05
1,048,000	Pacific Gas & Electric Co., senior bond, 5.40% 01/15/40	USA	USD	1,092,645	0.05
1,090,000	John Deere Capital Corp., senior note, FRN, 2.127%, 03/12/21 †	USA	USD	1,090,935	0.05
988,000	Sea Ltd., cvt., senior note, 144A, 1.00%, 12/01/24	TWN	USD	1,080,182	0.05
1,528,000	Liberty Interactive LLC, cvt., senior bond, 4.00%, 11/15/29	USA	USD	1,073,420	0.05
1,019,000	Staples Inc., senior secured note, 144A, 7.50%, 04/15/26	USA	USD	1,059,122	0.05
1,055,000	Vistra Operations Co. LLC, senior secured note, first lien, 144A, 3.70%, 01/30/27	USA	USD	1,048,136	0.05
963,000	Encore Capital Group Inc., cvt., senior note, 144A, 3.25%, 10/01/25	USA	USD	1,042,762	0.05
960,000	Cree Inc., cvt., senior note, 0.875%, 09/01/23	USA	USD	1,020,118	0.04
1,053,000	Insmed Inc., cvt., senior note, 1.75%, 01/15/25	USA	USD	1,016,998	0.04
773,000	Knowles Corp., cvt., senior note, 3.25%, 11/01/21	USA	USD	1,006,549	0.04
982,000	II-VI Inc., cvt., senior note, 0.25%, 09/01/22	USA	USD	1,002,868	0.04
1,119,000	Atlas Air Worldwide Holdings Inc., cvt., senior note, 1.875%, 06/01/24	USA	USD	949,024	0.04
655,000	Inphi Corp., cvt., senior note, 0.75%, 09/01/21	USA	USD	927,385	0.04
915,000	Nissan Motor Acceptance Corp., senior note, 144A, FRN, 2.414%, 03/15/21 †	USA	USD	915,341	0.04
840,000	VTB Capital SA, (VTB Bank), loan participation, sub. senior note, Reg S, 6.95%, 10/17/22	RUS	USD	911,268	0.04
905,000	CVS Health Corp., senior note, FRN, 2.605%, 03/09/21 †	USA	USD	910,761	0.04
1,043,000	Ligand Pharmaceuticals Inc., cvt., senior note, 0.75%, 05/15/23	USA	USD	902,757	0.04
845,000	SFL Corp Ltd., cvt., senior note, 5.75%, 10/15/21	NOR	USD	902,360	0.04

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
900,000	PNC Bank NA, senior note, FRN, 2.403%, 07/22/22 †	USA	USD	901,823	0.04
895,000	General Dynamics Corp., senior note, FRN, 2.281%, 05/11/21 †	USA	USD	897,859	0.04
830,000	Wyndham Worldwide Corp., 4.25%, 03/01/22	USA	USD	848,669	0.04
790,000	Wright Medical Group Inc., cvt., senior note, 1.625%, 06/15/23	USA	EUR	836,439	0.04
810,000	Sirius XM Radio Inc., 3.875%, 08/01/22	USA	USD	829,232	0.04
800,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 4.75%, 05/15/22	AUS	USD	827,424	0.04
825,000	New York Life Global Funding, secured note, FRN, 2.228%, 08/06/21 †	USA	USD	827,405	0.04
785,000	Lennar Corp., senior note, 4.75%, 11/15/22	USA	USD	825,647	0.04
750,000	GLP Capital LP/GLP Financing II Inc., 5.375%, 11/01/23	USA	USD	817,928	0.04
800,000	Nissan Motor Acceptance Corp., senior note, 144A, 3.65%, 09/21/21	USA	USD	816,664	0.04
707,000	PROS Holdings Inc., cvt., senior note, 144A, 1.00%, 05/15/24	USA	USD	813,164	0.04
805,000	U.S. Bank NA, senior note, FRN, 2.905%, 11/16/21 †	USA	USD	807,725	0.04
790,000	Open Text Corp., senior note, 144A, 5.625%, 01/15/23	CAN	USD	805,472	0.04
795,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	804,930	0.04
800,000	Mitsubishi UFJ Financial Group Inc., senior note, FRN, 2.586%, 07/26/21 †	JPN	USD	803,715	0.03
745,000	CSC Holdings LLC, senior note, 6.75%, 11/15/21	USA	USD	803,483	0.03
12,407,000	JP Morgan Structured Products BV, Medium Term Note, 16.00%, 06/15/22	USA	USD	802,358	0.03
780,000	Sabre GLBL Inc., first lien, 144A, 5.375%, 04/15/23	USA	USD	800,736	0.03
795,000	HSBC Holdings PLC, senior note, FRN, 2.537%, 09/11/21 †	GBR	USD	796,828	0.03
659,000	LivePerson Inc., cvt., senior note, 144A, 0.75%, 03/01/24	USA	USD	792,741	0.03
785,000	Level 3 Financing Inc., senior note, 5.125%, 05/01/23	USA	USD	791,543	0.03
775,000	Steel Dynamics Inc., senior note, 5.25%, 04/15/23	USA	USD	790,112	0.03
745,000	BioMarin Pharmaceutical Inc., cvt., 0.599%, 08/15/24	USA	USD	788,954	0.03
790,000	Impinj Inc., cvt., senior note, 144A, 2.00%, 12/15/26	USA	USD	775,701	0.03
755,000	International Business Machines Corp., 2.85%, 05/13/22	USA	USD	771,567	0.03
1,160,000	Bruin E&P Partners LLC, senior note, 144A, 8.875%, 08/01/23	USA	USD	757,381	0.03
750,000	JPMorgan Chase & Co., Callable Bond, FRN, 2.509%, 06/18/22 †	USA	USD	753,118	0.03
745,000	Honeywell International Inc., senior note, 2.15%, 08/08/22	USA	USD	752,261	0.03
750,000	American Honda Finance Corp., Medium Term Note, 2.238%, 06/11/21	USA	USD	752,064	0.03
745,000	Hasbro Inc., senior note, 3.90%, 11/19/29	USA	USD	750,961	0.03
745,000	Honeywell International Inc., senior note, FRN, 2.274%, 08/08/22 †	USA	USD	749,405	0.03
745,000	MUFG Union Bank NA, Callable Notes, FRN, 2.263%, 12/09/22 †	USA	USD	747,040	0.03
740,000	Sinopec Group Overseas Development 2018 Ltd., senior note, 144A, 2.50%, 11/12/24	CHN	USD	742,876	0.03
740,000	Toyota Motor Credit Corp., senior unsecured, MTN, FRN, 2.333%, 10/07/21 †	USA	USD	741,731	0.03
735,000	Standard Chartered PLC, senior note, 144A, FRN, 3.09%, 09/10/22 †	GBR	USD	741,145	0.03
735,000	Volkswagen Group of America Finance LLC, senior note, 144A, FRN, 2.795%, 09/24/21 †	DEU	USD	740,328	0.03
720,000	Hyundai Capital America, senior note, 144A, 3.95%, 02/01/22	USA	USD	740,327	0.03
740,000	POSCO, senior note, 144A, 2.375%, 11/12/22	KOR	USD	739,691	0.03
735,000	Hewlett Packard Enterprise Co., senior note, FRN, 2.567%, 03/12/21 †	USA	USD	737,864	0.03
725,000	U.S. Bank NA, senior note, 3.00%, 02/04/21	USA	USD	733,726	0.03
730,000	Exxon Mobil Corp., senior note, FRN, 2.234%, 08/16/22 †	USA	USD	733,687	0.03
765,000	CommScope Technologies LLC, senior bond, 144A, 5.00%, 03/15/27	USA	USD	721,032	0.03
690,000	Uber Technologies Inc., senior note, 144A, 8.00%, 11/01/26	USA	USD	720,928	0.03
690,000	Metropolitan Life Global Funding I, secured note, 144A, 2.40%, 06/17/22	USA	USD	697,159	0.03
680,000	The Boeing Co., senior note, 2.70%, 05/01/22	USA	USD	690,572	0.03
821,000	Moss Creek Resources Holdings Inc., senior note, 144A, 10.50%, 05/15/27	USA	USD	687,873	0.03
658,000	Altair Engineering Inc., cvt., senior note, 0.25%, 06/01/24	USA	USD	676,095	0.03
940,000	Gulfport Energy Corp., senior note, 6.00%, 10/15/24	USA	USD	669,750	0.03
1,510,000	California Resources Corp., secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	653,075	0.03
652,000	Triumph Group Inc., senior note, 5.25%, 06/01/22	USA	USD	650,573	0.03
656,000	Akamai Technologies Inc., cvt., senior bond, 144A, 0.375%, 09/01/27	USA	USD	648,912	0.03
695,000	DISH Network Corp., cvt., senior note, 2.375%, 03/15/24	USA	USD	637,211	0.03
585,000	NBM US Holdings Inc., senior note, 144A, 7.00%, 05/14/26	BRA	USD	634,949	0.03
922,000	Aphria Inc., cvt., senior bond, 144A, 5.25%, 06/01/24	CAN	USD	625,231	0.03
615,000	Apple Inc., senior note, 1.70%, 09/11/22	USA	USD	614,484	0.03
600,000	Cheniere Corpus Christi Holdings LLC, senior secured bond, first lien, 144A, 3.70%, 11/15/29	USA	USD	612,594	0.03
600,000	New York Life Global Funding, Medium Term Note, 2.441%, 07/12/22	USA	USD	602,541	0.03
590,000	Wells Fargo Bank NA, Medium Term Note, 2.545%, 09/09/22	USA	USD	593,331	0.03
589,000	Pacific Gas & Electric Co., senior bond, 3.30%, 12/01/27	USA	USD	590,487	0.03
580,000	American Honda Finance Corp., senior note, 1.95%, 05/20/22	USA	USD	582,307	0.03
550,000	Aircastle Ltd., senior note, 4.25%, 06/15/26	USA	USD	582,265	0.03
589,000	Vantage Drilling International, senior secured note, first lien, 144A, 9.25%, 11/15/23	USA	USD	574,519	0.03

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
503,000	MDC - GMTN BV, senior note, Reg S, 4.50%, 11/07/28	ARE	USD	572,851	0.02
570,000	Alliance Data Systems Corp., senior note, 144A, 4.75%, 12/15/24	USA	USD	570,000	0.02
555,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 4.375%, 01/15/28	CAN	USD	557,414	0.02
524,000	Team Inc., cvt., senior note, 5.00%, 08/01/23	USA	USD	549,900	0.02
545,000	General Motors Financial Co. Inc., senior note, FRN, 2.862%, 04/09/21 †	USA	USD	546,204	0.02
565,000	DISH Network Corp., cvt., senior bond, 3.375%, 08/15/26	USA	USD	544,886	0.02
440,000	Cytokinetics Inc., cvt., senior note, 4.00%, 11/15/26	USA	USD	527,771	0.02
520,000	The Goldman Sachs Group Inc., senior note, FRN, 3.046%, 04/26/22 †	USA	USD	525,314	0.02
500,000	Capital One NA, senior note, 2.15%, 09/06/22	USA	USD	500,962	0.02
718,000	Liberty Interactive LLC, cvt., senior note, 3.75%, 02/15/30	USA	USD	498,113	0.02
475,000	BRF SA, senior bond, 144A, 4.875%, 01/24/30	BRA	USD	490,561	0.02
458,000	eG Global Finance PLC, senior secured note, 144A, 8.50%, 10/30/25	GBR	USD	487,007	0.02
608,000	K. Hovnanian Enterprises Inc., senior secured note, 144A, 10.00%, 11/15/25	USA	USD	486,218	0.02
455,000	Uber Technologies Inc., senior note, 144A, 7.50%, 09/15/27	USA	USD	467,952	0.02
461,000	TPC Group Inc., secured note, 144A, 10.50%, 08/01/24	USA	USD	465,419	0.02
450,000	Midwest Connector Capital, 3.625%, 04/01/22	USA	USD	461,380	0.02
460,000	BMW U.S. Capital LLC, FRN, 2.401%, 08/13/21 †	DEU	USD	461,297	0.02
412,000	OSI Systems Inc., cvt., senior note, 1.25%, 09/01/22	USA	USD	451,363	0.02
550,000	EZCORP Inc., cvt., senior note, 2.375%, 05/01/25	USA	USD	450,313	0.02
450,000	United Technologies Corp., FRN, 2.554%, 08/16/21 †	USA	USD	450,060	0.02
440,000	Wells Fargo & Co., senior note, FRN, 3.24%, 03/04/21 †	USA	EUR	445,506	0.02
425,000	Boyd Gaming Corp., senior note, 144A, 4.75%, 12/01/27	USA	USD	442,255	0.02
430,000	Daimler Finance North America LLC, senior note, 144A, FRN, 2.81%, 02/15/22 †	DEU	USD	433,450	0.02
380,000	Refinitiv U.S. Holdings Inc., senior note, 144A, 8.25%, 11/15/26	USA	USD	428,678	0.02
400,000	Standard Chartered PLC, senior note, 144A, 4.247% to 01/20/22, FRN thereafter, 01/20/23	GBR	USD	414,553	0.02
365,000	Petrobras Global Finance BV, senior bond, 5.75%, 02/01/29	BRA	USD	412,359	0.02
400,000	Wells Fargo Bank NA, senior note, 3.625%, 10/22/21	USA	USD	411,761	0.02
395,000	Methanex Corp., senior bond, 5.25%, 12/15/29	CAN	USD	408,405	0.02
1,269,000	Neiman Marcus Group Ltd. LLC/Neiman Marcus Group LLC/Mariposa Borrower/NMG, secured note, third lien, 144A, 8.00%, 10/25/24	USA	USD	406,080	0.02
395,000	Minera Mexico SA de CV, senior bond, 144A, 4.50%, 01/26/50	MEX	USD	403,269	0.02
400,000	Standard Chartered PLC, senior note, 144A, FRN, 3.116%, 01/20/23 †	GBR	USD	402,755	0.02
475,000	CalAmp Corp., cvt., senior note, 2.00%, 08/01/25	USA	USD	395,708	0.02
381,000	Intelsat Jackson Holdings SA, senior secured note, first lien, 144A, 8.00%, 02/15/24	LUX	USD	391,796	0.02
370,000	Kaisa Group Holdings Ltd., secured note, 144A, 11.95%, 10/22/22	CHN	USD	386,421	0.02
369,000	Western Digital Corp., senior note, 4.75%, 02/15/26	USA	DKK	385,374	0.02
410,000	Montage Resources Corp., senior note, 8.875%, 07/15/23	USA	USD	379,246	0.02
315,000	Enel SpA, sub. note, 144A, 8.75% to 09/24/13, FRN thereafter, 09/24/73	ITA	USD	370,550	0.02
600,000	Casino Guichard Perrachon SA, junior sub. bond, Reg S, 3.992% to 01/31/68, FRN thereafter, Perpetual	FRA	USD	367,587	0.02
350,000	Kenbourne Invest SA, senior note, 144A, 6.875%, 11/26/24	CHL	USD	365,978	0.02
365,000	Marriott International Inc/MD, senior note, 2.125%, 10/03/22	USA	USD	365,745	0.02
329,000	Lumentum Holdings Inc., cvt., senior note, 144A, 0.50%, 12/15/26	USA	USD	357,788	0.02
328,000	Infinera Corp., cvt., senior note, 2.125%, 09/01/24	USA	USD	347,883	0.02
260,000	Silicon Laboratories Inc., cvt., senior note, 1.375%, 03/01/22	USA	USD	346,208	0.02
395,000	Teva Pharmaceutical Finance Netherlands III BV, senior bond, 3.15%, 10/01/26	ISR	USD	329,835	0.01
321,000	Pacific Gas & Electric Co., senior bond, 5.125%, 11/15/43	USA	USD	329,527	0.01
270,000	Petrobras Global Finance BV, senior bond, 7.25%, 03/17/44	BRA	USD	328,437	0.01
275,000	Teva Pharmaceutical Finance Netherlands II BV, senior note, 144A, 6.00%, 01/31/25	ISR	EUR	326,976	0.01
315,000	GMR Hyderabad International Airport Ltd., senior secured note, Reg S, 5.375%, 04/10/24	IND	USD	326,636	0.01
315,000	iHeartCommunications Inc., first lien, 144A, 4.75%, 01/15/28	USA	USD	323,458	0.01
320,000	AIA Group Ltd., senior note, 144A, FRN, 2.428%, 09/20/21 †	HKG	USD	320,274	0.01
328,000	New Relic Inc., cvt., senior note, 144A, 0.50%, 05/01/23	USA	USD	319,565	0.01
310,000	Teva Pharmaceutical Finance Netherlands III BV, senior note, 144A, 7.125%, 01/31/25	ISR	USD	319,078	0.01
285,000	JBS USA LUX SA/JBS USA Food Co./JBS USA Finance Inc., senior bond, 144A, 5.50%, 01/15/30	USA	USD	306,646	0.01
256,000	eG Global Finance PLC, senior secured note, 144A, 6.25%, 10/30/25	GBR	USD	304,643	0.01
300,000	AT&T Inc., senior note, FRN, 2.951%, 07/15/21 †	USA	USD	302,933	0.01
300,000	AT&T Inc., senior note, FRN, 2.657%, 06/01/21 †	USA	USD	301,856	0.01
280,000	Ameriprise Financial Inc., senior note, 3.00%, 03/22/22	USA	USD	286,383	0.01
259,000	SSL Robotics LLC, senior note, 144A, 9.75%, 12/31/23	USA	USD	282,310	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
512,000	Lecta SA, senior secured note, first lien, Reg S, 6.50%, 08/01/23	ESP	USD	277,105	0.01
243,000	Meccanica Holdings USA Inc., senior bond, 144A, 6.25%, 01/15/40	ITA	USD	272,160	0.01
260,000	John Deere Capital Corp., Medium Term Note, FRN, 2.377%, 06/13/22 †	USA	USD	261,210	0.01
255,000	Credit Suisse AG, senior note, 2.10%, 11/12/21	CHE	USD	256,201	0.01
483,000	Frontier Communications Corp., senior bond, 9.00%, 08/15/31	USA	USD	235,475	0.01
225,000	Sumitomo Mitsui Financial Group Inc., senior note, FRN, 2.954%, 01/11/22 †	JPN	USD	227,239	0.01
210,000	IHS Netherlands Holdco BV, Callable Notes Fixed, 7.125%, 03/18/25	NLD	USD	221,970	0.01
205,000	Cable Onda Sa, Callable Notes Fixed, 4.50%, 01/30/30	PAN	USD	216,244	0.01
200,000	Millicom International Cellular SA, 5.125%, 01/15/28	LUX	USD	210,272	0.01
200,000	Ziggo BV, Callable Notes Fixed, 4.875%, 01/15/30	NLD	ARS	206,927	0.01
200,000	Sunac China Holdings Ltd., senior note, Reg S, 7.25%, 06/14/22	CHN	USD	205,991	0.01
200,000	Easy Tactic Ltd., senior note, Reg S, 8.125%, 02/27/23	CHN	USD	205,725	0.01
200,000	First Quantum Minerals Ltd., senior note, 144A, 7.50%, 04/01/25	ZMB	USD	204,917	0.01
200,000	Bharti Airtel Ltd., senior note, Reg S, 4.375%, 06/10/25	IND	USD	203,968	0.01
200,000	Danske Bank A/S, senior note, 3.244% to 12/20/24, FRN thereafter, 12/20/25	DNK	USD	202,366	0.01
400,000	Vine Oil & Gas LP/Vine Oil & Gas Finance Corp., senior note, 144A, 9.75%, 04/15/23	USA	USD	202,000	0.01
175,000	eG Global Finance PLC, senior secured note, first lien, 144A, 4.375%, 02/07/25	GBR	USD	197,156	0.01
200,000	Greenland Global Investment Ltd., senior note, Reg S, 5.875%, 07/03/24	CHN	ARS	194,288	0.01
295,000	Envision Healthcare Corp., senior note, 144A, 8.75%, 02/20/26	USA	USD	183,740	0.01
145,000	MSCI Inc., senior bond, 144A, 4.00%, 11/15/29	USA	USD	147,262	0.01
300,000	Pyxus International Inc., second lien, secured note, 9.875%, 07/15/21	USA	USD	145,425	0.01
141,000	Pacific Gas & Electric Co., senior bond, 3.85%, 11/15/23	USA	USD	142,821	0.01
136,000	Pacific Gas & Electric Co., senior bond, 4.60%, 06/15/43	USA	USD	138,507	0.01
124,000	Pacific Gas & Electric Co., senior bond, 3.50%, 06/15/25	USA	USD	124,309	0.01
180,000	Lonestar Resources America Inc., senior note, 144A, 11.25%, 01/01/23	USA	USD	123,750	0.01
120,000	Outfront Media Capital LLC/Outfront Media Capital Corp., senior bond, 144A, 4.625%, 03/15/30	USA	USD	122,322	0.01
115,000	Pacific Gas & Electric Co., senior bond, 6.05%, 03/01/34	USA	USD	120,675	0.01
237,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	116,130	0.01
137,000	Evolent Health Inc., cvt., senior note, 1.50%, 10/15/25	USA	USD	96,931	0.00
100,000	Casino Guichard Perrachon SA, senior bond, Reg S, 4.048%, 08/05/26	FRA	USD	95,719	0.00
195,000	Chesapeake Energy Corp., cvt., senior note, 5.50%, 09/15/26	USA	USD	94,845	0.00
90,000	The Greenbrier Cos. Inc., cvt., senior note, 2.875%, 02/01/24	USA	USD	87,554	0.00
150,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	72,750	0.00
64,000	Pacific Gas & Electric Co., senior note, 144A, 4.25%, 08/01/23	USA	USD	65,787	0.00
4,525,000	Banco Hipotecario SA, 144A, FRN, 51.688%, 11/07/22 †	ARG	ARS	58,425	0.00
55,000	Pacific Gas & Electric Co., senior bond, 4.30%, 03/15/45	USA	USD	56,014	0.00
45,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	45,163	0.00
40,000	Pacific Gas & Electric Co., senior note, 3.40%, 08/15/24	USA	USD	40,617	0.00
39,000	Pacific Gas & Electric Co., senior note, 144A, 4.65%, 08/01/28	USA	USD	40,379	0.00
61,000	Frontier Communications Corp., senior bond, 6.875%, 01/15/25	USA	USD	29,763	0.00
34,000	Moss Creek Resources Holdings Inc., senior note, 144A, 7.50%, 01/15/26	USA	USD	25,937	0.00
1,840,000	Banco Macro SA, senior note, 144A, 17.50%, 05/08/22	ARG	ARS	12,246	0.00
223,000	Bellatrix Exploration Ltd., senior note, PIK, 12.50%, 12/15/23 ‡	CAN	USD	0	0.00
				306,008,822	13.30
	Government and Municipal Bonds				
437,551,000	Government of Russia, 7.25%, 05/10/34	RUS	USD	7,603,146	0.33
62,522,169	Government of South Africa, R186, 10.50%, 12/21/26	ZAF	USD	4,997,055	0.22
175,909,000	Government of Russia, 7.40%, 07/17/24	RUS	USD	2,995,338	0.13
34,365,000	Government of South Africa, 8.75%, 01/31/44	ZAF	ZAR	2,159,056	0.09
1,351,000	Eskom Holdings SOC Ltd., senior note, Reg S, 8.45%, 08/10/28	ZAF	USD	1,461,524	0.06
1,357,000	Government of Turkey, senior note, 6.35%, 08/10/24	TUR	USD	1,421,049	0.06
1,248,000	Government of Paraguay, senior note, Reg S, 4.625%, 01/25/23	PRY	USD	1,321,525	0.06
942,000	Government of Bahrain, senior note, Reg S, 7.00%, 01/26/26	BHR	USD	1,111,633	0.05
622,000	Government of Italy, senior note, 2.375%, 10/17/24	ITA	USD	610,291	0.03
569,000	Angolan Government International Bond, senior note, Reg S, 8.00%, 11/26/29	AGO	USD	608,670	0.02
508,000	Arab Republic of Egypt, Medium Term Note Fixed, 7.053%, 01/15/32	EGY	USD	533,436	0.02
406,000	Government of Nigeria, senior note, Reg S, 7.625%, 11/21/25	NGA	USD	449,239	0.02
409,000	Eskom Holdings SOC Ltd., senior note, Reg S, 5.75%, 01/26/21	ZAF	USD	410,789	0.02
377,000	Arab Republic of Egypt, Medium Term Note Fixed, 8.15%, 11/20/59	EGY	USD	403,839	0.02
370,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	395,610	0.02
380,000	The Export-Import Bank of Korea, senior note, FRN, 2.472%, 06/25/22 †	KOR	USD	381,131	0.02

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
294,000	Saudi Arabian Oil Co., senior note, Reg S, 3.50%, 04/16/29	SAU	USD	305,079	0.01
670,000	Province of Buenos Aires, senior note, 144A, 6.50%, 02/15/23	ARG	USD	283,075	0.01
30,965,000	Provincia de Buenos Aires, Reg S, FRN, 61.397%, 04/12/25 †	ARG	ZAR	274,097	0.01
27,380,000	Province of Buenos Aires, FRN, 59.739%, 05/31/22 †	ARG	EUR	225,051	0.01
190,000	YPF Sociedad Anonima, senior note, 144A, 6.95%, 07/21/27	ARG	USD	169,641	0.01
				28,120,274	1.22
	Securities Maturing Within One Year				
15,000,000	U.S. Treasury Bill, 02/13/20	USA	USD	14,974,056	0.65
11,405,400	U.S. Treasury Bill, 02/27/20	USA	USD	11,378,699	0.49
7,825,000	U.S. Treasury Bill, 02/06/20	USA	USD	7,813,703	0.34
7,355,000	U.S. Treasury Bill, 03/05/20	USA	USD	7,335,725	0.32
5,500,000	U.S. Treasury Bill, 04/23/20	USA	USD	5,473,859	0.24
4,720,000	Allscripts Healthcare Solutions Inc., cvt., senior note, 1.25%, 07/01/20	USA	USD	4,684,907	0.20
4,410,000	U.S. Treasury Bill, 05/21/20	USA	USD	4,383,911	0.19
4,250,000	U.S. Treasury Bill, 03/26/20	USA	USD	4,235,098	0.18
3,842,000	Cemex SAB de CV, cvt., 3.72%, 03/15/20	MEX	USD	3,867,492	0.17
3,500,000	U.S. Treasury Bill, 01/09/20	USA	USD	3,499,046	0.15
3,500,000	U.S. Treasury Bill, 01/30/20	USA	USD	3,496,052	0.15
3,136,000	Cardtronics Inc., cvt., senior note, 1.00%, 12/01/20	USA	USD	3,349,806	0.15
3,310,000	U.S. Treasury Bill, 02/25/20	USA	USD	3,302,639	0.14
3,010,000	U.S. Treasury Bill, 02/20/20	USA	USD	3,003,814	0.13
3,010,000	U.S. Treasury Bill, 08/13/20	USA	USD	2,981,485	0.13
2,059,000	PRA Group Inc., cvt., senior note, 3.00%, 08/01/20	USA	USD	2,061,676	0.09
1,505,000	U.S. Treasury Bill, 09/10/20	USA	USD	1,489,039	0.07
1,505,000	U.S. Treasury Bill, 10/08/20	USA	USD	1,487,354	0.06
629,000	TTM Technologies Inc., cvt., senior note, 1.75%, 12/15/20	USA	USD	994,156	0.04
338,252,010	Citigroup Global Markets Holdings Inc., zero cpn., 01/13/20	USA	EGP	931,525	0.04
14,891,000	JP Morgan Structured Products BV, Medium Term Note, zero cpn., 07/09/20	USA	USD	864,133	0.04
845,000	Sumitomo Mitsui Banking Corp., FRN, 2.352%, 01/17/20 †	JPN	USD	845,170	0.04
810,000	USAA Capital Corp., 3.00%, 07/01/20	USA	USD	814,490	0.04
725,000	Rolls-Royce PLC, senior note, 144A, 2.375%, 10/14/20	GBR	USD	727,826	0.03
237,000,000	JP Morgan Structured Products BV, Medium Term Note, zero cpn., 01/13/20	USA	USD	640,619	0.03
824,000	Element Fleet Management Corp., cvt., sub. note, 4.25%, 06/30/20	CAN	USD	637,695	0.03
590,000	Nissan Motor Acceptance Corp., FRN, 2.391%, 07/13/20 †	USA	USD	590,273	0.03
580,000	PNC Bank National Assn., senior note, FRN, 2.263%, 05/19/20 †	USA	USD	580,647	0.03
576,000	ZAR Sovereign Capital Fund Propriety Ltd., senior note, Reg S, 3.903%, 06/24/20	ZAF	USD	579,350	0.03
550,000	Capital One Financial Corp., senior note, FRN, 2.661%, 05/12/20 †	USA	USD	551,060	0.02
550,000	Intel Corp., senior note, FRN, 1.981%, 05/11/20 †	USA	USD	550,143	0.02
525,000	General Motors Financial Co. Inc., FRN, 2.916%, 04/13/20 †	USA	USD	525,849	0.02
515,000	American Express Credit Account Master Trust, 2017-3, A, 1.77%, 11/15/20	USA	USD	514,822	0.02
510,000	Daimler Finance North America LLC, FRN, 2.42%, 05/05/20 †	DEU	USD	510,589	0.02
505,000	Apple Inc., FRN, 1.971%, 05/11/20 †	USA	USD	505,244	0.02
460,000	Campbell Soup Co., senior note, 2.394%, 03/16/20	USA	USD	460,165	0.02
435,000	Daimler Finance North America LLC, senior note, 144A, 3.10%, 05/04/20	DEU	USD	436,461	0.02
360,000	Marsh & McLennan Cos. Inc., senior note, 3.50%, 12/29/20	USA	USD	365,344	0.02
350,000	YPF Sociedad Anonima, senior note, 144A, FRN, 63.354%, 07/07/20 †	ARG	USD	88,461	0.00
3,700,000	Banco Supervielle SA, senior note, 144A, FRN, 52.771%, 08/09/20 †	ARG	ARS	51,221	0.00
2,445,000	Government of Argentina, FRN, 70.253%, 06/21/20 †	ARG	USD	22,050	0.00
1,179,020	Banco Hipotecario SA, senior note, 144A, FRN, 50.667%, 01/12/20 †	ARG	ARS	5,728	0.00
3,720	ACC Trust, 2018-1, A, 3.70%, 12/21/20	USA	USD	3,722	0.00
45,000	SunEdison Inc., cvt., Escrow Account, 144A, 0.25%, 01/15/20	USA	USD	1,013	0.00
				101,616,117	4.41
	TOTAL BONDS			563,253,170	24.47
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			563,253,170	24.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
60,783	One Call Corp., pfd. **	USA	USD	7,291,475	0.32
8,706	One Call Corp. **	USA	USD	1,044,363	0.04
				8,335,838	0.36
	Electric Utilities				
17,928	SCE Trust II, 5.10%, pfd.	USA	USD	448,021	0.02
7,683	SCE Trust VI, 5.00%, pfd.	USA	USD	184,238	0.01
				632,259	0.03
	Food Products				
7,159	Bunge Ltd., 4.875%, cvt. pfd.	USA	USD	743,247	0.03
	Oil, Gas & Consumable Fuels				
130	Chesapeake Energy Corp., 5.75%, cvt. pfd.	USA	USD	26,650	0.00
219	El Paso Energy Capital Trust I, 4.75%, cvt. pfd.	USA	USD	11,270	0.00
				37,920	0.00
	TOTAL SHARES			9,749,264	0.42
	RIGHTS				
	Pharmaceuticals				
17,510	Bristol-Myers Squibb Co., rts., 02/01/49	USA	NGN	52,705	0.00
	TOTAL RIGHTS			52,705	0.00
	BONDS				
	Corporate Bonds				
7,654,736	Bruce Mansfield Unit 1 2007 Pass Through Trust, secured bond, 6.85%, 06/01/34 ^	USA	USD	6,718,503	0.29
37,741,000	Standard Bank PLC, cvt., senior note, 144A, 15.36%, 10/01/21 **	GBR	USD	1,707,809	0.07
24,550,000	JP Morgan Structured Products BV, Medium Term Note, 14.35%, 09/12/24 **	USA	USD	1,614,916	0.07
205,000	Bellatrix Exploration Ltd., secured note, second lien, 8.50%, 09/11/23 **	CAN	USD	123,000	0.01
180,000	TerraVia Holdings Inc., Escrow Account, Perpetual	USA	USD	0	0.00
				10,164,228	0.44
	Government and Municipal Bonds				
8,795,000	Puerto Rico Commonwealth GO, Refunding, Series A, 8.00%, 07/01/35 ^	USA	USD	5,617,806	0.24
3,790,000	Puerto Rico Electric Power Authority Power Revenue, Series XX-RSA-1, 5.25%, 07/01/40 ^	USA	USD	2,889,875	0.13
2,872,000	Puerto Rico Electric Power Authority Power Revenue, Series A-RSA-1, 5.00%, 07/01/42 ^	USA	USD	2,182,720	0.10
1,845,000	Puerto Rico Commonwealth GO, Public Improvement, Refunding, Series A, 5.00%, 07/01/41 ^	USA	USD	1,259,213	0.06
1,435,000	Puerto Rico Electric Power Authority Power Revenue, Series TT-RSA-1, 5.00%, 07/01/37 ^	USA	USD	1,090,600	0.05
1,395,000	Puerto Rico Commonwealth GO, Public Improvement, Refunding, Series A, 5.50%, 07/01/39 ^	USA	USD	1,000,913	0.04
700,000	Puerto Rico Electric Power Authority Power Revenue, Series TT-RSA-1, 5.00%, 07/01/32 ^	USA	USD	532,000	0.02
357,000	Puerto Rico Electric Power Authority Power Revenue, Series WW-RSA-1, 5.50%, 07/01/38 ^	USA	USD	273,105	0.01
977,095	Petroleos de Venezuela SA, senior note, 6.00%, 10/28/22 ^	VEN	USD	68,397	0.00
35,000	Puerto Rico Electric Power Authority Power Revenue, Series WW-RSA-1, 5.25%, 07/01/33 ^	USA	USD	26,688	0.00
				14,941,317	0.65

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Alternative Strategies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year				
31,769,201	Citigroup Global Markets Holdings Inc., zero cpn., 03/19/20 **	USA	USD	1,917,910	0.09
32,196,000	JP Morgan Structured Products BV, Medium Term Note, zero cpn., 05/07/20 **	USA	USD	1,898,730	0.08
28,925,467	Citigroup Global Markets Holdings Inc., zero cpn., 01/09/20 **	USA	USD	1,796,299	0.08
36,305,219	Citigroup Global Markets Holdings Inc., senior note, 144A, 15.74%, 01/17/20 **	USA	USD	1,635,824	0.07
37,837,819	Citigroup Global Markets Holdings Inc., cvt., senior note, 144A, 15.70%, 01/10/20 **	USA	USD	1,590,117	0.07
				8,838,880	0.39
	TOTAL BONDS			33,944,425	1.48
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			43,746,394	1.90
	TOTAL INVESTMENTS			1,324,342,280	57.54

† Floating Rates are indicated as at December 31, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation
^ These Bonds are currently in default

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Diversified Telecommunication Services				
72,267	Telecom Italia SpA/Milano	ITA	USD	45,103	0.05
	Energy Equipment & Services				
276	Weatherford International PLC	USA	USD	7,714	0.01
	Equity Real Estate Investment Trusts (REITs)				
24,038	VICI Properties Inc.	USA	USD	614,171	0.67
861	The Macerich Co.	USA	USD	23,178	0.03
				637,349	0.70
	Independent Power and Renewable Electricity Producers				
25,797	Clearway Energy Inc., A	USA	USD	493,239	0.54
18,772	Clearway Energy Inc., C	USA	USD	374,501	0.41
				867,740	0.95
	Media				
5,273	Liberty Global PLC, C	GBR	USD	114,925	0.13
	Multiline Retail				
2,710	Nordstrom Inc.	USA	USD	110,920	0.12
	Specialty Retail				
12,915	Party City Holdco Inc.	USA	USD	30,221	0.03
	TOTAL SHARES			1,813,972	1.99
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,813,972	1.99
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
2,500,000	OZLM Funding III Ltd., 2013-3A, CR, FRN, 6.203%, 01/22/29 †	CYM	USD	2,502,327	2.75
1,945,936	Motel 6 Trust, 2017-MTL6, F, 144A, FRN, 5.990%, 08/15/34 †	USA	USD	1,961,442	2.16
1,750,000	Ashford Hospitality Trust, ASHF, E, 144A, FRN, 4.84%, 04/15/35 †	USA	USD	1,754,697	1.93
1,235,179	STACR Trust, 2018-HRP1, B2, 144A, FRN, 13.542%, 04/25/43 †	USA	USD	1,527,832	1.68
1,487,500	BX Trust, 2017-SLCT, E, 144A, FRN, 4.89%, 07/15/34 †	USA	USD	1,493,346	1.64
1,500,000	LCM XVIII LP, 2018A, DR, 144A, FRN, 4.766%, 04/20/31 †	USA	USD	1,398,245	1.54
1,144,792	Labrador Aviation Finance Ltd., 2016-1A, A1, 4.30%, 01/15/42	USA	USD	1,165,947	1.28
1,115,028	STARM Mortgage Loan Trust, 2007-3, 2A1, FRN, 4.38%, 06/25/37 †	USA	USD	1,103,649	1.21
1,000,000	Tricon American Homes Trust, 2017-SFR2, F, 5.104%, 01/17/36	USA	ZAR	1,034,759	1.14
1,000,000	Tricon American Homes Trust, 2017-SFR1, F, 5.151%, 09/17/34	USA	USD	1,027,231	1.13
1,000,000	Flagship VII Ltd., 2013-7A, E, FRN, 6.716%, 01/20/26 †	CYM	USD	987,167	1.08
980,000	Staniford Street CLO Ltd., 2014-1A, D, 144A, FRN, 5.394%, 06/15/25 †	USA	USD	981,096	1.08
1,000,000	Seasoned Credit Risk Transfer Trust, 2016-1, M2, FRN, 3.75%, 09/25/55 †	USA	USD	973,586	1.07
800,000	Galaxy XXIV CLO Ltd., 2017-24A, C, FRN, 3.701%, 01/15/31 †	CYM	USD	761,831	0.84
750,000	Zais CLO 1 Ltd., 20141A, CR, 144A, FRN, 5.411%, 04/15/28 †	USA	USD	716,962	0.79
3,377,000	FNMA, 2011-11, SA, IO, FRN, 4.658%, 11/25/41 †	USA	USD	687,482	0.76
590,000	THL Credit Wind River CLO Ltd., 2015-2A, DR, 4.586%, 10/15/27	CYM	EUR	581,364	0.64
717,913	RAMP Series, 2005-SL1, A7, 8.00%, 05/25/32	USA	USD	554,907	0.61
511,994	Sapphire Aviation Finance I Ltd., 2018-1A, B, 144A, 5.926%, 03/15/40	USA	USD	526,278	0.58
500,000	Seasoned Credit Risk Transfer Trust, 2017-4, 4, M, 144A, FRN, 4.75%, 06/25/57 †	USA	USD	516,916	0.57
811,433	RALI Series Trust, 2006-QA5, 1A3, FRN, 2.012%, 07/25/36 †	USA	USD	501,165	0.55
500,000	Halcyon Loan Advisors Funding Ltd., 2013-2A, D, 5.709%, 08/01/25	CYM	USD	499,260	0.55
500,000	CVP Cascade CLO-2 Ltd., 2A, C, 144A FRN, 5.803%, 07/18/26 †	USA	USD	495,645	0.54
500,000	Catamaran CLO Ltd., 2015-1A, DR, FRN, 4.753%, 04/22/27 †	CYM	USD	493,442	0.54
500,000	Black Diamond CLO Ltd., 2014-1A, D, FRN, 7.302%, 10/17/26 †	CYM	USD	487,386	0.54
473,918	Bear Stearns Asset Backed Securities I Inc., FRN, 5.132%, 05/25/35 †	USA	USD	485,225	0.53
454,619	Credit Suisse First Boston Mortgage Securities Corp., FRN, 5.292%, 02/25/32 †	USA	USD	482,661	0.53
428,748	Westchester CLO Ltd., 2007-1A, E, 144A, FRN, 6.209%, 08/01/22 †	USA	USD	430,297	0.47
380,796	WaMu Mortgage Pass-Through Certificates, FRN, 2.86%, 11/25/41 †	USA	USD	356,850	0.39
335,155	Wells Fargo Alternative Loan Trust, 2007-PA2, 6.00%, 06/25/37	USA	USD	340,692	0.37
349,802	RFMSI Trust, 2006-SA4, 2A1, FRN, 5.171%, 11/25/36 †	USA	USD	336,287	0.37
340,927	Bear Stearns ARM Trust, 2004-1, 2B1, FRN, 4.317%, 04/25/34 †	USA	USD	322,552	0.35

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
300,000	KREF Ltd., 2018-FL1, D, 144A, FRN, 4.287%, 06/15/36 †	USA	USD	301,290	0.33
310,366	RALI Series Trust, 2006-QS10, A4, 5.75%, 08/25/36	USA	USD	297,686	0.33
290,448	Residential Accredit Loans Inc., 2004-QA4, NB21, FRN, 4.403%, 09/25/34 †	USA	EGP	294,256	0.32
303,354	GSR Mortgage Loan Trust, 2004-14, 2A1, FRN, 2.122%, 12/25/34 †	USA	USD	292,326	0.32
329,642	Banc of America Funding Corp., 2007-1, TA1A, FRN, 1.852%, 01/25/37 †	USA	USD	277,678	0.31
296,506	Bear Stearns ARM Trust, 2004-12, M1, FRN, 3.933%, 02/25/35 †	USA	USD	275,778	0.30
275,441	Alternative Loan Trust, 2007-16CB, 4A7, 6.00%, 08/25/37	USA	USD	270,364	0.30
276,697	RFMSI Trust, 2007-S1, A5, 6.00%, 01/25/37	USA	USD	270,279	0.30
297,058	Alternative Loan Trust, 2006-OA17, 2A1, FRN, 2.627%, 12/20/46 †	USA	USD	260,792	0.29
408,750	CHL Mortgage Pass-Through Trust, 2006-16, 6.50%, 11/25/36	USA	USD	258,704	0.28
254,079	Impac CMB Trust, 2004-7, M4, FRN, 3.592%, 11/25/34 †	USA	USD	258,123	0.28
306,380	Structured ARM Loan Trust, 3.715%, 09/25/36	USA	USD	253,060	0.28
250,000	Seasoned Credit Risk Transfer Trust, 2017-1, FRN, 4.00%, 01/25/56 †	USA	USD	252,117	0.28
251,744	RFMSI Trust, 2007-S6, 1A16, 6.00%, 06/25/37	USA	EUR	246,580	0.27
233,197	Chase Mortgage Finance Trust, 2004-S2, 5.50%, 02/25/34	USA	USD	236,838	0.26
224,198	MASTR Alternative Loan Trust, 2005-3, 2A1, 6.00%, 03/25/35	USA	USD	234,702	0.26
221,674	Washington Mutual MSC Mortgage Pass-through Certificates, 5.75%, 03/25/33	USA	USD	225,121	0.25
207,931	GSR Mortgage Loan Trust, 2005-AR6, 4A2, FRN, 4.52%, 09/25/35 †	USA	USD	213,100	0.23
224,897	IndyMac Index Mortgage Loan Trust, 2004-AR5, FRN, 2.652%, 08/25/34 †	USA	USD	212,901	0.23
210,929	MASTR Asset Backed Securities Trust, 2004-OPT2, FRN, 2.767%, 09/25/34 †	USA	USD	208,629	0.23
169,885	GSR Mortgage Loan Trust, 2007-4F, 1A1, 5.00%, 07/25/37	USA	USD	204,744	0.23
208,031	Asset Backed Securities Corp. Home Equity Loan Trust, FRN, 5.265%, 06/15/33 †	USA	USD	204,463	0.22
200,000	TPG Real Estate Finance Issuer Ltd., 2018-FL2, D, 144A, FRN, 4.437%, 11/15/37 †	USA	USD	200,745	0.22
927,697	FHLMC, FRN, 4.36%, 08/25/49 †	USA	USD	197,531	0.22
194,288	Bear Stearns ARM Trust, 2004-10, 31A1, FRN, 4.388%, 01/25/35 †	USA	USD	197,299	0.22
237,444	First Horizon Alternative Mortgage Securities, FRN, 3.73%, 07/25/35 †	USA	USD	192,069	0.21
182,118	RASC Trust, 2003-KS7, MI1, FRN, 5.574%, 09/25/33 †	USA	USD	188,253	0.21
182,037	Morgan Stanley Mortgage Loan Trust, 2004-1, 5.50%, 11/25/33	USA	USD	181,880	0.20
250,000	Freddie Mac Structured Agency Credit Risk Debt Notes, SPI3, B, 144A, FRN, 4.152%, 08/25/48 †	USA	USD	181,485	0.20
408,914	Morgan Stanley Mortgage Loan Trust, 2006-16AX, 1.962%, 11/25/36	USA	USD	180,026	0.20
240,179	JP Morgan Mortgage Acquisition Trust, 2007-CH2, AF2, FRN, 4.59%, 01/25/37 †	USA	USD	178,204	0.20
166,769	IMC Home Equity Loan Trust, 1998-5, A5, FRN, 7.08%, 12/20/29 †	USA	USD	174,679	0.19
238,397	IndyMac Index Mortgage Loan Trust, 2006-AR7, FRN, 3.444%, 05/25/36 †	USA	USD	171,866	0.19
175,856	IndyMac Index Mortgage Loan Trust, 2006-AR33, FRN, 4.107%, 01/25/37 †	USA	USD	169,192	0.19
212,435	Bear Stearns ALT-A Trust, 2005-9, 26A1, FRN, 3.811%, 11/25/35 †	USA	USD	168,982	0.19
156,051	Chase Mortgage Finance Trust, 2007-A1, FRN, 4.706%, 02/25/37 †	USA	USD	157,199	0.17
169,213	Bear Stearns ALT-A Trust, 2006-1, 21A1, FRN, 3.917%, 02/25/36 †	USA	USD	146,698	0.16
192,068	Alternative Loan Trust, 2007-25, 1A2, 6.50%, 11/25/37	USA	USD	140,841	0.15
170,877	GSR Mortgage Loan Trust, 2003-13, B3, FRN, 4.257%, 10/25/33 †	USA	USD	139,183	0.15
147,549	National Collegiate Student Loan Trust, 2006-1, A5, FRN, 2.142%, 03/25/33 †	USA	USD	138,684	0.15
136,982	Banc of America Mortgage Trust, 2005-H, 2A1, FRN, 4.048%, 09/25/35 †	USA	USD	135,377	0.15
132,012	Banc of America Funding Corp., 2006-3, 5A9, 5.50%, 03/25/36	USA	USD	126,875	0.14
123,218	RALI Series Trust, 2005-QS13, 2A3, 5.75%, 09/25/35	USA	USD	121,700	0.13
135,041	IndyMac Index Mortgage Loan Trust, 2006-AR2, FRN, 3.975%, 09/25/36 †	USA	USD	121,397	0.13
110,000	Seasoned Credit Risk Transfer Trust, 2017-2, M1, 144A, FRN, 4.00%, 08/25/56 †	USA	USD	111,423	0.12
126,101	First Horizon Mortgage Pass-Through Trust, 2005-AR3, FRN, 4.664%, 08/25/35 †	USA	USD	106,051	0.12
110,786	Provident Funding Mortgage Loan Trust, 2005-2, 2A1A, FRN, 4.535%, 10/25/35 †	USA	USD	103,599	0.11
100,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-SPI1, M2, 144A, FRN, 3.984%, 09/25/47 †	USA	USD	99,828	0.11
103,858	Banc of America Funding Corp., 2006-3, 5A5, 5.50%, 03/25/36	USA	USD	99,818	0.11
101,657	RBSSP Resecuritization Trust, 2009-7, 15A4, 2.108%, 01/26/46	USA	USD	99,546	0.11
115,542	First Horizon Alternative Mortgage Securities, FRN, 3.845%, 02/25/36 †	USA	USD	96,400	0.11
101,627	Chase Mortgage Finance Trust, 2006-A1, 3.969%, 09/25/36	USA	USD	95,539	0.10
100,000	People's Choice Home Loan Securities Trust, FRN, 2.647%, 08/25/35 †	USA	USD	92,990	0.10
97,614	Bear Stearns ALT-A Trust, 2005-3, 2A3, FRN, 4.544%, 04/25/35 †	USA	USD	91,221	0.10
92,328	Impac CMB Trust, 2004-8, 2A2, FRN, 2.552%, 10/25/34 †	USA	USD	85,378	0.09
85,132	Banc of America Mortgage Trust, 2005-H, 2A5, FRN, 4.048%, 09/25/35 †	USA	USD	84,134	0.09
77,307	Washington Mutual MSC Mortgage Pass-through Certificates, 7.50%, 04/25/33	USA	USD	82,915	0.09
88,379	Merrill Lynch Mortgage Investors Trust, 2004-A1, M1, FRN, 4.351%, 02/25/34 †	USA	USD	80,480	0.09
96,011	Renaissance Home Equity Loan Trust, 2007-3, 3.592%, 09/25/37	USA	ARS	79,228	0.09
69,633	Nomura Asset Acceptance Corp., FRN, 4.366%, 12/25/35 †	USA	USD	70,120	0.08
141,400	GSAA Home Equity Trust, 2006-6, AF4, FRN, 6.121%, 03/25/36 †	USA	USD	67,138	0.07

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Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
66,679	Morgan Stanley ABS Capital I Inc., 2002-HE3, M1, FRN, 3.442%, 03/25/33 †	USA	USD	66,998	0.07
69,451	Morgan Stanley Mortgage Loan Trust, 2005-3AR, FRN, 4.011%, 07/25/35 †	USA	USD	63,384	0.07
84,786	Morgan Stanley Mortgage Loan Trust, 2007-14AR, FRN, 3.182%, 11/25/37 †	USA	USD	59,759	0.07
75,106	Wells Fargo Mortgage Backed Securities Trust, 2003-I, FRN, 4.787%, 09/25/33 †	USA	USD	56,687	0.06
55,626	GSR Mortgage Loan Trust, 2005-AR5, 1A1, FRN, 4.63%, 10/25/35 †	USA	USD	53,098	0.06
58,337	RALI Series Trust, 2005-QA10, A41, FRN, 5.084%, 09/25/35 †	USA	USD	50,897	0.06
50,118	Structured ARM Loan Trust, FRN, 3.933%, 10/25/35 †	USA	USD	42,217	0.05
43,312	GMACM Mortgage Loan Trust, 2005-AR2, 1A, FRN, 5.50%, 05/25/35 †	USA	USD	41,847	0.05
40,000	Seasoned Credit Risk Transfer Trust, 2017-3, M1, FRN, 4.00%, 07/25/56 †	USA	USD	40,232	0.04
43,264	Deutsche Alternative-A Securities, Inc. Mortgage Loan Trust, FRN, 3.537%, 10/25/35 †	USA	USD	38,929	0.04
31,725	GMACM Mortgage Loan Trust, 2005-AR4,1A, FRN, 5.117%, 07/19/35 †	USA	USD	29,802	0.03
28,847	Washington Mutual MSC Mortgage Pass-through Certificates, 2003-AR3, B1, FRN, 3.849%, 06/25/33 †	USA	USD	26,895	0.03
25,595	GSR Mortgage Loan Trust, 2003-1, A2, FRN, 4.30%, 03/25/33 †	USA	USD	26,003	0.03
14,344	WaMu Mortgage Pass-Through Certificates, FRN, 3.639%, 06/25/42 †	USA	USD	13,788	0.02
14,486	WaMu Mortgage Pass-Through Certificates, FRN, 3.639%, 06/25/42 †	USA	USD	13,344	0.01
933	WaMu Mortgage Pass-Through Certificates, FRN, 4.37%, 10/25/32 †	USA	USD	914	0.00
				38,818,824	42.66
	Corporate Bonds				
1,634,500	Harland Clarke Holdings Corp., senior note, 144A, 9.25%, 03/01/21	USA	USD	1,616,112	1.78
1,415,000	Intelsat Jackson Holdings SA, senior secured note, first lien, 144A, 9.50%, 09/30/22	LUX	USD	1,605,584	1.76
680,000	Transocean Inc., senior note, 144A, 7.50%, 01/15/26	USA	USD	673,079	0.74
622,000	Carvana Co., senior note, 144A, 8.875%, 10/01/23	USA	USD	657,373	0.72
555,000	Frontier Communications Corp., senior secured note, first lien, 144A, 8.00%, 04/01/27	USA	USD	581,002	0.64
630,000	The McClatchy Co., senior note, first lien, 9.00%, 07/15/26	USA	USD	571,645	0.63
537,000	Gannett Co. Inc., cvt., senior note, 4.75%, 04/15/24	USA	USD	539,685	0.59
549,000	Tesla Inc., senior note, 144A, 5.30%, 08/15/25	USA	USD	533,897	0.59
582,000	The McClatchy Co., senior secured bond, 144A, 6.875%, 07/15/31	USA	USD	465,600	0.51
422,000	Staples Inc., senior secured note, 144A, 7.50%, 04/15/26	USA	USD	438,616	0.48
340,139	One Call Corp., senior secured note, first lien, 144A, 7.50%, 07/01/24	USA	USD	338,438	0.37
328,000	R.R. Donnelley & Sons Co., senior bond, 6.00%, 04/01/24	USA	USD	338,114	0.37
387,000	Harland Clarke Holdings Corp., senior secured note, first lien, 144A, 8.375%, 08/15/22	USA	USD	316,493	0.35
340,000	Moss Creek Resources Holdings Inc., senior note, 144A, 10.50%, 05/15/27	USA	USD	284,868	0.31
270,000	Triumph Group Inc., senior note, 5.25%, 06/01/22	USA	USD	269,409	0.30
357,000	Bed Bath & Beyond Inc., senior bond, 5.165%, 08/01/44	USA	USD	259,718	0.29
209,000	eG Global Finance PLC, senior secured note, Reg S, 6.25%, 10/30/25	GBR	USD	248,712	0.27
239,000	Pacific Gas & Electric Co., senior bond, 4.75%, 02/15/44	USA	USD	246,194	0.27
244,000	Vantage Drilling International, senior secured note, first lien, 144A, 9.25%, 11/15/23	USA	USD	238,001	0.26
217,000	R.R. Donnelley & Sons Co., senior note, 6.50%, 11/15/23	USA	USD	222,515	0.24
200,000	VTB Capital SA, (VTB Bank), loan participation, sub. senior note, Reg S, 6.95%, 10/17/22	RUS	USD	216,969	0.24
180,559	American News Co. LLC, secured note, second lien, 144A, PIK, 8.50%, 09/01/26 ‡	USA	USD	193,175	0.21
191,000	TPC Group Inc., secured note, 144A, 10.50%, 08/01/24	USA	USD	192,831	0.21
300,000	Casino Guichard Perrachon SA, junior sub. bond, Reg S, 3.992% to 01/31/68, FRN thereafter, Perpetual	FRA	USD	183,794	0.20
217,000	K. Hovnanian Enterprises Inc., senior secured note, 144A, 10.00%, 11/15/25	USA	USD	173,535	0.19
161,000	Pacific Gas & Electric Co., senior note, 3.75%, 02/15/24	USA	USD	163,884	0.18
158,000	Intelsat Jackson Holdings SA, senior secured note, first lien, 144A, 8.00%, 02/15/24	LUX	USD	162,477	0.18
2,500,000	JP Morgan Structured Products BV, Medium Term Note, 16.00%, 06/15/22	USA	USD	161,674	0.18
137,000	eG Global Finance PLC, senior secured note, first lien, 144A, 4.375%, 02/07/25	GBR	USD	154,345	0.17
263,000	Project Homestake Merger Corp., senior note, 144A, 8.875%, 03/01/23	USA	USD	152,540	0.17
139,000	Pacific Gas & Electric Co., senior bond, 3.30%, 12/01/46	USA	USD	139,351	0.15
211,000	Envision Healthcare Corp., senior note, 144A, 8.75%, 02/20/26	USA	USD	131,421	0.14
124,000	Pacific Gas & Electric Co., senior bond, 4.60%, 06/15/43	USA	USD	126,286	0.14
125,000	Pacific Gas & Electric Co., senior bond, 3.50%, 06/15/25	USA	USD	125,311	0.14
104,000	SSL Robotics LLC, senior note, 144A, 9.75%, 12/31/23	USA	USD	113,360	0.12
105,000	Pacific Gas & Electric Co., senior bond, 5.125%, 11/15/43	USA	USD	107,789	0.12
102,000	Pacific Gas & Electric Co., senior note, 144A, 4.65%, 08/01/28	USA	USD	105,605	0.12
103,000	Mohegan Tribal Gaming Authority, senior note, 144A, 7.875%, 10/15/24	USA	USD	105,360	0.12
200,000	Frontier Communications Corp., senior bond, 9.00%, 08/15/31	USA	USD	97,505	0.11
75,000	Petrobras Global Finance BV, senior note, 8.75%, 05/23/26	BRA	USD	96,439	0.11
100,000	Casino Guichard Perrachon SA, senior bond, Reg S, 4.048%, 08/05/26	FRA	USD	95,719	0.11
80,000	Petrobras Global Finance BV, senior bond, 6.90%, 03/19/49	BRA	USD	93,982	0.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
73,000	eG Global Finance PLC, senior secured note, 144A, 8.50%, 10/30/25	GBR	USD	77,623	0.09
69,000	Pacific Gas & Electric Co., senior bond, 6.05%, 03/01/34	USA	USD	72,405	0.08
71,000	Pacific Gas & Electric Co., senior bond, 4.45%, 04/15/42	USA	USD	72,309	0.08
65,000	Pacific Gas & Electric Co., senior bond, 5.80%, 03/01/37	USA	USD	67,932	0.07
59,000	Pacific Gas & Electric Co., senior bond, 3.30%, 12/01/27	USA	USD	59,149	0.07
57,000	Pacific Gas & Electric Co., senior note, 144A, 4.25%, 08/01/23	USA	USD	58,591	0.06
56,000	eG Global Finance PLC, senior secured note, first lien, 144A, 6.75%, 02/07/25	GBR	USD	56,957	0.06
56,000	Pacific Gas & Electric Co., senior bond, 3.85%, 11/15/23	USA	USD	56,723	0.06
100,000	Lecta SA, senior secured note, first lien, Reg S, 6.50%, 08/01/23	ESP	USD	54,122	0.06
100,000	Lecta SA, senior secured, first lien, Reg S, FRN, 6.375%, 08/01/22 †	ESP	EGP	53,000	0.06
49,000	Pacific Gas & Electric Co., senior bond, 4.30%, 03/15/45	USA	USD	49,903	0.05
98,000	Frontier Communications Corp., senior note, 7.125%, 01/15/23	USA	USD	48,020	0.05
41,000	Pacific Gas & Electric Co., senior note, 2.95%, 03/01/26	USA	USD	41,200	0.05
34,000	Nordstrom Inc., senior bond, 5.00%, 01/15/44	USA	USD	33,303	0.04
62,000	Frontier Communications Corp., senior bond, 7.625%, 04/15/24	USA	USD	30,070	0.03
15,000	Pacific Gas & Electric Co., senior note, 3.40%, 08/15/24	USA	USD	15,231	0.02
13,000	Pacific Gas & Electric Co., senior bond, 4.25%, 03/15/46	USA	USD	13,175	0.01
25,000	Frontier Communications Corp., senior bond, 6.875%, 01/15/25	USA	USD	12,198	0.01
14,000	Moss Creek Resources Holdings Inc., senior note, 144A, 7.50%, 01/15/26	USA	USD	10,680	0.01
8,000	Pacific Gas & Electric Co., senior bond, 5.40% 01/15/40	USA	USD	8,341	0.01
6,000	Pacific Gas & Electric Co., senior bond, 3.25%, 06/15/23	USA	USD	5,987	0.01
				14,435,326	15.86
	Government and Municipal Bonds				
45,419,000	Government of Russia, 7.25%, 05/10/34	RUS	USD	789,228	0.87
6,304,593	Government of South Africa, R186, 10.50%, 12/21/26	ZAF	USD	503,892	0.55
17,750,000	Government of Russia, 7.40%, 07/17/24	RUS	USD	302,243	0.33
258,000	Government of Italy, senior note, 2.375%, 10/17/24	ITA	USD	253,143	0.28
200,000	Government of Bahrain, senior note, Reg S, 7.00%, 01/26/26	BHR	USD	236,015	0.26
200,000	Eskom Holdings SOC Ltd., senior note, Reg S, 8.45%, 08/10/28	ZAF	USD	216,362	0.24
200,000	Government of Paraguay, senior note, Reg S, 4.625%, 01/25/23	PRY	USD	211,783	0.23
200,000	Government of Turkey, senior note, 6.35%, 08/10/24	TUR	USD	209,440	0.23
				2,722,106	2.99
	Securities Maturing Within One Year				
413,000	Pattern Energy Group Inc., cvt., senior note, 4.00%, 07/15/20	USA	USD	416,079	0.46
3,974,000	JP Morgan Structured Products BV, Medium Term Note, zero cpn., 07/09/20	USA	USD	230,613	0.25
200,000	ZAR Sovereign Capital Fund Propriety Ltd., senior note, Reg S, 3.903%, 06/24/20	ZAF	USD	201,163	0.22
60,000,000	JP Morgan Structured Products BV, Medium Term Note, zero cpn., 01/13/20	USA	USD	162,182	0.18
54,000	Clearway Energy Inc., cvt., senior note, 144A, 3.25%, 06/01/20	USA	USD	53,968	0.06
				1,064,005	1.17
	TOTAL BONDS			57,040,261	62.68
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			57,040,261	62.68
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Financial Services				
2,771	One Call Corp., pfd. **	USA	USD	332,367	0.36
723	One Call Corp. **	USA	USD	86,718	0.10
				419,085	0.46
	Electric Utilities				
3,634	SCE Trust IV, 5.375%, pfd., J	USA	USD	89,069	0.10
2,458	SCE Trust VI, 5.00%, pfd.	USA	USD	58,943	0.06
2,042	SCE Trust II, 5.10%, pfd.	USA	USD	51,030	0.06
1,436	SCE Trust V, 5.45%, pfd., K	USA	USD	35,426	0.04
1,145	SCE Trust III, 5.75%, pfd., H	USA	USD	27,927	0.03
				262,395	0.29
	TOTAL SHARES			681,480	0.75

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin K2 Long Short Credit Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	RIGHTS				
	Pharmaceuticals				
27,126	Sanofi, Contingent Value rts., Escrow Account, 12/31/20	FRA	USD	23,334	0.03
	TOTAL RIGHTS			23,334	0.03
	WARRANTS				
	Energy Equipment & Services				
3,067	Weatherford International PLC, wts., 12/13/23	IRL	UAH	0	0.00
	TOTAL WARRANTS			0	0.00
	BONDS				
	Corporate Bonds				
3,920,000	Standard Bank PLC, cvt., senior note, 144A, 15.36%, 10/01/21 **	GBR	USD	177,383	0.20
2,549,000	JP Morgan Structured Products BV, Medium Term Note, 14.35%, 09/12/24 **	USA	USD	167,675	0.18
				345,058	0.38
	Government and Municipal Bonds				
805,000	Puerto Rico Commonwealth GO, Refunding, Series A, 8.00%, 07/01/35 ^	USA	USD	514,194	0.56
220,000	Puerto Rico Commonwealth GO, Public Improvement, Refunding, Series A, 5.50%, 07/01/39 ^	USA	USD	157,850	0.17
215,000	Puerto Rico Commonwealth GO, Public Improvement, Refunding, Series A, 5.00%, 07/01/41 ^	USA	USD	146,738	0.16
86,928	Petroleos de Venezuela SA, senior note, 6.00%, 10/28/22 ^	VEN	USD	6,085	0.01
				824,867	0.90
	Securities Maturing Within One Year				
3,951,000	JP Morgan Structured Products BV, Medium Term Note, zero cpn., 05/07/20 **	USA	USD	233,007	0.26
3,431,460	Citigroup Global Markets Holdings Inc., zero cpn., 03/19/20 **	USA	USD	207,158	0.23
4,000,000	Citigroup Global Markets Holdings Inc., senior note, 144A, 15.74%, 01/17/20 **	USA	USD	180,230	0.20
4,000,000	Citigroup Global Markets Holdings Inc., cvt., senior note, 144A, 15.70%, 01/10/20 **	USA	USD	168,098	0.18
				788,493	0.87
	TOTAL BONDS			1,958,418	2.15
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			2,663,232	2.93
	TOTAL INVESTMENTS			61,517,465	67.60

† Floating Rates are indicated as at December 31, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation
^ These Bonds are currently in default

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin MENA Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
2,083,042	Aramex PJSC	ARE	AED	2,024,546	2.47
308,364	Agility Public Warehousing Co. KSC	KWT	KWD	831,932	1.01
				2,856,478	3.48
	Airlines				
225,000	Jazeera Airways Co. KSC	KWT	KWD	815,551	0.99
	Banks				
1,381,449	National Bank of Kuwait SAKP	KWT	KWD	4,875,166	5.94
254,766	Al-Rajhi Bank	SAU	SAR	4,441,579	5.42
509,170	Samba Financial Group	SAU	SAR	4,404,491	5.37
1,215,606	Emirates NBD Bank PJSC	ARE	AED	4,302,269	5.25
1,659,718	Abu Dhabi Commercial Bank PJSC	ARE	AED	3,578,663	4.36
478,665	Commercial International Bank Egypt SAE	EGY	EGP	2,475,339	3.02
265,203	Saudi British Bank	SAU	SAR	2,453,161	2.99
1,853,146	Gulf Bank KSCP	KWT	KWD	1,851,924	2.26
1,103,844	Dubai Islamic Bank PJSC	ARE	AED	1,655,849	2.02
660,000	The Commercial Bank (PSQC)	QAT	QAR	847,888	1.03
				30,886,329	37.66
	Capital Markets				
1,523,238	Egyptian Financial Group-Hermes Holding Co.	EGY	EGP	1,590,621	1.94
	Diversified Consumer Services				
161,042	Human Soft Holding Co. KSC	KWT	KWD	1,599,797	1.95
1,595,919	Cairo Investment & Real Estate Development Co. SAE	EGY	EGP	1,361,752	1.66
				2,961,549	3.61
	Diversified Financial Services				
3,042,092	CI Capital Holding Co. SAE	EGY	EGP	852,923	1.04
	Energy Equipment & Services				
107,884	ADES International Holding PLC	SAU	USD	1,326,973	1.62
1,838,898	Gulf Marine Services PLC	ARE	GBP	177,550	0.21
				1,504,523	1.83
	Food Products				
1,237,069	Mezzan Holding Co.	KWT	KWD	2,040,022	2.49
2,568,177	Arabian Food Industries Co. DOMTY	EGY	EGP	1,398,496	1.70
34,260	Saudi Dairy & Foodstuff Co.	SAU	SAR	1,305,995	1.59
1,600,378	Juhayna Food Industries	EGY	EGP	857,523	1.05
850,830	Agthia Group PJSC	ARE	AED	833,886	1.02
				6,435,922	7.85
	Health Care Providers & Services				
7,225,226	Cleopatra Hospital	EGY	EGP	2,619,989	3.19
87,953	NMC Health PLC	ARE	GBP	2,058,367	2.51
61,608	Mouwasat Medical Services Co.	SAU	SAR	1,445,233	1.76
1,365,000	Ibnsina Pharma SAE	EGY	EGP	807,944	0.99
				6,931,533	8.45
	Hotels, Restaurants & Leisure				
101,926	Herfy Food Services Co.	SAU	SAR	1,459,074	1.78
	IT Services				
2,076,120	Fawry for Banking & Payment Technology Services SAE	EGY	EGP	1,034,826	1.26
315,000	Finablr PLC, 144A	GBR	GBP	710,912	0.87
				1,745,738	2.13
	Metals & Mining				
593,772	Ezz Steel Co. SAE	EGY	EGP	381,050	0.46
	Oil, Gas & Consumable Fuels				
2,452,520	Qatar Gas Transport Co. Ltd. (NAKILAT)	QAT	QAR	1,602,166	1.95

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin MENA Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Real Estate Management & Development				
328,858	Arabian Centres Co. Ltd.	SAU	SAR	2,555,437	3.11
4,871,007	Emaar Malls Group PJSC	ARE	AED	2,426,784	2.96
576,000	Mabanee Co. SAKC	KWT	KWD	1,719,261	2.10
3,247,654	Talaat Moustafa Group	EGY	EGP	1,639,003	2.00
739,399	Emaar Properties PJSC	ARE	AED	809,220	0.99
				9,149,705	11.16
	Road & Rail				
129,540	United International Transportation Co.	SAU	SAR	1,260,419	1.54
	Specialty Retail				
106,676	United Electronics Co.	SAU	SAR	2,129,937	2.60
225,000	Fawaz Abdulaziz Al Hokair & Co.	SAU	SAR	1,535,468	1.87
1,532,000	Abu Dhabi National Oil Co. for Distribution PJSC	ARE	AED	1,234,559	1.50
61,906	Saudi Co. for Hardware LLC	SAU	SAR	859,783	1.05
18,884	Jarir Marketing Co.	SAU	SAR	833,628	1.02
				6,593,375	8.04
	Tobacco				
887,686	Eastern Co. SAE	EGY	EGP	836,250	1.02
	Transportation Infrastructure				
240,405	DP World PLC	ARE	USD	3,149,305	3.84
	TOTAL SHARES			81,012,511	98.77
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			81,012,511	98.77
	TOTAL INVESTMENTS			81,012,511	98.77

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Natural Resources Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aluminium				
30,800	Alcoa Corp.	USA	USD	662,508	0.24
	Diversified Chemicals				
30,000	BASF SE	DEU	EUR	2,265,890	0.82
	Diversified Metals & Mining				
115,210	BHP Group PLC, ADR	GBR	USD	5,416,022	1.95
339,500	Antofagasta PLC	GBR	GBP	4,122,398	1.48
1,296,632	Glencore PLC	CHE	GBP	4,041,723	1.45
298,200	Freeport-McMoRan Inc.	USA	USD	3,912,384	1.41
207,300	Teck Resources Ltd., B	CAN	USD	3,600,801	1.29
52,000	Rio Tinto PLC, ADR	AUS	USD	3,086,720	1.11
102,800	Anglo American PLC	GBR	GBP	2,958,615	1.06
375,400	Lundin Mining Corp.	CHL	CAD	2,243,265	0.81
750,100	South32 Ltd.	AUS	AUD	1,421,031	0.51
133,100	First Quantum Minerals Ltd.	ZMB	CAD	1,349,859	0.49
213,300	Imperial Metals Corp.	CAN	CAD	338,363	0.12
40,061	Nexa Resources SA	PER	USD	326,096	0.12
				32,817,277	11.80
	Fertilizers & Agricultural Chemicals				
38,000	Nutrien Ltd.	CAN	USD	1,820,580	0.65
37,366	Corteva Inc.	USA	USD	1,104,539	0.40
				2,925,119	1.05
	Gold				
151,249	Barrick Gold Corp.	CAN	USD	2,811,719	1.01
581,682	B2Gold Corp.	CAN	CAD	2,333,716	0.84
49,190	Newmont Goldcorp Corp.	USA	USD	2,137,305	0.77
33,300	Agnico Eagle Mines Ltd.	CAN	CAD	2,050,927	0.74
338,500	Alamos Gold Inc., A	CAN	CAD	2,041,010	0.73
79,897	Newcrest Mining Ltd.	AUS	AUD	1,695,807	0.61
279,934	OceanaGold Corp.	AUS	CAD	549,693	0.20
1,016,800	Guyana Goldfields Inc.	CAN	CAD	548,098	0.20
				14,168,275	5.10
	Integrated Oil & Gas				
206,880	Occidental Petroleum Corp.	USA	USD	8,525,525	3.06
230,500	Suncor Energy Inc.	CAN	CAD	7,554,351	2.72
58,800	Chevron Corp.	USA	USD	7,085,988	2.55
111,567	Royal Dutch Shell PLC, A, ADR	GBR	USD	6,580,222	2.37
77,800	Exxon Mobil Corp.	USA	USD	5,428,884	1.95
53,682	Total SA, B, ADR	FRA	USD	2,968,614	1.07
				38,143,584	13.72
	Oil & Gas Drilling				
317,300	Patterson-UTI Energy Inc.	USA	USD	3,331,650	1.20
23,000	Helmerich & Payne Inc.	USA	USD	1,044,890	0.37
				4,376,540	1.57
	Oil & Gas Equipment & Services				
260,108	Schlumberger Ltd.	USA	USD	10,456,341	3.76
282,148	Baker Hughes Co., A	USA	USD	7,231,453	2.60
277,211	Halliburton Co.	USA	USD	6,783,353	2.44
271,540	TechnipFMC PLC	GBR	USD	5,821,818	2.09
240,800	Liberty Oilfield Services Inc., A	USA	USD	2,677,696	0.96
163,584	Oil States International Inc.	USA	USD	2,668,055	0.96
248,400	Select Energy Services Inc.	USA	USD	2,305,152	0.83
138,220	Oceaneering International Inc.	USA	USD	2,060,860	0.74
46,800	Cactus Inc.	USA	USD	1,606,176	0.58
171,070	Nine Energy Service Inc.	USA	USD	1,337,767	0.48
22,900	Schoeller-Bleckmann Oilfield Equipment AG	AUT	EUR	1,291,765	0.46
25,560	Dril-Quip Inc.	USA	USD	1,199,020	0.43

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Natural Resources Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Oil & Gas Equipment & Services (continued)				
35,400	Apergy Corp.	USA	USD	1,195,812	0.43
141,588	Ranger Energy Services Inc.	USA	USD	911,827	0.33
123,539	NexTier Oilfield Solutions Inc.	USA	USD	827,711	0.30
36,100	ProPetro Holding Corp.	USA	USD	406,125	0.15
60,398	Superior Energy Services Inc.	USA	USD	302,594	0.11
				49,083,525	17.65
	Oil & Gas Exploration & Production				
127,420	Concho Resources Inc.	USA	USD	11,158,169	4.01
109,000	Diamondback Energy Inc.	USA	USD	10,121,740	3.64
120,500	EOG Resources Inc.	USA	USD	10,093,080	3.63
135,487	ConocoPhillips	USA	USD	8,810,720	3.17
354,100	Noble Energy Inc.	USA	USD	8,795,844	3.16
55,933	Pioneer Natural Resources Co.	USA	USD	8,466,578	3.05
222,218	Canadian Natural Resources Ltd.	CAN	CAD	7,187,091	2.58
403,700	Cabot Oil & Gas Corp., A	USA	USD	7,028,417	2.53
1,060,700	Callon Petroleum Co.	USA	USD	5,123,181	1.84
55,160	Hess Corp.	USA	USD	3,685,239	1.33
253,000	WPX Energy Inc.	USA	USD	3,476,220	1.25
325,200	Jagged Peak Energy Inc.	USA	USD	2,760,948	0.99
1,016,609	Cairn Energy PLC	GBR	GBP	2,760,218	0.99
				89,467,445	32.17
	Oil & Gas Refining & Marketing				
89,300	Marathon Petroleum Corp.	USA	USD	5,380,325	1.94
38,605	Phillips 66	USA	USD	4,300,983	1.55
41,400	Valero Energy Corp.	USA	USD	3,877,110	1.39
16,900	HollyFrontier Corp.	USA	USD	856,999	0.31
				14,415,417	5.19
	Oil & Gas Storage & Transportation				
116,100	Targa Resources Corp.	USA	USD	4,740,363	1.70
152,600	The Williams Cos. Inc.	USA	USD	3,619,672	1.30
49,000	TC Energy Corp.	CAN	USD	2,612,190	0.94
34,000	ONEOK Inc.	USA	USD	2,572,780	0.93
112,400	Kinder Morgan Inc.	USA	USD	2,379,508	0.86
55,309	Enbridge Inc.	CAN	USD	2,199,639	0.79
				18,124,152	6.52
	Paper Packaging				
14,500	Packaging Corp. of America	USA	USD	1,623,855	0.58
	Pharmaceuticals				
24,700	Elanco Animal Health Inc.	USA	USD	727,415	0.26
	Specialty Chemicals				
40,700	Albemarle Corp.	USA	USD	2,972,728	1.07
16,066	DuPont de Nemours Inc.	USA	USD	1,031,437	0.37
				4,004,165	1.44
	Trading Companies & Distributors				
56,500	Univar Solutions Inc.	USA	USD	1,369,560	0.49
	TOTAL SHARES			274,174,727	98.60
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			274,174,727	98.60

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Natural Resources Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Metals & Mining				
1,980,698	Nautilus Minerals Inc. **	CAN	CAD	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			274,174,727	98.60

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin NextStep Balanced Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
28,460	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	9,115,738	8.59
217,690	AMUNDI MSCI EM Asia UCITS ETF, Class C USD	LUX	USD	7,615,885	7.18
1,339,986	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	7,372,603	6.95
204,175	Franklin LibertyQ U.S. Equity UCITS ETF	USA	USD	7,149,188	6.74
44,465	iShares VII PLC - iShares Core MSCI Pacific ex Japan UCITS ETF, Class USD (Acc)	IRL	USD	6,954,326	6.56
22,625	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	4,592,649	4.33
95,325	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	2,765,140	2.61
5,629	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	1,741,480	1.64
21,041	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	932,958	0.88
				48,239,967	45.48
	TOTAL INVESTMENTS FUNDS			48,239,967	45.48
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			48,239,967	45.48
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
304,594	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	10,249,582	9.66
62,117	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	7,909,952	7.46
319,897	Fidelity Funds - Asian Special Situations Fund	LUX	USD	7,786,306	7.34
620,412	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	6,191,708	5.84
401,663	Eastspring Investments - Asian Local Bond Fund	LUX	USD	4,976,608	4.69
492,475	FTIF Templeton Asian Bond Fund, Class Y (Mdis) USD	LUX	USD	4,560,314	4.30
578	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	4,272,305	4.03
373,349	FTIF Templeton Asian Growth Fund, Class Y (Mdis) USD	LUX	USD	4,226,307	3.99
205,867	Fidelity Funds - European Larger Companies Fund	LUX	EUR	3,419,183	3.22
317,380	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	2,837,376	2.68
				56,429,641	53.21
	TOTAL INVESTMENTS FUNDS			56,429,641	53.21
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			56,429,641	53.21
	TOTAL INVESTMENTS			104,669,608	98.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin NextStep Conservative Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
1,485,375	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	8,172,533	19.46
22,250	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	4,516,528	10.76
9,105	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	2,916,332	6.94
62,400	Franklin LibertyQ U.S. Equity UCITS ETF	USA	USD	2,184,936	5.20
4,807	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	1,486,872	3.54
35,025	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	1,015,988	2.42
8,582	iShares PLC - iShares Core MSCI Emerging Markets IMI UCITS ETF, Class USD (Acc)	IRL	USD	259,262	0.62
1,197	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	187,968	0.45
2,841	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	125,970	0.30
				20,866,389	49.69
	TOTAL INVESTMENTS FUNDS			20,866,389	49.69
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			20,866,389	49.69
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
57,361	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	7,304,355	17.40
610,012	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	6,087,919	14.50
311,850	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	2,787,945	6.64
165	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	1,219,543	2.90
57,554	Fidelity Funds - European Larger Companies Fund	LUX	EUR	955,891	2.28
47,385	FTIF Templeton Emerging Markets Fund, Class Y (Mdis) USD	LUX	USD	513,176	1.22
26,411	Goldman Sachs - SICAV I - GS Emerging Markets CORE Eq Ptf	LUX	USD	505,504	1.20
1,065	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	187,777	0.45
				19,562,110	46.59
	TOTAL INVESTMENTS FUNDS			19,562,110	46.59
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			19,562,110	46.59
	TOTAL INVESTMENTS			40,428,499	96.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin NextStep Dynamic Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
6,335	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	2,029,100	9.86
56,243	AMUNDI MSCI EM Asia UCITS ETF, Class C USD	LUX	USD	1,967,661	9.56
11,264	iShares VII PLC - iShares Core MSCI Pacific ex Japan UCITS ETF, Class USD (Acc)	IRL	USD	1,761,690	8.56
46,496	Franklin LibertyQ U.S. Equity UCITS ETF	USA	USD	1,628,057	7.91
151,157	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	831,666	4.04
21,285	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	617,425	3.00
2,675	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	542,998	2.64
692	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	214,247	1.04
4,493	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	199,220	0.97
				9,792,064	47.58
	TOTAL INVESTMENTS FUNDS			9,792,064	47.58
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			9,792,064	47.58
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
75,880	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	2,553,345	12.41
80,126	Fidelity Funds - Asian Special Situations Fund	LUX	USD	1,950,263	9.48
93,697	FTIF Templeton Asian Growth Fund, Class Y (Mdis) USD	LUX	USD	1,060,652	5.15
8,079	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	1,028,739	5.00
132	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	977,045	4.75
46,628	Fidelity Funds - European Larger Companies Fund	LUX	EUR	774,430	3.76
76,420	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	762,671	3.71
40,748	Eastspring Investments - Asian Local Bond Fund	LUX	USD	504,872	2.45
48,849	FTIF Templeton Asian Bond Fund, Class Y (Mdis) USD	LUX	USD	452,345	2.20
39,095	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	349,504	1.70
				10,413,866	50.61
	TOTAL INVESTMENTS FUNDS			10,413,866	50.61
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			10,413,866	50.61
	TOTAL INVESTMENTS			20,205,930	98.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin NextStep Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
13,660	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	4,375,298	19.89
106,825	Franklin LibertyQ U.S. Equity UCITS ETF	USA	USD	3,740,477	17.00
53,975	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	1,565,680	7.12
228,300	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	1,256,107	5.71
3,526	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	715,743	3.25
13,274	iShares PLC - iShares Core MSCI Emerging Markets IMI UCITS ETF, Class USD (Acc)	IRL	USD	401,008	1.82
2,168	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	340,377	1.55
800	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	247,313	1.12
2,108	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	93,469	0.43
				12,735,472	57.89
	TOTAL INVESTMENTS FUNDS			12,735,472	57.89
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			12,735,472	57.89
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
292	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	2,158,548	9.81
97,002	Fidelity Funds - European Larger Companies Fund	LUX	EUR	1,611,072	7.32
9,326	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	1,187,521	5.40
96,763	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	965,699	4.39
44,128	Goldman Sachs - SICAV I - GS Emerging Markets CORE Eq Ptf	LUX	USD	844,606	3.84
77,069	FTIF Templeton Emerging Markets Fund, Class Y (Mdis) USD	LUX	USD	834,662	3.79
49,478	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	442,333	2.01
36,359	FTIF Franklin K2 Alternative Strategies Fund, Class Y (Mdis) USD	LUX	USD	430,121	1.96
1,969	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	347,145	1.58
				8,821,707	40.10
	TOTAL INVESTMENTS FUNDS			8,821,707	40.10
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			8,821,707	40.10
	TOTAL INVESTMENTS			21,557,179	97.99

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin NextStep Moderate Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
34,977	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	11,203,133	16.99
244,375	Franklin LibertyQ U.S. Equity UCITS ETF	USA	USD	8,556,791	12.98
1,155,900	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	6,359,762	9.64
130,750	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	3,792,731	5.75
17,675	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	3,587,848	5.44
3,960	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	1,224,958	1.86
31,286	iShares PLC - iShares Core MSCI Emerging Markets IMI UCITS ETF, Class USD (Acc)	IRL	USD	945,150	1.43
4,864	MAN Funds PLC - MAN Japan Corealpha Equity, Class I USD	IRL	USD	763,613	1.16
7,627	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	338,181	0.51
				36,772,167	55.76
	TOTAL INVESTMENTS FUNDS			36,772,167	55.76
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			36,772,167	55.76
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
46,190	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	5,881,867	8.92
484,679	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	4,837,100	7.33
653	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	4,825,680	7.32
229,826	Fidelity Funds - European Larger Companies Fund	LUX	EUR	3,817,096	5.79
247,816	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	2,215,478	3.36
105,216	Goldman Sachs - SICAV I - GS Emerging Markets CORE Eq Ptf	LUX	USD	2,013,835	3.05
183,241	FTIF Templeton Emerging Markets Fund, Class Y (Mdis) USD	LUX	USD	1,984,499	3.01
109,267	FTIF Franklin K2 Alternative Strategies Fund, Class Y (Mdis) USD	LUX	USD	1,292,630	1.96
4,417	SPARX Japan Fund, Class B EUR Accumulation	IRL	JPY	778,479	1.18
				27,646,664	41.92
	TOTAL INVESTMENTS FUNDS			27,646,664	41.92
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			27,646,664	41.92
	TOTAL INVESTMENTS			64,418,831	97.68

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin NextStep Stable Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
407,650	iShares Core Global Aggregate Bond UCITS ETF, Class USD	IRL	USD	2,242,890	14.76
6,610	iShares II PLC - iShares USD Treasury Bond 7-10 Yr. UCITS ETF, Class USD (Dist)	USA	USD	1,341,764	8.83
14,206	AMUNDI MSCI EM Asia UCITS ETF, Class C USD	LUX	USD	496,997	3.27
1,540	Robeco Capital Growth Funds - Robeco High Yield Bonds, Class IH USD	LUX	USD	476,258	3.13
2,879	iShares VII PLC - iShares Core MSCI Pacific ex Japan UCITS ETF, Class USD (Acc)	IRL	USD	450,276	2.96
1,400	iShares VII PLC - iShares Core S&P 500 UCITS ETF, Class USD (Acc)	USA	USD	448,420	2.95
9,825	Franklin LibertyQ U.S. Equity UCITS ETF	USA	USD	344,022	2.26
4,660	iShares Core MSCI Europe UCITS ETF, Class USD (Dist)	IRL	USD	135,175	0.89
661	iShares III PLC - iShares Core MSCI Japan IMI UCITS ETF, Class USD (Acc)	JPN	USD	29,309	0.19
				5,965,111	39.24
	TOTAL INVESTMENTS FUNDS			5,965,111	39.24
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			5,965,111	39.24
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
17,958	JPMorgan Funds - Aggregate Bond Fund	LUX	USD	2,286,840	15.05
181,483	FTIF Franklin U.S. Low Duration Fund, Class Y (Mdis) USD	LUX	USD	1,811,199	11.92
86,053	Eastspring Investments - Asian Local Bond Fund	LUX	USD	1,066,193	7.01
110,229	FTIF Templeton Asian Bond Fund, Class Y (Mdis) USD	LUX	USD	1,020,722	6.72
92,849	FTIF Templeton Global Total Return Fund, Class Y (Mdis) USD	LUX	USD	830,070	5.46
19,670	Investec Global Strategy Fund Ltd. - Investec Asian Equity Fund, Class I Accumulation USD	LUX	USD	661,912	4.35
20,487	Fidelity Funds - Asian Special Situations Fund	LUX	USD	498,643	3.28
24,269	FTIF Templeton Asian Growth Fund, Class Y (Mdis) USD	LUX	USD	274,720	1.81
27	Amundi Funds - Pioneer U.S. Equity Fundamental Growth, Class I Accumulation USD	LUX	USD	197,796	1.30
8,817	Fidelity Funds - European Larger Companies Fund	LUX	EUR	146,446	0.96
				8,794,541	57.86
	TOTAL INVESTMENTS FUNDS			8,794,541	57.86
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			8,794,541	57.86
	TOTAL INVESTMENTS			14,759,652	97.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Select U.S. Equity Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Communication Services				
8,850	Alphabet Inc., A	USA	USD	11,853,601	3.37
60,017	The Walt Disney Co.	USA	USD	8,680,259	2.47
				20,533,860	5.84
	Consumer Discretionary				
7,338	Amazon.com Inc.	USA	USD	13,559,450	3.85
44,536	Alibaba Group Holding Ltd., ADR	CHN	USD	9,446,085	2.69
84,873	NIKE Inc., B	USA	USD	8,598,484	2.44
48,903	Aptiv PLC	USA	USD	4,644,318	1.32
				36,248,337	10.30
	Consumer Staples				
77,162	Lamb Weston Holdings Inc.	USA	USD	6,638,247	1.89
31,307	Estee Lauder Cos. Inc., A	USA	USD	6,466,148	1.84
84,882	Monster Beverage Corp.	USA	USD	5,394,251	1.53
26,560	Constellation Brands Inc., A	USA	USD	5,039,760	1.43
				23,538,406	6.69
	Energy				
193,799	Cabot Oil & Gas Corp., A	USA	USD	3,374,041	0.96
31,879	Concho Resources Inc.	USA	USD	2,791,644	0.79
				6,165,685	1.75
	Financials				
30,872	S&P Global Inc.	USA	USD	8,429,600	2.40
16,656	BlackRock Inc.	USA	USD	8,372,971	2.38
174,281	The Charles Schwab Corp.	USA	USD	8,288,804	2.36
88,758	Intercontinental Exchange Inc.	USA	USD	8,214,553	2.33
				33,305,928	9.47
	Health Care				
30,872	UnitedHealth Group Inc.	USA	USD	9,075,751	2.58
172,959	AstraZeneca PLC, ADR	GBR	USD	8,623,736	2.45
22,875	Teleflex Inc.	USA	USD	8,611,065	2.45
9,937	Mettler-Toledo International Inc.	USA	USD	7,882,823	2.24
35,083	Stryker Corp.	USA	USD	7,365,325	2.09
16,646	Illumina Inc.	USA	USD	5,522,144	1.57
23,326	Waters Corp.	USA	USD	5,450,120	1.55
13,522	ABIOMED Inc.	USA	USD	2,306,718	0.66
				54,837,682	15.59
	Industrials				
58,425	Verisk Analytics Inc.	USA	USD	8,725,189	2.48
37,682	Raytheon Co.	USA	USD	8,280,243	2.36
96,669	Fortive Corp.	USA	USD	7,384,545	2.10
71,573	Republic Services Inc.	USA	USD	6,415,088	1.82
74,127	BWX Technologies Inc.	USA	USD	4,601,804	1.31
				35,406,869	10.07
	Information Technology				
101,082	Microsoft Corp.	USA	USD	15,940,631	4.53
37,519	Mastercard Inc., A	USA	USD	11,202,798	3.19
93,633	Analog Devices Inc.	USA	USD	11,127,346	3.16
35,083	Apple Inc.	USA	USD	10,302,123	2.93
149,662	Applied Materials Inc.	USA	USD	9,135,369	2.60
32,187	ServiceNow Inc.	USA	USD	9,087,034	2.58
104,041	InterXion Holding NV	NLD	USD	8,719,676	2.48
44,753	salesforce.com Inc.	USA	USD	7,278,628	2.07
29,299	NVIDIA Corp.	USA	USD	6,894,055	1.96
20,522	Tyler Technologies Inc.	USA	USD	6,157,010	1.75
55,272	Amphenol Corp., A	USA	USD	5,982,089	1.70
92,385	Cognex Corp.	USA	USD	5,177,255	1.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Select U.S. Equity Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Information Technology (continued)				
1,286	Adyen NV	NLD	EUR	1,054,237	0.30
				108,058,251	30.72
	Materials				
40,461	Ecolab Inc.	USA	USD	7,808,568	2.22
	Real Estate				
34,059	SBA Communications Corp., A	USA	USD	8,207,878	2.33
	Utilities				
45,307	NextEra Energy Inc.	USA	USD	10,971,543	3.12
	TOTAL SHARES			345,083,007	98.10
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			345,083,007	98.10
	TOTAL INVESTMENTS			345,083,007	98.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
3,196,799	iShares China CNY Bond UCITS ETF	CHN	USD	16,015,643	1.82
	TOTAL INVESTMENTS FUNDS			16,015,643	1.82
	SHARES				
	Media				
35,956	Clear Channel Outdoor Holdings Inc.	USA	USD	102,834	0.01
1,926	iHeartMedia Inc., A	USA	USD	32,550	0.01
				135,384	0.02
	Oil, Gas & Consumable Fuels				
22,832	Chaparral Energy Inc., A	USA	USD	40,184	0.00
1,057	Amplify Energy Corp.	USA	USD	6,987	0.00
				47,171	0.00
	Paper & Forest Products				
4,301	Verso Corp., A	USA	USD	77,547	0.01
	TOTAL SHARES			260,102	0.03
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			16,275,745	1.85
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Energy Equipment & Services				
21,752	Weatherford International PLC	USA	USD	607,968	0.07
	Oil, Gas & Consumable Fuels				
100,785	Birch Permian Holdings Inc.	USA	USD	995,252	0.11
12,930	Birch Permian Holdings Inc.	USA	USD	129,300	0.02
14,497	Riviera Resources Inc.	USA	USD	115,686	0.01
463	Halcon Resources Corp.	USA	USD	6,227	0.00
831	Chaparral Energy Inc., A, 144A	USA	USD	1,463	0.00
				1,247,928	0.14
	TOTAL SHARES			1,855,896	0.21
	WARRANTS				
	Media				
12,750	iHeartMedia Inc., wts., A, 05/01/39	USA	USD	215,462	0.02
	Paper & Forest Products				
452	Verso Corp., wts., 07/25/23	USA	USD	1,582	0.00
	TOTAL WARRANTS			217,044	0.02
	BONDS				
	Asset-Backed Securities				
9,630,000	GNMA II, SF, 3.50%, 12/20/49	USA	USD	9,978,336	1.13
9,350,242	GNMA II, SF, 3.50%, 11/20/49	USA	USD	9,688,457	1.10
8,804,066	FNMA, 4.50%, 05/01/48	USA	USD	9,446,631	1.07
6,731,478	FNMA, 3.00%, 09/01/48	USA	USD	6,891,426	0.78
6,830,000	Capital One Multi-Asset Execution Trust, 2016-A2, A2, FRN, 2.37%, 02/15/24 †	USA	USD	6,874,262	0.78
5,480,000	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA1, M3, FRN, 7.342%, 07/25/28 †	USA	USD	6,050,793	0.69
5,300,000	Madison Park Euro Funding VIII DAC, 8A, ARN, 144A, FRN, 0.95%, 04/15/32 †	IRL	EUR	5,938,398	0.67
5,720,000	Citibank Credit Card Issuance Trust, 2017-A7, A7, FRN, 2.08%, 08/08/24 †	USA	USD	5,741,861	0.65
5,026,340	FNMA Connecticut Avenue Securities, 2015-C03, 1M2, FRN, 6.792%, 07/25/25 †	USA	USD	5,476,878	0.62
5,110,000	FNMA Connecticut Avenue Securities, 2017-C05, 1M2, FRN, 3.992%, 01/25/30 †	USA	USD	5,202,036	0.59
4,901,039	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 4.792%, 07/25/24 †	USA	USD	5,159,157	0.59
4,800,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA1, M2, FRN, 5.342%, 08/25/29 †	USA	USD	5,045,605	0.57
4,700,000	FNMA Connecticut Avenue Securities, 2017-C03, 1M2, FRN, 4.792%, 10/25/29 †	USA	USD	4,914,257	0.56
4,500,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN2, M3, FRN, 5.392%, 04/25/24 †	USA	USD	4,785,665	0.54

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
4,700,000	Dryden 55 CLO Ltd., 2018-55A, A1, 144A, FRN, 3.021%, 04/15/31 †	USA	USD	4,674,197	0.53
4,235,837	FNMA Connecticut Avenue Securities, 2015-C02, 1M2, FRN, 5.792%, 05/25/25 †	USA	USD	4,497,663	0.51
4,000,000	BlueMountain EUR CLO, 5A, A, 144A, FRN, 0.91%, 01/15/33 †	IRL	EUR	4,482,454	0.51
4,330,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA3, M2, FRN, 4.292%, 03/25/30 †	USA	USD	4,435,771	0.50
3,900,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M3, FRN, 6.492%, 03/25/28 †	USA	USD	4,154,507	0.47
3,566,700	FNMA Connecticut Avenue Securities, 2016-C05, 2M2, FRN, 6.242%, 01/25/29 †	USA	USD	3,771,034	0.43
3,486,936	FNMA, 2.50%, 12/01/34	USA	USD	3,517,601	0.40
3,500,000	ARES L CLO Ltd., 2018-50A, B, 144A, FRN, 3.701%, 01/15/32 †	USA	USD	3,459,855	0.39
3,600,000	Octagon Investment Partners XVI Ltd., 2013-1A, DR, 144A, FRN, 5.002%, 07/17/30 †	USA	USD	3,444,984	0.39
3,120,096	FNMA Connecticut Avenue Securities, 2016-C07, 2M2, FRN, 6.142%, 05/25/29 †	USA	USD	3,292,792	0.37
3,004,489	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA2, M3, FRN, 6.442%, 10/25/28 †	USA	USD	3,238,314	0.37
2,936,774	FNMA Connecticut Avenue Securities, 2014-C01, M2, FRN, 6.192%, 01/25/24 †	USA	USD	3,193,776	0.36
3,169,400	Catamaran CLO Ltd., 2014-2A, BR, 144A, FRN, 4.953%, 10/18/26 †	USA	USD	3,170,414	0.36
3,000,000	Octagon Investment Partners 28 Ltd., 2016-1A, A2R, 144A, FRN, 3.386%, 10/24/30 †	USA	USD	3,005,520	0.34
3,000,000	Voya CLO Ltd., 2017-2A, B, 144A, FRN, 4.351%, 06/07/30 †	USA	USD	2,970,900	0.34
2,864,328	FNMA, 3.00%, 10/01/49	USA	USD	2,905,253	0.33
2,570,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 6.492%, 04/25/28 †	USA	USD	2,849,664	0.32
2,900,000	Antares CLO Ltd., 2018-1A, B, 144A, FRN, 3.616%, 04/20/31 †	USA	USD	2,846,379	0.32
2,509,536	FNMA Connecticut Avenue Securities, 2013-C01, M2, FRN, 7.042%, 10/25/23 †	USA	USD	2,771,669	0.32
2,620,000	Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.50%, 04/25/66 †	USA	USD	2,686,245	0.31
2,700,000	Dryden 41 Senior Loan Fund, 2015-41A, AR, 144A, FRN, 2.956%, 04/15/31 †	USA	USD	2,679,615	0.30
2,634,902	LCM XVI LP, 2016A, BR2, 144A, FRN, 3.751%, 10/15/31 †	USA	USD	2,627,999	0.30
2,500,000	Voya CLO Ltd., 2018-2A, A1, 144A, FRN, 3.001%, 07/15/31 †	USA	USD	2,486,875	0.28
2,500,000	Octagon Investment Partners 36 Ltd., 2018-1A, A1, 144A, FRN, 2.971%, 04/15/31 †	USA	USD	2,481,925	0.28
2,499,751	FHLMC, 2.50%, 10/01/49	USA	USD	2,471,518	0.28
2,240,000	FNMA Connecticut Avenue Securities, 2016-C06, 1M2, FRN, 6.042%, 04/25/29 †	USA	USD	2,407,987	0.27
2,400,000	Strata CLO I Ltd., 2018-1A, B, 144A, FRN, 4.201%, 01/15/31 †	USA	USD	2,396,424	0.27
2,218,584	FHLMC Structured Agency Credit Risk Debt Notes, 2013-DN2, M2, FRN, 6.042%, 11/25/23 †	USA	USD	2,392,674	0.27
2,400,000	Betony CLO 2 Ltd., 2018-1A, A1, 144A, FRN, 3.016%, 04/30/31 †	USA	USD	2,381,448	0.27
2,400,000	Carlyle GMS Finance MM CLO LLC, 2015-1A, A2R, 144A, FRN, 4.201%, 10/15/31 †	USA	USD	2,380,800	0.27
2,200,000	FNMA Connecticut Avenue Securities, 2017-C01, 1M2, FRN, 5.342%, 07/25/29 †	USA	USD	2,330,064	0.27
2,194,004	FNMA, 3.00%, 12/01/49	USA	USD	2,224,990	0.25
2,192,914	FHLMC, 3.00%, 12/01/49	USA	USD	2,224,488	0.25
2,058,484	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M3, FRN, 6.342%, 10/25/24 †	USA	USD	2,209,236	0.25
2,015,000	CSAIL Commercial Mortgage Trust, 2015-C1, A4, 3.505%, 04/15/50	USA	USD	2,115,982	0.24
2,015,549	FNMA Connecticut Avenue Securities, 2014-C02, 1M2, FRN, 4.392%, 05/25/24 †	USA	USD	2,100,346	0.24
2,000,000	Eleven Madison Trust Mortgage Trust, 2015-11MD, A, 144A, FRN, 3.673%, 09/10/35 †	USA	USD	2,096,057	0.24
2,000,000	Flagship CLO VIII Ltd., 2014-8A, DR, 144A, FRN, 5.051%, 01/16/26 †	USA	USD	1,945,480	0.22
1,700,321	FNMA Connecticut Avenue Securities, 2016-C02, 1M2, FRN, 7.792%, 09/25/28 †	USA	USD	1,872,523	0.21
1,810,000	BlueMountain CLO Ltd., 2012-2A, BR2, 144A, FRN, 3.349%, 11/20/28 †	USA	USD	1,798,615	0.20
1,680,000	FNMA Connecticut Avenue Securities, 2016-C04, 1M2, FRN, 6.042%, 01/25/29 †	USA	USD	1,787,696	0.20
1,654,880	FNMA Connecticut Avenue Securities, 2015-C02, 2M2, FRN, 5.792%, 05/25/25 †	USA	USD	1,715,797	0.20
1,620,550	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 5.592%, 03/25/25 †	USA	USD	1,663,028	0.19
1,620,000	Burnham Park CLO Ltd., 2016-1A, BR, 144A, FRN, 3.466%, 10/20/29 †	USA	USD	1,601,095	0.18
1,600,000	Voya CLO Ltd., 2016-3A, A1R, 144A, FRN, 3.193%, 10/18/31 †	USA	USD	1,598,352	0.18
1,600,000	Galaxy XVIII CLO Ltd., 2018-28A, A2, 144A, FRN, 3.071%, 07/15/31 †	USA	USD	1,598,240	0.18
1,638,000	Dryden 38 Senior Loan Fund, 2015-38A, CR, 144A, FRN, 4.001%, 07/15/30 †	USA	USD	1,593,659	0.18
1,620,000	Burnham Park CLO Ltd., 2016-1A, CR, 144A, FRN, 4.116%, 10/20/29 †	USA	USD	1,591,196	0.18
1,511,168	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 3.992%, 02/25/24 †	USA	USD	1,527,977	0.17
1,480,000	GS Mortgage Securities Trust, 2016-GS3, B, FRN, 3.395%, 10/10/49 †	USA	USD	1,514,599	0.17
1,430,000	GS Mortgage Securities Trust, 2017-GS6, B, 3.869%, 05/10/50	USA	USD	1,502,290	0.17
1,500,000	Race Point IX CLO Ltd., 2015-9A, A1AR, 144A, FRN, 3.211%, 10/15/30 †	USA	USD	1,499,025	0.17
1,420,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA1, M2, FRN, 5.042%, 07/25/29 †	USA	USD	1,493,799	0.17
1,430,000	CGRBS Commercial Mortgage Trust, 2013-VN05, C, 144A, FRN, 3.703%, 03/13/35 †	USA	USD	1,488,565	0.17

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
1,450,000	American Express Credit Account Master Trust, 2017-2, A, FRN, 2.19%, 09/16/24 †	USA	USD	1,457,666	0.17
1,444,444	LCM XVI LP, 2016A, A2R, 144A, FRN, 3.181%, 10/15/31 †	USA	USD	1,439,085	0.16
1,323,663	FNMA Connecticut Avenue Securities, 2015-C01, 2M2, FRN, 6.342%, 02/25/25 †	USA	USD	1,376,328	0.16
1,200,000	BlueMountain EUR CLO, 5A, B, 144A, FRN, 1.55%, 01/15/33 †	IRL	EUR	1,344,943	0.15
1,250,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, B, FRN, 4.506%, 09/15/48 †	USA	USD	1,336,498	0.15
1,355,555	Buttermilk Park CLO Ltd., 2018-1A, C, 144A, FRN, 4.101%, 10/15/31 †	USA	USD	1,323,727	0.15
1,370,000	LCM XVIII LP, 2018A, DR, 144A, FRN, 4.766%, 04/20/31 †	USA	USD	1,278,772	0.15
1,300,000	HPS Loan Management Ltd., 2013A-18, C, 144A, FRN, 4.151%, 10/15/30 †	USA	USD	1,278,134	0.15
1,230,000	LCM XVII LP, 2017A, BRR, 144A, FRN, 3.601%, 10/15/31 †	USA	USD	1,204,957	0.14
1,130,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, A4, 3.705%, 09/15/48	USA	USD	1,203,332	0.14
1,200,000	Galaxy XXVI CLO Ltd., 2018-26A, A, 144A, FRN, 3.099%, 11/22/31 †	USA	USD	1,196,460	0.14
1,186,282	Octagon Investment Partners 28 Ltd., 2016-1A, BR, 144A, FRN, 3.736%, 10/24/30 †	USA	USD	1,188,927	0.14
1,100,000	BCC Middle Market CLO LLC, 2018-1A, A2, 144A, FRN, 4.116%, 10/20/30 †	USA	USD	1,091,970	0.12
1,140,000	LCM XVII LP, 2017A, CRR, 144A, FRN, 4.101%, 10/15/31 †	USA	USD	1,088,996	0.12
990,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-DNA2, M2, FRN, 5.242%, 10/25/29 †	USA	USD	1,055,565	0.12
1,000,000	Banc of America Commercial Mortgage Trust, 2015-UBS7, A3, 3.441%, 09/15/48	USA	USD	1,050,633	0.12
954,075	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ3, M3, FRN, 6.542%, 10/25/24 †	USA	USD	1,011,061	0.12
1,000,000	BlueMountain CLO Ltd., 2014-2A, CR2, 144A, FRN, 4.166%, 10/20/30 †	USA	USD	971,420	0.11
1,000,000	Octagon Investment Partners 38 Ltd., 2018-1A, C, 144A, FRN, 4.916%, 07/20/30 †	USA	USD	963,410	0.11
1,000,000	BlueMountain CLO Ltd., 2018-1A, D, 144A, FRN, 4.986%, 07/30/30 †	USA	USD	960,330	0.11
950,000	Cole Park CLO Ltd., 2015-1A, BR, 144A, FRN, 3.566%, 10/20/28 †	USA	USD	944,129	0.11
982,000	Commercial Mortgage Trust, 2006-GG7, AJ, FRN, 5.807%, 07/10/38 †	USA	USD	909,788	0.10
800,000	Madison Park Euro Funding VIII DAC, 8A, BRN, 144A, FRN, 1.70%, 04/15/32 †	IRL	EUR	896,395	0.10
809,753	FNMA Connecticut Avenue Securities, 2015-C03, 2M2, FRN, 6.792%, 07/25/25 †	USA	USD	860,901	0.10
830,000	FNMA Connecticut Avenue Securities, 2017-C03, 2M2, FRN, 4.642%, 11/25/29 †	USA	USD	859,099	0.10
840,000	Discover Card Execution Note Trust, 2017-A7, A7, FRN, 2.10%, 04/15/25 †	USA	USD	840,569	0.10
830,000	Galaxy XVIII CLO Ltd., 2018-28A, C, 144A, FRN, 3.951%, 07/15/31 †	USA	USD	791,737	0.09
750,000	Citibank Credit Card Issuance Trust, 2016-A3, A3, FRN, 2.20%, 12/07/23 †	USA	USD	754,728	0.09
718,702	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ2, M2, FRN, 3.992%, 09/25/24 †	USA	USD	727,387	0.08
690,000	Capital One Multi-Asset Execution Trust, 2016-A7, A7, FRN, 2.25%, 09/16/24 †	USA	USD	694,700	0.08
661,046	FNMA Connecticut Avenue Securities, 2014-C03, 2M2, FRN, 4.692%, 07/25/24 †	USA	USD	689,401	0.08
666,088	Thornburg Mortgage Securities Trust, 2005-1, A3, FRN, 4.459%, 04/25/45 †	USA	USD	669,414	0.08
640,000	Octagon Investment Partners XXIII Ltd., 2015-1A, BR, 144A, FRN, 3.201%, 07/15/27 †	USA	USD	629,843	0.07
650,000	Voya CLO Ltd., 2014-1A, CR2, 144A, FRN, 4.803%, 04/18/31 †	USA	USD	615,218	0.07
604,805	Flagship CLO VIII Ltd., 2014-8A, ARR, 144A, FRN, 2.851%, 01/16/26 †	USA	USD	604,908	0.07
560,580	Dryden 70 CLO Ltd., 2018-70A, B, 144A, FRN, 3.701%, 01/16/32 †	USA	USD	557,065	0.06
520,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.092%, 10/25/27 †	USA	USD	554,647	0.06
512,929	FNMA Connecticut Avenue Securities, 2015-C01, 1M2, FRN, 6.092%, 02/25/25 †	USA	USD	546,510	0.06
488,029	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M3, FRN, 5.892%, 08/25/24 †	USA	USD	517,101	0.06
473,415	Eaton Vance CLO Ltd., 2014-1RA, C, 144A, FRN, 4.101%, 07/15/30 †	USA	USD	462,711	0.05
425,925	Neuberger Berman CLO XXII Ltd., 2016-22A, CR, 144A, FRN, 4.202%, 10/17/30 †	USA	USD	416,900	0.05
400,000	Carlyle U.S. CLO Ltd., 2017-1A, A1A, 144A, FRN, 3.266%, 04/20/31 †	USA	USD	400,116	0.05
400,000	Dryden 64 CLO Ltd., 2018-64A, A, 144A, FRN, 2.973%, 04/18/31 †	USA	USD	395,532	0.05
315,265	FNMA, 5.00%, 08/01/40	USA	USD	347,974	0.04
338,506	Structured Asset Securities Corp., 2005-2XS, 2A2, FRN, 3.191%, 02/25/35 †	USA	USD	342,495	0.04
302,579	Opteum Mortgage Acceptance Corp. Trust, 2005-4, 1APT, FRN, 2.102%, 11/25/35 †	USA	USD	304,416	0.04
268,290	FNMA, 4.50%, 05/01/41	USA	USD	290,228	0.03
284,114	MortgageIT Trust, 2004-1, A2, FRN, 2.692%, 11/25/34 †	USA	USD	286,743	0.03
280,984	MortgageIT Trust, 2005-5, A1, FRN, 2.312%, 12/25/35 †	USA	USD	280,415	0.03
250,000	AMMC CLO 15 Ltd., 2014-15A, BRR, 144A, FRN, 3.801%, 01/15/32 †	USA	USD	247,555	0.03
234,781	FNMA, 2.50%, 06/01/27	USA	USD	237,836	0.03
218,634	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M2, FRN, 4.642%, 04/25/28 †	USA	USD	220,797	0.03
192,399	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 5.942%, 01/25/25 †	USA	USD	200,956	0.02
188,076	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA2, M2, FRN, 4.042%, 11/25/28 †	USA	USD	188,819	0.02

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
175,258	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M3, FRN, 5.792%, 08/25/24 †	USA	USD	186,871	0.02
167,592	FHLMC, 5.00%, 02/01/39	USA	USD	184,885	0.02
148,932	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA3, M2, FRN, 3.142%, 03/25/29 †	USA	USD	149,521	0.02
145,492	Merrill Lynch Mortgage Investors Trust, 2005-A6, 2A3, FRN, 2.172%, 08/25/35 †	USA	USD	146,435	0.02
124,733	FNMA Connecticut Avenue Securities, 2014-C04, 2M2, FRN, 6.792%, 11/25/24 †	USA	USD	134,868	0.02
111,451	FNMA, 6.00%, 02/01/37	USA	USD	127,693	0.02
113,801	FNMA, ARM, 2.378%, 09/01/34	USA	USD	113,422	0.01
102,030	FHLMC, 5.00%, 05/01/41	USA	USD	112,686	0.01
108,625	FNMA, 2005-122, FN, FRN, 2.142%, 01/25/36 †	USA	USD	107,005	0.01
91,360	FNMA, 4.50%, 12/01/40	USA	USD	99,247	0.01
84,223	FNMA, 5.50%, 07/01/38	USA	USD	94,447	0.01
81,003	FNMA Connecticut Avenue Securities, 2014-C04, 1M1, FRN, 6.692%, 11/25/24 †	USA	USD	89,030	0.01
80,390	FHLMC, 4.50%, 09/01/40	USA	USD	87,378	0.01
70,535	FHLMC, 4.50%, 10/01/40	USA	USD	76,666	0.01
71,384	FNMA, ARM, 4.261%, 11/01/32	USA	USD	72,741	0.01
70,318	GSAA Home Equity Trust, 2005-5, M3, FRN, 2.737%, 02/25/35 †	USA	USD	71,825	0.01
62,428	FHLMC, 5.50%, 09/01/35	USA	USD	67,225	0.01
62,675	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA1, M2, FRN, 4.542%, 09/25/28 †	USA	USD	62,831	0.01
61,390	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M2, FRN, 4.442%, 03/25/28 †	USA	USD	61,501	0.01
55,854	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA1, M2, FRN, 4.692%, 07/25/28 †	USA	USD	56,094	0.01
54,128	American Home Mortgage Investment Trust, 2004-3, 4A, FRN, 3.42%, 10/25/34 †	USA	USD	54,388	0.01
43,518	FNMA, 5.00%, 10/01/34	USA	USD	47,951	0.01
45,242	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R4, M1, FRN, 2.617%, 06/25/34 †	USA	USD	45,381	0.01
40,621	FNMA, 5.00%, 02/01/40	USA	USD	44,832	0.01
42,996	FNMA, 5.50%, 09/01/23	USA	USD	44,524	0.01
40,811	CWABS Inc. Asset-Backed Certificates Trust, 2004-6, 1A2, FRN, 2.532%, 12/25/34 †	USA	USD	41,120	0.01
38,274	FHLMC, 5.00%, 03/01/28	USA	USD	40,902	0.01
39,382	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA2, M2, FRN, 4.592%, 05/25/28 †	USA	USD	39,595	0.01
39,279	Argent Securities Inc. Asset-Backed Pass-Through Certificates, 2005-W2, A2C, FRN, 2.152%, 10/25/35 †	USA	USD	39,370	0.01
35,291	FNMA, 5.50%, 02/01/38	USA	USD	38,527	0.01
36,236	FNMA, 3.50%, 02/01/26	USA	USD	37,549	0.00
25,068	FNMA, 6.00%, 05/01/38	USA	USD	28,757	0.00
32,650	GE Capital Commercial Mortgage Corp. Trust, 2007-C1, AM, FRN, 5.606%, 12/10/49 †	USA	USD	28,569	0.00
22,382	FNMA, 6.00%, 02/01/36	USA	USD	25,662	0.00
22,136	FNMA, 6.00%, 02/01/37	USA	USD	24,376	0.00
18,953	FNMA, 6.00%, 05/01/36	USA	USD	20,894	0.00
17,707	GNMA, SF, 5.50%, 06/15/38	USA	USD	19,877	0.00
18,970	FNMA, ARM, 4.645%, 02/01/34	USA	USD	19,869	0.00
19,347	Commercial Mortgage Trust, 2006-GG7, AM, FRN, 5.807%, 07/10/38 †	USA	USD	19,479	0.00
16,693	FHLMC, 6.00%, 08/01/37	USA	USD	18,754	0.00
16,841	GNMA, SF, 5.00%, 05/15/34	USA	USD	18,675	0.00
15,528	FNMA, 5.50%, 02/01/38	USA	USD	17,434	0.00
16,349	CWABS Inc. Asset-Backed Certificates, 2004-1, M1, FRN, 2.542%, 03/25/34 †	USA	USD	16,458	0.00
14,192	FHLMC, 7.00%, 05/01/32	USA	USD	15,725	0.00
13,792	FNMA, 6.00%, 12/01/36	USA	USD	15,180	0.00
13,598	FHLMC, 5.50%, 11/01/38	USA	USD	14,629	0.00
12,383	FNMA, 5.50%, 03/01/34	USA	USD	13,933	0.00
13,982	Citigroup Mortgage Loan Trust Inc., 2013-A, A, 144A, FRN, 3.00%, 05/25/42 †	USA	USD	13,808	0.00
11,111	FHLMC, 6.00%, 11/01/37	USA	USD	12,744	0.00
10,781	FNMA, 6.00%, 11/01/37	USA	USD	12,333	0.00
10,478	FNMA, 5.50%, 04/01/35	USA	USD	11,706	0.00
9,339	FNMA, 6.00%, 11/01/36	USA	USD	10,695	0.00
8,810	FNMA, 6.00%, 10/01/34	USA	USD	10,104	0.00
8,595	FHLMC, 6.00%, 01/01/38	USA	USD	9,501	0.00
8,663	FNMA, 5.50%, 04/01/36	USA	USD	9,329	0.00

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
9,075	CSMC, 2009-15R, 3A1, 144A, FRN, 5.148%, 03/26/36 †	USA	USD	9,095	0.00
7,616	FHLMC, 5.50%, 11/01/37	USA	USD	8,563	0.00
7,567	FNMA, 5.50%, 12/01/37	USA	USD	8,474	0.00
7,670	GNMA, SF, 5.00%, 06/15/37	USA	USD	8,211	0.00
7,773	GNMA, ARM, 3.25%, 09/20/29	USA	USD	8,080	0.00
6,767	FHLMC, 6.50%, 03/01/38	USA	USD	7,751	0.00
6,936	FNMA, 6.00%, 12/01/37	USA	USD	7,690	0.00
8,332	Credit Suisse First Boston Mortgage Securities Corp., 2004-6, 3A1, 5.00%, 05/25/26	USA	USD	7,453	0.00
6,692	GNMA, SF, 5.50%, 06/15/34	USA	USD	7,281	0.00
6,500	FHLMC, 5.50%, 08/01/33	USA	USD	7,087	0.00
6,598	FNMA, 4.50%, 05/01/24	USA	USD	6,881	0.00
6,060	FNMA, 5.50%, 04/01/38	USA	USD	6,778	0.00
5,697	FNMA, 6.00%, 06/01/38	USA	USD	6,527	0.00
5,764	FNMA, 5.50%, 07/01/37	USA	USD	6,196	0.00
5,769	FNMA, ARM, 4.031%, 12/01/34	USA	USD	6,103	0.00
5,349	FNMA, 6.50%, 08/01/36	USA	USD	6,074	0.00
5,216	FNMA, 6.00%, 05/01/36	USA	USD	5,979	0.00
4,339	FNMA, 6.50%, 01/01/36	USA	USD	4,841	0.00
4,439	FNMA, 5.00%, 05/01/28	USA	USD	4,738	0.00
4,015	FNMA, 5.50%, 06/01/37	USA	USD	4,498	0.00
3,644	FNMA, 5.00%, 02/01/27	USA	USD	3,892	0.00
3,370	GNMA, 6.50%, 09/15/32	USA	USD	3,720	0.00
3,120	FNMA, 6.50%, 10/01/37	USA	USD	3,477	0.00
2,812	FNMA, 5.50%, 06/01/38	USA	USD	3,134	0.00
2,770	GNMA, SF, 6.50%, 11/15/32	USA	USD	3,133	0.00
2,767	FNMA, ARM, 3.80%, 12/01/34	USA	USD	2,881	0.00
2,517	FNMA, 6.50%, 11/01/36	USA	USD	2,854	0.00
2,235	FHLMC, 5.50%, 05/01/37	USA	USD	2,514	0.00
2,385	FNMA, 5.00%, 07/01/23	USA	USD	2,479	0.00
2,062	GNMA, SF, 6.00%, 03/15/33	USA	USD	2,358	0.00
2,043	FNMA, 6.00%, 05/01/38	USA	USD	2,345	0.00
2,172	FNMA, 4.50%, 09/01/24	USA	USD	2,260	0.00
2,146	FHLMC, 5.50%, 03/01/23	USA	USD	2,225	0.00
2,091	FHLMC, ARM, 4.383%, 09/01/32	USA	USD	2,193	0.00
1,543	FNMA, 5.50%, 07/01/37	USA	USD	1,728	0.00
1,465	FHLMC, 6.00%, 11/01/37	USA	USD	1,683	0.00
1,559	FHLMC, 5.50%, 05/01/22	USA	USD	1,597	0.00
1,336	FNMA, 6.50%, 10/01/37	USA	USD	1,534	0.00
1,263	FHLMC, 6.00%, 02/01/39	USA	USD	1,448	0.00
1,393	FHLMC, 5.00%, 02/01/23	USA	USD	1,441	0.00
967	FNMA, 5.50%, 11/01/36	USA	USD	1,068	0.00
1,049	Chase Funding Trust, 2003-5, 2A2, FRN, 2.392%, 07/25/33 †	USA	USD	1,031	0.00
883	FNMA, 5.00%, 12/01/23	USA	USD	917	0.00
676	GNMA, SF, 5.50%, 07/15/33	USA	USD	737	0.00
688	FNMA, 5.00%, 01/01/24	USA	USD	711	0.00
272	FNMA, 5.00%, 11/01/22	USA	USD	281	0.00
				273,649,307	31.07
	Corporate Bonds				
5,500,000	EDF SA, junior sub. note, 144A, 5.25% to 01/29/23, FRN thereafter, Perpetual	FRA	USD	5,778,932	0.66
4,400,000	Morgan Stanley, senior note, 3.875%, 01/27/26	USA	USD	4,725,582	0.54
3,200,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	4,305,184	0.49
4,000,000	Allergan Funding SCS, senior bond, 3.80%, 03/15/25	USA	USD	4,195,308	0.48
3,800,000	Bank of America Corp., senior note, 3.50%, 04/19/26	USA	USD	4,040,621	0.46
3,500,000	State Grid Overseas Investment 2016 Ltd., senior note, 144A, 3.50%, 05/04/27	CHN	USD	3,665,551	0.42
3,500,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	3,623,952	0.41
3,400,000	The Goldman Sachs Group Inc., senior note, 3.75%, 02/25/26	USA	USD	3,598,227	0.41
3,300,000	Novelis Corp., senior bond, 144A, 5.875%, 09/30/26	USA	USD	3,519,211	0.40
3,200,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	3,443,254	0.39
3,200,000	Sprint Communications Inc., senior note, 6.00%, 11/15/22	USA	USD	3,361,696	0.38
3,200,000	Walgreens Boots Alliance Inc., senior note, 3.80%, 11/18/24	USA	USD	3,328,466	0.38
3,200,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 05/01/25	USA	USD	3,310,672	0.38

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
3,000,000	United Rentals North America Inc., senior bond, 5.875%, 09/15/26	USA	USD	3,225,825	0.37
3,000,000	JPMorgan Chase & Co., sub. note, 3.875%, 09/10/24	USA	USD	3,211,335	0.36
3,000,000	Centene Corp., senior note, 144A, 5.375%, 06/01/26	USA	USD	3,189,300	0.36
3,000,000	Freeport-McMoRan Inc., senior note, 4.55%, 11/14/24	USA	USD	3,177,495	0.36
3,000,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 08/01/24	USA	USD	3,133,755	0.36
3,000,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	3,119,310	0.35
3,000,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	3,071,880	0.35
2,800,000	Hanesbrands Inc., senior bond, 144A, 4.875%, 05/15/26	USA	USD	2,969,680	0.34
2,700,000	Vertiv Group Corp., senior note, 144A, 9.25%, 10/15/24	USA	USD	2,908,129	0.33
3,000,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	2,738,700	0.31
2,700,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	2,719,129	0.31
2,400,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.50%, 02/15/24	IRL	USD	2,637,984	0.30
2,500,000	DAE Funding LLC, senior note, 144A, 5.00%, 08/01/24	ARE	USD	2,631,076	0.30
2,600,000	Mauser Packaging Solutions Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	2,573,974	0.29
3,200,000	Intrado Corp., senior note, 144A, 8.50%, 10/15/25	USA	USD	2,568,000	0.29
2,500,000	Norton Lifelock Inc., senior note, 144A, 5.00%, 04/15/25	USA	USD	2,554,556	0.29
2,400,000	CSC Holdings LLC, senior secured note, first lien, 144A, 5.50%, 05/15/26	USA	USD	2,546,550	0.29
2,500,000	CommScope Technologies LLC, senior bond, 144A, 6.00%, 06/15/25	USA	USD	2,509,075	0.28
2,400,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	2,489,976	0.28
2,400,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	2,483,268	0.28
2,200,000	Clearway Energy Operating LLC, senior note, 5.75%, 10/15/25	USA	USD	2,320,087	0.26
2,200,000	The Southern Co., senior bond, 3.25%, 07/01/26	USA	USD	2,291,343	0.26
2,200,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 5.70%, 01/11/25	MEX	USD	2,266,000	0.26
2,300,000	Akbank Turk AS, senior note, Reg S, 5.125%, 03/31/25	TUR	USD	2,256,130	0.26
2,200,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.15%, 06/02/26	CHN	USD	2,252,398	0.26
2,000,000	Netflix Inc., senior bond, 5.875%, 02/15/25	USA	USD	2,234,170	0.25
2,100,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.00%, 10/15/27	USA	USD	2,231,302	0.25
2,100,000	Cheniere Energy Partners LP, senior secured note, first lien, 5.25%, 10/01/25	USA	USD	2,193,618	0.25
2,100,000	Capital One Financial Corp., senior note, 3.20%, 02/05/25	USA	USD	2,174,845	0.25
2,100,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior note, 144A, 7.00%, 07/15/24	USA	USD	2,174,812	0.25
2,000,000	Sealed Air Corp., senior bond, 144A, 5.125%, 12/01/24	USA	USD	2,160,000	0.25
2,000,000	CNH Industrial NV, senior note, 4.50%, 08/15/23	GBR	USD	2,140,850	0.24
2,200,000	SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., senior note, 144A, 7.50%, 06/15/25	USA	USD	2,121,152	0.24
2,100,000	Univision Communications Inc., senior secured note, first lien, 144A, 5.125%, 02/15/25	USA	USD	2,081,625	0.24
2,000,000	JPMorgan Chase & Co., sub. note, 3.375%, 05/01/23	USA	USD	2,078,505	0.24
2,000,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	2,057,500	0.23
1,800,000	Toll Brothers Finance Corp., senior bond, 5.625%, 01/15/24	USA	USD	1,978,497	0.22
1,900,000	Industrial & Commercial Bank of China Ltd., senior note, 3.538%, 11/08/27	CHN	USD	1,967,773	0.22
1,900,000	DaVita Inc., senior bond, 5.00%, 05/01/25	USA	USD	1,958,586	0.22
1,800,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	1,932,732	0.22
1,800,000	Colbun SA, senior note, 144A, 3.95%, 10/11/27	CHL	USD	1,877,643	0.21
1,700,000	Israel Electric Corp. Ltd., secured bond, 144A, 4.25%, 08/14/28	ISR	USD	1,855,677	0.21
1,700,000	CNAC HK Finbridge Co. Ltd., senior note, Reg S, 4.875%, 03/14/25	CHN	USD	1,847,551	0.21
1,800,000	Alpek SAB de CV, senior note, Reg S, 4.25%, 09/18/29	MEX	USD	1,839,150	0.21
1,600,000	China Overseas Finance Cayman VI Ltd., senior note, Reg S, 5.95%, 05/08/24	CHN	USD	1,800,268	0.20
1,700,000	Ecopetrol SA, senior bond, 4.125%, 01/16/25	COL	USD	1,789,972	0.20
1,700,000	The Goldman Sachs Group Inc., senior note, 3.50%, 01/23/25	USA	USD	1,783,438	0.20
1,800,000	Cencosud SA, senior note, Reg S, 4.375%, 07/17/27	CHL	USD	1,777,847	0.20
1,700,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 5.00%, 10/15/25	CAN	USD	1,758,795	0.20
1,900,000	HighPoint Operating Corp., senior note, 8.75%, 06/15/25	USA	USD	1,738,500	0.20
1,600,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 05/15/24	AUS	USD	1,711,952	0.19
2,500,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	1,692,975	0.19
1,925,112	EnQuest PLC, senior note, 144A, PIK, 7.00%, 04/15/22 ‡	GBR	USD	1,692,260	0.19
1,500,000	KB Home, senior bond, 7.50%, 09/15/22	USA	USD	1,687,968	0.19
1,700,000	Teva Pharmaceutical Finance Netherlands IV BV, senior note, Reg S, 0.50%, 07/28/22	ISR	CHF	1,665,107	0.19
1,500,000	HCA Inc., senior bond, 5.375%, 02/01/25	USA	USD	1,661,873	0.19
1,629,000	CONSOL Energy Inc., senior note, 5.875%, 04/15/22	USA	USD	1,634,213	0.19
1,500,000	Morgan Stanley, senior bond, 3.591% to 07/22/27, FRN thereafter, 07/22/28	USA	USD	1,594,302	0.18
1,500,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.25%, 06/01/26	USA	USD	1,586,288	0.18

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
1,500,000	Talen Energy Supply LLC, senior secured note, 144A, 7.25%, 05/15/27	USA	USD	1,581,075	0.18
2,000,000	Digicel Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	1,560,000	0.18
1,400,000	Bayer U.S. Finance II LLC, senior bond, 144A, 4.375%, 12/15/28	DEU	USD	1,527,519	0.17
1,741,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	1,414,563	0.16
1,300,000	Crown Americas LLC/Crown Americas Capital Corp. VI, senior note, 4.75%, 02/01/26	USA	USD	1,376,827	0.16
1,300,000	Woodside Finance Ltd., senior bond, 144A, 3.70%, 03/15/28	AUS	USD	1,346,117	0.15
1,200,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 03/15/23	AUS	USD	1,270,488	0.14
1,200,000	AbbVie Inc., senior note, 144A, 2.95%, 11/21/26	USA	USD	1,219,793	0.14
1,300,000	New Gold Inc., senior note, 144A, 6.375%, 05/15/25	CAN	USD	1,206,043	0.14
1,200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	1,173,000	0.13
1,100,000	CNH Industrial NV, senior bond, 3.85%, 11/15/27	GBR	USD	1,147,867	0.13
1,100,000	Aker BP ASA, senior note, 144A, 4.75%, 06/15/24	NOR	USD	1,143,989	0.13
1,100,000	Citigroup Inc., senior note, 3.20%, 10/21/26	USA	USD	1,141,091	0.13
1,021,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 144A, 9.25%, 02/15/24	USA	USD	1,132,886	0.13
1,000,000	Springleaf Finance Corp., senior note, 6.625%, 01/15/28	USA	USD	1,130,650	0.13
1,000,000	SABIC Capital II BV, senior note, 144A, 4.50%, 10/10/28	SAU	USD	1,116,973	0.13
1,000,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.75%, 05/15/24	USA	USD	1,115,459	0.13
1,000,000	Altice Financing SA, secured bond, 144A, 7.50%, 05/15/26	LUX	USD	1,076,850	0.12
1,000,000	KB Home, senior note, 7.00%, 12/15/21	USA	USD	1,075,400	0.12
1,000,000	Glencore Funding LLC, senior note, 144A, 4.625%, 04/29/24	CHE	USD	1,062,900	0.12
1,000,000	Glencore Funding LLC, senior note, 144A, 4.125%, 05/30/23	CHE	USD	1,042,733	0.12
1,000,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.00%, 06/01/24	USA	USD	1,038,335	0.12
1,000,000	Bausch Health Cos. Inc., senior bond, 144A, 6.125%, 04/15/25	USA	USD	1,035,315	0.12
1,000,000	Jaguar Holding Co. II/Pharmaceutical Product Development LLC, senior note, 144A, 6.375%, 08/01/23	USA	USD	1,034,678	0.12
1,000,000	MEDNAX Inc., senior note, 144A, 6.25%, 01/15/27	USA	USD	1,027,525	0.12
1,000,000	DaVita Inc., senior bond, 5.125%, 07/15/24	USA	USD	1,027,085	0.12
1,000,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	1,025,435	0.12
1,000,000	AT&T Inc., senior note, 2.95%, 07/15/26	USA	USD	1,019,844	0.12
1,000,000	Braskem Netherlands Finance BV, senior bond, Reg S, 4.50%, 01/31/30	BRA	USD	993,900	0.11
900,000	Herc Holdings Inc., senior note, 144A, 5.50%, 07/15/27	USA	USD	949,523	0.11
900,000	Woodside Finance Ltd., senior note, 144A, 3.70%, 09/15/26	AUS	USD	937,154	0.11
900,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 04/01/23	ZMB	USD	933,629	0.11
900,000	TNB Global Ventures Capital Bhd., senior note, Reg S, 3.244%, 10/19/26	MYS	USD	905,472	0.10
800,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.25%, 08/01/26	USA	USD	847,010	0.10
800,000	CGNPC International Ltd., senior note, Reg S, 3.75%, 12/11/27	CHN	USD	842,731	0.10
800,000	Bank of America Corp., senior bond, 3.248%, 10/21/27	USA	USD	833,696	0.09
800,000	Anheuser-Busch InBev Worldwide Inc., senior bond, 3.75%, 07/15/42	BEL	USD	826,667	0.09
800,000	Eagle Holdings Co. II LLC, senior note, 144A, PIK, 7.625%, 05/15/22 ‡	USA	USD	814,586	0.09
700,000	Turkiye Vakiflar Bankasi TAO, secured note, Reg S, 2.375%, 11/04/22	TUR	EUR	793,515	0.09
1,618,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	720,010	0.08
700,000	Reynolds Group Issuer Inc./Reynolds Group Issuer LLC/Reynolds Group Issuer Luxembourg SA, senior secured note, first lien, 144A, 5.125%, 07/15/23	USA	USD	718,085	0.08
656,000	Weatherford International Ltd., senior note, 144A, 11.00%, 12/01/24	USA	USD	710,940	0.08
700,000	Diamond Sports Group LLC/Diamond Sports Finance Co., first lien, 144A, 5.375%, 08/15/26	USA	USD	709,398	0.08
700,000	Diamond Sports Group LLC/Diamond Sports Finance Co., senior note, 144A, 6.625%, 08/15/27	USA	USD	682,045	0.08
600,000	Liberty Mutual Group Inc., senior bond, Reg S, 4.569%, 02/01/29	USA	USD	670,189	0.08
700,000	Talen Energy Supply LLC, senior note, 144A, 10.50%, 01/15/26	USA	USD	667,501	0.08
600,000	Sealed Air Corp., senior bond, 144A, 5.50%, 09/15/25	USA	USD	661,749	0.07
600,000	The Kroger Co., senior note, 4.00%, 02/01/24	USA	USD	639,476	0.07
900,000	Party City Holdings Inc., senior note, 144A, 6.625%, 08/01/26	USA	USD	636,590	0.07
600,000	Live Nation Entertainment Inc., senior note, 144A, 4.75%, 10/15/27	USA	USD	622,110	0.07
600,000	Bausch Health Cos. Inc., senior note, 144A, 5.00%, 01/30/28	USA	USD	617,334	0.07
600,000	1011778 BC ULC/New Red Finance Inc., senior secured note, first lien, 144A, 4.25%, 05/15/24	CAN	USD	616,251	0.07
500,000	Morgan Stanley, senior bond, 4.30%, 01/27/45	USA	USD	587,276	0.07
500,000	AT&T Inc., senior bond, 4.50%, 05/15/35	USA	USD	556,868	0.06
500,000	Kinder Morgan Inc., senior secured bond, first lien, 144A, 5.625%, 11/15/23	USA	USD	553,293	0.06
500,000	Reynolds American Inc., senior note, 4.45%, 06/12/25	GBR	USD	538,310	0.06

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
500,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 02/15/25	LUX	USD	525,625	0.06
500,000	GE Capital International Funding Co., senior bond, 3.373%, 11/15/25	USA	USD	520,834	0.06
500,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 6.125%, 05/05/25	MEX	USD	519,798	0.06
500,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	515,630	0.06
500,000	Calpine Corp., senior note, 144A, 5.125%, 03/15/28	USA	USD	511,600	0.06
400,000	Lockheed Martin Corp., senior bond, 4.70%, 05/15/46	USA	USD	509,929	0.06
500,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	508,750	0.06
500,000	Blackboard Inc., secured note, second lien, 144A, 10.375%, 11/15/24	USA	USD	501,250	0.06
400,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.125%, 11/26/63	ITA	EUR	483,598	0.05
476,000	First Quantum Minerals Ltd., senior note, 144A, 7.00%, 02/15/21	ZMB	USD	478,083	0.05
400,000	Alibaba Group Holding Ltd., senior bond, 4.50%, 11/28/34	CHN	USD	454,922	0.05
400,000	Three Gorges Finance I Cayman Islands Ltd., senior note, 144A, 3.70%, 06/10/25	CHN	USD	422,663	0.05
400,000	Springleaf Finance Corp., senior bond, 5.375%, 11/15/29	USA	USD	418,260	0.05
400,000	Clear Channel Worldwide Holdings Inc., senior secured note, first lien, 144A, 5.125%, 08/15/27	USA	USD	417,260	0.05
400,000	Amcor Finance USA Inc., senior note, Reg S, 3.625%, 04/28/26	AUS	USD	412,213	0.05
400,000	BDO Unibank Inc., senior note, Reg S, 2.95%, 03/06/23	PHL	USD	404,303	0.05
400,000	Royal Bank of Canada, secured note, 2.10%, 10/14/21	CAN	USD	400,496	0.05
400,000	Kookmin Bank, secured note, Reg S, 2.125%, 10/21/21	KOR	USD	399,729	0.05
400,000	Polaris Intermediate Corp., senior note, 144A, PIK, 8.50%, 12/01/22 ‡	USA	USD	373,497	0.04
300,000	Biogen Inc., senior bond, 5.20%, 09/15/45	USA	USD	361,818	0.04
300,000	Cigna Corp., senior bond, 4.90%, 12/15/48	USA	USD	358,714	0.04
300,000	TELUS Corp., senior bond, 4.60%, 11/16/48	CAN	USD	354,002	0.04
300,000	Wells Fargo & Co., sub. bond, 4.65%, 11/04/44	USA	USD	352,332	0.04
300,000	Enterprise Products Operating LLC, senior bond, 4.80%, 02/01/49	USA	USD	351,854	0.04
300,000	Bell Canada Inc., senior bond, 4.464%, 04/01/48	CAN	USD	347,386	0.04
300,000	CSX Corp., senior bond, 4.10%, 03/15/44	USA	USD	327,477	0.04
300,000	The Kroger Co., senior bond, 4.45%, 02/01/47	USA	USD	318,769	0.04
300,000	Sealed Air Corp., senior note, 144A, 4.875%, 12/01/22	USA	USD	318,469	0.04
300,000	The Goldman Sachs Group Inc., senior note, 3.75%, 05/22/25	USA	USD	318,387	0.04
300,000	Transurban Finance Co. Pty. Ltd., senior secured bond, 144A, 4.125%, 02/02/26	AUS	USD	316,937	0.04
300,000	Sunoco Logistics Partners Operations LP, senior note, 4.25%, 04/01/24	USA	USD	315,440	0.04
300,000	MSCI Inc., senior note, 144A, 4.75%, 08/01/26	USA	USD	314,947	0.04
300,000	Bausch Health Cos. Inc., senior note, first lien, 144A, 7.00%, 03/15/24	USA	USD	312,626	0.04
300,000	Duke Energy Corp., senior bond, 3.75%, 09/01/46	USA	USD	309,876	0.03
300,000	State Grid Overseas Investment 2013 Ltd., senior note, 144A, 3.125%, 05/22/23	CHN	USD	306,917	0.03
300,000	Maxim Integrated Products Inc., senior note, 3.375%, 03/15/23	USA	USD	306,873	0.03
300,000	Wells Fargo & Co., senior note, 2.50%, 03/04/21	USA	USD	302,170	0.03
300,000	Bunge Ltd. Finance Corp., senior note, 3.25%, 08/15/26	USA	USD	300,008	0.03
300,000	Anthem Inc., senior bond, 3.70%, 09/15/49	USA	USD	299,870	0.03
215,000	Virginia Electric & Power Co., senior bond, 6.35%, 11/30/37	USA	USD	298,150	0.03
300,000	Oceaneering International Inc., senior note, 4.65%, 11/15/24	USA	USD	294,750	0.03
300,000	FedEx Corp., senior bond, 4.05%, 02/15/48	USA	USD	289,471	0.03
250,000	Enterprise Products Operating LLC, senior bond, 4.45%, 02/15/43	USA	USD	274,907	0.03
264,000	Dell International LLC/EMC Corp., senior note, 144A, 5.875%, 06/15/21	USA	USD	268,456	0.03
256,350	American Airlines Pass Through Trust, first lien, 2016-2, AA, 3.20%, 12/15/29	USA	USD	264,251	0.03
200,000	NBCUniversal Media LLC, senior bond, 4.45%, 01/15/43	USA	USD	233,205	0.03
200,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 04/16/59	ITA	EUR	232,524	0.03
200,000	Telefonica Emisiones SA, senior bond, 4.895%, 03/06/48	ESP	USD	228,972	0.03
200,000	Georgia Power Co., senior bond, 4.30%, 03/15/42	USA	USD	219,262	0.02
200,000	Telefonica Emisiones SA, senior note, 4.57%, 04/27/23	ESP	USD	215,217	0.02
200,000	Bank of America Corp., senior bond, 3.875%, 08/01/25	USA	USD	214,932	0.02
200,000	Aptiv Corp., senior bond, 4.15%, 03/15/24	USA	USD	211,907	0.02
200,000	Reliance Steel & Aluminum Co., senior note, 4.50%, 04/15/23	USA	USD	211,396	0.02
200,000	Sydney Airport Finance Co. Pty. Ltd., senior secured bond, first lien, 144A, 3.90%, 03/22/23	AUS	USD	209,525	0.02
200,000	SVB Financial Group, senior note, 3.50%, 01/29/25	USA	USD	209,492	0.02
200,000	Axalta Coating Systems LLC, senior note, 144A, 4.875%, 08/15/24	USA	USD	207,417	0.02
200,000	Republic Services Inc., senior note, 2.90%, 07/01/26	USA	USD	204,835	0.02
100,000	Citigroup Inc., senior bond, 8.125%, 07/15/39	USA	USD	167,346	0.02
151,016	iHeartCommunications Inc., senior note, 8.375%, 05/01/27	USA	USD	167,152	0.02
194,000	CHS/Community Health Systems Inc., secured note, Reg S, 8.125%, 06/30/24	USA	USD	159,563	0.02
200,000	EnLink Midstream Partners LP, senior bond, 5.05%, 04/01/45	USA	USD	158,687	0.02

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Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
150,000	Aviation Capital Group Corp., 144A, 6.75%, 04/06/21	USA	USD	158,079	0.02
150,000	MPLX LP, senior bond, 4.00%, 02/15/25	USA	USD	156,803	0.02
100,000	DP World PLC, Reg S, 6.85%, 07/02/37	ARE	USD	131,930	0.01
100,000	Sabine Pass Liquefaction LLC, senior secured bond, first lien, 5.00%, 03/15/27	USA	USD	110,048	0.01
100,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	108,084	0.01
100,000	CNH Industrial Capital LLC, senior note, 3.875%, 10/15/21	USA	USD	102,904	0.01
100,000	BAT Capital Corp., senior bond, 4.54%, 08/15/47	GBR	USD	100,458	0.01
83,319	iHeartCommunications Inc., secured note, 6.375%, 05/01/26	USA	USD	90,557	0.01
1,600,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23 ^	USA	USD	80,000	0.01
507,159	Digicel Group Two Ltd., senior note, 144A, PIK, 2.00%, 04/01/24 ‡	BMU	USD	78,871	0.01
50,000	Enable Midstream Partners LP, senior note, 3.90%, 05/15/24	USA	USD	51,217	0.01
50,000	Enable Midstream Partners LP, senior bond, 5.00%, 05/15/44	USA	USD	45,862	0.00
100,000	Valaris PLC, senior bond, 5.75%, 10/01/44	USA	USD	45,344	0.00
383,004	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	1,915	0.00
1,454,406	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	1,818	0.00
1,550,000	NewPage Corp., Escrow Account	USA	USD	1,023	0.00
				258,358,747	29.33
	Government and Municipal Bonds				
18,300,000	U.S. Treasury Note, 2.125%, 09/30/24	USA	USD	18,652,438	2.12
16,234,261	U.S. Treasury Note, Index Linked, 0.125%, 07/15/24	USA	USD	16,333,627	1.85
6,300,000	Government of Spain, senior bond, 144A, Reg S, 2.70%, 10/31/48	ESP	EUR	9,391,755	1.07
9,000,000	U.S. Treasury Note, 2.00%, 06/30/24	USA	USD	9,118,486	1.04
6,300,000	U.S. Treasury Note, 2.00%, 05/31/21	USA	USD	6,334,519	0.72
6,185,130	U.S. Treasury Note, Index Linked, 0.375%, 07/15/25	USA	USD	6,312,401	0.72
6,038,210	U.S. Treasury Note, Index Linked, 0.375%, 07/15/27	USA	USD	6,160,889	0.70
5,663,100	U.S. Treasury Note, Index Linked, 0.625%, 01/15/24	USA	USD	5,783,821	0.66
5,000,000	Government of Gabon, Reg S, 6.375%, 12/12/24	GAB	USD	5,234,525	0.59
4,600,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	5,142,807	0.58
4,700,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	5,088,728	0.58
5,100,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	5,004,992	0.57
70,000,000,000	Government of Indonesia, senior bond, FR64, 6.125%, 05/15/28	IDN	IDR	4,763,983	0.54
3,500,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	4,333,315	0.49
3,700,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	4,310,259	0.49
150,271,941	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	3,942,419	0.45
64,800,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	3,920,108	0.45
10,113,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	3,868,095	0.44
3,840,000	New York State Urban Development Corp. Sales Tax Revenue, Bidding Group 2, Series B, 2.97%, 03/15/34	USA	USD	3,833,971	0.44
3,100,000	Government of Spain, senior bond, 144A, Reg S, 1.45%, 04/30/29	ESP	EUR	3,801,095	0.43
3,600,000	U.S. Treasury Note, 3.625%, 02/15/21	USA	USD	3,678,753	0.42
3,500	Brazil Notas do Tesouro Nacional, Index Linked, 6.00%, 05/15/23	BRA	BRL	3,231,852	0.37
2,100,000	Government of Peru, senior bond, 6.55%, 03/14/37	PER	USD	3,073,129	0.35
160,000,000	Government of the Dominican Republic, senior note, Reg S, 8.90%, 02/15/23	DOM	DOP	3,040,030	0.35
2,800,000	The Export-Import Bank of India, senior note, 144A, 3.875%, 02/01/28	IND	USD	2,932,669	0.33
542,000	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,855,487	0.32
2,830,000	Metropolitan St. Louis Sewer District Wastewater System Revenue, Refunding, Series C, 3.259%, 05/01/45	USA	USD	2,833,254	0.32
2,700,000	U.S. Treasury Note, 2.375%, 05/15/27	USA	USD	2,797,865	0.32
2,500,000	Government of Belarus International Bond, senior bond, Reg S, 6.20%, 02/28/30	BLR	USD	2,662,112	0.30
2,400,000	Government of Mexico, senior note, 4.15%, 03/28/27	MEX	USD	2,572,824	0.29
2,360,000	Birmingham Waterworks Board Water Revenue, Refunding, Senior Lien, 3.573%, 01/01/45	USA	USD	2,390,397	0.27
2,350,000	New York State GO, Refunding, Series B, 3.20%, 02/15/39	USA	USD	2,352,585	0.27
7,925	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	2,168,367	0.25
1,965,000	Kaiser Foundation Hospitals, 3.266%, 11/01/49	USA	USD	1,977,824	0.22
1,800,000	Government of Russia, senior bond, Reg S, 4.875%, 09/16/23	RUS	USD	1,964,700	0.22
1,965,000	Pennsylvania State Turnpike Commission Turnpike Revenue, Motor License Fund-Enhanced, Subordrdinate, Refunding, First Series, 3.579%, 12/01/43	USA	USD	1,962,642	0.22
1,800,000	Banque Ouest Africaine de Developpement, senior note, Reg S, 5.00%, 07/27/27	SP	USD	1,912,500	0.22
1,700,000	Government of Uruguay, senior bond, 4.375%, 01/23/31	URY	USD	1,904,425	0.22
1,800,000	The African Export-Import Bank, senior note, Reg S, 3.994%, 09/21/29	SP	USD	1,830,564	0.21
1,600,000	Government of Belarus International Bond, senior note, Reg S, 7.625%, 06/29/27	BLR	USD	1,823,898	0.21
1,700,000	Panama Notas del Tesoro, senior note, 144A, 3.75%, 04/17/26	PAN	USD	1,779,900	0.20

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
5,700	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	1,645,405	0.19
1,500,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	1,603,826	0.18
1,604,000	Government of Ukraine, Reg S, VRI, GDP Linked Security, zero cpn., 05/31/40	UKR	USD	1,537,835	0.17
1,570,000	Board of Regents of theTexas A & M University System Revenue, Permanent University Fund, Refunding, 3.10%, 07/01/49	USA	USD	1,531,582	0.17
1,500,000	U.S. Treasury Note, 2.125%, 06/30/21	USA	USD	1,511,899	0.17
1,500,000	U.S. Treasury Note, 2.00%, 10/31/21	USA	USD	1,511,091	0.17
1,190,000	City of Austin Electric Utility System Revenue, Travis and Williamson Counties, Refunding, 6.262%, 11/15/32	USA	USD	1,471,257	0.17
1,465,000	Greenville City School District GO, County of Darke, School Improvement, Refunding, 3.541%, 01/01/51	USA	USD	1,437,253	0.16
1,400,000	U.S. Treasury Note, 3.125%, 05/15/21	USA	USD	1,428,569	0.16
18,258,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	1,406,980	0.16
1,295,000	Gilroy USD, GO, Santa Clara County, Refunding, 3.364%, 08/01/47	USA	USD	1,271,418	0.14
1,180,000	Texas State GO, Transportation Commission, Highway Improvement, Refunding, 3.211%, 04/01/44	USA	USD	1,192,732	0.14
1,180,000	Massachusetts State School Building Authority Dedicated Sales Tax Revenue, Subordinated, Refunding, Series B, 3.395%, 10/15/40	USA	USD	1,180,755	0.13
1,000,000	Government of Colombia, senior bond, 4.50%, 03/15/29	COL	USD	1,109,270	0.13
1,100,000	University of Pittsburgh of the Commonwealth System of Higher Education Revenue, Refunding, Series C, 3.005%, 09/15/41	USA	USD	1,078,715	0.12
1,025,000	Massachusetts State College Building Authority Revenue, Refunding, Series C, 3.373%, 05/01/43	USA	USD	1,011,183	0.11
945,000	San Jose RDA Successor Agency Tax Allocation, Senior, Refunding, Series A-T, 3.25%, 08/01/29	USA	USD	981,411	0.11
900,000	U.S. Treasury Note, 2.875%, 08/15/28	USA	USD	969,566	0.11
975,000	Metro Wastewater Reclamation District Sewer Revenue, Refunding, Series B, 3.158%, 04/01/41	USA	USD	967,951	0.11
823,000	Government of Ukraine, Reg S, 7.75%, 09/01/24	UKR	USD	898,049	0.10
800,000	Government of Indonesia, senior bond, Reg S, 4.35%, 01/08/27	IDN	USD	875,656	0.10
785,000	Utah Transit Authority Sales Tax Revenue, Refunding, Series B, 3.443%, 12/15/42	USA	USD	797,646	0.09
785,000	Oregon State Department of Transportation Highway User Tax Revenue, senior lien, Refunding, Series B, 3.168%, 11/15/38	USA	USD	782,731	0.09
690,000	Orlando Health Obligated Group, 3.777%, 10/01/28	USA	USD	732,876	0.08
705,000	New Jersey State Transportation Trust Fund Authority Revenue, Transportation System, Series B, 4.131%, 06/15/42	USA	USD	700,277	0.08
630,000	Broward County Airport System Revenue, Refunding, Series C, 3.477%, 10/01/43	USA	USD	633,320	0.07
500,000	Port Authority of New York and New Jersey Revenue, Consolidated, Refunding, One Hundred Ninety-Second Series, 4.81%, 10/15/65	USA	USD	631,025	0.07
630,000	Regional Transportation District Sales Tax Revenue, Fastracks Project, Refunding, Series A, 3.258%, 11/01/38	USA	USD	631,002	0.07
630,000	New York State Dormitory Authority Revenues, Non State Supported Debt, State University of New York Dormitory Facilities, Series B, 3.142%, 07/01/43	USA	USD	625,445	0.07
600,000	U.S. Treasury Note, 2.00%, 08/31/21	USA	USD	603,936	0.07
600,000	California Health Facilities Financing Authority Revenue, Senior, 2.934%, 06/01/32	USA	USD	598,572	0.07
550,000	Salt Lake City Sales and Excise Tax Revenue, Refunding, Series B, 3.102%, 04/01/38	USA	USD	538,500	0.06
530,000	RWJ Barnabas Health Inc., 3.477%, 07/01/49	USA	USD	523,441	0.06
520,000	California Health Facilities Financing Authority Revenue, Senior, 2.984%, 06/01/33	USA	USD	516,407	0.06
6,470,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	512,427	0.06
470,000	San Diego County Regional Transportation Commission Revenue, Refunding, 3.248%, 04/01/48	USA	USD	470,625	0.05
470,000	San Francisco City and County Public Utilities Commission Water Revenue, Refunding, Series A, 3.473%, 11/01/43	USA	USD	469,868	0.05
465,000	Texas State University System Financing Revenue, Refunding, Series B, 2.938%, 03/15/33	USA	USD	467,427	0.05
5,381,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	465,675	0.05
423,000	Government of Ukraine, Reg S, 7.75%, 09/01/25	UKR	USD	463,133	0.05
430,000	San Bernardino Community College District GO, Election of 2018, Series A-1, 3.271%, 08/01/39	USA	USD	425,653	0.05
395,000	Ohio State Hospital Facility Revenue, Cleveland Clinic Health System Obligated Group, Refunding, Series G, 3.276%, 01/01/42	USA	USD	397,564	0.05
395,000	California Health Facilities Financing Authority Revenue, Senior, 3.034%, 06/01/34	USA	USD	392,077	0.04
395,000	Texas State University System Financing Revenue, Refunding, Serise B, 3.289%, 03/15/40	USA	USD	391,216	0.04
350,000	University of California Revenue, Limited Project, Refunding, Series J, 4.131%, 05/15/45	USA	USD	385,368	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
323,000	Government of Ukraine, Reg S, 7.75%, 09/01/23	UKR	USD	351,532	0.04
315,000	Foothill/Eastern Transportation Corridor Agency Toll Road Revenue, Refunding, Series A, 4.094%, 01/15/49	USA	USD	315,000	0.04
300,000	Industry Public Facilities Authority Tax Allocation Revenue, Transportation District, Industrial Redevelopment Project No. 2, Refunding, Series B, AGMC Insured, 4.294%, 01/01/23	USA	USD	309,489	0.04
265,000	Providence St. Joseph Health Obligated Group, 2.746%, 10/01/26	USA	USD	267,809	0.03
235,000	Honolulu City and County Wastewater System Revenue, Second Bond Resolution, Refunding, Junior, 2.585%, 07/01/28	USA	USD	238,650	0.03
2,776,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	233,798	0.03
200,000	Minnesota State GO, Various Purpose, Refunding, Series F, 4.00%, 10/01/24	USA	USD	221,156	0.03
2,126,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	174,322	0.02
165,000	U.S. Treasury Note, 2.00%, 11/30/22	USA	USD	166,806	0.02
1,132,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	94,115	0.01
1,000,000,000	Government of Indonesia, senior bond, FR37, 12.00%, 09/15/26	IDN	IDR	91,713	0.01
80,000	U.S. Treasury Bond, 7.25%, 08/15/22	USA	USD	91,581	0.01
1,100,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	87,152	0.01
230,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	19,450	0.00
16,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	1,179	0.00
				225,520,376	25.60
	Securities Maturing Within One Year				
10,000,000	U.S. Treasury Bill, 0.00%, 04/09/20	USA	USD	9,958,615	1.13
3,500,000	Gaz Capital SA, (OJSC Gazprom), loan participation, senior note, 144A, 3.85%, 02/06/20	RUS	USD	3,505,481	0.40
900,000	U.S. Treasury Note, 3.50%, 05/15/20	USA	USD	906,045	0.11
700,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	700,102	0.08
100,000	Enogex LLC, senior bond, 144A, 6.25%, 03/15/20	USA	USD	100,729	0.01
100,000	Government of Lithuania, Reg S, 7.375%, 02/11/20	LTU	USD	100,627	0.01
100,000	Government of Vietnam, Reg S, 6.75%, 01/29/20	VNM	USD	100,132	0.01
1,278,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	96,624	0.01
5,000	Government of Hungary, senior bond, Reg S, 3.875%, 02/24/20	HUN	EUR	5,651	0.00
462	GNMA, ARM, 3.50%, 08/20/20	USA	USD	462	0.00
222	FHLMC, 4.50%, 04/01/20	USA	USD	230	0.00
217	FNMA, 5.00%, 04/01/20	USA	USD	224	0.00
48	FHLMC, 4.50%, 03/01/20	USA	USD	49	0.00
				15,474,971	1.76
	TOTAL BONDS			773,003,401	87.76
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			775,076,341	87.99
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Interactive Media & Services				
300,000	Clear Channel Communications Inc., Escrow Account **	USA	USD	0	0.00
	Media				
59	iHeartMedia Inc., B **	USA	USD	848	0.00
	Specialty Retail				
18,079,489	K2016470219 South Africa Ltd., A **	ZAF	ZAR	12,909	0.00
1,799,161	K2016470219 South Africa Ltd., B **	ZAF	ZAR	1,285	0.00
				14,194	0.00
	TOTAL SHARES			15,042	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Strategic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	WARRANTS				
	Oil, Gas & Consumable Fuels				
2,224	Halcon Resources Corp., wts., A, 10/08/20 **	USA	USD	2,036	0.00
2,781	Halcon Resources Corp., wts., B, 10/08/22 **	USA	USD	1,788	0.00
3,575	Halcon Resources Corp., wts., C, 10/08/22 **	USA	USD	1,422	0.00
10,142	Amplify Energy Corp., wts., 04/21/20 **	USA	USD	0	0.00
16,320	Halcon Resources Corp., wts., 09/09/20 **	USA	USD	0	0.00
				5,246	0.00
	TOTAL WARRANTS			5,246	0.00
	BONDS				
	Corporate Bonds				
6,000,000	Vistra Energy Corp., Escrow Account	USA	USD	12,000	0.00
1,100,000	iHeartCommunications Inc., Escrow Account **	USA	USD	0	0.00
2,200	Motors Liquidation Co., Escrow Account, cvt. pfd., C, 6.25% **	USA	USD	0	0.00
5,300,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
				12,000	0.00
	TOTAL BONDS			12,000	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			32,288	0.00
	TOTAL INVESTMENTS			791,384,374	89.84

† Floating Rates are indicated as at December 31, 2019
‡ Income may be received in additional securities and/or cash
^ These Bonds are currently in default
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Technology Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Auto Components				
317,000	Aptiv PLC	USA	USD	30,105,490	0.87
	Capital Markets				
500,000	Diamond Eagle Acquisition Corp.	USA	USD	5,750,000	0.17
400,000	Nebula Acquisition Corp.	USA	USD	4,610,000	0.13
				10,360,000	0.30
	Communications Equipment				
263,300	ViaSat Inc.	USA	USD	19,272,243	0.55
	Electronic Equipment, Instruments & Components				
525,300	Amphenol Corp., A	USA	USD	56,853,219	1.64
	Entertainment				
213,100	Spotify Technology SA	USA	USD	31,869,105	0.92
	Equity Real Estate Investment Trusts (REITs)				
309,800	Crown Castle International Corp.	USA	USD	44,038,070	1.27
71,600	SBA Communications Corp., A	USA	USD	17,254,884	0.50
				61,292,954	1.77
	Health Care Technology				
192,900	Veeva Systems Inc.	USA	USD	27,133,314	0.78
	Interactive Media & Services				
1,841,500	Tencent Holdings Ltd.	CHN	HKD	88,762,933	2.56
342,200	Facebook Inc., A	USA	USD	70,236,550	2.02
50,600	Alphabet Inc., C	USA	USD	67,653,212	1.95
390,900	Pinterest Inc., A	USA	USD	7,286,376	0.21
				233,939,071	6.74
	Internet & Direct Marketing Retail				
912,500	Alibaba Group Holding Ltd., ADR	CHN	USD	193,541,250	5.58
78,300	Amazon.com Inc.	USA	USD	144,685,872	4.17
				338,227,122	9.75
	IT Services				
440,700	Mastercard Inc., A	USA	USD	131,588,613	3.79
566,100	Visa Inc., A	USA	USD	106,370,190	3.07
563,600	PayPal Holdings Inc.	USA	USD	60,964,612	1.76
469,700	Twilio Inc., A	USA	USD	46,162,116	1.33
507,100	InterXion Holding NV	NLD	USD	42,500,051	1.22
433,100	GoDaddy Inc., A	USA	USD	29,416,152	0.85
48,200	Shopify Inc., A	CAN	USD	19,163,356	0.55
135,000	Fidelity National Information Services Inc.	USA	USD	18,777,150	0.54
133,694	MongoDB Inc.	USA	USD	17,595,467	0.51
41,000	Okta Inc., A	USA	USD	4,730,170	0.14
				477,267,877	13.76
	Leisure products				
569,500	Peloton Interactive Inc., A	USA	USD	16,173,800	0.46
	Professional Services				
95,300	CoStar Group Inc.	USA	USD	57,017,990	1.65
1,309,464	Upwork Inc.	USA	USD	13,971,981	0.40
				70,989,971	2.05
	Road & Rail				
401,000	Uber Technologies Inc.	USA	USD	11,925,740	0.34
246,100	Lyft Inc., A	USA	USD	10,587,222	0.31
				22,512,962	0.65

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Technology Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Semiconductors & Semiconductor Equipment				
419,600	NVIDIA Corp.	USA	USD	98,731,880	2.84
654,300	Analog Devices Inc.	USA	USD	77,757,012	2.24
1,255,900	Applied Materials Inc.	USA	USD	76,660,136	2.21
247,000	Lam Research Corp.	USA	USD	72,222,800	2.08
557,100	Texas Instruments Inc.	USA	USD	71,470,359	2.06
668,100	Microchip Technology Inc.	USA	USD	69,963,432	2.02
887,600	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	51,569,560	1.48
438,900	Xilinx Inc.	USA	USD	42,911,253	1.24
215,600	KLA Corp.	USA	USD	38,413,452	1.11
296,800	NXP Semiconductors NV	NLD	USD	37,770,768	1.09
210,300	Monolithic Power Systems	USA	USD	37,437,606	1.08
116,000	Broadcom Inc.	USA	USD	36,658,320	1.06
				711,566,578	20.51
	Software				
1,194,600	Microsoft Corp.	USA	USD	188,388,420	5.43
767,400	salesforce.com Inc.	USA	USD	124,809,936	3.60
635,200	Workday Inc., A	USA	USD	104,458,640	3.01
356,900	ServiceNow Inc.	USA	USD	100,760,008	2.91
224,400	Adobe Inc.	USA	USD	74,009,364	2.13
888,800	DocuSign Inc.	USA	USD	65,868,968	1.90
395,000	Synopsys Inc.	USA	USD	54,984,000	1.59
408,800	Atlassian Corp. PLC	USA	USD	49,194,992	1.42
231,600	VMware Inc., A	USA	USD	35,154,564	1.01
444,100	PTC Inc.	USA	USD	33,258,649	0.96
167,600	Autodesk Inc.	USA	USD	30,747,896	0.89
182,600	Hubspot Inc.	USA	USD	28,942,100	0.83
335,368	Zendesk Inc.	USA	USD	25,699,250	0.74
215,300	Alteryx Inc.	USA	USD	21,545,071	0.62
509,421	Pagerduty Inc.	USA	USD	11,915,357	0.34
223,500	Anaplan Inc.	USA	USD	11,711,400	0.34
158,900	New Relic Inc.	USA	USD	10,441,319	0.30
602,900	CloudFlare Inc., A	USA	USD	10,285,474	0.30
78,500	Paylocity Holding Corp.	USA	USD	9,484,370	0.27
49,500	Coupa Software Inc.	USA	USD	7,239,375	0.21
136,600	Bill.Com Holdings Inc.	USA	USD	5,197,630	0.15
53,200	Zoom Video Communications Inc., A	USA	USD	3,619,728	0.10
				1,007,716,511	29.05
	Technology Hardware, Storage & Peripherals				
627,300	Apple Inc.	USA	USD	184,206,645	5.31
	TOTAL SHARES			3,299,486,862	95.11
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			3,299,486,862	95.11
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Software				
1,000,000	GTY Technology Holdings Inc.	USA	USD	5,890,000	0.17
	TOTAL SHARES			5,890,000	0.17
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			5,890,000	0.17
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Auto Components				
1,388,889	Tula Technology Inc., E **	USA	USD	2,858,936	0.08
138,888	Tula eTechnology Inc. **	USA	USD	0	0.00
				2,858,936	0.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Technology Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Automobiles				
919,300	Proterra Inc., pfd., 7 **	USA	USD	8,142,884	0.23
615,538	Proterra Inc., pfd., 5, 144A **	USA	USD	5,452,251	0.16
464,338	Proterra Inc., pfd., 6, 144A **	USA	USD	4,112,967	0.12
162,104	Proterra Inc., pfd., 8 **	USA	USD	1,435,868	0.04
98,330	Proterra Inc. **	USA	USD	870,978	0.03
				20,014,948	0.58
	Hotels, Restaurants & Leisure				
1,309,896	DraftKings Inc. **	USA	USD	4,003,501	0.11
	Interactive Media & Services				
503,700	Tanium Inc., pfd., G **	USA	USD	3,556,950	0.10
	Semiconductors & Semiconductor Equipment				
4,950,495	eSilicon, H **	USA	USD	7,500,000	0.22
	Software				
1,818,182	CloudFlare Inc., A, 144A **	USA	USD	29,471,094	0.85
907,828	Sumo Logic Inc. **	USA	USD	10,458,758	0.30
402,589	GitLab Inc., pfd., E **	USA	USD	7,499,991	0.22
				47,429,843	1.37
	Textiles, Apparel & Luxury Goods				
298,235	Rent the Runway Inc., pfd. **	USA	USD	6,699,845	0.19
	TOTAL SHARES			92,064,023	2.65
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			92,064,023	2.65
	TOTAL INVESTMENTS			3,397,440,885	97.93

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin U.S. Dollar Short-Term Money Market Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Securities Maturing Within One Year				
16,370,000	U.S. Treasury Bill, 0.00%, 03/12/20	USA	USD	16,322,334	2.39
15,000,000	FHLB, Discount Notes, 0.00%, 01/02/20	USA	USD	15,000,000	2.20
15,000,000	U.S. Treasury Bill, 0.00%, 03/05/20	USA	USD	14,960,691	2.19
13,625,000	Exxon Mobil Corp., zero cpn., 03/11/20	USA	USD	13,579,070	1.99
11,910,000	Nestle Capital Corp., zero cpn., 01/13/20	USA	USD	11,903,616	1.74
10,100,000	Nestle Capital Corp., zero cpn., 02/03/20	USA	USD	10,084,880	1.48
10,000,000	FHLMC, 1.56%, 01/03/20	USA	USD	10,000,001	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 01/02/20	USA	USD	10,000,000	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 02/11/20	USA	USD	10,000,000	1.46
10,000,000	FHLMC, 1.58%, 04/03/20	USA	USD	9,999,745	1.46
10,000,000	FHLB, 1.55%, 01/24/20	USA	USD	9,999,678	1.46
10,000,000	FHLB, FRN, 1.64%, 07/17/20 †	USA	USD	9,999,444	1.46
10,000,000	FHLMC, FRN, 1.545%, 05/13/20 †	USA	USD	9,998,772	1.46
10,000,000	FHLMC, FRN, 1.545%, 05/20/20 †	USA	USD	9,998,680	1.46
10,000,000	FHLB, 1.565%, 04/22/20	USA	USD	9,998,165	1.46
10,000,000	FHLB, FRN, 1.56%, 05/14/20 †	USA	USD	9,997,343	1.46
10,000,000	Export Development Canada, zero cpn., 01/07/20	CAN	USD	9,997,020	1.46
10,000,000	FHLMC, FRN, 1.545%, 08/07/20 †	USA	USD	9,996,384	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 01/14/20	USA	USD	9,995,125	1.46
10,000,000	United Parcel Service Inc., zero cpn., 01/13/20	USA	USD	9,994,600	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 01/21/20	USA	USD	9,992,268	1.46
10,000,000	United Parcel Service Inc., zero cpn., 02/04/20	USA	USD	9,988,360	1.46
10,000,000	Toyota Motor Credit Corp., zero cpn., 01/28/20	USA	USD	9,986,090	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 02/04/20	USA	USD	9,985,699	1.46
10,000,000	The Coca-Cola Co., zero cpn., 02/06/20	USA	USD	9,983,130	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 02/27/20	USA	USD	9,976,589	1.46
10,000,000	The Coca-Cola Co., zero cpn., 03/03/20	USA	USD	9,970,710	1.46
10,000,000	Export Development Canada, zero cpn., 03/04/20	CAN	USD	9,970,240	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 03/19/20	USA	USD	9,968,416	1.46
10,000,000	Nestle Capital Corp., zero cpn., 03/10/20	USA	USD	9,967,430	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 06/04/20	USA	USD	9,934,486	1.46
10,000,000	U.S. Treasury Bill, 0.00%, 06/11/20	USA	USD	9,931,519	1.45
10,000,000	U.S. Treasury Bill, 0.00%, 06/18/20	USA	USD	9,928,359	1.45
9,900,000	Province of Quebec, zero cpn., 01/16/20	CAN	USD	9,893,179	1.45
9,580,000	U.S. Treasury Bill, 0.00%, 01/09/20	USA	USD	9,577,390	1.40
9,000,000	FHLB, 1.62%, 05/11/20	USA	USD	8,999,640	1.32
9,000,000	FHLB, 1.57%, 03/06/20	USA	USD	8,999,335	1.32
8,748,000	Province of Quebec, zero cpn., 01/06/20	CAN	USD	8,745,642	1.28
8,550,000	U.S. Treasury Bill, 0.00%, 02/13/20	USA	USD	8,535,212	1.25
8,020,000	Province of British Columbia Canada, zero cpn., 02/05/20	CAN	USD	8,006,791	1.17
8,010,000	Chevron Corp., zero cpn., 01/14/20	USA	USD	8,005,218	1.17
8,000,000	Chevron Corp., zero cpn., 01/10/20	USA	USD	7,996,600	1.17
7,000,000	FHLB, 1.605%, 03/26/20	USA	USD	6,999,833	1.03
6,570,000	Exxon Mobil Corp., zero cpn., 03/05/20	USA	USD	6,549,751	0.96
6,516,000	Province of British Columbia Canada, zero cpn., 03/06/20	CAN	USD	6,495,181	0.95
6,386,000	Province of Quebec, zero cpn., 01/14/20	CAN	USD	6,382,168	0.94
6,015,000	Province of British Columbia Canada, zero cpn., 01/21/20	CAN	USD	6,009,466	0.88
6,000,000	Chevron Corp., zero cpn., 01/15/20	USA	USD	5,996,160	0.88
5,687,000	Province of British Columbia Canada, zero cpn., 02/18/20	CAN	USD	5,673,880	0.83
5,650,000	BASF SE, zero cpn., 01/10/20	DEU	USD	5,647,497	0.83
5,450,000	The Coca-Cola Co., zero cpn., 01/28/20	USA	USD	5,443,198	0.80
5,000,000	FHLB, 0.00%, 01/08/20	USA	USD	4,998,750	0.73
5,000,000	Toyota Motor Credit Corp., zero cpn., 01/09/20	USA	USD	4,997,880	0.73
5,000,000	Chevron Corp., zero cpn., 01/22/20	USA	USD	4,995,205	0.73
5,000,000	Export Development Canada, zero cpn., 01/22/20	CAN	USD	4,995,165	0.73
5,000,000	Export Development Canada, zero cpn., 01/23/20	CAN	USD	4,994,925	0.73
5,000,000	FHLB, 0.00%, 01/31/20	USA	USD	4,993,958	0.73
5,000,000	Exxon Mobil Corp., zero cpn., 02/04/20	USA	USD	4,992,075	0.73
5,000,000	U.S. Treasury Bill, 0.00%, 02/20/20	USA	USD	4,989,724	0.73
5,000,000	U.S. Treasury Bill, 0.00%, 03/26/20	USA	USD	4,982,468	0.73
5,000,000	U.S. Treasury Bill, 0.00%, 04/09/20	USA	USD	4,979,308	0.73

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Dollar Short-Term Money Market Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
5,000,000	U.S. Treasury Bill, 0.00%, 05/21/20	USA	USD	4,970,420	0.73
4,000,000	Province of British Columbia Canada, zero cpn., 03/02/20	CAN	USD	3,988,028	0.58
3,000,000	Exxon Mobil Corp., zero cpn., 01/15/20	USA	USD	2,998,068	0.44
2,500,000	United Parcel Service Inc., zero cpn., 01/08/20	USA	USD	2,499,155	0.37
2,500,000	Province of Quebec, zero cpn., 01/10/20	CAN	USD	2,498,932	0.37
2,345,000	Province of Quebec, zero cpn., 01/24/20	CAN	USD	2,342,463	0.34
2,000,000	Chevron Corp., zero cpn., 01/07/20	USA	USD	1,999,406	0.29
1,622,000	The Toronto-Dominion Bank, zero cpn., 01/31/20	CAN	USD	1,619,423	0.24
1,550,000	Province of British Columbia Canada, zero cpn., 02/13/20	CAN	USD	1,546,826	0.23
1,500,000	United Parcel Service Inc., zero cpn., 01/02/20	USA	USD	1,499,871	0.22
1,500,000	BASF SE, zero cpn., 01/09/20	DEU	USD	1,499,399	0.22
1,307,000	Province of Quebec, zero cpn., 01/22/20	CAN	USD	1,305,728	0.19
1,000,000	FHLB, 1.64%, 07/29/20	USA	USD	999,916	0.15
1,000,000	Province of British Columbia Canada, zero cpn., 01/06/20	CAN	USD	999,744	0.15
1,000,000	Exxon Mobil Corp., zero cpn., 02/12/20	USA	USD	998,044	0.15
1,000,000	The Coca-Cola Co., zero cpn., 02/19/20	USA	USD	997,678	0.15
945,000	The Coca-Cola Co., zero cpn., 02/20/20	USA	USD	942,761	0.14
884,000	Province of Quebec, zero cpn., 01/15/20	CAN	USD	883,431	0.13
875,000	Province of Quebec, zero cpn., 01/21/20	CAN	USD	874,195	0.13
850,000	Exxon Mobil Corp., zero cpn., 02/21/20	USA	USD	847,950	0.13
722,000	BMW US Capital LLC, zero cpn., 01/06/20	DEU	USD	721,798	0.11
533,000	Province of British Columbia Canada, zero cpn., 01/23/20	CAN	USD	532,459	0.08
500,000	The Coca-Cola Co., zero cpn., 01/13/20	USA	USD	499,724	0.07
500,000	The Coca-Cola Co., zero cpn., 02/12/20	USA	USD	499,007	0.07
450,000	Chevron Corp., zero cpn., 01/21/20	USA	USD	449,589	0.07
250,000	The Coca-Cola Co., zero cpn., 02/11/20	USA	USD	249,516	0.04
100,000	Toyota Motor Credit Corp., zero cpn., 03/18/20	USA	USD	99,596	0.02
				574,647,570	84.13
	TOTAL BONDS			574,647,570	84.13
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			574,647,570	84.13
	TOTAL INVESTMENTS			574,647,570	84.13

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin U.S. Government Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
249,352,095	GNMA II, SF, 3.50%, 09/20/47 - 11/20/49	USA	USD	258,435,004	29.29
173,474,417	GNMA II, SF, 3.00%, 03/20/46 - 12/20/49	USA	USD	178,403,177	20.22
89,713,030	GNMA II, SF, 4.00%, 05/20/40 - 12/20/49	USA	USD	94,112,391	10.67
45,456,018	GNMA, SF, 5.00%, 07/15/33 - 08/15/40	USA	USD	50,470,580	5.72
42,913,659	GNMA, SF, 4.00%, 10/15/40 - 08/15/46	USA	USD	45,993,847	5.21
41,713,034	GNMA II, SF, 4.50%, 05/20/33 - 12/20/48	USA	USD	44,896,426	5.09
34,019,357	GNMA II, SF, 3.50%, 08/20/42 - 06/20/43	USA	USD	35,814,933	4.06
25,010,485	GNMA, SF, 4.50%, 03/15/39 - 04/15/41	USA	USD	27,284,352	3.09
17,925,506	GNMA, SF, 6.00%, 10/15/23 - 01/15/38	USA	USD	20,247,134	2.30
17,695,401	GNMA, 4.00%, 11/20/49 - 12/20/49	USA	USD	18,695,433	2.12
16,812,123	GNMA, SF, 5.50%, 12/15/28 - 11/15/39	USA	USD	18,605,545	2.11
10,749,397	GNMA II, SF, 5.00%, 10/20/32 - 02/20/41	USA	USD	11,892,894	1.35
9,838,179	GNMA II, SF, 5.50%, 05/20/34 - 01/20/36	USA	USD	11,035,588	1.25
8,365,340	GNMA II, SF, 6.00%, 06/20/34 - 07/20/39	USA	USD	9,570,538	1.09
7,769,982	GNMA, SF, 6.50%, 11/15/23 - 07/15/38	USA	USD	8,774,929	1.00
3,670,432	GNMA, SF, 3.00%, 11/20/49	USA	USD	3,770,957	0.43
3,254,630	GNMA II, SF, 6.50%, 03/20/27 - 10/20/38	USA	USD	3,722,899	0.42
2,896,129	GNMA, SF, 7.00%, 03/15/22 - 09/15/32	USA	USD	3,125,787	0.35
2,518,957	GNMA, SF, 3.50%, 04/15/43 - 05/15/43	USA	USD	2,669,378	0.30
1,772,242	GNMA II, SF, 7.00%, 05/20/26 - 03/20/33	USA	USD	2,060,308	0.24
1,111,422	GNMA, SF, 7.50%, 03/15/22 - 08/15/33	USA	USD	1,241,458	0.14
851,860	GNMA II, SF, 7.50%, 08/20/22 - 09/20/32	USA	USD	992,083	0.11
673,990	GNMA II, 6.00%, 03/20/34	USA	USD	736,808	0.08
678,914	GNMA, SF, 8.00%, 01/15/22 - 12/15/30	USA	USD	718,833	0.08
380,905	GNMA II, 6.50%, 04/20/34	USA	USD	417,229	0.05
349,363	GNMA II, SF, 8.00%, 06/20/22 - 07/20/31	USA	USD	392,558	0.04
156,740	GNMA, SF, 9.00%, 01/15/25 - 03/15/25	USA	USD	170,618	0.02
84,589	GNMA II, SF, 8.50%, 12/20/21 - 05/20/29	USA	USD	96,116	0.01
76,354	GNMA, SF, 8.50%, 05/15/21 - 06/15/28	USA	USD	82,096	0.01
72,011	GNMA, 7.50%, 04/15/31	USA	USD	74,812	0.01
35,198	GNMA, 8.00%, 01/15/31	USA	USD	35,571	0.00
11,767	GNMA II, 8.00%, 03/20/27	USA	USD	12,927	0.00
12,171	GNMA, SF, 9.50%, 10/15/21 - 08/15/22	USA	USD	12,209	0.00
5,297	GNMA, 6.00%, 11/15/28	USA	USD	5,839	0.00
4,121	GNMA II, SF, 9.50%, 02/20/21 - 07/20/25	USA	USD	4,135	0.00
2,281	GNMA, SF, 10.00%, 08/15/21 - 03/15/25	USA	USD	2,286	0.00
476	GNMA I, 9.50%, 08/15/21 - 11/15/21	USA	USD	480	0.00
12	GNMA, SF, 10.50%, 04/15/25	USA	USD	12	0.00
1	GNMA, SF, 11.00%, 04/15/21	USA	USD	1	0.00
				854,578,171	96.86
				854,578,171	96.86
	Securities Maturing Within One Year				
1,152	GNMA, SF, 9.50%, 05/15/20 - 11/15/20	USA	USD	1,153	0.00
1,022	GNMA II, SF, 9.50%, 04/20/20 - 12/20/20	USA	USD	1,023	0.00
71	GNMA, SF, 9.00%, 06/15/20	USA	USD	71	0.00
22	GNMA, SF, 10.00%, 11/15/20	USA	USD	22	0.00
7	GNMA, SF, 10.50%, 12/15/20	USA	USD	7	0.00
				2,276	0.00
	TOTAL BONDS			854,580,447	96.86
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			854,580,447	96.86
	TOTAL INVESTMENTS			854,580,447	96.86

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
2,619,313	iShares China CNY Bond UCITS ETF	CHN	USD	13,122,496	1.97
	TOTAL INVESTMENTS FUNDS			13,122,496	1.97
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			13,122,496	1.97
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
151	Halcon Resources Corp.	USA	USD	2,031	0.00
	TOTAL SHARES			2,031	0.00
	BONDS				
	Asset-Backed Securities				
7,530,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA2, M3, FRN, 5.692%, 12/25/27 †	USA	USD	7,792,752	1.17
6,900,000	Holland Park CLO DAC, 1A, A1RR, 144A, FRN, 0.92%, 11/14/32 †	IRL	EUR	7,705,910	1.16
7,350,000	American Express Credit Account Master Trust, 2017-6, A, 2.04%, 05/15/23	USA	USD	7,361,604	1.10
5,600,000	Madison Park Euro Funding VIII DAC, 8A, ARN, 144A, FRN, 0.95%, 04/15/32 †	IRL	EUR	6,274,534	0.94
5,440,000	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA1, M3, FRN, 7.342%, 07/25/28 †	USA	USD	6,006,627	0.90
5,500,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ2, M3, FRN, 5.042%, 05/25/25 †	USA	USD	5,794,008	0.87
5,332,815	FNMA Connecticut Avenue Securities, 2014-C03, 1M2, FRN, 4.792%, 07/25/24 †	USA	USD	5,613,673	0.84
5,000,000	Discover Card Execution Note Trust, 2015-A2, A, 1.90%, 10/17/22	USA	USD	5,000,710	0.75
4,663,867	Towd Point Mortgage Trust, 2017-1, A1, 144A, FRN, 2.75%, 10/25/56 †	USA	USD	4,706,166	0.71
4,370,000	FNMA Connecticut Avenue Securities, 2016-C04, 1M2, FRN, 6.042%, 01/25/29 †	USA	USD	4,650,137	0.70
4,151,308	FNMA Connecticut Avenue Securities, 2015-C01, 1M2, FRN, 6.092%, 02/25/25 †	USA	USD	4,423,094	0.66
4,307,961	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQ1, M3, FRN, 5.592%, 03/25/25 †	USA	USD	4,420,882	0.66
4,000,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M3, FRN, 6.492%, 03/25/28 †	USA	USD	4,261,033	0.64
4,250,000	Neuberger Berman CLO XVIII Ltd., 2014-18A, A1BR, 144A, FRN, 3.366%, 10/21/30 †	USA	USD	4,242,350	0.64
4,199,803	Towd Point Mortgage Trust, 2017-4, A1, 144A, FRN, 2.75%, 06/25/57 †	USA	USD	4,233,378	0.64
3,878,303	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN4, M3, FRN, 6.342%, 10/25/24 †	USA	USD	4,162,328	0.62
3,691,996	FNMA Connecticut Avenue Securities, 2013-C01, M2, FRN, 7.042%, 10/25/23 †	USA	USD	4,077,643	0.61
3,999,273	Towd Point Mortgage Trust, 2016-5, A1, 144A, FRN, 2.50%, 10/25/56 †	USA	USD	4,008,542	0.60
4,000,000	Dryden 64 CLO Ltd., 2018-64A, A, 144A, FRN, 2.973%, 04/18/31 †	USA	USD	3,955,320	0.59
3,920,000	American Express Credit Account Master Trust, 2017-1, B, 2.10%, 09/15/22	USA	USD	3,919,906	0.59
3,516,525	FNMA Connecticut Avenue Securities, 2014-C01, M2, FRN, 6.192%, 01/25/24 †	USA	USD	3,824,262	0.57
3,400,000	Ares European CLO VIII BV, 8A, AR, 144A, FRN, 0.92%, 04/17/32 †	NLD	EUR	3,796,956	0.57
3,463,626	FNMA Connecticut Avenue Securities, 2015-C03, 1M2, FRN, 6.792%, 07/25/25 †	USA	USD	3,774,090	0.57
3,700,000	Citibank Credit Card Issuance Trust, 2018-A1, A1, 2.49%, 01/20/23	USA	USD	3,725,643	0.56
3,525,000	FHLMC Structured Agency Credit Risk Debt Notes, 2017-HQA1, M2, FRN, 5.342%, 08/25/29 †	USA	USD	3,705,366	0.56
3,700,000	Discover Card Execution Note Trust, 2017-A6, A6, 1.88%, 02/15/23	USA	USD	3,704,917	0.56
3,320,435	FNMA Connecticut Avenue Securities, 2014-C04, 1M1, FRN, 6.692%, 11/25/24 †	USA	USD	3,649,508	0.55
3,486,900	Catamaran CLO Ltd., 2014-2A, BR, 144A, FRN, 4.953%, 10/18/26 †	USA	USD	3,488,016	0.52
3,100,000	BlueMountain EUR CLO, 5A, A, 144A, FRN, 0.91%, 01/15/33 †	IRL	EUR	3,473,902	0.52
3,102,717	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN3, M3, FRN, 5.792%, 08/25/24 †	USA	USD	3,308,314	0.50
3,256,220	Invitation Homes Trust, 2018-SFR3, A, 144A, FRN, 2.737%, 07/17/37 †	USA	USD	3,261,909	0.49
3,112,426	Towd Point Mortgage Trust, 2018-4, A1, 144A, FRN, 3.00%, 06/25/58 †	USA	USD	3,165,816	0.48
3,161,000	Capital One Multi-Asset Execution Trust, 2017-A1, A1, 2.00%, 01/17/23	USA	USD	3,161,444	0.47
2,879,458	FHLMC Structured Agency Credit Risk Debt Notes, 2016-DNA2, M3, FRN, 6.442%, 10/25/28 †	USA	USD	3,103,551	0.47
2,700,000	Blackrock European CLO IX DAC, 9A, A, 144A, FRN, 0.90%, 12/15/32 †	IRL	EUR	3,015,430	0.45
2,916,270	Sequoia Mortgage Trust, 2016-2, A4, 144A, FRN, 3.50%, 08/25/46 †	USA	USD	2,983,189	0.45
2,863,294	Towd Point Mortgage Trust, 2018-3, A1, 144A, FRN, 3.75%, 05/25/58 †	USA	USD	2,976,716	0.45
2,850,300	FNMA Connecticut Avenue Securities, 2014-C02, 1M2, FRN, 4.392%, 05/25/24 †	USA	USD	2,970,215	0.45

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
2,750,104	FNMA Connecticut Avenue Securities, 2015-C03, 2M2, FRN, 6.792%, 07/25/25 †	USA	USD	2,923,816	0.44
3,000,000	Atrium XIII, 2013A, C, 144A, FRN, 3.734%, 11/21/30 †	USA	USD	2,912,070	0.44
2,709,634	FNMA Connecticut Avenue Securities, 2015-C02, 1M2, FRN, 5.792%, 05/25/25 †	USA	USD	2,877,122	0.43
3,000,000	LCM 26 Ltd., 26A, C, 144A, FRN, 3.766%, 01/20/31 †	USA	USD	2,839,650	0.43
2,673,610	FNMA Connecticut Avenue Securities, 2015-C02, 2M2, FRN, 5.792%, 05/25/25 †	USA	USD	2,772,027	0.42
2,750,000	BlueMountain Fuji U.S. CLO II Ltd., 2017-2A, B, 144A, FRN, 4.116%, 10/20/30 †	USA	USD	2,695,852	0.40
2,684,000	Wells Fargo Commercial Mortgage Trust, 2016-NXS6, A2, 2.399%, 11/15/49	USA	USD	2,689,403	0.40
2,510,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M3, FRN, 5.092%, 10/25/27 †	USA	USD	2,677,237	0.40
2,470,000	Mill City Mortgage Loan Trust, 2018-4, A1B, 144A, FRN, 3.50%, 04/25/66 †	USA	USD	2,532,452	0.38
2,348,459	FNMA Connecticut Avenue Securities, 2016-C07, 2M2, FRN, 6.142%, 05/25/29 †	USA	USD	2,478,446	0.37
2,313,660	FNMA Connecticut Avenue Securities, 2014-C03, 2M2, FRN, 4.692%, 07/25/24 †	USA	USD	2,412,905	0.36
2,400,000	Madison Park Funding XXIII Ltd., 2017-23A, B, 144A, FRN, 3.636%, 07/27/30 †	USA	USD	2,398,968	0.36
2,250,000	FNMA Connecticut Avenue Securities, 2017-C01, 1M2, FRN, 5.342%, 07/25/29 †	USA	USD	2,383,020	0.36
2,379,728	Towd Point Mortgage Trust, 2016-4, A1, 144A, FRN, 2.25%, 07/25/56 †	USA	USD	2,371,120	0.36
2,316,899	Invitation Homes Trust, 2018-SFR4, A, 144A, FRN, 2.837%, 01/17/38 †	USA	USD	2,333,996	0.35
2,194,870	FNMA Connecticut Avenue Securities, 2015-C01, 2M2, FRN, 6.342%, 02/25/25 †	USA	USD	2,282,196	0.34
2,036,287	FNMA Connecticut Avenue Securities, 2016-C01, 2M2, FRN, 8.742%, 08/25/28 †	USA	USD	2,227,751	0.33
2,108,167	Towd Point Mortgage Trust, 2016-1, A1, 144A, FRN, 3.50%, 02/25/55 †	USA	USD	2,132,512	0.32
2,068,599	Towd Point Mortgage Trust, 2017-2, A1, 144A, FRN, 2.75%, 04/25/57 †	USA	USD	2,084,433	0.31
2,055,000	Citibank Credit Card Issuance Trust, 2017-A8, A8, 1.86%, 08/08/22	USA	USD	2,055,002	0.31
1,890,951	FNMA Connecticut Avenue Securities, 2014-C04, 2M2, FRN, 6.792%, 11/25/24 †	USA	USD	2,044,593	0.31
1,990,000	BAMLL Commercial Mortgage Securities Trust, 2012-PARK, A, 144A, 2.959%, 12/10/30	USA	USD	2,036,391	0.31
1,820,000	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA3, M3, FRN, 6.492%, 04/25/28 †	USA	USD	2,018,050	0.30
1,955,770	Towd Point Mortgage Trust, 2018-2, A1, 144A, FRN, 3.25%, 03/25/58 †	USA	USD	1,995,217	0.30
2,000,000	Voya CLO Ltd., 2018-2A, A1, 144A, FRN, 3.001%, 07/15/31 †	USA	USD	1,989,500	0.30
2,000,000	Dryden 55 CLO Ltd., 2018-55A, A1, 144A, FRN, 3.021%, 04/15/31 †	USA	USD	1,989,020	0.30
2,000,000	Gilbert Park CLO Ltd., 2017-1A, B, 144A, FRN, 3.601%, 10/15/30 †	USA	USD	1,987,140	0.30
2,000,000	Bain Capital Credit CLO, 2018-1A, A1, 144A, FRN, 2.894%, 04/23/31 †	USA	USD	1,986,620	0.30
2,000,000	Octagon Investment Partners 36 Ltd., 2018-1A, A1, 144A, FRN, 2.971%, 04/15/31 †	USA	USD	1,985,540	0.30
2,000,000	Dryden 41 Senior Loan Fund, 2015-41A, AR, 144A, FRN, 2.956%, 04/15/31 †	USA	USD	1,984,900	0.30
39,348,913	GS Mortgage Securities Trust, 2017-GS5, XA, IO, FRN, 0.96%, 03/10/50 †	USA	USD	1,978,361	0.30
2,000,000	AMMC CLO XI Ltd., 2012-11A, BR2, 144A, FRN, 3.536%, 04/30/31 †	USA	USD	1,962,200	0.29
2,000,000	TCI-Flatiron CLO Ltd., 2017-1A, C, 144A, FRN, 3.754%, 11/18/30 †	USA	USD	1,946,260	0.29
2,000,000	BlueMountain Fuji U.S. CLO III Ltd., 2017-3A, C, 144A, FRN, 3.701%, 01/15/30 †	USA	USD	1,930,120	0.29
2,000,000	Long Point Park CLO Ltd., 2017-1A, B, 144A, FRN, 3.702%, 01/17/30 †	USA	USD	1,925,040	0.29
1,812,752	Merrill Lynch Mortgage Investors Trust, 2005-A10, A, FRN, 2.002%, 02/25/36 †	USA	USD	1,775,895	0.27
1,800,000	Carlyle Global Market Strategies CLO Ltd., 2014-4RA, A2, 144A, FRN, 3.601%, 07/15/30 †	USA	USD	1,770,372	0.27
1,704,630	Towd Point Mortgage Trust, 2018-6, A1A, 144A, FRN, 3.75%, 03/25/58 †	USA	USD	1,761,651	0.26
1,658,349	FNMA Connecticut Avenue Securities, 2016-C05, 2M2, FRN, 6.242%, 01/25/29 †	USA	USD	1,753,355	0.26
1,740,000	West CLO Ltd., 2014-1A, A2R, 144A, FRN, 3.353%, 07/18/26 †	USA	USD	1,742,697	0.26
1,610,000	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ2, M3, FRN, 5.542%, 09/25/24 †	USA	USD	1,740,500	0.26
1,700,000	Capital One Multi-Asset Execution Trust, 2017-A4, A4, 1.99%, 07/17/23	USA	USD	1,701,886	0.26
1,627,516	CIM Trust, 2018-INV1, A4, 144A, FRN, 4.00%, 08/25/48 †	USA	USD	1,664,157	0.25
1,606,279	Flagstar Mortgage Trust, 2018-6RR, 1A3, 144A, FRN, 4.00%, 10/25/48 †	USA	USD	1,619,501	0.24
1,500,000	Dryden 50 Senior Loan Fund, 2017-50A, A1, 144A, FRN, 3.221%, 07/15/30 †	USA	USD	1,499,655	0.23
1,500,000	Race Point IX CLO Ltd., 2015-9A, A1AR, 144A, FRN, 3.211%, 10/15/30 †	USA	USD	1,499,025	0.23
1,500,000	Voya CLO Ltd., 2018-2A, A2, 144A, FRN, 3.251%, 07/15/31 †	USA	USD	1,473,405	0.22
1,300,000	Holland Park CLO DAC, 1A, A2R, 144A, FRN, 1.65%, 11/14/32 †	IRL	EUR	1,451,837	0.22
1,369,629	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ1, M3, FRN, 5.892%, 08/25/24 †	USA	USD	1,451,219	0.22
1,450,000	Dryden 50 Senior Loan Fund, 2017-50A, C, 144A, FRN, 4.251%, 07/15/30 †	USA	USD	1,450,435	0.22
1,322,555	FNMA Connecticut Avenue Securities, 2014-C02, 2M2, FRN, 4.392%, 05/25/24 †	USA	USD	1,371,574	0.21
25,877,529	JPMorgan Chase Commercial Mortgage Securities Trust, 2017-JP5, XA, IO, FRN, 1.235%, 03/15/50 †	USA	USD	1,357,587	0.20
1,300,000	LCM XXII Ltd., 22A, A2R, 144A, FRN, 3.416%, 10/20/28 †	USA	USD	1,275,807	0.19
1,247,388	Wells Fargo Mortgage Backed Securities, 2018-1, A3, 144A, FRN, 3.50%, 07/25/47 †	USA	USD	1,266,469	0.19
1,262,824	Mill City Mortgage Loan Trust, 2016-1, A, 144A, FRN, 2.50%, 04/25/57 †	USA	USD	1,263,480	0.19
1,209,367	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DN1, M3, FRN, 5.942%, 01/25/25 †	USA	USD	1,263,152	0.19
1,202,261	Towd Point Mortgage Trust, 2018-5, A1A, 144A, FRN, 3.25%, 07/25/58 †	USA	USD	1,228,818	0.18

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Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
1,200,000	Voya CLO Ltd., 2013-2A, A1R, 144A, FRN, 2.91%, 04/25/31 †	USA	USD	1,188,012	0.18
1,124,109	Towd Point Mortgage Trust, 2017-5, A1, 144A, FRN, 2.392%, 02/25/57 †	USA	USD	1,124,142	0.17
1,000,000	BlueMountain EUR CLO, 5A, B, 144A, FRN, 1.55%, 01/15/33 †	IRL	EUR	1,120,786	0.17
1,000,000	Avoca CLO XVII Designated Activity Co., 17A, B1R, 144A, FRN, 1.70%, 10/15/32 †	IRL	EUR	1,118,268	0.17
1,100,000	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R9, M3, FRN, 2.812%, 10/25/34 †	USA	USD	1,104,570	0.17
19,780,237	JPMDB Commercial Mortgage Securities Trust, 2017-C5, XA, IO, FRN, 1.09%, 03/15/50 †	USA	USD	1,097,997	0.16
1,100,000	Ellington CLO III Ltd., 2018-3A, A1, 144A, FRN, 3.616%, 07/20/30 †	USA	USD	1,087,053	0.16
14,104,593	Bank 2017-BNK4, XA, IO, FRN, 1.584%, 05/15/50 †	USA	USD	1,073,082	0.16
1,045,000	Discover Card Execution Note Trust, 2018-A4, A4, 3.11%, 01/16/24	USA	USD	1,065,313	0.16
1,027,069	BX Commercial Mortgage Trust, 2018-IND, A, 144A, FRN, 2.49%, 11/15/35 †	USA	USD	1,027,386	0.15
1,021,000	Madison Park Funding XXVII Ltd., 2018-27A, A1B, 144A, FRN, 3.096%, 04/20/30 †	USA	USD	1,010,453	0.15
900,000	Blackrock European CLO IX DAC, 9A, B, 144A, FRN, 1.55%, 12/15/32 †	IRL	EUR	1,005,119	0.15
996,738	FHLMC Structured Agency Credit Risk Debt Notes, 2015-DNA1, M2, FRN, 3.642%, 10/25/27 †	USA	USD	1,003,311	0.15
1,000,000	Octagon Investment Partners 28 Ltd., 2016-1A, A2R, 144A, FRN, 3.386%, 10/24/30 †	USA	USD	1,001,840	0.15
930,000	FNMA Connecticut Avenue Securities, 2016-C06, 1M2, FRN, 6.042%, 04/25/29 †	USA	USD	999,745	0.15
1,000,000	AMMC CLO 15 Ltd., 2014-15A, ARR, 144A, FRN, 3.261%, 01/15/32 †	USA	USD	997,860	0.15
1,000,000	ARES CLO Ltd., 2018-48A, B, 144A, FRN, 3.546%, 07/20/30 †	USA	USD	991,350	0.15
1,000,000	Bain Capital Credit CLO, 2018-1A, A2, 144A, FRN, 3.084%, 04/23/31 †	USA	USD	991,290	0.15
1,000,000	Octagon Investment Partners 37 Ltd., 2018-2A, A2, 144A, FRN, 3.52%, 07/25/30 †	USA	USD	988,090	0.15
1,000,000	Webster Park CLO Ltd., 2015-1A, A2R, 144A, FRN, 3.566%, 07/20/30 †	USA	USD	986,940	0.15
1,000,000	Octagon Investment Partners XVI Ltd., 2013-1A, BR, 144A, FRN, 3.602%, 07/17/30 †	USA	USD	986,190	0.15
1,000,000	Dryden 58 CLO Ltd., 2018-58A, B, 144A, FRN, 3.502%, 07/17/31 †	USA	USD	983,230	0.15
1,000,000	Octagon Investment Partners 35 Ltd., 2018-1A, A1B, 144A, FRN, 3.066%, 01/20/31 †	USA	USD	981,610	0.15
1,000,000	Carlyle U.S. CLO Ltd., 2017-3A, B, 144A, FRN, 4.316%, 07/20/29 †	USA	USD	979,010	0.15
962,500	Sprint Spectrum Co. LLC/Sprint Spectrum Co. II LLC/Sprint Spectrum Co. III LLC, first lien, 144A, 3.36%, 03/20/23	USA	USD	972,269	0.15
1,000,000	Carlyle U.S. CLO Ltd., 2017-4A, B, 144A, FRN, 3.851%, 01/15/30 †	USA	USD	965,190	0.14
1,000,000	Dryden 55 CLO Ltd., 2018-55A, C, 144A, FRN, 3.901%, 04/15/31 †	USA	USD	962,850	0.14
940,480	Mill City Mortgage Loan Trust, 2018-2, A1, 144A, FRN, 3.50%, 05/25/58 †	USA	USD	962,077	0.14
1,000,000	Neuberger Berman Loan Advisers CLO Ltd., 2018-27A, C, 144A, FRN, 3.701%, 01/15/30 †	USA	USD	959,330	0.14
858,044	FHLMC Structured Agency Credit Risk Debt Notes, 2014-HQ3, M3, FRN, 6.542%, 10/25/24 †	USA	USD	909,294	0.14
890,791	Octagon Investment Partners XIX Ltd., 2014-14, AR, 144A, FRN, 3.101%, 04/15/26 †	USA	USD	891,004	0.13
860,714	BlueMountain CLO Ltd., 2012-2A, AR2, 144A, FRN, 2.949%, 11/20/28 †	USA	USD	859,819	0.13
840,000	Progress Residential Trust, 2018-SFR2, A, 144A, 3.712%, 08/17/35	USA	USD	852,398	0.13
800,000	Neuberger Berman CLO XVI-S Ltd., 2017-16SA, C, 144A, FRN, 3.601%, 01/15/28 †	USA	USD	785,640	0.12
700,000	Armada Euro CLO IV DAC, 4A, B, 144A, FRN, 1.70%, 07/15/33 †	GBR	EUR	785,015	0.12
750,000	Madison Park Funding XXXI Ltd., 2018-31A, A2A, 144A, FRN, 3.434%, 01/23/31 †	USA	USD	745,013	0.11
750,000	AMMC CLO XI Ltd., 2012-11A, A1R2, 144A, FRN, 2.946%, 04/30/31 †	USA	USD	744,975	0.11
744,094	Burnham Park CLO Ltd., 2016-1A, BR, 144A, FRN, 3.466%, 10/20/29 †	USA	USD	735,410	0.11
724,956	Towd Point Mortgage Trust, 2015-3, A1A, 144A, FRN, 3.50%, 03/25/54 †	USA	USD	730,416	0.11
722,222	LCM XVI LP, 2016A, A2R, 144A, FRN, 3.181%, 10/15/31 †	USA	USD	719,543	0.11
700,478	American Home Mortgage Investment Trust, 2004-3, 4A, FRN, 3.42%, 10/25/34 †	USA	USD	703,847	0.11
600,000	Dunedin Park CLO DAC, 1A, A1, 144A, FRN, 1.07%, 10/22/32 †	IRL	EUR	674,257	0.10
600,000	Madison Park Euro Funding VIII DAC, 8A, BRN, 144A, FRN, 1.70%, 04/15/32 †	IRL	EUR	672,296	0.10
700,000	Galaxy XXVII CLO Ltd., 2018-27A, C, 144A, FRN, 3.704%, 05/16/31 †	USA	USD	671,979	0.10
600,000	Sound Point Euro CLO II Funding DAC, 2A, A, 144A, FRN, 1.11%, 10/26/32 †	IRL	EUR	671,035	0.10
657,895	Harbor Park CLO Ltd., 1A, A2, 144A, FRN, 3.366%, 01/20/31 †	USA	USD	653,059	0.10
678,000	Commercial Mortgage Trust, 2006-GG7, AJ, FRN, 5.807%, 07/10/38 †	USA	USD	628,143	0.09
600,000	BCC Middle Market CLO LLC, 2018-1A, A2, 144A, FRN, 4.116%, 10/20/30 †	USA	USD	595,620	0.09
500,000	Ares European CLO VIII BV, 8A, BR, 144A, FRN, 1.60%, 04/17/32 †	NLD	EUR	558,571	0.08
560,580	Dryden 70 CLO Ltd., 2018-70A, B, 144A, FRN, 3.701%, 01/16/32 †	USA	USD	557,065	0.08
524,171	FNMA, 4.00%, 04/01/25	USA	USD	546,874	0.08
545,455	Neuberger Berman CLO XVIII Ltd., 2014-18A, A2R2, 144A, FRN, 3.666%, 10/21/30 †	USA	USD	543,710	0.08
500,000	Madison Park Funding XXIII Ltd., 2017-23A, C, 144A, FRN, 4.286%, 07/27/30 †	USA	USD	500,360	0.08
500,000	LCM XXIII Ltd., 23A, A2, 144A, FRN, 3.816%, 10/20/29 †	USA	USD	500,155	0.08
500,000	Atrium IX, 9A, AR, 144A, FRN, 3.149%, 05/28/30 †	USA	USD	499,715	0.08
500,000	ARES L CLO Ltd., 2018-50A, B, 144A, FRN, 3.701%, 01/15/32 †	USA	USD	494,265	0.07
500,000	AMMC CLO 21 Ltd., 2017-21A, C, 144A, FRN, 4.002%, 11/02/30 †	USA	USD	481,745	0.07
500,000	Octagon Investment Partners 33 Ltd., 2017-1A, B, 144A, FRN, 3.816%, 01/20/31 †	USA	USD	477,525	0.07
400,000	Euro-Galaxy III CLO BV, 2013-3A, B2ER, 144A, FRN, 1.50%, 01/17/31 †	NLD	EUR	448,612	0.07

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Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
400,000	Adagio CLO VIII DAC, VIII-A, B1, 144A, FRN, 1.65%, 04/15/32 †	IRL	EUR	447,357	0.07
439,516	AMMC CLO 15 Ltd., 2014-15A, BRR, 144A, FRN, 3.801%, 01/15/32 †	USA	USD	435,218	0.07
393,951	FNMA, ARM, 3.948%, 12/01/36	USA	USD	411,412	0.06
410,000	Dryden 49 Senior Loan Fund, 2017-49A, C, 144A, FRN, 4.353%, 07/18/30 †	USA	USD	408,832	0.06
400,000	Alinea CLO Ltd., 2018-1A, B, 144A, FRN, 3.616%, 07/20/31 †	USA	USD	394,312	0.06
362,680	FHLMC Structured Agency Credit Risk Debt Notes, 2014-DN1, M2, FRN, 3.992%, 02/25/24 †	USA	USD	366,715	0.06
317,729	Conseco Finance Securitizations Corp., 2002-2, M1, FRN, 7.424%, 03/01/33 †	USA	USD	343,175	0.05
300,000	Sound Point Euro CLO II Funding DAC, 2A, B1, 144A, FRN, 1.85%, 10/26/32 †	IRL	EUR	336,570	0.05
300,000	Euro-Galaxy V CLO BV, 2016-5A, BR, 144A, FRN, 1.60%, 11/10/30 †	NLD	EUR	336,569	0.05
300,000	Dunedin Park CLO DAC, 1A, A2A, 144A, FRN, 1.75%, 10/22/32 †	IRL	EUR	331,615	0.05
310,000	Madison Park Funding XXVI Ltd., 2017-26A, AR, 144A, FRN, 3.128%, 07/29/30 †	USA	USD	310,143	0.05
300,000	Voya CLO Ltd., 2016-3A, A3R, 144A, FRN, 3.753%, 10/18/31 †	USA	USD	299,796	0.05
300,000	Dryden 45 Senior Loan Fund, 2016-45A, BR, 144A, FRN, 3.701%, 10/15/30 †	USA	USD	299,250	0.05
300,000	BlueMountain CLO Ltd., 2018-3A, B, 144A, FRN, 3.71%, 10/25/30 †	USA	USD	299,196	0.05
300,000	Madison Park Funding XXIX Ltd., 2018-29A, B, 144A, FRN, 3.753%, 10/18/30 †	USA	USD	298,929	0.05
285,490	FHLMC Structured Agency Credit Risk Debt Notes, 2015-HQA1, M2, FRN, 4.442%, 03/25/28 †	USA	USD	286,003	0.04
283,583	Ameriquest Mortgage Securities Inc. Asset-Backed Pass-Through Certificates, 2004-R4, M1, FRN, 2.617%, 06/25/34 †	USA	USD	284,458	0.04
269,534	Newark BSL CLO 2 Ltd., 2017-1A, B, 144A, FRN, 4.29%, 07/25/30 †	USA	USD	269,612	0.04
261,562	Towd Point Mortgage Trust, 2015-3, A1B, 144A, FRN, 3.00%, 03/25/54 †	USA	USD	262,557	0.04
264,087	WaMu Mortgage Pass-Through Certificates, 2005-AR8, 1A1A, FRN, 2.372%, 07/25/45 †	USA	USD	261,965	0.04
245,812	Argent Securities Inc. Asset-Backed Pass-Through Certificates, 2005-W2, A2C, FRN, 2.152%, 10/25/35 †	USA	USD	246,377	0.04
234,319	Voya CLO Ltd., 2017-3A, B, 144A, FRN, 4.316%, 07/20/30 †	USA	USD	234,389	0.04
192,256	Structured Asset Investment Loan Trust, 2004-8, M1, FRN, 2.692%, 09/25/34 †	USA	USD	189,836	0.03
169,098	FNMA, ARM, 3.748%, 03/01/36	USA	USD	174,608	0.03
160,754	FNMA, ARM, 4.662%, 02/01/33	USA	USD	166,897	0.03
162,938	FNMA, 2005-122, FN, FRN, 2.142%, 01/25/36 †	USA	USD	160,507	0.02
180,831	GE Capital Commercial Mortgage Corp. Trust, 2007-C1, AM, FRN, 5.606%, 12/10/49 †	USA	USD	158,227	0.02
143,591	FNMA, ARM, 3.77%, 08/01/33	USA	USD	148,663	0.02
140,194	FNMA, ARM, 4.06%, 09/01/34	USA	USD	147,847	0.02
142,895	FNMA, ARM, 3.802%, 11/01/35	USA	USD	147,427	0.02
144,397	FNMA, ARM, 4.105%, 07/01/35	USA	USD	147,215	0.02
132,661	Octagon Investment Partners 31 LLC, 2017-1A, C, 144A, FRN, 4.366%, 07/20/30 †	USA	USD	132,701	0.02
122,359	Merrill Lynch Mortgage Investors Trust, 2003-A, 1A, FRN, 2.532%, 03/25/28 †	USA	USD	122,055	0.02
110,407	FNMA, ARM, 3.707%, 11/01/39	USA	USD	115,463	0.02
110,220	FNMA, ARM, 4.255%, 05/01/33	USA	USD	114,973	0.02
112,511	FNMA, ARM, 4.946%, 02/01/30	USA	USD	114,089	0.02
109,099	FNMA, ARM, 3.376%, 06/01/35	USA	USD	113,652	0.02
112,263	Credit Suisse First Boston Mortgage Securities Corp., 2001-HE8, M1, FRN, 2.842%, 02/25/31 †	USA	USD	113,151	0.02
102,765	CWABS Inc. Asset-Backed Certificates, 2004-1, M1, FRN, 2.542%, 03/25/34 †	USA	USD	103,449	0.02
97,196	FNMA, ARM, 3.843%, 09/01/34	USA	USD	100,820	0.02
96,735	Commercial Mortgage Trust, 2006-GG7, AM, FRN, 5.807%, 07/10/38 †	USA	USD	97,393	0.01
91,377	FNMA, ARM, 3.232%, 01/01/35	USA	USD	95,643	0.01
92,080	FNMA, ARM, 3.428%, 04/01/27	USA	USD	93,654	0.01
87,200	FNMA, ARM, 4.668%, 06/01/33	USA	USD	92,323	0.01
85,695	FNMA, ARM, 5.02%, 03/01/31	USA	USD	86,043	0.01
80,928	FNMA, ARM, 4.016%, 07/01/36	USA	USD	84,272	0.01
77,764	FNMA, ARM, 4.747%, 03/01/38	USA	USD	82,008	0.01
68,620	FNMA, ARM, 4.25%, 05/01/34	USA	USD	70,568	0.01
66,435	FNMA, ARM, 3.804%, 04/01/36	USA	USD	69,086	0.01
65,743	FNMA, ARM, 4.79%, 01/01/33	USA	USD	67,444	0.01
61,978	FNMA, ARM, 4.164%, 11/01/35	USA	USD	65,898	0.01
63,223	FNMA, ARM, 4.75%, 07/01/33	USA	USD	65,752	0.01
65,756	Morgan Stanley ABS Capital I Inc. Trust, 2004-HE6, A2, FRN, 2.472%, 08/25/34 †	USA	USD	64,953	0.01
65,447	FNMA, ARM, 2.405%, 11/01/32	USA	USD	64,627	0.01
62,268	FNMA, ARM, 4.144%, 05/01/35	USA	USD	64,091	0.01
59,889	FNMA, ARM, 4.389%, 08/01/35	USA	USD	63,765	0.01
60,401	FNMA, ARM, 4.168%, 09/01/33	USA	USD	62,941	0.01
59,547	FNMA, ARM, 4.735%, 03/01/35	USA	USD	60,672	0.01

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
58,852	FNMA, 2005-58, FC, FRN, 2.042%, 07/25/35 †	USA	USD	58,800	0.01
55,565	FNMA, ARM, 3.511%, 12/01/34	USA	USD	57,989	0.01
55,718	FNMA, ARM, 3.875%, 05/01/24	USA	USD	57,369	0.01
55,704	FNMA, ARM, 3.781%, 04/01/32	USA	USD	56,064	0.01
53,242	FNMA, ARM, 4.549%, 07/01/33	USA	USD	56,033	0.01
53,618	FNMA, ARM, 4.647%, 03/01/33	USA	USD	55,068	0.01
49,993	FNMA, ARM, 4.708%, 08/01/32	USA	USD	50,583	0.01
47,141	FNMA, ARM, 4.70%, 04/01/47	USA	USD	48,645	0.01
49,230	FNMA, ARM, 2.405%, 10/01/32	USA	USD	48,624	0.01
45,598	FNMA, ARM, 3.89%, 03/01/35	USA	USD	47,194	0.01
46,247	GSAA Home Equity Trust, 2005-6, A3, FRN, 2.162%, 06/25/35 †	USA	USD	46,390	0.01
43,186	FNMA, ARM, 4.675%, 02/01/33	USA	USD	44,450	0.01
39,501	FNMA, ARM, 4.00%, 11/01/35	USA	USD	40,683	0.01
39,120	FNMA, ARM, 4.314%, 02/01/25	USA	USD	40,015	0.01
38,141	FNMA, ARM, 4.538%, 07/01/31	USA	USD	38,955	0.01
36,078	FNMA, ARM, 4.868%, 02/01/37	USA	USD	38,232	0.01
36,833	FNMA, ARM, 4.759%, 04/01/36	USA	USD	38,090	0.01
36,044	FNMA, ARM, 5.03%, 02/01/38	USA	USD	38,062	0.01
35,484	FNMA, ARM, 4.484%, 05/01/36	USA	USD	37,345	0.01
31,124	FNMA, ARM, 4.473%, 10/01/34	USA	USD	32,643	0.01
31,441	FNMA, ARM, 3.698%, 12/01/35	USA	USD	32,594	0.01
31,338	FHLMC Structured Agency Credit Risk Debt Notes, 2016-HQA1, M2, FRN, 4.542%, 09/25/28 †	USA	USD	31,415	0.00
29,445	FNMA, ARM, 4.064%, 10/01/35	USA	USD	30,547	0.00
29,269	FNMA, ARM, 4.45%, 08/01/37	USA	USD	30,519	0.00
28,610	FNMA, ARM, 3.55%, 02/01/44	USA	USD	29,555	0.00
27,792	FNMA, ARM, 4.498%, 02/01/36	USA	USD	29,223	0.00
28,508	FNMA, ARM, 3.43%, 07/01/33	USA	USD	29,215	0.00
28,718	FNMA, ARM, 3.245%, 03/01/39	USA	USD	29,125	0.00
27,587	FNMA, ARM, 5.033%, 03/01/38	USA	USD	28,442	0.00
26,797	FNMA, ARM, 4.678%, 06/01/34	USA	USD	28,257	0.00
27,633	FNMA, ARM, 4.835%, 02/01/35	USA	USD	28,235	0.00
26,649	FNMA, ARM, 4.747%, 02/01/30	USA	USD	27,724	0.00
26,269	FNMA, ARM, 5.236%, 03/01/36	USA	USD	27,317	0.00
27,352	FNMA, ARM, 3.64%, 09/01/40	USA	USD	27,237	0.00
26,818	FNMA, ARM, 3.44%, 08/01/42	USA	USD	27,030	0.00
24,572	FNMA, ARM, 4.268%, 09/01/33	USA	USD	25,337	0.00
22,776	FNMA, ARM, 4.26%, 02/01/33	USA	USD	23,459	0.00
22,215	FNMA, ARM, 4.598%, 07/01/35	USA	USD	23,399	0.00
22,755	FNMA, ARM, 3.016%, 12/01/37	USA	USD	22,970	0.00
21,194	FNMA, ARM, 3.744%, 11/01/36	USA	USD	22,067	0.00
21,026	FNMA, ARM, 4.505%, 10/01/25	USA	USD	21,331	0.00
20,208	FNMA, ARM, 4.42%, 04/01/33	USA	USD	21,244	0.00
20,013	FNMA, ARM, 4.624%, 02/01/31	USA	USD	20,743	0.00
19,405	FNMA, ARM, 4.26%, 10/01/33	USA	USD	20,150	0.00
19,300	FNMA, ARM, 4.04%, 02/01/35	USA	USD	20,018	0.00
19,109	FNMA, ARM, 5.023%, 02/01/33	USA	USD	19,366	0.00
18,280	FNMA, ARM, 4.255%, 08/01/31	USA	USD	18,994	0.00
17,746	FNMA, ARM, 3.676%, 12/01/31	USA	USD	18,395	0.00
18,082	Argent Securities Inc., 2004-W1, AV2, FRN, 2.348%, 03/25/34 †	USA	USD	18,082	0.00
17,089	FNMA, ARM, 4.301%, 07/01/35	USA	USD	17,827	0.00
16,573	FNMA, ARM, 3.998%, 10/01/32	USA	USD	17,278	0.00
15,473	FNMA, ARM, 4.018%, 04/01/37	USA	USD	16,363	0.00
14,910	FNMA, ARM, 4.626%, 07/01/37	USA	USD	15,782	0.00
15,227	FNMA, ARM, 4.56%, 04/01/36	USA	USD	15,582	0.00
14,726	FNMA, ARM, 4.17%, 09/01/32	USA	USD	15,524	0.00
13,702	FNMA, ARM, 3.655%, 11/01/33	USA	USD	14,466	0.00
13,269	FNMA, ARM, 3.664%, 11/01/36	USA	USD	13,764	0.00
13,537	FNMA, ARM, 3.875%, 10/01/28	USA	USD	13,601	0.00
13,363	FNMA, ARM, 5.008%, 02/01/38	USA	USD	13,490	0.00
13,272	FNMA, ARM, 3.585%, 12/01/39	USA	USD	13,292	0.00
12,983	FNMA, ARM, 4.29%, 08/01/32	USA	USD	13,238	0.00
12,066	FNMA, ARM, 4.281%, 07/01/27	USA	USD	12,408	0.00

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Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Asset-Backed Securities (continued)				
11,809	FNMA, ARM, 4.461%, 02/01/34	USA	USD	12,390	0.00
11,814	FNMA, ARM, 4.67%, 08/01/34	USA	USD	12,309	0.00
11,759	FNMA, ARM, 4.741%, 02/01/30	USA	USD	11,858	0.00
10,459	Structured Asset Investment Loan Trust, 2003-BC2, M3, FRN, 6.667%, 04/25/33 †	USA	USD	10,713	0.00
10,622	FNMA, ARM, 4.893%, 05/01/33	USA	USD	10,673	0.00
9,484	FNMA, ARM, 4.955%, 02/01/36	USA	USD	9,929	0.00
9,034	FNMA, ARM, 3.64%, 08/01/40	USA	USD	8,988	0.00
8,392	FNMA, ARM, 3.93%, 12/01/27	USA	USD	8,467	0.00
8,264	FNMA, ARM, 4.486%, 04/01/24	USA	USD	8,414	0.00
7,990	FNMA, ARM, 3.684%, 12/01/32	USA	USD	8,229	0.00
6,851	FNMA, ARM, 3.512%, 05/01/32	USA	USD	7,148	0.00
6,974	FNMA, ARM, 4.69%, 03/01/37	USA	USD	7,133	0.00
6,245	FNMA, ARM, 3.596%, 10/01/32	USA	USD	6,362	0.00
5,997	FNMA, ARM, 3.893%, 01/01/36	USA	USD	6,237	0.00
6,126	FNMA, ARM, 4.505%, 10/01/27	USA	USD	6,169	0.00
5,859	FNMA, ARM, 3.95%, 09/01/31	USA	USD	6,020	0.00
5,341	FNMA, ARM, 3.747%, 11/01/32	USA	USD	5,435	0.00
5,269	MASTR Alternative Loan Trust, 2003-1, 3A1, 5.00%, 06/25/23	USA	USD	5,384	0.00
5,163	FNMA, ARM, 3.883%, 01/01/35	USA	USD	5,350	0.00
5,102	FNMA, ARM, 4.59%, 07/01/33	USA	USD	5,328	0.00
4,907	FNMA, ARM, 5.00%, 05/01/27	USA	USD	4,987	0.00
4,645	FNMA, ARM, 4.117%, 11/01/34	USA	USD	4,841	0.00
4,679	Asset-Backed Securities Corp. Home Equity Loan Trust, 2004-HE7, A4, FRN, 2.792%, 10/25/34 †	USA	USD	4,487	0.00
4,104	FNMA, ARM, 4.652%, 06/01/34	USA	USD	4,307	0.00
4,139	FNMA, ARM, 4.96%, 04/01/33	USA	USD	4,213	0.00
67,680	FIRSTPLUS Home Loan Owner Trust, 1998-5, M1, FRN, 7.42%, 12/10/24 †	USA	USD	4,049	0.00
3,928	FNMA, ARM, 4.198%, 09/01/34	USA	USD	4,039	0.00
3,785	FNMA, ARM, 4.231%, 12/01/29	USA	USD	3,846	0.00
3,660	FNMA, ARM, 3.734%, 09/01/35	USA	USD	3,784	0.00
3,526	FNMA, ARM, 4.162%, 06/01/35	USA	USD	3,651	0.00
3,321	FNMA, ARM, 3.874%, 09/01/27	USA	USD	3,353	0.00
2,993	FNMA, ARM, 4.231%, 08/01/33	USA	USD	3,146	0.00
2,955	FNMA, ARM, 4.772%, 04/01/33	USA	USD	3,069	0.00
2,667	FNMA, ARM, 5.114%, 03/01/36	USA	USD	2,859	0.00
2,338	FNMA, ARM, 4.567%, 05/01/36	USA	USD	2,457	0.00
1,783	FNMA, ARM, 3.475%, 06/01/33	USA	USD	1,840	0.00
1,751	FNMA, ARM, 4.546%, 02/01/34	USA	USD	1,801	0.00
1,509	FNMA, ARM, 3.209%, 04/01/37	USA	USD	1,541	0.00
1,400	Ambac LSNI LLC, senior note, first lien, 144A, FRN, 6.945%, 02/12/23 †	CYM	USD	1,421	0.00
1,333	FNMA, ARM, 4.598%, 06/01/36	USA	USD	1,404	0.00
1,348	Asset-Backed Securities Corp. Home Equity Loan Trust, 2004-HE7, A2, FRN, 2.552%, 10/25/34 †	USA	USD	1,276	0.00
1,121	FNMA, ARM, 4.833%, 03/01/35	USA	USD	1,165	0.00
705	FNMA, ARM, 4.601%, 03/01/25	USA	USD	729	0.00
95	FNMA, ARM, 4.683%, 01/01/21	USA	USD	95	0.00
				339,366,869	50.89
	Corporate Bonds				
5,100,000	The Southern Co., senior note, 2.35%, 07/01/21	USA	USD	5,125,453	0.77
3,800,000	Bankia SA, secured bond, Reg S, 1.00%, 09/25/25	ESP	EUR	4,472,600	0.67
4,000,000	Bank of America Corp., senior note, 3.004% to 12/20/22, FRN thereafter, 12/20/23	USA	USD	4,098,365	0.61
4,100,000	Kookmin Bank, secured note, Reg S, 2.125%, 10/21/21	KOR	USD	4,097,224	0.61
4,000,000	Royal Bank of Canada, secured note, 2.10%, 10/14/21	CAN	USD	4,004,959	0.60
3,500,000	Bank of China Ltd., senior note, Reg S, 2.875%, 04/20/22	CHN	USD	3,544,348	0.53
3,100,000	Banco BPM SpA, secured note, Reg S, 0.75%, 03/31/23	ITA	EUR	3,528,337	0.53
2,800,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.125%, 11/26/63	ITA	EUR	3,385,187	0.51
3,100,000	Marriott International Inc., senior note, 2.875%, 03/01/21	USA	USD	3,128,613	0.47
3,000,000	Citibank NA, senior note, 3.165% to 02/19/22, FRN thereafter, 02/19/22	USA	USD	3,039,056	0.46
2,800,000	PSEG Power LLC, senior note, 3.00%, 06/15/21	USA	USD	2,831,988	0.43
2,500,000	Metropolitan Life Global Funding I, senior secured bond, 144A, 3.875%, 04/11/22	USA	USD	2,604,609	0.39
2,400,000	Allergan Funding SCS, senior note, 3.45%, 03/15/22	USA	USD	2,454,865	0.37
2,400,000	Bristol-Myers Squibb Co., senior note, Reg S, 2.25%, 08/15/21	USA	USD	2,414,810	0.36

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Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
2,300,000	Capital One Financial Corp., senior note, 3.05%, 03/09/22	USA	USD	2,348,079	0.35
2,200,000	Dexia Credit Local SA, senior note, 144A, 2.375%, 09/20/22	FRA	USD	2,228,435	0.33
2,200,000	The Kroger Co., senior note, 2.60%, 02/01/21	USA	USD	2,213,706	0.33
2,100,000	Dollar Tree Inc., senior note, 3.70%, 05/15/23	USA	USD	2,187,517	0.33
2,000,000	Tencent Holdings Ltd., senior note, 144A, 2.985%, 01/19/23	CHN	USD	2,030,611	0.30
1,900,000	Pricoa Global Funding I, secured note, 144A, 3.45%, 09/01/23	USA	USD	1,991,920	0.30
1,900,000	Cigna Corp., senior note, 3.40%, 09/17/21	USA	USD	1,945,235	0.29
1,900,000	Amazon.com Inc., senior note, 2.40%, 02/22/23	USA	USD	1,933,825	0.29
1,900,000	Citigroup Inc., senior note, 2.75%, 04/25/22	USA	USD	1,929,592	0.29
10,930,000	Jyske Realkredit A/S, secured note, 1.00%, 04/01/26	DNK	DKK	1,739,832	0.26
1,700,000	AbbVie Inc., senior note, 144A, 2.30%, 11/21/22	USA	USD	1,709,250	0.26
1,600,000	HSBC Holdings PLC, senior note, 3.40%, 03/08/21	GBR	USD	1,626,080	0.24
1,500,000	Barclays PLC, senior note, 4.61% to 02/14/22, FRN thereafter, 02/15/23	GBR	USD	1,566,812	0.24
1,500,000	Jackson National Life Global Funding, secured note, 144A, 3.30%, 02/01/22	USA	USD	1,542,323	0.23
1,500,000	Total Capital International SA, senior note, 2.75%, 06/19/21	FRA	USD	1,522,222	0.23
1,500,000	HSBC Holdings PLC, senior note, 2.95%, 05/25/21	GBR	USD	1,519,089	0.23
1,300,000	Avon Products Inc., senior bond, 7.00%, 03/15/23	GBR	USD	1,417,406	0.21
1,300,000	Cencosud SA, senior note, Reg S, 4.375%, 07/17/27	CHL	USD	1,284,000	0.19
1,200,000	Verizon Communications Inc., senior note, 3.125%, 03/16/22	USA	USD	1,231,525	0.19
1,195,000	Occidental Petroleum Corp., senior note, 4.85%, 03/15/21	USA	USD	1,231,039	0.18
1,200,000	Caterpillar Financial Services Corp., senior note, 1.70%, 08/09/21	USA	USD	1,198,319	0.18
1,000,000	Banca Monte dei Paschi di Siena SpA, secured note, Reg S, 2.875%, 04/16/59	ITA	EUR	1,162,621	0.17
1,100,000	Sabine Pass Liquefaction LLC, senior secured note, first lien, 5.625%, 02/01/21	USA	USD	1,130,725	0.17
1,000,000	RZD Capital PLC, (Russian Railways), loan participation, senior bond, Reg S, 5.70%, 04/05/22	RUS	USD	1,076,017	0.16
1,000,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.25%, 08/15/22	IRL	USD	1,068,212	0.16
6,570,000	Realkredit Danmark A/S, secured bond, Reg S, 1.00%, 04/01/27	DNK	DKK	1,046,105	0.16
1,000,000	Energy Transfer Operating LP, senior note, 4.25%, 03/15/23	USA	USD	1,044,637	0.16
1,000,000	CNAC HK Finbridge Co. Ltd., senior note, Reg S, 3.875%, 06/19/29	CHN	USD	1,038,345	0.16
1,000,000	CNH Industrial Capital LLC, senior note, 3.875%, 10/15/21	USA	USD	1,029,041	0.15
1,200,000	Yes Bank Ifsc Banking Unit Branch, senior note, Reg S, 3.75%, 02/06/23	IND	USD	1,007,962	0.15
900,000	Baidu Inc., senior note, 4.375%, 05/14/24	CHN	USD	959,130	0.14
900,000	Korea East-West Power Co. Ltd., senior note, 144A, 3.875%, 07/19/23	KOR	USD	947,160	0.14
700,000	Kazakhstan Temir Zholy Finance BV, senior bond, Reg S, 6.95%, 07/10/42	KAZ	USD	941,759	0.14
900,000	BPCE SA, senior note, 2.65%, 02/03/21	FRA	USD	907,277	0.14
800,000	Metropolitan Life Global Funding I, secured note, 144A, 3.375%, 01/11/22	USA	USD	822,435	0.12
700,000	DISH DBS Corp., senior bond, 5.875%, 07/15/22	USA	USD	743,246	0.11
700,000	Comcast Corp., senior note, 3.45%, 10/01/21	USA	USD	720,554	0.11
700,000	Citigroup Inc., senior note, 2.90%, 12/08/21	USA	USD	711,553	0.11
700,000	TNB Global Ventures Capital Bhd., senior note, Reg S, 3.244%, 10/19/26	MYS	USD	704,256	0.11
600,000	Turkiye Vakiflar Bankasi TAO, secured note, Reg S, 2.375%, 11/04/22	TUR	EUR	680,156	0.10
800,000	CHS/Community Health Systems Inc., secured note, Reg S, 8.125%, 06/30/24	USA	USD	657,992	0.10
600,000	Harvest Operations Corp., senior note, 144A, 4.20%, 06/01/23	KOR	USD	636,455	0.10
600,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.00%, 01/15/22	USA	USD	623,862	0.09
600,000	Braskem Netherlands Finance BV, senior bond, Reg S, 4.50%, 01/31/30	BRA	USD	596,340	0.09
500,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.875%, 08/15/23	USA	USD	534,792	0.08
500,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 07/15/24	USA	USD	526,042	0.08
500,000	Centene Corp., senior note, 4.75%, 05/15/22	USA	USD	510,890	0.08
500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.125%, 02/15/23	USA	USD	506,245	0.08
500,000	Akbank Turk AS, senior note, Reg S, 5.125%, 03/31/25	TUR	USD	490,463	0.07
450,000	Aker BP ASA, senior note, 144A, 4.75%, 06/15/24	NOR	USD	467,995	0.07
1,016,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	452,120	0.07
400,000	Cigna Corp., senior note, 3.75%, 07/15/23	USA	USD	419,570	0.06
400,000	SF Holding Investment Ltd., senior note, Reg S, 4.125%, 07/26/23	CHN	USD	417,510	0.06
300,000	FedEx Corp., senior note, 3.40%, 01/14/22	USA	USD	308,119	0.05
300,000	BDO Unibank Inc., senior note, Reg S, 2.95%, 03/06/23	PHL	USD	303,228	0.05
200,000	Mexico City Airport Trust, senior secured bond, Reg S, 5.50%, 07/31/47	MEX	USD	206,939	0.03
1,300,000	Sanchez Energy Corp., senior note, 7.75%, 06/15/21 ^	USA	USD	65,000	0.01
261,136	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	1,306	0.00
991,638	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	1,240	0.00
				110,594,530	16.59

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Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds				
14,000,000	U.S. Treasury Note, 2.125%, 01/31/21	USA	USD	14,073,339	2.11
8,981,758	U.S. Treasury Note, Index Linked, 0.125%, 01/15/22	USA	USD	8,977,604	1.35
5,100,000	Government of Spain, senior bond, 144A, Reg S, 2.70%, 10/31/48	ESP	EUR	7,602,849	1.14
7,000,000	U.S. Treasury Note, 3.125%, 05/15/21	USA	USD	7,142,843	1.07
6,966,202	U.S. Treasury Note, Index Linked, 0.375%, 07/15/23	USA	USD	7,063,345	1.06
7,057,285	U.S. Treasury Note, Index Linked, 0.125%, 04/15/21	USA	USD	7,043,035	1.06
5,000,000	U.S. Treasury Note, 1.75%, 05/15/23	USA	USD	5,017,203	0.75
3,670,000	New York State Urban Development Corp. Sales Tax Revenue, Series B, 2.25%, 03/15/26	USA	USD	3,659,467	0.55
3,225,000	California State GO, Various Purpose, Refunding, 2.375%, 10/01/26	USA	USD	3,234,546	0.48
3,225,000	New York State GO, Refunding, Series B, 2.12%, 02/15/25	USA	USD	3,218,324	0.48
2,215,000	San Jose RDA Successor Agency Tax Allocation, Senior, Refunding, Series A-T, 2.63%, 08/01/22	USA	USD	2,258,968	0.34
2,000,000	U.S. Treasury Note, 2.00%, 10/31/21	USA	USD	2,014,788	0.30
1,800,000	Government of Ukraine, senior bond, Reg S, 7.375%, 09/25/32	UKR	USD	1,924,591	0.29
1,700,000	Government of Mexico, senior note, 4.15%, 03/28/27	MEX	USD	1,822,417	0.27
1,600,000	Banque Centrale de Tunisie International Bond, senior note, Reg S, 5.625%, 02/17/24	TUN	EUR	1,788,802	0.27
1,700,000	Government of Gabon, Reg S, 6.375%, 12/12/24	GAB	USD	1,779,738	0.27
1,600,000	Government of Angola, senior note, Reg S, 8.25%, 05/09/28	AGO	USD	1,732,333	0.26
1,700,000	Government of Iraq, Reg S, 5.80%, 01/15/28	IRQ	USD	1,668,331	0.25
4,300,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	1,644,696	0.25
1,500,000	Banque Ouest Africaine de Developpement, senior note, Reg S, 5.00%, 07/27/27	SP	USD	1,593,750	0.24
25,000,000	Government of South Africa, senior bond, 7.00%, 02/28/31	ZAF	ZAR	1,512,387	0.23
1,200,000	Government of Colombia, senior bond, 5.00%, 06/15/45	COL	USD	1,397,922	0.21
1,200,000	Government of Belarus International Bond, senior note, Reg S, 7.625%, 06/29/27	BLR	USD	1,367,923	0.20
70,000,000	Government of the Dominican Republic, senior note, Reg S, 8.90%, 02/15/23	DOM	DOP	1,330,013	0.20
48,457,266	Government of Uruguay, senior bond, Index Linked, 3.70%, 06/26/37	URY	UYU	1,271,287	0.19
1,000,000	U.S. Treasury Note, 2.125%, 08/15/21	USA	USD	1,008,351	0.15
1,000,000	U.S. Treasury Note, 2.00%, 08/31/21	USA	USD	1,006,560	0.15
1,000,000	U.S. Treasury Note, 1.875%, 01/31/22	USA	USD	1,005,740	0.15
1,000,000	U.S. Treasury Note, 1.25%, 10/31/21	USA	USD	993,919	0.15
800,000	Government of Kazakhstan, senior bond, Reg S, 4.875%, 10/14/44	KAZ	USD	990,472	0.15
870,000	Texas State GO, Transportation Commission Highway Improvement, Series A, 5.00%, 04/01/21	USA	USD	912,700	0.14
600,000	Government of Peru, senior bond, 6.55%, 03/14/37	PER	USD	878,037	0.13
855,000	Texas State University System Financing Revenue, Refunding, Serise B, 2.351%, 03/15/26	USA	USD	857,018	0.13
665,000	San Jose RDA Successor Agency Tax Allocation, Senior, Refunding, Series A-T, 2.48%, 08/01/21	USA	USD	672,554	0.10
645,000	Oregon State Department Of Transportation Highway User Tax Revenue, senior lien, Refunding, Series B, 2.18%, 11/15/25	USA	USD	644,439	0.10
6,250,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	466,437	0.07
470,000	Massachusetts State College Building Authority Revenue, Refunding, Series C, 2.256%, 05/01/26	USA	USD	466,080	0.07
440,000	Honolulu City and County Wastewater System Revenue, Second Bond Resolution, Refunding, Junior Series B, 2.233%, 07/01/24	USA	USD	445,412	0.07
100,000	U.S. Treasury Note, 2.25%, 07/31/21	USA	USD	101,010	0.01
				102,589,230	15.39
	Securities Maturing Within One Year				
11,100,000	The Goldman Sachs Group Inc., senior note, FRN, 3.094%, 09/15/20 †	USA	USD	11,172,331	1.68
7,200,000	Morgan Stanley, senior note, FRN, 3.076%, 01/27/20 †	USA	USD	7,205,536	1.08
6,253,669	U.S. Treasury Note, Index Linked, 1.25%, 07/15/20	USA	USD	6,313,596	0.95
4,900,000	Deutsche Bank AG, senior note, FRN, 3.209%, 08/20/20 †	DEU	USD	4,913,426	0.74
4,200,000	Bank of New York Mellon Corp., senior note, FRN, 2.774%, 08/17/20 †	USA	USD	4,222,433	0.63
4,200,000	Fiserv Inc., senior note, 2.70%, 06/01/20	USA	USD	4,210,659	0.63
4,200,000	The Export-Import Bank of Korea, senior note, 2.25%, 01/21/20	KOR	USD	4,200,609	0.63
2,800,000	Anthem Inc., senior note, 2.50%, 11/21/20	USA	USD	2,812,896	0.42
2,700,000	Telefonica Emisiones SA, senior bond, 5.134%, 04/27/20	ESP	USD	2,725,729	0.41
2,525,000	Industry Public Facilities Authority Tax Allocation Revenue, Transportation District, Industrial Redevelopment Project No. 2, Refunding, Series B, AGMC Insured, 3.389%, 01/01/20	USA	USD	2,525,000	0.38
2,300,000	Pricoa Global Funding I, secured note, 144A, 2.55%, 11/24/20	USA	USD	2,313,216	0.35
2,300,000	Pennsylvania State GO, Refunding, Second Series, 5.00%, 01/15/20	USA	USD	2,302,990	0.34
1,800,000	Citigroup Inc., senior note, 2.40%, 02/18/20	USA	USD	1,800,781	0.27
1,650,000	Imperial Brands Finance PLC, senior note, 144A, 2.95%, 07/21/20	GBR	USD	1,654,807	0.25

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Low Duration Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,000,000	DAE Funding LLC, senior note, 144A, 4.00%, 08/01/20	ARE	USD	1,007,500	0.15
1,000,000	Sprint Communications Inc., senior note, 144A, 7.00%, 03/01/20	USA	USD	1,006,510	0.15
1,000,000	GE Capital International Funding Co., senior note, 2.342%, 11/15/20	USA	USD	1,000,964	0.15
900,000	Bunge Ltd. Finance Corp., senior note, 3.50%, 11/24/20	USA	USD	911,370	0.14
900,000	Biogen Inc., senior note, 2.90%, 09/15/20	USA	USD	906,709	0.14
900,000	Morgan Stanley, senior note, 2.80%, 06/16/20	USA	USD	903,406	0.14
900,000	Coca-Cola Femsa SAB de CV, senior note, 4.625%, 02/15/20	MEX	USD	902,269	0.13
800,000	The Williams Cos. Inc., senior bond, 4.125%, 11/15/20	USA	USD	809,612	0.12
800,000	ANZ New Zealand International Ltd. of London, senior note, 144A, 2.85%, 08/06/20	NZL	USD	803,997	0.12
700,000	Credit Suisse of New York, senior note, 4.375%, 08/05/20	CHE	USD	710,157	0.11
700,000	Protective Life Global Funding, secured note, 144A, 2.262%, 04/08/20	USA	USD	700,508	0.10
500,000	Marsh & McLennan Cos. Inc., senior note, 3.50%, 12/29/20	USA	USD	507,422	0.08
500,000	Capital One Financial Corp., senior note, 2.50%, 05/12/20	USA	USD	500,685	0.07
300,000	Energy Transfer Operating LP, senior note, 4.15%, 10/01/20	USA	USD	303,217	0.04
5,251	MASTR Alternative Loan Trust, 2003-6, 2A1, 5.00%, 08/25/20	USA	USD	5,253	0.00
355	Ambac Assurance Corp., Subordinated Note, 144A, 5.10%, 06/07/20	USA	USD	527	0.00
				69,354,115	10.40
	TOTAL BONDS			621,904,744	93.27
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			621,906,775	93.27
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
12,326,925	K2016470219 South Africa Ltd., A **	ZAF	ZAR	8,802	0.00
1,226,701	K2016470219 South Africa Ltd., B **	ZAF	ZAR	876	0.00
				9,678	0.00
	TOTAL SHARES			9,678	0.00
	WARRANTS				
	Oil, Gas & Consumable Fuels				
728	Halcon Resources Corp., wts., A, 10/08/20 **	USA	USD	666	0.00
911	Halcon Resources Corp., wts., B, 10/08/22 **	USA	USD	586	0.00
1,171	Halcon Resources Corp., wts., C, 10/08/22 **	USA	USD	466	0.00
5,835	Halcon Resources Corp., wts., 09/09/20 **	USA	USD	0	0.00
				1,718	0.00
	TOTAL WARRANTS			1,718	0.00
	BONDS				
	Asset-Backed Securities				
800,023	Bayfront Infrastructure Capital Pte Ltd., 2018, A, Reg S, FRN, 3.707%, 01/11/38 †,**	SGP	USD	800,533	0.12
	TOTAL BONDS			800,533	0.12
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			811,929	0.12
	TOTAL INVESTMENTS			635,841,200	95.36

† Floating Rates are indicated as at December 31, 2019
^ These Bonds are currently in default
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin U.S. Opportunities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Automobiles & Components				
293,142	Aptiv PLC	USA	USD	27,839,696	0.65
	Capital Goods				
245,501	Raytheon Co.	USA	USD	53,946,390	1.25
148,255	Roper Technologies Inc.	USA	USD	52,516,369	1.22
245,688	Honeywell International Inc.	USA	USD	43,486,776	1.01
78,844	The Boeing Co.	USA	USD	25,684,221	0.60
1,006,042	Univar Solutions Inc.	USA	USD	24,386,458	0.56
141,866	Stanley Black & Decker Inc.	USA	USD	23,512,871	0.54
				223,533,085	5.18
	Commercial & Professional Services				
171,966	CoStar Group Inc.	USA	USD	102,887,258	2.38
485,981	Verisk Analytics Inc.	USA	USD	72,576,403	1.68
645,112	IHS Markit Ltd.	USA	USD	48,609,189	1.13
250,548	TransUnion	USA	USD	21,449,414	0.50
				245,522,264	5.69
	Consumer Durables & Apparel				
1,219,177	Under Armour Inc., A	USA	USD	26,334,223	0.61
203,872	NIKE Inc., B	USA	USD	20,654,272	0.48
685,300	Peloton Interactive Inc., A	USA	USD	19,462,520	0.45
839,017	Levi Strauss & Co., A	USA	USD	16,184,638	0.38
				82,635,653	1.92
	Consumer Services				
26,469	Chipotle Mexican Grill Inc.	USA	USD	22,157,465	0.51
	Diversified Financials				
285,635	MSCI Inc.	USA	USD	73,745,244	1.71
228,490	S&P Global Inc.	USA	USD	62,389,195	1.45
590,475	Intercontinental Exchange Inc.	USA	USD	54,648,461	1.27
119,694	MarketAxess Holdings Inc.	USA	USD	45,377,192	1.05
674,312	The Charles Schwab Corp.	USA	USD	32,070,279	0.74
				268,230,371	6.22
	Energy				
239,672	Diamondback Energy Inc.	USA	USD	22,255,942	0.52
	Food, Beverage & Tobacco				
635,782	Lamb Weston Holdings Inc.	USA	USD	54,696,325	1.27
200,384	Constellation Brands Inc., A	USA	USD	38,022,864	0.88
373,032	Monster Beverage Corp.	USA	USD	23,706,184	0.55
1,028,066	Nomad Foods Ltd.	GBR	USD	22,997,836	0.53
				139,423,209	3.23
	Health Care Equipment & Services				
328,279	UnitedHealth Group Inc.	USA	USD	96,507,460	2.24
294,278	Edwards Lifesciences Corp.	USA	USD	68,652,115	1.59
436,894	West Pharmaceutical Services Inc.	USA	USD	65,678,275	1.52
433,158	Veeva Systems Inc.	USA	USD	60,928,004	1.41
497,003	Nevro Corp.	USA	USD	58,417,733	1.35
74,195	Intuitive Surgical Inc.	USA	USD	43,860,374	1.02
116,705	IDEXX Laboratories Inc.	USA	USD	30,475,177	0.71
275,777	Guardant Health Inc.	USA	USD	21,549,215	0.50
				446,068,353	10.34
	Materials				
218,485	Ingevity Corp.	USA	USD	19,091,219	0.44

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Opportunities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Media & Entertainment				
95,608	Alphabet Inc., A	USA	USD	128,056,399	2.97
442,889	The Walt Disney Co.	USA	USD	64,055,036	1.49
368,144	Liberty Broadband Corp., C	USA	USD	46,294,108	1.07
164,076	Facebook Inc., A	USA	USD	33,676,599	0.78
				272,082,142	6.31
	Pharmaceuticals, Biotechnology & Life Sciences				
2,672,289	Heron Therapeutics Inc.	USA	USD	62,798,792	1.46
116,288	Illumina Inc.	USA	USD	38,577,381	0.89
307,541	GW Pharmaceuticals PLC, ADR	GBR	USD	32,156,487	0.75
633,535	PTC Therapeutics Inc.	USA	USD	30,428,686	0.71
142,140	Reata Pharmaceuticals Inc.	USA	USD	29,057,680	0.67
320,953	AstraZeneca PLC, ADR	GBR	USD	16,002,717	0.37
392,007	Elanco Animal Health Inc.	USA	USD	11,544,606	0.27
146,263	Sage Therapeutics Inc.	USA	USD	10,558,726	0.24
				231,125,075	5.36
	Real Estate				
487,958	SBA Communications Corp., A	USA	USD	117,592,999	2.73
154,910	American Tower Corp.	USA	USD	35,601,416	0.82
				153,194,415	3.55
	Retailing				
162,455	Amazon.com Inc.	USA	USD	300,190,847	6.96
	Semiconductors & Semiconductor Equipment				
248,552	Monolithic Power Systems	USA	USD	44,247,227	1.02
177,810	NVIDIA Corp.	USA	USD	41,838,693	0.97
289,842	Analog Devices Inc.	USA	USD	34,444,823	0.80
223,690	Xilinx Inc.	USA	USD	21,870,172	0.51
				142,400,915	3.30
	Software & Services				
1,646,347	Microsoft Corp.	USA	USD	259,628,922	6.02
789,595	Mastercard Inc., A	USA	USD	235,765,171	5.47
945,397	Visa Inc., A	USA	USD	177,640,096	4.12
402,398	ServiceNow Inc.	USA	USD	113,605,003	2.63
278,773	Adobe Inc.	USA	USD	91,942,123	2.13
601,317	InterXion Holding NV	NLD	USD	50,396,378	1.17
451,732	PayPal Holdings Inc.	USA	USD	48,863,851	1.13
270,035	salesforce.com Inc.	USA	USD	43,918,493	1.02
568,953	Zendesk Inc.	USA	USD	43,598,868	1.01
239,905	Workday Inc., A	USA	USD	39,452,377	0.92
339,822	Fiserv Inc.	USA	USD	39,293,618	0.91
396,875	Twilio Inc., A	USA	USD	39,004,875	0.91
438,479	PTC Inc.	USA	USD	32,837,692	0.76
152,306	Autodesk Inc.	USA	USD	27,942,059	0.65
83,469	Tyler Technologies Inc.	USA	USD	25,042,369	0.58
343,250	Black Knight Inc.	USA	USD	22,132,760	0.51
77,766	Intuit Inc.	USA	USD	20,369,248	0.47
181,943	Guidewire Software Inc.	USA	USD	19,971,883	0.46
74,997	Synopsys Inc.	USA	USD	10,439,583	0.24
504,838	CloudFlare Inc., A	USA	USD	8,612,536	0.20
32,300	Bill.Com Holdings Inc.	USA	USD	1,229,015	0.03
				1,351,686,920	31.34
	Technology Hardware & Equipment				
459,079	Apple Inc.	USA	USD	134,808,548	3.13
	Transportation				
46,301	Union Pacific Corp.	USA	USD	8,370,758	0.20
	TOTAL SHARES			4,090,616,877	94.85
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			4,090,616,877	94.85

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin U.S. Opportunities Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Automobiles & Components				
2,276,988	Proterra Inc., pfd., 5, 144A **	USA	USD	20,168,877	0.47
3,698,772	ClearMotion Inc., pfd., D **	USA	USD	13,347,193	0.31
904,744	Proterra Inc., pfd., 7 **	USA	USD	8,013,951	0.19
2,135,940	ClearMotion Inc., pfd., C **	USA	USD	7,436,166	0.17
280,835	Proterra Inc., pfd., 6, 144A **	USA	USD	2,487,552	0.06
267,602	Proterra Inc., pfd., 8 **	USA	USD	2,370,338	0.05
				53,824,077	1.25
	Commercial & Professional Services				
507,078	Optoro Inc., pfd., E **	USA	USD	13,151,692	0.30
	Consumer Services				
988,690	Sweetgreen Inc., pfd., H **	USA	USD	15,628,210	0.36
107,373	Sweetgreen Inc., pfd., I **	USA	USD	1,869,868	0.05
314,373	DraftKings Inc. **	USA	USD	960,834	0.02
				18,458,912	0.43
	Health Care Equipment & Services				
504,854	Tempus Labs Inc., pfd., F **	USA	USD	12,499,983	0.29
	Media & Entertainment				
2,719,500	Tanium Inc., pfd., G **	USA	USD	19,204,141	0.44
	Software & Services				
812,499	Bill.Com Holdings Inc. **	USA	USD	29,758,374	0.69
1,666,392	LegalZoom.com Inc. **	USA	USD	19,812,591	0.46
201,294	GitLab Inc., pfd., E **	USA	USD	3,749,986	0.09
				53,320,951	1.24
	TOTAL SHARES			170,459,756	3.95
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			170,459,756	3.95
	TOTAL INVESTMENTS			4,261,076,633	98.80

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
37,138	Xtrackers MSCI Russia Capped Index ETF, Class 1C	RUS	USD	1,434,270	0.42
241,150	Xtrackers MSCI Mexico Index UCITS ETF, Class 1C	MEX	USD	1,080,231	0.31
21,588	Multi Units Luxembourg-Lyxor MSCI South Africa UCITS ETF	ZAF	GBP	831,185	0.24
12,097	Multi Units Luxembourg-Lyxor MSCI Eastern Europe EX Russia UCITS ETF	LUX	EUR	283,940	0.08
				3,629,626	1.05
	TOTAL INVESTMENTS FUNDS			3,629,626	1.05
	SHARES				
	Aerospace & Defense				
21,293	Raytheon Co.	USA	USD	4,678,924	1.35
35,457	BWX Technologies Inc.	USA	USD	2,201,170	0.63
25,500	Avon Rubber PLC	GBR	GBP	705,866	0.20
				7,585,960	2.18
	Air Freight & Logistics				
71,535	Cia de Distribucion Integral Logista Holdings SA	ESP	EUR	1,612,481	0.47
154,500	Aramex PJSC	ARE	AED	150,161	0.04
				1,762,642	0.51
	Airlines				
20,600	Jazeera Airways Co. KSC	KWT	KWD	74,668	0.02
	Auto Components				
27,336	Aptiv PLC	USA	USD	2,596,100	0.75
234,720	Dometic Group AB	SWE	SEK	2,363,690	0.68
40,177	Hella GmbH & Co. KGaA	DEU	EUR	2,223,087	0.64
160,053	Freni Brembo SpA	ITA	EUR	1,985,175	0.57
10,450	Autoliv Inc., SDR	USA	SEK	882,530	0.25
				10,050,582	2.89
	Automobiles				
20,000	Toyota Motor Corp.	JPN	JPY	1,419,646	0.41
202,956	Tata Motors Ltd.	IND	INR	526,625	0.15
398,000	Brilliance China Automotive Holdings Ltd.	CHN	HKD	412,694	0.12
				2,358,965	0.68
	Banks				
202,968	Sbanken ASA	NOR	NOK	1,725,025	0.50
84,716	HDFC Bank Ltd.	IND	INR	1,510,297	0.43
56,383	Kotak Mahindra Bank Ltd.	IND	INR	1,330,933	0.38
146,399	ICICI Bank Ltd.	IND	INR	1,105,661	0.32
195,418	Mitsubishi UFJ Financial Group Inc.	JPN	JPY	1,066,685	0.31
308,700	BDO Unibank Inc.	PHL	PHP	962,403	0.28
378,600	Bank Central Asia Tbk PT	IDN	IDR	911,558	0.26
10,850	Royal Bank of Canada	CAN	CAD	858,492	0.25
12,600	The Toronto-Dominion Bank	CAN	CAD	706,652	0.20
7,500	Canadian Imperial Bank of Commerce	CAN	CAD	624,095	0.18
31,821	DBS Group Holdings Ltd.	SGP	SGD	612,197	0.18
10,596	Commonwealth Bank of Australia	AUS	AUD	594,031	0.17
115,500	China Merchants Bank Co. Ltd., H	CHN	HKD	593,634	0.17
13,825	Shinhan Financial Group Co. Ltd.	KOR	KRW	518,442	0.15
461,000	E.Sun Financial Holding Co. Ltd.	TWN	TWD	430,006	0.12
46,812	Emirates NBD Bank PJSC	ARE	AED	165,677	0.05
17,800	Samba Financial Group	SAU	SAR	153,976	0.04
				13,869,764	3.99

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Beverages				
44,147	Monster Beverage Corp.	USA	USD	2,805,542	0.81
14,304	Constellation Brands Inc., A	USA	USD	2,714,184	0.78
47,400	Kirin Holdings Co. Ltd.	JPN	JPY	1,042,429	0.30
15,500	Diageo PLC	GBR	GBP	657,030	0.19
3,217	Kweichow Moutai Co. Ltd., A	CHN	CNY	546,546	0.15
				7,765,731	2.23
	Biotechnology				
20,222	CSL Ltd.	AUS	AUD	3,912,694	1.13
	Building Products				
4,610	Daikin Industries Ltd.	JPN	JPY	655,390	0.19
	Capital Markets				
99,292	The Charles Schwab Corp.	USA	USD	4,722,328	1.36
17,215	S&P Global Inc.	USA	USD	4,700,556	1.35
9,183	BlackRock Inc.	USA	USD	4,616,294	1.33
43,430	Intercontinental Exchange Inc.	USA	USD	4,019,446	1.16
16,800	Brookfield Asset Management Inc., A	CAN	CAD	970,664	0.28
64,929	Motilal Oswal Financial Services Ltd.	IND	INR	691,056	0.20
30,500	Intermediate Capital Group PLC	GBR	GBP	650,371	0.19
29,600	Banco BTG Pactual SA	BRA	BRL	560,629	0.16
150,000	Egyptian Financial Group-Hermes Holding Co.	EGY	EGP	156,636	0.04
				21,087,980	6.07
	Chemicals				
21,869	Ecolab Inc.	USA	USD	4,220,498	1.22
10,616	Lenzing AG	AUT	EUR	985,760	0.28
12,300	Nippon Shobukai Co. Ltd.	JPN	JPY	768,502	0.22
5,700	Shin-Etsu Chemical Co. Ltd.	JPN	JPY	632,547	0.18
10,337	Nutrien Ltd.	CAN	CAD	494,880	0.14
				7,102,187	2.04
	Commercial Services & Supplies				
34,384	Republic Services Inc.	USA	USD	3,081,838	0.89
53,532	ISS AS	DNK	DKK	1,284,231	0.37
105,000	Restore PLC	GBR	GBP	764,870	0.22
				5,130,939	1.48
	Construction & Engineering				
24,600	COMSYS Holdings Corp.	JPN	JPY	709,648	0.20
	Construction Materials				
180,000	Ibstock PLC, Reg S	GBR	GBP	750,963	0.22
46,000	Siam Cement PCL, fgn.	THA	THB	605,711	0.18
414,000	China Resources Cement Holdings Ltd.	CHN	HKD	527,044	0.15
494,200	Semen Indonesia (Persero) Tbk PT	IDN	IDR	427,185	0.12
279,200	Indocement Tunggal Prakarsa Tbk PT	IDN	IDR	382,624	0.11
				2,693,527	0.78
	Containers & Packaging				
182,658	Corticeira Amorim SGPS SA	PRT	EUR	2,314,712	0.67
154,325	Amcor PLC, IDR	USA	AUD	1,685,953	0.48
				4,000,665	1.15
	Distributors				
67,000	Inchcape PLC	GBR	GBP	626,491	0.18
	Diversified Consumer Services				
6,630	New Oriental Education & Technology Group Inc., ADR	CHN	USD	803,887	0.23
54,400	Cogna Educacao	BRA	BRL	154,694	0.05
14,600	Human Soft Holding Co. KSC	KWT	KWD	145,037	0.04
				1,103,618	0.32

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Diversified Financial Services				
53,400	ORIX Corp.	JPN	JPY	889,877	0.26
6,375	Onex Corp.	CAN	CAD	403,383	0.11
35,500	M&G PLC	GBR	GBP	111,527	0.03
				1,404,787	0.40
	Diversified Telecommunication Services				
50,200	Nippon Telegraph & Telephone Corp.	JPN	JPY	1,273,535	0.37
12,650	TELUS Corp.	CAN	CAD	489,791	0.14
				1,763,326	0.51
	Electric Utilities				
23,429	NextEra Energy Inc.	USA	USD	5,673,567	1.63
10,250	Fortis Inc.	CAN	CAD	425,281	0.12
42,200	CPFL Energia SA	BRA	BRL	373,233	0.11
				6,472,081	1.86
	Electrical Equipment				
77,430	Prysmian SpA	ITA	EUR	1,866,060	0.54
15,339	Schneider Electric SE	FRA	EUR	1,573,976	0.45
37,800	Mitsubishi Electric Corp.	JPN	JPY	521,217	0.15
3,626	Nidec Corp.	JPN	JPY	500,650	0.14
				4,461,903	1.28
	Electronic Equipment, Instruments & Components				
32,052	Landis+Gyr Group AG	CHE	CHF	3,335,541	0.96
27,833	Amphenol Corp., A	USA	USD	3,012,366	0.87
46,841	Cognex Corp.	USA	USD	2,624,970	0.76
1,600	Keyence Corp.	JPN	JPY	566,680	0.16
29,209	Gooch & Housego PLC	GBR	GBP	537,733	0.15
8,400	Murata Manufacturing Co. Ltd.	JPN	JPY	521,430	0.15
15,400	Shimadzu Corp.	JPN	JPY	487,472	0.14
				11,086,192	3.19
	Energy Equipment & Services				
53,390	Tecnicas Reunidas SA	ESP	EUR	1,425,007	0.41
18,862	Schoeller-Bleckmann Oilfield Equipment AG	AUT	EUR	1,063,985	0.31
				2,488,992	0.72
	Entertainment				
30,487	The Walt Disney Co.	USA	USD	4,409,335	1.27
113,600	IMAX China Holding Inc.	HKG	HKD	239,670	0.07
				4,649,005	1.34
	Equity Real Estate Investment Trusts (REITs)				
8,062	Equinix Inc.	USA	USD	4,705,789	1.35
18,242	SBA Communications Corp., A	USA	USD	4,396,140	1.27
142,946	Merlin Properties Socimi SA	ESP	EUR	2,050,324	0.59
				11,152,253	3.21
	Food & Staples Retailing				
218,000	Tesco PLC	GBR	GBP	736,839	0.21
18,250	Alimentation Couche-Tard Inc., B	CAN	CAD	579,149	0.17
11,350	Metro Inc., A	CAN	CAD	468,386	0.14
188,600	CP ALL PCL, fgn.	THA	THB	457,721	0.13
16,900	Companhia Brasileira de Distribuicao, pfd., A	BRA	BRL	368,525	0.11
33,366	Pick 'N Pay Stores Ltd.	ZAF	ZAR	152,217	0.04
				2,762,837	0.80
	Food Products				
37,157	Lamb Weston Holdings Inc.	USA	USD	3,196,617	0.92
101,326	Ebro Foods SA	ESP	EUR	2,191,962	0.63
120,783	Glanbia PLC	IRL	EUR	1,389,738	0.40
21,000	Associated British Foods PLC	GBR	GBP	722,593	0.21
119,000	China Mengniu Dairy Co. Ltd.	CHN	HKD	481,052	0.14
75,485	Tata Global Beverages Ltd.	IND	INR	339,950	0.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food Products (continued)				
4,964	Viscofan SA	ESP	EUR	262,200	0.07
40,000	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	165,548	0.05
56,650	Masan Group Corp.	VNM	VND	138,126	0.04
				8,887,786	2.56
	Health Care Equipment & Supplies				
12,326	Teleflex Inc.	USA	USD	4,639,999	1.33
19,532	Stryker Corp.	USA	USD	4,100,548	1.18
7,952	ABIOMED Inc.	USA	USD	1,356,532	0.39
25,500	Smith & Nephew PLC	GBR	GBP	618,899	0.18
5,800	Hoya Corp.	JPN	JPY	557,718	0.16
				11,273,696	3.24
	Health Care Providers & Services				
17,058	UnitedHealth Group Inc.	USA	USD	5,014,711	1.44
12,416	Ramsay Health Care Ltd.	AUS	AUD	631,859	0.18
110,421	Narayana Hrudayalaya Ltd., Reg S	IND	INR	475,543	0.14
23,400	Hapvida Participacoes e Investimentos SA, 144A, Reg S	BRA	BRL	372,001	0.11
475,000	Cleopatra Hospital	EGY	EGP	172,243	0.05
3,470	NMC Health PLC	ARE	GBP	81,209	0.02
				6,747,566	1.94
	Hotels, Restaurants & Leisure				
773,800	Minor International PCL, fgn.	THA	THB	935,734	0.27
15,000	Yum China Holdings Inc.	CHN	USD	720,150	0.21
25,500	Compass Group PLC	GBR	GBP	638,319	0.18
243,514	Indian Hotels Co. Ltd.	IND	INR	494,843	0.14
				2,789,046	0.80
	Household Durables				
10,100	Sony Corp.	JPN	JPY	687,832	0.20
38,900	Sekisui Chemical Co. Ltd.	JPN	JPY	681,533	0.20
39,000	Vitec Group PLC	GBR	GBP	568,189	0.16
133,437	Crompton Greaves Consumer Electricals Ltd.	IND	INR	448,530	0.13
97,700	Even Construtora e Incorporadora SA	BRA	BRL	378,209	0.11
				2,764,293	0.80
	Household Products				
8,000	Reckitt Benckiser Group PLC	GBR	GBP	649,404	0.19
	Insurance				
270,800	AIA Group Ltd.	HKG	HKD	2,842,734	0.82
144,000	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	1,701,988	0.49
41,108	ASR Nederland NV	NLD	EUR	1,537,915	0.44
34,500	Prudential PLC	GBR	GBP	662,099	0.19
69,847	ICICI Prudential Life Insurance Co. Ltd., Reg S	IND	INR	472,254	0.14
22,025	Manulife Financial Corp.	CAN	CAD	447,081	0.13
10,351	Cathay Financial Holding Co. Ltd.	TWN	TWD	14,725	0.00
				7,678,796	2.21
	Interactive Media & Services				
4,673	Alphabet Inc., C	USA	USD	6,247,895	1.80
91,000	Tencent Holdings Ltd.	CHN	HKD	4,386,330	1.26
272,600	Z Holdings Corp.	JPN	JPY	1,156,371	0.33
5,085	Naver Corp.	KOR	KRW	820,381	0.24
				12,610,977	3.63
	Internet & Direct Marketing Retail				
3,823	Amazon.com Inc.	USA	USD	7,064,293	2.03
24,263	Alibaba Group Holding Ltd., ADR	CHN	USD	5,146,182	1.48
108,984	Takkt AG	DEU	EUR	1,537,529	0.44
23,102	Trip.com Group Ltd., ADR	CHN	USD	774,841	0.22
23,906	B2W Cia Digital	BRA	BRL	373,860	0.11
15,900	MakeMyTrip Ltd.	IND	USD	364,110	0.11
1,100	Naspers Ltd., N	ZAF	ZAR	179,930	0.05

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail (continued)				
2,159	Prosus NV	CHN	EUR	161,083	0.05
				15,601,828	4.49
	IT Services				
20,144	Mastercard Inc., A	USA	USD	6,014,797	1.73
68,341	TietoEVRY Oyj	FIN	EUR	2,124,489	0.61
143,572	Atea ASA	NOR	NOK	2,103,487	0.61
14,800	Otsuka Corp.	JPN	JPY	595,813	0.17
6,425	CGI Inc., A	CAN	CAD	537,660	0.15
				11,376,246	3.27
	Leisure products				
111,713	Technogym SpA	ITA	EUR	1,452,001	0.42
8,100	Bandai Namco Holdings Inc.	JPN	JPY	494,236	0.14
7,800	Yamaha Corp.	JPN	JPY	436,384	0.13
				2,382,621	0.69
	Life Sciences Tools & Services				
5,307	Mettler-Toledo International Inc.	USA	USD	4,209,937	1.21
9,183	Illumina Inc.	USA	USD	3,046,368	0.88
11,589	Waters Corp.	USA	USD	2,707,770	0.78
46,000	Clinigen Group PLC	GBR	GBP	563,249	0.16
				10,527,324	3.03
	Machinery				
51,383	Fortive Corp.	USA	USD	3,925,147	1.13
78,759	GEA Group AG	DEU	EUR	2,603,800	0.75
54,000	Bodycote PLC	GBR	GBP	680,873	0.20
34,000	Weir Group PLC	GBR	GBP	679,748	0.20
796	Rational AG	DEU	EUR	640,047	0.18
73,500	Techtronic Industries Co. Ltd.	HKG	HKD	599,428	0.17
14,878	Interpump Group SpA	ITA	EUR	471,183	0.14
17,600	Komatsu Ltd.	JPN	JPY	427,874	0.12
				10,028,100	2.89
	Metals & Mining				
19,986	BHP Group Ltd.	AUS	AUD	545,782	0.16
116,719	Hindalco Industries Ltd.	IND	INR	353,568	0.10
3,932	Rio Tinto Ltd.	AUS	AUD	276,992	0.08
				1,176,342	0.34
	Multiline Retail				
96,125	Trent Ltd.	IND	INR	710,144	0.20
40,300	Pan Pacific International Holdings Corp.	JPN	JPY	671,574	0.19
10,725	Dollarama Inc.	CAN	CAD	368,594	0.11
				1,750,312	0.50
	Oil, Gas & Consumable Fuels				
107,325	Cabot Oil & Gas Corp., A	USA	USD	1,868,528	0.54
15,725	Concho Resources Inc.	USA	USD	1,377,038	0.40
106,000	BP PLC	GBR	GBP	662,087	0.19
12,625	Enbridge Inc.	CAN	CAD	501,947	0.14
57,700	Petroleo Brasileiro SA, pfd.	BRA	BRL	433,235	0.13
238,000	CNOOC Ltd.	CHN	HKD	395,837	0.11
10,975	Canadian Natural Resources Ltd.	CAN	CAD	354,959	0.10
9,500	Keyera Corp.	CAN	CAD	248,876	0.07
10,375	Tourmaline Oil Corp.	CAN	CAD	121,598	0.04
28,200	Peyto Exploration & Development Corp.	CAN	CAD	82,520	0.02
				6,046,625	1.74
	Personal Products				
15,388	Estee Lauder Cos. Inc., A	USA	USD	3,178,237	0.91
7,900	KAO Corp.	JPN	JPY	656,062	0.19
				3,834,299	1.10

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
51,443	Bristol-Myers Squibb Co.	USA	USD	3,302,126	0.95
75,700	Astellas Pharma Inc.	JPN	JPY	1,302,590	0.38
7,000	AstraZeneca PLC	GBR	GBP	705,257	0.20
				5,309,973	1.53
	Professional Services				
31,671	Verisk Analytics Inc.	USA	USD	4,729,747	1.36
161,308	Applus Services SA	ESP	EUR	2,062,247	0.59
27,000	RELX PLC	GBR	GBP	681,410	0.20
72,000	RWS Holdings PLC	GBR	GBP	580,745	0.17
				8,054,149	2.32
	Real Estate Management & Development				
94,899	Oberoi Realty Ltd.	IND	INR	705,741	0.20
149,000	Urban & Civic PLC	GBR	GBP	680,834	0.20
19,500	Arabian Centres Co. Ltd.	SAU	SAR	151,527	0.04
				1,538,102	0.44
	Road & Rail				
8,675	Canadian National Railway Co.	CAN	CAD	784,731	0.23
2,450	Canadian Pacific Railway Ltd.	CAN	CAD	624,537	0.18
99,273	National Express Group PLC	GBR	GBP	617,440	0.18
9,700	Nippon Express Co. Ltd.	JPN	JPY	573,030	0.16
				2,599,738	0.75
	Semiconductors & Semiconductor Equipment				
50,206	Analog Devices Inc.	USA	USD	5,966,481	1.72
81,755	Applied Materials Inc.	USA	USD	4,990,325	1.43
16,146	NVIDIA Corp.	USA	USD	3,799,154	1.09
206,795	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	2,288,427	0.66
2,000	Disco Corp.	JPN	JPY	476,651	0.14
14,000	Silergy Corp.	CHN	TWD	444,652	0.13
				17,965,690	5.17
	Software				
51,642	Microsoft Corp.	USA	USD	8,143,943	2.34
17,438	ServiceNow Inc.	USA	USD	4,923,096	1.42
24,421	salesforce.com Inc.	USA	USD	3,971,832	1.14
10,914	Tyler Technologies Inc.	USA	USD	3,274,418	0.94
23,000	Totvs SA	BRA	BRL	369,362	0.11
				20,682,651	5.95
	Specialty Retail				
92,033	Maisons du Monde SA	FRA	EUR	1,338,639	0.39
700	Fast Retailing Co. Ltd.	JPN	JPY	418,679	0.12
3,384,200	ACE Hardware Indonesia Tbk PT	IDN	IDR	364,443	0.10
18,800	Fawaz Abdulaziz Al Hokair & Co.	SAU	SAR	128,297	0.04
				2,250,058	0.65
	Technology Hardware, Storage & Peripherals				
18,041	Apple Inc.	USA	USD	5,297,739	1.52
59,589	Samsung Electronics Co. Ltd.	KOR	KRW	2,876,380	0.83
15,700	FUJIFILM Holdings Corp.	JPN	JPY	755,565	0.22
				8,929,684	2.57
	Textiles, Apparel & Luxury Goods				
48,749	NIKE Inc., B	USA	USD	4,938,761	1.42
310,200	Samsonite International SA	HKG	HKD	744,420	0.22
39,000	Eclat Textile Co. Ltd.	TWN	TWD	525,459	0.15
				6,208,640	1.79
	Tobacco				
15,000	British American Tobacco PLC	GBR	GBP	641,994	0.18
21,000	Imperial Brands PLC	GBR	GBP	519,834	0.15
				1,161,828	0.33

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin World Perspectives Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Trading Companies & Distributors				
52,800	ITOCHU Corp.	JPN	JPY	1,231,393	0.35
76,500	Howden Joinery Group PLC	GBR	GBP	681,481	0.20
7,000	Ferguson PLC	GBR	GBP	635,074	0.18
22,500	Bunzl PLC	GBR	GBP	615,372	0.18
				3,163,320	0.91
	Transportation Infrastructure				
39,200	CCR SA	BRA	BRL	185,102	0.05
12,280	DP World PLC	ARE	USD	160,868	0.05
				345,970	0.10
	TOTAL SHARES			331,067,891	95.28
	WARRANTS				
	Hotels, Restaurants & Leisure				
42,160	Minor International PCL, wts., 09/30/21	THA	THB	4,560	0.00
	TOTAL WARRANTS			4,560	0.00
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			334,702,077	96.33
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
176,000	NewPage Corp., Escrow Account	USA	USD	116	0.00
	TOTAL BONDS			116	0.00
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			116	0.00
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
103,000	Walter Energy Inc., Escrow Account **	USA	USD	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			334,702,193	96.33

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Mutual European Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
2,817,683	BAE Systems PLC	GBR	GBP	18,795,007	2.24
	Auto Components				
226,585	Cie Generale des Etablissements Michelin SCA	FRA	EUR	24,720,424	2.94
1,558,094	Schaeffler AG, pfd.	DEU	EUR	15,001,329	1.79
				39,721,753	4.73
	Automobiles				
143,480	Volkswagen AG, pfd.	DEU	EUR	25,286,915	3.01
	Banks				
3,129,570	Standard Chartered PLC	GBR	GBP	26,330,812	3.14
1,954,399	ING Groep NV	NLD	EUR	20,888,616	2.49
1,456,878	UniCredit SpA	ITA	EUR	18,968,552	2.26
6,242,506	Barclays PLC	GBR	GBP	13,243,955	1.58
2,663,068	AIB Group PLC	IRL	EUR	8,271,489	0.98
				87,703,424	10.45
	Capital Markets				
1,301,866	Deutsche Bank AG	DEU	EUR	9,005,007	1.07
	Chemicals				
310,858	BASF SE	DEU	EUR	20,936,286	2.50
	Commercial Services & Supplies				
5,836,399	G4S PLC	GBR	GBP	15,026,476	1.79
	Construction Materials				
654,522	LafargeHolcim Ltd., B	CHE	CHF	32,389,207	3.86
257,397	HeidelbergCement AG	DEU	EUR	16,720,509	1.99
				49,109,716	5.85
	Diversified Financial Services				
1,505,924	M&G PLC	GBR	GBP	4,218,649	0.50
	Diversified Telecommunication Services				
2,000,597	Hellenic Telecommunications Organization SA	GRC	EUR	28,528,513	3.40
7,287,531	Koninklijke KPN NV	NLD	EUR	19,173,494	2.28
				47,702,007	5.68
	Electric Utilities				
911,362	Enel SpA	ITA	EUR	6,445,152	0.77
	Energy Equipment & Services				
393,148	Tenaris SA, ADR	ARG	USD	7,936,930	0.95
	Health Care Providers & Services				
243,573	Fresenius SE and Co. KGaA	DEU	EUR	12,222,493	1.46
	Hotels, Restaurants & Leisure				
625,608	Accor SA	FRA	EUR	26,119,134	3.11
	Household Durables				
1,270,964	Husqvarna AB, B	SWE	SEK	9,077,515	1.08
	Household Products				
94,153	Reckitt Benckiser Group PLC	GBR	GBP	6,815,213	0.81
	Insurance				
6,558,445	Direct Line Insurance Group PLC	GBR	GBP	24,205,083	2.88
3,457,213	RSA Insurance Group PLC	GBR	GBP	23,093,577	2.75
534,460	ASR Nederland NV	NLD	EUR	17,829,586	2.13
520,937	NN Group NV	NLD	EUR	17,618,089	2.10
759,679	Lancashire Holdings Ltd.	GBR	GBP	6,881,469	0.82
				89,627,804	10.68

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual European Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Machinery				
387,930	Vossloh AG	DEU	EUR	14,353,410	1.71
508,845	Weir Group PLC	GBR	GBP	9,071,400	1.08
762,761	CNH Industrial NV	GBR	EUR	7,467,430	0.89
				30,892,240	3.68
	Oil, Gas & Consumable Fuels				
3,393,488	BP PLC	GBR	GBP	18,900,608	2.25
692,254	Royal Dutch Shell PLC, A	GBR	EUR	18,112,826	2.16
7,126,798	Cairn Energy PLC	GBR	GBP	17,254,563	2.06
6,346,490	Saras SpA	ITA	EUR	9,100,867	1.09
249,163	Royal Dutch Shell PLC, A	GBR	GBP	6,576,832	0.78
				69,945,696	8.34
	Pharmaceuticals				
1,563,369	GlaxoSmithKline PLC	GBR	GBP	32,846,803	3.91
280,441	Novartis AG	CHE	CHF	23,749,737	2.83
				56,596,540	6.74
	Software				
3,659,684	Avast PLC	GBR	GBP	19,570,669	2.33
	Specialty Retail				
159,929	Dufry AG	CHE	CHF	14,151,116	1.69
172,476	Hornbach Holding AG & Co. KGaA	DEU	EUR	11,124,702	1.32
				25,275,818	3.01
	Textiles, Apparel & Luxury Goods				
109,253	Compagnie Financiere Richemont SA	CHE	CHF	7,657,579	0.91
	Tobacco				
548,982	British American Tobacco PLC	GBR	GBP	20,951,636	2.50
	Trading Companies & Distributors				
2,439,547	Rexel SA	FRA	EUR	28,896,434	3.44
1,903,323	Kloeckner & Co. SE	DEU	EUR	11,952,869	1.43
				40,849,303	4.87
	Wireless Telecommunication Services				
11,497,571	Vodafone Group PLC	GBR	GBP	19,928,264	2.38
	TOTAL SHARES			767,417,226	91.44
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			767,417,226	91.44
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Machinery				
1,122,124	CNH Industrial NV	GBR	EUR	10,985,594	1.31
	TOTAL SHARES			10,985,594	1.31
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			10,985,594	1.31

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual European Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Road & Rail				
16,297,820	Euro Wagon LP **	JEY	EUR	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			778,402,820	92.75

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Mutual Global Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
947,297	BAE Systems PLC	GBR	GBP	7,086,249	1.16
	Automobiles				
71,233	Volkswagen AG, pfd.	DEU	EUR	14,078,800	2.31
213,250	General Motors Co.	USA	USD	7,804,950	1.28
				21,883,750	3.59
	Banks				
244,080	Wells Fargo & Co.	USA	USD	13,131,504	2.15
158,460	Citigroup Inc.	USA	USD	12,659,369	2.08
291,164	Citizens Financial Group Inc.	USA	USD	11,824,170	1.94
68,356	JPMorgan Chase & Co.	USA	USD	9,528,826	1.56
894,417	Standard Chartered PLC	GBR	GBP	8,439,166	1.38
472,534	ING Groep NV	NLD	EUR	5,663,820	0.93
174,100	First Horizon National Corp.	USA	USD	2,883,096	0.47
				64,129,951	10.51
	Building Products				
234,600	Johnson Controls International PLC	USA	USD	9,550,566	1.57
	Capital Markets				
512,233	Credit Suisse Group AG	CHE	CHF	6,937,233	1.14
1,518,595	Guotai Junan Securities Co. Ltd.	CHN	HKD	2,689,400	0.44
264,331	Deutsche Bank AG	DEU	EUR	2,050,434	0.33
				11,677,067	1.91
	Chemicals				
120,788	BASF SE	DEU	EUR	9,123,076	1.50
	Communications Equipment				
111,313	Cisco Systems Inc.	USA	USD	5,338,571	0.87
	Construction Materials				
151,266	LafargeHolcim Ltd., B	CHE	CHF	8,394,548	1.38
	Consumer Finance				
95,279	Capital One Financial Corp.	USA	USD	9,805,162	1.61
	Containers & Packaging				
146,880	International Paper Co.	USA	USD	6,763,824	1.11
	Diversified Financial Services				
146,280	Voya Financial Inc.	USA	USD	8,920,154	1.46
108,428	CIT Group Inc.	USA	USD	4,947,570	0.81
975,333	M&G PLC	GBR	GBP	3,064,102	0.50
				16,931,826	2.77
	Diversified Telecommunication Services				
1,341,235	Koninklijke KPN NV	NLD	EUR	3,957,361	0.65
	Electric Utilities				
1,116,814	Enel SpA	ITA	EUR	8,857,334	1.45
	Energy Equipment & Services				
188,100	Schlumberger Ltd.	USA	USD	7,561,620	1.24
	Entertainment				
105,051	The Walt Disney Co.	USA	USD	15,193,526	2.49
	Food & Staples Retailing				
115,926	Walgreens Boots Alliance Inc.	USA	USD	6,834,997	1.12
	Food Products				
278,600	The Kraft Heinz Co.	USA	USD	8,951,418	1.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual Global Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Equipment & Supplies				
162,652	Medtronic PLC	USA	USD	18,452,869	3.02
	Health Care Providers & Services				
160,953	CVS Health Corp.	USA	USD	11,957,198	1.96
	Hotels, Restaurants & Leisure				
207,539	Accor SA	FRA	EUR	9,717,088	1.59
965,200	Sands China Ltd.	CHN	HKD	5,159,013	0.85
				14,876,101	2.44
	Independent Power and Renewable Electricity Producers				
34,381	Vistra Energy Corp.	USA	USD	790,419	0.13
	Industrial Conglomerates				
691,700	General Electric Co.	USA	USD	7,719,372	1.26
	Insurance				
216,777	The Hartford Financial Services Group Inc.	USA	USD	13,173,538	2.16
298,359	NN Group NV	NLD	EUR	11,315,993	1.85
203,167	American International Group Inc.	USA	USD	10,428,562	1.71
1,758,192	China Pacific Insurance Group Co. Ltd., H	CHN	HKD	6,926,901	1.14
39,972	Chubb Ltd.	USA	USD	6,222,042	1.02
564,281	RSA Insurance Group PLC	GBR	GBP	4,227,079	0.69
12,750	Everest Re Group Ltd.	USA	USD	3,529,710	0.58
3,200	Alleghany Corp.	USA	USD	2,558,624	0.42
				58,382,449	9.57
	IT Services				
152,950	Cognizant Technology Solutions Corp., A	USA	USD	9,485,959	1.55
	Machinery				
530,622	CNH Industrial NV	GBR	EUR	5,825,697	0.95
	Media				
20,440	Charter Communications Inc., A	USA	USD	9,915,035	1.63
160,130	DISH Network Corp., A	USA	USD	5,679,811	0.93
				15,594,846	2.56
	Oil, Gas & Consumable Fuels				
635,310	Kinder Morgan Inc.	USA	USD	13,449,513	2.20
1,749,600	BP PLC	GBR	GBP	10,928,187	1.79
311,200	Canadian Natural Resources Ltd.	CAN	CAD	10,064,993	1.65
245,719	Royal Dutch Shell PLC, A	GBR	GBP	7,273,641	1.19
269,295	The Williams Cos. Inc.	USA	USD	6,387,677	1.05
967,760	JXTG Holdings Inc.	JPN	JPY	4,433,841	0.73
223,600	Plains GP Holdings LP, A	USA	USD	4,237,220	0.69
876,600	Crescent Point Energy Corp.	CAN	CAD	3,908,451	0.64
132,215	Caltex Australia Ltd.	AUS	AUD	3,149,496	0.52
106,189	Royal Dutch Shell PLC, A	GBR	EUR	3,115,876	0.51
				66,948,895	10.97
	Pharmaceuticals				
202,076	Novartis AG, ADR	CHE	USD	19,134,576	3.14
777,738	GlaxoSmithKline PLC	GBR	GBP	18,325,036	3.00
84,157	Eli Lilly & Co.	USA	USD	11,060,755	1.81
76,633	Merck & Co. Inc.	USA	USD	6,969,771	1.14
				55,490,138	9.09
	Real Estate Management & Development				
1,208,696	Dolphin Capital Investors Ltd.	GRC	GBP	68,837	0.01
	Semiconductors & Semiconductor Equipment				
923,997	Renesas Electronics Corp.	JPN	JPY	6,376,791	1.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual Global Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software				
93,395	Check Point Software Technologies Ltd.	ISR	USD	10,363,109	1.70
383,441	NortonLifeLock Inc.	USA	USD	9,785,414	1.60
112,316	Oracle Corp.	USA	USD	5,950,502	0.98
13	Avaya Holdings Corp.	USA	USD	176	0.00
				26,099,201	4.28
	Specialty Retail				
44,665	Dufry AG	CHE	CHF	4,432,112	0.73
	Technology Hardware, Storage & Peripherals				
321,104	Samsung Electronics Co. Ltd.	KOR	KRW	15,499,791	2.54
143,462	Western Digital Corp.	USA	USD	9,105,533	1.49
352,320	Hewlett Packard Enterprise Co.	USA	USD	5,587,795	0.92
				30,193,119	4.95
	Textiles, Apparel & Luxury Goods				
53,775	Compagnie Financiere Richemont SA	CHE	CHF	4,226,866	0.69
	Tobacco				
227,460	British American Tobacco PLC	GBR	GBP	9,735,197	1.60
108,991	Altria Group Inc.	USA	USD	5,439,741	0.89
84,665	British American Tobacco PLC, ADR	GBR	USD	3,594,876	0.59
				18,769,814	3.08
	Wireless Telecommunication Services				
2,099,839	Vodafone Group PLC	GBR	GBP	4,081,589	0.67
	TOTAL SHARES			581,813,118	95.35
	RIGHTS				
	Pharmaceuticals				
56,600	Bristol-Myers Squibb Co., rts., 02/01/49	USA	USD	170,366	0.03
	TOTAL RIGHTS			170,366	0.03
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			581,983,484	95.38
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Software				
24,191	Avaya Holdings Corp., wts., 12/15/22	USA	USD	29,029	0.00
	TOTAL WARRANTS			29,029	0.00
	BONDS				
	Corporate Bonds				
6,108,000	Frontier Communications Corp., senior note, 11.00%, 09/15/25	USA	USD	2,977,650	0.49
3,972,000	Frontier Communications Corp., senior note, 10.50%, 09/15/22	USA	USD	1,947,520	0.32
10,420,000	NewPage Corp., Escrow Account	USA	USD	6,877	0.00
				4,932,047	0.81
	TOTAL BONDS			4,932,047	0.81
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			4,961,076	0.81

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual Global Discovery Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
6,560,000	Walter Energy Inc., Escrow Account **	USA	USD	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			586,944,560	96.19

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Franklin Mutual U.S. Value Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
23,783	Huntington Ingalls Industries Inc.	USA	USD	5,966,679	1.48
	Automobiles				
154,603	General Motors Co.	USA	USD	5,658,470	1.40
	Banks				
131,780	Citigroup Inc.	USA	USD	10,527,904	2.60
194,824	Wells Fargo & Co.	USA	USD	10,481,531	2.59
74,398	JPMorgan Chase & Co.	USA	USD	10,371,081	2.56
186,830	Citizens Financial Group Inc.	USA	USD	7,587,167	1.88
77,484	Synovus Financial Corp.	USA	USD	3,037,373	0.75
69,100	Cadence Bancorp	USA	USD	1,252,783	0.31
				43,257,839	10.69
	Building Products				
139,180	Johnson Controls International PLC	USA	USD	5,666,018	1.40
	Communications Equipment				
86,562	Cisco Systems Inc.	USA	USD	4,151,513	1.03
	Consumer Finance				
76,077	Capital One Financial Corp.	USA	USD	7,829,084	1.94
	Containers & Packaging				
138,055	International Paper Co.	USA	USD	6,357,433	1.57
43,424	WestRock Co.	USA	USD	1,863,324	0.46
				8,220,757	2.03
	Diversified Financial Services				
120,050	Voya Financial Inc.	USA	USD	7,320,649	1.81
87,006	CIT Group Inc.	USA	USD	3,970,084	0.98
				11,290,733	2.79
	Electrical Equipment				
164,616	Sensata Technologies Holding PLC	USA	USD	8,867,864	2.19
	Electronic Equipment, Instruments & Components				
177,062	Corning Inc.	USA	USD	5,154,275	1.27
	Energy Equipment & Services				
138,400	Schlumberger Ltd.	USA	USD	5,563,680	1.38
106,040	Baker Hughes Co., A	USA	USD	2,717,805	0.67
				8,281,485	2.05
	Entertainment				
72,719	The Walt Disney Co.	USA	USD	10,517,349	2.60
	Equity Real Estate Investment Trusts (REITs)				
74,994	Vornado Realty Trust	USA	USD	4,987,101	1.23
	Food & Staples Retailing				
280,035	The Kroger Co.	USA	USD	8,118,215	2.01
92,191	Walgreens Boots Alliance Inc.	USA	USD	5,435,581	1.34
				13,553,796	3.35
	Food Products				
264,144	The Kraft Heinz Co.	USA	USD	8,486,947	2.10
105,648	Archer-Daniels-Midland Co.	USA	USD	4,896,785	1.21
64,056	Conagra Brands Inc.	USA	USD	2,193,277	0.54
				15,577,009	3.85
	Health Care Equipment & Supplies				
134,438	Medtronic PLC	USA	USD	15,251,991	3.77

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual U.S. Value Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Providers & Services				
113,855	CVS Health Corp.	USA	USD	8,458,288	2.09
	Household Durables				
363,826	Newell Brands Inc.	USA	USD	6,992,736	1.73
87,945	Lennar Corp., A	USA	USD	4,906,451	1.21
75,521	Toll Brothers Inc.	USA	USD	2,983,835	0.74
				14,883,022	3.68
	Household Products				
63,939	Energizer Holdings Inc.	USA	USD	3,211,017	0.79
	Independent Power and Renewable Electricity Producers				
25,365	Vistra Energy Corp.	USA	USD	583,141	0.14
	Industrial Conglomerates				
501,247	General Electric Co.	USA	USD	5,593,916	1.38
	Insurance				
14,264	Alleghany Corp.	USA	USD	11,405,066	2.82
213,617	American International Group Inc.	USA	USD	10,964,961	2.71
141,237	The Hartford Financial Services Group Inc.	USA	USD	8,582,973	2.12
19,045	Everest Re Group Ltd.	USA	USD	5,272,418	1.30
78,591	MetLife Inc.	USA	USD	4,005,783	0.99
8,303	Chubb Ltd.	USA	USD	1,292,445	0.32
				41,523,646	10.26
	IT Services				
122,657	Cognizant Technology Solutions Corp., A	USA	USD	7,607,187	1.88
	Media				
23,799	Charter Communications Inc., A	USA	USD	11,544,419	2.85
192,904	Comcast Corp., A	USA	USD	8,674,893	2.15
175,799	Discovery Inc., C	USA	USD	5,360,112	1.33
104,145	DISH Network Corp., A	USA	USD	3,694,023	0.91
14,487	iHeartMedia Inc., A	USA	USD	244,830	0.06
				29,518,277	7.30
	Oil, Gas & Consumable Fuels				
436,048	Kinder Morgan Inc.	USA	USD	9,231,136	2.28
414,090	Marathon Oil Corp.	USA	USD	5,623,342	1.39
233,522	The Williams Cos. Inc.	USA	USD	5,539,142	1.37
80,406	Occidental Petroleum Corp.	USA	USD	3,313,531	0.82
139,140	Plains GP Holdings LP, A	USA	USD	2,636,703	0.65
				26,343,854	6.51
	Pharmaceuticals				
78,626	Eli Lilly & Co.	USA	USD	10,333,815	2.56
72,145	Merck & Co. Inc.	USA	USD	6,561,588	1.62
70,600	Perrigo Co. PLC	USA	USD	3,647,196	0.90
				20,542,599	5.08
	Software				
357,155	NortonLifeLock Inc.	USA	USD	9,114,596	2.25
117,010	Oracle Corp.	USA	USD	6,199,190	1.53
13	Avaya Holdings Corp.	USA	USD	175	0.00
				15,313,961	3.78
	Technology Hardware, Storage & Peripherals				
96,615	Western Digital Corp.	USA	USD	6,132,154	1.51
320,531	Hewlett Packard Enterprise Co.	USA	USD	5,083,622	1.26
				11,215,776	2.77
	Textiles, Apparel & Luxury Goods				
56,582	PVH Corp.	USA	USD	5,949,597	1.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Franklin Mutual U.S. Value Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Tobacco				
86,986	Altria Group Inc.	USA	USD	4,341,471	1.07
	TOTAL SHARES			369,317,715	91.27
	RIGHTS				
	Pharmaceuticals				
30,462	Bristol-Myers Squibb Co., rts., 02/01/49	USA	USD	91,690	0.02
	TOTAL RIGHTS			91,690	0.02
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			369,409,405	91.29
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	WARRANTS				
	Media				
95,942	iHeartMedia Inc., wts., A, 05/01/39	USA	USD	1,621,324	0.40
	Software				
20,978	Avaya Holdings Corp., wts., 12/15/22	USA	USD	25,174	0.01
	TOTAL WARRANTS			1,646,498	0.41
	BONDS				
	Corporate Bonds				
2,904,000	Veritas U.S. Inc./Veritas Bermuda Ltd., senior note, 144A, 10.50%, 02/01/24	USA	USD	2,694,665	0.67
2,306,000	Banff Merger Sub Inc., senior note, 144A, 9.75%, 09/01/26	USA	USD	2,340,648	0.58
4,675,000	Frontier Communications Corp., senior note, 11.00%, 09/15/25	USA	USD	2,279,062	0.56
3,563,000	Frontier Communications Corp., senior note, 10.50%, 09/15/22	USA	USD	1,746,982	0.43
707,000	Frontier Communications Corp., senior secured note, first lien, 144A, 8.00%, 04/01/27	USA	USD	740,123	0.18
504,000	Veritas U.S. Inc./Veritas Bermuda Ltd., senior note, 144A, 7.50%, 02/01/23	USA	USD	504,209	0.12
1,377,000	McDermott Technology Americas Inc., senior note, 144A, 10.625%, 05/01/24 ^	USA	USD	120,914	0.03
				10,426,603	2.57
	TOTAL BONDS			10,426,603	2.57
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			12,073,101	2.98
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Auto Components				
912,806	International Automotive Components Group Brazil LLC **	BRA	USD	33,135	0.01
	Interactive Media & Services				
10,382,000	Clear Channel Communications Inc., Escrow Account **	USA	USD	0	0.00
	Media				
442	iHeartMedia Inc., B **	USA	USD	6,349	0.00
	Oil, Gas & Consumable Fuels				
4,551,000	Walter Energy Inc., Escrow Account **	USA	USD	0	0.00
	TOTAL SHARES			39,484	0.01
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			39,484	0.01
	TOTAL INVESTMENTS			381,521,990	94.28

^ These Bonds are currently in default

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Asian Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Government and Municipal Bonds				
2,030,000,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	29,149,709	8.04
338,850,000,000	Indonesia Treasury Bond, senior note, 8.125%, 05/15/24	IDN	IDR	26,035,235	7.18
1,530,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	22,364,274	6.17
24,072,300,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	20,831,757	5.74
235,620,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	18,667,984	5.15
18,717,000,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	16,859,516	4.65
157,890,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	13,351,699	3.68
150,000,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	11,559,150	3.19
12,179,000,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	10,616,956	2.93
136,574,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	10,062,649	2.77
486,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	6,968,887	1.92
20,491,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,529,241	0.42
13,856,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	979,227	0.27
				188,976,284	52.11
	Securities Maturing Within One Year				
1,571,315,000	Bank of Thailand Bond, senior note, 1.95%, 11/26/20	THA	THB	53,209,624	14.67
1,702,700,000	Japan Treasury Discount Bill, 0.00%, 02/10/20	JPN	JPY	15,670,574	4.32
19,200,000	Government of Singapore, senior bond, 3.25%, 09/01/20	SGP	SGD	14,432,257	3.98
1,376,500,000	Japan Treasury Discount Bill, 0.00%, 02/03/20	JPN	JPY	12,668,081	3.49
38,760,000	Government of Malaysia, senior note, 3.659%, 10/15/20	MYS	MYR	9,531,520	2.63
273,621,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	9,206,928	2.54
460,000,000	Japan Treasury Discount Bill, 0.00%, 01/14/20	JPN	JPY	4,232,952	1.17
458,000,000	Japan Treasury Discount Bill, 0.00%, 01/27/20	JPN	JPY	4,214,873	1.16
14,850,000	Government of Malaysia, senior note, 3.492%, 03/31/20	MYS	MYR	3,637,261	1.00
275,000,000	Japan Treasury Discount Bill, 0.00%, 01/20/20	JPN	JPY	2,530,666	0.70
233,550,000	Japan Treasury Discount Bill, 0.00%, 04/10/20	JPN	JPY	2,149,937	0.59
225,400,000	Japan Treasury Discount Bill, 0.00%, 03/10/20	JPN	JPY	2,074,676	0.57
212,000,000	Japan Treasury Discount Bill, 0.00%, 09/23/20	JPN	JPY	1,952,770	0.54
196,500,000	Japan Treasury Discount Bill, 0.00%, 05/11/20	JPN	JPY	1,809,125	0.50
8,109,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	613,089	0.17
18,500,000	Japan Treasury Discount Bill, 0.00%, 05/20/20	JPN	JPY	170,332	0.05
				138,104,665	38.08
	TOTAL BONDS			327,080,949	90.19
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			327,080,949	90.19
	TOTAL INVESTMENTS			327,080,949	90.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Asian Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
7,470,000	Singapore Technologies Engineering Ltd.	SGP	SGD	21,879,126	0.70
	Automobiles				
38,066,300	Brilliance China Automotive Holdings Ltd.	CHN	HKD	39,471,748	1.26
	Banks				
3,956,101	Kotak Mahindra Bank Ltd.	IND	INR	93,384,608	2.98
4,490,500	DBS Group Holdings Ltd.	SGP	SGD	86,391,719	2.75
4,795,399	HDFC Bank Ltd.	IND	INR	85,491,235	2.72
9,745,788	ICICI Bank Ltd.	IND	INR	73,603,884	2.35
12,392,500	China Merchants Bank Co. Ltd., H	CHN	HKD	63,693,598	2.03
21,526,500	Bank Central Asia Tbk PT	IDN	IDR	51,829,516	1.65
1,124,080	Shinhan Financial Group Co. Ltd.	KOR	KRW	42,153,365	1.34
101,336,100	Bank Rakyat Indonesia Persero Tbk PT	IDN	IDR	32,118,051	1.02
2,374,800	Kasikornbank PCL, fgn.	THA	THB	12,005,623	0.38
				540,671,599	17.22
	Beverages				
337,636	Kweichow Moutai Co. Ltd., A	CHN	CNY	57,362,044	1.83
8,005,400	Budweiser Brewing Co. APAC Ltd.	CHN	HKD	27,019,240	0.86
1,320,787	United Spirits Ltd.	IND	INR	11,097,720	0.35
				95,479,004	3.04
	Construction Materials				
49,694,700	Semen Indonesia (Persero) Tbk PT	IDN	IDR	42,955,981	1.37
654,600	UltraTech Cement Ltd.	IND	INR	37,117,852	1.18
19,413,100	China Resources Cement Holdings Ltd.	CHN	HKD	24,713,878	0.79
1,744,636	Siam Cement PCL, fgn.	THA	THB	22,972,701	0.73
				127,760,412	4.07
	Diversified Consumer Services				
308,145	New Oriental Education & Technology Group Inc., ADR	CHN	USD	37,362,581	1.19
	Electronic Equipment, Instruments & Components				
1,444,800	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	25,012,322	0.80
	Food & Staples Retailing				
23,306,400	CP ALL PCL, fgn.	THA	THB	56,563,231	1.80
	Food Products				
9,239,000	China Mengniu Dairy Co. Ltd.	CHN	HKD	37,348,216	1.19
3,295,500	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	13,639,089	0.43
1,770,950	Masan Group Corp.	VNM	VND	4,317,992	0.14
				55,305,297	1.76
	Health Care Providers & Services				
5,205,800	Bangkok Dusit Medical Services PCL, fgn.	THA	THB	4,546,550	0.15
	Hotels, Restaurants & Leisure				
32,368,200	Minor International PCL, fgn.	THA	THB	39,141,928	1.25
652,430	Yum China Holdings Inc.	CHN	USD	31,323,164	1.00
				70,465,092	2.25
	Household Durables				
4,883,885	Crompton Greaves Consumer Electricals Ltd.	IND	INR	16,416,506	0.52
	Industrial Conglomerates				
830,010	SM Investments Corp.	PHL	PHP	17,081,698	0.54
	Insurance				
13,808,000	AIA Group Ltd.	HKG	HKD	144,950,066	4.62
9,144,500	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	108,082,139	3.44
3,369,817	ICICI Prudential Life Insurance Co. Ltd., Reg S	IND	INR	22,784,223	0.72
				275,816,428	8.78

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Asian Growth Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Interactive Media & Services				
6,163,700	Tencent Holdings Ltd.	CHN	HKD	297,099,152	9.46
	Internet & Direct Marketing Retail				
1,570,128	Alibaba Group Holding Ltd., ADR	CHN	USD	333,024,149	10.60
848,500	Trip.com Group Ltd., ADR	CHN	USD	28,458,690	0.91
				361,482,839	11.51
	IT Services				
7,364,994	Infosys Ltd.	IND	INR	75,466,546	2.40
	Machinery				
977,000	Techtronic Industries Co. Ltd.	HKG	HKD	7,967,911	0.25
	Metals & Mining				
19,952,939	Hindalco Industries Ltd.	IND	INR	60,441,844	1.93
	Oil, Gas & Consumable Fuels				
61,346,200	CNOOC Ltd.	CHN	HKD	102,029,792	3.25
11,445,065	PTT Exploration and Production PCL, fgn.	THA	THB	47,863,977	1.52
				149,893,769	4.77
	Real Estate Management & Development				
117,796,314	Land and Houses PCL, fgn.	THA	THB	38,777,423	1.23
6,792,000	China Resources Land Ltd.	CHN	HKD	33,819,232	1.08
				72,596,655	2.31
	Semiconductors & Semiconductor Equipment				
29,076,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	321,759,754	10.25
283,149	Will Semiconductor Ltd.	CHN	CNY	5,831,165	0.18
				327,590,919	10.43
	Technology Hardware, Storage & Peripherals				
6,579,233	Samsung Electronics Co. Ltd.	KOR	KRW	317,581,641	10.12
	Transportation Infrastructure				
30,023,696	China Merchants Port Group Co. Ltd., B	CHN	HKD	35,293,438	1.12
	Wireless Telecommunication Services				
42,478,638	Vodafone Idea Ltd.	IND	INR	3,661,182	0.12
	TOTAL SHARES			3,092,907,490	98.50
	WARRANTS				
	Hotels, Restaurants & Leisure				
1,306,060	Minor International PCL, wts., 09/30/21	THA	THB	141,267	0.00
	Media				
3,269,940	VGI PCL, fgn., wts., 09/10/22	THA	THB	174,645	0.01
	TOTAL WARRANTS			315,912	0.01
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			3,093,223,402	98.51
	TOTAL INVESTMENTS			3,093,223,402	98.51

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Asian Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
15,783,282	Aramex PJSC	ARE	AED	15,340,053	1.12
	Auto Components				
9,882,275	Apollo Tyres Ltd.	IND	INR	22,699,248	1.66
425,550	Hankook Tire & Technology Co. Ltd.	KOR	KRW	12,350,628	0.90
375,871	Mando Corp.	KOR	KRW	11,445,306	0.84
				46,495,182	3.40
	Banks				
25,496,201	Federal Bank Ltd.	IND	INR	31,425,841	2.29
8,297,485	TISCO Financial Group PCL, fgn.	THA	THB	27,662,929	2.02
7,951,332	Equitas Holdings Ltd.	IND	INR	11,901,090	0.87
10,101,200	Habib Bank Ltd.	PAK	PKR	10,348,842	0.76
8,732,501	Hatton National Bank PLC	LKA	LKR	8,377,423	0.61
				89,716,125	6.55
	Biotechnology				
56,033	Medy-tox Inc.	KOR	KRW	14,585,187	1.07
2,678,167	Biocon Ltd.	IND	INR	11,023,441	0.80
				25,608,628	1.87
	Building Products				
111,127,520	Dynasty Ceramic PCL, fgn.	THA	THB	7,055,123	0.52
	Capital Markets				
645,988	Noah Holdings Ltd., ADR	CHN	USD	22,848,596	1.67
6,450,000	China Everbright Ltd.	CHN	HKD	12,051,897	0.88
388,900	Tata Investment Corp. Ltd.	IND	INR	4,403,500	0.32
				39,303,993	2.87
	Chemicals				
1,331,977	Tata Chemicals Ltd.	IND	INR	12,452,692	0.91
	Construction & Engineering				
1,918,392	Dilip Buildcon Ltd.	IND	INR	10,825,318	0.79
	Construction Materials				
21,674,100	Asia Cement China Holdings Corp.	CHN	HKD	32,376,387	2.37
13,805,393	Huaxin Cement Co. Ltd., B	CHN	USD	28,673,801	2.09
1,259,109	JK Cement Ltd.	IND	INR	20,625,178	1.51
1,467,714	Dalmia Bharat Ltd.	IND	INR	16,461,517	1.20
				98,136,883	7.17
	Diversified Financial Services				
1,719,193	Bajaj Holdings & Investment Ltd.	IND	INR	82,076,980	6.00
1,110,000	Hankook Technology Group Co. Ltd.	KOR	KRW	13,827,109	1.01
				95,904,089	7.01
	Electronic Equipment, Instruments & Components				
16,217,800	Synnex Technology International Corp.	TWN	TWD	20,332,570	1.48
10,318,299	Redington India Ltd.	IND	INR	17,034,484	1.24
45,410,100	FIT Hon Teng Ltd.	TWN	HKD	15,268,209	1.12
830,700	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	14,381,047	1.05
4,411,753	Flytech Technology Co. Ltd.	TWN	TWD	10,619,712	0.78
				77,636,022	5.67
	Entertainment				
772,211	IMAX Corp.	USA	USD	15,776,271	1.15
15,889,600	Major Cineplex Group PCL, fgn.	THA	THB	13,477,071	0.99
				29,253,342	2.14

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Asian Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Food & Staples Retailing				
9,165,950	Robinsons Retail Holdings Inc.	PHL	PHP	14,468,745	1.06
145,539	7-Eleven Malaysia Holdings Bhd.	MYS	MYR	50,889	0.00
				14,519,634	1.06
	Food Products				
8,650,000	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	35,799,764	2.62
6,072,080	Masan Group Corp.	VNM	VND	14,805,158	1.08
11,915,596	Uni-President China Holdings Ltd.	CHN	HKD	12,508,447	0.91
				63,113,369	4.61
	Health Care Equipment & Supplies				
713,830	Vieworks Co. Ltd.	KOR	KRW	19,451,418	1.42
858,316	I-Sens Inc.	KOR	KRW	19,082,104	1.40
				38,533,522	2.82
	Industrial Conglomerates				
20,235,082	Hemas Holdings PLC	LKA	LKR	9,259,886	0.68
69,839,300	DMCI Holdings Inc.	PHL	PHP	9,108,875	0.66
				18,368,761	1.34
	Insurance				
650,295	Fanhua Inc., ADR	CHN	USD	16,888,161	1.23
	Internet & Direct Marketing Retail				
918,441	Baozun Inc., ADR	CHN	USD	30,418,766	2.22
4,319,456	PChome Online Inc.	TWN	TWD	13,675,654	1.00
52,509	GS Home Shopping Inc.	KOR	KRW	6,749,918	0.49
				50,844,338	3.71
	IT Services				
10,763,600	TravelSky Technology Ltd., H	CHN	HKD	26,272,560	1.92
5,881,808	FPT Corp.	VNM	VND	14,798,119	1.08
				41,070,679	3.00
	Leisure products				
986,700	Merida Industry Co. Ltd.	TWN	TWD	5,822,358	0.43
	Machinery				
1,733,000	Shin Zu Shing Co. Ltd.	TWN	TWD	7,474,073	0.55
	Media				
524,344	Affle (India) Ltd.	IND	INR	11,620,368	0.85
50,942	KT Skylife Co. Ltd.	KOR	KRW	384,272	0.03
				12,004,640	0.88
	Metals & Mining				
27,503,483	Hoa Phat Group JSC	VNM	VND	27,892,193	2.04
	Oil, Gas & Consumable Fuels				
3,291,059	Great Eastern Shipping Co. Ltd.	IND	INR	13,788,271	1.01
	Personal Products				
426,924	Neopharm Co. Ltd.	KOR	KRW	17,856,362	1.30
	Pharmaceuticals				
47,796,600	Luye Pharma Group Ltd.	CHN	HKD	35,821,534	2.62
2,475,152	Glenmark Pharmaceuticals Ltd.	IND	INR	12,052,296	0.88
				47,873,830	3.50
	Real Estate Management & Development				
13,760,360	Vincom Retail JSC	VNM	VND	20,189,977	1.47

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Asian Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Semiconductors & Semiconductor Equipment				
84,521,543	Xinyi Solar Holdings Ltd.	CHN	HKD	59,982,821	4.38
5,757,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	42,151,148	3.08
188,040	Silicon Works Co. Ltd.	KOR	KRW	6,474,098	0.47
				108,608,067	7.93
	Specialty Retail				
5,086,300	Luk Fook Holdings (International) Ltd.	HKG	HKD	14,653,881	1.07
39,567,900	I.T Ltd.	HKG	HKD	9,495,524	0.69
				24,149,405	1.76
	Technology Hardware, Storage & Peripherals				
9,583,000	Primax Electronics Ltd.	TWN	TWD	20,312,333	1.48
	Textiles, Apparel & Luxury Goods				
1,425,577	Fila Korea Ltd.	KOR	KRW	65,360,065	4.77
42,973,257	Xtep International Holdings Ltd.	CHN	HKD	22,831,421	1.67
1,606,217	Vardhman Textiles Ltd.	IND	INR	22,340,272	1.63
1,504,760	Eclat Textile Co. Ltd.	TWN	TWD	20,274,089	1.48
252,940	Youngone Corp.	KOR	KRW	7,494,178	0.55
				138,300,025	10.10
	Thrifts & Mortgage Finance				
894,571	PNB Housing Finance Ltd.	IND	INR	5,443,525	0.40
	Trading Companies & Distributors				
29,533,900	Hexindo Adiperkasa Tbk PT	IDN	IDR	7,382,145	0.54
	Transportation Infrastructure				
10,474,340	International Container Terminal Services Inc.	PHL	PHP	26,578,534	1.94
16,772,465	COSCO SHIPPING Ports Ltd.	CHN	HKD	13,732,573	1.01
				40,311,107	2.95
	TOTAL SHARES			1,288,474,225	94.13
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			1,288,474,225	94.13
	TOTAL INVESTMENTS			1,288,474,225	94.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton BRIC Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Auto Components				
1,903,825	Apollo Tyres Ltd.	IND	INR	4,373,021	0.65
	Automobiles				
17,475,400	Brilliance China Automotive Holdings Ltd.	CHN	HKD	18,120,610	2.70
15,309,700	BAIC Motor Corp. Ltd., H	CHN	HKD	8,684,070	1.29
				26,804,680	3.99
	Banks				
5,085,632	ICICI Bank Ltd.	IND	INR	38,408,620	5.72
2,063,061	Sberbank of Russia PJSC, ADR	RUS	USD	33,916,723	5.05
2,540,658	Banco Bradesco SA, ADR, pfd.	BRA	USD	22,738,889	3.38
2,421,150	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	22,153,523	3.30
19,140,000	China Construction Bank Corp., H	CHN	HKD	16,530,703	2.46
1,474,902	China Merchants Bank Co. Ltd., A	CHN	CNY	7,959,964	1.18
1,824,539	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	6,395,759	0.95
2,424,378	Ping An Bank Co. Ltd., A	CHN	CNY	5,727,398	0.85
771,600	China Merchants Bank Co. Ltd., H	CHN	HKD	3,965,784	0.59
				157,797,363	23.48
	Biotechnology				
2,359,652	Biocon Ltd.	IND	INR	9,712,421	1.45
	Capital Markets				
215,600	B3 SA - Brasil Bolsa Balcao	BRA	BRL	2,304,847	0.34
	Chemicals				
397,400	Tata Chemicals Ltd.	IND	INR	3,715,304	0.55
	Construction Materials				
9,244,900	China Resources Cement Holdings Ltd.	CHN	HKD	11,769,235	1.75
	Containers & Packaging				
6,660,500	CPMC Holdings Ltd.	CHN	HKD	2,906,164	0.43
	Diversified Financial Services				
291,716	Bajaj Holdings & Investment Ltd.	IND	INR	13,926,981	2.07
	Diversified Telecommunication Services				
16,802,000	China Telecom Corp. Ltd., H	CHN	HKD	6,921,502	1.03
	Electronic Equipment, Instruments & Components				
266,300	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	4,610,175	0.69
7,249,700	FIT Hon Teng Ltd.	TWN	HKD	2,437,562	0.36
				7,047,737	1.05
	Entertainment				
15,233	NetEase Inc., ADR	CHN	USD	4,671,047	0.70
	Food Products				
815,600	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	3,375,525	0.50
	Health Care Providers & Services				
1,082,800	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	2,106,599	0.31
	Hotels, Restaurants & Leisure				
554,400	Sands China Ltd.	CHN	HKD	2,963,279	0.44
	Insurance				
646,000	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	7,635,307	1.14
	Interactive Media & Services				
1,307,310	Tencent Holdings Ltd.	CHN	HKD	63,014,211	9.38
30,002	Baidu Inc., ADR	CHN	USD	3,792,253	0.57
61,035	Mail.Ru Group Ltd., GDR	RUS	USD	1,361,080	0.20
				68,167,544	10.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton BRIC Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Internet & Direct Marketing Retail				
340,694	Alibaba Group Holding Ltd., ADR	CHN	USD	72,261,197	10.76
70,412	Naspers Ltd., N	ZAF	ZAR	11,517,498	1.71
2,986	Prosus NV	CHN	EUR	222,786	0.03
67	PChome Online Inc.	TWN	TWD	212	0.00
				84,001,693	12.50
	IT Services				
232,076	Cognizant Technology Solutions Corp., A	USA	USD	14,393,354	2.14
25,170,000	Chinasoft International Ltd.	CHN	HKD	14,212,492	2.12
3,076,800	TravelSky Technology Ltd., H	CHN	HKD	7,510,072	1.12
665,310	Infosys Ltd.	IND	INR	6,817,201	1.01
				42,933,119	6.39
	Metals & Mining				
1,097,800	Vale SA	BRA	BRL	14,557,218	2.17
5,562,800	Metalurgica Gerdau SA, pfd.	BRA	BRL	12,843,086	1.91
372,284	Maharashtra Seamless Ltd.	IND	INR	1,972,941	0.29
				29,373,245	4.37
	Multiline Retail				
2,190,500	Lojas Americanas SA	BRA	BRL	10,735,875	1.60
	Oil, Gas & Consumable Fuels				
414,800	LUKOIL PJSC, ADR	RUS	USD	41,139,864	6.12
9,943,000	CNOOC Ltd.	CHN	HKD	16,537,002	2.46
266,295	Reliance Industries Ltd.	IND	INR	5,650,395	0.84
6,005,651	China Petroleum & Chemical Corp., H	CHN	HKD	3,614,658	0.54
241,800	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	3,607,656	0.54
663,387	Coal India Ltd.	IND	INR	1,964,920	0.29
				72,514,495	10.79
	Pharmaceuticals				
392,253	Glenmark Pharmaceuticals Ltd.	IND	INR	1,910,004	0.28
	Road & Rail				
612,119	Globaltrans Investment PLC, GDR, Reg S	RUS	USD	5,417,253	0.81
	Semiconductors & Semiconductor Equipment				
5,025,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	55,607,469	8.28
	Software				
159,200	Totvs SA	BRA	BRL	2,556,626	0.38
	Wireless Telecommunication Services				
1,300,141	China Mobile Ltd.	CHN	HKD	10,928,639	1.63
	TOTAL SHARES			652,176,974	97.06
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			652,176,974	97.06
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
1,572,451	Gazprom PJSC, ADR	RUS	USD	12,938,127	1.92
	TOTAL SHARES			12,938,127	1.92
	RIGHTS				
	Multiline Retail				
21,140	Lojas Americanas SA, rts., 01/06/20	BRA	BRL	39,498	0.01
	TOTAL RIGHTS			39,498	0.01
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			12,977,625	1.93
	TOTAL INVESTMENTS			665,154,599	98.99

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton China Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Automobiles				
3,128,500	Dongfeng Motor Group Co. Ltd., H	CHN	HKD	2,942,893	0.68
3,456,338	Jiangling Motors Corp. Ltd., B	CHN	HKD	2,665,784	0.62
				5,608,677	1.30
	Banks				
18,595,851	China Construction Bank Corp., H	CHN	HKD	16,060,736	3.72
17,350,375	Industrial and Commercial Bank of China Ltd., H	CHN	HKD	13,359,631	3.09
2,292,000	China Merchants Bank Co. Ltd., H	CHN	HKD	11,780,168	2.73
1,830,764	Bank of Ningbo Co. Ltd., A	CHN	CNY	7,401,196	1.71
				48,601,731	11.25
	Beverages				
498,203	Luzhou Laojiao Co. Ltd., A	CHN	CNY	6,201,780	1.44
	Biotechnology				
289,800	BeiGene Ltd.	CHN	HKD	3,719,056	0.86
	Commercial Services & Supplies				
1,561,250	A-Living Services Co. Ltd., H	CHN	HKD	5,389,631	1.25
	Communications Equipment				
460,000	Hytera Communications Corp. Ltd., A	CHN	CNY	555,578	0.13
	Construction Materials				
1,096,800	Anhui Conch Cement Co. Ltd., H	CHN	HKD	7,994,846	1.85
440,000	Xinyi Glass Holdings Ltd.	CHN	HKD	582,729	0.14
				8,577,575	1.99
	Diversified Consumer Services				
102,011	New Oriental Education & Technology Group Inc., ADR	CHN	USD	12,368,834	2.86
	Electrical Equipment				
1,153,681	Sunwoda Electronic Co. Ltd., A	CHN	CNY	3,234,124	0.75
	Electronic Equipment, Instruments & Components				
1,270,509	Hangzhou Hikvision Digital Technology Co. Ltd., A	CHN	CNY	5,973,757	1.38
	Food & Staples Retailing				
888,872	Dairy Farm International Holdings Ltd.	HKG	USD	5,075,459	1.18
	Food Products				
12,658,840	Uni-President China Holdings Ltd.	CHN	HKD	13,288,671	3.08
987,000	China Mengniu Dairy Co. Ltd.	CHN	HKD	3,989,900	0.92
				17,278,571	4.00
	Health Care Providers & Services				
5,174,200	Shanghai Pharmaceuticals Holding Co. Ltd., H	CHN	HKD	10,066,460	2.33
606,800	Sinopharm Group Co. Ltd., H	CHN	HKD	2,215,451	0.51
				12,281,911	2.84
	Hotels, Restaurants & Leisure				
166,600	Yum China Holdings Inc.	CHN	USD	7,998,466	1.85
	Household Durables				
780,725	Midea Group Co. Ltd., A	CHN	CNY	6,531,082	1.51
	Insurance				
1,828,600	AIA Group Ltd.	HKG	HKD	19,195,806	4.44
5,396,000	China Life Insurance Co. Ltd., H	CHN	HKD	14,992,159	3.47
902,000	Ping An Insurance (Group) Co. of China Ltd., H	CHN	HKD	10,661,063	2.47
				44,849,028	10.38

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton China Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Interactive Media & Services				
906,900	Tencent Holdings Ltd.	CHN	HKD	43,713,876	10.12
51,877	Baidu Inc., ADR	CHN	USD	6,557,253	1.52
				50,271,129	11.64
	Internet & Direct Marketing Retail				
224,890	Alibaba Group Holding Ltd., ADR	CHN	USD	47,699,169	11.04
216,088	Baozun Inc., ADR	CHN	USD	7,156,835	1.66
124,700	Trip.com Group Ltd., ADR	CHN	USD	4,182,438	0.97
				59,038,442	13.67
	IT Services				
872,991	TravelSky Technology Ltd., H	CHN	HKD	2,130,859	0.49
	Life Sciences Tools & Services				
761,000	Wuxi Biologics Cayman Inc.	CHN	HKD	9,634,209	2.23
	Oil, Gas & Consumable Fuels				
4,673,000	CNOOC Ltd.	CHN	HKD	7,772,042	1.80
2,654,000	COSCO SHIPPING Energy Transportation Co. Ltd., H	CHN	HKD	1,253,381	0.29
				9,025,423	2.09
	Paper & Forest Products				
3,599,200	Nine Dragons Paper Holdings Ltd.	CHN	HKD	3,741,324	0.87
	Pharmaceuticals				
4,186,000	CSPC Pharmaceutical Group Ltd.	CHN	HKD	9,981,120	2.31
414,159	Jiangsu Hengrui Medicine Co. Ltd., A	CHN	CNY	5,205,537	1.21
				15,186,657	3.52
	Real Estate Management & Development				
1,882,000	China Resources Land Ltd.	CHN	HKD	9,370,994	2.17
1,876,000	China Overseas Land & Investment Ltd.	CHN	HKD	7,306,777	1.69
1,828,500	Shimao Property Holdings Ltd.	CHN	HKD	7,086,573	1.64
				23,764,344	5.50
	Textiles, Apparel & Luxury Goods				
2,714,106	Anta Sports Products Ltd.	CHN	HKD	24,294,354	5.62
	Transportation Infrastructure				
2,319,397	COSCO SHIPPING Ports Ltd.	CHN	HKD	1,899,022	0.44
	Wireless Telecommunication Services				
1,027,000	China Mobile Ltd.	CHN	HKD	8,632,689	2.00
	TOTAL SHARES			401,863,712	93.04
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			401,863,712	93.04
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
8,662	Templeton China A Shares Fund, Class X (acc) HKD	CHN	HKD	21,405,055	4.96
	TOTAL INVESTMENTS FUNDS			21,405,055	4.96
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			21,405,055	4.96
	TOTAL INVESTMENTS			423,268,767	98.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Eastern Europe Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Banks				
6,933,440	Sberbank of Russia PJSC	RUS	RUB	25,371,411	10.08
670,018	TCS Group Holding PLC, Reg S, GDR	RUS	USD	12,845,322	5.10
662,352	Nova Ljubljanska Banka dd, GDR	SVN	EUR	7,987,965	3.17
1,961,457	Moneta Money Bank AS	CZE	CZK	6,556,043	2.61
138,600	Bank Pekao SA	POL	PLN	3,272,947	1.30
348,100	Alior Bank SA	POL	PLN	2,346,978	0.93
194,856	Halyk Savings Bank of Kazakhstan JSC, GDR, Reg S	KAZ	USD	2,319,611	0.92
				60,700,277	24.11
	Beverages				
1,023,987	Purcari Wineries PLC	MDA	RON	4,747,501	1.89
714,575	Stock Spirits Group PLC	POL	GBP	1,742,704	0.69
236,806	Coca-Cola Icetek AS	TUR	TRY	1,373,511	0.54
				7,863,716	3.12
	Chemicals				
335,286	Ciech SA	POL	PLN	3,129,188	1.24
1,664,533	Soda Sanayii AS	TUR	TRY	1,541,734	0.61
2,319,275	Petkim Petrokimya Holding AS	TUR	TRY	1,324,360	0.53
				5,995,282	2.38
	Energy Equipment & Services				
559,710	TMK PAO, GDR	RUS	USD	1,854,137	0.74
	Food Products				
886,208	Ulker Biskuvi Sanayi AS	TUR	TRY	2,969,861	1.18
	Hotels, Restaurants & Leisure				
283,788	OPAP SA	GRC	EUR	3,289,103	1.31
	Household Durables				
52,676	Amica SA	POL	PLN	1,696,521	0.67
	Insurance				
462,886	Powszechny Zaklad Ubezpieczen SA	POL	PLN	4,355,975	1.73
	Interactive Media & Services				
321,755	Yandex NV, A	RUS	USD	12,477,707	4.96
61,137	Mail.Ru Group Ltd., GDR	RUS	USD	1,215,708	0.48
				13,693,415	5.44
	IT Services				
103,548	QIWI PLC, ADR	RUS	USD	1,787,587	0.71
	Metals & Mining				
46,300	MMC Norilsk Nickel PJSC	RUS	RUB	12,704,030	5.05
8,771,000	United Co. RUSAL PLC	RUS	HKD	3,834,130	1.52
27,768	Polyus Gold OJSC	RUS	RUB	2,833,340	1.12
1,902,000	Eregli Demir ve Celik Fabrikalari AS	TUR	TRY	2,576,959	1.02
179,960	Severstal PJSC	RUS	RUB	2,423,680	0.96
1,524,894	Raspadskaya OAO	RUS	RUB	2,334,955	0.93
2,037,636	Magnitogorsk Iron & Steel Works	RUS	RUB	1,227,836	0.49
				27,934,930	11.09
	Oil, Gas & Consumable Fuels				
6,882,650	Gazprom PJSC	RUS	RUB	25,348,681	10.07
284,163	LUKOIL PJSC	RUS	RUB	25,180,478	10.00
1,670,206	Tatneft PJSC, pfd., 3	RUS	RUB	17,609,530	6.99
605,540	NovaTek PJSC	RUS	RUB	10,977,005	4.36
974,360	Rosneft PJSC	RUS	RUB	6,293,960	2.50
275,120	Tupras-Turkiye Petrol Rafinerileri AS	TUR	TRY	5,228,415	2.08
53,085	Motor Oil (Hellas) Corinth Refineries SA	GRC	EUR	1,094,613	0.43
				91,732,682	36.43

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Eastern Europe Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Road & Rail				
316,350	Globaltrans Investment PLC, GDR, Reg S	RUS	USD	2,496,498	0.99
	Specialty Retail				
8,190,553	Detsky Mir PJSC	RUS	RUB	11,765,080	4.67
333,683	Wittchen SA	POL	PLN	964,862	0.39
				12,729,942	5.06
	Textiles, Apparel & Luxury Goods				
745,546	Mavi Giyim Sanayi Ve Ticaret AS, B, 144A	TUR	TRY	6,469,663	2.57
1,571,554	Aksa Akrilik Kimya Sanayii AS	TUR	TRY	3,226,848	1.28
99,138	CCC SA	POL	PLN	2,563,650	1.02
				12,260,161	4.87
	TOTAL SHARES			251,360,087	99.83
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			251,360,087	99.83
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Textiles, Apparel & Luxury Goods				
432,670	FF Group **	GRC	EUR	0	0.00
	TOTAL SHARES			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			0	0.00
	TOTAL INVESTMENTS			251,360,087	99.83

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Emerging Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Auto Components				
272,136	Hanon Systems	KOR	KRW	2,624,864	0.28
5,410,400	Nemak SAB de CV	MEX	MXN	2,267,510	0.24
39,400	Hankook Tire & Technology Co. Ltd.	KOR	KRW	1,143,496	0.12
640,441	Weifu High-Technology Co. Ltd., B	CHN	HKD	1,100,510	0.12
4,700	Mahle-Metal Leve SA	BRA	BRL	33,676	0.00
				7,170,056	0.76
	Automobiles				
25,557,745	Brilliance China Automotive Holdings Ltd.	CHN	HKD	26,501,364	2.82
17,106,600	Astra International Tbk PT	IDN	IDR	8,533,276	0.91
13,016,100	BAIC Motor Corp. Ltd., H	CHN	HKD	7,383,079	0.79
				42,417,719	4.52
	Banks				
5,589,127	ICICI Bank Ltd.	IND	INR	42,211,205	4.50
1,549,725	Sberbank of Russia PJSC, ADR	RUS	USD	25,477,479	2.72
2,821,803	Banco Santander Mexico SA Institucion de Banca Multiple Grupo Financiero Santander, ADR	MEX	USD	19,131,824	2.04
1,776,747	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	16,257,235	1.73
18,237,800	China Construction Bank Corp., H	CHN	HKD	15,751,498	1.68
1,720,007	Banco Bradesco SA, ADR, pfd.	BRA	USD	15,394,063	1.64
2,120,900	Kasikornbank PCL, fgn.	THA	THB	10,722,051	1.14
1,903,500	China Merchants Bank Co. Ltd., A	CHN	CNY	10,273,083	1.09
223,650	Intercorp Financial Services Inc.	PER	USD	9,147,285	0.97
937,400	Banco Bradesco SA, pfd.	BRA	BRL	8,435,317	0.90
2,598,691	Ping An Bank Co. Ltd., A	CHN	CNY	6,139,199	0.65
620,700	Itau Unibanco Holding SA, pfd.	BRA	BRL	5,729,063	0.61
2,573,400	Kiatnakin Bank PCL, fgn.	THA	THB	5,705,220	0.61
1,150,503	Moneta Money Bank AS	CZE	CZK	4,312,515	0.46
4,010,000	CTBC Financial Holding Co. Ltd.	TWN	TWD	3,003,042	0.32
2,783,300	Habib Bank Ltd.	PAK	PKR	2,851,536	0.30
4,969,600	Equity Group Holdings PLC	KEN	KES	2,623,321	0.28
230,500	China Merchants Bank Co. Ltd., H	CHN	HKD	1,184,698	0.13
288,000	BDO Unibank Inc.	PHL	PHP	897,869	0.10
				205,247,503	21.87
	Beverages				
6,263,898	Thai Beverage PCL, fgn.	THA	SGD	4,144,268	0.44
	Biotechnology				
791,091	Biocon Ltd.	IND	INR	3,256,162	0.35
	Capital Markets				
214,800	B3 SA - Brasil Bolsa Balcao	BRA	BRL	2,296,295	0.24
	Chemicals				
526,063	Tata Chemicals Ltd.	IND	INR	4,918,179	0.52
	Construction & Engineering				
60,995	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	1,353,404	0.14
	Construction Materials				
8,232,300	China Resources Cement Holdings Ltd.	CHN	HKD	10,480,143	1.12
	Diversified Financial Services				
156,186	Bajaj Holdings & Investment Ltd.	IND	INR	7,456,565	0.79
224,500	Hankook Technology Group Co. Ltd.	KOR	KRW	2,796,564	0.30
				10,253,129	1.09

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
2,579,848	Hon Hai Precision Industry Co. Ltd.	TWN	TWD	7,831,574	0.84
234,500	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	4,059,655	0.43
11,400	Largan Precision Co. Ltd.	TWN	TWD	1,905,653	0.20
5,263,300	FIT Hon Teng Ltd.	TWN	HKD	1,769,676	0.19
				15,566,558	1.66
	Entertainment				
228,520	IMAX Corp.	USA	USD	4,668,664	0.50
11,866	NetEase Inc., ADR	CHN	USD	3,638,590	0.39
				8,307,254	0.89
	Food & Staples Retailing				
1,766,673	Massmart Holdings Ltd.	ZAF	ZAR	6,473,945	0.69
192,283	Dairy Farm International Holdings Ltd.	HKG	USD	1,097,936	0.12
				7,571,881	0.81
	Food Products				
1,264,400	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	5,232,974	0.56
3,340,700	Uni-President China Holdings Ltd.	CHN	HKD	3,506,914	0.37
256,611	M. Dias Branco SA	BRA	BRL	2,435,554	0.26
				11,175,442	1.19
	Hotels, Restaurants & Leisure				
5,058,900	NagaCorp Ltd.	KHM	HKD	8,829,363	0.94
3,688,800	MGM China Holdings Ltd.	CHN	HKD	6,021,526	0.64
762,800	Sands China Ltd.	CHN	HKD	4,077,181	0.44
				18,928,070	2.02
	Industrial Conglomerates				
261,166	LG Corp.	KOR	KRW	16,673,199	1.78
	Insurance				
689,636	Ping An Insurance Group Co. of China Ltd., A	CHN	CNY	8,463,966	0.90
75,970	Samsung Life Insurance Co. Ltd.	KOR	KRW	4,896,033	0.52
				13,359,999	1.42
	Interactive Media & Services				
1,347,900	Tencent Holdings Ltd.	CHN	HKD	64,970,707	6.93
174,068	Naver Corp.	KOR	KRW	28,083,013	2.99
314,802	Yandex NV, A	RUS	USD	13,690,739	1.46
223,628	Mail.Ru Group Ltd., GDR	RUS	USD	4,986,905	0.53
19,381	Baidu Inc., ADR	CHN	USD	2,449,758	0.26
				114,181,122	12.17
	Internet & Direct Marketing Retail				
283,287	Alibaba Group Holding Ltd., ADR	CHN	USD	60,085,173	6.40
147,640	Naspers Ltd., N	ZAF	ZAR	24,149,909	2.57
244,300	B2W Cia Digital	BRA	BRL	3,820,549	0.41
35,298	Prosus NV	CHN	EUR	2,633,586	0.28
802,845	PChome Online Inc.	TWN	TWD	2,541,855	0.27
				93,231,072	9.93
	IT Services				
318,601	Cognizant Technology Solutions Corp., A	USA	USD	19,759,634	2.11
833,274	Infosys Ltd.	IND	INR	8,538,270	0.91
				28,297,904	3.02
	Media				
333,780	KT Skylife Co. Ltd.	KOR	KRW	2,517,809	0.27
	Metals & Mining				
863,500	Vale SA	BRA	BRL	11,450,317	1.22
39,228	POSCO	KOR	KRW	8,025,521	0.86
				19,475,838	2.08

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Multiline Retail				
1,781,400	Lojas Americanas SA	BRA	BRL	8,730,832	0.93
	Oil, Gas & Consumable Fuels				
201,364	LUKOIL PJSC, ADR	RUS	USD	19,971,281	2.13
6,910,600	CNOOC Ltd.	CHN	HKD	11,493,574	1.23
82,517	LUKOIL PJSC	RUS	RUB	8,200,112	0.87
1,795,710	Gazprom PJSC	RUS	RUB	7,416,787	0.79
336,000	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	5,013,120	0.53
7,651,500	China Petroleum & Chemical Corp., H	CHN	HKD	4,605,256	0.49
945,251	Coal India Ltd.	IND	INR	2,799,787	0.30
				59,499,917	6.34
	Personal Products				
460,093	Unilever PLC	GBR	GBP	26,510,649	2.82
	Pharmaceuticals				
444,014	Richter Gedeon Nyrt	HUN	HUF	9,654,441	1.03
911,037	Glenmark Pharmaceuticals Ltd.	IND	INR	4,436,127	0.47
				14,090,568	1.50
	Semiconductors & Semiconductor Equipment				
6,879,952	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	76,134,670	8.11
56,670	SK Hynix Inc.	KOR	KRW	4,613,056	0.49
				80,747,726	8.60
	Software				
142,000	Totvs SA	BRA	BRL	2,280,408	0.24
	Technology Hardware, Storage & Peripherals				
1,520,342	Samsung Electronics Co. Ltd.	KOR	KRW	73,387,385	7.82
342,000	Catcher Technology Co. Ltd.	TWN	TWD	2,595,500	0.28
				75,982,885	8.10
	Textiles, Apparel & Luxury Goods				
180,306	Fila Korea Ltd.	KOR	KRW	8,266,696	0.88
	Transportation Infrastructure				
1,551,330	COSCO SHIPPING Ports Ltd.	CHN	HKD	1,270,162	0.14
	Wireless Telecommunication Services				
1,287,000	China Mobile Ltd.	CHN	HKD	10,818,179	1.15
	TOTAL SHARES			929,021,028	98.99
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			929,021,028	98.99
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Oil, Gas & Consumable Fuels				
556,332	Gazprom PJSC, ADR	RUS	USD	4,577,500	0.49
	TOTAL SHARES			4,577,500	0.49
	RIGHTS				
	Multiline Retail				
19,670	Lojas Americanas SA, rts., 01/06/20	BRA	BRL	36,751	0.00
	TOTAL RIGHTS			36,751	0.00
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			4,614,251	0.49
	TOTAL INVESTMENTS			933,635,279	99.48

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Emerging Markets Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
2,293,333	Government of Bosnia & Herzegovina, senior bond, B, Reg S, FRN, 0.438%, 12/20/21 †	BIH	DEM	1,226,170	0.02
	Corporate Bonds				
23,917,678	Digicel Group Two Ltd., senior note, Reg S, PIK, 2.00%, 04/01/24 ‡	BMU	USD	3,719,558	0.04
30,638,426	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	153,192	0.00
26,572,969	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	33,216	0.00
9,367,944	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	26,264	0.00
				3,932,230	0.04
	Government and Municipal Bonds				
3,341,222	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	979,278,627	10.05
1,929,301	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	446,941,452	4.58
2,937,663,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	216,444,366	2.22
755,024	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	208,853,144	2.14
13,734,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	200,441,197	2.06
2,721,206,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	192,312,254	1.97
31,978,000	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	170,478,971	1.75
31,888,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	167,734,035	1.72
29,483,000	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	162,340,054	1.67
10,198,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	149,415,345	1.53
476,990	Nota do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	143,404,543	1.47
410,794,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	138,404,016	1.42
1,788,179,000,000	Government of Indonesia, senior bond, FR59, 7.00%, 05/15/27	IDN	IDR	128,975,629	1.32
8,496,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	124,293,531	1.27
1,519,325,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	117,737,356	1.21
402,689	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	115,113,362	1.18
312,346,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	112,716,738	1.16
7,478,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	109,777,863	1.13
401,185	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	104,934,765	1.08
1,201,120,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	103,945,646	1.07
1,373,240,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	102,484,764	1.05
304,672,900,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	101,298,499	1.04
1,287,300,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	99,200,625	1.02
6,504,100,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	98,565,529	1.01
297,755,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	94,767,675	0.97
6,117,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	87,115,064	0.89
13,979,900	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	83,900,900	0.86
5,726,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	83,697,931	0.86
70,000,000	Government of Senegal, senior note, Reg S, 6.25%, 07/30/24	SEN	USD	77,688,590	0.80
479,573,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	77,086,732	0.79
65,400,000	Government of Ethiopia, senior note, Reg S, 6.625%, 12/11/24	ETH	USD	70,781,504	0.73
415,550,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	69,512,939	0.71
59,209,000	Government of Kenya, senior note, Reg S, 6.875%, 06/24/24	KEN	USD	64,236,436	0.66
14,234,500,600	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	64,167,489	0.66
374,940,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	59,603,859	0.61
356,530,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	56,811,992	0.58
315,410,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	54,036,264	0.55
11,207,043,400	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	53,815,236	0.55
3,249,300,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	46,592,604	0.48
2,913,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	42,809,557	0.44
120,811,100,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	36,623,800	0.38
2,453,200,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	34,294,261	0.35
6,415,318,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	34,233,355	0.35
1,835,700,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	26,359,665	0.27
134,760,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	24,674,320	0.25
116,450,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	19,717,206	0.20
115,410,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	19,687,757	0.20
3,029,500	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	15,960,697	0.16
280,000,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	15,169,787	0.16
35,445,000,000	Titulos de Tesoreria, B, 7.00%, 06/30/32	COL	COP	11,277,440	0.12
46,980	Letra Tesouro Nacional, Strip, 04/01/21	BRA	BRL	11,036,402	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
63,568,000	Government of Ghana, 19.50%, 10/18/21	GHA	GHS	11,002,756	0.11
643,400,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	9,450,006	0.10
112,440,000,000	Government of Indonesia, senior bond, FR73, 8.75%, 05/15/31	IDN	IDR	9,007,344	0.09
89,952,000,000	Government of Indonesia, senior bond, FR71, 9.00%, 03/15/29	IDN	IDR	7,271,972	0.07
37,450,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	6,485,473	0.07
74,610,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	6,327,808	0.06
64,860,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	5,484,776	0.06
66,700,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	5,282,667	0.05
63,340,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	5,009,029	0.05
26,430,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	4,932,828	0.05
61,050,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	4,836,943	0.05
46,100,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	3,779,983	0.04
19,340,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	3,636,832	0.04
11,116,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	3,490,047	0.04
18,560,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	3,042,586	0.03
20,170,000	Government of Ghana, senior note, 16.25%, 04/07/25	GHA	GHS	2,950,287	0.03
1,780,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	2,035,314	0.02
2,648,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	1,012,827	0.01
85,176,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	734,037	0.01
				5,926,525,288	60.79
	Securities Maturing Within One Year				
290,852,000	FHLB, 0.00%, 01/09/20	USA	USD	290,767,167	2.98
4,797,825,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	161,439,478	1.66
157,371,000	FHLB, Discount Notes, 0.00%, 01/02/20	USA	USD	157,371,000	1.61
287,386,250	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	151,791,593	1.56
146,700,000	FHLB, 0.00%, 01/13/20	USA	USD	146,632,763	1.50
129,000,000	FHLB, 0.00%, 01/10/20	USA	USD	128,957,000	1.32
3,247,964,000	Bank of Thailand Bond, senior note, 1.95%, 11/26/20	THA	THB	109,986,186	1.13
6,917,793,237	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	105,895,349	1.09
192,519,530	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	100,558,575	1.03
1,525,975,000	Egypt Treasury Bill, 0.00%, 01/21/20	EGY	EGP	94,659,857	0.97
92,000,000	FHLB, 0.00%, 01/14/20	USA	USD	91,954,000	0.94
171,949,920	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	89,262,850	0.92
6,658,212,600	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	79,764,866	0.82
2,146,510,000	Bank of Thailand Bond, senior note, 1.34%, 02/26/20	THA	THB	72,130,884	0.74
1,173,125,000	Egypt Treasury Bill, 0.00%, 03/03/20	EGY	EGP	71,253,639	0.73
63,000,000	FHLB, 0.00%, 01/03/20	USA	USD	62,997,375	0.65
116,783,980	Mexico Treasury Bill, 0.00%, 01/16/20	MEX	MXN	61,508,879	0.63
945,300,000	Egypt Treasury Bill, 0.00%, 01/07/20	EGY	EGP	58,722,861	0.60
5,348,041,210	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	57,306,264	0.59
54,000,000	FHLB, 0.00%, 01/06/20	USA	USD	53,991,000	0.55
93,427,150	Mexico Treasury Bill, 0.00%, 06/04/20	MEX	MXN	47,861,084	0.49
93,427,100	Mexico Treasury Bill, 0.00%, 06/18/20	MEX	MXN	47,732,679	0.49
1,378,610,000	Bank of Thailand Bill, 0.00%, 08/06/20	THA	THB	46,033,626	0.47
86,241,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	43,688,828	0.45
690,000,000	Egypt Treasury Bill, 0.00%, 03/17/20	EGY	EGP	42,057,586	0.43
41,000,000	FHLB, 0.00%, 01/07/20	USA	USD	40,991,459	0.42
1,195,606,000	Bank of Thailand Bond, senior note, 1.82%, 08/27/20	THA	THB	40,360,839	0.41
195,100,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	34,805,041	0.36
931,629,000	Bank of Thailand Bill, 0.00%, 07/02/20	THA	THB	31,139,785	0.32
824,555,000	Bank of Thailand Bill, 0.00%, 03/12/20	THA	THB	27,645,858	0.28
24,000,000	FHLB, 0.00%, 01/08/20	USA	USD	23,994,000	0.25
700,869,000	Bank of Thailand Bond, senior note, 1.57%, 09/25/20	THA	THB	23,634,729	0.24
134,910,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	23,443,571	0.24
366,950,000	Egypt Treasury Bill, 0.00%, 02/18/20	EGY	EGP	22,408,756	0.23
68,200,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	21,585,320	0.22
326,425,000	Egypt Treasury Bill, 0.00%, 01/28/20	EGY	EGP	20,188,548	0.21
303,675,000	Egypt Treasury Bill, 0.00%, 03/10/20	EGY	EGP	18,382,271	0.19
293,525,000	Egypt Treasury Bill, 0.00%, 02/11/20	EGY	EGP	18,063,332	0.19
1,964,751,740	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	17,185,592	0.18
1,130,089,700	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	16,095,637	0.16
1,127,339,700	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	15,156,106	0.16

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,050,951,670	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	13,289,781	0.14
8,092,223	Tanzania Government International Bond, senior note, Reg S, FRN, 7.989%, 03/09/20 †	TZA	USD	8,193,012	0.08
43,170,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	7,628,267	0.08
589,790,680	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	6,751,617	0.07
33,900,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	5,967,560	0.06
33,850,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	5,905,786	0.06
539,001,220	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	5,596,233	0.06
444,230,530	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	5,351,413	0.05
23,063,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	4,114,641	0.04
325,202,820	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	3,116,723	0.03
496,400	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	2,641,482	0.03
31,620,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	2,390,662	0.02
8,560,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	1,488,772	0.02
59,230,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	1,138,886	0.01
				2,842,981,068	29.16
	TOTAL BONDS			8,774,664,756	90.01
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			8,774,664,756	90.01
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Household Durables				
723,784	Corporacion GEO SAB de CV, B **	MEX	MXN	0	0.00
	Specialty Retail				
330,332,289	K2016470219 South Africa Ltd., A **	ZAF	ZAR	235,873	0.01
143,924,136	K2016470219 South Africa Ltd., B **	ZAF	ZAR	102,768	0.00
				338,641	0.01
	TOTAL SHARES			338,641	0.01
	RIGHTS				
	Government and Municipal Bonds				
1,000,000	Banco Central Del Uruguay, rts., 02/19/21	URY	USD	0	0.00
	TOTAL RIGHTS			0	0.00
	WARRANTS				
	Household Durables				
1,132,334	Corporacion GEO SAB de CV, wts., 12/30/27 **	MEX	MXN	0	0.00
	TOTAL WARRANTS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			338,641	0.01
	TOTAL INVESTMENTS			8,775,003,397	90.02

† Floating Rates are indicated as at December 31, 2019
‡ Income may be received in additional securities and/or cash
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Emerging Markets Dynamic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Communication Services				
122,400	Tencent Holdings Ltd.	CHN	HKD	5,899,855	3.76
15,701	Naver Corp.	KOR	KRW	2,533,099	1.62
29,419	Yandex NV, A	RUS	USD	1,279,432	0.82
104,500	China Mobile Ltd.	CHN	HKD	878,399	0.56
28,596	IMAX Corp.	USA	USD	584,216	0.37
3,968	Baidu Inc., ADR	CHN	USD	501,555	0.32
17,682	Mail.Ru Group Ltd., GDR	RUS	USD	394,309	0.25
1,089	NetEase Inc., ADR	CHN	USD	333,931	0.21
20,287	KT Skylife Co. Ltd.	KOR	KRW	153,031	0.10
				12,557,827	8.01
	Consumer Discretionary				
25,717	Alibaba Group Holding Ltd., ADR	CHN	USD	5,454,576	3.48
2,207,800	Brilliance China Automotive Holdings Ltd.	CHN	HKD	2,289,314	1.46
13,017	Naspers Ltd., N	ZAF	ZAR	2,129,229	1.36
460,000	NagaCorp Ltd.	KHM	HKD	802,844	0.51
16,380	Fila Korea Ltd.	KOR	KRW	750,993	0.48
1,283,800	Astra International Tbk PT	IDN	IDR	640,397	0.41
118,600	Lojas Americanas SA	BRA	BRL	581,271	0.37
212,800	MGM China Holdings Ltd.	CHN	HKD	347,371	0.22
521,200	BAIC Motor Corp. Ltd., H	CHN	HKD	295,638	0.19
52,800	Sands China Ltd.	CHN	HKD	282,217	0.18
17,900	B2W Cia Digital	BRA	BRL	279,934	0.18
3,385	Prosus NV	CHN	EUR	252,555	0.16
560,873	Nemak SAB de CV	MEX	MXN	235,063	0.15
21,035	Hanon Systems	KOR	KRW	202,891	0.13
31,000	PChome Online Inc.	TWN	TWD	98,148	0.06
52,500	Weifu High-Technology Co. Ltd., B	CHN	HKD	90,214	0.06
1,885	Hankook Tire & Technology Co. Ltd.	KOR	KRW	54,708	0.03
100	Mahle-Metal Leve SA	BRA	BRL	717	0.00
				14,788,080	9.43
	Consumer Staples				
41,196	Unilever PLC	GBR	GBP	2,373,722	1.52
165,986	Massmart Holdings Ltd.	ZAF	ZAR	608,253	0.39
114,000	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	471,812	0.30
241,200	Uni-President China Holdings Ltd.	CHN	HKD	253,201	0.16
288,700	Thai Beverage PCL, fgn.	THA	SGD	191,007	0.12
12,900	M. Dias Branco SA	BRA	BRL	122,437	0.08
14,800	Dairy Farm International Holdings Ltd.	HKG	USD	84,508	0.05
				4,104,940	2.62
	Energy				
23,850	LUKOIL PJSC, ADR	RUS	USD	2,365,443	1.51
685,400	CNOOC Ltd.	CHN	HKD	1,139,944	0.73
58,500	Petroleo Brasileiro SA, ADR, pfd.	BRA	USD	872,820	0.55
619,600	China Petroleum & Chemical Corp., H	CHN	HKD	372,922	0.24
214,300	United Tractors Tbk PT	IDN	IDR	332,275	0.21
78,826	Coal India Ltd.	IND	INR	233,479	0.15
				5,316,883	3.39
	Financials				
477,740	ICICI Bank Ltd.	IND	INR	3,608,074	2.30
125,897	Sberbank of Russia PJSC, ADR	RUS	USD	2,069,747	1.32
226,108	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	2,068,888	1.32
230,864	Banco Bradesco SA, ADR, pfd.	BRA	USD	2,066,233	1.32
241,189	Banco Santander Mexico SA Institucion de Banca Multiple Grupo Financiero Santander, ADR	MEX	USD	1,635,261	1.04
1,567,000	China Construction Bank Corp., H	CHN	HKD	1,353,376	0.86
193,800	Kasikornbank PCL, fgn.	THA	THB	979,741	0.63
167,494	China Merchants Bank Co. Ltd., A	CHN	CNY	903,956	0.58
64,659	Ping An Insurance Group Co. of China Ltd., A	CHN	CNY	793,566	0.51

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Dynamic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Financials (continued)				
10,320	Samsung Life Insurance Co. Ltd.	KOR	KRW	665,092	0.42
54,200	Tata Investment Corp. Ltd.	IND	INR	613,705	0.39
12,603	Bajaj Holdings & Investment Ltd.	IND	INR	601,687	0.38
238,561	Ping An Bank Co. Ltd., A	CHN	CNY	563,581	0.36
11,650	Intercorp Financial Services Inc.	PER	USD	476,485	0.30
211,400	Kiatnakin Bank PCL, fgn.	THA	THB	468,673	0.30
99,025	Moneta Money Bank AS	CZE	CZK	371,183	0.24
26,500	B3 SA - Brasil Bolsa Balcao	BRA	BRL	283,295	0.18
359,000	CTBC Financial Holding Co. Ltd.	TWN	TWD	268,851	0.17
15,863	Hankook Technology Group Co. Ltd.	KOR	KRW	197,603	0.13
329,800	Equity Group Holdings PLC	KEN	KES	174,093	0.11
27,500	China Merchants Bank Co. Ltd., H	CHN	HKD	141,341	0.09
30,400	Siam Commercial Bank PCL, fgn.	THA	THB	124,582	0.08
				20,429,013	13.03
	Health Care				
38,884	Richter Gedeon Nyrt	HUN	HUF	845,476	0.54
90,999	Biocon Ltd.	IND	INR	374,556	0.24
64,848	Glenmark Pharmaceuticals Ltd.	IND	INR	315,765	0.20
				1,535,797	0.98
	Industrials				
26,215	LG Corp.	KOR	KRW	1,673,602	1.07
174,060	COSCO SHIPPING Ports Ltd.	CHN	HKD	142,513	0.09
4,816	HDC Hyundai Development Co-Engineering & Construction	KOR	KRW	106,861	0.07
				1,922,976	1.23
	Information Technology				
629,500	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	6,966,150	4.44
133,902	Samsung Electronics Co. Ltd.	KOR	KRW	6,463,491	4.12
29,741	Cognizant Technology Solutions Corp., A	USA	USD	1,844,537	1.18
64,120	Infosys Ltd.	IND	INR	657,015	0.42
209,904	Hon Hai Precision Industry Co. Ltd.	TWN	TWD	637,200	0.41
34,400	Sunny Optical Technology Group Co. Ltd.	CHN	HKD	595,531	0.38
7,230	SK Hynix Inc.	KOR	KRW	588,537	0.38
31,000	Catcher Technology Co. Ltd.	TWN	TWD	235,265	0.15
1,200	Largan Precision Co. Ltd.	TWN	TWD	200,595	0.13
253,900	FIT Hon Teng Ltd.	TWN	HKD	85,369	0.05
				18,273,690	11.66
	Materials				
82,700	Vale SA	BRA	BRL	1,096,631	0.70
736,300	China Resources Cement Holdings Ltd.	CHN	HKD	937,348	0.60
4,303	POSCO	KOR	KRW	880,336	0.56
43,900	Tata Chemicals Ltd.	IND	INR	410,422	0.26
14,400	Siam Cement PCL, fgn.	THA	THB	189,614	0.12
				3,514,351	2.24
	TOTAL SHARES			82,443,557	52.59
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			82,443,557	52.59
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	INVESTMENTS FUNDS				
	Financials				
691,334	FTIF Templeton Emerging Markets Bond Fund, Class Y (Mdis) USD	LUX	USD	5,406,228	3.45
289,390	FTIF Templeton Emerging Markets Fund, Class Y (Mdis) USD	LUX	USD	3,134,095	2.00
				8,540,323	5.45
	TOTAL INVESTMENTS FUNDS			8,540,323	5.45

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Dynamic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	SHARES				
	Energy				
61,400	Gazprom PJSC, ADR	RUS	USD	505,199	0.32
	TOTAL SHARES			505,199	0.32
	RIGHTS				
	Consumer Discretionary				
1,144	Lojas Americanas SA, rts., 01/06/20	BRA	BRL	2,137	0.00
	TOTAL RIGHTS			2,137	0.00
	BONDS				
	Corporate Bonds				
385,441	Digicel Group Two Ltd., senior note, Reg S, PIK, 2.00%, 04/01/24 ‡	BMU	USD	59,942	0.04
150,417	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	752	0.00
170,404	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	213	0.00
22,769	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	64	0.00
				60,971	0.04
	Government and Municipal Bonds				
25,984	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	7,928,750	5.06
5,997,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	1,908,689	1.22
23,045,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	1,822,435	1.16
21,545,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	1,587,416	1.01
4,263	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	1,269,996	0.81
240,100	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	1,264,949	0.81
5,550	Letra Tesouro Nacional, Strip, 01/01/22	BRA	BRL	1,245,927	0.80
77,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	1,128,161	0.72
72,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	1,058,115	0.68
6,620,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	1,052,375	0.67
4,300	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	996,137	0.64
64,400,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	975,941	0.62
66,100,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	947,826	0.61
166,300	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	915,685	0.58
10,600,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	816,847	0.52
135,500	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	722,369	0.46
136,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	716,945	0.46
2,160	Nota do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	675,420	0.43
4,112,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	660,964	0.42
40,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	583,781	0.37
3,200,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	509,910	0.33
2,700,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	467,577	0.30
82,449,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	395,913	0.25
330,000	Government of Senegal, senior note, Reg S, 6.25%, 07/30/24	SEN	USD	366,246	0.23
5,128,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	362,404	0.23
1,290	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	352,958	0.23
20,000,000	Government of India, senior bond, 8.24%, 02/15/27	IND	INR	301,871	0.19
20,000,000	Government of India, senior bond, 8.33%, 07/09/26	IND	INR	301,380	0.19
20,300,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	283,782	0.18
55,556,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	250,440	0.16
3,140,000,000	Government of Indonesia, senior bond, FR59, 7.00%, 05/15/27	IDN	IDR	226,478	0.14
14,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	205,522	0.13
664	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	191,675	0.12
34,316,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	183,117	0.12
1,030,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	175,707	0.11
2,230,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	172,810	0.11
980,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	165,933	0.11
10,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	146,297	0.09
23,100	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	138,636	0.09
7,700,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	110,568	0.07
560,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	102,535	0.07
7,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	102,320	0.07
4,700,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	69,032	0.04
380,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	63,566	0.04
370,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	63,389	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Dynamic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
200,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	37,327	0.02
150,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	28,207	0.02
120,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	19,672	0.01
1,011,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	8,713	0.01
14,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	5,355	0.00
13,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	4,082	0.00
45,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	3,741	0.00
				34,095,891	21.75
	Securities Maturing Within One Year				
86,500,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	2,910,593	1.86
344,700	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	1,834,244	1.17
8,340,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	1,450,509	0.93
10,275,000	Egypt Treasury Bill, 0.00%, 01/21/20	EGY	EGP	637,383	0.41
2,532	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	617,051	0.39
54,095,490	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	579,653	0.37
27,846,500	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	426,265	0.27
29,603,900	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	354,652	0.23
5,700,000	Egypt Treasury Bill, 0.00%, 03/03/20	EGY	EGP	346,208	0.22
5,025,000	Egypt Treasury Bill, 0.00%, 01/07/20	EGY	EGP	312,157	0.20
520,560	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	271,904	0.17
481,630	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	254,387	0.16
3,575,000	Egypt Treasury Bill, 0.00%, 03/17/20	EGY	EGP	217,907	0.14
910,000	Government of Ghana, senior note, 24.00%, 11/23/20	GHA	GHS	163,279	0.10
11,492,300	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	154,504	0.10
254,440	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	132,085	0.08
1,975,000	Egypt Treasury Bill, 0.00%, 01/28/20	EGY	EGP	122,149	0.08
1,975,000	Egypt Treasury Bill, 0.00%, 02/18/20	EGY	EGP	120,609	0.08
1,650,000	Egypt Treasury Bill, 0.00%, 03/10/20	EGY	EGP	99,879	0.06
500,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	89,198	0.06
1,350,000	Egypt Treasury Bill, 0.00%, 02/11/20	EGY	EGP	83,078	0.05
154,720	Mexico Treasury Bill, 0.00%, 01/16/20	MEX	MXN	81,489	0.05
63,333	Tanzania Government International Bond, senior note, Reg S, FRN, 7.989%, 03/09/20 †	TZA	USD	64,122	0.04
123,840	Mexico Treasury Bill, 0.00%, 06/04/20	MEX	MXN	63,441	0.04
123,800	Mexico Treasury Bill, 0.00%, 06/18/20	MEX	MXN	63,251	0.04
4,406,400	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	62,759	0.04
280,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	48,851	0.03
250,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	44,176	0.03
150,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	26,405	0.02
69,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	21,839	0.01
120,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	21,409	0.01
1,254,590	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	15,865	0.01
1,416,000	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	12,386	0.01
1,037,840	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	11,881	0.01
811,070	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	9,771	0.01
814,850	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	8,460	0.01
390,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	7,499	0.00
459,450	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	4,403	0.00
				11,745,701	7.49
	TOTAL BONDS			45,902,563	29.28
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			54,950,222	35.05
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Consumer Discretionary				
2,118,332	K2016470219 South Africa Ltd., A **	ZAF	ZAR	1,513	0.00
706,586	K2016470219 South Africa Ltd., B **	ZAF	ZAR	504	0.00
5,256	Corporacion GEO SAB de CV, B **	MEX	MXN	0	0.00
				2,017	0.00
	TOTAL SHARES			2,017	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Dynamic Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	WARRANTS				
	Consumer Discretionary				
8,223	Corporacion GEO SAB de CV, wts., 12/30/27 **	MEX	MXN	0	0.00
	TOTAL WARRANTS			0	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			2,017	0.00
	TOTAL INVESTMENTS			137,395,796	87.64

‡ Income may be received in additional securities and/or cash
† Floating Rates are indicated as at December 31, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Emerging Markets Local Currency Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Government and Municipal Bonds				
7,836	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	2,296,653	8.28
20,279,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	1,513,420	5.46
80,100,000	Government of India, senior note, 7.59%, 01/11/26	IND	INR	1,169,423	4.22
3,760	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	1,074,840	3.88
156,600	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	834,855	3.01
156,600	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	825,036	2.98
10,270,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	756,684	2.73
1,658,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	527,698	1.90
30,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	438,890	1.58
30,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	430,178	1.55
2,400,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	415,624	1.50
70,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	369,782	1.33
1,350	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	312,741	1.13
1,350	Letra Tesouro Nacional, Strip, 01/01/22	BRA	BRL	303,063	1.09
1,000	Nota do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	300,645	1.08
950	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	262,787	0.95
2,970,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	228,871	0.83
1,145,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	182,020	0.66
590,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	99,898	0.36
18,492,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	88,797	0.32
18,620,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	83,937	0.30
390,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	63,934	0.23
6,306,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	33,650	0.12
130	Letra Tesouro Nacional, Strip, 04/01/21	BRA	BRL	30,539	0.11
3,700	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	20,373	0.07
				12,664,338	45.67
	Securities Maturing Within One Year				
31,000,000	Bank of Thailand Bond, senior note, 1.77%, 03/27/20	THA	THB	1,043,103	3.76
32,167,500	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	385,364	1.39
5,700,000	Egypt Treasury Bill, 0.00%, 03/03/20	EGY	EGP	346,208	1.25
1,390	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	338,744	1.22
9,180,000	Bank of Thailand Bond, senior note, 1.34%, 02/26/20	THA	THB	308,483	1.11
19,136,900	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	292,942	1.06
1,650,000	Ghana Treasury Note, 19.50%, 10/05/20	GHA	GHS	286,287	1.03
472,340	Mexico Treasury Bill, 0.00%, 01/16/20	MEX	MXN	248,776	0.90
45,600	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	242,650	0.87
6,811,000	Bank of Thailand Bond, senior note, 1.95%, 11/26/20	THA	THB	230,642	0.83
401,910	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	209,929	0.76
399,870	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	207,581	0.75
5,840,000	Bank of Thailand Bill, 0.00%, 08/06/20	THA	THB	195,005	0.70
377,890	Mexico Treasury Bill, 0.00%, 06/04/20	MEX	MXN	193,586	0.70
377,900	Mexico Treasury Bill, 0.00%, 06/18/20	MEX	MXN	193,072	0.70
600,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	189,900	0.68
5,071,000	Bank of Thailand Bond, senior note, 1.82%, 08/27/20	THA	THB	171,185	0.62
3,947,000	Bank of Thailand Bill, 0.00%, 07/02/20	THA	THB	131,929	0.47
2,150,000	Egypt Treasury Bill, 0.00%, 02/18/20	EGY	EGP	131,295	0.47
2,075,000	Egypt Treasury Bill, 0.00%, 02/11/20	EGY	EGP	127,694	0.46
8,757,500	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	124,731	0.45
239,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	121,075	0.44
3,494,000	Bank of Thailand Bill, 0.00%, 03/12/20	THA	THB	117,148	0.42
1,775,000	Egypt Treasury Bill, 0.00%, 03/10/20	EGY	EGP	107,446	0.39
2,970,000	Bank of Thailand Bond, senior note, 1.57%, 09/25/20	THA	THB	100,154	0.36
1,625,000	Egypt Treasury Bill, 0.00%, 03/17/20	EGY	EGP	99,049	0.36
1,300,000	Egypt Treasury Bill, 0.00%, 01/28/20	EGY	EGP	80,402	0.29
1,200,000	Egypt Treasury Bill, 0.00%, 01/07/20	EGY	EGP	74,545	0.27
6,473,210	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	69,363	0.25
280	Letra Tesouro Nacional, Strip, 04/01/20	BRA	BRL	68,935	0.25
2,384,130	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	30,148	0.11
80	Letra Tesouro Nacional, Strip, 01/01/20	BRA	BRL	19,900	0.07
1,374,500	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	18,479	0.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Local Currency Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
1,552,970	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	17,778	0.06
1,188,210	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	14,314	0.05
1,332,850	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	13,838	0.05
1,065,980	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	9,324	0.03
783,650	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	7,510	0.03
				6,568,514	23.68
	TOTAL BONDS			19,232,852	69.35
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			19,232,852	69.35
	TOTAL INVESTMENTS			19,232,852	69.35

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
11,843,212	Aramex PJSC	ARE	AED	11,510,629	1.49
	Airlines				
135,351	Wizz Air Holdings PLC	HUN	GBP	6,982,396	0.90
	Auto Components				
6,018,495	Apollo Tyres Ltd.	IND	INR	13,824,278	1.79
175,033	Mando Corp.	KOR	KRW	5,329,771	0.69
162,809	Sebang Global Battery Co. Ltd.	KOR	KRW	5,253,311	0.68
7,293,500	Nemak SAB de CV	MEX	MXN	3,056,722	0.40
1,503,473	Weifu High-Technology Co. Ltd., B	CHN	HKD	2,583,512	0.33
66,635	Hankook Tire & Technology Co. Ltd.	KOR	KRW	1,933,930	0.25
				31,981,524	4.14
	Banks				
10,282,288	Federal Bank Ltd.	IND	INR	12,673,635	1.64
3,191,300	TISCO Financial Group PCL, fgn.	THA	THB	10,639,453	1.38
195,270	Intercorp Financial Services Inc.	PER	USD	7,986,543	1.03
1,927,277	Moneta Money Bank AS	CZE	CZK	7,224,155	0.93
3,541,100	Equitas Holdings Ltd.	IND	INR	5,300,112	0.69
3,066,625	Hatton National Bank PLC	LKA	LKR	2,941,931	0.38
804,500	Habib Bank Ltd.	PAK	PKR	824,223	0.11
				47,590,052	6.16
	Beverages				
2,774,824	Stock Spirits Group PLC	POL	GBP	7,589,114	0.98
1,408,900	Embotelladora Andina SA, pfd., A	CHL	CLP	3,526,041	0.46
				11,115,155	1.44
	Biotechnology				
2,698,900	PharmaEssentia Corp.	TWN	TWD	9,925,412	1.28
29,896	Medy-tox Inc.	KOR	KRW	7,781,820	1.01
344,535	Hans Biomed Corp.	KOR	KRW	7,436,179	0.96
				25,143,411	3.25
	Building Products				
37,950,004	Dynasty Ceramic PCL, fgn.	THA	THB	2,409,322	0.31
	Capital Markets				
3,998,000	China Everbright Ltd.	CHN	HKD	7,470,308	0.97
205,672	Noah Holdings Ltd., ADR	CHN	USD	7,274,619	0.94
156,436	Georgia Capital PLC	GEO	GBP	1,910,307	0.25
				16,655,234	2.16
	Chemicals				
1,770,399	Tata Chemicals Ltd.	IND	INR	16,551,513	2.14
4,479,455	Soda Sanayii AS	TUR	TRY	4,652,884	0.60
				21,204,397	2.74
	Construction Materials				
7,327,914	Huaxin Cement Co. Ltd., B	CHN	USD	15,220,077	1.97
510,451	JK Cement Ltd.	IND	INR	8,361,582	1.08
389,468	Dalmia Bharat Ltd.	IND	INR	4,368,177	0.57
				27,949,836	3.62
	Diversified Consumer Services				
900,800	Ser Educacional SA	BRA	BRL	6,218,982	0.81
	Diversified Financial Services				
760,596	Bajaj Holdings & Investment Ltd.	IND	INR	36,312,050	4.70
754,000	Hankook Technology Group Co. Ltd.	KOR	KRW	9,392,469	1.22
				45,704,519	5.92

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electronic Equipment, Instruments & Components				
6,032,298	Redington India Ltd.	IND	INR	9,958,723	1.29
28,274,600	FIT Hon Teng Ltd.	TWN	HKD	9,506,750	1.23
1,899,061	Flytech Technology Co. Ltd.	TWN	TWD	4,571,308	0.59
3,252,900	Synnex Technology International Corp.	TWN	TWD	4,078,224	0.53
14,695,400	Ju Teng International Holdings Ltd.	CHN	HKD	3,752,916	0.48
				31,867,921	4.12
	Energy Equipment & Services				
108,142	TMK PAO, GDR	RUS	USD	401,748	0.05
	Entertainment				
703,417	IMAX Corp.	USA	USD	14,370,809	1.86
6,652,800	Major Cineplex Group PCL, fgn.	THA	THB	5,642,701	0.73
				20,013,510	2.59
	Food & Staples Retailing				
3,069,370	Robinsons Retail Holdings Inc.	PHL	PHP	4,845,099	0.63
875,335	Massmart Holdings Ltd.	ZAF	ZAR	3,207,651	0.41
1,047,411	Georgia Healthcare Group PLC, 144A	GEO	GBP	1,706,309	0.22
				9,759,059	1.26
	Food Products				
4,823,700	Health & Happiness H&H International Holdings Ltd.	CHN	HKD	19,963,852	2.59
2,761,030	Masan Group Corp.	VNM	VND	6,732,040	0.87
21,300,250	Century Pacific Food Inc.	PHL	PHP	6,379,988	0.83
2,702,626	Grupo Herdez SAB de CV	MEX	MXN	5,357,717	0.69
4,426,000	Uni-President China Holdings Ltd.	CHN	HKD	4,646,212	0.60
				43,079,809	5.58
	Health Care Equipment & Supplies				
486,000	St. Shine Optical Co. Ltd.	TWN	TWD	7,384,808	0.95
206,114	Interojo Co. Ltd.	KOR	KRW	4,724,973	0.61
171,972	Vieworks Co. Ltd.	KOR	KRW	4,686,129	0.61
183,085	I-Sens Inc.	KOR	KRW	4,070,350	0.53
1,022,000	Pacific Hospital Supply Co. Ltd.	TWN	TWD	2,538,685	0.33
				23,404,945	3.03
	Health Care Providers & Services				
397,596	Mouwasat Medical Services Co.	SAU	SAR	9,327,019	1.20
867,930	Middle East Healthcare Co.	SAU	SAR	6,871,624	0.89
555,678	Integrated Diagnostics Holdings PLC	EGY	USD	2,222,712	0.29
				18,421,355	2.38
	Hotels, Restaurants & Leisure				
59,990	DO & CO Restaurants & Catering AG	TUR	TRY	5,686,782	0.74
	Household Durables				
50,072	Amica SA	POL	PLN	1,808,511	0.23
	Industrial Conglomerates				
13,898,988	Hemas Holdings PLC	LKA	LKR	6,360,391	0.82
26,158,300	DMCI Holdings Inc.	PHL	PHP	3,411,728	0.44
				9,772,119	1.26
	Insurance				
71,906	Fanhua Inc., ADR	CHN	USD	1,867,399	0.24
	Interactive Media & Services				
196,861	Mail.Ru Group Ltd., GDR	RUS	USD	4,390,000	0.57
	Internet & Direct Marketing Retail				
347,780	Baozun Inc., ADR	CHN	USD	11,518,474	1.49
2,140,092	PChome Online Inc.	TWN	TWD	6,775,658	0.88
				18,294,132	2.37

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	IT Services				
3,023,198	FPT Corp.	VNM	VND	7,606,104	0.98
2,659,600	TravelSky Technology Ltd., H	CHN	HKD	6,491,741	0.84
8,716,000	Chinasoft International Ltd.	CHN	HKD	4,921,576	0.64
				19,019,421	2.46
	Leisure products				
2,965,200	Merida Industry Co. Ltd.	TWN	TWD	17,497,168	2.26
	Machinery				
1,643,000	Shin Zu Shing Co. Ltd.	TWN	TWD	7,085,922	0.92
2,427,067	Marcopolo SA, pfd.	BRA	BRL	2,717,204	0.35
				9,803,126	1.27
	Metals & Mining				
16,281,843	Hoa Phat Group JSC	VNM	VND	16,511,956	2.14
	Paper & Forest Products				
4,059,000	Duratex SA	BRA	BRL	16,884,309	2.19
	Personal Products				
155,940	Cosmecca Korea Co. Ltd.	KOR	KRW	1,531,085	0.20
	Pharmaceuticals				
894,390	Richter Gedeon Nyrt	HUN	HUF	19,447,215	2.52
10,305,500	Luye Pharma Group Ltd.	CHN	HKD	7,723,537	1.00
1,441,913	Glenmark Pharmaceuticals Ltd.	IND	INR	7,021,129	0.91
1,879,700	TTY Biopharm Co. Ltd.	TWN	TWD	5,178,272	0.67
679,446	Egyptian International Pharmaceuticals EIPICO	EGY	EGP	2,961,199	0.38
				42,331,352	5.48
	Real Estate Management & Development				
7,189,041	Vincom Retail JSC	VNM	VND	10,548,167	1.37
	Semiconductors & Semiconductor Equipment				
2,640,000	Novatek Microelectronics Corp. Ltd.	TWN	TWD	19,329,344	2.50
24,469,156	Xinyi Solar Holdings Ltd.	CHN	HKD	17,365,147	2.25
287,072	Silicon Works Co. Ltd.	KOR	KRW	9,883,706	1.28
				46,578,197	6.03
	Specialty Retail				
4,031,200	Luk Fook Holdings (International) Ltd.	HKG	HKD	11,614,086	1.50
10,610,600	I.T Ltd.	HKG	HKD	2,546,337	0.33
				14,160,423	1.83
	Technology Hardware, Storage & Peripherals				
9,098,100	Primax Electronics Ltd.	TWN	TWD	19,284,529	2.50
2,453,860	ADLINK Technology Inc.	TWN	TWD	3,937,858	0.51
				23,222,387	3.01
	Textiles, Apparel & Luxury Goods				
310,195	Fila Korea Ltd.	KOR	KRW	14,221,866	1.84
570,680	Eclat Textile Co. Ltd.	TWN	TWD	7,688,945	0.99
2,335,005	Grendene SA	BRA	BRL	7,133,689	0.92
505,191	Vardhman Textiles Ltd.	IND	INR	7,026,513	0.91
13,059,049	Xtep International Holdings Ltd.	CHN	HKD	6,938,191	0.90
647,895	Mavi Giyim Sanayi Ve Ticaret AS, B, 144A	TUR	TRY	6,305,097	0.82
3,589,500	JNBY Design Ltd.	CHN	HKD	4,818,368	0.62
197,800	Arezzo Industria e Comercio SA	BRA	BRL	3,149,446	0.41
				57,282,115	7.41
	Tobacco				
6,223,230	Eastern Co. SAE	EGY	EGP	5,862,632	0.76
	Trading Companies & Distributors				
9,992,800	Hexindo Adiperkasa Tbk PT	IDN	IDR	2,497,750	0.32

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Emerging Markets Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Transportation Infrastructure				
5,364,300	International Container Terminal Services Inc.	PHL	PHP	13,611,858	1.76
6,562,911	COSCO SHIPPING Ports Ltd.	CHN	HKD	5,373,429	0.70
				18,985,287	2.46
	TOTAL SHARES			745,948,122	96.55
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			745,948,122	96.55
	TOTAL INVESTMENTS			745,948,122	96.55

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Euroland Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Auto Components				
858,937	Freni Brembo SpA	ITA	EUR	9,499,843	2.34
135,866	Hella GmbH & Co. KGaA	DEU	EUR	6,703,629	1.65
54,491	Cie Generale des Etablissements Michelin SCA	FRA	EUR	5,944,968	1.47
				22,148,440	5.46
	Banks				
781,589	ING Groep NV	NLD	EUR	8,353,623	2.06
645,107	Credit Agricole SA	FRA	EUR	8,338,008	2.05
153,647	BNP Paribas SA	FRA	EUR	8,117,171	2.00
1,402,808	Bank of Ireland Group PLC	IRL	EUR	6,848,509	1.69
				31,657,311	7.80
	Biotechnology				
75,633	MorphoSys AG	DEU	EUR	9,590,264	2.36
	Building Products				
247,815	Compagnie de Saint-Gobain	FRA	EUR	9,045,247	2.23
	Capital Markets				
347,799	Flow Traders	NLD	EUR	7,491,590	1.85
	Chemicals				
194,635	Umicore SA	BEL	EUR	8,439,374	2.08
39,850	LANXESS AG	DEU	EUR	2,383,827	0.59
26,809	Lenzing AG	AUT	EUR	2,219,785	0.54
				13,042,986	3.21
	Construction Materials				
270,851	CRH PLC	IRL	EUR	9,661,255	2.38
	Diversified Telecommunication Services				
608,113	Deutsche Telekom AG	DEU	EUR	8,860,206	2.18
1,068,356	Telefonica Deutschland Holding AG	DEU	EUR	2,760,632	0.68
				11,620,838	2.86
	Electric Utilities				
41,610	Orsted AS	DNK	DKK	3,836,668	0.94
	Electrical Equipment				
505,551	Siemens Gamesa Renewable Energy SA	ESP	EUR	7,904,290	1.95
	Electronic Equipment, Instruments & Components				
294,098	Jenoptik AG	DEU	EUR	7,493,617	1.85
	Energy Equipment & Services				
379,549	Tecnicas Reunidas SA	ESP	EUR	9,033,266	2.22
	Food Products				
537,668	Ebro Foods SA	ESP	EUR	10,371,616	2.55
	Health Care Providers & Services				
121,902	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	8,040,656	1.98
	Hotels, Restaurants & Leisure				
78,235	Sodexo SA	FRA	EUR	8,265,528	2.04
	Industrial Conglomerates				
80,659	Siemens AG	DEU	EUR	9,400,000	2.32
	Insurance				
275,356	ASR Nederland NV	NLD	EUR	9,185,876	2.26
70,477	NN Group NV	NLD	EUR	2,383,532	0.59
				11,569,408	2.85
	Internet & Direct Marketing Retail				
624,684	Takkt AG	DEU	EUR	7,858,525	1.94

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Euroland Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	IT Services				
87,072	Capgemini SE	FRA	EUR	9,482,141	2.33
110,830	Atos SE	FRA	EUR	8,236,885	2.03
				17,719,026	4.36
	Life Sciences Tools & Services				
129,602	Gerresheimer AG	DEU	EUR	8,942,538	2.20
134,432	QIAGEN NV	NLD	EUR	4,094,799	1.01
				13,037,337	3.21
	Machinery				
443,077	GEA Group AG	DEU	EUR	13,061,910	3.22
	Multi-Utilities				
486,369	Veolia Environnement SA	FRA	EUR	11,531,809	2.84
1,167,648	E.ON SE	DEU	EUR	11,120,680	2.74
				22,652,489	5.58
	Oil, Gas & Consumable Fuels				
803,637	Eni SpA	ITA	EUR	11,127,158	2.74
407,296	Royal Dutch Shell PLC, A	GBR	EUR	10,656,900	2.63
186,708	Total SA	FRA	EUR	9,186,033	2.26
572,180	Galp Energia SGPS SA, B	PRT	EUR	8,525,482	2.10
				39,495,573	9.73
	Personal Products				
634,096	Ontex Group NV	BEL	EUR	11,889,300	2.93
	Pharmaceuticals				
197,836	Bayer AG	DEU	EUR	14,404,439	3.55
104,754	Sanofi	FRA	EUR	9,388,053	2.31
73,916	Merck KGaA	DEU	EUR	7,787,051	1.92
93,875	UCB SA	BEL	EUR	6,655,738	1.64
				38,235,281	9.42
	Professional Services				
477,927	Intertrust NV	NLD	EUR	8,272,916	2.04
	Semiconductors & Semiconductor Equipment				
101,862	NXP Semiconductors NV	NLD	EUR	11,622,454	2.86
227,841	Infineon Technologies AG	DEU	EUR	4,627,451	1.14
				16,249,905	4.00
	Software				
67,994	SAP SE	DEU	EUR	8,181,038	2.02
	TOTAL SHARES			386,826,280	95.30
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			386,826,280	95.30
	TOTAL INVESTMENTS			386,826,280	95.30

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Frontier Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
11,404,763	Aramex PJSC	ARE	AED	11,084,493	2.08
1,456,234	Agility Public Warehousing Co. KSC	KWT	KWD	3,928,758	0.74
				15,013,251	2.82
	Banks				
9,160,480	National Bank of Kuwait SAKP	KWT	KWD	32,327,551	6.07
401,947	Bancolombia SA, ADR, pfd.	COL	USD	22,022,676	4.13
6,384,730	BDO Unibank Inc.	PHL	PHP	19,905,038	3.73
1,206,699	Banco Davivienda SA, pfd.	COL	COP	16,878,655	3.17
12,188,358	Metropolitan Bank & Trust Co.	PHL	PHP	15,944,912	2.99
29,338,610	KCB Group Ltd.	KEN	KES	15,631,820	2.93
20,968,576	Brac Bank Ltd.	BGD	BDT	14,226,868	2.67
3,727,006	Emirates NBD Bank PJSC	ARE	AED	13,190,607	2.48
2,471,831	Commercial International Bank Egypt SAE	EGY	EGP	12,782,677	2.40
157,806,821	Guaranty Trust Bank PLC	NGA	NGN	12,631,677	2.37
218,741,286	Zenith Bank PLC	NGA	NGN	11,210,702	2.10
51,549	Credicorp Ltd.	PER	USD	10,963,441	2.06
812,213	Halyk Savings Bank of Kazakhstan JSC, GDR, Reg S	KAZ	USD	10,843,044	2.03
8,393,075	Ahli United Bank BSC	KWT	KWD	8,941,172	1.68
8,212,100	Vietnam Technological and Commercial Joint Stock Bank	VNM	VND	8,345,882	1.57
8,314,339	Gulf Bank KSCP	KWT	KWD	8,308,855	1.56
133,387	Intercorp Financial Services Inc.	PER	USD	5,455,528	1.02
5,113,135	United Bank Ltd.	PAK	PKR	5,443,015	1.02
6,270,268	Hatton National Bank PLC	LKA	LKR	4,684,335	0.88
2,739,400	MCB Bank Ltd.	PAK	PKR	3,729,119	0.70
				253,467,574	47.56
	Building Products				
4,738,652	Binh Minh Plastics JSC	VNM	VND	9,243,158	1.73
	Capital Markets				
9,511,246	Egyptian Financial Group-Hermes Holding Co.	EGY	EGP	9,931,993	1.86
	Chemicals				
4,025,834	Egypt Kuwait Holding Co. SAE	EGY	USD	5,193,326	0.97
	Diversified Consumer Services				
1,549,142	Human Soft Holding Co. KSC	KWT	KWD	15,389,234	2.89
	Food & Staples Retailing				
9,604,440	Robinsons Retail Holdings Inc.	PHL	PHP	15,160,916	2.84
382,489	InRetail Peru Corp., Reg S	PER	USD	13,769,604	2.58
16,818,660	Puregold Price Club Inc.	PHL	PHP	13,191,431	2.48
				42,121,951	7.90
	Food Products				
19,806,941	Juhayna Food Industries	EGY	EGP	10,613,065	1.99
2,896,554	Alicorp SA	PER	PEN	8,043,555	1.51
3,137,500	Masan Group Corp.	VNM	VND	7,649,962	1.44
885,366	Grupo Nutresa SA	COL	COP	6,841,108	1.28
570,463	MHP SE, GDR, Reg S	UKR	USD	5,533,491	1.04
2,932,305	Mezzan Holding Co.	KWT	KWD	4,835,596	0.91
112,259,094	UAC of Nigeria PLC	NGA	NGN	2,691,100	0.50
				46,207,877	8.67
	Health Care Providers & Services				
25,348,263	Cleopatra Hospital	EGY	EGP	9,191,707	1.73
236,812	Mouwasat Medical Services Co.	SAU	SAR	5,555,262	1.04
				14,746,969	2.77
	Industrial Conglomerates				
567,330	Ayala Corp.	PHL	PHP	8,793,167	1.65

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Frontier Markets Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
827,079	Old Mutual Ltd.	ZAF	ZWL	1,161,065	0.22
	IT Services				
2,585,375	FPT Corp.	VNM	VND	6,504,579	1.22
	Marine				
543,156	Vietnam Container Shipping JSC	VNM	VND	638,731	0.12
	Metals & Mining				
10,780,577	Hoa Phat Group JSC	VNM	VND	10,932,940	2.05
	Oil, Gas & Consumable Fuels				
52,141,642	OMV Petrom SA	ROU	RON	5,458,707	1.02
	Pharmaceuticals				
6,499,063	Beximco Pharmaceuticals Ltd.	BGD	BDT	5,289,890	0.99
	Real Estate Management & Development				
8,735,460	Vincom Retail JSC	VNM	VND	12,817,160	2.40
1,006,535	Arabian Centres Co. Ltd.	SAU	SAR	7,821,420	1.47
15,487,056	Emaar Malls Group PJSC	ARE	AED	7,715,806	1.45
1,030,758	Mabanee Co. SAKC	KWT	KWD	3,076,636	0.58
				31,431,022	5.90
	Specialty Retail				
25,790,772	Wilcon Depot Inc.	PHL	PHP	9,160,101	1.72
	Transportation Infrastructure				
5,703,300	International Container Terminal Services Inc.	PHL	PHP	14,472,067	2.72
1,041,707	DP World PLC	ARE	USD	13,646,362	2.56
				28,118,429	5.28
	TOTAL SHARES			518,803,964	97.34
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			518,803,964	97.34
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Telecommunication Services				
227,252	Sonatel **	SEN	XOF	6,599,142	1.24
	TOTAL SHARES			6,599,142	1.24
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			6,599,142	1.24
	TOTAL INVESTMENTS			525,403,106	98.58

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
1,206,114	BAE Systems PLC	GBR	GBP	9,022,328	1.07
	Air Freight & Logistics				
105,300	United Parcel Service Inc., B	USA	USD	12,326,418	1.47
	Automobiles				
441,300	Isuzu Motors Ltd.	JPN	JPY	5,274,890	0.63
	Banks				
375,600	Wells Fargo & Co.	USA	USD	20,207,280	2.41
233,629	Citigroup Inc.	USA	USD	18,664,621	2.22
1,464,362	ING Groep NV	NLD	EUR	17,551,927	2.09
262,375	BNP Paribas SA	FRA	EUR	15,544,723	1.85
1,135,868	Standard Chartered PLC	GBR	GBP	10,717,348	1.28
266,100	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	9,887,387	1.18
285,189	Hana Financial Group Inc.	KOR	KRW	9,103,430	1.08
200,000	KB Financial Group Inc., ADR	KOR	USD	8,274,000	0.99
				109,950,716	13.10
	Beverages				
908,900	Kirin Holdings Co. Ltd.	JPN	JPY	19,988,691	2.38
275,400	Suntory Beverage & Food Ltd.	JPN	JPY	11,517,764	1.37
				31,506,455	3.75
	Biotechnology				
212,040	Gilead Sciences Inc.	USA	USD	13,778,359	1.64
	Chemicals				
179,035	Johnson Matthey PLC	GBR	GBP	7,104,202	0.85
	Construction Materials				
358,450	CRH PLC	IRL	EUR	14,338,760	1.71
269,200	Taiheiyo Cement Corp.	JPN	JPY	7,963,911	0.95
				22,302,671	2.66
	Diversified Financial Services				
865,486	M&G PLC	GBR	GBP	2,719,007	0.32
	Diversified Telecommunication Services				
1,193,349	Deutsche Telekom AG	DEU	EUR	19,498,758	2.32
31,112,330	China Telecom Corp. Ltd., H	CHN	HKD	12,816,572	1.53
161,200	Verizon Communications Inc.	USA	USD	9,897,680	1.18
3,003,790	Singapore Telecommunications Ltd.	SGP	SGD	7,525,106	0.90
				49,738,116	5.93
	Electronic Equipment, Instruments & Components				
127,800	Kyocera Corp.	JPN	JPY	8,796,356	1.05
	Energy Equipment & Services				
811,541	Tenaris SA	ITA	EUR	9,146,532	1.09
	Food & Staples Retailing				
511,500	The Kroger Co.	USA	USD	14,828,385	1.77
208,200	Walgreens Boots Alliance Inc.	USA	USD	12,275,472	1.46
				27,103,857	3.23
	Food Products				
187,100	Kellogg Co.	USA	USD	12,939,836	1.54
	Health Care Equipment & Supplies				
105,000	LivaNova PLC	GBR	USD	7,920,150	0.94
	Health Care Providers & Services				
207,488	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	15,348,062	1.83

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Household Durables				
1,020,500	Panasonic Corp.	JPN	JPY	9,667,401	1.15
	Industrial Conglomerates				
1,191,500	CK Hutchison Holdings Ltd.	HKG	HKD	11,361,017	1.35
62,556	Siemens AG	DEU	EUR	8,175,680	0.98
				19,536,697	2.33
	Insurance				
865,486	Prudential PLC	GBR	GBP	16,609,784	1.98
	Interactive Media & Services				
72,080	Baidu Inc., ADR	CHN	USD	9,110,912	1.09
	Marine				
7,473	A.P. Moeller-Maersk AS, B	DNK	DKK	10,775,691	1.28
	Media				
370,060	Comcast Corp., A	USA	USD	16,641,598	1.98
1,013,750	SES SA, IDR	LUX	EUR	14,210,875	1.70
				30,852,473	3.68
	Metals & Mining				
602,200	Wheaton Precious Metals Corp.	CAN	CAD	17,918,534	2.13
459,800	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	14,994,536	1.79
				32,913,070	3.92
	Multi-Utilities				
740,177	Veolia Environnement SA	FRA	EUR	19,680,995	2.34
1,084,326	E.ON SE	DEU	EUR	11,581,350	1.38
				31,262,345	3.72
	Oil, Gas & Consumable Fuels				
3,746,019	BP PLC	GBR	GBP	23,398,032	2.79
1,191,618	Eni SpA	ITA	EUR	18,502,964	2.20
401,439	Royal Dutch Shell PLC, A	GBR	EUR	11,779,320	1.40
471,986	Equinor ASA	NOR	NOK	9,437,031	1.12
162,072	Total SA	FRA	EUR	8,942,378	1.07
298,354	Royal Dutch Shell PLC, B	GBR	GBP	8,849,495	1.05
329,990	Apache Corp.	USA	USD	8,444,444	1.01
117,500	Exxon Mobil Corp.	USA	USD	8,199,150	0.98
521,500	Husky Energy Inc.	CAN	CAD	4,184,530	0.50
				101,737,344	12.12
	Pharmaceuticals				
135,104	Allergan PLC	USA	USD	25,827,832	3.08
223,317	Sanofi	FRA	EUR	22,444,330	2.68
130,159	Merck KGaA	DEU	EUR	15,377,603	1.83
185,455	Bayer AG	DEU	EUR	15,142,915	1.80
367,422	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	14,646,166	1.75
21,310	Roche Holding AG	CHE	CHF	6,915,042	0.82
				100,353,888	11.96
	Real Estate Management & Development				
495,000	Mitsui Fudosan Co. Ltd.	JPN	JPY	12,170,601	1.45
48,000	Jones Lang LaSalle Inc.	USA	USD	8,356,320	1.00
523,200	Swire Pacific Ltd., A	HKG	HKD	4,861,168	0.58
				25,388,089	3.03
	Software				
253,990	Oracle Corp.	USA	USD	13,456,390	1.60
	Specialty Retail				
3,659,913	Kingfisher PLC	GBR	GBP	10,518,797	1.25
	Technology Hardware, Storage & Peripherals				
465,379	Samsung Electronics Co. Ltd.	KOR	KRW	22,463,990	2.68

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Wireless Telecommunication Services				
7,369,472	Vodafone Group PLC	GBR	GBP	14,324,506	1.71
1,067,500	China Mobile Ltd.	CHN	HKD	8,973,121	1.07
				23,297,627	2.78
	TOTAL SHARES			802,922,453	95.67
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			802,922,453	95.67
	TOTAL INVESTMENTS			802,922,453	95.67

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
708,437	BAE Systems PLC	GBR	GBP	5,299,458	0.66
	Air Freight & Logistics				
64,650	United Parcel Service Inc., B	USA	USD	7,567,929	0.94
	Auto Components				
31,617	Cie Generale des Etablissements Michelin SCA	FRA	EUR	3,868,346	0.48
	Banks				
203,568	Citigroup Inc.	USA	USD	16,263,048	2.02
263,941	BNP Paribas SA	FRA	EUR	15,637,502	1.94
1,543,054	Standard Chartered PLC	GBR	GBP	14,559,303	1.81
266,280	Wells Fargo & Co.	USA	USD	14,325,864	1.78
889,630	ING Groep NV	NLD	EUR	10,663,157	1.32
181,291	KB Financial Group Inc.	KOR	KRW	7,472,829	0.93
1,239,216	Bank of Ireland Group PLC	IRL	EUR	6,784,607	0.84
				85,706,310	10.64
	Beverages				
392,000	Kirin Holdings Co. Ltd.	JPN	JPY	8,620,934	1.07
	Biotechnology				
125,142	Gilead Sciences Inc.	USA	USD	8,131,727	1.01
	Building Products				
155,801	Compagnie de Saint-Gobain	FRA	EUR	6,377,391	0.79
	Capital Markets				
798,674	UBS Group AG	CHE	CHF	10,090,208	1.25
	Chemicals				
174,917	Johnson Matthey PLC	GBR	GBP	6,940,798	0.86
	Communications Equipment				
276,987	CommScope Holding Co. Inc.	USA	USD	3,930,446	0.49
	Construction Materials				
282,564	CRH PLC	IRL	EUR	11,303,159	1.40
156,593	Taiheiyo Cement Corp.	JPN	JPY	4,632,588	0.58
				15,935,747	1.98
	Consumer Finance				
57,587	Capital One Financial Corp.	USA	USD	5,926,278	0.74
	Diversified Financial Services				
34,725	Berkshire Hathaway Inc., B	USA	USD	7,865,212	0.98
	Diversified Telecommunication Services				
4,539,723	Singapore Telecommunications Ltd.	SGP	SGD	11,372,931	1.41
16,016,274	China Telecom Corp. Ltd., H	CHN	HKD	6,597,826	0.82
				17,970,757	2.23
	Electrical Equipment				
79,923	Vestas Wind Systems AS	DNK	DKK	8,074,823	1.00
	Food & Staples Retailing				
103,091	Walgreens Boots Alliance Inc.	USA	USD	6,078,245	0.75
148,400	Seven & i Holdings Co. Ltd.	JPN	JPY	5,466,255	0.68
				11,544,500	1.43
	Gas Utilities				
4,554,158	Kunlun Energy Co. Ltd.	CHN	HKD	4,020,970	0.50

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Providers & Services				
58,590	Laboratory Corp. of America Holdings	USA	USD	9,911,670	1.23
68,169	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	5,042,519	0.63
				14,954,189	1.86
	Industrial Conglomerates				
111,460	Siemens AG	DEU	EUR	14,567,129	1.81
1,142,100	CK Hutchison Holdings Ltd.	HKG	HKD	10,889,985	1.35
				25,457,114	3.16
	Interactive Media & Services				
6,070	Alphabet Inc., A	USA	USD	8,130,097	1.01
50,801	Baidu Inc., ADR	CHN	USD	6,421,247	0.80
				14,551,344	1.81
	IT Services				
78,217	Atos SE	FRA	EUR	6,519,087	0.81
	Marine				
5,569	A.P. Moeller-Maersk AS, B	DNK	DKK	8,030,219	1.00
	Media				
242,954	Comcast Corp., A	USA	USD	10,925,641	1.36
	Metals & Mining				
459,069	Wheaton Precious Metals Corp.	CAN	CAD	13,659,654	1.70
	Multiline Retail				
176,600	Seria Co. Ltd.	JPN	JPY	4,826,335	0.60
	Multi-Utilities				
513,354	Veolia Environnement SA	FRA	EUR	13,649,867	1.69
	Oil, Gas & Consumable Fuels				
2,203,981	BP PLC	GBR	GBP	13,766,299	1.71
443,109	Royal Dutch Shell PLC, B	GBR	GBP	13,143,082	1.63
506,632	Eni SpA	ITA	EUR	7,866,777	0.98
225,909	Apache Corp.	USA	USD	5,781,011	0.72
94,859	Total SA	FRA	EUR	5,233,878	0.65
74,246	Exxon Mobil Corp.	USA	USD	5,180,886	0.64
271,734	Husky Energy Inc.	CAN	CAD	2,180,401	0.27
7,376	Royal Dutch Shell PLC, A	GBR	GBP	218,340	0.03
				53,370,674	6.63
	Pharmaceuticals				
375,425	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	14,965,182	1.86
75,665	Allergan PLC	USA	USD	14,464,878	1.80
143,770	Sanofi	FRA	EUR	14,449,510	1.79
41,253	Roche Holding AG	CHE	CHF	13,386,495	1.66
99,210	Bayer AG	DEU	EUR	8,100,772	1.01
				65,366,837	8.12
	Real Estate Management & Development				
423,300	Mitsui Fudosan Co. Ltd.	JPN	JPY	10,407,707	1.29
47,839	Jones Lang LaSalle Inc.	USA	USD	8,328,292	1.04
349,000	Swire Pacific Ltd., A	HKG	HKD	3,242,637	0.40
				21,978,636	2.73
	Semiconductors & Semiconductor Equipment				
89,981	NXP Semiconductors NV	NLD	USD	11,450,982	1.42
	Software				
223,274	Oracle Corp.	USA	USD	11,829,057	1.47
	Specialty Retail				
2,317,738	Kingfisher PLC	GBR	GBP	6,661,310	0.83

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Technology Hardware, Storage & Peripherals				
315,266	Samsung Electronics Co. Ltd.	KOR	KRW	15,217,989	1.89
	Wireless Telecommunication Services				
9,163,282	Vodafone Group PLC	GBR	GBP	17,811,247	2.21
874,182	China Mobile Ltd.	CHN	HKD	7,348,141	0.91
				25,159,388	3.12
	TOTAL SHARES			541,480,157	67.25
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			541,480,157	67.25
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Government and Municipal Bonds				
57,670	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	15,779,148	1.96
688,200,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	10,429,237	1.30
34,410	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	10,251,128	1.27
1,667,200	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	8,888,065	1.10
1,439,200	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	7,570,263	0.94
491,700,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	6,873,670	0.85
6,879,500,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	5,953,402	0.74
92,000,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	4,984,358	0.62
5,428,400,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	4,889,683	0.61
5,500,000,000	Korea Treasury Bond, senior note, 1.375%, 09/10/24	KOR	KRW	4,735,793	0.59
5,290,540,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	4,611,990	0.57
11,470	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	3,311,018	0.41
215,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	3,137,823	0.39
9,323,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	3,099,737	0.38
207,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	3,032,847	0.38
505,300	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,662,136	0.33
403,900	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	2,223,965	0.28
2,452,000,000	Korea Treasury Bond, senior note, 1.875%, 03/10/24	KOR	KRW	2,153,681	0.27
2,004,400,000	Korea Treasury Bond, senior note, 3.00%, 09/10/24	KOR	KRW	1,849,550	0.23
1,947,000,000	Korea Treasury Bond, senior note, 2.25%, 09/10/23	KOR	KRW	1,731,464	0.21
269,600	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	1,618,015	0.20
101,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	1,476,334	0.18
81,000,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	1,189,696	0.15
2,762,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	996,727	0.12
67,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	954,178	0.12
844,000,000	Korea Treasury Bond, senior note, 2.00%, 12/10/21	KOR	KRW	738,939	0.09
51,000,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	731,303	0.09
94,150,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	452,100	0.06
91,823,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	413,927	0.05
1,208,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	406,997	0.05
461,000,000	Korea Monetary Stabilization Bond, senior note, 1.18%, 08/02/21	KOR	KRW	397,615	0.05
1,237,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	393,705	0.05
67,086,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	357,984	0.04
994,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	301,330	0.04
1,070,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	171,992	0.02
1,070,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	170,501	0.02
18,591,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	160,215	0.02
360,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	61,412	0.01
360,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	60,955	0.01
				119,222,883	14.80
	Securities Maturing Within One Year				
395,700,000	Japan Treasury Discount Bill, 0.00%, 02/10/20	JPN	JPY	3,641,773	0.45
341,600,000	Japan Treasury Discount Bill, 0.00%, 01/14/20	JPN	JPY	3,143,427	0.39
341,000,000	Japan Treasury Discount Bill, 0.00%, 01/27/20	JPN	JPY	3,138,148	0.39
274,800,000	Japan Treasury Discount Bill, 0.00%, 02/25/20	JPN	JPY	2,529,235	0.31
2,401,290,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	2,078,712	0.26
205,000,000	Japan Treasury Discount Bill, 0.00%, 01/20/20	JPN	JPY	1,886,496	0.24
174,150,000	Japan Treasury Discount Bill, 0.00%, 04/10/20	JPN	JPY	1,603,132	0.20
167,400,000	Japan Treasury Discount Bill, 0.00%, 03/10/20	JPN	JPY	1,540,819	0.19

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Balanced Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
160,900,000	Japan Treasury Discount Bill, 0.00%, 02/03/20	JPN	JPY	1,480,780	0.18
157,000,000	Japan Treasury Discount Bill, 0.00%, 09/23/20	JPN	JPY	1,446,155	0.18
146,000,000	Japan Treasury Discount Bill, 0.00%, 05/11/20	JPN	JPY	1,344,185	0.17
5,200	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	1,267,244	0.16
1,040,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	904,387	0.11
164,000	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	872,689	0.11
846,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	734,238	0.09
1,926,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	609,580	0.08
47,258,700	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	566,156	0.07
330,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	285,845	0.04
257,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	222,707	0.03
13,227,200	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	188,392	0.02
13,500,000	Japan Treasury Discount Bill, 0.00%, 05/20/20	JPN	JPY	124,296	0.02
1,833,860	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	19,650	0.00
1,225,700	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	18,763	0.00
1,547,640	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	17,717	0.00
1,255,900	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	15,129	0.00
962,880	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	12,176	0.00
1,012,630	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	10,514	0.00
490,600	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	6,596	0.00
515,230	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	4,938	0.00
				29,713,879	3.69
	TOTAL BONDS			148,936,762	18.49
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			148,936,762	18.49
	TOTAL INVESTMENTS			690,416,919	85.74

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Government and Municipal Bonds				
1,658,919	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	478,876,200	3.57
76,420,100	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	407,405,717	3.03
70,092,800	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	368,691,595	2.75
407,303,000,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	352,473,051	2.62
344,550,300,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	310,356,956	2.31
952,328	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	283,709,280	2.11
3,639,789,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	271,637,089	2.02
290,345,720,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	253,106,791	1.88
17,094,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	249,478,798	1.86
2,123,789,000	Government of Norway, 144A, Reg S, 2.00%, 05/24/23	NOR	NOK	246,772,063	1.84
1,840,311,000	Government of Norway, 144A, Reg S, 3.75%, 05/25/21	NOR	NOK	216,674,475	1.61
637,040	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	194,386,191	1.45
2,310,430,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	183,053,521	1.36
1,502,797,000	Government of Norway, 144A, Reg S, 3.00%, 03/14/24	NOR	NOK	182,415,843	1.36
2,258,246,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	174,998,709	1.30
590,250	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	161,498,905	1.20
9,658,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	146,360,893	1.09
9,881,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	144,432,283	1.08
1,646,800,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	142,515,060	1.06
26,924,300	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	141,848,688	1.06
1,654,103,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	127,466,831	0.95
8,513,700,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	122,252,154	0.91
7,795,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	114,555,611	0.85
491,100	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	113,768,120	0.85
7,915,400,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	110,652,533	0.82
6,975,100,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	100,017,872	0.74
1,800,600,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	97,552,563	0.73
17,239,200	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	94,922,927	0.71
247,187,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	89,202,719	0.66
468,790,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	75,353,469	0.56
468,790,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	74,700,288	0.56
4,317,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	63,250,250	0.47
4,151,400,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	60,974,127	0.45
250,200	Letra Tesouro Nacional, Strip, 04/01/21	BRA	BRL	58,776,241	0.44
457,411,000	Government of Norway, 144A, Reg S, 1.75%, 03/13/25	NOR	NOK	53,090,943	0.40
8,646,500	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	51,892,298	0.39
601,537,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	47,641,971	0.36
2,898,000,000	Government of India, senior bond, 9.15%, 11/14/24	IND	INR	44,756,406	0.33
139,388,600,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	42,255,556	0.31
456,738,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	37,973,471	0.28
7,882,350,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	35,532,726	0.26
2,385,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	35,012,062	0.26
436,318,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	32,147,518	0.24
156,260,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	26,656,347	0.20
156,260,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	26,457,799	0.20
4,910,100,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	26,201,226	0.20
1,789,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	26,172,449	0.20
357,293,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	25,250,504	0.19
4,715,255,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	22,642,240	0.17
69,274,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	22,048,113	0.16
59,093,700,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	19,909,749	0.15
1,023,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	14,569,022	0.11
181,396,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	14,345,086	0.11
132,795,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	11,229,583	0.08
126,260,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	10,352,727	0.08
17,991,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	5,648,564	0.04
367,385,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	3,166,083	0.02
4,346,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	1,662,290	0.01
4,920,000	Government of Ghana, 16.25%, 05/17/21	GHA	GHS	842,898	0.01
2,728,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	813,123	0.01
4,760,000,000	Government of Indonesia, senior bond, FR52, 10.50%, 08/15/30	IDN	IDR	423,454	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
1,220,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	223,380	0.00
1,170,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	202,617	0.00
870,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	163,601	0.00
460,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	85,853	0.00
250,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	40,983	0.00
				6,853,548,455	51.03
	Securities Maturing Within One Year				
6,116,400,000	Government of Sweden, 1047, 5.00%, 12/01/20	SWE	SEK	684,923,173	5.10
59,757,100,000	Japan Treasury Discount Bill, 0.00%, 02/25/20	JPN	JPY	549,999,012	4.09
55,667,100,000	Japan Treasury Discount Bill, 0.00%, 03/10/20	JPN	JPY	512,383,190	3.81
44,781,500,000	Japan Treasury Discount Bill, 0.00%, 02/03/20	JPN	JPY	412,129,079	3.07
330,000,000	FHLB, 0.00%, 01/09/20	USA	USD	329,903,749	2.46
27,378,200,000	Japan Treasury Discount Bill, 0.00%, 04/10/20	JPN	JPY	252,029,084	1.88
43,992,100	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	234,094,125	1.74
25,049,300,000	Japan Treasury Discount Bill, 0.00%, 02/10/20	JPN	JPY	230,537,921	1.72
226,900,000	FHLB, 0.00%, 01/13/20	USA	USD	226,796,005	1.69
199,000,000	FHLB, Discount Notes, 0.00%, 01/02/20	USA	USD	199,000,000	1.48
16,625,600,000	Japan Treasury Discount Bill, 0.00%, 01/14/20	JPN	JPY	152,989,942	1.14
16,572,000,000	Japan Treasury Discount Bill, 0.00%, 05/11/20	JPN	JPY	152,574,176	1.14
16,576,000,000	Japan Treasury Discount Bill, 0.00%, 01/27/20	JPN	JPY	152,545,263	1.14
132,000,000	FHLB, 0.00%, 01/10/20	USA	USD	131,956,000	0.98
146,345,930,000	Korea Monetary Stabilization Bond, senior note, 2.16%, 02/02/20	KOR	KRW	126,686,535	0.94
482,059	Letra Tesouro Nacional, Strip, 04/01/20	BRA	BRL	118,680,539	0.88
105,000,000	FHLB, 0.00%, 01/06/20	USA	USD	104,982,500	0.78
113,130,000,000	Korea Treasury Bond, senior note, 2.00%, 03/10/20	KOR	KRW	97,991,984	0.73
96,000,000	FHLB, 0.00%, 01/14/20	USA	USD	95,952,000	0.71
9,946,000,000	Japan Treasury Discount Bill, 0.00%, 01/20/20	JPN	JPY	91,527,270	0.68
79,000,000	FHLB, 0.00%, 01/07/20	USA	USD	78,983,542	0.59
89,785,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	77,804,350	0.58
975,674,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	73,766,808	0.55
626,593,000	Norway Treasury Bill, 144A, Reg S, 0.00%, 03/18/20	NOR	NOK	71,187,818	0.53
7,671,000,000	Japan Treasury Discount Bill, 0.00%, 09/23/20	JPN	JPY	70,658,963	0.53
80,970,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	70,411,731	0.52
78,567,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	68,187,844	0.51
60,000,000	FHLB, 0.00%, 01/03/20	USA	USD	59,997,500	0.45
3,415,000,000	Government of India, senior note, 8.27%, 06/09/20	IND	INR	48,578,044	0.36
402,542,000	Norway Treasury Bill, 144A, Reg S, 0.00%, 09/16/20	NOR	NOK	45,457,499	0.34
3,451,434,100	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	41,347,910	0.31
144,340	Letra Tesouro Nacional, Strip, 01/01/20	BRA	BRL	35,903,626	0.27
38,170,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	33,062,736	0.25
1,948,581,900	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	29,828,264	0.22
229,331,000	Norway Treasury Bill, 144A, Reg S, 0.00%, 06/17/20	NOR	NOK	25,979,272	0.19
24,900,000	FHLB, 0.00%, 01/08/20	USA	USD	24,893,775	0.19
43,420,540	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	22,540,523	0.17
4,194,045	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	21,956,592	0.16
68,795,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	21,773,638	0.16
33,017,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	16,726,082	0.12
997,197,000	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	14,202,873	0.11
487,423,700	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	6,163,703	0.05
665,500,000	Japan Treasury Discount Bill, 0.00%, 05/20/20	JPN	JPY	6,127,340	0.05
565,108,080	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	6,055,345	0.04
306,091,610	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	3,503,978	0.03
233,423,680	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	2,811,933	0.02
266,726,580	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	2,769,315	0.02
157,763,180	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	1,511,992	0.01
168,318,020	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	1,472,270	0.01
99,715,300	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	1,340,586	0.01
3,530,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	621,401	0.00
21,275,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	409,080	0.00
340,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	59,082	0.00

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Bond Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
320,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	57,087	0.00
				5,843,834,049	43.51
	TOTAL BONDS			12,697,382,504	94.54
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			12,697,382,504	94.54
	TOTAL INVESTMENTS			12,697,382,504	94.54

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Bond (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Asset-Backed Securities				
41,667	Government of Bosnia & Herzegovina, senior bond, B, Reg S, FRN, 0.438%, 12/20/21 †	BIH	DEM	19,865	0.01
	Government and Municipal Bonds				
16,663,400,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	12,858,551	7.36
37,788	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	10,281,884	5.89
1,937,400	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	9,209,984	5.28
33,940	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	9,016,104	5.16
1,819,300	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	8,533,245	4.89
27,480,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	8,255,844	4.73
10,183,080,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	8,179,149	4.68
101,575,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	6,979,777	4.00
8,674,100,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	6,742,685	3.86
395,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	5,337,711	3.06
105,000,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	5,072,602	2.91
55,368,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	3,637,667	2.08
36,191,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	2,792,805	1.60
211,200,000	Government of India, senior note, 7.80%, 04/11/21	IND	INR	2,704,283	1.55
8,273,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	2,236,349	1.28
458,900	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	2,155,853	1.23
435,400	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	2,137,778	1.22
146,100,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	1,901,342	1.09
134,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	1,750,673	1.00
17,973,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	1,332,459	0.76
9,210,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	1,320,093	0.76
100,000,000	Government of India, senior note, 8.79%, 11/08/21	IND	INR	1,309,029	0.75
9,210,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	1,308,650	0.75
98,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	1,277,349	0.73
92,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	1,205,614	0.69
277,163,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	1,114,110	0.64
195,300	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	1,045,165	0.60
75,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	978,398	0.56
72,200,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	923,176	0.53
66,500,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	870,949	0.50
133,330,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	570,903	0.33
7,618,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	506,960	0.29
3,070,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	466,994	0.27
3,070,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	463,516	0.27
28,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	355,576	0.20
3,990,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	291,730	0.17
37,803,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	179,878	0.10
2,092,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	131,834	0.08
13,146,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	101,022	0.06
96,000,000	Korea Treasury Bond, senior note, 3.00%, 09/10/24	KOR	KRW	78,990	0.05
673,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	47,458	0.03
42,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	11,920	0.01
50,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	8,384	0.00
50,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	8,321	0.00
50,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	8,163	0.00
				125,700,927	72.00
	Securities Maturing Within One Year				
10,000,000	U.S. Treasury Bill, 0.00%, 01/14/20	USA	USD	8,912,680	5.11
12,705,920	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	5,881,593	3.37
823,400	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	3,907,030	2.24
83,787,300	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	895,060	0.51
40,403,700	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	551,506	0.32
22,607,000	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	287,117	0.16
11,719,110	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	132,145	0.08
13,617,240	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	130,112	0.07
6,933,160	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	70,772	0.04
6,193,490	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	57,341	0.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Bond (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
5,253,900	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	56,437	0.03
3,701,990	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	31,637	0.02
2,209,800	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	26,491	0.02
2,836,650	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	22,125	0.01
50,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	7,848	0.00
415,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	7,116	0.00
				20,977,010	12.01
	TOTAL BONDS			146,697,802	84.02
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			146,697,802	84.02
	TOTAL INVESTMENTS			146,697,802	84.02

† Floating Rates are indicated as at December 31, 2019

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Climate Change Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
194,000	United Parcel Service Inc., B	USA	USD	20,250,247	2.97
	Auto Components				
117,065	Cie Generale des Etablissements Michelin SCA	FRA	EUR	12,771,792	1.87
	Banks				
305,098	BNP Paribas SA	FRA	EUR	16,118,327	2.36
1,633,374	Standard Chartered PLC	GBR	GBP	13,742,483	2.02
1,161,758	ING Groep NV	NLD	EUR	12,416,870	1.82
135,680	Citigroup Inc.	USA	USD	9,665,590	1.42
				51,943,270	7.62
	Building Products				
212,621	Compagnie de Saint-Gobain	FRA	EUR	7,760,667	1.14
	Chemicals				
334,400	Albemarle Corp.	USA	USD	21,779,460	3.19
527,087	Johnson Matthey PLC	GBR	GBP	18,650,041	2.73
652,200	Corteva Inc.	USA	USD	17,191,165	2.52
375,126	Umicore SA	BEL	EUR	16,265,463	2.39
143,994	Lenzing AG	AUT	EUR	11,922,703	1.75
731,244	Recticel SA	BEL	EUR	6,076,638	0.89
				91,885,470	13.47
	Commercial Services & Supplies				
75,086	Befesa SA	ESP	EUR	2,853,268	0.42
	Communications Equipment				
3,978,328	Sterlite Technologies Ltd.	IND	INR	5,893,833	0.86
	Construction & Engineering				
937,465	Arcadis NV	NLD	EUR	19,480,523	2.86
	Containers & Packaging				
1,362,893	Billerudkorsnas AB	SWE	SEK	14,357,203	2.11
	Diversified Telecommunication Services				
324,900	Verizon Communications Inc.	USA	USD	17,788,452	2.61
5,912,982	Singapore Telecommunications Ltd.	SGP	SGD	13,208,992	1.94
				30,997,444	4.55
	Electric Utilities				
161,605	Orsted AS	DNK	DKK	14,900,857	2.18
	Electrical Equipment				
902,358	Prysmian SpA	ITA	EUR	19,391,674	2.84
567,727	Signify NV	NLD	EUR	15,816,874	2.32
750,737	Siemens Gamesa Renewable Energy SA	ESP	EUR	11,737,773	1.72
110,276	Vestas Wind Systems AS	DNK	DKK	9,934,874	1.46
345,174	ABB Ltd.	CHE	CHF	7,433,589	1.09
				64,314,784	9.43
	Electronic Equipment, Instruments & Components				
142,284	Landis+Gyr Group AG	CHE	CHF	13,203,447	1.94
	Equity Real Estate Investment Trusts (REITs)				
108,900	Simon Property Group Inc.	USA	USD	14,464,973	2.12
	Food Products				
318,300	Kellogg Co.	USA	USD	19,629,612	2.88
1,420,222	Scandi Standard AB	SWE	SEK	10,059,718	1.47
1,136,612	Kaveri Seed Co. Ltd.	IND	INR	7,223,398	1.06
				36,912,728	5.41

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Climate Change Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Hotels, Restaurants & Leisure				
78,486	Sodexo SA	FRA	EUR	8,292,046	1.22
	Household Durables				
173,900	Rinnai Corp.	JPN	JPY	12,199,896	1.79
344,900	Sekisui House Ltd.	JPN	JPY	6,603,762	0.97
				18,803,658	2.76
	Household Products				
84,800	The Procter & Gamble Co.	USA	USD	9,444,487	1.38
	Independent Power and Renewable Electricity Producers				
787,922	Azure Power Global Ltd.	IND	USD	8,838,610	1.30
27,420,831	NHPC Ltd.	IND	INR	8,206,950	1.20
				17,045,560	2.50
	Industrial Conglomerates				
154,476	Siemens AG	DEU	EUR	18,002,633	2.64
	Leisure products				
873,500	Giant Manufacturing Co. Ltd.	TWN	TWD	5,546,661	0.81
	Metals & Mining				
410,800	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	11,945,782	1.75
	Multi-Utilities				
2,108,371	E.ON SE	DEU	EUR	20,080,126	2.94
286,754	Veolia Environnement SA	FRA	EUR	6,798,937	1.00
				26,879,063	3.94
	Oil, Gas & Consumable Fuels				
929,900	Pinnacle Renewable Energy Inc.	CAN	CAD	6,315,056	0.93
	Pharmaceuticals				
177,868	Sanofi	FRA	EUR	15,940,530	2.34
413,491	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	14,697,550	2.15
				30,638,080	4.49
	Semiconductors & Semiconductor Equipment				
396,500	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	20,541,843	3.01
626,413	Infineon Technologies AG	DEU	EUR	12,722,448	1.87
				33,264,291	4.88
	Software				
350,240	Oracle Corp.	USA	USD	16,546,181	2.43
	Technology Hardware, Storage & Peripherals				
387,604	Samsung Electronics Co. Ltd.	KOR	KRW	16,683,549	2.45
	Wireless Telecommunication Services				
7,708,237	Vodafone Group PLC	GBR	GBP	13,360,368	1.96
949,500	China Mobile Ltd.	CHN	HKD	7,116,897	1.04
				20,477,265	3.00
	TOTAL SHARES			641,874,818	94.13
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			641,874,818	94.13
	TOTAL INVESTMENTS			641,874,818	94.13

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Equity Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Aerospace & Defense				
190,984	BAE Systems PLC	GBR	GBP	1,428,655	1.44
	Air Freight & Logistics				
17,859	United Parcel Service Inc., B	USA	USD	2,090,575	2.10
	Banks				
59,624	Wells Fargo & Co.	USA	USD	3,207,771	3.23
52,304	BNP Paribas SA	FRA	EUR	3,098,813	3.12
37,863	Citigroup Inc.	USA	USD	3,024,875	3.04
227,126	Standard Chartered PLC	GBR	GBP	2,143,020	2.15
54,672	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	2,031,429	2.04
121,954	Credit Agricole SA	FRA	EUR	1,767,692	1.78
578,358	Barclays PLC	GBR	GBP	1,376,054	1.38
103,437	ING Groep NV	NLD	EUR	1,239,802	1.25
29,135	KB Financial Group Inc.	KOR	KRW	1,200,947	1.21
32,542	Hana Financial Group Inc.	KOR	KRW	1,038,763	1.04
149,789	Bangkok Bank PCL, fgn.	THA	THB	802,531	0.81
117,936	Bank of Ireland Group PLC	IRL	EUR	645,690	0.65
38,403	UniCredit SpA	ITA	EUR	560,733	0.56
2,639	JPMorgan Chase & Co.	USA	USD	367,877	0.37
				22,505,997	22.63
	Biotechnology				
23,286	Gilead Sciences Inc.	USA	USD	1,513,124	1.52
	Building Products				
47,971	Compagnie de Saint-Gobain	FRA	EUR	1,963,593	1.97
	Capital Markets				
138,914	UBS Group AG	CHE	CHF	1,754,998	1.77
16,730	Amundi SA	FRA	EUR	1,311,454	1.32
577,012	Man Group PLC	GBR	GBP	1,207,473	1.21
33,950	Flow Traders	NLD	EUR	820,097	0.82
				5,094,022	5.12
	Chemicals				
814,398	PTT Global Chemical PCL, fgn.	THA	THB	1,559,311	1.57
10,436	LyondellBasell Industries NV, A	USA	USD	985,993	0.99
				2,545,304	2.56
	Communications Equipment				
1,380	CommScope Holding Co. Inc.	USA	USD	19,582	0.02
	Construction Materials				
26,979	CRH PLC	IRL	EUR	1,079,217	1.09
	Diversified Telecommunication Services				
1,107,182	Singapore Telecommunications Ltd.	SGP	SGD	2,773,716	2.79
399,218	Telefonica Deutschland Holding AG	DEU	EUR	1,156,865	1.16
16,292	Verizon Communications Inc.	USA	USD	1,000,329	1.01
44,165	Deutsche Telekom AG	DEU	EUR	721,635	0.72
				5,652,545	5.68
	Gas Utilities				
721,737	Kunlun Energy Co. Ltd.	CHN	HKD	637,238	0.64
	Household Durables				
149,155	Panasonic Corp.	JPN	JPY	1,412,975	1.42
	Industrial Conglomerates				
20,610	Siemens AG	DEU	EUR	2,693,599	2.71
203,000	CK Hutchison Holdings Ltd.	HKG	HKD	1,935,616	1.94
				4,629,215	4.65

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Equity Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
46,424	AXA SA	FRA	EUR	1,307,282	1.31
	Media				
50,488	SES SA, IDR	LUX	EUR	707,747	0.71
	Multi-Utilities				
105,807	Veolia Environnement SA	FRA	EUR	2,813,364	2.83
	Oil, Gas & Consumable Fuels				
58,476	Total SA	FRA	EUR	3,226,433	3.24
503,293	BP PLC	GBR	GBP	3,143,622	3.16
102,640	Royal Dutch Shell PLC, A	GBR	EUR	3,011,739	3.03
185,419	Eni SpA	ITA	EUR	2,879,111	2.90
17,023	Exxon Mobil Corp.	USA	USD	1,187,865	1.20
50,439	Equinor ASA	NOR	NOK	1,008,493	1.01
				14,457,263	14.54
	Pharmaceuticals				
30,579	Sanofi	FRA	EUR	3,073,322	3.09
8,101	Roche Holding AG	CHE	CHF	2,628,754	2.64
62,825	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	2,504,328	2.52
9,962	Allergan PLC	USA	USD	1,904,436	1.92
11,806	Novartis AG	CHE	CHF	1,121,244	1.13
12,586	Bayer AG	DEU	EUR	1,027,682	1.03
96,190	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	942,662	0.95
				13,202,428	13.28
	Real Estate Management & Development				
49,200	Swire Pacific Ltd., A	HKG	HKD	457,128	0.46
	Semiconductors & Semiconductor Equipment				
39,998	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	2,323,884	2.34
	Specialty Retail				
615,983	Kingfisher PLC	GBR	GBP	1,770,370	1.78
108,200	Luk Fook Holdings (International) Ltd.	HKG	HKD	311,729	0.31
				2,082,099	2.09
	Technology Hardware, Storage & Peripherals				
63,000	Asustek Computer Inc.	TWN	TWD	487,596	0.49
59,000	Catcher Technology Co. Ltd.	TWN	TWD	447,762	0.45
				935,358	0.94
	Wireless Telecommunication Services				
1,540,267	Vodafone Group PLC	GBR	GBP	2,993,914	3.01
302,378	China Mobile Ltd.	CHN	HKD	2,541,709	2.56
				5,535,623	5.57
	TOTAL SHARES			94,394,218	94.91
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			94,394,218	94.91
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Communications Equipment				
62,000	Credit Suisse AG/London into CommScope Holding Co. Inc., 6.25%, cvt. pfd., 144A	USA	USD	886,094	0.89
	TOTAL SHARES			886,094	0.89
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			886,094	0.89
	TOTAL INVESTMENTS			95,280,312	95.80

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Oil, Gas & Consumable Fuels				
16,149	Goodrich Petroleum Corp.	USA	USD	162,136	0.12
175	Amplify Energy Corp.	USA	USD	1,157	0.00
				163,293	0.12
	Paper & Forest Products				
1,942	Verso Corp., A	USA	USD	35,014	0.03
	TOTAL SHARES			198,307	0.15
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			198,307	0.15
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Energy Equipment & Services				
7,495	Weatherford International PLC	USA	USD	209,485	0.15
	Oil, Gas & Consumable Fuels				
14,398	Birch Permian Holdings Inc.	USA	USD	142,180	0.11
1,847	Birch Permian Holdings Inc.	USA	USD	18,470	0.01
75	Halcon Resources Corp.	USA	USD	1,009	0.00
				161,659	0.12
	TOTAL SHARES			371,144	0.27
	WARRANTS				
	Paper & Forest Products				
204	Verso Corp., wts., 07/25/23	USA	USD	714	0.00
	TOTAL WARRANTS			714	0.00
	BONDS				
	Corporate Bonds				
1,500,000	Sprint Corp., senior bond, 7.875%, 09/15/23	USA	USD	1,658,122	1.23
1,000,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 144A, 5.375%, 06/01/29	USA	USD	1,069,350	0.79
800,000	Tenet Healthcare Corp., senior note, 8.125%, 04/01/22	USA	USD	886,424	0.66
800,000	Adient U.S. LLC, senior secured note, 144A, 7.00%, 05/15/26	USA	USD	873,499	0.65
800,000	Vertiv Group Corp., senior note, 144A, 9.25%, 10/15/24	USA	USD	861,668	0.64
800,000	Harsco Corp., senior note, 144A, 5.75%, 07/31/27	USA	USD	855,036	0.63
800,000	CommScope Inc., senior secured note, first lien, 144A, 6.00%, 03/01/26	USA	USD	852,499	0.63
800,000	Sirius XM Radio Inc., senior bond, 144A, 5.375%, 07/15/26	USA	USD	851,770	0.63
800,000	Centene Corp., senior note, 144A, 5.375%, 06/01/26	USA	USD	850,480	0.63
800,000	CSC Holdings LLC, senior secured note, first lien, 144A, 5.50%, 05/15/26	USA	USD	848,850	0.63
800,000	Archrock Partners LP/Archrock Partners Finance Corp., senior note, 144A, 6.875%, 04/01/27	USA	USD	847,858	0.63
800,000	The Manitowoc Co. Inc., secured note, second lien, 144A, 9.00%, 04/01/26	USA	USD	839,898	0.62
800,000	Tennant Co., senior note, 5.625%, 05/01/25	USA	USD	838,332	0.62
800,000	Tempo Acquisition LLC/Tempo Acquisition Finance Corp., senior note, 144A, 6.75%, 06/01/25	USA	USD	827,992	0.61
800,000	DISH DBS Corp., senior bond, 5.00%, 03/15/23	USA	USD	822,672	0.61
800,000	Allison Transmission Inc., senior note, 144A, 5.00%, 10/01/24	USA	USD	820,992	0.61
800,000	United Rentals North America Inc., senior note, second lien, 3.875%, 11/15/27	USA	USD	818,240	0.60
800,000	Infor (U.S.) Inc., senior note, 6.50%, 05/15/22	USA	USD	813,424	0.60
800,000	1011778 BC ULC/New Red Finance Inc., secured note, second lien, 144A, 4.375%, 01/15/28	CAN	USD	803,480	0.59
800,000	Blackboard Inc., secured note, second lien, 144A, 10.375%, 11/15/24	USA	USD	802,000	0.59
800,000	Mauser Packaging Solutions Holding Co., senior note, 144A, 7.25%, 04/15/25	USA	USD	791,992	0.59
700,000	TransDigm Inc., senior secured note, 144A, 6.25%, 03/15/26	USA	USD	759,139	0.56
700,000	Alliant Holdings Intermediate LLC/Alliant Holdings Co-Issuer, senior note, 144A, 6.75%, 10/15/27	USA	USD	750,960	0.55
700,000	Hanesbrands Inc., senior note, 144A, 4.625%, 05/15/24	USA	USD	739,665	0.55
700,000	Vistra Operations Co. LLC, senior note, 144A, 5.625%, 02/15/27	USA	USD	738,920	0.55
700,000	Element Solutions Inc., senior note, 144A, 5.875%, 12/01/25	USA	USD	734,118	0.54
800,000	HighPoint Operating Corp., senior note, 8.75%, 06/15/25	USA	USD	732,000	0.54

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
800,000	Martin Midstream Partners LP/Martin Midstream Finance Corp., senior note, 7.25%, 02/15/21	USA	USD	730,320	0.54
700,000	WellCare Health Plans Inc., senior note, 5.25%, 04/01/25	USA	USD	729,743	0.54
700,000	Catalent Pharma Solutions Inc., senior note, 144A, 4.875%, 01/15/26	USA	USD	726,493	0.54
700,000	MEDNAX Inc., senior note, 144A, 6.25%, 01/15/27	USA	USD	719,267	0.53
700,000	Ashton Woods USA LLC/Ashton Woods Finance Co., senior note, 144A, 6.75%, 08/01/25	USA	USD	716,552	0.53
600,000	Bausch Health Americas Inc., senior note, 144A, 9.25%, 04/01/26	USA	USD	690,270	0.51
800,000	Tullow Oil PLC, senior note, 144A, 7.00%, 03/01/25	GHA	USD	675,448	0.50
600,000	St. Marys Cement Inc., senior bond, 144A, 5.75%, 01/28/27	BRA	USD	675,208	0.50
600,000	HCA Inc., senior note, 5.375%, 09/01/26	USA	USD	669,765	0.49
596,000	Clear Channel Worldwide Holdings Inc., senior sub. note, 144A, 9.25%, 02/15/24	USA	USD	661,313	0.49
600,000	Boyne USA Inc., secured note, second lien, 144A, 7.25%, 05/01/25	USA	USD	654,249	0.48
600,000	Horizon Therapeutics USA Inc., senior note, 144A, 5.50%, 08/01/27	USA	USD	649,170	0.48
600,000	Aker BP ASA, senior note, 144A, 5.875%, 03/31/25	NOR	USD	639,000	0.47
600,000	GFL Environmental Inc., senior note, 144A, 5.125%, 12/15/26	CAN	USD	632,328	0.47
600,000	Virgin Media Secured Finance PLC, senior secured bond, first lien, 144A, 5.50%, 08/15/26	GBR	USD	631,393	0.47
600,000	Novelis Corp., senior note, 144A, 6.25%, 08/15/24	USA	USD	630,744	0.47
600,000	Aircastle Ltd., senior note, 4.125%, 05/01/24	USA	USD	630,315	0.47
600,000	Cheniere Energy Partners LP, senior secured note, first lien, 5.25%, 10/01/25	USA	USD	626,748	0.46
600,000	FirstCash Inc., senior note, 144A, 5.375%, 06/01/24	USA	USD	622,749	0.46
600,000	Eagle Holdings Co. II LLC, senior note, 144A, PIK, 7.625%, 05/15/22 ‡	USA	USD	610,940	0.45
600,000	Beacon Roofing Supply Inc., senior note, 144A, 4.875%, 11/01/25	USA	USD	604,251	0.45
600,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., senior note, 7.75%, 04/15/23	USA	USD	600,249	0.44
700,000	Talen Energy Supply LLC, senior note, 6.50%, 06/01/25	USA	USD	599,441	0.44
600,000	Neon Holdings Inc., senior note, 144A, 10.125%, 04/01/26	USA	USD	598,423	0.44
600,000	SunCoke Energy Partners LP/SunCoke Energy Partners Finance Corp., senior note, 144A, 7.50%, 06/15/25	USA	USD	578,496	0.43
500,000	Altice Luxembourg SA, first lien, 144A, 10.50%, 05/15/27	LUX	USD	573,125	0.42
500,000	Cheniere Corpus Christi Holdings LLC, senior secured note, first lien, 5.875%, 03/31/25	USA	USD	563,272	0.42
700,000	Intrado Corp., senior note, 144A, 8.50%, 10/15/25	USA	USD	561,750	0.42
500,000	Hughes Satellite Systems Corp., senior bond, 6.625%, 08/01/26	USA	USD	556,424	0.41
500,000	Studio City Finance Ltd., senior note, 144A, 7.25%, 02/11/24	MAC	USD	529,792	0.39
500,000	Post Holdings Inc., senior bond, 144A, 5.00%, 08/15/26	USA	USD	529,050	0.39
500,000	Murphy Oil USA Inc., senior bond, 4.75%, 09/15/29	USA	USD	528,960	0.39
500,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 07/15/27	USA	USD	527,825	0.39
500,000	Nexstar Broadcasting Inc., senior note, 144A, 5.625%, 08/01/24	USA	USD	522,292	0.39
500,000	Golden Nugget Inc., senior note, 144A, 6.75%, 10/15/24	USA	USD	518,745	0.38
500,000	T-Mobile USA Inc., senior note, 5.125%, 04/15/25	USA	USD	518,480	0.38
588,666	EnQuest PLC, senior note, 144A, PIK, 7.00%, 04/15/22 ‡	GBR	USD	517,464	0.38
500,000	Cheniere Energy Partners LP, senior bond, 144A, 4.50%, 10/01/29	USA	USD	514,725	0.38
500,000	Calpine Corp., senior bond, 5.75%, 01/15/25	USA	USD	514,375	0.38
500,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 5.75%, 04/01/25	USA	USD	512,495	0.38
500,000	Clearway Energy Operating LLC, senior note, 144A, 4.75%, 03/15/28	USA	USD	507,500	0.37
500,000	CCO Holdings LLC/CCO Holdings Capital Corp., senior bond, 5.25%, 09/30/22	USA	USD	506,515	0.37
500,000	Five Point Operating Co. LP/Five Point Capital Corp., senior note, 144A, 7.875%, 11/15/25	USA	USD	504,900	0.37
400,000	eG Global Finance PLC, senior secured, 144A, 6.25%, 10/30/25	GBR	EUR	475,899	0.35
500,000	EnLink Midstream LLC, senior bond, 5.375%, 06/01/29	USA	USD	471,161	0.35
400,000	CNO Financial Group Inc., senior note, 5.25%, 05/30/29	USA	USD	447,639	0.33
400,000	Amkor Technology Inc., senior note, 144A, 6.625%, 09/15/27	USA	USD	441,240	0.33
400,000	CSC Holdings LLC, senior bond, 144A, 5.50%, 04/15/27	USA	USD	430,280	0.32
400,000	Wynn Resorts Finance LLC/Wynn Resorts Capital Corp., senior bond, 144A, 5.125%, 10/01/29	USA	USD	430,250	0.32
400,000	Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., senior bond, 144A, 5.50%, 03/01/25	USA	USD	429,496	0.32
400,000	Sunoco LP/Sunoco Finance Corp., senior note, 6.00%, 04/15/27	USA	USD	427,929	0.32
400,000	Owens-Brockway Glass Container Inc., senior note, 144A, 5.875%, 08/15/23	USA	USD	427,834	0.32
400,000	Avantor Inc., senior secured note, first lien, 144A, 6.00%, 10/01/24	USA	USD	427,326	0.32
400,000	DKT Finance ApS, senior secured note, first lien, 144A, 9.375%, 06/17/23	DNK	USD	426,780	0.32
523,000	CHS/Community Health Systems Inc., senior note, 6.875%, 02/01/22	USA	USD	424,938	0.31
400,000	Lamb Weston Holdings Inc., senior note, 144A, 4.875%, 11/01/26	USA	USD	424,740	0.31
400,000	LCPR Senior Secured Financing DAC, senior secured note, first lien, 144A, 6.75%, 10/15/27	USA	USD	424,740	0.31

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
400,000	Endeavor Energy Resources LP/EER Finance Inc., senior bond, 144A, 5.75%, 01/30/28	USA	USD	421,240	0.31
400,000	DAE Funding LLC, senior note, 144A, 5.00%, 08/01/24	ARE	USD	420,972	0.31
400,000	Ardagh Packaging Finance PLC/Ardagh MP Holdings USA Inc., senior note, 144A, 6.00%, 02/15/25	LUX	USD	420,500	0.31
400,000	New Enterprise Stone & Lime Co., senior note, 144A, 6.25%, 03/15/26	USA	USD	420,139	0.31
400,000	iHeartCommunications Inc., senior secured note, first lien, 144A, 5.25%, 08/15/27	USA	USD	419,260	0.31
400,000	Univar Solutions USA Inc., senior note, 144A, 5.125%, 12/01/27	USA	USD	418,252	0.31
400,000	NCI Building Systems Inc., senior secured note, 144A, 8.00%, 04/15/26	USA	USD	418,010	0.31
400,000	Prestige Brands Inc., senior note, 144A, 6.375%, 03/01/24	USA	USD	416,834	0.31
400,000	MPT Operating Partnership LP/MPT Finance Corp., senior note, 6.375%, 03/01/24	USA	USD	416,488	0.31
434,000	Chesapeake Energy Corp., second lien, 144A, 11.50%, 01/01/25	USA	USD	411,215	0.30
400,000	Sunoco LP/Sunoco Finance Corp., senior note, 4.875%, 01/15/23	USA	USD	410,174	0.30
400,000	Sealed Air Corp., senior note, 144A, 4.00%, 12/01/27	USA	USD	406,000	0.30
400,000	B&G Foods Inc., senior note, 5.25%, 09/15/27	USA	USD	404,500	0.30
388,000	Cemex Finance LLC, senior secured note, first lien, 144A, 6.00%, 04/01/24	MEX	USD	399,834	0.30
400,000	Rain CII Carbon LLC/CII Carbon Corp., senior note, second lien, 144A, 7.25%, 04/01/25	USA	USD	389,764	0.29
600,000	Petra Diamonds U.S. Treasury PLC, secured note, second lien, 144A, 7.25%, 05/01/22	ZAF	USD	380,246	0.28
800,000	24 Hour Holdings III LLC, senior note, 144A, 8.00%, 06/01/22	USA	USD	370,250	0.27
491,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior note, 144A, 6.00%, 07/15/23	USA	USD	355,970	0.26
300,000	HCA Inc., senior bond, 5.875%, 02/01/29	USA	USD	347,250	0.26
300,000	Springleaf Finance Corp., senior note, 6.625%, 01/15/28	USA	USD	339,195	0.25
300,000	Park Aerospace Holdings Ltd., senior note, 144A, 5.50%, 02/15/24	IRL	USD	329,748	0.24
300,000	Avolon Holdings Funding Ltd., senior note, 144A, 5.25%, 05/15/24	IRL	USD	328,349	0.24
300,000	Stars Group Holdings BV/Stars Group U.S. Co-Borrower LLC, senior note, 144A, 7.00%, 07/15/26	CAN	USD	325,680	0.24
300,000	Tenet Healthcare Corp., senior note, second lien, 144A, 6.25%, 02/01/27	USA	USD	323,250	0.24
300,000	Novelis Corp., senior bond, 144A, 5.875%, 09/30/26	USA	USD	319,928	0.24
300,000	Crown Americas LLC/Crown Americas Capital Corp. VI, senior note, 4.75%, 02/01/26	USA	USD	317,729	0.23
300,000	FMG Resources (August 2006) Pty. Ltd., senior note, 144A, 5.125%, 03/15/23	AUS	USD	317,622	0.23
300,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.25%, 06/01/26	USA	USD	317,258	0.23
300,000	Trivium Packaging Finance BV, senior secured note, 144A, 5.50%, 08/15/26	NLD	USD	316,687	0.23
300,000	Sirius XM Radio Inc., senior note, 144A, 4.625%, 07/15/24	USA	USD	315,626	0.23
300,000	Prestige Brands Inc., senior note, 144A, 5.125%, 01/15/28	USA	USD	315,000	0.23
400,000	Digicel Ltd., senior note, 144A, 6.00%, 04/15/21	BMU	USD	312,000	0.23
300,000	KFC Holding Co./Pizza Hut Holdings LLC/Taco Bell of America LLC, senior note, 144A, 5.00%, 06/01/24	USA	USD	311,501	0.23
300,000	Live Nation Entertainment Inc., senior note, 144A, 4.75%, 10/15/27	USA	USD	311,055	0.23
300,000	T-Mobile USA Inc., senior bond, 6.375%, 03/01/25	USA	USD	310,625	0.23
300,000	Clearway Energy Operating LLC, senior bond, 5.00%, 09/15/26	USA	USD	310,604	0.23
300,000	T-Mobile USA Inc., senior note, 6.00%, 04/15/24	USA	USD	310,497	0.23
300,000	Jaguar Holding Co. II/Pharmaceutical Product Development LLC, senior note, 144A, 6.375%, 08/01/23	USA	USD	310,403	0.23
300,000	Centene Corp., senior note, 144A, 4.25%, 12/15/27	USA	USD	309,180	0.23
300,000	Cemex SAB de CV, senior secured bond, first lien, 144A, 5.70%, 01/11/25	MEX	USD	309,000	0.23
300,000	Camelot Finance SA, senior note, 144A, 4.50%, 11/01/26	USA	USD	308,812	0.23
300,000	Kaiser Aluminum Corp., senior note, 144A, 4.625%, 03/01/28	USA	USD	308,355	0.23
300,000	Teva Pharmaceutical Finance Netherlands III BV, senior note, 144A, 7.125%, 01/31/25	ISR	USD	307,875	0.23
300,000	Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., senior note, 6.25%, 04/01/23	USA	USD	306,626	0.23
300,000	CHS/Community Health Systems Inc., senior secured note, first lien, 6.25%, 03/31/23	USA	USD	305,250	0.23
300,000	DAE Funding LLC, senior note, 144A, 4.50%, 08/01/22	ARE	USD	305,248	0.23
300,000	Ferrellgas LP/Ferrellgas Finance Corp., senior note, 6.75%, 06/15/23	USA	USD	254,375	0.19
223,000	Weatherford International Ltd., senior note, 144A, 11.00%, 12/01/24	USA	USD	241,676	0.18
200,000	Navient Corp., senior note, 7.25%, 09/25/23	USA	USD	226,504	0.17
200,000	Netflix Inc., senior bond, 5.875%, 02/15/25	USA	USD	223,417	0.17
200,000	Gray Escrow Inc., senior note, 144A, 7.00%, 05/15/27	USA	USD	222,620	0.16
200,000	Navient Corp., senior note, 6.50%, 06/15/22	USA	USD	217,250	0.16
200,000	Qorvo Inc., senior note, 5.50%, 07/15/26	USA	USD	213,375	0.16
200,000	Netflix Inc., senior bond, 144A, 5.375%, 11/15/29	USA	USD	213,366	0.16
300,000	Party City Holdings Inc., senior note, 144A, 6.625%, 08/01/26	USA	USD	212,197	0.16
200,000	Cheniere Energy Partners LP, senior note, 5.625%, 10/01/26	USA	USD	211,875	0.16
200,000	MPT Operating Partnership LP/MPT Finance Corp., senior bond, 5.25%, 08/01/26	USA	USD	211,753	0.16

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Corporate Bonds (continued)				
200,000	Centene Corp., senior bond, 144A, 4.625%, 12/15/29	USA	USD	211,140	0.16
200,000	HAT Holdings I LLC/HAT Holdings II LLC, senior note, 144A, 5.25%, 07/15/24	USA	USD	210,667	0.16
200,000	Scripps Escrow Inc., senior note, 144A, 5.875%, 07/15/27	USA	USD	209,870	0.15
200,000	Springleaf Finance Corp., senior bond, 5.375%, 11/15/29	USA	USD	209,130	0.15
200,000	Viper Energy Partners LP, senior note, 144A, 5.375%, 11/01/27	USA	USD	208,370	0.15
200,000	First Quantum Minerals Ltd., senior note, 144A, 7.25%, 04/01/23	ZMB	USD	207,473	0.15
200,000	Jeld-Wen Inc., senior note, 144A, 4.625%, 12/15/25	USA	USD	206,483	0.15
200,000	T-Mobile USA Inc., senior bond, 6.50%, 01/15/24	USA	USD	206,252	0.15
200,000	Lithia Motors Inc., senior note, 144A, 4.625%, 12/15/27	USA	USD	206,072	0.15
200,000	Bausch Health Cos. Inc., senior note, 144A, 5.00%, 01/30/28	USA	USD	205,778	0.15
200,000	Jeld-Wen Inc., senior bond, 144A, 4.875%, 12/15/27	USA	USD	205,070	0.15
200,000	Diamond Sports Group LLC/Diamond Sports Finance Co., first lien, 144A, 5.375%, 08/15/26	USA	USD	202,685	0.15
200,000	Ashtead Capital Inc., second lien, 144A, 4.00%, 05/01/28	GBR	USD	202,500	0.15
200,000	TPC Group Inc., secured note, 144A, 10.50%, 08/01/24	USA	USD	201,917	0.15
200,000	InterGen NV, secured bond, 144A, 7.00%, 06/30/23	NLD	USD	195,500	0.14
200,000	Diamond Sports Group LLC/Diamond Sports Finance Co., senior note, 144A, 6.625%, 08/15/27	USA	USD	194,870	0.14
200,000	New Gold Inc., senior note, 144A, 6.375%, 05/15/25	CAN	USD	185,545	0.14
316,000	California Resources Corp., senior secured note, second lien, 144A, 8.00%, 12/15/22	USA	USD	140,620	0.10
200,000	Endo DAC/Endo Finance LLC/Endo Finco Inc., senior bond, 144A, 6.00%, 02/01/25	USA	USD	135,438	0.10
100,000	Sprint Corp., senior bond, 7.125%, 06/15/24	USA	USD	108,084	0.08
100,000	Dell International LLC/EMC Corp., senior note, 144A, 7.125%, 06/15/24	USA	USD	105,625	0.08
100,000	Clear Channel Worldwide Holdings Inc., senior secured note, first lien, 144A, 5.125%, 08/15/27	USA	USD	104,315	0.08
100,000	Block Communications Inc., senior note, 144A, 6.875%, 02/15/25	USA	USD	103,999	0.08
100,000	DISH DBS Corp., senior note, 5.875%, 11/15/24	USA	USD	102,396	0.08
100,000	MPH Acquisition Holdings LLC, senior note, 144A, 7.125%, 06/01/24	USA	USD	96,999	0.07
66,000	Dell International LLC/EMC Corp., senior note, 144A, 5.875%, 06/15/21	USA	USD	67,114	0.05
195,000	Digicel Group Two Ltd., senior note, 144A, 8.25%, 09/30/22	BMU	USD	47,438	0.03
57,000	CHS/Community Health Systems Inc., senior note, 144A, 8.125%, 06/30/24	USA	USD	46,882	0.03
500,000	Sanchez Energy Corp., senior note, 6.125%, 01/15/23 ^	USA	USD	25,000	0.02
25,000	California Resources Corp., senior bond, 6.00%, 11/15/24	USA	USD	8,750	0.01
174,090	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	870	0.00
661,092	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	826	0.00
378,867	Murray Energy Corp., secured note, 1.5 lien, 144A, PIK, 12.00%, 04/15/24 ‡,^	USA	USD	477	0.00
700,000	NewPage Corp., Escrow Account	USA	USD	462	0.00
				78,173,222	57.78
	Government and Municipal Bonds				
67,000,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	5,192,045	3.84
15,107	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	4,609,745	3.41
248,000,000	Government of India, senior bond, 8.20%, 02/15/22	IND	INR	3,625,059	2.68
7,150	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	1,956,319	1.45
5,014	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	1,447,380	1.07
82,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	1,196,751	0.88
76,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	1,113,509	0.82
197,800	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	1,089,132	0.81
2,418,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	872,587	0.65
5,034,000	Government of Ghana, 19.50%, 10/18/21	GHA	GHS	871,317	0.64
144,100	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	757,973	0.56
4,610,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	734,590	0.54
2,246,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	714,843	0.53
4,320,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	694,398	0.51
129,200	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	688,782	0.51
1,838,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	611,103	0.45
7,200,000,000	Government of Indonesia, senior bond, FR47, 10.00%, 02/15/28	IDN	IDR	606,392	0.45
6,150,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	504,271	0.37
94,218,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	502,765	0.37
5,280,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	418,178	0.31
2,430,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	406,489	0.30
1,650	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	382,239	0.28
4,400,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	365,819	0.27

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
24,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	341,795	0.25
1,000	Nota do Tesouro Nacional, 10.00%, 01/01/29	BRA	BRL	312,695	0.23
1,580,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	269,532	0.20
1,540,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	260,751	0.19
41,954,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	189,124	0.14
1,020,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	186,760	0.14
38,318,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	184,000	0.14
1,810,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	153,509	0.11
860,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	136,713	0.10
9,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	131,667	0.10
12,912,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	111,274	0.08
367	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	109,334	0.08
6,000,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	90,926	0.07
900,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	77,887	0.06
900,000,000	Government of Indonesia, senior bond, FR45, 9.75%, 05/15/37	IDN	IDR	76,875	0.06
963,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	70,953	0.05
790,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	62,591	0.05
320,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	59,724	0.04
250	Letra Tesouro Nacional, Strip, 04/01/21	BRA	BRL	58,729	0.04
109,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	34,222	0.03
394,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	27,845	0.02
321,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	23,956	0.02
130,000	Government of Ghana, senior note, 16.25%, 04/07/25	GHA	GHS	19,015	0.01
100,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	18,805	0.01
3,000	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	15,805	0.01
27,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	10,327	0.01
50,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	8,659	0.01
50,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	8,197	0.01
17,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	5,067	0.00
50,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	3,954	0.00
				32,422,377	23.96
	Securities Maturing Within One Year				
15,762	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	3,841,213	2.84
3,190,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	554,332	0.41
1,740,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	550,711	0.41
9,050,000	Egypt Treasury Bill, 0.00%, 03/03/20	EGY	EGP	549,682	0.41
47,426,390	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	508,192	0.37
8,000,000	Egypt Treasury Bill, 0.00%, 01/21/20	EGY	EGP	496,259	0.37
27,541,300	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	421,593	0.31
1,870,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	326,258	0.24
4,550,000	Egypt Treasury Bill, 0.00%, 03/17/20	EGY	EGP	277,336	0.20
4,150,000	Egypt Treasury Bill, 0.00%, 01/07/20	EGY	EGP	257,802	0.19
200,000	Navient Corp., senior note, 5.00%, 10/26/20	USA	USD	203,170	0.15
2,850,000	Egypt Treasury Bill, 0.00%, 02/18/20	EGY	EGP	174,043	0.13
14,040,900	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	168,209	0.12
2,725,000	Egypt Treasury Bill, 0.00%, 02/11/20	EGY	EGP	167,695	0.12
2,375,000	Egypt Treasury Bill, 0.00%, 03/10/20	EGY	EGP	143,765	0.11
10,382,400	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	139,582	0.10
530	Letra Tesouro Nacional, Strip, 04/01/20	BRA	BRL	130,483	0.10
1,525,000	Egypt Treasury Bill, 0.00%, 01/28/20	EGY	EGP	94,317	0.07
160,230	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	83,693	0.06
470,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	81,743	0.06
4,734,300	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	67,430	0.05
123,380	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	65,167	0.05
5,073,760	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	64,160	0.05
91,820	Mexico Treasury Bill, 0.00%, 01/16/20	MEX	MXN	48,361	0.04
240,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	42,815	0.03
240,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	42,248	0.03
73,500	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	38,155	0.03
73,450	Mexico Treasury Bill, 0.00%, 06/04/20	MEX	MXN	37,627	0.03
73,400	Mexico Treasury Bill, 0.00%, 06/18/20	MEX	MXN	37,501	0.03
4,055,100	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	35,470	0.03

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global High Yield Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
140	Letra Tesouro Nacional, Strip, 01/01/20	BRA	BRL	34,824	0.03
3,029,660	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	34,682	0.02
2,695,750	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	27,989	0.02
2,298,100	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	27,684	0.02
4,200	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	22,349	0.02
120,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	21,204	0.01
100,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	17,841	0.01
1,608,950	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	15,420	0.01
127,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	9,602	0.01
137,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	2,634	0.00
				9,863,241	7.29
	TOTAL BONDS			120,458,840	89.03
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			120,830,698	89.30
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
8,217,950	K2016470219 South Africa Ltd., A **	ZAF	ZAR	5,868	0.01
817,800	K2016470219 South Africa Ltd., B **	ZAF	ZAR	584	0.00
				6,452	0.01
	TOTAL SHARES			6,452	0.01
	WARRANTS				
	Oil, Gas & Consumable Fuels				
364	Halcon Resources Corp., wts., A, 10/08/20 **	USA	USD	333	0.00
455	Halcon Resources Corp., wts., B, 10/08/22 **	USA	USD	292	0.00
585	Halcon Resources Corp., wts., C, 10/08/22 **	USA	USD	233	0.00
1,689	Amplify Energy Corp., wts., 04/21/20 **	USA	USD	0	0.00
2,912	Halcon Resources Corp., wts., 09/09/20 **	USA	USD	0	0.00
				858	0.00
	TOTAL WARRANTS			858	0.00
	BONDS				
	Corporate Bonds				
1,000,000	Vistra Energy Corp., Escrow Account	USA	USD	2,000	0.00
1,300,000	T-Mobile USA Inc., Escrow Account **	USA	USD	0	0.00
				2,000	0.00
	TOTAL BONDS			2,000	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			9,310	0.01
	TOTAL INVESTMENTS			121,038,315	89.46

‡ Income may be received in additional securities and/or cash
^ These Bonds are currently in default
† Floating Rates are indicated as at December 31, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
55,500	United Parcel Service Inc., B	USA	USD	6,496,830	1.11
	Automobiles				
328,500	Isuzu Motors Ltd.	JPN	JPY	3,926,584	0.67
	Banks				
103,611	Citigroup Inc.	USA	USD	8,277,483	1.42
133,331	BNP Paribas SA	FRA	EUR	7,899,356	1.35
608,620	ING Groep NV	NLD	EUR	7,294,954	1.25
124,400	Wells Fargo & Co.	USA	USD	6,692,720	1.14
152,600	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	5,670,106	0.97
130,229	KB Financial Group Inc., ADR	KOR	USD	5,387,574	0.92
554,831	Standard Chartered PLC	GBR	GBP	5,235,042	0.90
162,630	Hana Financial Group Inc.	KOR	KRW	5,191,262	0.89
				51,648,497	8.84
	Beverages				
472,400	Kirin Holdings Co. Ltd.	JPN	JPY	10,389,105	1.78
98,300	Suntory Beverage & Food Ltd.	JPN	JPY	4,111,097	0.70
				14,500,202	2.48
	Biotechnology				
70,060	Gilead Sciences Inc.	USA	USD	4,552,499	0.78
	Capital Markets				
260,257	Flow Traders	NLD	EUR	6,286,777	1.08
617,900	Value Partners Group Ltd.	HKG	HKD	380,622	0.06
				6,667,399	1.14
	Diversified Financial Services				
31,800	Berkshire Hathaway Inc., B	USA	USD	7,202,700	1.23
285,555	M&G PLC	GBR	GBP	897,098	0.16
				8,099,798	1.39
	Diversified Telecommunication Services				
553,865	Deutsche Telekom AG	DEU	EUR	9,049,892	1.55
120,600	Verizon Communications Inc.	USA	USD	7,404,840	1.27
14,752,000	China Telecom Corp. Ltd., H	CHN	HKD	6,077,014	1.04
				22,531,746	3.86
	Electronic Equipment, Instruments & Components				
68,900	Kyocera Corp.	JPN	JPY	4,742,323	0.81
	Energy Equipment & Services				
334,042	Tenaris SA	ITA	EUR	3,764,845	0.64
	Food & Staples Retailing				
135,700	Walgreens Boots Alliance Inc.	USA	USD	8,000,872	1.37
272,800	The Kroger Co.	USA	USD	7,908,472	1.35
				15,909,344	2.72
	Food Products				
98,500	Kellogg Co.	USA	USD	6,812,260	1.17
	Health Care Equipment & Supplies				
56,600	LivaNova PLC	GBR	USD	4,269,338	0.73
	Health Care Providers & Services				
26,500	Laboratory Corp. of America Holdings	USA	USD	4,483,005	0.77
	Industrial Conglomerates				
1,041,452	CK Hutchison Holdings Ltd.	HKG	HKD	9,930,301	1.70
34,150	Siemens AG	DEU	EUR	4,463,193	0.76
				14,393,494	2.46

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Insurance				
285,555	Prudential PLC	GBR	GBP	5,480,166	0.94
	Interactive Media & Services				
46,000	Baidu Inc., ADR	CHN	USD	5,814,400	1.00
	Machinery				
7,100	Hosokawa Micron Corp.	JPN	JPY	306,736	0.05
	Marine				
2,961	A.P. Moeller-Maersk AS, B	DNK	DKK	4,269,613	0.73
	Media				
193,900	Comcast Corp., A	USA	USD	8,719,683	1.49
523,446	SES SA, IDR	LUX	EUR	7,337,732	1.26
				16,057,415	2.75
	Metals & Mining				
179,000	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	5,837,368	1.00
	Multiline Retail				
111,200	Seria Co. Ltd.	JPN	JPY	3,039,006	0.52
	Multi-Utilities				
400,514	Veolia Environnement SA	FRA	EUR	10,649,499	1.83
893,026	E.ON SE	DEU	EUR	9,538,134	1.63
				20,187,633	3.46
	Oil, Gas & Consumable Fuels				
369,022	Royal Dutch Shell PLC, B	GBR	GBP	10,945,583	1.87
1,417,252	BP PLC	GBR	GBP	8,852,306	1.52
567,635	Eni SpA	ITA	EUR	8,814,007	1.51
249,600	Equinor ASA	NOR	NOK	4,990,578	0.85
610,000	Husky Energy Inc.	CAN	CAD	4,894,656	0.84
				38,497,130	6.59
	Pharmaceuticals				
138,322	Bayer AG	DEU	EUR	11,294,375	1.93
47,082	Allergan PLC	USA	USD	9,000,666	1.54
225,700	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	8,996,848	1.54
67,716	Merck KGaA	DEU	EUR	8,000,290	1.37
67,642	Sanofi	FRA	EUR	6,798,315	1.17
				44,090,494	7.55
	Real Estate Management & Development				
672,500	CK Asset Holdings Ltd.	HKG	HKD	4,854,552	0.83
404,000	Swire Pacific Ltd., A	HKG	HKD	3,753,654	0.64
				8,608,206	1.47
	Semiconductors & Semiconductor Equipment				
44,600	NXP Semiconductors NV	NLD	USD	5,675,796	0.97
	Software				
131,930	Oracle Corp.	USA	USD	6,989,651	1.20
	Specialty Retail				
1,907,255	Kingfisher PLC	GBR	GBP	5,481,559	0.94
	Technology Hardware, Storage & Peripherals				
214,882	Samsung Electronics Co. Ltd.	KOR	KRW	10,372,422	1.78
	Wireless Telecommunication Services				
5,281,173	Vodafone Group PLC	GBR	GBP	10,265,348	1.76
	TOTAL SHARES			363,771,107	62.28
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			363,771,107	62.28

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	BONDS				
	Corporate Bonds				
364,420	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	1,022	0.00
91,914	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	460	0.00
400,000	NewPage Corp., Escrow Account	USA	USD	264	0.00
181,110	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	226	0.00
				1,972	0.00
	Government and Municipal Bonds				
42,566	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	11,646,527	1.99
119,282,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	8,902,004	1.52
544,600,000	Government of India, senior note, 6.79%, 05/15/27	IND	INR	7,613,181	1.30
388,400,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	5,885,957	1.01
914,600	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	4,810,841	0.82
16,260	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	4,693,735	0.80
836,300	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	4,458,427	0.76
33,965,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	2,617,377	0.45
15,660,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	2,495,374	0.43
2,787,000,000	Korea Treasury Bond, senior note, 1.875%, 03/10/24	KOR	KRW	2,447,923	0.42
2,569,100,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	2,239,594	0.38
12,500,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	2,009,254	0.34
7,630	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	1,767,564	0.30
4,558,000,000	Titulos de Tesoreria, B, 7.75%, 09/18/30	COL	COP	1,535,674	0.26
3,448,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	1,146,401	0.20
233,554,000	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	1,121,506	0.19
70,200,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	1,006,617	0.17
223,026,000	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	1,005,376	0.17
9,362,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	778,362	0.13
4,310,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	729,765	0.13
4,240,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	723,300	0.12
135,600	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	714,399	0.12
1,762,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	635,855	0.11
3,540,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	592,169	0.10
659,500,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	570,720	0.10
3,090,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	565,774	0.10
1,215,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	386,703	0.07
60,000	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	330,374	0.06
31,348,000	Government of Argentina, FRN, 52.564%, 04/03/22 †	ARG	ARS	270,154	0.05
3,655,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	269,297	0.05
676,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	204,929	0.04
2,816,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	199,011	0.04
28,700	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	172,244	0.03
476,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	149,448	0.03
10,649,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	56,825	0.01
270,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	50,392	0.01
25,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	28,586	0.01
56,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	21,419	0.00
36,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	10,730	0.00
50,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	9,402	0.00
50,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	8,659	0.00
				74,881,849	12.82
	Securities Maturing Within One Year				
13,528,650	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	7,023,009	1.20
5,336,200	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	2,787,253	0.48
10,780,000	Government of Ghana, senior note, 24.00%, 11/23/20	GHA	GHS	1,934,225	0.33
126,100,000	Japan Treasury Discount Bill, 0.00%, 01/14/20	JPN	JPY	1,160,381	0.20
126,000,000	Japan Treasury Discount Bill, 0.00%, 01/27/20	JPN	JPY	1,159,550	0.20
79,448,100	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	951,782	0.16
54,958,400	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	841,285	0.14
76,000,000	Japan Treasury Discount Bill, 0.00%, 01/20/20	JPN	JPY	699,384	0.12
760,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	659,600	0.11
1,226,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	621,079	0.11

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Income Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
710,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	615,000	0.11
2,500	Letra Tesouro Nacional, Strip, 07/01/20	BRA	BRL	609,252	0.10
64,850,000	Japan Treasury Discount Bill, 0.00%, 04/10/20	JPN	JPY	596,974	0.10
61,800,000	Japan Treasury Discount Bill, 0.00%, 03/10/20	JPN	JPY	568,833	0.10
57,000,000	Japan Treasury Discount Bill, 0.00%, 09/23/20	JPN	JPY	525,037	0.09
54,000,000	Japan Treasury Discount Bill, 0.00%, 05/11/20	JPN	JPY	497,164	0.09
2,370,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	422,798	0.07
5,295,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	400,334	0.07
19,206,700	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	273,557	0.05
367,710	Mexico Treasury Bill, 0.00%, 01/02/20	MEX	MXN	194,217	0.03
466,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	147,489	0.03
460,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	79,935	0.01
5,000,000	Japan Treasury Discount Bill, 0.00%, 05/20/20	JPN	JPY	46,036	0.01
3,665,360	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	39,276	0.01
2,886,620	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	36,503	0.01
2,728,530	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	31,235	0.01
2,152,540	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	25,931	0.00
2,050,510	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	21,290	0.00
889,800	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	11,963	0.00
1,129,010	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	10,820	0.00
60,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	10,562	0.00
70,000	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	612	0.00
27,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	519	0.00
				23,002,885	3.94
	TOTAL BONDS			97,886,706	16.76
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			97,886,706	16.76
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
2,251,354	K2016470219 South Africa Ltd., A **	ZAF	ZAR	1,608	0.00
431,767	K2016470219 South Africa Ltd., B **	ZAF	ZAR	308	0.00
				1,916	0.00
	TOTAL SHARES			1,916	0.00
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,916	0.00
	TOTAL INVESTMENTS			461,659,729	79.04

‡ Income may be received in additional securities and/or cash
† Floating Rates are indicated as at December 31, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	INVESTMENTS FUNDS				
	Diversified Financial Services				
36,106	SPDR Russel 2000 U.S. Small Cap UCITS ETF	USA	USD	1,648,961	1.52
	TOTAL INVESTMENTS FUNDS			1,648,961	1.52
	SHARES				
	Air Freight & Logistics				
295,655	PostNL NV	NLD	EUR	667,103	0.61
	Auto Components				
170,411	Dometic Group AB	SWE	SEK	1,716,082	1.58
9,130	LCI Industries	USA	USD	978,097	0.90
41,341	Freni Brembo SpA	ITA	EUR	512,762	0.47
				3,206,941	2.95
	Automobiles				
17,130	Winnebago Industries Inc.	USA	USD	907,547	0.83
	Banks				
124,890	Huntington Bancshares Inc.	USA	USD	1,883,341	1.73
151,849	BNK Financial Group Inc.	KOR	KRW	1,006,205	0.92
36,126	Canadian Western Bank	CAN	CAD	887,154	0.82
13,040	Texas Capital Bancshares Inc.	USA	USD	740,281	0.68
112,948	DGB Financial Group Inc.	KOR	KRW	695,672	0.64
252,866	DCB Bank Ltd.	IND	INR	609,175	0.56
				5,821,828	5.35
	Building Products				
13,280	Simpson Manufacturing Co. Inc.	USA	USD	1,065,454	0.98
12,760	Patrick Industries Inc.	USA	USD	669,007	0.61
59,500	Bunka Shutter Co. Ltd.	JPN	JPY	527,794	0.49
				2,262,255	2.08
	Capital Markets				
67,786	AllianceBernstein Holding LP	USA	USD	2,051,204	1.88
56,009	Janus Henderson Group PLC	GBR	USD	1,369,420	1.26
574,871	Man Group PLC	GBR	GBP	1,202,993	1.11
1,002,300	Value Partners Group Ltd.	HKG	HKD	617,410	0.57
145,700	Canaccord Genuity Group Inc.	CAN	CAD	543,037	0.50
18,748	Flow Traders	NLD	EUR	452,877	0.42
				6,236,941	5.74
	Chemicals				
97,140	Ferro Corp.	USA	USD	1,440,586	1.32
141,500	Livent Corp.	ARG	USD	1,209,825	1.11
45,000	Nihon Parkerizing Co. Ltd.	JPN	JPY	486,956	0.45
5,700	Taiyo Holdings Co. Ltd.	JPN	JPY	233,665	0.22
				3,371,032	3.10
	Commercial Services & Supplies				
28,800	BrightView Holdings Inc.	USA	USD	485,856	0.45
	Construction & Engineering				
41,830	Arcadis NV	NLD	EUR	974,795	0.90
	Containers & Packaging				
44,832	Huhtamaki OYJ	FIN	EUR	2,080,456	1.91
21,900	Crown Holdings Inc.	USA	USD	1,588,626	1.46
43,644	Billerudkorsnas AB	SWE	SEK	515,600	0.48
				4,184,682	3.85
	Diversified Consumer Services				
125,900	OneSpaWorld Holdings Ltd.	BHS	USD	2,120,156	1.95
	Diversified Financial Services				
14,900	Voya Financial Inc.	USA	USD	908,602	0.84

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Electrical Equipment				
495,289	Johnson Electric Holdings Ltd.	HKG	HKD	1,126,307	1.03
44,900	Idec Corp.	JPN	JPY	934,564	0.86
				2,060,871	1.89
	Electronic Equipment, Instruments & Components				
77,660	Knowles Corp.	USA	USD	1,642,509	1.51
345,000	Tripod Technology Corp.	TWN	TWD	1,447,545	1.33
34,668	Jenoptik AG	DEU	EUR	990,622	0.91
48,566	Oxford Instruments PLC	GBR	GBP	990,578	0.91
8,142	Landis+Gyr Group AG	CHE	CHF	847,310	0.78
				5,918,564	5.44
	Equity Real Estate Investment Trusts (REITs)				
16,700	STORE Capital Corp.	USA	USD	621,908	0.57
	Food & Staples Retailing				
32,600	The North West Co. Inc.	CAN	CAD	686,091	0.63
11,600	Matsumotokiyoshi Holdings Co. Ltd.	JPN	JPY	452,045	0.42
				1,138,136	1.05
	Food Products				
37,200	Freshpet Inc.	USA	USD	2,198,148	2.02
612,500	Camil Alimentos SA	BRA	BRL	1,372,963	1.26
19,300	Ezaki Glico Co. Ltd.	JPN	JPY	863,994	0.80
79,100	M. Dias Branco SA	BRA	BRL	750,756	0.69
160,046	Cloetta AB, B	SWE	SEK	541,677	0.50
				5,727,538	5.27
	Health Care Equipment & Supplies				
10,400	LivaNova PLC	GBR	USD	784,472	0.72
	Household Durables				
85,200	Sonos Inc.	USA	USD	1,330,824	1.22
14,500	Rinnai Corp.	JPN	JPY	1,140,787	1.05
51,100	Zojirushi Corp.	JPN	JPY	967,691	0.89
12,899	Bellway PLC	GBR	GBP	650,391	0.60
33,445	Bovis Homes Group PLC	GBR	GBP	601,543	0.55
64,000	Nien Made Enterprise Co. Ltd.	TWN	TWD	592,691	0.55
				5,283,927	4.86
	Insurance				
73,530	United Insurance Holdings Corp.	USA	USD	927,213	0.85
	Leisure products				
169,760	Technogym SpA	ITA	EUR	2,206,473	2.03
86,925	The Thule Group AB, Reg S	SWE	SEK	2,004,634	1.84
133,000	Giant Manufacturing Co. Ltd.	TWN	TWD	947,110	0.87
143,000	Merida Industry Co. Ltd.	TWN	TWD	843,820	0.78
				6,002,037	5.52
	Life Sciences Tools & Services				
20,957	Gerresheimer AG	DEU	EUR	1,621,654	1.49
4,034	Tecan Group AG	CHE	CHF	1,133,930	1.04
6,593	PRA Health Sciences Inc.	USA	USD	732,812	0.68
				3,488,396	3.21
	Machinery				
266,000	Techtronic Industries Co. Ltd.	HKG	HKD	2,169,359	2.00
16,430	Alamo Group Inc.	USA	USD	2,062,787	1.90
56,969	Interpump Group SpA	ITA	EUR	1,804,194	1.66
52,310	Trimas Corp.	USA	USD	1,643,057	1.51
42,140	Hillenbrand Inc.	USA	USD	1,403,683	1.29
3,959	Bucher Industries AG	CHE	CHF	1,390,243	1.28
18,210	Hyster-Yale Materials Handling Inc.	USA	USD	1,073,662	0.99
1,209	Rational AG	DEU	EUR	972,132	0.89

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Machinery (continued)				
361,000	Haitian International Holdings Ltd.	CHN	HKD	874,669	0.80
14,060	Aalberts NV	NLD	EUR	630,861	0.58
11,864	Construcciones y Auxiliar de Ferrocarriles SA	ESP	EUR	545,500	0.50
52,000	Tadano Ltd.	JPN	JPY	478,969	0.44
18,700	Morita Holdings Corp.	JPN	JPY	313,861	0.29
				15,362,977	14.13
	Metals & Mining				
23,800	Dowa Holdings Co. Ltd.	JPN	JPY	892,432	0.82
	Personal Products				
5,122	Kobayashi Pharmaceutical Co. Ltd.	JPN	JPY	436,908	0.40
	Pharmaceuticals				
61,100	Tsumura & Co.	JPN	JPY	1,804,748	1.66
	Professional Services				
9,500	TechnoPro Holdings Inc.	JPN	JPY	668,737	0.61
11,500	MEITEC Corp.	JPN	JPY	650,794	0.60
14,000	en-japan Inc.	JPN	JPY	615,137	0.57
				1,934,668	1.78
	Real Estate Management & Development				
10,340	Jones Lang LaSalle Inc.	USA	USD	1,800,090	1.65
58,480	Grand City Properties SA	DEU	EUR	1,402,152	1.29
				3,202,242	2.94
	Semiconductors & Semiconductor Equipment				
1,240,000	King Yuan Electronics Co. Ltd.	TWN	TWD	1,556,685	1.43
	Specialty Retail				
162,500	IDOM Inc.	JPN	JPY	939,038	0.87
52,713	Matas AS	DNK	DKK	435,900	0.40
12,140	Hibbett Sports Inc.	USA	USD	340,406	0.31
				1,715,344	1.58
	Technology Hardware, Storage & Peripherals				
561,580	Chicony Electronics Co. Ltd.	TWN	TWD	1,670,978	1.54
25,730	Logitech International SA	CHE	USD	1,213,427	1.11
93,000	Catcher Technology Co. Ltd.	TWN	TWD	705,794	0.65
				3,590,199	3.30
	Textiles, Apparel & Luxury Goods				
19,220	Columbia Sportswear Co.	USA	USD	1,925,652	1.77
100,200	Asics Corp.	JPN	JPY	1,674,379	1.54
75,300	Levi Strauss & Co., A	USA	USD	1,452,537	1.33
137,725	Alpargatas SA, pfd.	BRA	BRL	1,137,572	1.05
237,900	Samsonite International SA	HKG	HKD	570,914	0.52
13,100	Canada Goose Holdings Inc.	CAN	CAD	474,227	0.44
680,221	Welspun India Ltd.	IND	INR	457,580	0.42
15,376	CCC SA	POL	PLN	445,904	0.41
				8,138,765	7.48
	TOTAL SHARES			101,735,768	93.55
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			103,384,729	95.07

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Smaller Companies Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Metals & Mining				
896,000	Sakari Resources Ltd. **	IDN	SGD	457,835	0.42
	TOTAL SHARES			457,835	0.42
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			457,835	0.42
	TOTAL INVESTMENTS			103,842,564	95.49

** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Global Total Return Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Diversified Telecommunication Services				
679	Centaur Funding Corp., pfd., 144A, 9.08%, 04/21/20	USA	USD	693,004	0.01
	TOTAL SHARES			693,004	0.01
	BONDS				
	Corporate Bonds				
13,462,741	K2016470260 South Africa Ltd., senior secured note, Reg S, PIK, 25.00%, 12/31/22 ‡	ZAF	USD	67,314	0.00
49,087,537	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 3.00%, 12/31/22 ‡	ZAF	USD	61,359	0.00
4,417,026	K2016470219 South Africa Ltd., senior secured note, Reg S, PIK, 8.00%, 12/31/22 ‡	ZAF	EUR	12,384	0.00
15,000,000	NewPage Corp., Escrow Account	USA	USD	9,900	0.00
				150,957	0.00
	Government and Municipal Bonds				
35,753,000,000	Government of India, senior note, 7.68%, 12/15/23	IND	INR	521,798,027	3.74
84,544,500	Government of Mexico, senior bond, M, 6.50%, 06/09/22	MEX	MXN	444,708,252	3.18
82,878,000	Government of Mexico, senior note, M, 7.25%, 12/09/21	MEX	MXN	441,833,641	3.16
460,267,630,000	Korea Treasury Bond, senior note, 2.00%, 03/10/21	KOR	KRW	401,234,992	2.87
1,359,720	Nota do Tesouro Nacional, 10.00%, 01/01/21	BRA	BRL	372,034,378	2.66
1,210,186	Nota do Tesouro Nacional, 10.00%, 01/01/23	BRA	BRL	349,341,513	2.50
4,438,261,000,000	Government of Indonesia, senior bond, FR70, 8.375%, 03/15/24	IDN	IDR	342,016,831	2.45
4,487,967,000,000	Government of Indonesia, senior bond, FR53, 8.25%, 07/15/21	IDN	IDR	334,936,528	2.40
1,040,844	Nota do Tesouro Nacional, 10.00%, 01/01/25	BRA	BRL	310,079,197	2.22
3,953,993,000,000	Government of Indonesia, senior bond, FR56, 8.375%, 09/15/26	IDN	IDR	306,407,570	2.19
797,160	Nota do Tesouro Nacional, 10.00%, 01/01/27	BRA	BRL	243,245,158	1.74
44,060,900	Government of Mexico, senior bond, M, 8.00%, 12/07/23	MEX	MXN	242,609,262	1.74
15,432,000,000	Government of India, senior bond, 8.08%, 08/02/22	IND	INR	226,100,962	1.62
10,792,600,000	Government of India, senior note, 8.83%, 11/25/23	IND	INR	163,555,040	1.17
186,187,000,000	Korea Treasury Bond, senior note, 1.375%, 09/10/21	KOR	KRW	161,123,046	1.15
10,724,000,000	Government of India, senior bond, 8.13%, 09/21/22	IND	INR	157,600,304	1.13
9,057,600,000	Government of India, senior note, 7.16%, 05/20/23	IND	INR	129,879,411	0.93
24,650,800	Government of Mexico, senior bond, M, 6.50%, 06/10/21	MEX	MXN	129,870,921	0.93
505,650	Letra Tesouro Nacional, Strip, 04/01/21	BRA	BRL	118,785,796	0.85
321,198,000,000	Titulos de Tesoreria, senior bond, B, 7.50%, 08/26/26	COL	COP	106,792,810	0.76
112,805,900,000	Korea Treasury Bond, senior bond, 4.25%, 06/10/21	KOR	KRW	101,610,986	0.73
16,280,700	Government of Mexico, senior bond, M 20, 10.00%, 12/05/24	MEX	MXN	97,709,239	0.70
6,477,000,000	Government of India, senior note, 8.15%, 06/11/22	IND	INR	94,756,262	0.68
406,670	Letra Tesouro Nacional, Strip, 07/01/21	BRA	BRL	94,209,084	0.67
572,580,000	Government of Ghana, 19.00%, 11/02/26	GHA	GHS	91,238,915	0.65
550,964,000	Government of Ghana, senior bond, 19.75%, 03/15/32	GHA	GHS	88,562,147	0.63
242,266,000,000	Titulos de Tesoreria, senior bond, B, 10.00%, 07/24/24	COL	COP	87,426,871	0.63
951,650,000,000	Government of Indonesia, senior bond, FR40, 11.00%, 09/15/25	IDN	IDR	82,356,362	0.59
574,300,000	Government of Norway, 144A, Reg S, 2.00%, 05/24/23	NOR	NOK	66,730,356	0.48
14,163,407,100	Argentine Bonos del Tesoro, senior note, 15.50%, 10/17/26	ARG	ARS	63,847,007	0.46
773,830,000,000	Government of Indonesia, senior bond, FR46, 9.50%, 07/15/23	IDN	IDR	61,309,932	0.44
4,046,200,000	Government of India, senior bond, 8.35%, 05/14/22	IND	INR	59,428,991	0.43
449,570,000	Government of Norway, 144A, Reg S, 3.75%, 05/25/21	NOR	NOK	52,931,457	0.38
2,898,000,000	Government of India, senior bond, 9.15%, 11/14/24	IND	INR	44,756,406	0.32
9,130,654,900	Argentine Bonos del Tesoro, 16.00%, 10/17/23	ARG	ARS	43,844,601	0.31
231,430,000	Government of Ghana, 24.75%, 07/19/21	GHA	GHS	42,374,427	0.30
113,925,000,000	Titulos de Tesoreria, senior bond, B, 7.00%, 05/04/22	COL	COP	36,259,365	0.26
290,300,000	Government of Norway, 144A, Reg S, 3.00%, 03/14/24	NOR	NOK	35,237,839	0.25
6,275,278,000	Argentine Bonos del Tesoro, 18.20%, 10/03/21	ARG	ARS	33,486,075	0.24
2,217,000,000	Government of India, senior note, 6.84%, 12/19/22	IND	INR	31,573,336	0.23
164,170,000	Government of Ghana, 18.75%, 01/24/22	GHA	GHS	28,005,711	0.20
91,446,000,000	Titulos de Tesoreria, senior bond, B, 6.00%, 04/28/28	COL	COP	27,721,791	0.20
158,840,000	Government of Ghana, 19.75%, 03/25/24	GHA	GHS	26,894,642	0.19
490,784,000	Inter-American Development Bank, senior bond, 7.50%, 12/05/24	SP	MXN	26,589,602	0.19
310,220,000,000	Government of Indonesia, senior bond, FR42, 10.25%, 07/15/27	IDN	IDR	26,310,317	0.19
157,160,000	Government of Ghana, senior note, 18.25%, 07/25/22	GHA	GHS	26,289,625	0.19
349,652,000,000	Government of Indonesia, senior bond, FR61, 7.00%, 05/15/22	IDN	IDR	25,762,045	0.19
117,410,000	Government of Ghana, 24.50%, 06/21/21	GHA	GHS	21,913,102	0.16
253,817,000,000	Government of Indonesia, senior bond, FR35, 12.90%, 06/15/22	IDN	IDR	21,102,498	0.15

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Total Return Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Government and Municipal Bonds (continued)				
244,640,000,000	Government of Indonesia, senior bond, FR43, 10.25%, 07/15/22	IDN	IDR	19,346,523	0.14
220,584,000,000	Government of Indonesia, senior bond, FR34, 12.80%, 06/15/21	IDN	IDR	17,470,341	0.13
225,837,000,000	Government of Indonesia, senior bond, FR63, 5.625%, 05/15/23	IDN	IDR	15,960,285	0.11
43,631,000,000	Government of Colombia, senior bond, 7.75%, 04/14/21	COL	COP	13,698,655	0.10
46,550,000	Government of Ghana, 16.50%, 02/06/23	GHA	GHS	7,400,010	0.05
76,180,000,000	Government of Indonesia, senior bond, FR39, 11.75%, 08/15/23	IDN	IDR	6,442,032	0.05
10,539,000,000	Government of Colombia, senior bond, 9.85%, 06/28/27	COL	COP	4,031,035	0.03
40,850,000,000	Government of Indonesia, senior bond, FR44, 10.00%, 09/15/24	IDN	IDR	3,349,508	0.02
6,616,000,000	Government of Colombia, senior bond, 4.375%, 03/21/23	COL	COP	1,972,001	0.01
10,090,000	Government of Ghana, 17.60%, 11/28/22	GHA	GHS	1,654,078	0.01
7,230,000	Government of Ghana, 24.75%, 03/01/21	GHA	GHS	1,359,581	0.01
418,000	Government of El Salvador, senior bond, Reg S, 7.65%, 06/15/35	SLV	USD	477,956	0.00
1,340,000	Government of Ghana, senior note, 16.50%, 03/22/21	GHA	GHS	232,057	0.00
				7,137,586,692	51.09
	Securities Maturing Within One Year				
81,393,300,000	Japan Treasury Discount Bill, 0.00%, 02/25/20	JPN	JPY	749,136,665	5.36
63,174,800,000	Japan Treasury Discount Bill, 0.00%, 03/10/20	JPN	JPY	581,487,190	4.16
58,701,200,000	Japan Treasury Discount Bill, 0.00%, 02/03/20	JPN	JPY	540,233,612	3.87
48,557,400,000	Japan Treasury Discount Bill, 0.00%, 02/10/20	JPN	JPY	446,891,612	3.20
31,336,150,000	Japan Treasury Discount Bill, 0.00%, 04/10/20	JPN	JPY	288,463,857	2.06
1,069,500	Letra Tesouro Nacional, Strip, 04/01/20	BRA	BRL	263,305,605	1.88
454,046,880	Mexico Treasury Bill, 0.00%, 04/02/20	MEX	MXN	235,705,364	1.69
212,943,000	FHLB, 0.00%, 01/09/20	USA	USD	212,880,891	1.52
36,316,300	Government of Mexico, senior bond, M, 8.00%, 06/11/20	MEX	MXN	193,249,072	1.38
19,719,100,000	Japan Treasury Discount Bill, 0.00%, 01/14/20	JPN	JPY	181,456,546	1.30
19,661,000,000	Japan Treasury Discount Bill, 0.00%, 01/27/20	JPN	JPY	180,935,836	1.30
205,361,000,000	Korea Treasury Bond, senior note, 1.75%, 06/10/20	KOR	KRW	177,958,224	1.27
19,087,500,000	Japan Treasury Discount Bill, 0.00%, 05/11/20	JPN	JPY	175,733,743	1.26
299,657,400	Mexico Treasury Bill, 0.00%, 02/27/20	MEX	MXN	156,519,814	1.12
11,358,709,300	Argentina Treasury Bill, Strip, 03/30/20	ARG	ARS	136,076,448	0.97
128,000,000	FHLB, Discount Notes, 0.00%, 01/02/20	USA	USD	128,000,000	0.92
11,796,000,000	Japan Treasury Discount Bill, 0.00%, 01/20/20	JPN	JPY	108,551,748	0.78
104,670,000	FHLB, 0.00%, 01/13/20	USA	USD	104,622,027	0.75
9,099,000,000	Japan Treasury Discount Bill, 0.00%, 09/23/20	JPN	JPY	83,812,528	0.60
5,207,087,500	Argentina Treasury Bill, Strip, 04/28/20	ARG	ARS	79,708,417	0.57
79,000,000	FHLB, 0.00%, 01/10/20	USA	USD	78,973,667	0.57
269,105	Letra Tesouro Nacional, Strip, 01/01/20	BRA	BRL	66,938,100	0.48
62,000,000	FHLB, 0.00%, 01/14/20	USA	USD	61,969,000	0.44
70,400,000,000	Korea Treasury Bond, senior note, 2.00%, 03/10/20	KOR	KRW	60,979,720	0.44
100,496,000	Government of Argentina, senior note, 4.50%, 02/13/20	ARG	ARS	50,910,269	0.36
41,000,000	FHLB, 0.00%, 01/06/20	USA	USD	40,993,167	0.29
39,000,000	FHLB, 0.00%, 01/03/20	USA	USD	38,998,375	0.28
41,036,000,000	Korea Monetary Stabilization Bond, senior note, 2.14%, 06/02/20	KOR	KRW	35,614,906	0.26
39,650,000,000	Korea Monetary Stabilization Bond, senior note, 2.05%, 10/05/20	KOR	KRW	34,479,747	0.25
96,525,000,000	Titulos de Tesoreria, senior bond, B, 11.00%, 07/24/20	COL	COP	30,550,191	0.22
30,000,000	FHLB, 0.00%, 01/07/20	USA	USD	29,993,750	0.21
152,000,000	Government of Ghana, senior note, 18.50%, 06/01/20	GHA	GHS	26,413,333	0.19
22,000,000	FHLB, 0.00%, 01/08/20	USA	USD	21,994,500	0.16
104,540,000	Government of Ghana, senior note, 18.25%, 09/21/20	GHA	GHS	18,649,508	0.13
21,100,000,000	Korea Monetary Stabilization Bond, senior note, 1.715%, 05/09/20	KOR	KRW	18,276,755	0.13
101,730,000	Ghana Treasury Note, 16.50%, 02/17/20	GHA	GHS	17,748,762	0.13
1,496,425,460	Argentina Treasury Bill, Strip, 10/29/20	ARG	ARS	16,034,759	0.11
1,034,556,200	Argentina Treasury Bill, Strip, 07/29/20	ARG	ARS	14,734,973	0.11
1,031,069,470	Argentina Treasury Bill, 0.00%, 04/08/20	ARG	ARS	13,038,361	0.09
2,332,570	Mexican Udibonos, Index Linked, 2.50%, 12/10/20	MEX	MXN	12,211,432	0.09
160,863,000,000	Government of Indonesia, senior bond, FR31, 11.00%, 11/15/20	IDN	IDR	12,162,208	0.09
682,090,280	Argentina Treasury Bill, Strip, 08/27/20	ARG	ARS	7,808,215	0.06
789,500,000	Japan Treasury Discount Bill, 0.00%, 05/20/20	JPN	JPY	7,269,023	0.05
39,220,000	Ghana Treasury Note, 17.18%, 01/06/20	GHA	GHS	6,930,291	0.05
522,889,250	Argentina Treasury Bill, 0.00%, 05/13/20	ARG	ARS	6,298,973	0.05
582,013,550	Argentina Treasury Bill, 0.00%, 02/26/20	ARG	ARS	6,042,813	0.04
31,760,000	Government of Ghana, senior note, 21.50%, 03/09/20	GHA	GHS	5,590,847	0.04

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Global Total Return Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Securities Maturing Within One Year (continued)				
27,701,000	Government of Ghana, 21.00%, 03/23/20	GHA	GHS	4,942,101	0.04
25,680,000	Ghana Treasury Note, 16.50%, 03/16/20	GHA	GHS	4,466,315	0.03
391,212,870	Government of Argentina, FRN, 67.559%, 06/21/20 †	ARG	ARS	3,421,921	0.02
243,310,800	Argentina Treasury Bill, Strip, 05/28/20	ARG	ARS	3,271,103	0.02
341,097,750	Argentina Treasury Bill, 0.00%, 03/11/20	ARG	ARS	3,269,059	0.02
66,855,000	Government of Argentina, Index Linked, 4.00%, 03/06/20	ARG	ARS	1,285,500	0.01
				5,786,990,843	41.42
	TOTAL BONDS			12,924,728,492	92.51
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			12,925,421,496	92.52
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Specialty Retail				
610,224,365	K2016470219 South Africa Ltd., A **	ZAF	ZAR	435,729	0.01
63,241,285	K2016470219 South Africa Ltd., B **	ZAF	ZAR	45,157	0.00
				480,886	0.01
	TOTAL SHARES			480,886	0.01
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			480,886	0.01
	TOTAL INVESTMENTS			12,925,902,382	92.53

‡ Income may be received in additional securities and/or cash
† Floating Rates are indicated as at December 31, 2019
** These securities are submitted to a Fair Valuation

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Growth (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Air Freight & Logistics				
760,763	United Parcel Service Inc., B	USA	USD	79,410,510	1.10
	Banks				
3,515,862	BNP Paribas SA	FRA	EUR	185,742,989	2.57
14,800,412	ING Groep NV	NLD	EUR	158,186,803	2.19
1,637,221	Citigroup Inc.	USA	USD	116,632,561	1.62
13,152,037	Standard Chartered PLC	GBR	GBP	110,655,397	1.53
2,045,265	Wells Fargo & Co.	USA	USD	98,118,736	1.36
2,628,440	KB Financial Group Inc., ADR	KOR	USD	96,962,471	1.34
2,823,270	Sumitomo Mitsui Financial Group Inc.	JPN	JPY	93,542,541	1.30
7,161,536	Credit Agricole SA	FRA	EUR	92,562,853	1.28
40,538,666	Barclays PLC	GBR	GBP	86,005,885	1.19
13,663,580	Bangkok Bank PCL, fgn.	THA	THB	65,277,940	0.90
5,314,498	HSBC Holdings PLC	GBR	HKD	37,006,435	0.51
5,279,521	Bank of Ireland Group PLC	IRL	EUR	25,774,622	0.36
3,862,500	Bangkok Bank PCL, NVDR	THA	THB	18,510,993	0.26
				1,184,980,226	16.41
	Beverages				
3,273,000	Kirin Holdings Co. Ltd.	JPN	JPY	64,185,118	0.89
1,532,000	Suntory Beverage & Food Ltd.	JPN	JPY	57,132,481	0.79
				121,317,599	1.68
	Biotechnology				
2,825,470	Gilead Sciences Inc.	USA	USD	163,715,761	2.27
	Building Products				
1,258,372	Compagnie de Saint-Gobain	FRA	EUR	45,930,578	0.64
	Capital Markets				
3,256,635	UBS Group AG	CHE	CHF	36,687,636	0.51
8,167,200	Value Partners Group Ltd.	HKG	HKD	4,486,099	0.06
				41,173,735	0.57
	Communications Equipment				
658,000	CommScope Holding Co. Inc.	USA	USD	8,325,846	0.11
	Consumer Finance				
155,167	Capital One Financial Corp.	USA	USD	14,238,919	0.20
	Diversified Telecommunication Services				
69,560,800	Singapore Telecommunications Ltd.	SGP	SGD	155,391,650	2.15
180,415,135	China Telecom Corp. Ltd., H	CHN	HKD	66,272,357	0.92
8,937,915	Telefonica SA	ESP	EUR	55,656,397	0.77
1,011,357	Verizon Communications Inc.	USA	USD	55,372,348	0.77
2,378,481	Deutsche Telekom AG	DEU	EUR	34,654,468	0.48
				367,347,220	5.09
	Electronic Equipment, Instruments & Components				
543,600	Kyocera Corp.	JPN	JPY	33,363,490	0.46
	Food & Staples Retailing				
3,243,535	Walgreens Boots Alliance Inc.	USA	USD	170,528,177	2.36
5,987,400	The Kroger Co.	USA	USD	154,777,053	2.14
2,143,400	Seven & i Holdings Co. Ltd.	JPN	JPY	70,401,068	0.98
				395,706,298	5.48
	Food Products				
2,826,400	Kellogg Co.	USA	USD	174,304,538	2.41
	Gas Utilities				
63,504,700	Kunlun Energy Co. Ltd.	CHN	HKD	49,997,550	0.69

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Growth (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Health Care Providers & Services				
1,310,360	Cardinal Health Inc.	USA	USD	59,100,280	0.82
619,883	AmerisourceBergen Corp.	USA	USD	46,994,920	0.65
				106,095,200	1.47
	Household Durables				
14,284,100	Panasonic Corp.	JPN	JPY	120,661,763	1.67
	Industrial Conglomerates				
16,747,500	CK Hutchison Holdings Ltd.	HKG	HKD	142,394,501	1.97
1,022,776	Siemens AG	DEU	EUR	119,194,315	1.65
				261,588,816	3.62
	Insurance				
46,586,000	China Life Insurance Co. Ltd., H	CHN	HKD	115,416,458	1.60
7,034,943	Aegon NV	NLD	EUR	28,611,113	0.39
				144,027,571	1.99
	Interactive Media & Services				
577,520	Baidu Inc., ADR	CHN	USD	65,092,985	0.90
	Leisure products				
5,804,199	Mattel Inc.	USA	USD	70,129,650	0.97
	Machinery				
2,211,470	Navistar International Corp.	USA	USD	57,068,921	0.79
	Marine				
60,483	A.P. Moeller-Maersk AS, B	DNK	DKK	77,768,469	1.08
	Media				
9,298,804	SES SA, IDR	LUX	EUR	116,235,050	1.61
1,772,947	Comcast Corp., A	USA	USD	71,094,945	0.98
				187,329,995	2.59
	Metals & Mining				
4,263,970	Wheaton Precious Metals Corp.	CAN	CAD	113,134,728	1.57
	Multi-Utilities				
4,398,936	Veolia Environnement SA	FRA	EUR	104,298,773	1.44
10,577,272	E.ON SE	DEU	EUR	100,737,938	1.40
				205,036,711	2.84
	Oil, Gas & Consumable Fuels				
22,695,296	BP PLC	GBR	GBP	126,405,309	1.75
4,749,692	Royal Dutch Shell PLC, B	GBR	GBP	125,623,874	1.74
5,347,840	Apache Corp.	USA	USD	122,030,608	1.69
1,569,600	Exxon Mobil Corp.	USA	USD	97,665,244	1.35
6,825,075	Eni SpA	ITA	EUR	94,499,989	1.31
4,433,100	Husky Energy Inc.	CAN	CAD	31,719,032	0.44
				597,944,056	8.28
	Pharmaceuticals				
1,238,437	Allergan PLC	USA	USD	211,112,400	2.92
575,020	Roche Holding AG	CHE	CHF	166,385,080	2.30
1,779,592	Sanofi	FRA	EUR	159,487,035	2.21
4,479,640	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	159,228,936	2.21
2,089,543	Bayer AG	DEU	EUR	152,139,626	2.11
736,428	Merck KGaA	DEU	EUR	77,582,690	1.07
6,205,570	Teva Pharmaceutical Industries Ltd., ADR	ISR	USD	54,228,531	0.75
				980,164,298	13.57
	Real Estate Management & Development				
3,539,400	Mitsui Fudosan Co. Ltd.	JPN	JPY	77,599,073	1.08
8,182,270	CK Asset Holdings Ltd.	HKG	HKD	52,668,476	0.73
2,872,400	Sun Hung Kai Properties Ltd.	HKG	HKD	39,213,877	0.54
				169,481,426	2.35

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Growth (Euro) Fund

(Currency — EUR)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Software				
2,364,451	Oracle Corp.	USA	USD	111,702,362	1.55
	Specialty Retail				
40,254,873	Kingfisher PLC	GBR	GBP	103,165,352	1.43
	Technology Hardware, Storage & Peripherals				
4,178,100	Samsung Electronics Co. Ltd.	KOR	KRW	179,836,994	2.49
	Wireless Telecommunication Services				
67,494,080	Vodafone Group PLC	GBR	GBP	116,984,697	1.62
9,493,000	China Mobile Ltd.	CHN	HKD	71,153,980	0.99
8,796,717	Bharti Airtel Ltd.	IND	INR	50,106,101	0.69
				238,244,778	3.30
	TOTAL SHARES			6,468,286,345	89.57
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			6,468,286,345	89.57
	TOTAL INVESTMENTS			6,468,286,345	89.57

The accompanying notes form an integral part of these financial statements

Schedule of Investments

As of December 31, 2019

Templeton Latin America Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Banks				
17,577,713	Itausa-Investimentos Itau SA, pfd.	BRA	BRL	61,617,111	6.53
5,881,956	Banco Bradesco SA, ADR, pfd.	BRA	USD	52,643,506	5.58
7,482,250	Grupo Financiero Banorte SAB de CV	MEX	MXN	41,742,488	4.42
4,382,883	Itau Unibanco Holding SA, ADR, pfd.	BRA	USD	40,103,379	4.25
857,423	Intercorp Financial Services Inc.	PER	USD	35,068,601	3.72
99,496	Credicorp Ltd.	PER	USD	21,205,582	2.25
				252,380,667	26.75
	Beverages				
7,250,994	Ambev SA	BRA	BRL	33,679,825	3.57
1,513,315	Fomento Economico Mexicano SAB de CV	MEX	MXN	14,262,658	1.51
4,122,168	Embotelladora Andina SA, pfd., A	CHL	CLP	10,316,512	1.10
488,382	Cia Cervecerias Unidas SA, ADR	CHL	USD	9,264,607	0.98
				67,523,602	7.16
	Capital Markets				
5,480,813	B3 SA - Brasil Bolsa Balcao	BRA	BRL	58,591,998	6.21
21,186,171	Bolsa Mexicana de Valores SAB de CV	MEX	MXN	46,556,861	4.93
174,400	XP Inc., A	BRA	USD	6,717,888	0.71
				111,866,747	11.85
	Chemicals				
215,588	Sociedad Quimica y Minera de Chile SA, ADR, pfd., B	CHL	USD	5,754,044	0.61
	Diversified Consumer Services				
1,708,100	Ser Educacional SA	BRA	BRL	11,792,455	1.25
	Electric Utilities				
1,876,006	CPFL Energia SA	BRA	BRL	16,592,117	1.76
648,500	Neoenergia SA	BRA	BRL	4,014,101	0.42
				20,606,218	2.18
	Equity Real Estate Investment Trusts (REITs)				
4,534,400	Concentradora Fibra Danhos SA de CV	MEX	MXN	6,877,783	0.73
	Food & Staples Retailing				
7,375,654	Wal-Mart de Mexico SAB de CV, V	MEX	MXN	21,158,609	2.24
2,676,881	Atacadao Distribuicao Comercio e Industria Ltd.	BRA	BRL	15,550,484	1.65
				36,709,093	3.89
	Food Products				
1,959,667	BRF SA	BRA	BRL	17,161,408	1.82
	Health Care Providers & Services				
736,375	Hapvida Participacoes e Investimentos SA, 144A, Reg S	BRA	BRL	11,706,521	1.24
	Household Products				
11,263,023	Kimberly-Clark de Mexico SAB de CV, A	MEX	MXN	22,399,376	2.37
	Internet & Direct Marketing Retail				
394,524	B2W Cia Digital	BRA	BRL	6,169,867	0.65
	Metals & Mining				
3,563,908	Vale SA	BRA	BRL	47,258,688	5.01
15,464,974	Grupo Mexico SAB de CV, B	MEX	MXN	42,484,665	4.50
				89,743,353	9.51
	Multiline Retail				
10,043,242	Lojas Americanas SA	BRA	BRL	49,223,005	5.22
	Oil, Gas & Consumable Fuels				
9,419,528	Petroleo Brasileiro SA, pfd.	BRA	BRL	70,725,552	7.50
	Paper & Forest Products				
5,629,706	Duratex SA	BRA	BRL	23,418,008	2.48

The accompanying notes form an integral part of these financial statements

Schedule of Investments (continued)

As of December 31, 2019

Templeton Latin America Fund

(Currency — USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	Pharmaceuticals				
531,358	Hypera SA	BRA	BRL	4,718,041	0.50
	Real Estate Management & Development				
828,074	Iguatemi Empresa de Shopping Centers SA	BRA	BRL	10,898,150	1.15
1,761,602	BR Malls Paricipacoes SA	BRA	BRL	7,915,047	0.84
				18,813,197	1.99
	Road & Rail				
5,060,357	Rumo SA	BRA	BRL	32,858,644	3.48
2,578,010	Localiza Rent a Car SA	BRA	BRL	30,407,626	3.22
				63,266,270	6.70
	Software				
1,749,619	Totvs SA	BRA	BRL	28,097,501	2.98
	Specialty Retail				
1,918,497	Petrobras Distribuidora SA	BRA	BRL	14,352,334	1.52
	Textiles, Apparel & Luxury Goods				
548,900	Vivara Participacoes SA	BRA	BRL	3,976,606	0.42
	TOTAL SHARES			937,281,648	99.32
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			937,281,648	99.32
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	RIGHTS				
	Multiline Retail				
100,514	Lojas Americanas SA, rts., 01/06/20	BRA	BRL	187,800	0.02
	TOTAL RIGHTS			187,800	0.02
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			187,800	0.02
	TOTAL INVESTMENTS			937,469,448	99.34

The accompanying notes form an integral part of these financial statements

Additional Information

Investment Managers

List of Investment Managers

EDINBURGH PARTNERS LIMITED
27-31 Melville Street,
Edinburgh EH3 7JF, United Kingdom

FRANKLIN ADVISERS, INC.
One Franklin Parkway
San Mateo, CA 94403-1906, U.S.A.

FRANKLIN MUTUAL ADVISERS, LLC
101 John F. Kennedy Parkway
Short Hills, NJ 07078-2789, U.S.A.

FRANKLIN TEMPLETON INSTITUTIONAL LLC
280 Park Avenue,
New York, NY 10017, U.S.A.

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
Cannon Place, 78 Cannon Street
London EC4N 6HL, United Kingdom

FRANKLIN TEMPLETON INVESTMENT TRUST MANAGEMENT CO. LIMITED
12 Youido-dong, Youngdungpo-gu,
Seoul, Korea

FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltda.
Avenue Brigadeiro Faria Lima 3311, 5o andar,
São Paulo 04538-133, Brazil

FRANKLIN TEMPLETON INVESTMENTS AUSTRALIA LIMITED
Level 19, 101 Collins Street
Melbourne, VIC 3000, Australia

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
17/F, Chater House
8 Connaught Road Central
Hong Kong

FRANKLIN TEMPLETON INVESTMENTS CORP.
200 King Street West, Suite 1500,
Toronto, Ontario M5H 3T4, Canada

K2/D&S MANAGEMENT CO., LLC
300 Atlantic Street, 12th Floor
Stamford, CT 06901, U.S.A.

P/E GLOBAL LLC
75 State Street, 31st Floor, Boston
MA 02109, U.S.A.

CHILTON INVESTMENT COMPANY, LLC
1290 East Main Street
Stamford, CT 06902, U.S.A.

IMPALA ASSET MANAGEMENT LLC
107 Cherry Street
New Canaan, CT 06840, U.S.A.

JENNISON ASSOCIATES LLC
466 Lexington Avenue
New York, NY 10017, U.S.A.

WELLINGTON MANAGEMENT COMPANY, LLP
280 Congress Street
Boston, MA 02210, U.S.A.

P. SCHOENFELD ASSET MANAGEMENT L.P.
1350 Avenue of the Americas, 21st Floor
New York, NY 10019, U.S.A.

EMSO ASSET MANAGEMENT LIMITED
Iron Trades House, 21-14 Grosvenor Place
London SW1X 7HF, United Kingdom

BASSO CAPITAL MANAGEMENT L.P.
1266 East Main Street
Stamford, CT 06902, U.S.A.

CHATHAM ASSET MANAGEMENT LLC
26 Main Street, Suite 204
Chatham, NJ 07928, U.S.A.

LAZARD ASSET MANAGEMENT LLC
30 Rockfeller Plaza
New York, NY 10112, U.S.A.

LOOMIS SAYLES & COMPANY, L.P.
One Financial Center, 27th Floor
Boston, MA 02111, U.S.A.

GRAHAM CAPITAL MANAGEMENT L.P.
40 Highland Avenue
Rowayton, CT 06853, U.S.A.

PORTLAND HILL ASSET MANAGEMENT LIMITED
21 Knightsbridge
London SW1X 7LY, United Kingdom

ASPECT CAPITAL LIMITED
10 Portman Square
London W1H 6AZ, United Kingdom

ELLINGTON GLOBAL ASSET MANAGEMENT, LLC
53 Forest Avenue
Old Greenwich, CT 06870, U.S.A.

APOLLO SA MANAGEMENT, LLC
9 West 57th Street, Suite 4800
New York, NY 10019, U.S.A.

MEDALIST PARTNERS, L.P.
777 3rd Avenue, Suite 19B
New York, NY 10017, U.S.A.

BARDIN HILL INVESTMENT PARTNERS L.P. (previously named HALCYON ARBITRAGE UCITS MANAGEMENT LP)
477 Madison Avenue, 8th Floor
New York, NY 10022, U.S.A.

GRANTHAM, MAYO, VAN OTTERLOO & CO. LLC
40 Rowes Wharf
Boston, MA 02110, U.S.A.

H2O AM LLP
10 Old Burlington Street
London W1S3AG, United Kingdom

RV CAPITAL MANAGEMENT PRIVATE, LTD
3 Phillip Street, #10-04 Royal Group Building
Singapore 228577

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED
The Gate, East Wing, Level 2,
Dubai International Financial Centre,
P.O. Box 506613, Dubai, United Arab Emirates

SUMITOMO MITSUI ASSET MANAGEMENT COMPANY LIMITED
2-5-1 Atago Minato-ku
Tokyo 105-6228, Japan

TEMPLETON ASSET MANAGEMENT LTD.
7 Temasek Boulevard
38-03 Suntec Tower One
Singapore 038987

TEMPLETON GLOBAL ADVISORS LIMITED
P.O. Box N-7759
Lyford Cay, Nassau, Bahamas

TEMPLETON INVESTMENT COUNSEL, LLC
300 S.E. 2nd Street
Fort Lauderdale, FL 33301, U.S.A.

Additional Information (continued)

Investment Managers (continued)

Changes to the Investment Manager's structure of the Company during the period under review

With effect from July 2, 2019:

- The management structure of Franklin Euro Government Bond Fund changed from a single management structure with Franklin Advisers, Inc to a co-management structure between Franklin Templeton Investment Management Limited and Franklin Advisers, Inc.
- The management structure of Franklin Euro Short Duration Bond Fund changed from a single management structure with Franklin Templeton Investment Management Limited to a co-management structure between Franklin Templeton Investment Management Limited and Franklin Advisers, Inc.
- The management structure of Franklin European Total Return Fund changed from a single management structure with Franklin Templeton Investment Management Limited to a co-management structure between Franklin Templeton Investment Management Limited and Franklin Advisers, Inc.
- Franklin Templeton Investments (ME) Limited is appointed as sub-investment manager of Franklin MENA Fund with Franklin Advisers, Inc. acting as lead investment manager.

With effect from August 1, 2019:

- Franklin Templeton Investment Management Limited is removed from the management structure of Templeton Global Climate Change Fund with Franklin Templeton Investments Corp. acting as sole investment manager.
- Franklin Advisers, Inc. is removed from the management structure of Franklin India Fund, with Templeton Asset Management Limited acting as sole investment manager.

With effect from October 15, 2019, the management structure of Franklin Japan Fund changed from a co-management structure with Franklin Advisers, Inc as lead investment manager and Sumitomo Mitsui Asset management Limited as sub-investment manager to a sole investment management structure with Edinburgh Partners Limited.

With effect from October 18, 2019:

- Franklin Advisers, Inc is appointed as co-investment manager of Franklin Global Aggregate Bond Fund together with Franklin Templeton Investment Management Limited and Franklin Templeton Institutional, LLC.
- Franklin Templeton Institutional, LLC. is removed from the management structure of Franklin Flexible Alpha Bond Fund with Franklin Advisers, Inc. acting as sole investment manager.

With effect from December 2, 2019:

- Templeton Asset Management Limited is appointed in replacement of Franklin Templeton Investment Australia Limited as co-investment manager of Templeton Global balanced Fund together with Franklin Advisers, Inc.
- Templeton Asset Management Limited is appointed as sole investment manager of Templeton Global Equity Income Fund in replacement of Franklin Templeton Investment Australia Limited.

With effect from December 16, 2019, Franklin Templeton Investments Corp. is removed from the management structure of Franklin NextStep Stable Growth Fund, Franklin NextStep Balanced Growth Fund and Franklin NextStep Dynamic Growth Fund.

With effect from December 20, 2019:

- Franklin Templeton Investment Management Limited is appointed in replacement of Franklin Templeton Investment Australia Limited as co-investment manager of Templeton Emerging Markets Fund together with Templeton Asset Management Limited.
- Franklin Templeton Institutional, LLC is appointed as co-investment manager of Franklin U.S. Government Fund together with Franklin Advisers, Inc.

Additional Information (continued)

Investment Managers (continued)

Investment Managers per Fund as at December 31, 2019

Franklin Biotechnology Discovery Fund
FRANKLIN ADVISERS, INC.

Franklin Diversified Balanced Fund
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

Franklin Diversified Conservative Fund
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

Franklin Diversified Dynamic Fund
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

Franklin Emerging Markets Debt Opportunities Hard Currency Fund
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin Euro Government Bond Fund
Co-Investment Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN ADVISERS, INC.

Franklin Euro High Yield Fund
Co-Investment Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN ADVISERS, INC.

Franklin Euro Short Duration Bond Fund
Co-Investment Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN ADVISERS, INC.

Franklin Euro Short-Term Money Market Fund
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin European Corporate Bond Fund
Co-Investment Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin European Dividend Fund
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin European Growth Fund
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin European Income Fund
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin European Small-Mid Cap Fund
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin European Total Return Fund
Co-Investment Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN ADVISERS, INC.

Franklin Flexible Alpha Bond Fund
FRANKLIN ADVISERS, INC.

Franklin GCC Bond Fund
FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

Franklin Global Aggregate Bond Fund
Co-Investment Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN TEMPLETON INSTITUTIONAL, LLC
FRANKLIN ADVISERS, INC.

Franklin Global Convertible Securities Fund
FRANKLIN ADVISERS, INC.

Franklin Global Corporate Investment Grade Bond Fund
Co-Investment Managers
FRANKLIN TEMPLETON INSTITUTIONAL, LLC
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Franklin Global Fundamental Strategies Fund
Co-Investment Managers
FRANKLIN ADVISERS, INC.
TEMPLETON GLOBAL ADVISORS LIMITED
FRANKLIN MUTUAL ADVISERS, LLC

Franklin Global Listed Infrastructure Fund
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin Global Multi-Asset Income Fund
Lead Investment Manager
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
Investment Co-Managers
FRANKLIN ADVISERS, INC.
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin Global Real Estate Fund
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin Global Small-Mid Cap Fund
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin Gold and Precious Metals Fund
FRANKLIN ADVISERS, INC.

Franklin High Yield Fund
FRANKLIN ADVISERS, INC.

Franklin Income Fund
FRANKLIN ADVISERS, INC.

Franklin India Fund
TEMPLETON ASSET MANAGEMENT LTD.

Franklin Innovation Fund
FRANKLIN ADVISERS, INC.

Franklin Japan Fund
EDINBURGH PARTNERS LIMITED

Franklin K2 Alternative Strategies Fund
Lead Investment Manager
K2/D&S MANAGEMENT CO., LLC
Sub-Investment Managers
CHILTON INVESTMENT COMPANY, LLC
IMPALA ASSET MANAGEMENT LLC
JENNISON ASSOCIATES LLC
WELLINGTON MANAGEMENT COMPANY, LLP
P. SCHOENFELD ASSET MANAGEMENT L.P.
EMSO ASSET MANAGEMENT LIMITED
BASSO CAPITAL MANAGEMENT L.P.
CHATHAM ASSET MANAGEMENT LLC
LAZARD ASSET MANAGEMENT LLC
LOOMIS SAYLES & COMPANY, L.P.
GRAHAM CAPITAL MANAGEMENT L.P.
PORTLAND HILL ASSET MANAGEMENT LIMITED
BARDIN HILL INVESTMENT PARTNERS L.P.
GRANTHAM, MAYO, VAN OTTERLOO & CO. LLC
H2O AM LLP

Franklin K2 Long Short Credit Fund
Lead Investment Manager
K2/D&S MANAGEMENT CO., LLC
Sub-Investment Managers
ELLINGTON GLOBAL ASSET MANAGEMENT, LLC
APOLLO SA MANAGEMENT, LLC
MEDALIST PARTNERS, L.P.
EMSO ASSET MANAGEMENT LIMITED
CHATHAM ASSET MANAGEMENT LLC

Franklin MENA Fund
Lead Investment Manager
FRANKLIN ADVISERS, INC.
Sub-Investment Managers
FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

Franklin Natural Resources Fund
FRANKLIN ADVISERS, INC.

Franklin NextStep Balanced Growth Fund
Lead Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
Sub-Investment Managers
FRANKLIN ADVISERS, INC.

Franklin NextStep Conservative Fund
FRANKLIN ADVISERS, INC.

Franklin NextStep Dynamic Growth Fund
Lead Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
Sub-Investment Manager
FRANKLIN ADVISERS, INC.

Franklin NextStep Growth Fund
FRANKLIN ADVISERS, INC.

Franklin NextStep Moderate Fund
FRANKLIN ADVISERS, INC.

Franklin NextStep Stable Growth Fund
Lead Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
Sub-Investment Managers
FRANKLIN ADVISERS, INC.

Franklin Select U.S. Equity Fund
FRANKLIN ADVISERS, INC.

Franklin Strategic Income Fund
FRANKLIN ADVISERS, INC.

Franklin Systematic Style Premia Fund
FRANKLIN ADVISERS, INC.

Franklin Technology Fund
FRANKLIN ADVISERS, INC.

Franklin U.S. Dollar Short-Term Money Market Fund
FRANKLIN ADVISERS, INC.

Franklin U.S. Government Fund
Co-Investment Managers
FRANKLIN ADVISERS, INC.
FRANKLIN TEMPLETON INSTITUTIONAL, LLC

Franklin U.S. Low Duration Fund
FRANKLIN ADVISERS, INC.

Franklin U.S. Opportunities Fund
FRANKLIN ADVISERS, INC.

Franklin World Perspectives Fund
Lead Investment Manager
FRANKLIN ADVISERS, INC.
Investment Co-Managers
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED
FRANKLIN TEMPLETON INVESTMENTS CORP.
FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED
FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltda.
FRANKLIN TEMPLETON INVESTMENT TRUST MANAGEMENT CO. LIMITED
TEMPLETON ASSET MANAGEMENT LTD.

Franklin Mutual European Fund
FRANKLIN MUTUAL ADVISERS, LLC

Franklin Mutual Global Discovery Fund
FRANKLIN MUTUAL ADVISERS, LLC

Additional Information (continued)

Investment Managers (continued)

Franklin Mutual U.S. Value Fund
FRANKLIN MUTUAL ADVISERS, LLC

Templeton Asian Bond Fund
Lead Investment Manager
FRANKLIN ADVISERS, INC.
Sub-Investment Manager
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Asian Growth Fund
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Asian Smaller Companies Fund
TEMPLETON ASSET MANAGEMENT LTD.

Templeton BRIC Fund
Lead Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
Sub-Investment Manager
TEMPLETON ASSET MANAGEMENT LTD.

Templeton China Fund
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Eastern Europe Fund
Lead Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
Sub-Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

Templeton Emerging Markets Fund
Co-Investment Managers
TEMPLETON ASSET MANAGEMENT LTD.
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Templeton Emerging Markets Bond Fund
FRANKLIN ADVISERS, INC.

Templeton Emerging Markets Dynamic Income Fund
Lead Investment Manager
FRANKLIN ADVISERS, INC.
Sub-Investment Manager
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Emerging Markets Local Currency Bond Fund
FRANKLIN ADVISERS, INC.

Templeton Emerging Markets Smaller Companies Fund
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Euroland Fund
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Templeton Frontier Markets Fund
Lead Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
Sub-Investment Manager
FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

Templeton Global Fund
TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Global Balanced Fund
Co-Investment Managers
FRANKLIN ADVISERS, INC.
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Global Bond Fund
FRANKLIN ADVISERS, INC.

Templeton Global Bond (Euro) Fund
FRANKLIN ADVISERS, INC.

Templeton Global Climate Change Fund
FRANKLIN TEMPLETON INVESTMENTS CORP.

Templeton Global Equity Income Fund
TEMPLETON ASSET MANAGEMENT LTD.

Templeton Global High Yield Fund
FRANKLIN ADVISERS, INC.

Templeton Global Income Fund
Co-Investment Managers
FRANKLIN ADVISERS, INC.
TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Global Smaller Companies Fund
TEMPLETON INVESTMENT COUNSEL, LLC

Templeton Global Total Return Fund
FRANKLIN ADVISERS, INC.

Templeton Growth (Euro) Fund
TEMPLETON GLOBAL ADVISORS LIMITED

Templeton Latin America Fund
Lead Investment Manager
FRANKLIN ADVISERS, INC.
Sub-Investment Manager
FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltda.

Additional Information (continued)

Securities Financing Transactions (SFTs) and Total Return Swaps (TRS)

The Company engages in Securities Financing Transactions (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions) through its exposure on securities lending transactions and total return swap contracts during the period, in accordance with Article 13 of Regulation. Information on securities lending transactions and total return swaps are detailed below.

Global data

Fund	Fund currency	Securities lending: Market value of securities on loan	Securities lending: in % of lendable securities' market value	Gross Volume of TRS[1]	Total Securities Lending and TRS in % of net assets
Franklin Biotechnology Discovery Fund	USD	25,018,523	1.52		1.52
Franklin Diversified Balanced Fund	EUR			94,601	0.04
Franklin Diversified Conservative Fund	EUR			103,465	0.05
Franklin Diversified Dynamic Fund	EUR			45,292	0.03
Franklin European Growth Fund	EUR	829,500	0.38		0.36
Franklin Flexible Alpha Bond Fund	USD			553,083	0.12
Franklin GCC Bond Fund	USD			621,804	0.32
Franklin Global Multi-Asset Income Fund	EUR			105,239	0.05
Franklin K2 Alternative Strategies Fund	USD			43,282,343	1.88
Franklin K2 Long Short Credit Fund	USD			61,398	0.07
Franklin Strategic Income Fund	USD			2,740,172	0.31
Franklin Technology Fund	USD	15,364,400	0.45		0.44
Franklin U.S. Low Duration Fund	USD			1,320,730	0.20
Franklin U.S. Opportunities Fund	USD	18,520,822	0.43		0.43
Templeton Asian Smaller Companies Fund	USD	16,136,781	1.25		1.18
Templeton BRIC Fund	USD	7,070,278	1.06		1.05
Templeton Emerging Markets Smaller Companies Fund	USD	7,931,983	1.06		1.03

[1] absolute value of the unrealised gains/(losses)

Concentration data

Securities Lending, ten largest collateral issuers

Fund	Fund currency	Issuer	Collateral value in Fund currency
Franklin Biotechnology Discovery Fund	USD	Government of Abu Dhabi Emirate	1,839,535
		Government of Belgium	2,927,814
		Government of Czech Republic	305,225
		Government of France	15,345,563
		Government of Germany	790
		Government of Qatar	5,309,887
		Government of the United States of America	706,744
Franklin European Growth Fund	EUR	Government of France	944,937
		Government of Germany	720
		Government of the United States of America	768
Franklin Technology Fund	USD	Government of Belgium	254
		Government of Czech Republic	6,212,921
		Government of France	9,952,257
		Government of Qatar	37,842
Franklin U.S. Opportunities Fund	USD	Government of Belgium	304
		Government of France	10,873,737
		Government of Qatar	8,603,794
		Government of the Netherlands	346
Templeton Asian Smaller Companies Fund	USD	Government of Australia	12,452
		Government of Austria	304,501
		Government of Belgium	9,465,335
		Government of Canada	1,660,942
		Government of France	85,232
		Government of Switzerland	762,727
		Government of the United States of America	1,820,372
		United Kingdom Treasury	3,038,257

Additional Information (continued)

Concentration data (continued)

Securities Lending, ten largest collateral issuers (continued)

Fund	Fund currency	Issuer	Collateral value in Fund currency
Templeton BRIC Fund	USD	Government of Belgium	3,749,012
		Government of France	33,758
		Government of the United States of America	1,383,579
		United Kingdom Treasury	2,309,237
Templeton Emerging Markets Smaller Companies Fund	USD	Government of Australia	4,058
		Government of Austria	99,220
		Government of Belgium	4,667,890
		Government of Canada	541,210
		Government of France	42,033
		Government of Switzerland	248,531
		Government of the Netherlands	6,370
		Government of the United States of America	2,194,364
		United Kingdom Treasury	720,620

When less than 10 issuers are disclosed, less than 10 issuers are available.

Total return swaps, ten largest collateral issuers

Fund	Fund currency	Issuer	Collateral value in Fund currency
Franklin U.S. Low Duration Fund	USD	U.S. Treasury	131,165

When less than 10 issuers are disclosed, less than 10 issuers are available.

The above table does not include the collateral received in Cash.

Securities Lending, ten largest counterparties

All securities lending counterparties are disclosed in Note 14.

Total return swaps, ten largest counterparties

Fund	Fund currency	Counterparty	Gross Volume of TRS[1] in Fund currency
Franklin Diversified Balanced Fund	EUR	Societe Generale	94,601
Franklin Diversified Conservative Fund	EUR	JPMorgan	6,221
		Societe Generale	97,244
Franklin Diversified Dynamic Fund	EUR	Societe Generale	45,292
Franklin Flexible Alpha Bond Fund	USD	Barclays	159,558
		Credit Suisse	134,700
		Goldman Sachs	258,825
Franklin GCC Bond Fund	USD	JPMorgan	621,804
Franklin Global Multi-Asset Income Fund	EUR	JPMorgan	16,525
		Societe Generale	88,714
Franklin K2 Alternative Strategies Fund	USD	Bank of America	50,699
		Barclays	435,604
		Citigroup	53,658
		Deutsche Bank	13,260,130
		Goldman Sachs	131,226
		JPMorgan	7,319,334
		Morgan Stanley	22,031,692
Franklin K2 Long Short Credit Fund	USD	Bank of America	22,771
		Citigroup	16,714
		Deutsche Bank	19,292
		Goldman Sachs	2,621
Franklin Strategic Income Fund	USD	Credit Suisse	942,899
		Goldman Sachs	1,797,273
Franklin U.S. Low Duration Fund	USD	Barclays	159,797
		Credit Suisse	413,080
		Goldman Sachs	747,853

[1] absolute value of the unrealised gains/(losses)

Additional Information (continued)

When less than 10 counterparties are disclosed, less than 10 counterparties are available.

Aggregate transaction data

Securities lending, type and quality of collateral

Fund	Fund currency	Type of collateral	Maturity	Collateral currency	Collateral valuein Fund currency
Franklin Biotechnology Discovery Fund	USD	Sovereign	three months to one year	CZK	305,225
			above one year	EUR	18,274,167
				USD	7,856,166
Franklin European Growth Fund	EUR	Sovereign	above one year	EUR	945,657
				USD	768
Franklin Technology Fund	USD	Sovereign	above one year	CZK	6,212,921
				EUR	9,952,511
				USD	37,842
Franklin U.S. Opportunities Fund	USD	Sovereign	above one year	EUR	10,874,387
				USD	8,603,794
Templeton Asian Smaller Companies Fund	USD	Sovereign	three months to one year	USD	1,820,372
			above one year	AUD	12,452
				CAD	1,660,942
				CHF	762,727
				EUR	9,855,068
				GBP	3,038,257
Templeton BRIC Fund	USD	Sovereign	three months to one year	USD	1,383,579
			above one year	EUR	3,782,770
				GBP	2,309,237
Templeton Emerging Markets Smaller Companies Fund	USD	Sovereign	three months to one year	USD	431,759
			above one year	AUD	4,058
				CAD	541,210
				CHF	248,531
				EUR	4,815,513
				GBP	720,620
				USD	1,762,605

Collaterals received by the Funds in respect of securities lending as at the reporting date are in the form of debt securities having investment grade credit rating.

Securities lending, maturity tenor and country of incorporation

Fund	Fund currency	Maturity	Country of incorporation of the Counterparty	Market value of securities on loan in Fund currency
Franklin Biotechnology Discovery Fund	USD	open maturity	Germany	14,511,571
			Switzerland	2,674,040
			United States of America	7,832,912
Franklin European Growth Fund	EUR	open maturity	Germany	829,500
Franklin Technology Fund	USD	open maturity	United States of America	15,364,400
Franklin U.S. Opportunities Fund	USD	open maturity	Germany	35,262
			United States of America	18,485,560
Templeton Asian Smaller Companies Fund	USD	open maturity	Switzerland	2,593,152
			United States of America	13,543,629
Templeton BRIC Fund	USD	open maturity	United States of America	7,070,278
Templeton Emerging Markets Smaller Companies Fund	USD	open maturity	Switzerland	844,966
			United States of America	7,087,017

All Funds engaged in securities lending utilise bi-lateral settlement and clearing with their respective counterparty.

Additional Information (continued)

Aggregate transaction data (continued)

Total return swaps, type of collateral and maturity tenor

Fund	Fund currency	Type of collateral	Maturity	Collateral currency	Collateral value in Fund currency
Franklin Flexible Alpha Bond Fund	USD	Cash	open maturity	EUR	399,236
				USD	670,000
Franklin K2 Alternative Strategies Fund	USD	Cash	open maturity	USD	810,000
Franklin K2 Long Short Credit Fund	USD	Cash	open maturity	USD	140,000
Franklin Strategic Income Fund	USD	Cash	open maturity	USD	2,660,000
Franklin U.S. Low Duration Fund	USD	Cash	open maturity	USD	1,240,000
		Sovereign	three months to one year	USD	131,165

Collateral amounts disclosed above include collateral received on OTC derivatives other than total return swaps. OTC derivative transactions entered into by each of the Funds under and ISDA master agreement are netted together for collateral purposes. Therefore, collateral disclosures provided above are in respect of all OTC derivative transactions and not just total return swaps.

Total return swaps, maturity tenor and country of incorporation

Fund	Fund currency	Maturity	Country of incorporation of the Counterparty	Gross Volume TRS[1] in Fund currency
Franklin Diversified Balanced Fund	EUR	one to three months	France	94,601
Franklin Diversified Conservative Fund	EUR	one to three months	France	97,244
		three months to one year	United States of America	6,221
Franklin Diversified Dynamic Fund	EUR	one to three months	France	45,292
Franklin Flexible Alpha Bond Fund	USD	one to three months	Switzerland	134,700
			United States of America	235,964
		three months to one year	United Kingdom	159,558
			United States of America	22,861
Franklin GCC Bond Fund	USD	above one year	United States of America	621,804
Franklin Global Multi-Asset Income Fund	EUR	one to three months	France	88,714
		three months to one year	United States of America	16,525
Franklin K2 Alternative Strategies Fund	USD	one week to one month	United States of America	101,752
		one to three months	United States of America	173,338
		three months to one year	Germany	13,260,130
			United Kingdom	416,523
			United States of America	22,545,726
		above one year	United Kingdom	19,081
			United States of America	6,765,793
Franklin K2 Long Short Credit Fund	USD	three months to one year	Germany	2,380
			United States of America	42,106
		above one year	Germany	16,912
Franklin Strategic Income Fund	USD	one to three months	Switzerland	942,899
			United States of America	1,666,495
		three months to one year	United States of America	130,778
Franklin U.S. Low Duration Fund	USD	one to three months	Switzerland	413,080
			United States of America	722,639
		three months to one year	United Kingdom	159,797
			United States of America	25,214

[1] absolute value of the unrealised gains/(losses)

All Funds engaged in total return swap contracts utilise bi-lateral settlement and clearing with their respective counterparty.

Data on reuse of collateral

Collaterals received in relation to Securities lending and Total Return Swaps cannot be sold, re-invested or pledged.

Safekeeping of collateral

All the collateral received in relation to Securities Lending is in custody at Goldman Sachs or JPMorgan Bank Luxembourg S.A.

All the collateral received in relation to Total Return Swaps is in custody at JPMorgan Bank Luxembourg S.A.

Additional Information (continued)

Aggregate transaction data (continued)

Data on return

The total income earned from the securities lending programme is detailed in Note 14.

The return from total return swap contracts is accrued to the Funds.

Additional Information (continued)

Collateral

The following table reports the collateral held as at December 31, 2019 to reduce counterparty exposure on OTC derivatives.

Fund	Counterparty	Cash held as collateral		Sovereign Bonds held as collateral	
Franklin Euro High Yield Fund	Deutsche Bank	EUR	210,000		-
Franklin Flexible Alpha Bond Fund	BNP Paribas	EUR	356,000		-
	Credit Suisse	USD	110,000		-
	Goldman Sachs	USD	260,000		-
	HSBC	USD	300,000		-
Franklin Global Convertible Securities Fund	Bank of America	USD	130,000		-
	JPMorgan	USD	280,000		-
Franklin Global Fundamental Strategies Fund	Deutsche Bank	USD	200,000		-
	Morgan Stanley	USD	10,000		-
	UBS	USD	260,000		-
Franklin Gold and Precious Metals Fund	Morgan Stanley	USD	56,000		-
Franklin K2 Alternative Strategies Fund	Bank of America	USD	800,000		-
	Barclays	USD	10,000		-
Franklin K2 Long Short Credit Fund	Deutsche Bank	USD	140,000		-
Franklin MENA Fund	Morgan Stanley	USD	78,000		-
Franklin Select U.S. Equity Fund	Morgan Stanley	USD	20,000		-
Franklin Strategic Income Fund	Credit Suisse	USD	900,000		-
	Deutsche Bank	USD	10,000		-
	Goldman Sachs	USD	1,750,000		-
Franklin U.S. Low Duration Fund	Bank of America		-	USD	131,165
	Credit Suisse	USD	410,000		-
	Goldman Sachs	USD	830,000		-
Franklin U.S. Opportunities Fund	Bank of America		-	USD	171,599
	Barclays	USD	1,110,000		-
	BNP Paribas	EUR	250,000		-
	Goldman Sachs	USD	190,000		-
	JPMorgan	USD	360,000		-
	Morgan Stanley	USD	370,000		-
Franklin Mutual Global Discovery Fund	Bank of America	EUR	413,000		-
Franklin Mutual U.S. Value Fund	Morgan Stanley	USD	67,000		-
Templeton Emerging Markets Bond Fund	Barclays	USD	650,000		-
	Morgan Stanley	USD	2,780,000		-
Templeton Emerging Markets Dynamic Income Fund	Deutsche Bank	USD	10,000		-
Templeton Global Balanced Fund	Morgan Stanley	USD	10,000		-
Templeton Global Bond Fund	Credit Suisse	USD	950,000		-
	Morgan Stanley	USD	3,840,000		-
	The Bank of New York Mellon		-	USD	600,042
	Toronto–Dominion Bank	USD	700,000		-
	UBS	USD	5,345,000		-
Templeton Global Income Fund	Deutsche Bank	USD	170,000		-
	UBS	USD	220,000		-
Templeton Global Total Return Fund	Barclays	USD	980,000		-
	Credit Suisse	USD	1,090,000		-
	Deutsche Bank	USD	38,980,000		-
	Morgan Stanley	USD	2,530,000		-
	The Bank of New York Mellon		-	USD	745,752
	Toronto–Dominion Bank	USD	350,000		-
	UBS	USD	3,030,000		-

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Please note that the websites mentioned above are directed at residents within the country stated on these websites. (Please refer to the website disclaimers).

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