

For the source and calculation basis of Fund information, please refer to the \*Explanatory Notes section.

## Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	500 million
Fund Inception Date	18.10.2007
Number of Issuers	82
Benchmark	MSCI Emerging Markets Small Cap Index-NR
Morningstar Category™*	Global Emerging Markets Small/Mid-Cap Equity

## Summary of Investment Objective

The Fund aims to achieve long-term capital appreciation by investing primarily in equity securities and depository receipts of small-cap companies registered or performing a substantial part of their business in emerging markets or holding a substantial part of their participations in small-cap companies registered in emerging markets. Emerging markets small cap companies are those having a market capitalisation at the time of initial purchase within the range of the market capitalisations of companies included in the MSCI Emerging Markets Small Cap Index (Index).

## Fund Management\*

Chetan Sehgal, CFA: Singapore  
Vikas Chiranewal, CFA: Singapore  
Krzysztof Musialik, CFA: Poland

## Ratings - A (acc) USD

Overall Morningstar Rating™\*: ★★ ★

## Asset Allocation\*

Equity	101.79	%
Cash & Cash Equivalents	-1.79	%

## Offering Documents



## Risk Considerations

- Templeton Emerging Markets Smaller Companies Fund invests principally in equity securities and depository receipts of small cap companies in emerging markets.
- The Fund is subject to market risk, equity risk, depository receipts risk, emerging markets risk, foreign currency risk, liquidity risk, smaller- and mid-sized companies risk, value stocks risk and counterparty risk.
- Emerging markets may involve increased risks and special considerations not typically associated with investment in more developed markets. The risks of investing in emerging markets, which can adversely affect and/or result in a substantial loss to the Fund, may include: liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.
- The Fund may at its discretion pay dividends out of the capital or out of gross income of the Fund while paying all or part of the Fund's fees and expenses out of the capital of the Fund, which results in effectively paying dividends out of capital. Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Fund's capital or payment of dividends effectively out of the Fund's capital (as the case may be) may result in an immediate reduction of the net asset value per share.
- Investment involves risks which may result in loss of part or entire amount of your investment. Before you decide to invest, you should make sure the intermediary has explained to you that the Fund is suitable to you. Investors should not only base on this marketing material alone to make investment decisions.

## Performance\*

### Performance over 5 Years in Share Class Currency (%)

■ Templeton Emerging Markets Smaller Companies Fund A (acc) USD



### Performance in Share Class Currency (%)

	Cumulative						
	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (acc) USD	8.35	8.35	81.40	5.69	43.83	55.19	37.50
Benchmark in USD	7.67	7.67	87.13	16.39	58.05	38.81	45.57

### Calendar Year Performance in Share Class Currency (%)

	2020	2019	2018	2017	2016
A (acc) USD	11.81	4.61	-15.30	30.98	2.73
Benchmark in USD	19.29	11.51	-18.59	33.84	2.28

### Top Ten Holdings\* (% of Total)

Issuer Name	
MERIDA INDUSTRY CO LTD	4.49
NOVATEK MICROELECTRONICS CORP	4.36
BAJAJ HOLDINGS & INVESTMENT LTD	3.56
HOA PHAT GROUP JSC	3.52
SILICON WORKS CO LTD	3.25
HEALTH & HAPPINESS H&H INTERNATIONAL HOLDINGS LTD	2.85
RICHTER GEDEON NYRT	2.31
PRIMAX ELECTRONICS LTD	2.31
FILA HOLDINGS CORP	2.29
SHIN ZU SHING CO LTD	2.20

### Fund Measures

Price to Earnings (12-mo Trailing)	17.98x
Price to Book	2.30x
Price to Cash Flow	9.12x
Dividend Yield*	2.18%
Standard Deviation (5 Yrs)	18.11%

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## Share Class Information

Share Class	Incept Date	NAV	TER (%)	Fees				Dividends		Fund Identifiers
				Max. Sales Charge (%)	Mgmt. Fee (%)	Max. Maint. Charge (%)	Max. Serv. Charge (%)	Last Paid Date	Last Paid Amount	
A (acc) USD	18.10.2007	USD 13.75	2.50	5.00	1.60	0.50	N/A	N/A	N/A	LU0300738514
A (acc) EUR	18.10.2007	EUR 16.75	2.50	5.00	1.60	0.50	N/A	N/A	N/A	LU0300743431

## Composition of Fund\*

■ Templeton Emerging Markets Smaller Companies Fund ■ MSCI Emerging Markets Small Cap Index-NR

Geographic	% of Total	Sector	% of Total
Taiwan	22.35 / 21.49	Consumer Discretionary	24.34 / 12.64
China	21.28 / 10.81	Information Technology	23.00 / 17.66
India	13.16 / 16.98	Health Care	10.44 / 9.01
South Korea	12.36 / 18.00	Financials	10.35 / 10.55
Vietnam	6.73 / 0.00	Materials	10.01 / 12.49
Brazil	4.51 / 6.05	Consumer Staples	9.37 / 5.65
Philippines	3.07 / 0.73	Industrials	8.84 / 14.98
Hungary	2.31 / 0.08	Communication Services	2.81 / 3.71
U. Arab Emir.	2.11 / 0.52	Real Estate	2.14 / 6.87
Others	13.90 / 25.33	Others	0.49 / 6.45
Cash & Cash Equivalents	-1.79 / 0.00	Cash & Cash Equivalents	-1.79 / 0.00

## Market Capitalisation Breakdown in USD

	% of Equity
<1.0 Billion	20.29
1.0-2.0 Billion	22.41
2.0-5.0 Billion	36.07
5.0-10.0 Billion	14.88
>10.0 Billion	6.36

## Important Information

Unless stated otherwise, all information is as of the publishing date of this document. Source: Franklin Templeton.

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Any share class with "H1" in its name will attempt to hedge the currency risk between the base currency of the Fund and the currency of the share class, although there can be no guarantee that it will be successful in doing so. In some cases, investors may be subject to additional risks.

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## \*Explanatory Notes

**Performance:** Performance information is based on the stated share class only, in Fund Currency, NAV to NAV, taking into account of dividend reinvestments and capital gain or loss.

Net Returns (NR) include income net of tax withholding when dividends are paid.

When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

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**Negative Cash Weightings:** The negative cash position reflects a temporary position that is a result of a delay in securities settlement transactions.

**Top 10 Holdings:** These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top holdings list.

**Dividend Yield:** Reported as a weighted average to reflect the proportion of the portfolio each stock holding represents. This is the ratio of a stock's dividend per share to the month end market price.

The dividend yield quoted here is the yield on securities within the Portfolio and should not be used as an indication of the income received from this portfolio.

**Asset Allocation/Composition of Fund:** Due to rounding, the sum of portfolio may not equal 100%.