

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

Fund Overview

Base Currency for Fund	EUR
Total Net Assets (EUR)	98 million
Fund Inception Date	03.12.2001
Number of Issuers	27
Benchmark	MSCI Europe Small-Mid Cap Index-NR
Morningstar Category™*	Europe Small-Cap Equity

Summary of Investment Objective

The Fund aims to achieve long-term capital appreciation by investing principally in equity and/or equity-related securities of small and mid-cap companies (those with market capitalisation above Euro 100 million and below Euro 8 billion) in Europe.

Fund Management*

Ed Lugo, CFA: United States

Asset Allocation*

	%
Equity	95.11
Cash & Cash Equivalents	4.89

Offering Documents



Risk Considerations

- Franklin European Small-Mid Cap Fund invests principally in equity and equity-related securities of small and mid-sized European companies incorporated or having principal business activities in European countries.
- The Fund is subject to market risk, equity risk, foreign currency risk, warrants risk, convertible securities risk, eurozone risk, liquidity risk, smaller- and mid-sized companies risk, growth stocks risk, regional market risk and counterparty risk.
- 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 (%)

■ Franklin European Small-Mid Cap Fund A (acc) EUR



Performance in Share Class Currency (%)

	Cumulative						
	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (acc) EUR	18.07	-2.43	-19.69	-24.77	-8.86	52.20	216.89
Benchmark in EUR	19.69	0.05	5.81	14.91	48.18	133.47	302.36

Calendar Year Performance in Share Class Currency (%)

	2020	2019	2018	2017	2016
A (acc) EUR	-19.65	22.97	-20.39	21.45	-8.21
Benchmark in EUR	4.40	30.60	-14.30	16.38	0.82

Top Ten Holdings* (% of Total)

Issuer Name	
TOTAL PRODUCE PLC	6.17
DUSTIN GROUP AB	4.85
LSL PROPERTY SERVICES PLC	4.81
SHURGARD SELF STORAGE SA	4.53
CTS EVENTIM AG & CO KGAA	4.41
HEADLAM GROUP PLC	4.33
LOOMIS AB	4.31
FOXTONS GROUP PLC	4.08
IMCD GROUP NV	4.03
ELIS SA	4.03

Fund Measures

P/E to Growth	3.13x
Historical 3 Yr Sales Growth	6.27%
Estimated 3-5 Yr EPS Growth	7.22%
Price to Earnings (12-mo Forward)	16.90x
Standard Deviation (5 Yrs)	22.11%

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	ISIN	
A (acc) EUR	03.12.2001	EUR 31.69	1.92	5.00	1.00	0.50	N/A	N/A	N/A	LU0138075311	
A (acc) USD	01.09.2006	USD 38.48	1.92	5.00	1.00	0.50	N/A	N/A	N/A	LU0260871552	

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Composition of Fund*

■ Franklin European Small-Mid Cap Fund ■ MSCI Europe Small-Mid Cap Index-NR

Geographic	% of Total
United Kingdom	31.50 / 28.59
Sweden	14.88 / 10.81
France	9.71 / 11.39
Spain	7.25 / 2.92
Ireland	6.17 / 0.99
Greece	5.69 / 0.00
Belgium	4.53 / 2.93
Germany	4.41 / 12.34
Netherlands	4.03 / 3.85
Others	6.93 / 26.18
Cash & Cash Equivalents	4.89 / 0.00

Sector	% of Total
Industrials	31.38 / 22.99
Consumer Discretionary	17.38 / 13.23
Real Estate	15.42 / 7.26
Consumer Staples	12.53 / 4.30
Materials	7.16 / 9.78
Communication Services	5.90 / 5.97
Health Care	2.91 / 9.17
Financials	2.42 / 13.27
Information Technology	0.00 / 7.74
Others	0.00 / 6.31
Cash & Cash Equivalents	4.89 / 0.00

Market Capitalisation Breakdown in EUR	% of Equity
<1.0 Billion	52.08
1.0-2.0 Billion	11.55
2.0-5.0 Billion	25.41
5.0-10.0 Billion	10.95

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