



FRANKLIN TEMPLETON  
INVESTMENTS

# TEMPLETON INTERNATIONAL STOCK FUND

## TEMPLETON

### INVESTMENT OBJECTIVE & STRATEGY

This Fund seeks to achieve long-term capital appreciation by investing primarily in equity securities of companies outside Canada and the United States. The Fund may invest in any number of companies from one country or industry.

### LEAD MANAGER

**Donald F. Reed, CFA, CIC**

Industry Experience: 38 years

Location: Toronto ON

### FUND FACTS

Price per Unit: **\$12.75**

Assets of the Fund: **\$1,380,258,543**

Inception Date: **01/03/89**

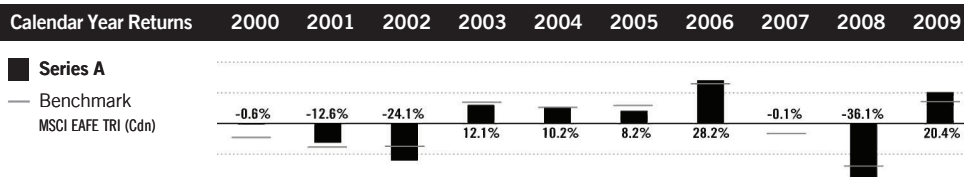
Positions: **65**

Portfolio Turnover Rate (at 12/31/09): **10.58%**

MER (at 12/31/09, incl. GST): **2.59%**

### REASONS TO INVEST IN THIS FUND:

- **A long history of successful fundamental stock selection across international markets**, concentrating on high-conviction names filtered through a disciplined research process.
- **On a since-inception basis**, the Fund has rewarded investors with impressive cumulative outperformance against the benchmark and peer group average.



Compound Returns	YTD	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years	Since Incep. <sup>^</sup>
Series A	-13.0%	-8.9%	-6.9%	-11.8%	4.0%	-13.5%	-2.0%	-2.5%	5.7%
Benchmark Return	-11.9%	-8.6%	-8.0%	-11.6%	2.5%	-13.2%	-1.7%	-2.5%	3.8%

<sup>^</sup>Fund inception date.

### HOLDINGS

Top Country Weightings (%)		Asset Class Weightings (%)	
United Kingdom	24.29	Common Stock	97.13
France	10.07	Underlying Funds	5.92
Switzerland	7.68	Cash	2.35
Japan	7.30		
Netherlands	7.18		
Germany	6.39		
Hong Kong	5.15		
China	4.51		
Norway	4.45		
Spain	3.39		

Top Holdings (%)		Top Industry Weightings (%)	
Telenor ASA	2.64	Oil, Gas & Consumable Fuels	10.78
Siemens AG	2.34	Diversified Telecommunication Services	9.58
Novartis AG	2.23	Pharmaceuticals	6.53
Nestlé SA	2.19	Media	5.81
British Sky Broadcasting Group PLC	2.17	Industrial Conglomerates	5.67
Vodafone Group PLC	2.16	Insurance	4.38
Adecco SA	2.14	Professional Services	4.11
Rolls-Royce Group PLC	2.13	Wireless Telecommunication Services	4.00
Cheung Kong (Holdings) Ltd.	2.06	Aerospace & Defense	3.92
Kingfisher PLC	2.06	Real Estate Management & Development	3.80

**This Fund offered in Corporate Class-Series T.** With this Fund, you can switch seamlessly between Corporate Class-Series A—to maximize tax-deferred compound growth—and Corporate Class-Series T, to fine-tune cash flow requirements.

**Did you know?** The Series T version of this Fund pays monthly distributions, calculated as 8% of the final NAV of the previous year and split into 12 monthly installments. 8% targeted Series T Return of Capital payout rate may change at the discretion of Franklin Templeton Investments.



**Franklin Templeton Investments Corp.**

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NYSE: BEN

The indicated rates of return are historical annual compounded total returns including changes in share/unit value and reinvestment of all dividends/distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any securityholder that would have reduced returns. Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the Franklin Templeton Investments prospectus before investing. Mutual fund securities are not covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer. There can be no assurances that the money market funds will be able to maintain their net asset value per security at a constant amount (the money market tax class funds will not maintain their net asset value per security at a constant amount) or that the full amount of your investment in the Fund(s) will be returned to you. Share/unit values change frequently and past performance may not be repeated.

Investors should take note that certain statements in this report about a fund, including its strategy and expected future performance, are forward-looking. Forward-looking statements are statements that are predictive in nature, depend upon or refer to future events or conditions, or that include words such as “may,” “will,” “should,” “could,” “expect,” “anticipate,” “intend,” “plan,” “believe,” or “estimate,” or other similar expressions. Any statement that is made concerning future strategies or performance is also a forward-looking statement. Statements that look forward in time or include anything other than historical information are subject to risks and uncertainties, and actual results, actions or events could differ materially from those set forth in the forward-looking statements. In the Portfolio Holdings reports, the ‘Supranational’ geographic designation refers to international financial institutions whereby member states transcend national boundaries and issue debt securities on behalf of the group as a whole.

The forward-looking statements are by their nature based on numerous assumptions, which include, amongst other things, that (i) the fund can attract and maintain investors and has sufficient capital under management to effect its investment strategies, (ii) the investment strategies will produce the results intended by the portfolio manager, and (iii) the markets will react and perform in a manner consistent with the investment strategies. Although the forward-looking statements contained herein are based upon what the portfolio manager believes to be reasonable assumptions, the portfolio manager cannot assure that actual results will be consistent with these forward-looking statements.

Forward-looking statements are not guarantees of future performance. Any number of factors could contribute to differing results, including, among other things, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings and catastrophic events. This list of factors is not exhaustive. Investors should not place undue reliance on forward-looking information and should be aware that the fund may not update any forward-looking statements whether as a result of new information, future events or otherwise.

Templeton Investment Management and Bissett Investment Management are operating divisions of Franklin Templeton Investments Corp. Fiduciary Trust Company of Canada is a wholly owned subsidiary of Franklin Templeton Investments Corp.

\*Franklin Templeton Managed Solutions (FTMIS) is a global team dedicated to global portfolio-based solutions which draws on the expertise of a number of Franklin Templeton Investments affiliates. In Canada, the advisor to the Canadian FTMIS mandates is Fiduciary Trust Company of Canada, which uses Templeton Investment Counsel, LLC, as a subadvisor.