



Franklin Mutual Global Discovery Fund

Global & International Equity

December 31, 2018

Franklin Mutual Series

Fund Overview

Total Net Assets	\$616,709,636 ¹
Inception Date	Series A: 02/17/2003 Series F: 02/17/2003
Number of Holdings ²	102
Morningstar Category™	Global Equity
Benchmark	MSCI World Index

Investment Objective & Strategy

Long-term capital appreciation by investing primarily in the equity and debt securities of issuers around the world.

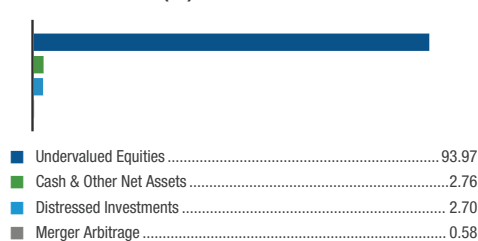
Fund Management

Peter Langerman	33 Years, New Jersey, United States
Tim Rankin	27 Years, New Jersey, United States
Christian Correa	17 Years, New Jersey, United States

Risk Classification

Low	Low to Medium	Medium	Medium to High	High
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Asset Allocation (%)



Fund Codes

	Fund		Corp Class	
	CDN\$	US\$	CDN\$	US\$
Series A Front	TML180	TML181	TML370	TML371
Series A DSC	TML182	TML183	TML372	TML373
Series A Low Load	TML184	TML185	TML374	TML375
Series F	TML225	TML261	TML376	TML377
Series F ADM	TML5004	TML5028	TML5143	TML5166
Series I (Closed to new investors)	TML3255	TML3363	TML3259	TML3362
Series O	TML106	TML145	TML119	TML147
Series PA Front	TML5373	TML5376	TML5361	TML5364
Series PA DSC	TML5375	TML5378	TML5363	TML5366
Series PA Low Load	TML5374	TML5377	TML5362	TML5365
Series PF	TML3895	TML3896	TML3736	TML3737
Series PF ADM	TML5072	TML5099	TML5184	TML5199
Series PFT	TML3897			
Series PFT ADM	TML5121			
Series PT Front	TML5379	TML5382	TML5367	TML5370
Series PT DSC	TML5381	TML5384	TML5369	TML5372
Series PT Low Load	TML5380	TML5383	TML5368	TML5371
Series T Front	TML3059	TML3256	TML3161	TML3260
Series T DSC	TML3061	TML3258	TML3163	TML3262
Series T Low Load	TML3060	TML3257	TML3162	TML3261

¹ Inclusive of trust and corporate class versions where applicable.

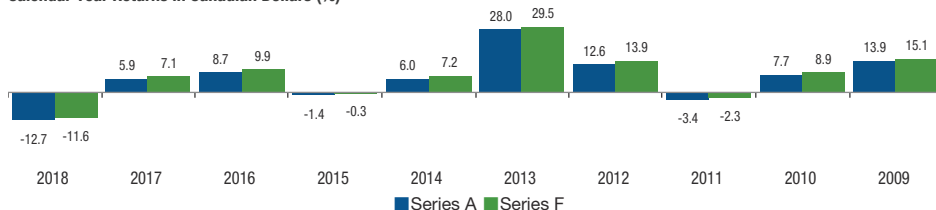
² Franklin Mutual Global Discovery Fund positions are divided into equity and non-equity (distressed book) positions. Each non-equity position shows up separately, distorting the number of securities in the Fund.

REASONS TO INVEST IN THIS FUND:

- **A flexible, go-anywhere strategy.** Fund managers invest in the most attractive investment opportunities, unconstrained by region, market capitalization, sector or style box definition.
- **Deep value investing.** The fund employs a distinctive, three-pronged approach to investing that has withstood the test of time for more than 50 years, uncovering opportunities in undervalued stocks, merger arbitrage and distressed securities.
- **Currency management.** The fund typically engages in currency management strategies to hedge the exposure to the impact of changes in currency exchange rates.

Performance

Calendar Year Returns in Canadian Dollars (%)



Compounded Returns in Canadian Dollars (%)

	YTD	1 Mo	3 Mo	6 Mo	1 Year	3 Years	5 Years	10 years	Since Inc [^]
Series A	-12.67	-8.37	-13.40	-10.50	-12.67	0.34	1.08	6.07	5.44
Series F [†]	-11.62	-8.28	-13.15	-9.97	-11.62	1.51	2.25	7.28	6.62

[^] Series inception date

[†] Series F is available to investors participating in programs that do not require Franklin Templeton to incur distribution costs in the form of trailing commissions to dealers. As a consequence, the management fee on Series F is lower than on Series A.

Top Holdings (% of Total)

Medtronic plc	3.39
Novartis AG	3.38
Walt Disney Co	2.72
Royal Dutch Shell PLC	2.49
GlaxoSmithKline PLC	2.39
NN Group NV	2.29
Eli Lilly & Co	2.17
Enel SpA	2.13
Samsung Electronics Co., Ltd.	2.01
British American Tobacco PLC	1.98

Fund Facts

Price per Unit (Series A)	\$16.67
Portfolio Turnover Rate (06/30/2018)	12.12%
MER (06/30/2018 incl. HST)	A: 2.60% F: 1.45%

Composition of Fund

Top Country Weightings (% of Total)

United States	52.83
United Kingdom	13.11
Switzerland	5.58
Netherlands	5.02
Germany	3.67
France	3.56
Japan	2.18
Italy	2.13
Others	9.16
Cash & Cash Equivalents	2.76

Top Sector Weightings (% of Total)

Financials	25.89
Health Care	15.59
Information Technology	12.36
Energy	11.46
Communication Services	10.80
Consumer Discretionary	6.55
Consumer Staples	4.09
Industrials	3.77
Materials	3.64
Utilities	3.06
Real Estate	0.04
Cash & Cash Equivalents	2.76

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.

Disclaimers

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or fund facts document before investing. The indicated rates of return are historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The portfolio manager for a Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top 10 holdings list. Series T distributions are automatically reinvested unless otherwise requested. Series T may also pay a distribution that must be reinvested in December, consisting of income and capital gains. Please indicate your preference to receive cash flow immediately on the application form. Fund AUM reported may include fund-on-fund holdings, and assets are therefore reflected in both the top fund and underlying fund AUM. 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.

Beginning in October 2016, investors switching between Corporate Class funds may trigger a capital gain or loss at the time of the switch due to certain changes in the federal government's 2016 budget proposal.

Ratings without cash, Market Value or Notional Exposure: Ratings shown are assigned by one or more Nationally Recognized Statistical Rating Organizations ('NRSRO'), such as Standard & Poor's, Moody's and Fitch. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). When ratings from all three agencies are available, the middle rating is used; when two are available, the lowest rating is used; and when only one is available, that rating is used. Foreign government bonds without a specific rating are assigned the country rating provided by an NRSRO, if available. The NR category consists of ratable securities that have not been rated by an NRSRO. The N/A category consists of nonratable securities (e.g., equities). Cash and equivalents are excluded from this breakdown.

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Franklin Templeton Investments Canada is a business name used by Franklin Templeton Investments Corp.

Glossary

Dividend Yield of a stock is the total amount of dividend per share paid over the previous 12 months, divided by its current price. The dividend yield of a mutual fund is the market-weighted average of the dividend yields of all the stocks in the portfolio. This measure is gross of fees.

Weighted Yield (Internal Yield) is a blended measure used for balanced funds, the internal yield is the market-weighted average of the Yield to Maturity of the fund's fixed income component and the Dividend Yield of the fund's equity component. This measure is gross of fees.

Yield to Maturity (YTM) is a long-term yield expressed as an annual rate. A bond's YTM is the rate of return anticipated if one assumes the bond is held until its maturity date and all the coupons paid by the bond are reinvested at the same rate of return as the coupons. The calculation takes into account the current market price, par value, coupon interest rate and time to maturity. The YTM of a bond fund is the market-weighted average of the YTM's of all the bonds in the portfolio.

Yield to Worst (YTW) of a bond is the yield to maturity if the worst possible bond repayment takes place. If market yields are higher than the coupon, the YTW would assume no prepayment. If market yields are below the coupon, the YTW would assume prepayment. The YTW of a fund is the market-weighted average of the YTW's of all the bonds in the portfolio. This measure is gross of fees and excludes yield on cash.



Franklin Templeton Investments Canada
 200 King Street West, Suite 1500, Toronto, Ontario, M5H 3T4
 Client Dealer Services: 1.800.387.0830 Fax: 1.866.850.8241
www.franklintempleton.ca