



Franklin Global Small-Mid Cap Fund

Global & International
Equity

December 31, 2018

Franklin

Fund Overview

Total Net Assets	\$59,982,641
Inception Date	Series A: 07/07/2014 Series F: 07/07/2014
Number of Holdings	36
Morningstar Category™	Global Small/Mid Cap Equity
Benchmark	MSCI World Small Cap (Net Dividends) Index

Investment Objective & Strategy

Long-term capital appreciation by investing primarily in equity or equity-related securities of small and midcap companies around the world.

Fund Management

Pankaj Nevatia	14 Years, New York, United States
Ed Lugo	29 Years, New York, United States

Risk Classification

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



Fund Codes

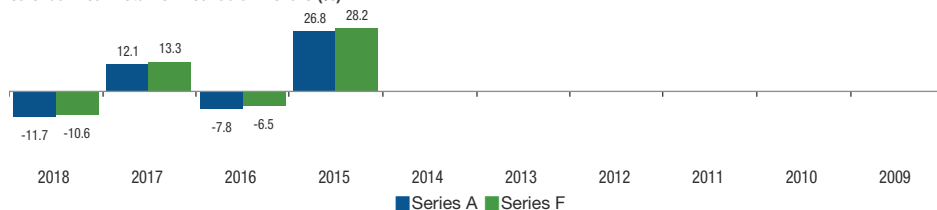
	Fund		Corp Class	
	CDN\$	US\$	CDN\$	US\$
Series A Front	TML3756	TML3759		
Series A DSC	TML3758	TML3761		
Series A Low Load	TML3757	TML3760		
Series F	TML3762	TML3763		
Series F ADM	TML5001	TML5026		
Series I (Closed to new investors)	TML3764	TML3765		
Series O	TML3768	TML3769		
Series PA Front	TML5343	TML5346		
Series PA DSC	TML5345	TML5348		
Series PA Low Load	TML5344	TML5347		
Series PF	TML3766	TML3767		
Series PF ADM	TML5069	TML5097		

REASONS TO INVEST IN THIS FUND:

- **Disciplined stock picking.** Ideal for investors seeking to focus on small and medium-sized companies around the world with sustainable growth potential and attractive valuation.
- **Concentrated portfolio of 30 to 60 companies.** Establishment of "best ideas" portfolio through in-depth analysis and selection of individual securities.
- **Established strategy.** Investment strategy first launched in Europe in 2002.
- **Emphasis on risk management.** Regular risk analysis carried out at individual security level, supported by an independent risk team.
- **First-hand knowledge.** Numerous visits made to companies already in the portfolio and their competitors to unearth new opportunities and evaluate existing investments.

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	-11.67	-5.73	-13.38	-12.15	-11.67	-2.99	n/a	n/a	1.86
Series F [‡]	-10.62	-5.63	-13.12	-11.64	-10.62	-1.81	n/a	n/a	3.20

[^] 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)

Arch Capital Group Ltd	4.95
Markel Corp	4.93
Hang Lung Properties Ltd	4.16
Oaktree Capital Group LLC	4.11
ISS A/S	4.07
Fairfax Financial Holdings Ltd	3.99
58.com Inc.	3.98
John Wood Group PLC	3.84
Fairfax India Holdings Corp	3.69
Grafton Group PLC	3.58

Fund Facts

Price per Unit (Series A)	\$9.05
Portfolio Turnover Rate (06/30/2018)	16.37%
MER (06/30/2018 incl. HST)	A: 2.60% F: 1.45%

Composition of Fund

Top Country Weightings (% of Total)

United States	24.01
United Kingdom	15.03
Canada	12.71
Denmark	7.57
France	5.32
Hong Kong	4.16
Ireland	4.01
China	3.98
Others	17.21
Cash & Cash Equivalents	6.01

Top Sector Weightings (% of Total)

Financials	28.33
Industrials	17.62
Consumer Staples	9.99
Consumer Discretionary	8.78
Real Estate	8.66
Materials	8.17
Communication Services	7.45
Energy	3.84
Health Care	1.15
Cash & Cash Equivalents	6.01

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.



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