

Fund Manager Report
Product Details^{1,2}

Fund Assets	\$8,708,607,149.43
Fund Inception Date	03/04/2000
Number of Issuers	108
Bloomberg	TEMAGAI LX
ISIN	LU0109391861
Base Currency	USD
Investment Style	Growth
Benchmark	Russell 3000 Growth Index S&P 500 Index
Morningstar Category™	US Flex-Cap Equity

Asset Allocation³

Percent of Total	%
Equity	99.21
Cash & Cash Equivalents	0.79
Fixed Income	0.00

Overall Morningstar Rating™ a

Fund Description

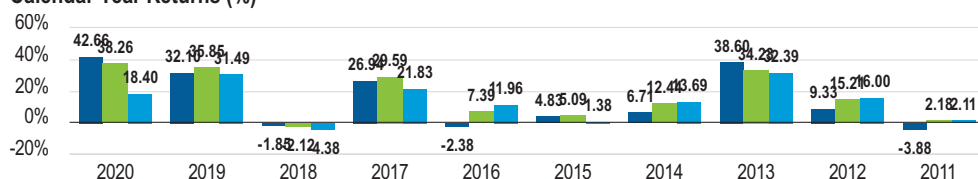
The fund aims to achieve capital appreciation by investing principally in equity securities of US companies believed to possess sustainable growth characteristics and which meet growth, quality and valuation criteria. These include small-, medium- and large-capitalisation companies with strong growth potential across a wide range of sectors that have exceptional growth potential and fast-growing, innovative companies within these sectors.

Performance Data
Discrete Annual Performance (%) as at 30/09/2021

	9/20-9/21	9/19-9/20	9/18-9/19	9/17-9/18	9/16-9/17
A (acc) USD	24.49	39.72	0.90	24.41	18.12
Russell 3000 Growth Index USD	27.57	36.12	2.70	25.89	21.87
S&P 500 Index USD	30.00	15.15	4.25	17.91	18.61

Performance Net of Management Fees as at 30/09/2021 (Dividends Reinvested) (%)^{b,c}

	1 Mth	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (03/04/2000)
A (acc) USD	-5.47	0.06	12.26	24.49	20.62	20.87	17.11	5.39
Russell 3000 Growth Index	-5.49	0.69	13.49	27.57	21.27	22.30	19.39	6.81
S&P 500 Index	-4.65	0.58	15.92	30.00	15.99	16.90	16.63	7.06

Calendar Year Returns (%)


- A (acc) USD
- Russell 3000 Growth Index
- S&P 500 Index

Past performance is not an indicator or a guarantee of future performance.

Portfolio Manager Insight
Performance Review
QUARTERLY KEY PERFORMANCE DRIVERS

	Stocks	Sectors
HELPED	Bill.com Holdings, Inc.	Information Technology (Stock Selection)
	West Pharmaceutical Services, Inc.	Real Estate (Stock Selection)
	Monolithic Power Systems, Inc.	Materials (Stock Selection)
HURT	FIGS INC	Consumer Staples (Stock Selection)
	Twilio, Inc. Class A	Consumer Discretionary (Stock Selection)
	PROTERRA INC	Health Care (Stock Selection)

- All holdings are subject to change. Holdings of the same issuers have been combined.
- The benchmarks are used for performance comparison purposes. The Russell 3000 Growth Index is considered the Fund's primary benchmark because it consists of growth securities, which is aligned with the investment manager's focus on growth securities in managing the Fund. The performance of the S&P 500 Index may also be provided because it is considered a proxy for the US equity market. While the Investment Manager is unconstrained in the active management of the Fund and has absolute discretion to invest in companies not included in the benchmarks, the Fund's performance may, from time to time, present close similarities to these benchmarks.
- Percentage may not equal 100% due to rounding. All holdings are subject to change.

- In the information technology sector, payment solutions provider Bill.com Holdings reported solid fiscal fourth-quarter growth from acceleration in subscription and transaction revenues. The company has been benefitting from the growing needs of smaller businesses to switch to cost- and time-saving digital bill payment technologies to stay competitive.
- Health care apparel company FIGS detracted from returns in the consumer discretionary sector. The company's stock retreated following several months of strong post-IPO performance. Nonetheless, we believe the company has done a great job establishing itself as a lifestyle brand for professional uniforms and taking share in the medical scrubs category that was prime for disruption.
- In the industrials sector, commercial electric vehicle (EV) company Proterra hindered relative performance despite any meaningful triggers for its stock price decline. We believe Proterra is well-positioned to benefit from the electrification of commercial vehicles by leveraging its position as a leading manufacturer of EV transit buses. Furthermore, the Biden administration infrastructure spending programme is set to include a portion focused on green energy. This may incentivise companies to turn to more alternative and renewable sources of energy, potentially creating a sustainable business model for Proterra.

ONE-MONTH KEY PERFORMANCE DRIVERS

	Stocks	Sectors
HELPED	Lucid Group, Inc.	Information Technology (Stock Selection)
	Facebook, Inc. Class A	Consumer Staples (Stock Selection)
	Mastercard Incorporated Class A	Communication Services (Underweight)
HURT	Tesla Inc	Consumer Discretionary (Stock Selection, Underweight)
	Veeva Systems Inc Class A	Energy (Lack of Exposure)
	LEGALZOOM.COM INC	—

- In the consumer discretionary sector, the shares of EV manufacturer Lucid Group soared after the company announced the start of production and the timing of the first deliveries of its luxury sedan that will directly compete with Tesla.
- Conversely, in the consumer discretionary sector, our underweight in the rising shares of Tesla detracted from relative returns. The EV manufacturer reported second-quarter financial results that beat consensus expectations on the top and bottom lines. Despite challenges at the firm and in the auto industry in general, many investors appear to have a favorable view of Tesla's execution as they bid up the stock over the quarter.
- In the communication services sector, our underweight in Facebook was helpful for relative returns as the shares of the social media giant were hindered by a series of investigative journalism pieces that portrayed a company that prioritises profits over implementing safeguards to prevent harm to users, especially children; the reports stated that the firm's algorithms favor sensational content, which in turn can sow division, spread misinformation and undermine democracy.

Outlook & Strategy

- The economic rebound has moderated in recent months as a rise in COVID cases, specifically the Delta variant, created an uncertain outlook. We view this as a pause rather than a broad-based pullback and expect the US economic recovery to remain on track for the remainder of the year and into 2022.
- We continue to focus on what we consider high-quality businesses with sustainable growth drivers that may not be reflected in current valuations. Many of these investments are levered to strong secular growth themes that we believe will deliver consistent performance throughout the market cycle.
- As we move from an analog-based world to a digital one, numerous investment opportunities are being created across all sectors, not just the technology sector. In financials, the rise of many fintech (financial technology) companies and the growth of digital payments has disrupted the traditional banking industry, creating new options for consumers. We view many fintech businesses as being in the early days of disruption with a potentially long runway for growth.
- In the health care sector, biotechnology and genomics companies have shown tremendous promise with new and innovative treatments and cures, while the medical device and medical technology industries have been investing heavily in research and development to reimagine the health care system of the future.
- Looking ahead, we will be paying close attention to how monetary policy changes, inflationary pressures and economic developments will play on market dynamics. We continue to look for investment opportunities that have the potential to deliver attractive total returns relative to risk.

Portfolio Characteristics^d

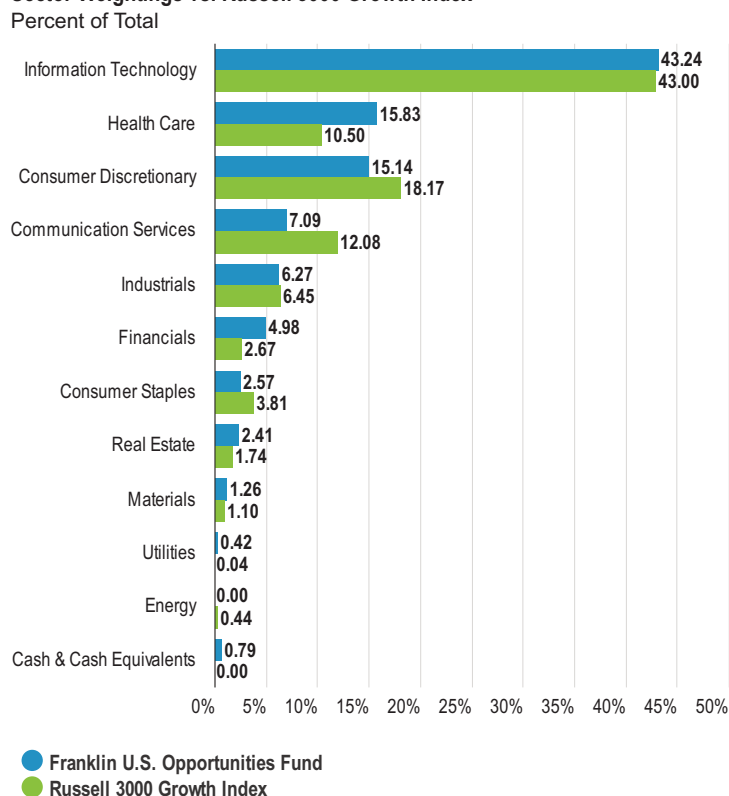
	Portfolio	Russell 3000 Growth Index
Market Capitalisation (Millions in USD)	497,485	770,461
Price to Earnings Growth Ratio	2.23x	1.50x
3-Year Sales Growth	19.51%	16.33%
Estimated 3-5 Yr EPS Growth	22.92%	20.31%
Price to Earnings (12 Month Forward)	43.74x	29.18x

Portfolio Diversification

Top Ten Holdings^e

Top Holdings	%
AMAZON.COM INC	7.43
MICROSOFT CORP	4.03
MASTERCARD INC	3.70
APPLE INC	3.65
VISA INC	3.08
ALPHABET INC	2.97
SERVICENOW INC	2.83
NVIDIA CORP	2.54
BILL.COM HOLDINGS INC	2.50
WEST PHARMACEUTICAL SERVICES INC	2.09

Sector Weightings vs. Russell 3000 Growth Index^f



Performance Statistics

Risk Statistics⁴

	3 Yrs	5 Yrs	10 Yrs	Since Inception
Standard Deviation (%)				
Franklin U.S. Opportunities Fund	20.90	17.12	15.76	21.49
Russell 3000 Growth Index	20.09	16.37	14.27	17.13
Tracking Error (%)	4.74	4.45	4.53	7.74
Information Ratio⁵	-0.14	-0.32	-0.50	-0.12
Beta	1.01	1.01	1.06	1.18
Sharpe Ratio				
Franklin U.S. Opportunities Fund	0.94	1.16	1.05	0.21
Russell 3000 Growth Index	1.01	1.30	1.32	0.32

Investment Team

Portfolio Manager	Years with Firm	Years Experience
Grant Bowers	28	28
Sara Araghi, CFA	18	18

What Are the Key Risks?

The value of shares in the Fund and income received from it can go down as well as up and investors may not get back the full amount invested. Performance may also be affected by currency fluctuations. Currency fluctuations may affect the value of overseas investments. The Fund invests mainly in equity securities of companies located in or doing significant business in the U.S. Such securities have historically been subject to significant price movements that may occur suddenly due to market or company-specific factors. As a result, the performance of the Fund can fluctuate considerably over time. Other significant risks include: securities lending risk. For full details of all of the risks applicable to this Fund, please refer to the "Risk Considerations" section of the Fund in the current prospectus of Franklin Templeton Investment Funds.

4. Beta, Information Ratio and Tracking Error information are measured against the Russell 3000 Growth Index.

5. Information Ratio is a way to evaluate a manager's ability to outperform a benchmark in relation to the risk that manager is assuming, with risk defined as deviation from the benchmark. This measure is calculated by dividing the portfolio's excess return (portfolio return less the benchmark return) by the tracking error (derived by taking the standard deviation of the monthly differences between the portfolio return and the benchmark return over time).

For Professional Client Use Only. Not for distribution to Retail Clients.

Important Legal Information

This document does not constitute legal or tax advice nor is it investment advice or an offer for shares of Franklin Templeton Investment Funds (the "Fund"). Subscriptions to shares of the Fund can only be made on the basis of the current prospectus and, where available, the relevant Key Investor Information Document, accompanied by the latest available audited annual report and the latest semi-annual report accessible on our website www.ftidocuments.com or which can be obtained, free of charge, from Franklin Templeton International Services, S.à r.l. - 8A, rue Albert Borschette, L-1246 Luxembourg. The Fund's documents are available in English, Arabic, Czech, Danish, Dutch, Estonian, Finnish, French, German, Greek, Hungarian, Icelandic, Italian, Latvian, Lithuanian, Norwegian, Polish, Portuguese, Romanian, Slovak, Slovenian, Spanish and Swedish. In addition, a Summary of Investor Rights is available from franklintempleton.lu. The summary is available in English. The sub-funds of FTIF are notified for marketing in multiple EU Member States under the UCITS Directive. FTIF can terminate such notifications for any share class and/or sub-fund at any time by using the process contained in Article 93a of the UCITS Directive.

Past performance is not an indicator or a guarantee of future performance. The value of shares in the Fund and income received from it can go down as well as up, and investors may not get back the full amount invested. Investment in the Fund entails risks which are described in the Fund's prospectus and, where available, in the relevant Key Investor Information Document or any other relevant offering document. Special risks may be associated with a Fund's investment in certain types of securities, asset classes, sectors, markets, currencies or countries and in the Fund's possible use of derivatives. References to particular industries, sectors or companies are for general information and are not necessarily indicative of a fund's holdings at any one time. Currency fluctuations may affect the value of overseas investments. When investing in a fund denominated in a foreign currency, your performance may also be affected by currency fluctuations. Where a Fund invests in emerging markets, this investment can be more risky than an investment in developed markets. No shares of the Fund may be directly or indirectly offered or sold to residents of the United States of America.

The information provided is not a complete analysis of every material fact regarding any country, market, industry, security or fund. Because market and economic conditions are subject to change, comments, opinions and analyses are rendered as of the date of this material and may change without notice. A portfolio manager's assessment of a particular security, investment or strategy is not intended as individual investment advice or a recommendation or solicitation to buy, sell or hold any security or to adopt any investment strategy; it is intended only to provide insight into the fund's portfolio selection process. Holdings are subject to change.

In addition, it should not be assumed that any securities mentioned were or will prove to be profitable. Stocks mentioned in this report are not a solicitation to purchase those stocks, and are examples of some stocks which performed well. Not all stocks in the portfolio performed as well. For the most current information on the fund, please contact your Franklin Templeton marketing representative.

Performance figures are not based on audited financial statements and assume reinvestment of interest and dividends. When comparing the performance of Franklin Templeton Investment Funds (the "Fund") with a benchmark index, it is important to note that the securities in which the Fund invests may be substantially different than those represented by the benchmark index. Furthermore, an investment in Franklin Templeton Investment Funds represents an investment in a managed investment company in which certain charges and expenses, including management fees, are applicable. These charges and expenses are not applicable to indices. Lastly, please note that indices are unmanaged and are not available for direct investment. Certain data and other information shown have been supplied by outside sources. While we consider that information to be reliable, we give no assurance that such data and information is accurate or complete.

References to indexes are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. The indices include a greater number of securities than those held in the Fund. An index is unmanaged and one cannot invest directly in an index. The performance of the index does not include the deduction of expenses and does not represent the performance of any Franklin Templeton fund. **Past performance is not an indicator or a guarantee of future performance.**

CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

Source: FactSet, FTSE. Source: FactSet. Important data provider notices and terms available at www.franklintempletondatasources.com.

a. ©2021 Morningstar, Inc. All rights reserved. The information contained herein is proprietary to Morningstar and/or its content providers; may not be copied or distributed; and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

b. Source for all information is Franklin Templeton. Benchmark related data provided by FactSet. **Past performance is not an indicator or a guarantee of future performance.** Periods greater than one year are shown as average annual total returns. Fund performance data include reinvested dividends, and is net of management fees. Sales charges, other commissions, taxes and other relevant costs to be paid by the investor are not included. The fund offers other share classes subject to different fees and expenses, which will affect their performance. Please see the prospectus for details.

c. 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.

d. The portfolio characteristics listed are based on the fund's underlying holdings, and do not necessarily reflect the fund's characteristics. Due to data limitations all equity holdings are assumed to be the primary equity issue (usually the ordinary or common shares) of each security's issuing company. This methodology may cause small differences between the portfolio's reported characteristics and the portfolio's actual characteristics. In practice, Franklin Templeton's portfolio managers invest in the class or type of security which they believe is most appropriate at the time of purchase. The market capitalisation figures for both the portfolio and the benchmark are at the security level, not aggregated up to the main issuer. Source: FactSet, Refinitiv. There can be no assurance that the Estimated 3-5 Year EPS Growth figure, based on Institutional Brokers Estimate System (IBES) consensus estimates, will be realised. All holdings are subject to change.

e. Holdings of the same issuers have been combined. Top ten holdings information is historical and may not reflect current or future portfolio characteristics. All holdings are subject to change. The information provided is not a recommendation to purchase, sell, or hold any particular security. The securities identified do not represent the fund's entire holdings and in the aggregate may represent only a small percentage of such holdings. There is no assurance that securities purchased will remain in the fund, or that securities sold will not be repurchased. The portfolio manager reserves the right to withhold release of information with respect to holdings that would otherwise be included.

f. Percentage may not equal 100% due to rounding. All holdings are subject to change.



Franklin Templeton International Services, S.à r.l.
8A, rue Albert Borschette
L-1246 Luxembourg
franklintempleton.lu

For Professional Client Use Only. Not for distribution to Retail Clients.